

## CHAIRMAN'S REPORT

We are pleased to present the financial results for the six months period ended 30<sup>th</sup> June, 2014

**Turnover:** During the six months period your Company achieved sales revenue of RO 1,848,000 compared with sales of RO 3,311,000 during the same period last year.

Turnover during current year was lower due to discontinuation of two high selling brands of basmati rice on account of higher import prices and due to local regulations, the company is unable to pass on the increase to the customers and last year Sales turnover includes rice export valued at RO 661,000 as compared to nil for current year.

**Gross Profit:** During the six months period ended 30<sup>th</sup> June, 2014 the company earned gross profit of RO 249,000 as against gross profit of RO 471,000 during same period last year.

**Net Profit/ Loss:** The Company recorded a net loss of RO 96,000 for the six month ended 30<sup>th</sup> June, 2014 as against net profit of RO 87,000 for same period last year.

**Future Operations:** The Company is under negotiations to take up exclusive distribution of various food products under its trading operations in the coming months. The Company will continue in its effort to improve the sales during the remaining part of the year and take measures to reduce the overhead.

**Conversion of Joint Stock Status:** During the Board meeting held on 22<sup>nd</sup> July, the Board considering the performance of the company and to improve its functioning, has decided to recommend to the shareholders to convert the joint stock status from SAOG to SAOC subject to approval of Capital Market Authority

**Acknowledgement:** The Directors gratefully acknowledge the consistent support received from the Government, Ministry of Commerce & Industry, Ministry of Finance, , CMA, MSM and all our Share holders. We also thank the management and the employees of the company for their committed work.

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CHAIRMAN



الشركة العمانية الغذائية الدولية (ش.م.ع.ع.)  
**Oman Foods International SAOG**



| <b>Un-Audited Profit and Loss Account for</b><br>Six months ended 30 June 2014 |       |                         |                 |
|--|-------|-------------------------|-----------------|
|  | Notes | <b>30-June<br/>2014</b> | 30-June<br>2013 |
|  |       | <b>RO'000</b>           | RO'000          |
| Turnover /Revenue  | 4     | <b>1,848</b>            | <b>3,311</b>    |
| Gross Profit   |       | <b>249</b>              | <b>471</b>      |
| Other Income   | 5     | 129                     | 69              |
| Depreciation   |       | (54)                    | (25)            |
| Administration & General Expenses  |       | (375)                   | (384)           |
| <b>Operating Profit/(Loss)</b>   |       | (51)                    | 131             |
| Finance Charges  |       | (45)                    | (44)            |
| <b>Net Profit /(Loss)</b>  |       | (96)                    | 87              |



الشركة العمانية الغذائية الدولية (ش.م.ع.ع.)  
Oman Foods International SAOG



| Un-Audited Balance Sheet as at 30TH June 2014 |       |              |  |              |
|---|-------|--------------|--|--------------|
|   |       |              |  |              |
| As at 30 June                                 |       |              |  |              |
|   | Notes | 2014         |  | 2013         |
|   |       | RO "000"     |  | RO "000"     |
| <b>Non Current Assets</b>                     |       |              |  |              |
| Property, Plant & Equipment                   |       | 1,112        |  | 647          |
| Investments Available For Sale                | 1     | -            |  | 773          |
| <b>Total Non Current Assets</b>               |       | <b>1,112</b> |  | <b>1,420</b> |
| <b>Current Assets</b>                         |       |              |  |              |
| Inventories                                   | 2     | 504          |  | 802          |
| Trade receivables (Net)                       | 3     | 1,476        |  | 2,055        |
| Cash at Bank and in Hand                      |       | 2            |  | 3            |
| Other Deposits & Prepayments                  |       | 154          |  | 97           |
| <b>Total Current Assets</b>                   |       | <b>2,136</b> |  | <b>2,957</b> |
| <b>Total Assets</b>                           |       | <b>3,248</b> |  | <b>4,377</b> |
| <b>Current Liabilities</b>                    |       |              |  |              |
| Trade and Other Creditors                     |       | 934          |  | 1,495        |
| Bank Loans and Overdrafts                     | 6     | 746          |  | 1,275        |
| Soft Loan installment due <1 year             | 7     | 88           |  | 50           |
| <b>Total Current Liabilities</b>              |       | <b>1,769</b> |  | <b>2,820</b> |
| <b>Long Term Loans</b>                        |       |              |  |              |
| Long Term Loans                               |       |              |  | -            |
| Soft Loan                                     | 8     | 147          |  | 276          |
| Deferred Government Grant                     |       | 28           |  | 74           |
| <b>Total LT Loans</b>                         |       | <b>175</b>   |  | <b>350</b>   |
| <b>Total Liabilities</b>                      |       | <b>1,944</b> |  | <b>3,170</b> |
| <b>Net Assets</b>                             |       | <b>1,304</b> |  | <b>1,207</b> |
| <b>Shareholders Funds</b>                     |       |              |  |              |
| <b>Share Capital &amp; Reserves</b>           |       |              |  |              |
| Share Capital                                 | 9     | 2,000        |  | 6,200        |
| Accumulated Loss brought forward              |       | (1,289)      |  | (5,340)      |
| Legal Reserves                                |       | 172          |  | 172          |
| Fair Value Reserve                            |       | -            |  | 88           |
| Revaluation Reserve                           | 10    | 517          |  |              |
| Profit/(Loss) for the period                  |       | (96)         |  | 87           |
|   |       | <b>1,304</b> |  | <b>1,207</b> |
| <b>Net Asset per Share</b>                    |       | <b>0.652</b> |  | <b>0.195</b> |