

BERHANENA SELAM PRINTING ENTERPRISE
STATEMENT OF FINANCIAL POSITION
AS AT 07 JULY 2018

Currency: Ethiopian Birr

	<u>Notes</u>	<u>2018</u>	<u>2017</u>
Assets			
Non-current assets			
Property, plant and equipment	11	307,365,191	288,878,842
Right use of asset - land	18	655,386	672,633
Investments in Government bond	14	1,160,528	1,000,000
Intangible assets other than goodwill	19	18,478	-
Deferred tax asset	10.3	4,783,480	4,840,339
		<u>313,983,064</u>	<u>295,391,814</u>
Current assets			
Inventories	17	303,110,734	265,001,432
Trade and other receivables	13	223,228,462	157,893,917
Advance and prepayments	16	8,333,986	2,245,605
VAT receivable	15	25,088,836	22,793,515
Cash and short-term deposits	12	186,152,214	176,234,693
		<u>745,914,232</u>	<u>613,169,162</u>
Total assets		<u>1,059,897,295</u>	<u>938,560,976</u>
Equity and liabilities			
Equity			
Issued capital	20	721,208,385	8,390,000
legal reserve	21	-	1,678,000
Retained earnings	22	-	66,772,010
First time IFRS adoption revaluation reserve	23	82,333,565	76,065,070
Total equity		<u>803,541,950</u>	<u>152,905,080</u>
Non-current liabilities			
Long term loans	25	20,386,544	41,994,567
Lease liability	26	310,446	344,940
Termination benefit liabilities	27	15,944,933	16,134,464
Deferred tax liabilities	10.1, 10.2	35,203,528	34,769,599
		<u>71,845,451</u>	<u>93,243,570</u>
Current liabilities			
Trade and other payables	28	98,347,367	93,785,060
Dividend payable	32	-	5,143,727
Current portion of long term loan	24	10,370,000	0,370,000
Current portion of lease liability	26	34,494	34,494
Income tax payable	9	56,989,367	68,634,860
Accruals	31	18,768,667	8,149,184
		<u>184,509,895</u>	<u>692,412,325</u>
Total liabilities		<u>256,355,346</u>	<u>785,655,896</u>
Total equity and liabilities		<u>1,059,897,295</u>	<u>938,560,976</u>

The notes on page 7 to 38 are an integral part of these financial statements

Chief Executive Officer



Finance Director

BERHANENA SELAM PRINTING ENTERPRISE
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 07 JULY 2018

Currency: Ethiopian Birr

	<u>Notes</u>	<u>2018</u>	<u>2017</u>
Revenue	4	510,588,005	615,116,186
Cost of sales	5	(230,963,409)	(286,347,081)
Gross profit		279,624,597	328,769,105
Other operating income	6	5,721,995	5,482,222
Termination benefit expenses	27	(930,682)	(2,151,845)
General and administration expenses	7	(70,785,585)	(69,592,248)
Allowance for stock obsolescence	17	-	(1,439,506)
Allowance for doubtful debts	13.2	(1,931,976)	(265,239)
Operating profit		211,698,349	260,802,488
Finance costs	8	(7,941,933)	(3,453,278)
Profit before tax		203,756,416	257,349,210
Income tax expense	9(a)	(65,616,964)	(79,910,099)
Profit for the year		138,139,452	177,439,111
Other comprehensive income			
Net other comprehensive income to be reclassified to profit or loss in subsequent periods		-	-
Net other comprehensive income not to be reclassified to profit or loss in the subsequent period.		-	-
Total comprehensive income for the year net of tax .		138,139,452	177,439,111

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BERHANENA SELAM PRINTING ENTERPRISE
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 07 JULY 2018

Currency: Ethiopian Birr

	<u>Note</u>	<u>Share Capital ETB</u>	<u>Legal Reserve ETB</u>	<u>Retained Earnings ETB</u>	<u>First time IFRS adoption revaluation reserve</u>	<u>Total ETB</u>
Balance at 08 July 2017		8,390,000	1,678,000	66,772,010	76,065,070	152,905,080
Adjustment	33	-	-	(5,209,806)	6,268,494	1,058,689
State dividend, retained earning and legal reserve capitalized	20	574,678,933	(1,678,000)	(61,562,204)	-	511,438,728
Profit for the year		-	-	138,139,452	-	138,139,452
Reinvestment of net profit for the year		138,139,452	-	(138,139,452)	-	-
Reclassification of excess depreciation		-	-	-	-	-
Dividend declared to industrial development fund		-	-	-	-	-
Dividend declared to state		-	-	-	-	-
Balance at 07 July 2018		<u>721,208,385</u>	<u>-</u>	<u>-</u>	<u>82,333,565</u>	<u>803,541,950</u>

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BERHANENA SELAM PRINTING ENTERPRISE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 07 JULY 2018

	<u>Notes</u>	<u>2018</u>	<u>2017</u>
Operating activities			
Profit before tax		203,756,416	257,320,210
Non-cash adjustment to reconcile profit before tax to net cash flows:			
Depreciation of property, plant and equipment	11	25,156,761	20,932,073
Amortization of intangible assets	18, 19	28,334	17,347
Current service cost	27	550,730	2,151,845
Interest paid	8	5,514,718	3,453,278
(Gain) or loss on foreign and bond valuation	14 and 32	839,472	-
Interest portion of severance expense	27	1,587,743	1,365,278
(Gain) or loss on disposal of property, plant and equipment		-	-
Working capital adjustments:			
Increase in trade and other receivables, prepayments and VAT receivable	13	(54,718,248)	(53,244,307)
Increase in inventories	17	(38,109,301)	(13,593,115)
Increase in trade and other payables	28	15,181,790	22,918,933
Payment of termination benefit obligation		(815,589)	-
		<u>158,972,827</u>	<u>241,321,442</u>
Interest paid		(5,514,718)	(3,453,278)
Income tax paid	9c	(77,225,393)	(60,855,233)
Net cash flows from operating activities		<u>76,232,716</u>	<u>175,647,653</u>
Investing activities			
Purchase of property, plant and equipment	11	(43,643,111)	(42,516,206)
Investment in government bond		(1,000,000)	-
Acquisition of intangible asset	19	(29,565)	-
Net cash flows used in investing activities		<u>(44,672,676)</u>	<u>(42,516,206)</u>
Financing activities			
Payment of lease liabilities	26	(34,494)	(34,494)
Proceeds from borrowings	25	-	26,098,408
Repayment of borrowings	25,1	(21,608,025)	(9,810,761)
Dividends paid to owners	32	-	(15,000,000)
Net cash flows from/(used in) financing activities		<u>(21,642,519)</u>	<u>1,253,153</u>
Net increase/ (decrease) in cash and cash equivalents		9,917,521	134,384,600
Cash and cash equivalents at the beginning of the year	12	176,234,693	41,850,093
Cash and cash equivalents at the end of the year	12	<u>186,152,214</u>	<u>176,234,693</u>

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