

National Carton Industries Company Ltd.

Statement of financial position

As of December 31, 2020

	2020	2019
	USD	USD
Assets		
Non-current assets		
Property, plant and equipment	3,886,423	3,892,523
Financial assets at fair value through OCI	572,998	636,218
	<u>4,459,421</u>	<u>4,528,741</u>
Current assets		
Inventories	744,382	640,056
Accounts receivable	1,637,669	1,773,196
Other current assets	348,995	622,996
Cash and cash equivalents	2,064,310	956,238
	<u>4,795,356</u>	<u>3,992,486</u>
	<u>9,254,777</u>	<u>8,521,227</u>
Total assets		
Equity and liabilities		
Equity		
Paid-in share capital	5,000,000	5,000,000
Statutory reserve	354,719	274,288
Investments fair value reserve	(467,163)	(330,463)
Foreign currency translation reserve	1,255,068	737,699
Retained earnings	760,073	36,196
	<u>6,902,697</u>	<u>5,717,720</u>
Total Equity		
Non-current liabilities		
Provision for employees' indemnity	249,392	210,422
Long-term loans	890,423	1,318,516
	<u>1,139,815</u>	<u>1,528,938</u>
Current liabilities		
Accounts payable	346,446	577,651
Other current liabilities	445,687	236,302
Provision for income tax	45,132	-
Current portions of long-term loans due within one year	375,000	460,616
	<u>1,212,265</u>	<u>1,274,569</u>
	<u>2,352,080</u>	<u>2,803,507</u>
Total liabilities		
Total equity and liabilities	<u>9,254,777</u>	<u>8,521,227</u>

(Signature)

(Signature)



National Carton Industries Company Ltd.

Income Statement

For the year ended December 31, 2020

	2020	2019
	USD	USD
Sales	4,876,184	3,752,685
Cost of sales	(3,010,676)	(2,852,787)
Gross profit	1,865,508	899,898
Marketing, selling and distribution expenses	(306,640)	(221,071)
General and administrative expenses	(474,065)	(389,230)
	<u>1,084,803</u>	<u>289,597</u>
Others		
Financial investments gain	61,556	61,361
Other revenues (expenses)	(28,652)	115,622
Expected credit losses provision	(134,113)	(55,199)
Finance costs	(71,528)	(101,763)
Profit before income tax	912,066	309,618
Income tax expense	(107,758)	(24,384)
Profit for the year	<u>804,308</u>	<u>285,234</u>
Basic and diluted earnings per share	0.161	0.057



National Carton Industries Company Ltd.

Statement of Comprehensive Income

For the year ended December 31, 2020

	2020	2019
	USD	USD
Profit for the year	804,308	285,234
Other comprehensive income		
Items not to be reclassified to profit or loss in subsequent periods:		
Change in financial investments fair value	(136,700)	(126,477)
Items to be reclassified to profit or loss in subsequent periods:		
Foreign currency translation	517,369	475,305
Total other comprehensive income for the year	380,669	348,828
Net comprehensive income for the year	<u>1,184,977</u>	<u>634,062</u>

[Handwritten signature]

[Handwritten signature]



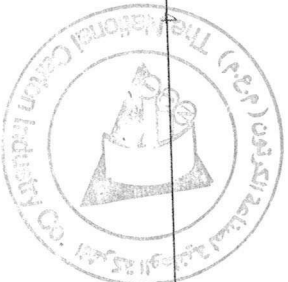
National Carton Industries Company Ltd.

Change in Owners Equity Statement

For the year ended December 31, 2020

	Paid-in share capital	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	Retained earnings	Total
	USD	USD	USD	USD	USD	USD
2020						
At January 1, 2020	5,000,000	274,288	(330,463)	737,699	36,196	5,717,720
Profit for the year	-	-	(136,700)	517,369	804,308	804,308
Other comprehensive income	-	-	(136,700)	517,369	804,308	380,669
Net comprehensive income for the year	-	-	-	-	804,308	1,184,977
Transferred to statutory reserve	-	80,431	-	-	(80,431)	-
At December 31, 2020	5,000,000	354,719	(467,163)	1,255,068	760,073	6,902,697
2019						
At January 1, 2019	5,000,000	245,765	(203,986)	262,394	(515,220)	5,083,658
Profit for the year	-	-	(126,477)	475,305	285,234	348,828
Other comprehensive income	-	-	(126,477)	475,305	285,234	634,062
Net comprehensive income for the year	-	-	-	-	(28,523)	-
Transferred to statutory reserve	-	28,523	-	-	28,523	-
At December 31, 2019	5,000,000	274,288	(330,463)	737,699	36,196	5,717,720

Handwritten signature and initials



Statement of Cash Flows

For the year ended December 31, 2020

	2020	2019
	USD	USD
Operating Activities		
Profit before income tax	912,066	309,618
Adjustments for:		
Depreciation of property, plant and equipment	369,727	313,925
Gain on disposal of property, plant and equipment	-	(5,639)
Provision for employees' indemnity	66,716	33,042
Expected credit losses provision	134,113	55,199
Slow moving inventory reserve recovery	(19,898)	-
Financial investments gain	(61,556)	(61,361)
Other non-cash items	(8,999)	-
	<u>1,392,169</u>	<u>644,784</u>
Working capital adjustments:		
Accounts receivable	(138,017)	(575,171)
Inventory	(87,131)	(68,190)
Other current assets	222,087	64,631
Accounts payable	(231,205)	(1,085)
Other current liabilities	209,568	59,105
Income tax payments	(13,517)	-
Employees' indemnity paid	(45,277)	(31,069)
Net cash flows from operating activities	<u>1,308,677</u>	<u>93,005</u>
Investing Activities		
Purchase of property, plant and equipment	(87,938)	(110,962)
Sale of property, plant and equipment	-	5,639
Change in restricted cash	(83,257)	(45,397)
Dividends received	61,556	61,361
Net cash used in investing activities	<u>(109,639)</u>	<u>(89,359)</u>
Financing Activities		
Long term loans	262,825	986,239
Loans payments	(776,534)	(790,022)
Cash dividends paid	-	(4,140)
Net cash flows from financing activities	<u>(513,709)</u>	<u>192,077</u>
(Decrease) Increase in cash and cash equivalents	685,329	195,723
Foreign currency translation difference	339,486	222,628
Cash and cash equivalents, beginning of year	910,841	492,490
Cash and cash equivalents, end of year	<u><u>1,935,656</u></u>	<u><u>910,841</u></u>