
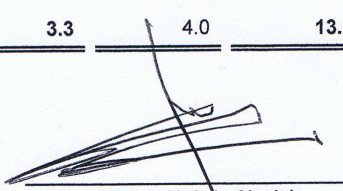


**TRAFCO GROUP B.S.C.**
**INTERIM CONSOLIDATED STATEMENT OF INCOME**

For the period ended 30 June 2014 (Reviewed)

	Notes	Three-month period ended 30 June		Six-month period ended 30 June	
		2014	2013	2014	2013
		BD	BD	BD	BD
Sales		10,466,743	10,741,777	20,604,782	21,529,527
Cost of sales		(8,517,134)	(8,633,352)	(16,951,499)	(17,453,013)
<b>GROSS PROFIT</b>		<b>1,949,609</b>	<b>2,108,425</b>	<b>3,653,283</b>	<b>4,076,514</b>
Storage income		97,492	101,665	155,618	173,256
Other operating income		82,778	46,406	94,137	76,826
Personnel costs		(813,873)	(811,603)	(1,611,539)	(1,601,287)
Selling and distribution expenses		(463,965)	(517,148)	(833,969)	(975,759)
General and administrative expenses		(279,121)	(257,979)	(534,943)	(529,334)
Depreciation		(91,122)	(98,875)	(183,186)	(196,160)
Direct operating costs - warehouse		(93,634)	(93,233)	(182,527)	(179,848)
<b>OPERATING PROFIT FROM CONTINUING OPERATIONS</b>		<b>388,164</b>	<b>477,658</b>	<b>556,874</b>	<b>844,208</b>
Investment income (net)		4,344	3,049	649,852	335,623
Finance costs		(87,778)	(100,141)	(178,218)	(200,320)
Share of results of an associate		53,038	54,869	94,091	121,747
Foreign exchange gains (losses)		1,111	(6,401)	1,531	(7,669)
<b>PROFIT OF THE GROUP FOR THE PERIOD FROM CONTINUING OPERATIONS BEFORE IMPAIRMENT OF AVAILABLE-FOR-SALE INVESTMENTS</b>		<b>358,879</b>	<b>429,034</b>	<b>1,124,130</b>	<b>1,093,589</b>
Impairment of available-for-sale investments		(40,899)	(44,577)	(79,875)	(80,181)
<b>PROFIT OF THE GROUP FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<b>317,980</b>	<b>384,457</b>	<b>1,044,255</b>	<b>1,013,408</b>
<b>DISCONTINUED OPERATIONS</b>					
Net loss for the period from discontinued operations	4	(29,466)	(12,000)	(57,896)	(24,000)
<b>PROFIT OF THE GROUP FOR THE PERIOD</b>		<b>288,514</b>	<b>372,457</b>	<b>986,359</b>	<b>989,408</b>
of which profit attributable to non-controlling interests		(59,173)	(70,641)	(24,246)	(86,809)
<b>PROFIT FOR THE PERIOD ATTRIBUTABLE TO TRAFCO EQUITY SHAREHOLDERS</b>		<b>229,341</b>	<b>301,816</b>	<b>962,113</b>	<b>902,599</b>
<b>BASIC AND DILUTED EARNINGS PER SHARE (FILS)</b>	6	<b>2.9</b>	<b>3.9</b>	<b>12.3</b>	<b>11.5</b>
<b>BASIC AND DILUTED EARNINGS PER SHARE FROM CONTINUING OPERATIONS (FILS)</b>	6	<b>3.3</b>	<b>4.0</b>	<b>13.1</b>	<b>11.9</b>

  
 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 period ended 30 June 2014 (Reviewed)

	Three-month period ended 30 June		Six-month period ended 30 June	
	2014	2013	2014	2013
	BD	BD	BD	BD
<b>PROFIT OF THE GROUP FOR THE PERIOD</b>	<b>288,514</b>	<b>372,457</b>	<b>986,359</b>	<b>989,408</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>				
<i>Other comprehensive loss 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)	-	-	(340,554)	-
Changes in fair value of available-for-sale investments (net)	36,272	1,279,339	206,045	864,840
Changes in fair value of associates' available-for-sale investments	22,096	258	45,061	6,053
Foreign currency translation adjustment	4,536	1,689	(4,139)	(10,466)
<b>Other comprehensive income (loss) that will be reclassified to the interim consolidated statement of income in subsequent periods</b>	<b>62,904</b>	<b>1,281,286</b>	<b>(93,587)</b>	<b>860,427</b>
<b>TOTAL COMPREHENSIVE INCOME OF THE GROUP FOR THE PERIOD</b>	<b>351,418</b>	<b>1,653,743</b>	<b>892,772</b>	<b>1,849,835</b>
of which profit attributable to non-controlling interests	(61,396)	(71,469)	(22,218)	(81,681)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO TRAFCO EQUITY SHAREHOLDERS</b>	<b>290,022</b>	<b>1,582,274</b>	<b>870,554</b>	<b>1,768,154</b>

  
 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 FINANCIAL POSITION**

At 30 June 2014 (Reviewed)

		<b>30 June 2014 (Reviewed) BD</b>	<b>31 December 2013 (Audited) BD</b>
	<i>Notes</i>		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	7	<b>9,790,373</b>	8,715,594
Investment in an associate		<b>2,034,059</b>	2,089,891
Available-for-sale investments		<b>9,140,074</b>	9,366,836
		<b>20,964,506</b>	20,172,321
<b>Current assets</b>			
Inventories		<b>8,080,405</b>	8,618,723
Trade and other receivables		<b>9,298,141</b>	9,112,810
Bank balances and cash		<b>681,016</b>	1,516,043
		<b>18,059,562</b>	19,247,576
Assets classified as held for liquidation	4	<b>58,933</b>	116,829
<b>TOTAL ASSETS</b>		<b>39,083,001</b>	39,536,726
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	8	<b>8,067,505</b>	8,067,505
Treasury shares	9	<b>(564,821)</b>	(560,224)
Reserves		<b>14,780,798</b>	14,926,310
<b>Equity attributable to equity holders of the parent</b>		<b>22,283,482</b>	22,433,591
Non-controlling interests		<b>1,296,952</b>	1,274,734
<b>Total equity</b>		<b>23,580,434</b>	23,708,325
<b>Non-current liabilities</b>			
Term loans		<b>1,179,643</b>	990,988
Employees' end of service benefits		<b>1,014,746</b>	982,879
Loan from non-controlling interests		<b>627,000</b>	627,000
		<b>2,821,389</b>	2,600,867
<b>Current liabilities</b>			
Trade and other payables		<b>4,747,645</b>	5,205,218
Import loans		<b>5,078,436</b>	5,005,317
Bank overdrafts		<b>1,982,914</b>	2,055,120
Term loans		<b>872,183</b>	961,879
		<b>12,681,178</b>	13,227,534
<b>Total liabilities</b>		<b>15,502,567</b>	15,828,401
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>39,083,001</b>	39,536,726

  
 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 period ended 30 June 2014 (Reviewed)

	<i>Note</i>	<i>Six-month period ended 30 June</i>	
		<b>2014</b>	<b>2013</b>
		<b>BD</b>	<b>BD</b>
<b>OPERATING ACTIVITIES</b>			
Profit of the Group for the period		<b>986,359</b>	989,408
Adjustments for:			
Investment income (net)		<b>(649,852)</b>	(335,623)
Depreciation		<b>540,830</b>	556,542
Finance costs		<b>178,218</b>	200,320
Provision for employees' end of service benefits		<b>85,843</b>	105,364
Share of results of an associate		<b>(94,091)</b>	(121,747)
Impairment of available-for-sale investments		<b>79,875</b>	80,181
Net loss for the period from discontinued operations	4	<b>57,896</b>	24,000
Allowance for slow moving and obsolete of inventories		<b>3,816</b>	3,838
Write-off of trade receivables		<b>(121,313)</b>	-
Allowance for impairment of trade receivables		<b>4,942</b>	1,456
Gain on disposal of property, plant and equipment		-	(22,400)
Operating profit before changes in working capital		<b>1,072,523</b>	1,481,339
Working capital changes:			
Inventories		<b>534,502</b>	(2,020,777)
Trade and other receivables		<b>(55,035)</b>	(137,409)
Trade and other payables		<b>(330,406)</b>	636,145
Cash generated from (used in) operations		<b>1,221,584</b>	(40,702)
Finance costs paid		<b>(187,010)</b>	(215,264)
Employees' end of service benefits paid		<b>(53,976)</b>	(57,320)
Net cash flows from (used in) operating activities		<b>980,598</b>	(313,286)
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		<b>(1,648,217)</b>	(266,730)
Proceeds from disposal of available-for-sale investments		<b>753,814</b>	-
Return of capital of available-for-sale investments		<b>79,302</b>	93,752
Purchase of available-for-sale investments		<b>(517,430)</b>	-
Dividends received		<b>343,126</b>	335,623
Purchase of treasury shares		<b>(4,597)</b>	-
Proceeds from disposal of property, plant and equipment		<b>32,608</b>	123,967
Dividends received from an associate		<b>184,477</b>	184,477
Net cash flows (used in) from investing activities		<b>(776,917)</b>	471,089
<b>FINANCING ACTIVITIES</b>			
Net movements in import loans		<b>73,119</b>	1,296,131
Term loans availed		<b>750,000</b>	500,000
Repayment of term loans		<b>(651,041)</b>	(1,313,935)
Dividends paid		<b>(1,134,441)</b>	(835,355)
Net cash flows used in financing activities		<b>(962,363)</b>	(353,159)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(758,682)</b>	(195,356)
Foreign currency translation adjustment (net)		<b>(4,139)</b>	(10,466)
Cash and cash equivalents at 1 January		<b>(539,077)</b>	(2,025,651)
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE (a)</b>		<b>(1,301,898)</b>	(2,231,473)

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



**TRAFCO GROUP B.S.C.**

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

For the period ended 30 June 2014 (Reviewed)

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

	<i>Six-month period ended</i>	
	<i>30 June</i>	
	<b>2014</b>	<b>2013</b>
	<b>BD</b>	<b>BD</b>
Bank balances and cash	<b>681,016</b>	609,490
Bank overdrafts	<b>(1,982,914)</b>	(2,840,963)
	<b><u>(1,301,898)</u></b>	<b><u>(2,231,473)</u></b>

**Non-cash items:**

- (i) Unclaimed dividends pertaining to prior years amounting to BD 118,375 (30 June 2013: BD 102,552) 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.



**TRAFCO GROUP B.S.C.**  
**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
For the period ended 30 June 2014 (Reviewed)

	Attributable to equity holders of the parent												
	Reserves											Total equity BD	
Share capital BD	Treasury shares BD	Share premium BD	Statutory reserve BD	General reserve BD	Cumulative changes in fair value BD	Retained earnings - distributable BD	Retained earnings not-distributable BD	Proposed appropriations BD	Total reserves BD	Trafco's equity holders' BD	Non-controlling interests 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 for the period	-	-	-	-	-	-	962,113	-	-	962,113	962,113	24,246	986,359
Other comprehensive loss for the period	-	-	-	-	-	(91,559)	-	-	-	(91,559)	(91,559)	(2,028)	(93,687)
Total comprehensive (loss) income for the period	-	-	-	-	-	(91,559)	962,113	-	-	870,554	870,554	22,218	892,772
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 June 2014	8,067,505	(564,821)	3,386,502	2,922,778	1,165,000	4,775,423	2,414,211	116,884	-	14,780,798	22,283,482	1,296,952	23,580,434
Balance at 1 January 2013	8,067,505	(560,224)	3,386,502	2,770,852	1,100,000	3,070,369	1,166,531	102,690	967,907	12,564,851	20,072,132	1,163,338	21,235,470
Profit for the period	-	-	-	-	-	-	902,599	-	-	902,599	902,599	86,809	989,408
Other comprehensive income (loss) for the period	-	-	-	-	-	865,555	-	-	-	865,555	865,555	(5,128)	860,427
Total comprehensive income (loss) for the period	-	-	-	-	-	865,555	902,599	-	-	1,768,154	1,768,154	81,681	1,849,835
Dividends paid (note 10)	-	-	-	-	-	-	-	-	(937,907)	(937,907)	(937,907)	-	(937,907)
Transfer to general reserve	-	-	-	-	30,000	-	-	-	(30,000)	-	-	-	-
Balance at 30 June 2013	8,067,505	(560,224)	3,386,502	2,770,852	1,130,000	3,935,924	2,069,130	102,690	-	13,395,098	20,902,379	1,245,019	22,147,398

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