

MUSCAT THREAD MILLS SAOG

Statement of financial position

As at 31 December

	Notes	2010 RO	2009 RO
Assets:			
Non-current assets			
Property, plant and equipment	5	985,619	1,024,537
Current assets			
Inventories	6	564,937	628,292
Trade and other receivables	7	895,804	584,288
Amount due from related parties	22	1,190	587
Cash in hand and at bank	8	10,400	19,837
Total current assets		1,472,331	1,233,004
Total assets		2,457,950	2,257,541
Equity and liabilities:			
Capital and reserves			
Share capital	9	805,000	805,000
Legal reserve	10	83,932	64,089
Retained earnings		148,829	131,241
Proposed cash dividend		80,500	-
Proposed stock dividend		80,500	-
Total equity		1,198,761	1,000,330
Liabilities:			
Non-current liabilities			
Term loan	12	139,251	285,648
Deferred Government grant	12	24,089	46,871
Deferred tax liability	15	18,865	14,764
End of service benefits	20	55,196	38,238
Total non-current liabilities		237,401	385,521
Current liabilities			
Current portion of term loan	12	276,216	253,680
Short term bank borrowings	13	413,634	336,015
Trade and other payables	14	331,938	281,995
Total current liabilities		1,021,788	871,690
Total liabilities		1,259,189	1,257,211
Total equity and liabilities		2,457,950	2,257,541
Net assets per share	16	0.149	0.124

The notes on pages 6 to 23 form an integral part of these financial statements.

The report of the Auditors is set forth on page 1.

These financial statements were approved and authorized for issue by the Board of Directors on 28th Feb. 2011 and signed on their behalf by:


Chairman


Director

MUSCAT THREAD MILLS SAOG

Statement of comprehensive income

For the year ended 31 December

	<i>Notes</i>	2010 RO	2009 RO
Revenue		3,519,204	2,662,810
Cost of sales	17	<u>(2,814,609)</u>	<u>(2,132,088)</u>
Gross profit		704,595	530,722
Other income		20,429	3,585
Distribution expenses	18	(67,937)	(61,741)
Administrative and general expenses	19	(329,966)	(267,833)
Impairment allowance for slow moving inventories	6	(9,000)	(32,585)
Impairment allowance for doubtful trade receivables	7	<u>(24,000)</u>	<u>(24,000)</u>
Profit from operations		294,121	148,148
Finance expenses	23	<u>(72,589)</u>	<u>(86,656)</u>
Profit for the year before income tax		221,532	61,492
Income tax expense	15	<u>(23,101)</u>	<u>(4,011)</u>
Total comprehensive income for the year		198,431	57,481
Basic earnings per share	21	<u><u>0.0246</u></u>	<u><u>0.0071</u></u>

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The report of the Independent Auditors is set forth on page 1.