



## 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 2015**



**SKAFS GROUP**  
**GROUP STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2015**

	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
	2015 US\$	2015 US\$	2015 US\$	2015 US\$	2014 US\$	2014 US\$	2014 US\$	2014 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	13,567,549	13,161,553	3,980,499	4,716,023	9,762,422	10,737,683	3,516,016	4,321,632
REVENUE RESERVES (ACCUMULATED PROFIT)	49,345,045	36,888,060	14,970,475	14,998,048	36,195,080	31,018,807	12,113,208	11,550,098
	62,994,344	54,049,613	19,450,974	20,714,071	46,039,252	45,756,490	16,129,224	16,871,730
<b>NON-CURRENT LIABILITIES</b>								
Deferred Liabilities	357,551	1,245,156	983,976	1,062,849	332,980	1,133,463	899,593	982,999
<b>CURRENT LIABILITIES</b>								
Trade and other payables	20,125,872	18,731,180	5,636,700	6,519,407	15,157,047	15,965,070	4,858,913	5,594,061
Provision for taxation	-	4,061,510	913,660	1,051,049	-	3,830,437	858,670	990,515
	20,125,872	22,792,690	6,550,360	7,570,456	15,157,047	19,795,507	5,717,583	6,584,576
<b>CONTINGENCIES AND COMMITMENTS</b>								
	-	-	-	-	-	-	-	-
	83,477,767	78,087,459	26,985,310	29,347,376	61,529,279	66,685,460	22,746,400	24,439,305

**SKAFS GROUP**  
**GROUP STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2015**

	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
	2015 US\$	2015 US\$	2015 US\$	2015 US\$	2014 US\$	2014 US\$	2014 US\$	2014 US\$
<b>ASSETS</b>								
<b>NON-CURRENT ASSETS</b>								
Property, plant and equipment	11,807,132	8,113,830	7,372,598	4,583,270	8,144,150	7,418,524	6,398,544	3,732,651
<b>CURRENT ASSETS</b>								
Stocks in trade	22,539,499	11,910,420	3,778,100	3,952,274	16,798,502	10,350,993	3,287,281	3,445,115
Trade debts	35,945,733	21,166,739	7,103,360	7,850,180	26,688,781	19,733,020	6,059,289	7,046,310
Construction work in process	1,320,666	3,016,555	2,039,928	3,137,797	1,128,775	2,258,115	1,587,950	2,348,963
Loans and advances	-	3,122,846	1,890,288	2,447,465	-	2,288,707	1,548,727	1,997,079
Trade deposits and short term prepayments	10,303,538	8,466,717	967,471	1,794,612	7,954,986	7,040,203	776,212	1,443,134
Other receivables	-	8,774,226	1,671,098	2,008,145	-	6,426,686	1,300,263	1,527,741
Cash and bank balances	1,561,199	13,516,126	2,162,467	3,573,633	814,085	11,169,212	1,788,134	2,898,312
	71,670,635	69,973,629	19,612,712	24,764,106	53,385,129	59,266,936	16,347,856	20,706,654
	<u>83,477,767</u>	<u>78,087,459</u>	<u>26,985,310</u>	<u>29,347,376</u>	<u>61,529,279</u>	<u>66,685,460</u>	<u>22,746,400</u>	<u>24,439,305</u>

**SKAFS GROUP**  
**GROUP PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2015**

	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
	2015 US\$	2015 US\$	2015 US\$	2015 US\$	2014 US\$	2014 US\$	2014 US\$	2014 US\$
REVENUE	486,589,280	301,898,243	90,156,757	101,805,119	413,601,095	284,722,248	84,730,609	95,941,781
COST OF REVENUE	454,571,705	266,442,349	79,768,311	90,355,047	387,726,293	252,300,884	74,967,399	85,169,299
GROSS PROFIT	32,017,575	35,455,894	10,388,446	11,450,072	25,874,802	32,421,364	9,763,210	10,772,482
OPERATING EXPENSES :								
Administrative, selling and general expenses	6,799,558	7,679,573	2,920,993	2,841,997	5,925,391	7,200,050	2,718,320	2,676,584
OPERATING PROFIT	25,218,017	27,776,321	7,467,453	8,608,075	19,949,411	25,221,314	7,044,890	8,095,898
OTHER INCOME	-	-	-	-	2,044	-	-	-
FINANCE COST	26,509	19,803	25,881	23,817	16,180	18,485	24,160	22,197
PROFIT BEFORE TAXATION	25,191,508	27,756,518	7,441,572	8,584,258	19,935,275	25,202,829	7,020,730	8,073,701
TAXATION	-	4,061,510	913,660	1,051,049	-	3,830,437	858,670	990,515
PROFIT FOR THE YEAR	25,191,508	23,695,008	6,527,912	7,533,209	19,935,275	21,372,392	6,162,060	7,083,186

**SKAFS GROUP**  
**GROUP STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 31 DECEMBER 2015**

	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
	2015 US\$	2015 US\$	2015 US\$	2015 US\$	2014 US\$	2014 US\$	2014 US\$	2014 US\$
Profit for the year	25,191,508	23,695,008	6,527,912	7,533,209	19,935,275	21,372,392	6,162,060	7,083,186
Other comprehensive income	-	-	-	-	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<u>25,191,508</u>	<u>23,695,008</u>	<u>6,527,912</u>	<u>7,533,209</u>	<u>19,935,275</u>	<u>21,372,392</u>	<u>6,162,060</u>	<u>7,083,186</u>

**SKAFS GROUP**  
**GROUP CASH FLOW STATEMENT**  
**FOR THE PERIOD ENDED 31 DECEMBER 2015**

	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
	2015 US\$	2015 US\$	2015 US\$	2015 US\$	2014 US\$	2014 US\$	2014 US\$	2014 US\$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
Profit before taxation	25,191,508	27,756,518	7,441,572	8,584,258	19,935,275	25,202,829	7,020,730	8,073,701
Adjustments for non-cash and other items:								
Finance cost	26,508	19,803	25,881	23,817	16,180	18,485	24,160	22,197
Staff retirement benefits	280,303	-	-	-	225,936	-	-	-
(Gain)/loss on disposal of fixed assets	-	-	-	-	(2,044)	-	-	-
Depreciation	1,331,624	901,537	819,178	509,252	923,088	824,280	710,949	414,739
	<u>1,638,435</u>	<u>921,340</u>	<u>845,059</u>	<u>533,069</u>	<u>1,163,160</u>	<u>842,765</u>	<u>735,109</u>	<u>436,936</u>
	26,829,943	28,677,858	8,286,631	9,117,327	21,098,435	26,045,594	7,755,839	8,510,637
Effect on cash flow due to working capital changes: (Increase) / decrease in current assets								
Trade debts	(9,256,952)	(1,433,719)	(1,044,071)	(803,870)	(8,600,840)	(1,391,091)	(715,683)	(810,264)
Work in process	(191,892)	(758,440)	(451,978)	(788,834)	(243,037)	(567,749)	(351,835)	(590,523)
Loans and advances	-	(834,139)	(341,561)	(450,386)	-	(611,333)	(279,843)	(367,505)
Advances, deposits and prepayments	(2,348,552)	(1,426,514)	(191,259)	(351,478)	(1,835,658)	(1,186,168)	(153,449)	(282,641)
Other receivables	-	(2,347,540)	(370,835)	(480,404)	-	(1,719,457)	(340,801)	(391,413)
Stock in trade	(5,740,997)	(1,559,427)	(490,819)	(507,159)	(5,032,320)	(1,355,252)	(427,056)	(442,080)
	<u>(17,538,393)</u>	<u>(8,359,779)</u>	<u>(2,890,523)</u>	<u>(3,382,131)</u>	<u>(15,711,855)</u>	<u>(6,831,050)</u>	<u>(2,268,667)</u>	<u>(2,884,426)</u>
Increase / (decrease) in current liabilities								
Trade and other payables	4,968,826	2,766,110	777,787	925,346	5,446,896	2,357,627	634,044	794,005
Deferred liabilities	-	111,693	84,383	79,850	-	89,193	77,146	73,851
	<u>14,260,376</u>	<u>23,195,882</u>	<u>6,258,278</u>	<u>6,740,392</u>	<u>10,833,476</u>	<u>21,661,364</u>	<u>6,198,362</u>	<u>6,494,067</u>
Finance cost paid	(26,508)	(19,803)	(25,881)	(23,817)	(16,180)	(18,485)	(24,160)	(22,197)
Tax paid	-	(3,830,437)	(858,670)	(990,515)	-	(3,612,511)	(811,682)	(934,448)
Staff retirement benefits paid	(255,733)	-	-	-	(150,338)	-	-	-
	<u>(282,241)</u>	<u>(3,850,240)</u>	<u>(884,551)</u>	<u>(1,014,332)</u>	<u>(166,518)</u>	<u>(3,630,996)</u>	<u>(835,842)</u>	<u>(956,645)</u>
Net Cash flow from operating activities	13,978,135	19,345,642	5,373,727	5,726,060	10,666,958	18,030,368	5,362,520	5,537,422
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>								
Capital expenditure	(4,994,609)	(1,596,843)	(1,793,232)	(1,359,871)	(4,349,505)	(1,559,870)	(1,709,435)	(1,305,655)
Sale proceeds from disposal on fixed assets	-	-	-	-	10,900	-	-	-
Net cash used in investing activities	(4,994,609)	(1,596,843)	(1,793,232)	(1,359,871)	(4,338,605)	(1,559,870)	(1,709,435)	(1,305,655)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>								
Movement in shareholders' current accounts	(8,236,413)	(15,401,885)	(3,206,162)	(3,690,868)	(6,063,175)	(13,892,172)	(3,230,625)	(3,470,381)
Net cash used in financing activities	(8,236,413)	(15,401,885)	(3,206,162)	(3,690,868)	(6,063,175)	(13,892,172)	(3,230,625)	(3,470,381)
Net increase in cash and cash equivalents	747,113	2,346,914	374,333	675,321	265,178	2,578,326	422,460	761,386
Cash and cash equivalents at the beginning of year	814,085	11,169,212	1,788,134	2,898,312	548,907	8,590,886	1,365,674	2,136,926
Cash and cash equivalents at the end of the year	<u>1,561,199</u>	<u>13,516,126</u>	<u>2,162,467</u>	<u>3,573,633</u>	<u>814,085</u>	<u>11,169,212</u>	<u>1,788,134</u>	<u>2,898,312</u>