

**REPORT ON MATERIAL EVENTS & SIGNIFICANT CHANGES FOR THE PERIOD OF  
NINE MONTHS ENDED ON 30 SEPTEMBER 2017**

**MATERIAL EVENTS**

In the annual general meeting of the company held on 13 March 2017 the shareholders declared 10% bonus shares (1 share for every 10 shares held) for the year ended on 31 December 2016.

Company's new compost plant in Thumrait and new growing rooms in Barka have been commissioned on trial basis. Full impact on operations will be seen from last quarter of this year.

**MATERIAL CHANGES IN FIGURES**

**Sales** – During the period the company achieved a sales turnover of RO 4.807 million compared to RO 4.572 million for the same period last year, an increase of 5%.

**Gross Profit** – During the period the company made a Gross Profit of RO 1.714 million compared to a Gross Profit of RO 1.711 million for the same period last year, with no significant change.

**Selling & Distribution Expenses** – During the period the company incurred RO 526,000 as Selling & distribution expenses compared to RO 466,000 for the same period last year, an increase of 13%.

**General & Administration Expenses** – During the period the company incurred RO 578,000 as General & administration expenses compared to RO 583,000 for the same period last year, with no significant change.

**Profit before tax** – During the period the company earned Profit before tax of RO 203,000 compared to Profit before tax of RO 234,000 for the same period last year, a decrease of 13%.

**Income tax** – During the period Company provided Income tax of RO 57,000 compared to RO 24,000 provided for the same period last year, an increase of 136% due to increase in tax rates and removal of minimum exempt income.

**Total Comprehensive Income ( after tax )** – During the period the company earned a total Comprehensive Income (after tax) of RO 146,000 compared to a total Comprehensive Income (after tax) of RO 210,000 for the same period last year, a decrease of 31%.

**Chief Executive Officer**

## Unaudited Statement of financial position

	Notes	30 Sep 2017	30 Sep 2016
		RO	RO
<b>Non-current assets</b>		<b>13,589,777</b>	<b>10,216,271</b>
		<u>13,589,777</u>	<u>10,216,271</u>
<b>Current assets</b>			
Inventories	1	959,671	601,732
Receivables & Prepayments	2	1,429,630	1,043,002
Bank and Cash		251,557	141,231
		<u>2,640,858</u>	<u>1,785,965</u>
<b>Total current assets</b>		<b>2,640,858</b>	<b>1,785,965</b>
		<u>2,640,858</u>	<u>1,785,965</u>
<b>Total assets</b>		<b>16,230,635</b>	<b>12,002,236</b>
		<u>16,230,635</u>	<u>12,002,236</u>
<b>Current liabilities</b>			
Bank overdraft/Wakala		867,472	262,716
Term loans	3	553,667	402,740
Trade and other creditors		1,237,287	906,978
Taxation		53,661	51,652
		<u>2,712,087</u>	<u>1,624,086</u>
<b>Total current liabilities</b>		<b>2,712,087</b>	<b>1,624,086</b>
		<u>2,712,087</u>	<u>1,624,086</u>
<b>Non-current liabilities</b>			
Term loans	3	6,772,217	3,901,604
Deferred Tax	4	358,902	320,004
End of service benefits		257,191	229,232
		<u>7,388,310</u>	<u>4,450,840</u>
<b>Total non-current liabilities</b>		<b>7,388,310</b>	<b>4,450,840</b>
		<u>7,388,310</u>	<u>4,450,840</u>
<b>Total liabilities</b>		<b>10,100,397</b>	<b>6,074,926</b>
		<u>10,100,397</u>	<u>6,074,926</u>
<b>Net Assets</b>		<b>6,130,238</b>	<b>5,927,310</b>
		<u>6,130,238</u>	<u>5,927,310</u>
<b>Shareholders' funds</b>			
Share capital		3,782,297	3,438,452
Legal Reserve		662,122	636,842
Special Reserves		12,405	12,405
Revaluation Reserve		1,462,756	1,462,756
Accumulated Profit		210,658	376,855
		<u>6,130,238</u>	<u>5,927,310</u>
<b>Total shareholders' equity</b>	9	<b>6,130,238</b>	<b>5,927,310</b>
		<u>6,130,238</u>	<u>5,927,310</u>
<b>Net assets per share (RO)</b>	8	<b>0.162</b>	<b>0.172</b>

**Unaudited Statement of comprehensive Income  
for Nine months ended 30 September 2017**

	Notes	<b>9 months ended 30 Sep 2017 RO</b>	9 months ended 30 Sep 2016 RO
<b>Turnover/Revenue</b>		<b>4,806,670</b>	<b>4,572,455</b>
Direct Expenses		<b>(3,092,848)</b>	<b>(2,861,208)</b>
<b>Gross profit</b>		<b>1,713,822</b>	<b>1,711,247</b>
Selling & distribution exp.		<b>(525,662)</b>	<b>(465,506)</b>
Indirect expenses		<b>(577,989)</b>	<b>(582,672)</b>
Other Income		<b>1,956</b>	<b>24,429</b>
<b>Profit before depreciation &amp; net financing costs</b>		<b>612,127</b>	<b>687,498</b>
Depreciation		<b>(381,997)</b>	<b>(422,483)</b>
<b>Profit before net financing costs</b>		<b>230,130</b>	<b>265,015</b>
Net financing costs	3	<b>(27,077)</b>	<b>(30,579)</b>
<b>Profit before tax</b>		<b>203,053</b>	<b>234,436</b>
<b>Income tax</b>	4	<b>(57,107)</b>	<b>(24,182)</b>
<b>Profit for the period</b>		<b>145,946</b>	<b>210,254</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>145,946</b>	<b>210,254</b>
<b>Profit per share ( RO )</b>	7	<b>0.004</b>	<b>0.006</b>