

Galfar Engineering and Contracting SAOG and its Subsidiaries

STATEMENT OF CONSOLIDATED FINANCIAL POSITION

At 31 December 2010

		<i>Parent company</i>		<i>Consolidated</i>	
		<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
	<i>Notes</i>	<i>RO</i>	<i>RO</i>	<i>RO</i>	<i>RO</i>
ASSETS					
Non-current assets					
Property, plant and equipment	4	117,026,103	131,003,254	121,999,537	134,401,799
Investment in subsidiaries	5	756,542	748,500	-	-
Investment in associates	6	8,342,606	1,066,573	8,342,606	1,066,573
Available for sale investments	7	125,000	125,000	145,000	145,000
Retentions receivable		16,405,068	25,299,837	16,405,293	25,299,840
Total non-current assets		142,655,319	158,243,164	146,892,436	160,913,212
Current assets					
Inventories	8	24,094,862	23,185,222	24,190,076	23,244,741
Trade receivables	9	181,579,107	122,518,419	184,630,471	122,863,904
Work in progress	10	45,382,126	45,449,611	45,576,484	45,449,611
Prepayments, advances and other receivables	11	15,854,542	12,424,620	15,338,891	12,747,825
Deposits with banks	12	2,244,946	2,756,367	2,392,924	2,759,007
Cash and bank balances	13	1,389,191	1,644,473	1,708,830	1,797,461
Total current assets		270,544,774	207,978,712	273,837,676	208,862,549
TOTAL ASSETS		413,200,093	366,221,876	420,730,112	369,775,761
EQUITY AND LIABILITIES					
Equity					
Share capital	14	33,000,000	30,000,000	33,000,000	30,000,000
Share premium	15	16,502,842	17,502,842	16,502,842	17,502,842
Statutory reserve	17	11,000,000	10,000,000	11,084,401	10,000,000
Retained earnings	18	22,949,005	24,402,861	24,422,362	24,513,083
Equity attributable to equity holders of the parent company		83,451,847	81,905,703	85,009,605	82,015,925
Non controlling interests		-	-	657,441	651,036
Total equity		83,451,847	81,905,703	85,667,046	82,666,961
Non-current liabilities					
Term loans	19	21,048,611	25,580,434	21,663,176	26,728,952
Employees' end of service indemnity	20	7,208,589	6,050,869	7,307,956	6,147,266
Deferred tax liability	24	7,604,628	6,987,486	7,821,910	7,219,652
Creditors for purchase of property, plant and equipment		1,732,646	3,909,088	1,756,659	3,992,105
Finance lease liability	33	4,809,697	2,897,155	4,809,697	2,897,155
Advances on contracts		14,064,085	9,854,446	14,064,085	9,854,445
Total non-current liabilities		56,468,256	55,279,478	57,423,483	56,839,575
Current liabilities					
Bank borrowings	21	47,477,440	22,878,878	47,649,527	22,962,433
Short term loans	22	18,000,000	22,499,920	18,000,000	22,499,920
Term loans - current portion	19	20,872,901	20,000,616	21,406,850	20,796,479
Current portion of finance lease liability	33	3,139,692	2,648,431	3,139,692	2,648,431
Trade and other payables	23	183,789,957	161,008,850	186,698,570	161,361,962
Provision for taxation		-	-	744,944	-
Total current liabilities		273,279,990	229,036,695	277,639,583	230,269,225
Total liabilities		329,748,246	284,316,173	335,063,066	287,108,800
TOTAL EQUITY AND LIABILITIES		413,200,093	366,221,876	420,730,112	369,775,761
Net assets per share		0.253	0.273	0.257	0.273

The consolidated financial statements were approved on

Chairman

Chief Financial Officer

The attached notes 1 to 38 form part of these consolidated financial statements.