

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS
UN AUDITED FINANCIAL REPORT
FOR THE HALF YEAR FINANCIAL REPORT (From 1 October 2019 To 31 March 2020)
Currency – Myanmar Kyat (MMK)

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS**

For the half year financial report (1 October 2019 to 31 March 2020)

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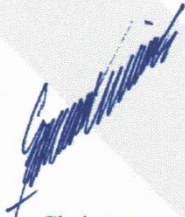
STATEMENT OF MANAGEMENT'S RESPONSIBILITY**FOR EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

It is the responsibility of the Management to prepare the consolidated financial statements for each financial period which give a true and fair view of consolidated financial position as at 31 March 2020, and the consolidated financial performance, consolidated changes in equity and consolidated cash flows for the financial period then ended, and a summary of significant accounting policies and other explanatory notes. In preparing these financial statements, the Management is required to:

- Select suitable accounting policies and then apply them consistently; and
- Make judgments and estimates that are reasonable and prudent.

The Management is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Group. We have general responsibility for taking such steps as are reasonably open to us to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

On behalf of Management



31 March 2020
Chairman
Ever Flow River Group Public Company Limited



Director
Ever Flow River Group Public Company Limited

Ever Flow River Group Public Company Limited
As of March 31, 2020
Consolidated Statement of Financial Position

	Note	31-Mar-20	30-Sep-19
Non-current assets			
Intangible assets	1	154,536,720	30,063,353
Property, plant and equipment	2	473,555,229	624,783,430
Investments accounted for using the equity method	3	6,450,740,619	2,211,958,495
Project under development	3	2,732,774,476	2,781,459,486
Total noncurrent asset		9,811,607,045	5,648,264,764
Current assets			
Cash and cash equivalents	4	3,337,381,243	1,306,815,623
Trade and other receivables	5	3,355,122,091	11,407,417,003
Prepayment, Advance & Others	6	2,673,534,012	
Inventories	7	323,771,964	577,159,026
Total current assets		9,689,809,309	13,291,391,653
Total assets		19,501,416,354	18,939,656,417
Liabilities			
Current liabilities			
Trade and other payables	8	2,269,890,953	2,904,475,590
Tax Payable & Provision	9	1,060,290,134	
Accrued Expenses	10	180,886,494	
Total liabilities		3,511,067,581	2,904,475,590
Net assets		15,990,348,774	16,035,180,827
Equity			
Capital and reserves attributable to equity holders of the Company			
Shares capital	11	13,638,599,000	13,638,599,000
Foreign currency translation reserve	12	337,395,428	401,948,344
Retained earnings		1,915,120,377	1,897,500,806
		15,891,114,804	15,938,048,150
Non controlling interest		99,233,969	97,132,677
		15,990,348,774	16,035,180,827
Net debt		172,527,049	1,597,659,966
total equity		15,990,348,774	16,035,180,827
total capital		16,162,875,823	17,632,840,793
gearing ratio		1%	9%

Ever Flow River Group Public Company Limited
For HY 2019-2020

Consolidated Statement of Comprehensive Income

	Note	31-Mar-20	30-Sep-19
Revenue	13	8,529,407,952	5,604,026,271
Other income			80,998,659
Total income		8,529,407,952	5,685,024,930
Operating expense	14	(6,950,254,607)	(1,074,589,712)
			(3,687,069,115)
Changes in inventories			419,784,575
Gross Profit		1,579,153,345	1,343,150,678
Staff costs	15	(777,948,493)	(746,882,795)
Present, donation & entertainment	16	(23,028,545)	(31,418,889)
Travelling expenses	17	(91,359,028)	(101,201,020)
Utilities, electricity & communications	18	(33,450,655)	(51,412,768)
Repair and Maintenance Expenses	19	(34,347,523)	(40,580,277)
Rental on operating lease	20	(123,716,177)	(110,296,899)
Depreciation and amortization expenses	21	(63,588,836)	(56,716,992)
Professional fee	22	(181,692,030)	(219,777,485)
Management fee			-
Others admin exp	23	(137,704,103)	(69,192,860)
Other income	24	21,061,827	
Share of associates' loss		(61,217,875)	(174,790,664)
Profit / (Loss) before tax		72,161,907	(259,119,970)
Income tax expenses		(52,441,043)	(97,684,206)
Profit for the year		19,720,864	(356,804,177)
Other comprehensive income for the year:			
Foreign currency translation		(64,552,916)	15,485,574
Total comprehensive income for the year		(44,832,053)	(341,318,603)
Basic earnings per share		0.88	(35)
Weighted no. of ordinary shares in issue			9,988,612
no. of shares issued at April 1, shares allotted (4 July 2019)		19,977,223	10,910,900
			9,066,323
no. of shares issued at March 31		19,977,223	19,977,223
Earnings per share		0.88	(35)
Weighted no. of ordinary shares in issue		19,977,223	9,988,612
Profit attributable to:			
owner of the parent		17,619,571	(350,597,531)
NCI		2,101,293	(6,206,645)
		19,720,864	(356,804,177)
Total comprehensive income attributable to:			
owner of the parent		(46,933,345)	(335,111,957)
NCI		2,101,293	(6,206,645)
		(44,832,053)	(341,318,603)

Ever Flow River Group of Companies (Public) Company Limited and its subsidiaries

For the Period ended March 2020.

Consolidated statement of changes in Equity

	Attributable to equity holders of the Company				Non-Controlling Interest	Total Equity
	Share capital	Foreign currency translation reserve	Retained profits	Total		
31 March 2020						
Beginning of financial year	13,638,599,000	401,948,344	1,897,500,806	15,938,048,150	97,132,677	16,035,180,827
Profit for the year			17,619,571	17,619,571	2,101,293	19,720,864
Other comprehensive income for the year		(64,552,916)		(64,552,916)		(64,552,916)
End of financial Period	13,638,599,000	337,395,428	1,915,120,377	15,891,114,804	99,233,969	15,990,348,774

Ever Flow River Group Public Company Limited
As of March 31, 2020
Consolidated Statement of Cash Flow

	31-Mar-20	30-Sep-19
Cash flows from operating activities		
Profit / (Loss) for the year	19,720,864	(356,804,177)
<i>Adjustment for:</i>		
Income tax expense	52,441,043	97,684,206
Depreciation and amortization expenses	63,588,836	56,716,992
Gain on disposal of property, plant and equipment		(15,798,045)
Share of associates loss after tax	61,217,875	174,790,664
Unrealized currency translation	(64,552,916)	12,478,669
	132,415,701	(30,931,691)
Change in working capital, net of effects from acquisition of subsidiaries:		
Inventories	253,387,062	(419,784,575)
Trade and other receivables	5,378,760,901	1,896,214,325
Trade and other payables	554,150,948	(1,326,501,225)
Cash generated from operations	6,318,714,611	118,996,834
Income tax paid		(142,915,926)
Net cash (used in) / provided by operating activities	6,318,714,611	(23,919,092)
Cash flows from investing activities		
Additions to associated companies	(4,300,000,000)	(700,000,000)
Additions to property, plant and equipment		(223,180,752)
Proceeds from disposal of property, plant and equipment	(36,834,002)	41,519,436
Cash paid for project under development	48,685,010	(1,126,819,255)
Net cash (used in) / provided by investing activities	(4,288,148,992)	(2,008,480,571)
Cash flows from financing activities		
Proceeds from issuance of shares capital	-	-
Advanced capital contribution		2,039,056,834
Net cash (used in) / provided by financing activities	-	2,039,056,834
Net increase / (decrease) in cash and cash equivalents	2,030,565,619	6,657,171
Cash and cash equivalents at beginning of financial year	1,306,815,623	1,300,158,453
Cash and cash equivalents at end of financial year	3,337,381,243	1,306,815,624

ALL NOTES DETAILS

Ever Flow River Group Public Company Limited

Notes to the Consolidated Financial Position

As of March 31, 2020

		<i>March 31, 2020</i>
1	Intangible Assets	MMK
	Office renovation	156,948,935
	Software Cost	14,766,019
	Good Will	25,192,689
	(-) Accumulated Amortization	196,907,642 (42,370,922)
		154,536,720

		<i>March 31, 2020</i>
2	Property & Equipment-net	MMK
	Motor Vehicle	323,831,484
	Machinery	134,385,143
	Furniture & Fixture	45,107,919
	Office Equipment	97,525,319
	Computer & Accessories	101,219,466
	(-) Accumulated Depreciation	702,069,330 (228,514,101)
		473,555,229

		<i>March 31, 2020</i>
3	Investment	MMK
	Investments accounted for using the equity method	6,450,740,619
	Project under development	2,732,774,476
		9,183,515,095

		<i>March 31, 2020</i>
4	Cash and Bank Equivalent	MMK
	Cash in hand (Kyats)	2,933,402,375
	All Local Banks (Kyats)	174,670,013
	All Local Banks (USD)	229,308,855
		3,337,381,243

		<i>March 31. 2020</i>
5	Accounts Receivable	MMK
	Receivable Trade	1,150,510,956
	<u>Other receivable</u>	
	Additional Investment to HITLC	1,619,995,470
	Receivable CT from SBUs	3,814,289
	Singapore Company Pte Ltd	185,224,070
	Other service receivable	395,577,306
		3,355,122,091

		<i>March 31. 2020</i>
6	Prepayment, Advance & Others	MMK
	Prepaid Office Rental	65,861,811
	Prepaid Car Rental	7,674,413
	Prepaid Apartment Rental	21,120,000
	Prepaid Factory Insurance	2,583,914
	Prepaid-Renovation	6,239,860
	Prepaid (Office, Car, Insurance, etc....)	23,317,832
	Prepaid-GOH installation	366,988
	Bonus (2019)	11,282,188
	Other service payments	38,563,776
	Advance	
	Advance Material	700,585,681
	Advance Income Tax	393,402,829
	Advance Commercial Tax	414,233,247
	Other services Advance	133,164,179
	Deposit	
	Deposit to SG GDM	175,375,000
	Bank guarantee deposit	175,250,000
	Custom Deposit MACCS	7,500,000
	Generator	2,179,000
	Max Energy	500,000
	staff uniform	1,444,130
	Fuel cost deposit	125,928
	Bank guarantee	30,839,780
	Others services deposit	63,642,332
	Land Lease Premium	391,618,000
	Deferred Expenses-Project Cost	6,663,125
		2,673,534,012

		<i>March 31. 2020</i>
7	Inventories	MMK
	Inventory - Rice Roller	15,555,102
	Inventory - Daikin	308,216,863
		323,771,964

		<i>March 31. 2020</i>
8	Accounts Payable	MMK
	Trade Payable	771,265,871
	Payable to Vendors (Services Providers)	401,052,817
	Payable to SBUs	166,680,000
	Advance received	919,786,915
	Deferred Income	11,105,350
		2,269,890,953

		<i>March 31. 2020</i>
9	Tax Payable & Provision	MMK
	Commercial Tax	604,484,519
	Income Tax & Other Tax	307,623,096
	Capital Gains Tax Payable	148,182,519
		1,060,290,134

		<i>March 31. 2020</i>
10	Accrued Expenses	MMK
	Salary	80,464,148
	SSB	1,181,980
	Audit fees & Legal Fee	27,120,000
	Travelling	817,642
	Tax Service Fee	900,000
	Independent Director Remuneration	4,550,130
	Electricity	2,274,440
	Other Professional Fees	6,112,000
	Management fees	14,400,000
	Singapore Office expenses	3,653,075
	Other-Miscellaneous	39,413,078
		180,886,494

		<i>March 31. 2020</i>
		<i>MMK</i>
11	Share Capital	
	Paid up Capital	13,638,599,000
		13,638,599,000

		<i>March 31. 2020</i>
		<i>MMK</i>
12	General Reserve	
	Foreign currency translation reserve	337,395,428
		337,395,428

Ever Flow River Group Public Company Limited

**Notes to the Statement of Consolidated Profit or Loss and Other Comprehensive Income
For HY 2019-2020**

		For HY 2019-2020
		<i>MMK</i>
13	Revenue-Sales & Services	
	Sales / Service Income	8,529,407,952
		8,529,407,952

		For HY 2019-2020
		<i>MMK</i>
14	Cost of Sales & Services	
	Sales & Services Cost	6,434,604,837
	<u>Direct Expenses</u>	
	Inspection	12,126,721
	Transportation Cost	13,720,279
	Inspectors' Salary	452,501,142
	Compensation And Benefits	6,048,000
	Electricity (Factory)	7,936,442
	Meal Allowances	2,207,910
	Operation Supply(Factory)	13,489,392
	Bad Debt	7,619,884
		6,950,254,607

		For HY 2019-2020
15	STAFF COST	MMK
	Salary-BOD	97,026,000
	Salary-Staff	585,430,430
	Allowances	2,838,654
	Bonus	32,628,427
	Overtime	2,578,667
	Social Security Contribution	14,209,517
	Personal Development Expenses	5,902,859
	Medical Expenses	2,852,543
	Social Welfare	4,828,731
	Uniform	2,250,276
	ID Remuneration	27,402,390
		777,948,493

		For HY 2019-2020
16	Present, donation & entertainment	MMK
	Entertainment	13,270,343
	Donation	3,084,498
	Gift & Present	2,915,804
	Annual Dinner Expense	3,757,900
		23,028,545

		For HY 2019-2020
17	TRAVELLING EXPENSES	MMK
	Travelling Allowance /Expenses	27,385,958
	Travelling Expenses (Oversea)	4,523,522
	Travelling Expenses (Local)	17,130,205
	Travelling Expenses (Oversea)	4,639,497
	Car Parking & Toll Gate Fees	1,612,119
	Petrol & Fuel Charges	30,814,920
	Generator Oil	9,600
	Visa/Work Permit	897,008
	Annual Trip	4,346,200
		91,359,028

		For HY 2019-2020
18	UTILITIES, ELECRCITY&COMMUNICATIONS	MMK
	Electricity Charges	8,460,126
	E.mail & Internet	12,440,120
	Telephone & Fax Expenses	9,159,495
	Newspaper & Periodicals	195,671
	IT Service charges	3,195,243
		33,450,655

		For HY 2019-2020
19	REPAIR & MAINTENANCE EXPENSES	MMK
	R & M-Car	14,386,975
	R & M (Office)	2,051,540
	R & M - Office Equipment	15,284,267
	R & M (Computer& Accessories)	963,500
	R & M (System)	1,661,240
		34,347,523

		For HY 2019-2020
20	RENTAL ON OPERATING LEASE	MMK
	Rental Expenses-Car	31,628,425
	Rental Expenses - Building	90,737,662
	Rental Expense-Others	1,350,090
		123,716,177

		For HY 2019-2020
21	DEPRECIATION & AMORTISATION	MMK
	Depreciation	49,952,366
	Amortization	13,636,469
		63,588,836

		For HY 2019-2020
22	PROFESSIONAL FEES	MMK
	Management Fees	125,862,710
	Director remuneration	-
	Audit & Legal Fees	7,574,400
	Service Charges (KBZSC)	45,501,300
	Service Charges (VDB,LOI)	3,056,000
	Professional Accountants Fees(Win Thin & Associates)	(302,380)
		181,692,030

		For HY 2019-2020
23	OTHER ADMIN EXPENSES	MMK
	License & Registration Fees & Form E(MYCO)	21,129,788
	Insurance Premium	22,341,495
	Office Building Service Charges	3,064,005
	Printing & Stationery Expenses	10,842,089
	Postage & Courier Expenses	398,543
	Singapore Office Expenses/Branch office exp	14,247,035
	Advertising	716,100
	Miscellaneous	16,322,331
	Warehouse expenses	111,866
	Group Meeting Room	6,508,514
	Stamp Duty	241,959
	Interest on Loan	10,800,000
	Bank Charges	7,109,677
	Currency Sale & Purchase	395,071
	Currency Exchange Gain / (Loss)	22,813,929
	Cash Surplus/ (Deficit)	(238,298)
	CT 5% Expenses	900,000
		137,704,103

		For HY 2019-2020
24	OTHER INCOME	MMK
	Other service income	(20,092,680)
	Gain/ (Loss) on Disposal of Fixed Asset	349,770
	Bank Interest received	(1,318,917)
		(21,061,827)