

**Muscat Thread Mills SAOG**  
**Financial statements for the year ended 31 December 2015**

**Statement of financial position**

	Note	2015 RO	2014 RO
<b>ASSETS</b>			
Non-current assets			
Property, plant and equipment	5	877,889	776,078
Investment in a subsidiary	6	--	19,654
Deferred tax asset	14	46,012	33,014
<b>Total non-current assets</b>		<b>923,901</b>	<b>828,746</b>
Current assets			
Inventories	7	568,200	654,920
Trade and other receivables	8	478,976	980,537
Bank balances and cash	9	208,248	114,482
<b>Total current assets</b>		<b>1,255,424</b>	<b>1,749,939</b>
<b>Total assets</b>		<b>2,179,325</b>	<b>2,578,685</b>
<b>EQUITY AND LIABILITIES</b>			
Equity			
Share capital	10	1,478,608	1,344,189
Legal reserve	11	164,580	164,580
Retained earnings		29,752	283,149
<b>Total equity</b>		<b>1,672,940</b>	<b>1,791,918</b>
Liabilities			
Non-current liabilities			
Non-current portion of term loan	12	182,366	--
Employees' end of service benefits	20 c)	102,244	99,527
<b>Total non-current liabilities</b>		<b>284,610</b>	<b>99,527</b>
Current liabilities			
Current portion of term loan	12	18,865	--
Bank borrowings		--	427,849
Trade and other payables	13	199,936	235,856
Taxation	14	2,974	23,535
<b>Total current liabilities</b>		<b>221,775</b>	<b>687,240</b>
<b>Total liabilities</b>		<b>506,385</b>	<b>786,767</b>
<b>Total equity and liabilities</b>		<b>2,179,325</b>	<b>2,578,685</b>
<b>Net assets per share</b>	15	<b>0.113</b>	<b>0.133</b>

These financial statements were approved and authorized for issue by the Board of Directors on 15 February 2016 and signed on their behalf by:

\_\_\_\_\_  
Chairman

\_\_\_\_\_  
Director

The attached notes 1 to 26 form part of these financial statements.

**Muscat Thread Mills SAOG**  
**Financial statements for the year ended 31 December 2015**

**Statement of comprehensive income**

	Notes	2015 RO	2014 RO
<b>INCOME</b>			
Revenue	4 l)	2,473,923	3,769,385
Cost of sales	16	(2,146,022)	(3,142,695)
Gross profit		327,901	626,690
Other income	17	1,798	1,215
		329,699	627,905
<b>EXPENSES</b>			
Distribution expenses	18	(91,109)	(80,213)
Administrative and general expenses	19	(285,183)	(306,213)
Provision for slow moving inventories (net)	7	4,764	2,737
Allowance for credit losses (net)	8 b)	(41,338)	3,668
(Loss) / profit from operations		(83,167)	247,884
Finance charges	23	(26,863)	(63,513)
Impairment on investment in a subsidiary	6	(19,654)	--
(Loss) / profit for the year before taxation		(129,684)	184,371
Taxation	14	10,706	(18,567)
Net (loss) / profit and total comprehensive income for the year		(118,978)	165,804
Basic (loss) / earnings per share	21	(0.0080)	0.0112

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

The attached notes 1 to 26 form part of these financial statements.