



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 2014

SKAFS GROUP
GROUP STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	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
	2014 US\$	2014 US\$	2014 US\$	2014 US\$	2013 US\$	2013 US\$	2013 US\$	2013 US\$
SHARE CAPITAL AND RESERVES								
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	9,762,422	10,737,683	3,516,016	4,321,632	6,344,479	8,551,404	3,047,988	3,950,801
REVENUE RESERVES (ACCUMULATED PROFIT)	36,195,080	31,018,807	12,113,208	11,550,098	25,740,922	25,724,866	9,649,801	8,308,124
	46,039,252	45,756,490	16,129,224	16,871,730	32,167,151	38,276,270	13,197,789	13,258,925
NON-CURRENT LIABILITIES								
Deferred Liabilities	332,980	1,133,463	899,593	982,999	257,382	1,044,270	822,447	909,148
CURRENT LIABILITIES								
Trade and other payables	15,157,047	15,965,070	4,858,913	5,594,061	9,710,152	13,607,443	4,224,869	4,800,056
Provision for taxation	-	3,830,437	858,670	990,515	-	3,612,511	811,682	934,448
	15,157,047	19,795,507	5,717,583	6,584,576	9,710,152	17,219,954	5,036,551	5,734,504
CONTINGENCIES AND COMMITMENTS								
	-	-	-	-	-	-	-	-
	61,529,279	66,685,460	22,746,400	24,439,305	42,134,685	56,540,494	19,056,787	19,902,577

SKAFS GROUP
GROUP STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	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
	2014 US\$	2014 US\$	2014 US\$	2014 US\$	2013 US\$	2013 US\$	2013 US\$	2013 US\$
ASSETS								
NON-CURRENT ASSETS								
Property, plant and equipment	8,144,150.00	7,418,524.00	6,398,544.00	3,732,651.00	4,726,590.00	6,682,935.00	5,400,059.00	2,841,736.00
CURRENT ASSETS								
Stocks in trade	16,798,502	10,350,993	3,287,281	3,445,115	11,766,181	8,995,741	2,860,225	3,003,035
Trade debts	26,688,781	19,733,020	6,059,289	7,046,310	18,087,941	18,341,929	5,343,606	6,236,046
Construction work in process	1,128,775	2,258,115	1,587,950	2,348,963	885,738	1,690,366	1,236,115	1,758,440
Loans and advances	-	2,288,707	1,548,727	1,997,079	-	1,677,374	1,268,884	1,629,574
Trade deposits and short term prepayments	7,954,986	7,040,203	776,212	1,443,134	6,119,329	5,854,035	622,763	1,160,493
Other receivables	-	6,426,686	1,300,263	1,527,741	-	4,707,229	959,462	1,136,328
Cash and bank balances	814,085	11,169,212	1,788,134	2,898,312	548,906	8,590,885	1,365,673	2,136,925
	53,385,129	59,266,936	16,347,856	20,706,654	37,408,095	49,857,559	13,656,728	17,060,841
	<u>61,529,279</u>	<u>66,685,460</u>	<u>22,746,400</u>	<u>24,439,305</u>	<u>42,134,685</u>	<u>56,540,494</u>	<u>19,056,787</u>	<u>19,902,577</u>

SKAFS GROUP
GROUP PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 2014

	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
	2014 US\$	2014 US\$	2014 US\$	2014 US\$	2013 US\$	2013 US\$	2013 US\$	2013 US\$
REVENUE	413,601,095	284,722,248	84,730,609	95,941,781	355,697,155	268,523,453	80,093,969	90,511,114
COST OF REVENUE	387,726,293	252,300,884	74,967,399	85,169,299	334,355,325	238,909,980	70,989,166	80,348,395
GROSS PROFIT	25,874,802	32,421,364	9,763,210	10,772,482	21,341,830	29,613,473	9,104,803	10,162,719
OPERATING EXPENSES :								
Administrative, selling and general expenses	5,925,391	7,200,050	2,718,320	2,676,584	5,312,507	6,750,469	2,529,710	2,520,799
OPERATING PROFIT	19,949,411	25,221,314	7,044,890	8,095,898	16,029,323	22,863,004	6,575,093	7,641,920
OTHER INCOME	2,044				-	-	-	-
FINANCE COST	16,180	18,485	24,160	22,197	12,137	17,255	22,553	20,687
PROFIT BEFORE TAXATION	19,935,275	25,202,829	7,020,730	8,073,701	16,017,186	22,845,749	6,552,540	7,621,233
TAXATION	-	3,830,437	858,670	990,515	-	3,612,511	811,682	934,448
PROFIT FOR THE YEAR	19,935,275	21,372,392	6,162,060	7,083,186	16,017,186	19,233,238	5,740,858	6,686,785

SKAFS GROUP
GROUP STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2014

	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
	2014	2014	2014	2014	2013	2013	2013	2013
	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Profit for the year	19,935,275	21,372,392	6,162,060	7,083,186	16,017,186	19,233,238	5,740,858	6,686,785
Other comprehensive income	-	-	-	-	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	19,935,275	21,372,392	6,162,060	7,083,186	16,017,186	19,233,238	5,740,858	6,686,785

SKAFS GROUP
GROUP CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 DECEMBER 2014

	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
	2014	2014	2014	2014	2013	2013	2013	2013
CASH FLOW FROM OPERATING ACTIVITIES	US\$	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Profit before taxation	19,935,275	25,202,829	7,020,730	8,073,701	16,017,186	22,845,749	6,552,540	7,621,233
Adjustments for non-cash and other items:								
Finance cost	16,180	18,485	24,160	22,197	12,137	17,255	22,553	20,687
Staff retirement benefits	225,936	-	-	-	222,058	-	-	-
(Gain)/loss on disposal of fixed assets	(2,044)	-	-	-	-	-	-	-
Depreciation	923,088	824,280	710,949	414,739	545,304	742,548	600,007	315,748
	<u>1,163,160</u>	<u>842,765</u>	<u>735,109</u>	<u>436,936</u>	<u>779,499</u>	<u>759,803</u>	<u>622,560</u>	<u>336,435</u>
	21,098,435	26,045,594	7,755,839	8,510,637	16,796,685	23,605,552	7,175,100	7,957,668
Effect on cash flow due to working capital changes: (Increase) / decrease in current assets								
Trade debts	(8,600,840)	(1,391,091)	(715,683)	(810,264)	(8,273,730)	(5,130,400)	(1,248,272)	(1,692,467)
Work in process	(243,037)	(567,749)	(351,835)	(590,523)	(165,749)	(443,667)	(247,223)	(405,794)
Loans and advances	-	(611,333)	(279,843)	(367,505)	-	(448,041)	(285,253)	(366,338)
Advances, deposits and prepayments	(1,835,658)	(1,186,168)	(153,449)	(282,641)	(1,145,114)	(1,350,931)	(120,535)	(210,048)
Other receivables	-	(1,719,457)	(340,801)	(391,413)	-	(994,903)	(185,702)	(210,878)
Stock in trade	(5,032,320)	(1,355,252)	(427,056)	(442,080)	(3,050,491)	(1,199,716)	(373,075)	(500,297)
	<u>(15,711,855)</u>	<u>(6,831,050)</u>	<u>(2,268,667)</u>	<u>(2,884,426)</u>	<u>(12,635,084)</u>	<u>(9,567,658)</u>	<u>(2,460,060)</u>	<u>(3,385,822)</u>
Increase / (decrease) in current liabilities								
Trade and other payables	5,446,896	2,357,627	634,044	794,005	2,517,446	3,060,791	1,024,246	1,193,703
Deferred liabilities	-	89,193	77,146	73,851	-	93,673	70,531	76,008
	<u>10,833,476</u>	<u>21,661,364</u>	<u>6,198,362</u>	<u>6,494,067</u>	<u>6,679,047</u>	<u>17,192,358</u>	<u>5,809,817</u>	<u>5,841,557</u>
Cash generated from operations								
Finance cost paid	(16,180)	(18,485)	(24,160)	(22,197)	(12,137)	(17,255)	(22,553)	(20,687)
Tax paid	-	(3,612,511)	(811,682)	(934,448)	-	(3,408,029)	(765,738)	(887,415)
Staff retirement benefits paid	(150,338)	-	-	-	(184,733)	-	-	-
	<u>(166,518)</u>	<u>(3,630,996)</u>	<u>(835,842)</u>	<u>(956,645)</u>	<u>(196,870)</u>	<u>(3,425,284)</u>	<u>(788,291)</u>	<u>(908,102)</u>
Net Cash flow from operating activities	10,666,958	18,030,368	5,362,520	5,537,422	6,482,177	13,767,074	5,021,526	4,933,455
CASH FLOW FROM INVESTING ACTIVITIES								
Capital expenditure	(4,349,505)	(1,559,870)	(1,709,435)	(1,305,655)	(1,507,944)	(1,206,723)	(1,691,234)	(1,000,234)
Sale proceeds from disposal on fixed assets	10,900	-	-	-	-	-	-	-
Net cash used in investing activities	<u>(4,338,605)</u>	<u>(1,559,870)</u>	<u>(1,709,435)</u>	<u>(1,305,655)</u>	<u>(1,507,944)</u>	<u>(1,206,723)</u>	<u>(1,691,234)</u>	<u>(1,000,234)</u>
CASH FLOW FROM FINANCING ACTIVITIES								
Movement in shareholders' current accounts	(6,063,175)	(13,892,172)	(3,230,625)	(3,470,381)	(4,871,515)	(11,128,150)	(3,102,677)	(3,576,970)
Net cash used in financing activities	<u>(6,063,175)</u>	<u>(13,892,172)</u>	<u>(3,230,625)</u>	<u>(3,470,381)</u>	<u>(4,871,515)</u>	<u>(11,128,150)</u>	<u>(3,102,677)</u>	<u>(3,576,970)</u>
Net increase in cash and cash equivalents	265,178	2,578,326	422,460	761,386	102,718	1,432,201	227,615	356,251
Cash and cash equivalents at the beginning of year	548,907	8,590,886	1,365,674	2,136,926	446,189	7,158,685	1,138,059	1,780,675
Cash and cash equivalents at the end of the year	<u>814,085</u>	<u>11,169,212</u>	<u>1,788,134</u>	<u>2,898,312</u>	<u>548,907</u>	<u>8,590,886</u>	<u>1,365,674</u>	<u>2,136,926</u>