

**PIL Trading Egypt (L.L.C)**

**AUDITOR'S REPORT AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AT 31 MARCH 2023**

**Strategy Financial Advisors  
Audit, Tax and Advisory Services**

**PIL Trading Egypt (L.L.C.)**  
**Financial statement and auditor report**  
**For the year ended at 31 March 2023**

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## Auditor's Report

To: The Quota Holders' of PIL Trading EGYPT - (L.L.C)

### Report on the Financial Statements

We have audited the accompanying financial statements of **PIL TRADING EGYPT - (L.L.C)**, which comprise the financial position as of 31 March 2023, income statement, statement of changes in quota holders' equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

### Company's management responsibility for the financial statements

Company's management is responsible for the preparation and fair presentation of these financial statements in accordance with Egyptian Accounting Standards and with the requirements of applicable Egyptian laws and regulations. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Egyptian Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as of 31 March 2023, financial performance and of its cash flows for the period then ended in accordance with Egyptian Accounting Standards and with the requirements of applicable Egyptian laws and regulations.

### Emphasis of matter:

#### Material Uncertainty Related to Going Concern

Without qualifying our opinion on the financial statements, we draw attention that the company has accumulated net loss of EGP (14 021 198) during the year ended 31 March 2023. This financial statement is prepared on the basis of the shareholders willingness to support the Company's financials in order to continue its planned business. In accordance with Article 69 of the Companies Law No. 159 of 1981, the amendments require the Shareholders Extraordinary General Meeting to decide on the continuation of the Company's operations.

## Report on Other Legal and Regulatory Requirements

The Company keeps proper financial records, which includes all that is required by the law and the Company's statute, and the accompanying financial statements are in agreement therewith, the Company applies a proper costing system and the inventory counts were taken in accordance with recognized practices.

The financial information included in the director' report prepared in accordance with law no159 of 1981 and its executive regulations, is in agreement with the company's book of account.

**Amr Arafa Hassan**

Member at Egyptian society of taxation

Registered Accountants and Auditors No. 20137

**Strategy Financial Advisors**

Cairo, 30 April 2023



PIL TRADING (EGYPT) L.L.C  
Financial Position At 31 MARCH 2023

	Note No.	31 March 2023 EGP	31 March 2022 EGP
<b>Assets</b>			
<b><u>Non-current assets</u></b>			
Fixed Assets ( Net book value )	(3)	53 752	57 408
Deferred tax	(14)	46 944	5 284
<b>Total non-current assets</b>		<b>100 696</b>	<b>62 692</b>
<b><u>Current assets</u></b>			
Inventory	(4)	7 190 358	2 740 506
Trade receivables	(5)	2 505 536	3 392 812
Other receivables and prepayments	(6)	2 061 251	2 459 509
Cash and cash equivalents	(7)	3 766 184	2 076 867
<b>Total current assets</b>		<b>15 523 330</b>	<b>10 669 694</b>
<b>Total assets</b>		<b>15 624 026</b>	<b>10 732 386</b>
<b><u>Shareholders' equity</u></b>			
Paid up capital	(8)	5 440 000	5 440 000
Retained losses		(14 021 198)	(14 101 870)
Net loss for the year		1 189 563	( 69 370)
<b>Total shareholders' equity</b>		<b>(7 391 635)</b>	<b>(8 731 240)</b>
<b><u>Current liabilities</u></b>			
Trade Payables	(9)	21 687 162	16 636 100
Other Payables	(10)	1 328 499	2 827 526
<b>Total current liabilities</b>		<b>23 015 661</b>	<b>19 463 626</b>
<b>Total shareholders' equity and Current liabilities</b>		<b>15 624 026</b>	<b>10 732 386</b>

The accompanying policies and the notes from page number (8) to (16) form an integral part of these financial statements

Mohamed Mowaff  
General Manager



Auditor's Report issued on 30 April, 2023

Abdellatif Mohamed  
Financial Controller

*Abdellatif Mohamed*

**PIL TRADING (EGYPT) L.L.C**  
**INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH 2023**

	Note No.	From 1 April 2022 To 31 March 2023 EGP	From 1 April 2021 To 31 March 2022 EGP
Sales		22,534,668	21,554,356
Cost of sales		(14,974,705)	(15,350,793)
<b><u>Gross Profit</u></b>		<b>7,559,963</b>	<b>6,203,563</b>
Selling & Marketing Expenses	(11)	(5,732,786)	(5,746,534)
General & Administrative Expenses	(12)	(1,046,014)	(580,012)
Allowance for doubtful debts		-	39,733
Profit / (Loss) on Foreign Exchange		392,505	40,088
Bad Debt		(23,175)	(29,814)
Other Expenses		(2,591)	
Other income		-	92
Gross Expenses		<b>(6,412,061)</b>	<b>(6,276,447)</b>
Net profit (loss) for the year before income tax		<b>1,147,902</b>	<b>(72,884)</b>
Deferred tax		41,661	3,514
<b><u>Net loss for the year</u></b>		<b>1,189,563</b>	<b>(69,370)</b>

The accompanying policies and the notes from page number (8) to (16) form an integral part of these financial statements

PIL TRADING (EGYPT) L.L.C

Other comprehensive income statement for the year ended at 31 March 2023

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	From 1 April 2022 To 31 March 2023 EGP	From 1 April 2021 To 31 March 2022 EGP
Net loss after income tax	1 189 563	( 69 370)
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<u>1 189 563</u>	<u>( 69 370)</u>



PIL TRADING (EGYPT) L.L.C

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED 31 MARCH 2023

	Paid up		Accumulated		Net Profit/		Total
	Capital	EGP	Losses	EGP	(Loss)	EGP	
<b>Balance at 31 March 2021</b>		5,440,000	(11,504,781)		(2,597,089)		(8,661,870)
Transfer to Retained Earnings (Losses)	-	-	(2,597,089)		2,597,089		-
Net loss for the year	-	-	-		(69,370)		(69,370)
<b>Balance at 31 March 2022</b>		5,440,000	(14,101,870)		(69,370)		(8,731,240)
Transfer to Retained Earnings (Losses)				(69,370)	69,370		
Correction and adjustments for previous year				150,042			150,042
Net profit (loss) for the year					1,189,563		1,189,563
<b>Balance at 31 March 2023</b>		5,440,000	(14,021,198)		1,189,563		(7,391,635)

The accompanying policies and the notes from page number (8) to (16) form an integral part of these financial statements

PIL TRADING (EGYPT) L.L.C

STATEMENT OF CASH FLOWS 'FOR THE YEAR ENDED 31 MARCH 2023

	From 1 April 2022 To 31 March 2023 EGP	From 1 April 2021 To 31 March 2022 EGP
<b><u>Cash flows from operating activities</u></b>		
Net profit (loss) for the year before tax	1 147 902	( 72 884)
Depreciation	16 966	8 749
Correction and adjustments for Accumulated Losses	150 042	-
<b>Operating loss before changes in working capital</b>	<b>1 314 910</b>	<b>( 64 135)</b>
<b><u>Change in working capital</u></b>		
Change in inventory	(4 449 852)	353 576
Change in trade receivables and prepayments	1 285 534	(1 776 929)
Change in creditors and other payable	3 552 035	2 149 464
<b>Cash flow generating from operating activities</b>	<b>387 717</b>	<b>726 111</b>
<b>Cash flows from financing activities</b>		
<b>Cash flows (used in) / generated from financing activities</b>	<b>-</b>	<b>-</b>
<b><u>Cash flows from investing activities</u></b>		
Payment in respect of purchasing fixed assets	( 13 310)	( 50 655)
<b>Net cash flows used in investing activities</b>	<b>( 13 310)</b>	<b>( 50 655)</b>
Change in cash and cash equivalents during the year	1 689 317	611 322
Cash and cash equivalents at the beginning of the year	2 076 867	1 465 545
<b>Cash and cash equivalents at the end of the year</b>	<b>3 766 184</b>	<b>2 076 867</b>

**PIL TRADING EGYPT (L.L.C)**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE**  
**YEAR ENDED 31 MARCH 2023**

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**1. GENERAL**

**1-1** The Company was established as a Limited liability company, The Company was registered In the Investment Commercial Registry under no. 40376 on July 30, 2009.

**1-2** The objectives of the company are:

Trading in all types of building chemicals, paints and adhesive materials.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2-1 Basis of preparation**

The financial statements have been prepared under the going concern assumption on a historical cost basis, except for available for sale financial assets that have been measured at fair value.

**2-2 Statement of compliance**

The financial statements of the company have been prepared in accordance with the Egyptian accounting standards and the applicable laws and regulations.  
The Financial Statements are authorized for issue by The Board of Directors.

**2-3 Changes in accounting policies**

The accounting policies adopted this year are consistent with those of the previous year.

**2-4 Foreign currency translation**

The financial statements are prepared and presented in Egyptian pound, which is the company's functional currency.

Transactions in foreign currencies are initially recorded using the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated using the exchange rate prevailing at the balance sheet date.

**PIL TRADING EGYPT (L.L.C)**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE**  
**YEAR ENDED 31 MARCH 2023**

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**2-5 Fixed assets and depreciation**

Fixed assets are stated at historical cost net of accumulated depreciation and accumulated impairment losses. Such cost includes the cost of replacing part of the plant and equipment when that cost is incurred, if the recognition criteria are met. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in profit or loss as incurred, and this cost depreciated with similar annual premium during the producing life of each asset according to the following rates:

Furniture & Fixtures	20 %
Computer	33 %
Automobiles	25%

Depreciation of an asset begins when it is in the location and condition necessary for it to be capable of operating in the manner intended by management, and is computed using the straight-line method according to the estimated useful life of the asset.

**2-6 The inventory elements are valued as follows:**

Finished products: at the lower of the cost of production (based on the costing sheets) or net realizable value.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

The amount of any write down of inventories to net realizable value and all losses of inventories shall be recognized in the statement of income in the year the write down or loss occurs according to an authorized study takes into consideration all technical and market bases to estimate any write down. The amount of any reversal of any write down of inventories, arising from an increase in net realizable value, shall be recognized in the statement of income in the year in which the reversal occurs.

**2-7 Provisions**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made. Provisions are reviewed at the financial position date and adjusted to reflect the current best estimate.

## **PIL TRADING EGYPT (L.L.C)**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023**

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#### **2-8 Revenue recognition**

Revenue from sales is recognized when all the following conditions have been satisfied:

- (a) The company has transferred to the buyer the significant risks and rewards of ownership of the sales;
- (b) The company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- (c) The amount of revenue can be measured reliably;
- (d) It is probable that the economic benefits associated with the transaction will flow to the company; and
- (e) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### **2-9 Expenses**

All expenses including operating expenses, general and administrative expenses and other expenses are recognized and charged to the statement of income in the financial year in which these expenses were incurred.

#### **2-10 Accounting estimates**

The preparation of financial statements in accordance with Egyptian Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses during the financial years. Actual results could differ from these estimates.

#### **2-11 Statement of cash flows**

The statement of cash flows is prepared using the indirect method.

#### **2-13 Cash and cash equivalent**

For the purpose of preparing the cash flow statement, the cash and cash equivalent comprise cash on hand, current accounts with banks and time deposits maturing within three months less bank credit balance.

PIL TRADING (EGYPT) L.L.C  
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

3. Fixed Assets

	Tools		Automobiles		Furniture & Fixtures		Computer		Office Equipment		Total	
	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
Cost at 1 April 2022	11 400	128 000	27 174	59 065	375	226 014						
Additions	-	-	-	-	13 310	13 310						
<b>Balance at 31 March 2023</b>	<b>11 400</b>	<b>128 000</b>	<b>27 174</b>	<b>59 065</b>	<b>13 685</b>	<b>239 324</b>						
<b>Accumulated Depreciation</b>												
Depreciation at 1 April 2022	6 460	128 000	14 568	19 203	375	168 606						
Depreciation for the year	2 280	-	3 059	11 151	476	16 965						
<b>Balance at 31 March 2023</b>	<b>8 740</b>	<b>128 000</b>	<b>17 627</b>	<b>30 354</b>	<b>851</b>	<b>185 572</b>						
<b>Net Book Value at 31 March 2023</b>	<b>2 660</b>	<b>( 0)</b>	<b>9 547</b>	<b>28 711</b>	<b>12 834</b>	<b>53 752</b>						
<b>Net book value at 31 March 2022</b>	<b>4 940</b>	<b>( 0)</b>	<b>12 606</b>	<b>39 862</b>	<b>-</b>	<b>57 408</b>						

	31 March 2023 EGP	31 March 2022 EGP
<b>Note 4 : Inventory</b>		
Inventory	5 010 688	2 450 068
Provision for Inventories	( 360 863)	( 175 711)
Net Inventory	<u>4 649 825</u>	<u>2 274 357</u>
Finished Good In transit	<u>2 540 533</u>	<u>466 149</u>
	<u><u>7 190 358</u></u>	<u><u>2 740 506</u></u>

	31 March 2023 EGP	31 March 2022 EGP
<b>Note 5 : Trade receivables</b>		
<b>Account Receivables</b>		
Unsecured	2 686 562	3 550 663
Provision for doubtful account receivables	( 181 026)	( 157 851)
<b>Total Receivables</b>	<u><u>2 505 536</u></u>	<u><u>3 392 812</u></u>

<b>Trade receivables from:</b>		
Others	2 686 562	3 550 663
Related Parties	-	-
<b>Total</b>	<u><u>2 686 562</u></u>	<u><u>3 550 663</u></u>
<b>Current</b>	<u><u>2 686 562</u></u>	<u><u>3 550 663</u></u>

<b>Note 1/5: Movement in the allowance for doubtful debts</b>		
Balance at beginning of the year - April 1, 2020	157 852	197 585
a) Impairment losses recognised in the year	23 175	
On receivables originated in the year		-
Other receivables		-
Allowance for instruments modified in the year		-
Amounts written off during the year as uncollectible		-
Amounts recovered during the year		( 39 733)
Impairment losses reversed		-
<b>Balance at end of the year - March 31, 2021 / 2020</b>	<u><u>181 026</u></u>	<u><u>157 852</u></u>

	31 March 2023 EGP	31 March 2022 EGP
<b>Note 6 : Other receivables and prepayments</b>		
Advance and loans for suppliers	605,079	862,751
Value Added-Tax Authority	360,394	844,786
Withholding Tax - Clients	376,248	316,867
Letters of Gurantees	200,000	200,000
Loans / Advances and security deposits	176,925	118,769
Prepaid Expense	302,154	75,884
Refundable deposits	34,000	34,000
Additional Tax	6,451	6,451
	<u><u>2 061 251</u></u>	<u><u>2 459 508</u></u>

Note 7 : Cash and cash equivalents	31 March 2023	31 March 2022
	EGP	EGP
Bank EGP	3 344 669	2 008 949
Cash EGP	49 305	44 913
Cash USD	13 459	-
Bank USD	358 751	23 005
	<u>3 766 184</u>	<u>2 076 867</u>

**Note 8 : Capital**

Name of the Shareholder	No. of Shares	Value of Shares	% Shares
	EGP	EGP	EGP
Pidilite Industries Egypt SAE	54 399	5 439 900	99.998%
Khaild EL Khatib	1	100	0.002%
	<u>54 400</u>	<u>5 440 000</u>	<u>100%</u>

**Capital after amendment :**

Name of the Shareholder	No. of Shares	Value of Shares	% Shares
	EGP	EGP	EGP
Pidilite Industries Egypt SAE	54 399	5 439 900	99.998%
Pidilite Middel East Limited - U.A.E	1	100	0.002%
	<u>54 400</u>	<u>5 440 000</u>	<u>100%</u>

**8/2: Going Concern Assumption**

The entity has generated profit EGP 1,189,564 during the financial year 2022. However, it has accumulated losses of EGP (14,171,240) as at reporting date. Shareholders will continue to support the entity for carrying on its operations".

Note 9 : Trade payables	31 March 2023	31 March 2022
	EGP	EGP
Account payables	1 165 737	722 310
Account Payables - Related Parties	20 521 425	15 913 790
	<u>21 687 162</u>	<u>16 636 100</u>

Note 10 :Other Payables	31 March 2023	31 March 2022
	EGP	EGP
Notes payable	194 140	1 496 158
Advance payments	211 918	-
Accrued Expense	727 926	1 164 001
Social Insurance Authority	137 328	132 565
Withholding Tax - Suppliers	34 519	19 853
Payroll Tax Authority	21 571	13 852
Additional Tax	1 097	1 097
	<u>1 328 499</u>	<u>2 827 526</u>



	From 1 April 2022 To 31 March 2023 EGP	From 1 April 2021 To 31 March 2022 EGP
<b>Note 11 : Selling &amp; Marketing Expenses</b>		
Freight out charges	1 549 268	1 758 803
Staff Salary Expenses	2 205 863	1 958 070
Sales Promotion	368 721	273 951
Rent	469 661	415 560
Travel and Entertainment	202 517	419 326
Employee Welfare	142 790	161 249
Social Insurance	250 389	237 390
Miscellaneous expenses	148 920	115 189
Commissions	44 923	88 182
Logistics Expenses	76 525	79 190
Repairs and Maintenance	161 685	114 096
Internet, Telephone & Fax	46 841	51 295
Insurance	3 998	29 877
Printing & Stationary	11 143	28 068
Heat Light and Power	19 161	9 942
Dues and Membership	15 792	-
Postage	550	670
Depreciation	14 040	5 676
	<u>5 732 786</u>	<u>5 746 534</u>

	From 1 April 2022 To 31 March 2023 EGP	From 1 April 2021 To 31 March 2022 EGP
<b>Note 12 : General &amp; Administrative expenses</b>		
Rent	195 400	128 067
Staff Salary Expenses	213 291	134 246
Petrol & Oil	165 987	-
Professional Fees legal and others	112 495	109 221
Other admin expenses	37 935	24 731
Bank Charges	82 970	29 287
Governmental medical charges	56 337	53 886
Audit Fees	26 000	23 760
Security Service	30 000	30 000
Social Insurance	20 391	18 422
Internet, Telephone & Fax	14 902	14 490
Employee Welfare	58 655	8 297
Depreciation	2 926	3 073
Travel	1 764	2 532
Insurance	19 092	-
Printing & Stationary	6 770	-
Repairs and Maintenance	1 100	-
	<u>1 046 014</u>	<u>580 012</u>

	From 1 April 2022 To 31 March 2023 EGP	From 1 April 2021 To 31 March 2022 EGP
<b>Note 12/1 : Audit Fees</b>		
External and internal audit fees	26,000	23,760
	<u>26 000</u>	<u>23 760</u>

PIL TRADING (EGYPT) L.L.C

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

Note 14 : Deferred Tax	31 March 2023 EGP	31 March 2022 EGP
<b>Tax effect of items constituting Deferred Tax Liabilities</b>		
On difference between book and tax depreciation	315	9 856
Tax effect of items constituting Deferred Tax Liabilities	<u>315</u>	<u>9 856</u>
<b>Tax effect of items constituting Deferred Tax Assets</b>		
Provision for inventory	185 151	53 358
Provision for Doubtful Debts	23 175	( 39 733)
Tax effect of items constituting Deferred Tax Assets	<u>208 326</u>	<u>13 625</u>
Tax rate of the year	22.5%	22.5%
<b>TOTAL NET Deferred Tax Assets/(Liability)</b>	<b><u>46 944</u></b>	<b><u>5 283</u></b>
	<b>31 March 2023 EGP</b>	<b>31 March 2022 EGP</b>
<b>Reconciliation between accounting and Tax Profit</b>		
Book Profit (loss) before tax	1 147 905	( 72 884)
Add back		
Illustrative items :		
Book depreciation	16 966	8 749
Inventory provision	185 151	53 358
Bad debts provision	23 175	( 39 733)
Governmental Medical Charges	56 337	53 886
Deduct		
Illustrative items :		
Tax depreciation	( 17 281)	( 18 605)
	<u>1 412 253</u>	<u>( 15 229)</u>
Adjustments recognised in the current year in relation to the current tax of prior years	( 150 042)	-
<b>Tax Profit (loss) before tax</b>	<b><u>1 262 210</u></b>	<b><u>( 15 229)</u></b>
Retained losses	<u>(14 171 241)</u>	
<b>Net effect loss - no income tax</b>	<b><u>(12 909 031)</u></b>	

Note 15 : Transactions in Foreign Currencies	31 March 2023 EGP - USD	31 March 2022 EGP - USD
Export Debtors	2 130 569 - 96 766	5 745 570 - 352 944
Import Creditors	(4 834 946) - (212 475)	(3 494 974) - (214 145)

**Note 16 : Contingent Liabilities & Commitments**

Tax position

Due to the nature of the tax assessment process in Egypt, the final outcome of the assessment by the Egyptian Tax Authority (ETA) might not be realistically estimated. Therefore, additional liabilities are contingent upon the tax inspection and assessment of the Tax Authority. Below is a summary of the tax status of the Company as of the date of the financial statements preparation

• **Corporate tax position:**

**Years 2009/2023**

The company has submitted tax returns on the legal due date.

The Company was not requested for corporate tax inspection purposes for this years.

• **Payroll tax position:**

**Years 2009/2023**

The Company was not requested for payroll tax inspection purposes, noting that the Company deducts the payroll tax due from its employees according to the Egyptian tax laws, and paid the tax due accordingly.

• **Stamp tax position:**

**Years 2009/2019**

The Tax Authority sent a form No.19 taxes for the period from 7/2009 till 12/2019 with an issuing number of 2373 on December 7, 2020, and it was appealed against in the legal date on January 13, 2021, and the file is being resolved in the internal committees.

**Years 2020/2023**

The Company has not been requested for Stamp tax inspection.

• **VAT position:**

**Years 2009/2015**

The Company submitted The monthly returns on The legal due date and paid The tax due accordingly.

The Company was inspected for VAT tax purpose for the period from March 2011 to March 31,2015, the tax authority sent a form No.15 taxes with an issuing number of 8738 on Decamber 16,2015 and it was appealed against on Decamber 20,2015 and the file is being resolved in the internal committees.

**Years 2016/2022**

The Company has not been requested for VAT tax inspection.

• **Withholding tax position:**

**Years 2009/2023**

The Company submitted The returns (Form No.41) on The legal due date and paid The tax due accordingly.

The Company has not been requested for withholding tax inspection.

• **Social insurance position:**

the Company paid the social insurance on the legal due date.