

# **A'Saffa Foods SAOG**

## **Director's Report for the First Half Results – Year 2021**

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**Dear Shareholders,**

On behalf of the Board of Directors of A'Saffa Foods SAOG, I am pleased to present you the unaudited financial results for 1<sup>st</sup> Half ended 30<sup>th</sup> June 2021.

### **Performance Review**

Sales for the 1<sup>st</sup> half ended 30<sup>th</sup> June 2021 was RO 18,129,875/- as compared to RO 16,220,065/- during the same period of 2020 and reported a net loss of RO 120,410/- during 1<sup>st</sup> Half of 2021 as compared to net profit of RO 1,114,047/- for the same period of 2020.

The main reason for the loss is the cheap influx of the imported Chicken, the exorbitant increase of the Feed raw material prices and the increase of the cost of Electricity.

The imported Chicken is being dumped into the local market because of the restrictions imposed by the other markets. This situation is challenging the increase of sales and maintaining the sales prices.

The Feed raw material prices had increased by 50% for the major ingredient of the feed.

Moreover, the Electricity from the supplier grid is not stable, therefore we have to run the project through the diesel run generators which has increased the cost.

We would like to express our sincere gratitude to His Majesty Sultan Haitham bin Tariq Al Said for the encouragement and support given by his Government and pray to Almighty ALLAH(swt) to provide Oman and its people peace and prosperity under His Majesty's wise leadership.

We also take this opportunity to thank all customers, shareholders and staff for their continued support and confidence in the Company.

Chairman

# A'SAFFA FOODS SAOG

## STATEMENT OF FINANCIAL POSITION

At 30th.June 2021

	Note	Parent Company		Group	
		2021	2020	2021	2020
		RO	RO	RO	RO
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	12	59,427,623	14,587,428	67,016,804	22,316,568
ROU Assets		1,354,627	1,084,637	1,955,216	1,536,818
Capital Advances / CWIP		-	40,817,218	606,468	41,393,183
Intangible assets	13	-	1,410	9,979	24,991
Investments in subsidiaries	14	2,950,000	2,950,000	-	-
Investment in associates	15	9,132,184	6,387,538	9,132,184	6,387,538
Investment	16	47,671	47,671	47,671	47,671
		<b>72,912,105</b>	<b>65,875,902</b>	<b>78,768,322</b>	<b>71,706,769</b>
<b>Current assets</b>					
Inventories	17	10,146,445	4,777,090	11,145,386	5,625,409
Biological assets	18	2,710,625	1,566,375	2,710,625	1,566,375
Trade and other receivables	19	10,613,146	10,562,220	10,570,167	10,239,710
Term deposits	21	2,000,000	2,000,000	2,000,000	2,000,000
Cash and bank balances	20	94,394	322,492	275,157	375,610
		<b>25,564,610</b>	<b>19,228,177</b>	<b>26,701,335</b>	<b>19,807,104</b>
<b>TOTAL ASSETS</b>		<b>98,476,715</b>	<b>85,104,079</b>	<b>105,469,657</b>	<b>91,513,873</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
Share capital		12,000,000	12,000,000	12,000,000	12,000,000
Legal reserves		4,000,000	4,000,000	4,359,596	4,185,955
Retained earnings		21,799,003	23,801,784	24,839,166	26,189,256
<b>TOTAL EQUITY</b>		<b>37,799,003</b>	<b>39,801,784</b>	<b>41,198,762</b>	<b>42,375,211</b>
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Term Loan	22	34,626,671	30,928,031	35,480,707	32,028,413
Lease Liability (IFRS 16)	23	1,251,032	875,457	1,942,958	1,399,253
End of service benefits		992,745	900,547	1,065,794	956,478
Deferred tax liabilities		633,677	632,438	828,047	826,807
		<b>37,504,125</b>	<b>33,336,473</b>	<b>39,317,506</b>	<b>35,210,951</b>
<b>Current liabilities</b>					
Borrowings	22	14,219,320	5,085,141	15,313,404	6,166,720
Lease Liability (IFRS 16)	23	179,803	251,606	183,803	285,810
Trade and other payables	24	8,774,464	6,629,075	9,456,182	7,475,181
		<b>23,173,587</b>	<b>11,965,822</b>	<b>24,953,389</b>	<b>13,927,711</b>
<b>TOTAL LIABILITIES</b>		<b>60,677,712</b>	<b>45,302,295</b>	<b>64,270,895</b>	<b>49,138,662</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>98,476,715</b>	<b>85,104,079</b>	<b>105,469,657</b>	<b>91,513,873</b>
<b>Net assets per share (RO)</b>	25	<b>Page 2 0.315</b>	<b>0.332</b>	<b>0.343</b>	<b>0.353</b>

# A'SAFFA FOODS SAOG

## STATEMENT OF COMPREHENSIVE INCOME

For the Period 01 January To 30 June 2021

	Note	Parent Company		Group	
		2021	2020	2021	2020
		RO	RO	RO	RO
Revenue From Contracts with Customers		<b>17,849,476</b>	15,940,829	<b>18,129,875</b>	16,220,065
Cost of sales	4	<b>(13,070,535)</b>	(11,187,754)	<b>(12,609,767)</b>	(10,640,004)
<b>Gross profit</b>		<b>4,778,941</b>	4,753,075	<b>5,520,108</b>	5,580,061
Selling and distribution expenses	5	<b>(3,244,032)</b>	(2,789,421)	<b>(3,244,032)</b>	(2,789,421)
General and administrative expenses	6	<b>(1,063,846)</b>	(997,347)	<b>(1,248,634)</b>	(1,214,637)
Other income	7	-	-	-	-
<b>Profit before interest &amp; tax</b>		<b>471,063</b>	966,307	<b>1,027,442</b>	1,576,003
Finance income	9	<b>32,303</b>	46,516	<b>32,303</b>	46,516
Finance cost	9	<b>(981,644)</b>	(241,596)	<b>(1,026,308)</b>	(295,360)
Finance cost (net)	9	<b>(949,341)</b>	(195,080)	<b>(994,005)</b>	(248,844)
		-	-	-	-
Share of loss from associates	15	<b>(77,090)</b>	(14,941)	<b>(77,090)</b>	(14,941)
<b>Profit/(Loss)before tax</b>		<b>(555,368)</b>	756,286	<b>(43,653)</b>	<b>1,312,218</b>
Taxation					
Current Tax	10	-	(114,781)	<b>(76,757)</b>	(198,171)
<b>Profit/(Loss) and total comprehensive income .</b>		<b>(555,368)</b>	641,505	<b>(120,410)</b>	1,114,047
<b>Basic earnings/ (Loss) per share (RO)</b>	11	<b>(0.005)</b>	0.005	<b>(0.001)</b>	0.009

**A'SAFFA FOODS SAOG**  
**STATEMENT OF CASH FLOWS**  
As on 30 June 2021

	Note	Parent Company		Group	
		2021	2020	2021	2020
		RO	RO	RO	RO
<b>OPERATING ACTIVITIES</b>					
Net cash generated from operating activities	26	(4,305,855)	(1,026,727)	(3,588,439)	(661,271)
Net Finance Cost	9	(949,341)	(195,080)	(999,294)	(248,844)
<b>Net cash generated from operating activities</b>		<b>(5,255,196)</b>	<b>(1,221,807)</b>	<b>(4,587,733)</b>	<b>(910,115)</b>
<b>Cash flow from investing activities</b>					
Purchase of property, plant and equipment		(2,899,618)	(5,471,045)	(3,249,681)	(5,870,082)
<b>Net cash used in investing activities</b>		<b>(2,899,618)</b>	<b>(5,471,045)</b>	<b>(3,249,681)</b>	<b>(5,870,082)</b>
<b>Cash flow from financing activities</b>					
Net movement in term loan		9,264,761	5,544,491	8,965,278	5,557,269
Dividend paid		(2,400,000)	-	(2,400,000)	-
<b>Net cash used in financing activities</b>		<b>6,864,761</b>	<b>5,544,491</b>	<b>6,565,278</b>	<b>5,557,269</b>
<b>Net change in cash &amp; cash equivalents</b>		<b>(1,290,053)</b>	<b>(1,148,361)</b>	<b>(1,272,136)</b>	<b>(1,222,928)</b>
Cash and cash equivalents at beginning of the year		(820,096)	(796,298)	(1,133,226)	(1,242,680)
<b>CASH AND CASH EQUIVALENTS AT 30 June 2021</b>		<b>(2,110,149)</b>	<b>(1,944,659)</b>	<b>(2,405,362)</b>	<b>(2,465,608)</b>
<b>Cash and cash equivalents comprise of following:</b>					
Bank overdrafts	22	(2,204,543)	(2,267,151)	(2,680,519)	(2,841,218)
Cash and bank balances	20	94,394	322,492	275,157	375,610
		<b>(2,110,149)</b>	<b>(1,944,659)</b>	<b>(2,405,362)</b>	<b>(2,465,608)</b>

# A'SAFFA FOODS SAOG

## STATEMENT OF CHANGES IN EQUITY

As on 30 June 2021

	Share capital RO	Legal reserves RO	Retained earning RO	Total RO
<b>Parent Company:</b>				
As at 1 January 2020	12,000,000	4,000,000	23,160,279	39,160,279
Profit and total comprehensive income for the year	-	-	641,505	641,505
Dividend paid	-	-	-	-
At 30 June 2020	<u>12,000,000</u>	<u>4,000,000</u>	<u>23,801,784</u>	<u>39,801,784</u>
<b>Group:</b>				
As at 1 January 2020	12,000,000	4,231,319	25,048,745	41,280,064
Profit and total comprehensive income for the year	-	-	1,095,147	1,095,147
Dividend paid	-	-	-	-
Transfer to legal reserve	-	(45,364)	45,364	-
At 30 June 2020	<u>12,000,000</u>	<u>4,185,955</u>	<u>26,189,256</u>	<u>42,375,211</u>
<b>Parent company:</b>				
As at 1 January 2021	<b>12,000,000</b>	<b>4,000,000</b>	<b>24,754,371</b>	<b>40,754,371</b>
Profit /(loss) and total comprehensive income for the year			<b>(555,368)</b>	<b>(555,368)</b>
Dividend paid			<b>(2,400,000)</b>	<b>(2,400,000)</b>
At 30 June 2021	<u><b>12,000,000</b></u>	<u><b>4,000,000</b></u>	<u><b>21,799,003</b></u>	<u><b>37,799,003</b></u>
<b>Group:</b>				
As at 1 January 2021	<b>12,000,000</b>	<b>4,316,101</b>	<b>27,403,071</b>	<b>43,719,172</b>
Profit /(loss) and total comprehensive income for the year			<b>(120,410)</b>	<b>(120,410)</b>
Dividend paid			<b>(2,400,000)</b>	<b>(2,400,000)</b>
Transfer to legal reserve		<b>43,495</b>	<b>(43,495)</b>	<b>-</b>
At 30 June 2021	<u><b>12,000,000</b></u>	<u><b>4,359,596</b></u>	<u><b>24,839,166</b></u>	<u><b>41,198,762</b></u>

**A'SAFFA FOODS SAOG**  
**NOTES TO THE FINANCIAL STATEMENTS**  
From January To June 2021

**4 COST OF SALES**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Cost of materials consumed	<b>8,032,174</b>	7,261,739	<b>6,615,721</b>	5,788,471
Employee related costs (note 8)	<b>2,383,737</b>	2,209,427	<b>2,793,526</b>	2,628,632
Depreciation (note 12)	<b>1,111,864</b>	518,662	<b>1,310,168</b>	699,620
Fuel expenses	<b>880,885</b>	428,731	<b>999,960</b>	548,439
Amortisation (note 13)	-	2,245	<b>6,745</b>	8,010
Depreciation on ROU	<b>19,069</b>	17,885	<b>38,511</b>	33,767
Other direct expenses	<b>642,806</b>	749,065	<b>845,136</b>	933,065
	<b><u>13,070,535</u></b>	<u>11,187,754</u>	<b><u>12,609,767</u></b>	<u>10,640,004</u>

**5 SELLING AND DISTRIBUTION EXPENSES**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Transportation costs	<b>717,297</b>	599,243	<b>717,297</b>	599,243
Employee related costs (note 8)	<b>973,947</b>	964,985	<b>973,947</b>	964,985
Rent and storage expenses	<b>989,192</b>	674,027	<b>989,192</b>	674,027
Advertisement and sales promotion	<b>292,657</b>	265,470	<b>292,657</b>	265,470
Insurance	<b>29,298</b>	45,183	<b>29,298</b>	45,183
Communication	<b>11,385</b>	12,032	<b>11,385</b>	12,032
Depreciation on property plant & equipment (note 11)	<b>12,500</b>	12,435	<b>12,500</b>	12,435
Depreciation on ROU	<b>155,624</b>	138,768	<b>155,624</b>	138,768
Amortisation (note 13)	-	2,245	-	2,245
Miscellaneous	<b>62,132</b>	75,033	<b>62,132</b>	75,033
	<b><u>3,244,032</u></b>	<u>2,789,421</u>	<b><u>3,244,032</u></b>	<u>2,789,421</u>

**6 GENERAL AND ADMINISTRATIVE EXPENSES**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Employee related costs (note 8)	<b>615,610</b>	597,380	<b>749,231</b>	738,161
Depreciation (note 12)	<b>81,000</b>	80,780	<b>98,852</b>	113,711
Rent	<b>56,111</b>	56,065	<b>56,111</b>	56,065
Directors' remuneration (note 32d)	<b>25,436</b>	25,000	<b>25,436</b>	25,000
Printing and stationery	<b>296</b>	6,895	<b>448</b>	7,138
Contributions for social causes	<b>25,000</b>	25,000	<b>25,000</b>	25,000
Business travel and meeting expenses	<b>7,465</b>	12,567	<b>7,465</b>	12,567
Professional and consultancy fees	<b>60,760</b>	40,108	<b>71,941</b>	47,800
Amortisation (note 13)	-	2,245	-	3,262
Directors' meeting attendance fees (note 32d)	<b>25,436</b>	20,610	<b>27,136</b>	22,560
Provision for expected credit losses (note 19)	-	(18,472)	-	(18,472)
Communication	<b>12,825</b>	16,384	<b>12,825</b>	16,384
Registration and renewals	<b>17,464</b>	15,382	<b>18,172</b>	18,963
Repairs and maintenance	<b>11,461</b>	8,670	<b>11,461</b>	8,670
Vehicle expenses	<b>15,986</b>	12,751	<b>15,986</b>	12,751
Foreign exchange loss	<b>37,751</b>	30,631	<b>43,041</b>	32,239
Miscellaneous	<b>71,245</b>	65,351	<b>85,529</b>	92,838
	<b><u>1,063,846</u></b>	<u>997,347</u>	<b><u>1,248,634</u></b>	<u>1,214,637</u>

**A'SAFFA FOODS SAOG**  
**NOTES TO THE FINANCIAL STATEMENTS**  
From January To June 2021

**7 OTHER OPERATING INCOME**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Miscellaneous	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**8 EMPLOYEE RELATED COSTS**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Salaries, wages and other benefits	3,619,249	3,335,618	4,127,976	3,866,046
Leave salary	211,000	236,080	233,979	254,856
Air passage	41,945	62,094	46,585	66,404
End of service benefits	101,100	138,000	108,164	144,472
	<u>3,973,294</u>	<u>3,771,792</u>	<u>4,516,704</u>	<u>4,331,778</u>

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Cost of sales (note 4)	2,383,737	2,209,427	2,793,526	2,628,632
Selling and distribution expenses (note 5)	973,947	964,985	973,947	964,985
General and administrative expenses (note 6)	615,610	597,380	749,231	738,161
	<u>3,973,294</u>	<u>3,771,792</u>	<u>4,516,704</u>	<u>4,331,778</u>

**9 FINANCE INCOME / (COSTS) - NET**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
(a) Interest expenses:				
- on bank overdraft	44,702	51,666	58,366	64,905
	<u>44,702</u>	<u>51,666</u>	<u>58,366</u>	<u>64,905</u>
Financing cost on Islamic	-	-	-	-
Financing cost on Islamic finance lease	884,652	147,229	908,878	176,517
Foreign exchange loss	-	-	-	-
On lease liabilities (note 23) IFRS 16	52,290	42,701	59,064	53,938
Interest expenses - net	<u>981,644</u>	<u>241,596</u>	<u>1,026,308</u>	<u>295,360</u>
(b) Interest Income:				
Interest income on deposits	(32,303)	(46,516)	(32,303)	(46,516)
Interest income	<u>(32,303)</u>	<u>(46,516)</u>	<u>(32,303)</u>	<u>(46,516)</u>
Finance income /(costs) - net	<u>949,341</u>	<u>195,080</u>	<u>994,005</u>	<u>248,844</u>

**10 TAXATION**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Current tax	-	114,781	76,757	198,171
	<u>-</u>	<u>114,781</u>	<u>76,757</u>	<u>198,171</u>

**A'SAFFA FOODS SAOG**  
**NOTES TO THE FINANCIAL STATEMENTS**  
From January To June 2021

**11 BASIC EARNINGS PER SHARE**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Profit attributable to shareholders (RO)	<b>(555,368)</b>	641,505	<b>(120,410)</b>	1,114,046
Weighted average number of shares outstanding	<b>120,000,000</b>	120,000,000	<b>120,000,000</b>	120,000,000
Basic earnings /Loss)per share (RO)	<b>-0.005</b>	0.005	<b>-0.001</b>	0.009

**12 PROPERTY, PLANT AND EQUIPMENT**

(a) Depreciation is allocated as follows:

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Cost of Sales (note 4)	<b>1,111,864</b>	518,662	<b>1,310,168</b>	699,620
General & Administrative expenses ( note 6)	<b>81,000</b>	80,780	<b>98,852</b>	113,711
Selling and distribution expenses (note 5)	<b>12,500</b>	12,435	<b>12,500</b>	12,435
	<b>1,205,364</b>	611,877	<b>1,421,520</b>	825,766

**13 INTANGIBLE ASSETS**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Cost				
At 1 January	<b>510,820</b>	510,820	<b>578,828</b>	578,828
Addition for the year	-	-	-	-
At 30 June	<b>510,820</b>	510,820	<b>578,828</b>	578,828
Accumulated amortisation				
At 1 January	<b>510,820</b>	502,675	<b>562,104</b>	540,320
Charge for the year	-	6,735	<b>6,745</b>	13,517
At 30 June	<b>510,820</b>	509,410	<b>568,849</b>	553,837
Net book amount				
At 30 June	-	1,410	<b>9,979</b>	24,991

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Cost of sales (note 4)	-	2,245	<b>6,745</b>	8,010
Selling and distribution expenses (note 5)	-	2,245	-	2,245
General and administrative expenses (note 6)	-	2,245	-	3,262
	-	6,735	<b>6,745</b>	13,517



**A'SAFFA FOODS SAOG**  
**NOTES TO THE FINANCIAL STATEMENTS**  
From January To June 2021

**14 INVESTMENT IN SUBSIDIARIES**

	% holding	Year of incorporation	Parent Company	
			2021 RO	2020 RO
A'Saffa Food Processing LLC	100%	2011	<b>1,350,000</b>	1,350,000
A'Saffa Logistics LLC	100%	2014	<b>1,600,000</b>	1,600,000
			<b><u>2,950,000</u></b>	<u>2,950,000</u>

**15 INVESTMENT IN ASSOCIATES**

	2021		2020	
	%	RO	%	RO
Osool Poultry SAOC	23.46%	6,726,944	20%	4,141,044
A'Namaa Poultry Co. SAOC	6.5%	2,482,330	6.5%	2,651,200
Share of losses from associate		(77,090)		(404,706)
		<b><u>9,132,184</u></b>		<u>6,387,538</u>

**16 INVESTMENT**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Unquoted local investment	<b><u>47,671</u></b>	47,671	<b><u>47,671</u></b>	47,671

**A'SAFFA FOODS SAOG**  
**NOTES TO THE FINANCIAL STATEMENTS**  
From January To June 2021

**17 INVENTORIES**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Raw materials and consumables	<b>4,550,520</b>	2,770,265	<b>5,435,785</b>	3,295,523
Finished products	<b>4,647,690</b>	1,066,918	<b>4,570,157</b>	1,198,088
Stores and spares	<b>948,235</b>	939,907	<b>1,139,456</b>	1,131,795
	<b><u>10,146,445</u></b>	<u>4,777,090</u>	<b><u>11,145,398</u></b>	<u>5,625,406</u>

**18 BIOLOGICAL ASSETS**

	<b>Parent and Group</b>		<b>Parent and Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Mature biological assets (Broiler birds)	<b>1,526,120</b>	813,445	<b>1,526,120</b>	813,445
Immature biological assets (Parent day old chicks)	<b>550,105</b>	434,185	<b>550,105</b>	434,185
Hatchable eggs	<b>634,400</b>	318,745	<b>634,400</b>	318,745
	<b><u>2,710,625</u></b>	<u>1,566,375</u>	<b><u>2,710,625</u></b>	<u>1,566,375</u>

**19 TRADE AND OTHER RECEIVABLES**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Trade receivables	<b>8,242,885</b>	7,656,674	<b>8,545,933</b>	7,939,760
Less: allowance for expected credit losses	<b>(369,794)</b>	(378,299)	<b>(419,071)</b>	(427,576)
	<b><u>7,873,091</u></b>	<u>7,278,375</u>	<b><u>8,126,862</u></b>	<u>7,512,184</u>
Due from a related party	<b>400,000</b>	632,000	-	-
Advance to staff and suppliers	<b>1,738,835</b>	1,937,406	<b>1,810,295</b>	2,077,652
Prepayments	<b>216,123</b>	579,657	<b>238,106</b>	649,874
Vat Input	<b>214,188</b>	-	<b>223,995</b>	-
Other receivables	<b>170,909</b>	134,782	<b>170,909</b>	-
	<b><u>10,613,146</u></b>	<u>10,562,220</u>	<b><u>10,570,167</u></b>	<u>10,239,710</u>

**A'SAFFA FOODS SAOG**  
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**20 CASH AND BANK BALANCES**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
Cash on hand	62,311	19,113	64,463	22,013
Cash at bank	32,083	303,379	210,694	353,597
	<b>94,394</b>	<b>322,492</b>	<b>275,157</b>	<b>375,610</b>

**21 TERM DEPOSITS**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
<b>Non-current:</b>				
(a) Long term deposit	-	-	-	-
<b>Current</b>				
(b) Short term deposits	2,000,000	2,000,000	2,000,000	2,000,000

**22 Term loan**

	<b>Parent Company</b>		<b>Group</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>RO</b>	<b>RO</b>	<b>RO</b>	<b>RO</b>
<b>Non-current:</b>				
Term loans from commercial banks:				
Term loan	36,257,921	30,928,031	37,730,065	32,535,925
	<b>36,257,921</b>	<b>30,928,031</b>	<b>37,730,065</b>	<b>32,535,925</b>
Less: current portion of term loans	(1,631,250)	-	(2,249,358)	(507,512)
	<b>34,626,671</b>	<b>30,928,031</b>	<b>35,480,707</b>	<b>32,028,413</b>
<b>Current:</b>				
Current portion of term loans	1,631,250	-	2,249,358	507,512
Short Term loan	10,383,527	2,817,990	10,383,527	2,817,990
Bank overdrafts (d)	2,204,543	2,267,151	2,680,519	2,841,218
	<b>14,219,320</b>	<b>5,085,141</b>	<b>15,313,404</b>	<b>6,166,720</b>

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**23 LEASE LIABILITIES**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Land	790,184	732,143	1,414,793	805,167
Vehicle	640,651	394,920	640,651	394,920
Building	0	-	71,317	484,976
Total	<u>1,430,835</u>	<u>1,127,063</u>	<u>2,126,761</u>	<u>1,685,063</u>
Current	179,803	251,606	183,803	285,810
Non-current	1,251,032	875,457	1,942,958	1,399,253
Total	<u>1,430,835</u>	<u>1,127,063</u>	<u>2,126,761</u>	<u>1,685,063</u>

**24 TRADE AND OTHER PAYABLES**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Trade payables	6,803,928	5,200,775	7,667,246	5,627,573
Due to related party	625,000	-	-	-
Accruals	187,117	111,205	212,879	398,650
Tax payable (note 10)	12,578	129,081	102,819	214,990
Other payables	-	-	278,771	45,954
Vat Output	60,609	-	109,235	-
Retentions payable	1,085,232	1,188,014	1,085,232	1,188,014
Total	<u>8,774,464</u>	<u>6,629,075</u>	<u>9,456,182</u>	<u>7,475,181</u>

**25 NET ASSETS PER SHARE**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
Net assets (RO)	37,799,003	39,801,784	41,198,774	42,375,211
Number of shares at 30 June	120,000,000	120,000,000	120,000,000	120,000,000
Net assets per share (RO)	<u>0.315</u>	<u>0.332</u>	<u>0.343</u>	<u>0.353</u>

**26 CASH GENERATED FROM OPERATIONS**

	Parent Company		Group	
	2021 RO	2020 RO	2021 RO	2020 RO
<b>Operating activities</b>				
Profit /(Loss) after taxation	(555,368)	641,505	(120,410)	1,114,047
<b>Adjustment for:</b>				
Depreciation on Property, plant and equipment	1,205,364	611,877	1,421,520	825,766
Amortization	0	6,735	6,745	13,517
Net Finance Cost	949,341	195,080	994,005	248,844
Share of loss from associates	77,090	14,941	77,090	14,941
	<u>1,676,427</u>	<u>1,470,138</u>	<u>2,378,950</u>	<u>2,217,115</u>
<b>Working capital changes:</b>				
Inventories & Biological Assets	(5,920,060)	(400,453)	(6,162,820)	(387,084)
Trade and other receivables	(3,485,393)	(478,120)	(4,214,603)	(1,183,835)
Trade and other payables	3,423,171	(1,618,292)	4,410,034	(1,307,467)
Cash generated from operations	<u>(4,305,855)</u>	<u>(1,026,727)</u>	<u>(3,588,439)</u>	<u>(661,271)</u>