

FOCOL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF JANUARY 31, 2015**

	31-Jan-15	31-Jan-14	31-Jul-14
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents	18,463,350	9,410,392	11,880,686
Accounts receivable, net	37,414,472	23,057,433	24,447,458
Note receivable	-	100,223	23,013
Inventories	25,442,943	26,713,856	37,269,605
Investments	255,000	274,000	255,000
Prepaid expenses and sundry assets	1,884,556	1,160,043	3,934,000
Total current assets	<u>83,460,321</u>	<u>60,715,947</u>	<u>77,809,762</u>
NON-CURRENT ASSETS:			
Property, plant and equipment, net	80,274,412	77,095,024	77,970,929
Goodwill and intangible assets	14,938,568	14,938,568	14,938,568
Investment in associate	10,435,328	6,696,449	7,381,838
Due from associate	94,809	58,139	71,539
Total non-current assets	<u>105,743,117</u>	<u>98,788,180</u>	<u>100,362,874</u>
TOTAL ASSETS	<u><u>189,203,438</u></u>	<u><u>159,504,127</u></u>	<u><u>178,172,636</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES:			
Bank overdraft	6,715,888	2,343,754	7,925,437
Accounts payable and accrued liabilities	40,891,510	26,706,637	40,125,413
Dividends payable	1,701,444	1,701,444	1,701,444
Current portion of long-term debt	391,669	368,388	379,794
NON-CURRENT LIABILITIES:	49,700,511	31,120,223	50,132,088
Long term debt	11,628,299	4,019,954	3,826,565
Total liabilities	<u>61,328,810</u>	<u>35,140,177</u>	<u>53,958,653</u>
SHAREHOLDERS' EQUITY:			
Share capital	85,072	85,072	85,072
Preference shares	500,000	500,000	500,000
Contributed capital	54,729,450	54,729,450	54,729,450
Revaluation surplus	1,194,689	1,221,039	1,194,689
Retained earnings	71,365,417	67,828,389	67,704,772
Total equity	<u>127,874,628</u>	<u>124,363,950</u>	<u>124,213,983</u>
TOTAL LIABILITIES AND EQUITY	<u><u>189,203,438</u></u>	<u><u>159,504,127</u></u>	<u><u>178,172,636</u></u>

FOCOL HOLDINGS LIMITED**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
SIX MONTHS ENDED JANUARY 31, 2015**

	31-Jan-15	31-Jan-14	31-Jul-14
REVENUES	181,864,385	179,848,429	380,108,510
COST OF SALES	<u>(148,238,411)</u>	<u>(153,305,213)</u>	<u>(325,537,268)</u>
Gross profit	33,625,974	26,543,216	54,571,242
Equity income	567,697	514,574	946,246
Other income	9,716	8,113	12,930
Marketing, administrative and general expenses	(22,295,061)	(19,107,679)	(40,438,938)
Depreciation and amortization	(2,236,852)	(1,857,829)	(3,718,125)
Finance costs	(386,185)	(302,727)	(678,760)
Unrealized gain (loss) on investments	-	(1,000)	(20,000)
NET AND COMPREHENSIVE INCOME	<u>9,285,289</u>	<u>5,796,668</u>	<u>10,674,595</u>

FOCOL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF CASH FLOWS
SIX MONTHS ENDED JANUARY 31, 2015**

	31-Jan-15	31-Jan-14	31-Jul-14
CASH FLOWS FROM OPERATING ACTIVITIES:			
Net income	9,285,289	5,796,668	10,674,595
Adjustments for:			
Depreciation	2,236,852	1,857,829	3,718,125
Equity income from associate	(567,697)	(514,574)	(946,246)
Unrealized (gain) loss on investments	-	1,000	20,000
Loss (gain) on disposals of property, plant and equipment	-	-	557,518
Income from operations before working capital changes	10,954,444	7,140,923	14,023,992
(Increase) Decrease in accounts receivable, net	(12,818,986)	148,526	(1,406,928)
Decrease (Increase) in prepaid expenses and deposits	2,049,444	1,709,573	(1,082,780)
(Increase) Decrease in inventories	11,826,662	9,059,426	(1,496,323)
Increase (Decrease) in accounts payable and accrued expenses	766,097	(14,001,571)	(582,795)
Increase (Decrease) in dividends payable	-	(5)	-
Net cash from operating activities	<u>12,777,661</u>	<u>4,056,872</u>	<u>9,455,166</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
(Increase) in investment in of subsidiaries	(2,550,000)	-	-
(Increase) Decrease in due to associate	(23,270)	-	(13,400)
(Increase) Decrease in notes receivable	23,013	49,964	127,174
Purchase of property, plant and equipment	(4,540,335)	(2,538,347)	(5,813,670)
Net cash used in investing activities	<u>(7,090,592)</u>	<u>(2,488,383)</u>	<u>(5,699,896)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Common share dividends paid	(4,083,465)	(4,083,465)	(7,486,364)
Repayment of long-term debt	(186,391)	(86,950)	(357,221)
Increase in long-term debt	8,000,000	-	-
Preference dividends	(1,625,000)	(1,625,000)	(3,250,000)
Net cash used in financing activities	<u>2,105,144</u>	<u>(5,795,415)</u>	<u>(11,093,585)</u>
NET DECREASE IN CASH	7,792,213	(4,226,926)	(7,338,315)
CASH, BEGINNING OF YEAR	<u>3,955,249</u>	<u>11,293,564</u>	<u>11,293,564</u>
CASH, END OF YEAR	<u><u>11,747,462</u></u>	<u><u>7,066,638</u></u>	<u><u>3,955,249</u></u>
CASH AND CASH EQUIVALENTS IS COMPRISED OF THE FOLLOWING:			
Cash and bank balances	18,463,350	9,410,392	11,880,686
Bank overdraft	(6,715,888)	(2,343,754)	(7,925,437)
	<u>11,747,462</u>	<u>7,066,638</u>	<u>3,955,249</u>
SUPPLEMENTAL INFORMATION :			
Interest paid on bank overdraft and loans	<u>386,185</u>	<u>302,727</u>	<u>678,760</u>
Interest received	<u>3,716</u>	<u>2,113</u>	<u>12,930</u>
Dividends received	<u>6,000</u>	<u>6,000</u>	<u>-</u>