

REPORT ON MATERIAL EVENTS & SIGNIFICANT CHANGES FOR THE PERIOD OF NINE MONTHS ENDED ON 30 SEPTEMBER 2019

MATERIAL EVENTS

In the annual general meeting of the company held on 13 March 2019 the shareholders declared cash dividend at 5% of paid up share capital (RO 0.005 per share) for the year ended on 31 December 2018.

MATERIAL CHANGES IN FIGURES

Sales – During the period the company achieved a sales turnover of RO 5.659 million compared to RO 5.626 million for the same period last year, an increase of 1%.

Gross Profit – During the period the company made a Gross Profit of RO 2.657 million compared to a Gross Profit of RO 2.598 million for the same period last year, an increase of 2%.

Selling & Distribution Expenses – During the period the company incurred RO 788,000 as Selling & distribution expenses compared to RO 777,000 for the same period last year, an increase of 1%.

General & Administration Expenses – During the period the company incurred RO 671,000 as General & administration expenses compared to RO 671,000 for the same period last year, without any change.

Profit before tax – During the period the company earned Profit before tax of RO 409,000 compared to Profit before tax of RO 268,000 for the same period last year, an increase of 53%.

Income tax – During the period Company provided Income tax of RO 65,000 compared to RO 42,000 provided for the same period last year, an increase of 55%.

Total Comprehensive Income (after tax) – During the period the company earned a total Comprehensive Income (after tax) of RO 344,000 compared to a total Comprehensive Income (after tax) of RO 226,000 for the same period last year, an increase of 52%.

Chief Executive Officer

Gulf Mushroom Products Company SAOG

Unaudited Statement of financial position as at

	Notes	30-09-19 RO	30-09-18 RO
Non-current sssets		<u>13,488,618</u>	<u>13,927,640</u>
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Current assets			
Inventories	1	1,112,048	1,143,910
Receivables & Prepayments	2	1,250,229	1,495,898
Bank and Cash		<u>473,086</u>	<u>394,443</u>
Total current assets		<u>2,835,363</u>	<u>3,034,251</u>
Total assets		<u>16,323,981</u>	<u>16,961,891</u>
Current liabilities			
Bank overdraft/Wakala		345,349	472,447
Term loans	3	1,420,276	1,207,751
Trade & Other creditors		1,107,479	1,301,928
Taxation		<u>41,093</u>	<u>19,384</u>
Total current liabilities		<u>2,914,197</u>	<u>3,001,510</u>
Non-current liabilities			
Term loans	3	5,785,135	6,705,412
Deferred Tax	4	485,448	450,509
Lease liability		30,329	
End of service benefits		<u>274,110</u>	<u>290,166</u>
Total non-current liabilities		<u>6,575,022</u>	<u>7,446,087</u>
Total liabilities		<u>9,489,219</u>	<u>10,447,597</u>
Net Assets		<u>6,834,762</u>	<u>6,514,294</u>
Shareholders' funds			
Share capital		3,782,297	3,782,297
Legal Reserve		751,485	700,527
Special Reserves		12,405	12,405
Revaluation Reserve		1,412,890	1,412,890
Accumulated Profit		<u>875,685</u>	<u>606,175</u>
Total shareholders' equity	9	<u>6,834,762</u>	<u>6,514,294</u>
Net assets per share (RO)	8	0.181	0.172

Gulf Mushroom Products Company SAOG

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

	Notes	9 Months ended 30-09-19 RO	9 Months ended 30-09-18 RO
Turnover/Revenue		5,659,008	5,626,049
Direct Expenses		(3,001,800)	(3,028,392)
Selling & distribution expense	1	(788,335)	(776,716)
Indirect expenses	2	(671,112)	(670,884)
Other Income		25,522	20,806
Profit before depreciation & net financing costs		1,223,283	1,170,863
Depreciation		(549,569)	(597,271)
Profit before net financing costs		673,714	573,592
Net financing costs	3	(264,658)	(305,513)
Profit before tax		409,056	268,079
Income tax	4	(65,136)	(41,658)
Profit for the period		343,920	226,421
Other comprehensive income			
Total comprehensive income for the period		343,920	226,421
Profit per share (RO)	7	0.009	0.006