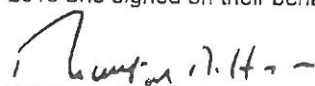
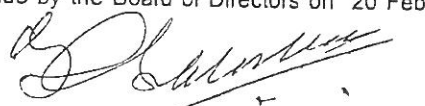


MUSCAT THREAD MILLS SAOG
 STATEMENT OF FINANCIAL POSITION
 at 31 December 2012

	Note	2012 RO	2011 (as restated – note 27) RO
ASSETS			
Non-current assets			
Property, plant and equipment	4	867,657	891,420
Investment in a subsidiary	5	19,654	--
Deferred tax asset	15	11,285	--
Total non-current assets		<u>898,596</u>	<u>891,420</u>
Current assets			
Inventories	6	565,017	426,634
Trade and other receivables	7	1,069,686	892,707
Bank balances and cash	8	23,446	61,154
Total current assets		<u>1,658,149</u>	<u>1,380,495</u>
Total assets		<u>2,556,745</u>	<u>2,271,915</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	9	1,018,325	885,500
Legal reserve	10	131,169	110,224
Retained earnings		308,315	385,459
Total equity		<u>1,457,809</u>	<u>1,381,183</u>
Liabilities			
Non-current liabilities			
Term loan	12	--	23,344
Deferred tax liability	15	--	3,702
Employees' end of service benefits	20 c)	84,352	67,927
Total non-current liabilities		<u>84,352</u>	<u>94,973</u>
Current liabilities			
Current portion of term loan	12	23,348	142,400
Bank borrowings	13	658,609	319,389
Trade and other payables	14	293,178	287,207
Taxation	15	39,449	46,763
Total current liabilities		<u>1,014,584</u>	<u>795,759</u>
Total liabilities		<u>1,098,936</u>	<u>890,732</u>
Total equity and liabilities		<u>2,556,745</u>	<u>2,271,915</u>
Net assets per share	16	0.143	0.156

These financial statements were approved and authorized for issue by the Board of Directors on 20 February 2013 and signed on their behalf by:


 Chairman


 Director

The attached notes 1 to 27 form part of these financial statements.

MUSCAT THREAD MILLS SAOG

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 31 December 2012

	Notes	2012 RO	2011 RO
INCOME			
Revenue	3 l)	3,510,894	3,906,934
Cost of sales	17	(2,761,859)	(3,103,497)
Gross profit		749,035	803,437
Other income		570	267
		749,605	803,704
EXPENSES			
Distribution expenses	18	(90,380)	(94,981)
Administrative and general expenses	19	(311,609)	(265,456)
Provision for slow moving inventories	6	(5,112)	(70,882)
Allowance for credit losses	7 a)	(52,431)	(9,746)
Profit from operations		290,073	362,639
Finance charges (net)	23	(56,161)	(68,119)
Profit for the year before taxation		233,912	294,520
Taxation	15	(24,461)	(31,598)
Total comprehensive income for the year		209,451	262,922
		=====	=====
Basic earnings per share	21	0.0206	0.0258
		=====	=====

Note: The Company does not have any items under other comprehensive income.

The attached notes 1 to 27 form part of these financial statements.