

National Carton Industries Company Ltd.**Statement of Financial Position**

As of June 30, 2023

	30-Jun 2023 Unaudited USD	31-Dec 2022 Audited USD
Assets		
Non-current assets		
Property, plant and equipment	4,080,516	4,460,912
Assets right of use	17,970	26,987
Projects in progress	262,358	185,276
Financial assets at fair value through OCI	1,012,790	992,167
	<u>5,373,634</u>	<u>5,665,342</u>
Current assets		
Inventories	1,134,617	1,873,393
Accounts receivable	2,054,468	1,910,498
Other current assets	333,522	199,971
Cash and cash equivalents	1,249,754	304,444
	<u>4,772,361</u>	<u>4,288,306</u>
Total assets	<u><u>10,145,995</u></u>	<u><u>9,953,648</u></u>
Equity and liabilities		
Equity		
Paid-in share capital	5,000,000	5,000,000
Statutory reserve	535,203	535,203
Investments fair value reserve	105,998	46,622
Foreign currency translation reserve	156,365	543,125
Retained earnings	1,245,046	1,384,426
Total Equity	<u>7,042,612</u>	<u>7,509,376</u>
Non-current liabilities		
Provision for employees' indemnity	284,875	257,024
Long-term lease liabilities	2,753	8,677
Long-term loans	296,337	626,719
	<u>583,965</u>	<u>892,420</u>
Current liabilities		
Accounts payable	308,847	191,332
Short-term lease liabilities	10,627	10,719
Other current liabilities	864,780	334,019
Current portions of long-term loans due within one year	1,335,164	1,015,782
	<u>2,519,418</u>	<u>1,551,852</u>
Total liabilities	<u>3,103,383</u>	<u>2,444,272</u>
Total equity and liabilities	<u><u>10,145,995</u></u>	<u><u>9,953,648</u></u>

National Carton Industries Company Ltd.**Income Statement**

For the Period of Three Months and Six Months Ended June 30, 2023

	For Three Months Ended June 30		For Six Months Ended June 30	
	2023	2022	2023	2022
	Unaudited		Unaudited	
	USD	USD	USD	USD
Sales	1,890,103	2,249,115	3,772,935	4,246,288
Cost of sales	(1,251,558)	(1,609,986)	(2,712,639)	(3,047,245)
Gross profit	638,545	639,129	1,060,296	1,199,043
Marketing, selling and distribution expenses	(104,085)	(109,278)	(203,051)	(216,670)
General and administrative expenses	(153,384)	(144,534)	(338,290)	(306,344)
	381,076	385,317	518,955	676,029
Others				
Financial investments gain	(398)	(1,031)	59,414	58,050
Other revenues (expenses)	(65,940)	(36,053)	(116,794)	(35,639)
Expected credit losses provision	-	(17,912)	-	(36,697)
Finance Revenues (costs)	(22,456)	(24,387)	(47,573)	(55,051)
Profit before income tax	292,282	305,934	414,002	606,692
Income tax expense	(45,167)	(60,645)	(53,382)	(82,846)
Profit for the year	247,115	245,289	360,620	523,846
Basic and diluted earnings per share	0.049	0.049	0.072	0.105

National Carton Industries Company Ltd.

Statement of Comprehensive Income

For the Period of Three Months and Six Months Ended June 30, 2023

	For Three Months Ended June 30		For Six Months Ended June 30	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	Unaudited		Unaudited	
	USD	USD	USD	USD
Profit for the period	247,115	245,289	360,620	523,846
Other comprehensive income				
Items not to be reclassified to profit or loss in subsequent periods:				
Change in financial investments fair value	6,064	153,256	59,376	205,224
Items to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation	(239,352)	(706,798)	(386,760)	(913,986)
Total other comprehensive income for the year	(233,288)	(553,542)	(327,384)	(708,762)
Net comprehensive income for the year	13,827	(308,253)	33,236	(184,916)

National Carton Industries Company Ltd.

Change in Owners Equity Statement

For the Period of Six Months Ended June 30, 2023

	Paid-in share capital	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	Retained earnings	Total
	USD	USD	USD	USD	USD	USD
June 30, 2023						
Beginning Balance	5,000,000	535,203	46,622	543,125	1,384,426	7,509,376
Profit for the period	-	-	-	-	360,620	360,620
Other comprehensive income	-	-	59,376	(386,760)	-	(327,384)
Net comprehensive income for the period	-	-	59,376	(386,760)	360,620	33,236
Dividends	-	-	-	-	(500,000)	(500,000)
At June 30, 2023 (Unaudited)	5,000,000	535,203	105,998	156,365	1,245,046	7,042,612
June 30, 2022						
Beginning Balance	5,000,000	469,505	(228,630)	1,512,712	1,293,143	8,046,730
Profit for the period	-	-	-	-	523,846	523,846
Other comprehensive income	-	-	205,224	(913,986)	-	(708,762)
Net comprehensive income for the period	-	-	205,224	(913,986)	523,846	(184,916)
dividends	-	-	-	-	(500,000)	(500,000)
At June 30, 2022 (Unaudited)	5,000,000	469,505	(23,406)	598,726	1,316,989	7,361,814

National Carton Industries Company Ltd.**Statement of the Cash Flows**

For the Period of Six Months Ended June 30, 2023

	<u>For Six Months Ended June 30</u>	
	<u>2023</u>	<u>2022</u>
	<u>Unaudited</u>	<u>Unaudited</u>
	<u>USD</u>	<u>USD</u>
Operating Activities		
Profit before income tax	414,002	606,692
Adjustments for:		
Depreciation of property, plant and equipment	208,127	149,672
Amortization of right of use asset	7,887	8,659
Gain on disposal of property, plant and equipment	-	(16,951)
Provision for employees' indemnity	36,455	34,961
Expected credit losses provision	-	36,697
Slow moving inventory reserve	20,056	24,406
Financial investments gain	(59,414)	(58,050)
Financing Cost	47,414	55,051
	<u>674,527</u>	<u>841,137</u>
Working capital adjustments:		
Accounts receivable	(47,744)	138,665
Inventory	718,720	76,978
Other current assets	(110,278)	(523,461)
Accounts payable	117,515	36,332
Other current liabilities	(25,851)	(98,197)
Income tax payments	(77,716)	(172,016)
Employees' indemnity paid	(8,464)	(2,067)
Net cash flows from operating activities	<u>1,240,868</u>	<u>297,371</u>
Investing Activities		
Purchase of property, plant and equipment	(51,570)	(67,696)
Change in Restricted Cash	-	80,000
Sale of property, plant and equipment	-	21,112
Projects in Progress	(89,463)	(46,077)
Dividends received	59,414	58,050
Net cash used in investing activities	<u>(81,619)</u>	<u>45,389</u>
Financing Activities		
Proceeds of Loans	1,027,877	625,392
Loans payments	(885,048)	(368,651)
Long term lease contracts payments	(5,621)	(5,934)
Finance Cost Payments	(47,143)	(55,051)
Cash dividends paid	(97,238)	(436,569)
Net cash flows from financing activities	<u>(7,173)</u>	<u>(240,813)</u>
(Decrease) Increase in cash and cash equivalents	<u>1,152,076</u>	<u>101,947</u>
Foreign currency translation difference	(206,766)	(701,059)
Cash and cash equivalents, beginning of year	<u>304,444</u>	<u>1,113,980</u>
Cash and cash equivalents, end of year	<u><u>1,249,754</u></u>	<u><u>514,868</u></u>