

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

As of December 31, 2023

	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,524,502	4,460,912
Assets right of use	21,627	26,987
Projects in progress	147,701	185,276
Financial assets at fair value through OCI	874,273	992,167
	<u>5,568,103</u>	<u>5,665,342</u>
<b>Current assets</b>		
Inventories	1,281,300	1,873,393
Accounts receivable	2,499,732	1,910,498
Other current assets	400,836	199,971
Cash and cash equivalents	592,061	304,444
	<u>4,773,929</u>	<u>4,288,306</u>
<b>Total assets</b>	<u><u>10,342,032</u></u>	<u><u>9,953,648</u></u>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Paid-in share capital	5,000,000	5,000,000
Statutory reserve	630,229	535,203
Investments fair value reserve	(53,407)	46,622
Foreign currency translation reserve	368,943	543,125
Retained earnings	1,739,661	1,384,426
<b>Total Equity</b>	<u>7,685,426</u>	<u>7,509,376</u>
<b>Non-current liabilities</b>		
Provision for employees' indemnity	308,360	257,024
Long-term lease liabilities	7,223	8,677
Long-term loans	309,086	626,719
	<u>624,669</u>	<u>892,420</u>
<b>Current liabilities</b>		
Accounts payable	430,744	191,332
Short-term lease liabilities	12,308	10,719
Income Tax Provision	44,679	-
Other current liabilities	706,929	334,019
Current portions of long-term loans due within one year	837,277	1,015,782
	<u>2,031,937</u>	<u>1,551,852</u>
<b>Total liabilities</b>	<u>2,656,606</u>	<u>2,444,272</u>
<b>Total equity and liabilities</b>	<u><u>10,342,032</u></u>	<u><u>9,953,648</u></u>

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

For the Year Ended December 31, 2023

	<u>2023</u> USD	<u>2022</u> USD
Sales	7,774,025	8,193,651
Cost of sales	(5,430,882)	(6,322,207)
<b>Gross profit</b>	2,343,143	1,871,444
Marketing, selling and distribution expenses	(431,717)	(420,625)
General and administrative expenses	(740,718)	(630,067)
	1,170,708	820,752
Others		
Financial investments gain	57,961	56,988
Other revenues (expenses)	(47,421)	(9,973)
Expected credit losses provision	0	0
Finance Revenues (costs)	(106,207)	(116,356)
<b>Profit before income tax</b>	1,075,041	751,411
Income tax expense	(124,780)	(94,430)
<b>Profit for the year</b>	950,261	656,981
Basic and diluted earnings per share	0.190	0.131

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

For the Year Ended December 31, 2023

	<u>2023</u>	<u>2022</u>
	USD	USD
<b>Profit for the period</b>	950,261	656,981
<b>Other comprehensive income</b>		
Items not to be reclassified to profit or loss in subsequent periods:		
Change in financial investments fair value	(100,029)	275,252
Items to be reclassified to profit or loss in subsequent periods:		
Foreign currency translation	(174,182)	(969,587)
<b>Total other comprehensive income for the year</b>	(274,211)	(694,335)
<b>Net comprehensive income for the year</b>	<u>676,050</u>	<u>(37,354)</u>

**National Carton Industries Company Ltd.****Change in Owners Equity Statement**

For the Year Ended December 31, 2023

	Paid-in share capital	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	Retained earnings	Total
<b>2023</b>	USD	USD	USD	USD	USD	USD
<b>Beginning Balance</b>	5,000,000	535,203	46,622	543,125	1,384,426	7,509,376
Profit for the period	-	-	-	-	950,261	950,261
Other comprehensive income	-	-	(100,029)	(174,182)	-	(274,211)
Net comprehensive income for the period	-	-	(100,029)	(174,182)	950,261	676,050
Transferred to statutory reserve	-	95,026	-	-	(95,026)	0
Dividends	-	-	-	-	(500,000)	(500,000)
<b>At December 31 , 2023</b>	<b>5,000,000</b>	<b>630,229</b>	<b>(53,407)</b>	<b>368,943</b>	<b>1,739,661</b>	<b>7,685,426</b>

	Paid-in share capital	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	Retained earnings	Total
<b>2022</b>	USD	USD	USD	USD	USD	USD
<b>Beginning Balance</b>	5,000,000	469,505	(228,630)	1,512,712	1,293,143	8,046,730
Profit for the period	-	-	-	-	656,981	656,981
Other comprehensive income	-	-	275,252	(969,587)	-	(694,335)
Net comprehensive income for the period	-	-	275,252	(969,587)	656,981	(37,354)
Transferred to statutory reserve	-	65,698	-	-	(65,698)	0
dividends	-	-	-	-	(500,000)	(500,000)
<b>At December 31 , 2022</b>	<b>5,000,000</b>	<b>535,203</b>	<b>46,622</b>	<b>543,125</b>	<b>1,384,426</b>	<b>7,509,376</b>

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

For the Year Ended December 31, 2023

	<u>2023</u>	<u>2022</u>
	<u>USD</u>	<u>USD</u>
<b>Operating Activities</b>		
Profit before income tax	1,075,041	751,411
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment	417,582	359,133
Amortization of right of use asset	16,370	16,855
Gain on disposal of property, plant and equipment	(14,606)	(21,021)
Provision for employees' indemnity	60,473	53,381
Slow moving inventory reserve	5,542	8,960
Financial investments gain	(57,961)	(56,988)
Financing Cost	106,207	116,356
	<u>1,608,648</u>	<u>1,228,087</u>
<b>Working capital adjustments:</b>		
Accounts receivable	(542,391)	288,974
Inventory	587,288	(179,678)
Other current assets	(206,234)	1,183,624
Accounts payable	239,412	(196,773)
Other current liabilities	172,241	(114,491)
Income tax payments	(75,815)	(187,279)
Employees' indemnity paid	(8,517)	(52,794)
<b>Net cash flows from operating activities</b>	<u>1,774,632</u>	<u>1,969,670</u>
<b>Investing Activities</b>		
Purchase of property, plant and equipment	(382,273)	(141,969)
Change in Restricted Cash	-	80,000
Sale of property, plant and equipment	61,072	25,070
Projects in Progress	(221,741)	(1,199,244)
Dividends received	57,961	56,988
<b>Net cash used in investing activities</b>	<u>(484,981)</u>	<u>(1,179,155)</u>
<b>Financing Activities</b>		
Proceeds of Loans	2,066,857	844,992
Loans payments	(2,440,101)	(2,202,814)
Long term lease contracts payments	(12,021)	(12,011)
Finance Cost Payments	(106,296)	(121,860)
Cash dividends paid	(451,641)	(492,823)
<b>Net cash flows from financing activities</b>	<u>(943,202)</u>	<u>(1,984,516)</u>
<b>(Decrease) Increase in cash and cash equivalents</b>	<u>346,449</u>	<u>(1,194,001)</u>
Foreign currency translation difference	(58,832)	384,465
Cash and cash equivalents, beginning of year	<u>304,444</u>	<u>1,113,980</u>
<b>Cash and cash equivalents, end of Period</b>	<u><u>592,061</u></u>	<u><u>304,444</u></u>