

TRAFCO GROUP B.S.C.

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the nine-month period ended 30 September 2014 (Reviewed)

	Notes	Three-month period ended 30 September		Nine-month period ended 30 September	
		2014	2013	2014	2013
		BD	BD	BD	BD
Sales		9,738,181	10,400,190	30,342,963	31,929,717
Cost of sales		(8,058,391)	(8,501,795)	(25,009,890)	(25,954,808)
GROSS PROFIT		1,679,790	1,898,395	5,333,073	5,974,909
Storage income		125,717	99,212	281,335	272,468
Other operating income		40,184	64,033	134,321	140,859
Personnel costs		(760,665)	(782,381)	(2,372,204)	(2,383,668)
Selling and distribution expenses		(444,685)	(525,671)	(1,278,654)	(1,501,430)
General and administrative expenses		(275,894)	(273,076)	(810,837)	(802,410)
Depreciation		(90,950)	(97,441)	(274,136)	(293,601)
Direct operating costs - warehouse		(93,220)	(96,359)	(275,747)	(276,207)
OPERATING PROFIT FROM CONTINUING OPERATIONS		180,277	286,712	737,151	1,130,920
Investment income (net)		73,917	66,438	723,769	402,061
Finance costs		(84,725)	(93,326)	(262,943)	(293,646)
Share of results of an associate		136,672	90,103	230,763	211,850
Foreign exchange gains (losses)		312	3,632	1,843	(4,037)
PROFIT OF THE GROUP FOR THE PERIOD FROM CONTINUING OPERATIONS BEFORE IMPAIRMENT OF AVAILABLE-FOR-SALE INVESTMENTS		306,453	353,559	1,430,583	1,447,148
Impairment of available-for-sale investments		(39,794)	(44,577)	(119,669)	(124,758)
PROFIT OF THE GROUP FOR THE PERIOD FROM CONTINUING OPERATIONS		266,659	308,982	1,310,914	1,322,390
DISCONTINUED OPERATIONS					
Net loss for the period from discontinued operations	4	(29,466)	(12,000)	(87,362)	(36,000)
PROFIT OF THE GROUP FOR THE PERIOD		237,193	296,982	1,223,552	1,286,390
of which loss (profit) attributable to non-controlling interests		37,756	(18,546)	13,510	(105,355)
PROFIT FOR THE PERIOD ATTRIBUTABLE TO TRAFCO EQUITY SHAREHOLDERS		274,949	278,436	1,237,062	1,181,035
BASIC AND DILUTED EARNINGS PER SHARE (FILS)	6	3.5	3.6	15.8	15.1
BASIC AND DILUTED EARNINGS PER SHARE FROM CONTINUING OPERATIONS (FILS)	6	3.9	3.7	16.9	15.6

Ebrahim Mohamed Ali Zainal
Chairman

Yusuf Saleh Abdulla Alsaleh
Vice Chairman


The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

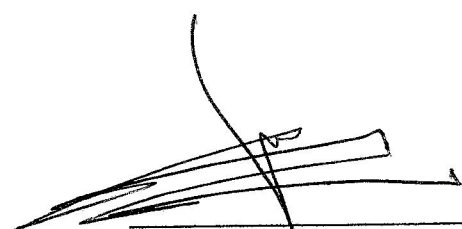
TRAFCO GROUP B.S.C.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine-month period ended 30 September 2014 (Reviewed)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2014 BD	2013 BD	2014 BD	2013 BD
PROFIT OF THE GROUP FOR THE PERIOD	237,193	296,982	1,223,552	1,286,390
OTHER COMPREHENSIVE (LOSS) INCOME				
<i>Other comprehensive (loss) income to be reclassified to the interim consolidated statement of income in subsequent periods:</i>				
Realised gain included in the interim consolidated statement of income upon disposal of available-for-sale investments (net)	(5,683)	(10,154)	(346,237)	(10,154)
Changes in fair value of available-for-sale investments (net)	659,120	834,995	865,165	1,699,835
Changes in fair value of associates' available-for-sale investments	10,768	1,511	55,829	7,564
Foreign currency translation adjustment	(34,192)	6,397	(38,331)	(4,069)
Other comprehensive income that will be reclassified to the interim consolidated statement of income in subsequent periods	630,013	832,749	536,426	1,693,176
TOTAL COMPREHENSIVE INCOME OF THE GROUP FOR THE PERIOD	867,206	1,129,731	1,759,978	2,979,566
of which loss (profit) attributable to non-controlling interests	54,510	(21,681)	32,292	(103,362)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO TRAFCO EQUITY SHAREHOLDERS	921,716	1,108,050	1,792,270	2,876,204


 Ebrahim Mohamed Ali Zainal
 Chairman


 Yusuf Saleh Abdulla Alsaleh
 Vice Chairman

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TRAFICO GROUP B.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2014 (Reviewed)

		30 September 2014 (Reviewed) BD	31 December 2013 (Audited) BD
	Notes		
ASSETS			
Non-current assets			
Property, plant and equipment	7	9,625,859	8,715,594
Investment in an associate		2,186,752	2,089,891
Available-for-sale investments		9,702,294	9,366,836
		<u>21,514,905</u>	<u>20,172,321</u>
Current assets			
Inventories		9,015,678	8,618,723
Trade and other receivables		8,993,016	9,112,810
Bank balances and cash		773,699	1,516,043
		<u>18,782,393</u>	<u>19,247,576</u>
Assets classified as held for liquidation	4	29,467	116,829
TOTAL ASSETS		<u><u>40,326,765</u></u>	<u><u>39,536,726</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital	8	8,067,505	8,067,505
Treasury shares	9	(564,821)	(560,224)
Reserves		15,702,514	14,926,310
Equity attributable to equity holders of the parent		<u>23,205,198</u>	<u>22,433,591</u>
Non-controlling interests		1,242,442	1,274,734
Total equity		<u>24,447,640</u>	<u>23,708,325</u>
Non-current liabilities			
Employees' end of service benefits		1,023,366	982,879
Term loans		1,013,281	990,988
Loan from non-controlling interests		627,000	627,000
		<u>2,663,647</u>	<u>2,600,867</u>
Current liabilities			
Import loans		5,386,777	5,005,317
Trade and other payables		5,270,829	5,205,218
Bank overdrafts		1,811,875	2,055,120
Term loans		745,997	961,879
		<u>13,215,478</u>	<u>13,227,534</u>
Total liabilities		<u>15,879,125</u>	<u>15,828,401</u>
TOTAL EQUITY AND LIABILITIES		<u><u>40,326,765</u></u>	<u><u>39,536,726</u></u>

Ebrahim Mohamed Ali Zainal
Chairman

Yusuf Saleh Abdulla Alsaleh
Vice Chairman

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

TRAFICO GROUP B.S.C.
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine-month period ended 30 September 2014 (Reviewed)

		Nine-month period ended 30 September	
		2014	2013
	Note	BD	BD
OPERATING ACTIVITIES			
Profit of the Group for the period		1,223,552	1,286,390
Adjustments for:			
Investment income (net)		(723,769)	(402,061)
Depreciation		810,685	832,386
Finance costs		262,943	293,646
Provision for employees' end of service benefits		134,696	152,263
Share of results of an associate		(230,763)	(211,850)
Impairment of available-for-sale investments		119,669	124,758
Net loss for the period from discontinued operations	4	87,362	36,000
Allowance for slow moving and obsolete of inventories		5,724	5,746
Allowance (reversal) for impairment of trade receivables		8,690	(33,294)
Gain on disposal of property, plant and equipment		(208)	(24,207)
Operating profit before changes in working capital		1,698,581	2,059,777
Working capital changes:			
Inventories		(402,679)	(1,622,982)
Trade and other receivables		116,358	(528,035)
Trade and other payables		76,197	511,493
Cash generated from operations		1,488,457	420,253
Finance costs paid		(268,488)	(306,562)
Directors' remuneration and charitable donations paid		(90,000)	(86,250)
Employees' end of service benefits paid		(94,209)	(99,897)
Net cash flows from (used in) operating activities		1,035,760	(72,456)
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(1,766,564)	(364,738)
Proceeds from disposal of available-for-sale investments		849,003	64,913
Return of capital of available-for-sale investments		88,885	135,720
Purchase of available-for-sale investments		(561,464)	-
Dividends received		411,146	392,831
Purchase of treasury shares		(4,597)	-
Proceeds from disposal of property, plant and equipment		45,822	138,803
Dividends received from an associate		184,477	184,477
Net cash flows (used in) from investing activities		(753,292)	552,006
FINANCING ACTIVITIES			
Net movements in import loans		381,460	1,297,099
Term loans availed		750,000	500,000
Repayment of term loans		(943,589)	(1,859,552)
Dividends paid		(931,107)	(864,660)
Net cash flows used in financing activities		(743,236)	(927,113)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(460,768)	(447,563)
Foreign currency translation adjustment (net)		(38,331)	(4,069)
Cash and cash equivalents at 1 January		(539,077)	(2,025,651)
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER (a)		(1,038,176)	(2,477,283)

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

TRAFICO GROUP B.S.C.**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

For the nine-month period ended 30 September 2014 (Reviewed)

(a) Cash and cash equivalents comprise of following amounts:

	<i>Nine-month period ended</i>	
	<i>30 September</i>	
	2014	2013
	BD	BD
Bank balances and cash	773,699	603,188
Bank overdrafts	(1,811,875)	(3,080,471)
	<u>(1,038,176)</u>	<u>(2,477,283)</u>

Non-cash items:

- (i) Unclaimed dividends pertaining to prior years amounting to BD 84,959 (30 September 2013: BD 73,247) have been excluded from the movement of trade and other payables above.

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

TRAFICO GROUP B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine-month period ended 30 September 2014 (Reviewed)

	Attributable to equity holders of the parent												
	Share capital BD	Treasury shares BD	Share premium BD	Statutory reserve BD	General reserve BD	Reserves					Total Trafco's equity holders' BD	Non-controlling Interests BD	Total equity BD
						Cumulative changes in fair value BD	Retained earnings - distributable BD	Retained earnings not- distributable BD	Proposed appropriations BD	Total reserves BD			
Balance at 1 January 2014	8,067,505	(560,224)	3,386,502	2,922,778	1,130,000	4,866,982	1,452,098	116,884	1,051,066	14,926,310	22,433,591	1,274,734	23,708,325
Profit (loss) for the period	-	-	-	-	-	-	1,237,062	-	-	1,237,062	1,237,062	(13,510)	1,223,552
Other comprehensive income (loss) for the period	-	-	-	-	-	555,208	-	-	-	555,208	555,208	(18,782)	536,426
Total comprehensive income (loss) for the period	-	-	-	-	-	555,208	1,237,062	-	-	1,792,270	1,792,270	(32,292)	1,759,978
Dividends paid (note 10)	-	-	-	-	-	-	-	-	(1,016,066)	(1,016,066)	(1,016,066)	-	(1,016,066)
Purchase of treasury shares	-	(4,597)	-	-	-	-	-	-	-	-	(4,597)	-	(4,597)
Transfer to general reserve	-	-	-	-	35,000	-	-	-	(35,000)	-	-	-	-
Balance at 30 September 2014	8,067,505	(564,821)	3,386,502	2,922,778	1,165,000	5,422,190	2,689,160	116,884	-	15,702,514	23,205,198	1,242,442	24,447,640
Balance at 1 January 2013	8,067,505	(560,224)	3,386,502	2,770,852	1,100,000	3,070,369	1,168,531	102,690	967,907	12,564,851	20,072,132	1,163,338	21,235,470
Profit for the period	-	-	-	-	-	-	1,181,035	-	-	1,181,035	1,181,035	105,355	1,286,390
Other comprehensive income (loss) for the period	-	-	-	-	-	1,695,169	-	-	-	1,695,169	1,695,169	(1,993)	1,693,176
Total comprehensive income for the period	-	-	-	-	-	1,695,169	1,181,035	-	-	2,876,204	2,876,204	103,362	2,979,566
Dividends paid (note 10)	-	-	-	-	-	-	-	-	(937,907)	(937,907)	(937,907)	-	(937,907)
Transfer to general reserve	-	-	-	-	30,000	-	-	-	(30,000)	-	-	-	-
Balance at 30 September 2013	8,067,505	(560,224)	3,386,502	2,770,852	1,130,000	4,765,538	2,347,566	102,690	-	14,503,148	22,010,429	1,266,700	23,277,129

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.