



## SKAFS GROUP

- ◆ SKAFS INTERNATIONAL L.L.C. U.A.E.
- ◆ SKAFS INTERNATIONAL (PRIVATE) LIMITED PAKISTAN
- ◆ SKAFS INTERNATIONAL L.L.C. OMAN
- ◆ SKAFS INTERNATIONAL L.L.C. CHINA

**FINANCIAL STATEMENTS (AUDITED)  
FOR THE YEAR ENDED 31 DECEMBER 2013**



**SKAFS GROUP**  
**GROUP STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2013**

	Skafs International L.L.C. U.A.E.	Skafs International (Private) Limited Pakistan	Skafs International L.L.C. Oman	Skafs International L.L.C. China	Skafs International L.L.C. U.A.E.	Skafs International (Private) Limited Pakistan	Skafs International L.L.C. Oman	Skafs International L.L.C. China
	2013 US\$	2013 US\$	2013 US\$	2013 US\$	2012 US\$	2012 US\$	2012 US\$	2012 US\$
<b>SHARE CAPITAL AND RESERVES</b>								
Authorized share capital	81,750	4,000,000	500,000	1,000,000	81,750	4,000,000	500,000	1,000,000
Issued, subscribed and paid up capital	81,750	4,000,000	500,000	1,000,000	81,750	4,000,000	500,000	1,000,000
SHAREHOLDERS' CURRENT ACCOUNT	6,344,479	8,551,404	3,047,988	3,950,801	3,598,301	5,327,058	2,139,240	2,885,578
REVENUE RESERVES (ACCUMULATED PROFIT)	25,740,922	25,724,866	9,649,801	8,308,124	17,341,430	20,844,124	7,920,368	6,263,532
	32,167,151	38,276,270	13,197,789	13,258,925	21,021,481	30,171,182	10,559,608	10,149,110
<b>NON-CURRENT LIABILITIES</b>								
Deferred Liabilities	257,382	1,044,270	822,447	909,148	220,057	950,597	751,916	833,140
<b>CURRENT LIABILITIES</b>								
Trade and other payables	9,710,152	13,607,443	4,224,869	4,800,056	7,192,704	10,546,652	3,200,623	3,606,353
Provision for taxation	-	3,612,511	811,682	934,448	-	3,408,029	765,738	887,415
	9,710,152	17,219,954	5,036,551	5,734,504	7,192,704	13,954,681	3,966,361	4,493,768
CONTINGENCIES AND COMMITMENTS	-	-	-	-	-	-	-	-
	42,134,685	56,540,494	19,056,787	19,902,577	28,434,242	45,076,460	15,277,885	15,476,018

**SKAFS GROUP**  
**GROUP STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2013**

	Skafs International L.L.C. U.A.E. 2013 US\$	Skafs International (Private) Limited Pakistan 2013 US\$	Skafs International L.L.C. Oman 2013 US\$	Skafs International L.L.C. China 2013 US\$	Skafs International L.L.C. U.A.E. 2012 US\$	Skafs International (Private) Limited Pakistan 2012 US\$	Skafs International L.L.C. Oman 2012 US\$	Skafs International L.L.C. China 2012 US\$
<b>ASSETS</b>								
<b>NON-CURRENT ASSETS</b>								
Property, plant and equipment	4,726,590	6,682,935	5,400,059	2,841,736	3,763,949	6,218,760	4,308,832	2,157,250
<b>CURRENT ASSETS</b>								
Stocks in trade	11,766,181	8,995,741	2,860,225	3,003,035	8,715,690	7,796,025	2,487,150	2,502,738
Trade debts	18,087,941	18,341,929	5,343,606	6,236,046	9,814,210	13,211,529	4,095,334	4,543,579
Construction work in process	885,738	1,690,366	1,236,115	1,758,440	719,989	1,246,699	988,892	1,352,646
Loans and advances	-	1,677,374	1,268,884	1,629,574	-	1,229,333	983,631	1,263,236
Trade deposits and short term prepayments	6,119,329	5,854,035	622,763	1,160,493	4,974,215	4,503,104	502,228	950,445
Other receivables	-	4,707,229	959,462	1,136,328	-	3,712,326	773,760	925,450
Cash and bank balances	548,906	8,590,885	1,365,673	2,136,925	446,189	7,158,684	1,138,058	1,780,674
	37,408,095	49,857,559	13,656,728	17,060,841	24,670,293	38,857,700	10,969,053	13,318,768
	<u>42,134,685</u>	<u>56,540,494</u>	<u>19,056,787</u>	<u>19,902,577</u>	<u>28,434,242</u>	<u>45,076,460</u>	<u>15,277,885</u>	<u>15,476,018</u>

**SKAFS GROUP**  
**GROUP PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2013**

	Skafs International L.L.C. U.A.E.	Skafs International (Private) Limited Pakistan	Skafs International L.L.C. Oman	Skafs International L.L.C. China	Skafs International L.L.C. U.A.E.	Skafs International (Private) Limited Pakistan	Skafs International L.L.C. Oman	Skafs International L.L.C. China
	2013 US\$	2013 US\$	2013 US\$	2013 US\$	2012 US\$	2012 US\$	2012 US\$	2012 US\$
REVENUE	355,697,155	268,523,453	80,093,969	90,511,114	301,270,866	253,324,012	75,560,348	85,955,474
COST OF REVENUE	334,355,325	238,909,980	70,989,166	80,348,395	285,297,485	225,124,687	66,852,908	75,781,427
GROSS PROFIT	21,341,830	29,613,473	9,104,803	10,162,719	15,973,381	28,199,325	8,707,440	10,174,047
OPERATING EXPENSES :								
Administrative, selling and general expenses	5,312,507	6,750,469	2,529,710	2,520,799	3,937,892	6,365,124	2,383,075	2,328,683
OPERATING PROFIT	16,029,323	22,863,004	6,575,093	7,641,920	12,035,489	21,834,201	6,324,365	7,845,364
OTHER INCOME	-				28,911	-	-	-
FINANCE COST	12,137	17,255	22,553	20,687	10,747	16,107	21,053	19,280
PROFIT BEFORE TAXATION	16,017,186	22,845,749	6,552,540	7,621,233	12,053,653	21,818,094	6,303,312	7,826,084
TAXATION	-	3,612,511	811,682	934,448	-	3,408,029	765,738	887,415
PROFIT FOR THE YEAR	16,017,186	19,233,238	5,740,858	6,686,785	12,053,653	18,410,065	5,537,574	6,938,669

**SKAFS GROUP**  
**GROUP STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 31 DECEMBER 2013**

	Skafs International L.L.C. U.A.E. 2013 US\$	Skafs International (Private) Limited Pakistan 2013 US\$	Skafs International L.L.C. Oman 2013 US\$	Skafs International L.L.C. China 2013 US\$	Skafs International L.L.C. U.A.E. 2012 US\$	Skafs International (Private) Limited Pakistan 2012 US\$	Skafs International L.L.C. Oman 2012 US\$	Skafs International L.L.C. China 2012 US\$
Profit for the year	16,017,186	19,233,238	5,740,858	6,686,785	12,053,653	18,410,065	5,537,574	6,938,669
Other comprehensive income	-	-	-	-	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>16,017,186</b>	<b>19,233,238</b>	<b>5,740,858</b>	<b>6,686,785</b>	<b>12,053,653</b>	<b>18,410,065</b>	<b>5,537,574</b>	<b>6,938,669</b>

**SKAFS GROUP**  
**GROUP CASH FLOW STATEMENT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2013**

	Skafs International L.L.C. U.A.E.	Skafs International (Private) Limited Pakistan	Skafs International L.L.C. Oman	Skafs International L.L.C. China	Skafs International L.L.C. U.A.E.	Skafs International (Private) Limited Pakistan	Skafs International L.L.C. Oman	Skafs International L.L.C. China
	2013 US\$	2013 US\$	2013 US\$	2013 US\$	2012 US\$	2012 US\$	2012 US\$	2012 US\$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
Profit before taxation	16,017,186	22,845,749	6,552,540	7,621,233	12,053,653	21,818,094	6,303,312	7,826,084
Adjustments for non-cash and other items:								
Finance cost	12,137	17,255.00	22,553.00	20,687.00	10,747.00	16,107	21,053	19,280
Staff retirement benefits	222,058	-	-	-	164,487.00	-	-	-
(Gain)/loss on disposal of fixed assets	-	-	-	-	(28,911)	-	-	-
Depreciation	545,304	742,548	600,007	315,748	430,955	690,973	478,759	239,694
	779,499	759,803	622,560	336,435	577,278	707,080	499,812	258,974
	16,796,685	23,605,552	7,175,100	7,957,668	12,630,931	22,525,174	6,803,124	8,085,058
Effect on cash flow due to working capital changes:								
(Increase) / decrease in current assets								
Trade debts	(8,273,730)	(5,130,400)	(1,248,272)	(1,692,467)	(6,219,903)	(4,511,763)	(924,300)	(1,250,777)
Work in process	(165,749)	(443,667)	(247,223)	(405,794)	(356,092)	(390,375)	(309,068)	(353,904)
Loans and advances	-	(448,041)	(285,253)	(366,338)	-	(233,588)	(230,139)	(318,011)
Advances, deposits and prepayments	(1,145,114)	(1,350,931)	(120,535)	(210,048)	(1,722,258)	(754,031)	(83,747)	(166,322)
Other receivables	-	(994,903)	(185,702)	(210,878)	-	(764,433)	(162,322)	(193,972)
Stock in trade	(3,050,491)	(1,199,716)	(373,075)	(500,297)	(3,107,860)	(2,239,602)	(500,524)	(703,250)
	(12,635,084)	(9,567,658)	(2,460,060)	(3,385,822)	(11,406,113)	(8,893,792)	(2,415,100)	(2,986,236)
Increase / (decrease) in current liabilities								
Trade and other payables	2,517,446	3,060,791	1,024,246	1,193,703	2,337,524	2,151,070	553,762	769,943
Deferred liabilities	-	93,673	70,531	76,008	-	85,270	64,482	69,654
Cash generated from operations	6,679,047	17,192,358	5,809,817	5,841,557	3,562,342.00	15,867,722	5,006,268	5,938,419
Finance cost paid	(12,137)	(17,255)	(22,553)	(20,687)	(10,747)	(16,107)	(21,053)	(19,280)
Tax paid	-	(3,408,029)	(765,738)	(887,415)	-	(2,380,328)	(1,066,131)	(1,571,165)
Staff retirement benefits paid	(184,733)	-	-	-	(150,220)	-	-	-
	(196,870)	(3,425,284)	(788,291.00)	(908,102.00)	(160,967)	(2,396,435)	(1,087,184)	(1,590,445)
Net Cash flow from operating activities	6,482,177	13,767,074	5,021,526.00	4,933,455.00	3,401,375	13,471,287	3,919,084	4,347,974
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>								
Capital expenditure	(1,507,944)	(1,206,723)	(1,691,234)	(1,000,234)	(195,497)	(1,452,368)	(1,024,342)	(965,412)
Sale proceeds from disposal on fixed assets	-	-	-	-	547,725	-	-	-
Net cash used in investing activities	(1,507,944)	(1,206,723)	(1,691,234)	(1,000,234)	352,228	(1,452,368)	(1,024,342)	(965,412)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>								
Movement in shareholders' current accounts	(4,871,515)	(11,128,150)	(3,102,677)	(3,576,970)	(3,666,034)	(10,825,186)	(2,712,998)	(3,098,212)
Net cash used in financing activities	(4,871,515)	(11,128,150)	(3,102,677)	(3,576,970)	(3,666,034)	(10,825,186)	(2,712,998)	(3,098,212)
Net increase in cash and cash equivalents	102,718	1,432,201	227,615	356,251.00	87,569	1,193,733	181,744	284,350
Cash and cash equivalents at the beginning of year	446,189	7,158,685	1,138,059	1,780,675	358,619	5,964,951	956,314	1,496,324
Cash and cash equivalents at the end of the year	548,906	8,590,886	1,365,674.00	2,136,926.00	446,189	7,158,685	1,138,059	1,780,675