

**REPORT ON MATERIAL EVENTS & SIGNIFICANT CHANGES FOR THE PERIOD OF NINE  
MONTHS ENDED ON 30 SEPTEMBER 2016**

**MATERIAL EVENTS**

In the annual general meeting of the company held on 13 March 2016 the shareholders declared 15% bonus shares (15 shares for every 100 shares held) for the year ended on 31 December 2015.

Capacity expansion projects are going on as planned.

**MATERIAL CHANGES IN FIGURES**

**Sales** – During the period the company achieved a sales turnover of RO 4.572 million compared to RO 4.563 million for the same period last year, with no significant change.

**Gross Profit** – During the period the company made a Gross Profit of RO 1.736 million compared to a Gross Profit of RO 1.700 million for the same period last year, an increase of 2%.

**Selling & Distribution Expenses** – During the period the company incurred RO 377,000 as Selling & distribution expenses compared to RO 417,000 for the same period last year, a decrease of 10%.

**General & Administration Expenses** – During the period the company incurred RO 696,000 as General & administration expenses compared to RO 666,000 for the same period last year, an increase of 5%.

**Profit before tax** – During the period the company earned Profit before tax of RO 234,000 compared to Profit before tax of RO 245,000 for the same period last year, a decrease of 4%.

**Income tax** – During the period Company provided Income tax of RO 24,000 compared to RO 22,000 provided for the same period last year, an increase of 9%.

**Total Comprehensive Income ( after tax )** – During the period the company earned a total Comprehensive Income (after tax) of RO 210,254 compared to a total Comprehensive Income (after tax) of RO 223,048 for the same period last year, a decrease of 6%.

**Chief Executive Officer**

## Unaudited Statement of financial position

	Notes	30 Sep 2016	30 Sep 2015
		RO	RO
<b>Non-current sssets</b>		<b>10,216,271</b>	<b>6,945,742</b>
		<u>10,216,271</u>	<u>6,945,742</u>
<b>Current assets</b>			
Inventories	1	601,732	604,804
Receivables & Prepayments	2	1,043,002	917,189
Bank and Cash		141,231	102,011
		<u>1,785,965</u>	<u>1,624,004</u>
<b>Total current assets</b>		<b>1,785,965</b>	<b>1,624,004</b>
		<u>1,785,965</u>	<u>1,624,004</u>
<b>Total assets</b>		<b>12,002,236</b>	<b>8,569,746</b>
		<u>12,002,236</u>	<u>8,569,746</u>
<b>Current liabilities</b>			
Bank overdraft/Wakala		262,716	-
Term loans	3	402,740	602,740
Trade and other creditors		906,978	693,992
Taxation		51,652	44,753
		<u>1,624,086</u>	<u>1,341,485</u>
<b>Total current liabilities</b>		<b>1,624,086</b>	<b>1,341,485</b>
		<u>1,624,086</u>	<u>1,341,485</u>
<b>Non-current liabilities</b>			
Term loans	3	3,901,604	1,048,766
Deferred Tax	4	320,004	349,663
End of service benefits		229,232	203,771
		<u>4,450,840</u>	<u>1,602,200</u>
<b>Total non-current liabilities</b>		<b>4,450,840</b>	<b>1,602,200</b>
		<u>4,450,840</u>	<u>1,602,200</u>
<b>Total liabilities</b>		<b>6,074,926</b>	<b>2,943,685</b>
		<u>6,074,926</u>	<u>2,943,685</u>
<b>Net Assets</b>		<b>5,927,310</b>	<b>5,626,061</b>
		<u>5,927,310</u>	<u>5,626,061</u>
<b>Shareholders' funds</b>			
Share capital		3,438,452	2,989,958
Legal Reserve		636,842	606,718
Special Reserves		12,405	12,405
Revaluation Reserve		1,462,756	1,462,756
Accumulated Profit		376,855	554,224
		<u>5,927,310</u>	<u>5,626,061</u>
<b>Total shareholders' equity</b>	<b>9</b>	<b>5,927,310</b>	<b>5,626,061</b>
		<u>5,927,310</u>	<u>5,626,061</u>
<b>Net assets per share (RO)</b>	<b>8</b>	<b>0.172</b>	<b>0.188</b>

**Unaudited Statement of comprehensive Income  
for Nine months ended 30 September**

	Notes	<b>9 months ended 30 Sep 2016 RO</b>	9 months ended 30 Sep 2015 RO
<b>Turnover/Revenue</b>		<b>4,572,455</b>	<b>4,562,703</b>
Direct Expenses		(2,836,812)	(2,863,137)
<b>Gross profit</b>		<b>1,735,643</b>	<b>1,699,566</b>
Selling & distribution exp.		(376,522)	(416,692)
Indirect expenses		(696,052)	(666,182)
Other Income		24,429	45,052
<b>Profit before depreciation &amp; net financing costs</b>		<b>687,498</b>	<b>661,744</b>
Depreciation		(422,483)	(390,303)
<b>Profit before net financing costs</b>		<b>265,015</b>	<b>271,441</b>
Net financing costs	3	(30,579)	(26,608)
<b>Profit before tax</b>		<b>234,436</b>	<b>244,833</b>
<b>Income tax</b>	4	<b>(24,182)</b>	<b>(21,785)</b>
<b>Profit for the period</b>		<b>210,254</b>	<b>223,048</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>210,254</b>	223,048
<b>Profit per share ( RO )</b>	7	<b>0.006</b>	<b>0.007</b>