

Notes to the financial information

Amount in OMR

1 The accounting policies applied in the unaudited condensed interim information are the same accounting policies as applied to financial statements of the company for the full year 2025, as approved on 03 Feb 2026.

2 The unaudited condensed interim financial information has been prepared in accordance with IAS 34. This does not include all the information required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 31 December 2025.

3 Inventories	31-Mar-2026	31-Mar-2025
Raw materials	1,107,874	1,200,268
Work in progress	55,973	61,312
Finished goods	240,396	308,145
Stores and spares	122,646	132,039
	1,526,889	1,701,764
Less: Provisions for slow moving and obsolete inventories	(165,242)	(180,029)
	1,361,647	1,521,735
4 Trade & other receivables	31-Mar-2026	31-Mar-2025
Trade receivables	1,029,961	1,040,950
Less: Provisions	(91,795)	(99,160)
	938,166	941,790
Other receivables & prepayments	104,899	53,229
	1,043,065	995,019
5 Trade & other payables	31-Mar-2026	31-Mar-2025
Trade creditors	372,520	367,066
Other payables and accruals	416,550	410,583
	789,070	777,649

Notes to the financial information contd...

Amount in OMR

6. Bank borrowings**31-Mar-2026**

31-Mar-2025

Working capital

LTR balance

Overdraft

Total working capital

-

-

385

27,123

385

27,123

7. Lease Liability - ROU Assets**31-Mar-2026**

31-Mar-2025

Lease liability - ROU Assets

Includes current portion payable within one year

Non-current portion of lease liability - ROU Assets

181,739

187,098

5,705

5,368

176,034

181,730

8. Segment information

The company has only one reportable segment comprising of manufacturing of sewing threads. The CEO reviews different internal management reports at least on a monthly basis. All the relevant information relating to the assets, liabilities, revenue and expenses are disclosed in the statements of financial position, comprehensive income, cash flows and notes to the financial statements.

Total sales to the external customers are analyzed as under:**31-Mar-2026**

31-Mar-2025

Local Sales

Exports

Total**331,151**

245,593

994,303

1,014,832

1,325,454

1,260,425

Region wise company's exports were as follows:**31-Mar-2026**

31-Mar-2025

Asian countries

Middle East & African countries

Other GCC countries

198,350

300,815

315,787

374,649

480,166

339,368

Total**994,303**

1,014,832

Notes to the financial information contd...

31-Mar-2026

Amount in OMR

31-Mar-2025

9	Cost of sales		
	Cost of raw materials	628,792	619,778
	Employee costs	134,499	114,474
	Labour Charges	47,002	43,064
	Depreciation	14,116	14,032
	Amortization	2,628	2,627
	Factory overheads	12,748	11,777
	Utilities	43,556	49,223
	Repairs and maintenance	9,545	9,299
	Rent	1,545	1,545
		894,431	865,819
10	Distribution expenses		
	Courier charges	1,702	6,522
	Employee costs	51,492	40,901
	Freight and export handling	88,234	92,905
	Export insurance	1,595	1,045
	Travelling expenses	3,377	4,100
	Vehicle rent, repair and maintenance	3,618	3,157
	Utilities	906	1,027
	Advertisement, sales promotion	6,813	2,835
	Miscellaneous expenses	18,857	16,800
		176,594	169,292
11	Administrative and general expenses		
	Employee costs	35,433	29,893
	Depreciation	7,939	6,428
	Legal and professional charges	11,817	9,087
	Directors' meeting sitting fees & remuneration	3,500	3,500
	Vehicle running expenses	567	544
	Advertisement	300	300
	Printing and stationery expenses	1,394	1,188
	Repairs and maintenance	1,408	944
	Utilities	572	619
	Other expenses	5,026	3,861
		67,956	56,364
12	Finance Expense		
	Interest on bank borrowing	2,707	2,917
	Bank Charges	2,469	3,450
		5,176	6,367

Notes to the financial information contd...		Amount in OMR	
13	Income tax expenses	31-Mar-2026	31-Mar-2025
	Deferred tax provision	3,666	(1,624)
	Income tax provision	28,326	24,819
		<u>31,992</u>	<u>23,195</u>
14	Details of related party transactions and balances	31-Mar-2026	31-Mar-2025
	Board of Directors – meeting expenses	3,500	3,500
15	The details of major shareholders who own 10% or more of the company's shares:		
	Name of the shareholders [% holding]	31-Mar-2026	31-Mar-2025
	Qais Omani Est. LLC [18.96%]	350,817	334,111
	Muscat Overseas Co. LLC [17.55%]	324,786	309,320
	Al Barij International LLC [12.45%]	230,429	219,456
	Masterbaker Marketing Ltd [11.86%]	219,443	208,993
16	Previous year's figures have been re-grouped, wherever necessary.		
17	There are no material events subsequent to the interim period ended 31 March 2026 till approval of this financial statements.		