

FOCOL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF JANUARY 31, 2013**

	31-Jan-13	31-Jan-12	31-Jul-12
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents	14,241,935	21,406,223	24,040,789
Accounts receivable, net	21,437,296	24,091,341	23,762,984
Note receivable	35,514	339,988	35,514
Inventories	31,317,559	28,894,472	29,767,574
Investments	324,500	365,000	361,000
Prepaid expenses and sundry assets	1,622,477	2,815,064	2,972,019
Total current assets	<u>68,979,281</u>	<u>77,912,088</u>	<u>80,939,880</u>
NON-CURRENT ASSETS:			
Property, plant and equipment, net	78,581,723	69,954,197	76,409,976
Intangible assets	12,655,020	12,655,020	12,655,020
Total non-current assets	<u>91,236,743</u>	<u>82,609,217</u>	<u>89,064,996</u>
TOTAL ASSETS	<u><u>160,216,024</u></u>	<u><u>160,521,305</u></u>	<u><u>170,004,876</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES:			
Accounts payable and accrued liabilities	35,232,367	37,521,651	40,295,090
Dividends payable	1,701,449	-	1,701,444
Bank overdraft	-	1,921,652	3,977,389
NON-CURRENT LIABILITIES:	<u>36,933,816</u>	<u>39,443,303</u>	<u>45,973,923</u>
Long term debt	-	-	-
Total liabilities	<u>36,933,816</u>	<u>39,443,303</u>	<u>45,973,923</u>
SHAREHOLDERS' EQUITY:			
Share capital	85,072	85,306	85,072
Preference shares	500,000	500,000	500,000
Contributed capital	54,729,450	55,200,598	54,729,450
Revaluation surplus	1,247,389	1,273,739	1,247,389
Retained earnings	62,743,108	59,153,555	62,250,675
Equity attributable to shareholders of the company	<u>119,305,019</u>	<u>116,213,198</u>	<u>118,812,586</u>
NON-CONTROLLING INTEREST	<u>3,977,189</u>	<u>4,864,804</u>	<u>5,218,367</u>
Total equity	<u>123,282,208</u>	<u>121,078,002</u>	<u>124,030,953</u>
TOTAL LIABILITIES AND EQUITY	<u><u>160,216,024</u></u>	<u><u>160,521,305</u></u>	<u><u>170,004,876</u></u>

FOCOL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JANUARY 31, 2013**

	31-Jan-13	31-Jan-12	31-Jul-12
REVENUES	181,956,770	183,213,490	388,862,494
COST OF SALES	<u>(156,512,003)</u>	<u>(157,375,837)</u>	<u>(335,870,752)</u>
Gross profit	25,444,767	25,837,653	52,991,742
Other income	4,807	7,402	15,747
Marketing, administrative and general expenses	(17,027,528)	(15,715,945)	(32,606,452)
Depreciation and amortization	(1,789,262)	(1,495,652)	(3,138,768)
Finance costs	(121,740)	(111,179)	(244,147)
Unrealized gain (loss) on investments	<u>(36,500)</u>	<u>-</u>	<u>(4,000)</u>
NET AND COMPREHENSIVE INCOME	6,474,544	8,522,279	17,014,122
NET INCOME ATTRIBUTABLE TO:			
Shareholders of the company	6,133,794	8,181,964	16,320,244
Non-controlling interest	<u>340,750</u>	<u>340,315</u>	<u>693,878</u>
	<u>6,474,544</u>	<u>8,522,279</u>	<u>17,014,122</u>
EARNINGS PER SHARE	<u>0.14</u>	<u>0.20</u>	<u>0.38</u>

FOCOL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF CASH FLOWS
SIX MONTHS ENDED JANUARY 31, 2013**

	31-Jan-13	31-Jan-12	31-Jul-12
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	6,474,544	8,522,279	17,014,122
Adjustments for:			
Depreciation	1,789,262	1,495,652	3,138,768
Unrealized (gain) loss on investments	36,500	-	4,000
Loss (gain) on disposals of property, plant and equipment	-	-	21,600
Income from operations before working capital changes	8,300,306	10,017,931	20,178,490
(Increase) Decrease in accounts receivable, net	2,410,864	3,480,918	4,073,728
Decrease (Increase) in prepaid expenses and deposits	1,349,542	(117,740)	(293,095)
(Increase) Decrease in inventories	(1,549,985)	4,108,065	3,234,963
Increase (Decrease) in accounts payable and accrued expenses	(5,062,723)	(4,049,471)	(1,276,032)
Increase (Decrease) in dividends payable	5	-	-
Net cash from operating activities	<u>5,448,009</u>	<u>13,439,703</u>	<u>25,918,054</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
(Increase) Decrease in notes receivable	-	22,184	22,186
Proceeds from disposal of property, plant and equipment	-	-	-
Purchase of property, plant and equipment	(3,961,009)	(3,586,089)	(11,688,184)
Net cash used in investing activities	<u>(3,961,009)</u>	<u>(3,563,905)</u>	<u>(11,665,998)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Repayment of long-term debt	-	-	-
Repurchase of ordinary shares	-	(369,691)	(841,072)
Common share dividends paid	(4,083,465)	(4,097,248)	(5,798,296)
Dividends paid to non-controlling shareholders	(1,600,000)	-	-
Preference dividends	(1,625,000)	(1,625,000)	(3,250,000)
Net cash used in financing activities	<u>(7,308,465)</u>	<u>(6,091,939)</u>	<u>(9,889,368)</u>
NET DECREASE IN CASH	(5,821,465)	3,783,859	4,362,688
CASH, BEGINNING OF YEAR	20,063,400	15,700,712	15,700,712
CASH, END OF YEAR	<u>14,241,935</u>	<u>19,484,571</u>	<u>20,063,400</u>
CASH AND CASH EQUIVALENTS IS COMPRISED OF THE FOLLOWING:			
Cash and bank balances	14,241,935	21,406,223	24,040,789
Bank overdraft	-	(1,921,652)	(3,977,389)
	<u>14,241,935</u>	<u>19,484,571</u>	<u>20,063,400</u>
SUPPLEMENTAL INFORMATION :			
Interest paid on bank overdraft and loans	<u>121,470</u>	<u>111,179</u>	<u>244,147</u>
Interest received	<u>4,807</u>	<u>7,402</u>	<u>15,747</u>
Dividends received	<u>-</u>	<u>-</u>	<u>-</u>