

INDEPENDENT AUDITOR'S REPORT

To
The Managing Director
M/s. AOL (FZE)
P.O. Box. 121657
SAIF Zone, Sharjah, U.A.E

We have audited the accompanying combined financial statements of **M/s. AOL (FZE)** & its branch **M/s. AOL FRP Division, Sharjah, U.A.E.**, which comprise of the statement of financial position as at **March 31, 2015** and the combined statement of comprehensive income, combined statement of changes in shareholders' equity and statement of cash flow for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these combined financial statements in accordance with International Financial Reporting Standards. 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 combined financial statements based on our audit. We conducted our audit in accordance with International 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 our judgment, including the assessment of the risks of the material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider 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 principles used and 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.

Opinion

In our opinion, the combined financial statements present fairly, in all material respects, the financial position of **M/s. AOL (FZE)** & its branch **M/s AOL FRP Division, Sharjah, U.A.E.**, as of **March 31, 2015** and of its combined financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

For FALCON INTERNATIONAL CONSULTING & AUDITING
Chartered Accountants

Sd/-
Managing Partner
(Rakesh Jain)
Reg. No. 606

May 28, 2015

AOL FZE
BALANCE SHEET AS AT MARCH 31, 2015

	Notes	31-Mar-15 AED	31-Mar-14 AED
Equity and liabilities			
Shareholders' funds			
Share capital	3	87,900,000	44,250,000
Reserves and surplus	4	(7,335,440)	(2,863,646)
		80,564,560	41,386,354
Non-current liabilities			
Long-term borrowings	5	8,221,073	5,907,090
Long-term provisions	6	598,553	1,101,789
		8,819,626	7,008,879
Current liabilities			
Trade payables	7	815,669	37,786
Other current liabilities	7	17,846,819	57,183,546
Short-term provisions	6	-	-
		18,662,488	57,221,332
TOTAL		108,046,674	105,616,565
Assets			
Non-current assets			
Fixed assets			
Tangible assets	8	17,315,797	2,181,630
Capital work-in-progress		-	482,813
Non-current investments	9	300,004	300,000
Long-term loans and advances	10	34,326	8,702,605
Other non-current assets	11	124,663	-
		17,774,790	11,667,048
Current assets			
Inventories	12	370,552	201,556
Trade receivables	13	21,950,684	24,036,862
Cash and Cash equivalents	14	242,006	93,346
Short-term loans and advances	10	67,708,642	69,617,753
		90,271,884	93,949,517
TOTAL		108,046,674	105,616,565

The accompanying notes form an integral part of these financial statements.

The report of the auditor is set out on page 1.

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgements underlying them. We confirm that we have made available all relevant accounting records and information for their compilation.

Approved by the Management on May 28, 2015

For AOL (FZE)

Sd/-
Managing Director

AOL FZE**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015**

	Notes	31-Mar-15 AED	31-Mar-14 AED
Income			
Revenue from operations (gross)	15	5,049,578	11,158,597
Total revenue (I)		5,049,578	11,158,597
Expenses			
Cost of raw material and components consumed	16	2,465,763	-
Purchase of traded goods	17	443,510	1,699,382
(Increase)/ decrease in inventories of finished goods, work-in-progress and traded goods	18	12,998	6,250,567
Employee benefits expense	19	2,982,285	2,598,838
Other expense	20	1,557,672	303,775
Total expense (II)		7,462,228	10,852,562
Earnings before depreciation, amortization, interest, exceptional items and tax (EBIDTA), (I) – (II)		(2,412,650)	306,035
Depreciation and amortization expense	21	541,934	18,370
Finance costs	22	1,517,210	3,210,889
Profit for the year		(4,471,794)	(2,923,224)

The accompanying notes form an integral part of these financial statements.

The report of the auditor is set out on page 1.

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Approved by the Management on May 28, 2015

For AOL (FZE)

**Sd/-
Managing Director**

AOL FZE
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015

	31-Mar-15 AED	31-Mar-14 AED
A. Cash flow from operating activities		
Profit before tax	(4,471,794)	(2,923,224)
Profit before tax	(4,471,794)	(2,923,224)
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/ amortization on continuing operation	541,934	18,370
Finance costs	1,517,210	3,210,889
Operating profit before working capital changes	(2,412,650)	306,035
Movements in working capital :		
Increase/ (decrease) in trade and other payables	(39,062,080)	(46,104,397)
Decrease / (increase) in trade receivables	2,086,178	1,603,893
Decrease / (increase) in inventories	(168,996)	6,250,567
Decrease / (increase) in other receivables	10,452,727	(7,984,614)
Net cash flow from/ (used in) operating activities (A)	(29,104,821)	(45,928,516)
B. Cash flows from investing activities		
Purchase of fixed assets, including CWIP	(15,193,288)	(2,682,813)
Proceeds from sale of fixed assets	-	-
Proceeds of non-current investments	-	-
Purchase/ Sale of non-current investments	(4)	-
Net cash flow from/ (used in) investing activities (B)	(15,193,292)	(2,682,813)
C. Cash flows from financing activities		
Proceeds from issuance of equity share capital	43,650,000	44,100,000
Payments of FCCBs redemption premium	-	-
Amount Trfd to Capex	-	-
Proceeds/(Repayment) of long-term borrowings	2,313,983	7,778,280
Balance of Profit & loss vested in the company	-	-
Finance costs	(1,517,210)	(3,210,889)
Net cash flow from/ (used in) in financing activities (C)	44,446,773	48,667,391
Net increase/(decrease) in cash and cash equivalents (A+B+C)	148,660	56,062
Cash and cash equivalents at the beginning of the year	93,346	37,284
Cash and cash equivalents at the end of the year	242,006	93,346
Components of cash and cash equivalents		
Cash on hand	-	4,494
With banks- on current account	242,006	88,852
Total cash and cash equivalents (note 14)	242,006	93,346

The accompanying notes form an integral part of these financial statements.

The report of the auditor is set out on page 1.

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgements underlying them. We confirm that we have made available all relevant accounting records and information for their compilation.

Approved by the Management on May 28, 2015

For AOL (FZE)

Sd/-
Managing Director

AOL (FZE)
SAIF ZONE, SHARJAH, U.A.E

Notes to the combined Financial Statements for the year ended March 31, 2015

1. LEGAL STATUS & BUSINESS ACTIVITIES

These are the combined financial statements of **AOL (FZE)** and **AOL FRP DIVISION (Branch)** (hereinafter referred to as "Group").

- a) AOL (FZE) ("the Establishment") was registered with the Sharjah Airport International Free Zone, Sharjah-U.A.E (License no. 08437) as a Free Zone Establishment on August 17, 2010 and the license is valid up to August 16, 2015.
- b) AOL FRP Division (Branch) ("the Branch") was registered with the Jebel Ali Free Zone Authority, Dubai, UAE (Industrial License no. 139032 & commercial License no. 139033) as a branch of AOL (FZE) on September 05, 2013 and the license is valid up to September 04, 2015.
- c) The group is engaged in the activity of general trading, fiber optic cables & wires manufacturing and wires & cables trading.
- d) The management and control of the group is vested with the Manager Dr. Kailash Shanti Lal Choudhari (Indian national).
- e) The registered office address of the group is P. O. Box. 121657, Sharjah, United Arab Emirates.

f) CAPITAL

Authorised, issued and paid up capital of the group is AED 87,900,000 divided into 586 shares of AED 150,000 each fully paid and held by the shareholder as follows:

SI No.	Name of the Shareholder	Nationality	No. of the Shares	Value in AED	%
1	M/s Aksh Optifibre Limited	Indian Co.	586	87,900,000	100
			586	87,900,000	100

During the year the share capital of the group was increased from AED 44,250,000 (295 share of AED 150,000) into 87,900,000 (586 shares of AED 150,000 each).

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The combined financial statements are prepared under the historical cost basis.

2.2 Basis of combination

The combined financial statements includes the financial statements of **AOL (FZE)** and its branch **AOL FRP Division** as mentioned in Note No. 1. These financial statements have been combined on a line by line basis by adding together like items of assets, liabilities, equity, income and expenses. Intra group transactions have been eliminated.

The combined financial statements are prepared under the historical cost convention, and in accordance with International Financial Reporting Standards issued or adopted by the International Accounting Standards Board (IASB). The significant accounting policies adopted, and those have been consistently applied, are as follows:

2.3 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The cost less estimated residual value, where material, is depreciated using the straight-line method over the estimated useful lives of the assets as follows:

Building	30 Years
Office Equipments	5 Years

Plant & Machinery	15 Years
Furniture & fixtures	10 Years
Vehicles	8 Years
Computers	3 Years

An assessment of residual values is undertaken at each balance sheet date and, where material, if there is a change in estimate, an appropriate adjustment is made to the depreciation charge.

2.4 Investment

Investment in shares is measured at cost which represents the payment made till the balance sheet date. All gains or losses on sale of investment are recognized in the statement of income as and when they arise.

2.5 Employees Terminal Benefits

Amount required to cover end of service indemnity at the balance sheet date are computed pursuant to Arab Emirates Federal Labour Law based on the employees' accumulated period of service and basic remuneration at the balance sheet date.

2.6 Revenue

Revenue from sale of goods shall be 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 goods;
- 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 benefit associated with the transaction will flow to the company; and
- e) The cost incurred or to be incurred in respect of the transaction can be measured reliably.

2.7 Foreign Currency transactions

Transactions in foreign currencies are translated into UAE Dirhams at the rate of exchange ruling on the date of the transactions.

Monetary assets and liabilities expressed in foreign currencies are translated into UAE Dirhams at the rate of exchange ruling at the balance sheet date.

Gains or losses resulting from foreign currency transactions are taken to the income statement.

2.8 Trade Receivables

All the receivables are considered good and they are recoverable, necessary provisions are made for doubtful debts as and when they arise.

2.9 Trade Payables

All trade payables stated at nominal value.

2.10 Inventories

Inventories are stated at the lower of cost and net realizable value using weighted average cost method. Costs comprise direct material and, where applicable, direct labour costs and the overheads that have been incurred in bringing the inventories to their present location and condition. Net realizable value represents the estimated selling price less all estimated costs to completion and costs to disposal.

2.11 Cash and Cash Equivalents

Cash and cash equivalents comprise cash, bank current accounts, and bank deposits free of encumbrance with a maturity date of three months or less from the date of deposit.

2.12 Financial Instruments

Financial assets and financial liabilities are recognized when, and only when, the company becomes a party to the contractual provisions of the instrument.

Financial assets are de-recognized when, and only when, the contractual rights to receive cash flows expire or when substantially all the risks and rewards of ownership have been transferred.

Financial liabilities are de-recognized when, and only when, they are extinguished, cancelled or expired.

Current and non-current financial assets that have fixed or determinable payments and for which there is no active market, which comprise cash and bank balances and loans and advances and stated at cost or, if the impact is material, at amortised cost using the effective interest method, less any write down for impairment losses plus reversals of impairment losses. Impairment losses and reversals thereof are recognized in the income statement.

Current and non-current financial liabilities, which comprise current and non-current bank borrowings, trade and other payables and shareholders' current accounts, are measured at cost or, if the impact is material, at amortised cost using the effective interest method.

2.13 Significant judgments and key assumptions

The significant judgments made in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as follows:

Impairment

At each balance sheet date, management conducts an assessment of property, plant, equipment and all financial assets to determine whether there are any indications that they may be impaired. In the absence of such indications, no further action is taken. If such indications do exist, an analysis of each asset is undertaken to determine its net recoverable amount and, if this is below its carrying amount, a provision is made. In the case of loans and receivables, if an amount is deemed irrecoverable, it is written off to the income statement or, if previously a provision was made, it is written off against the provision. Reversals of provisions against loans and receivables are made to the extent of the related amounts being recovered.

Key assumptions made concerning the future and other key sources of estimation uncertainty at the balance sheet date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are as follows:

Doubtful Debt Provisions

Management regularly undertakes a review of the amounts of loans and advances and trade receivables owed to the Company from third parties and assess the likelihood of non-recovery. Such assessment is based upon the age of the debts, historic recovery rates and assessed creditworthiness of the debtor. Based on the assessment assumptions are made as to the level of Provisions required.

Impairment

Assessments of net recoverable amounts of property, plant, equipment and all financial assets other than loans and trade receivables (see above) are based on assumptions regarding future cash flows expected to be received from the related assets.

Staff end-of-service gratuity

The company computes the provision for the liability to staff end-of-service gratuity stated at AED 598,553 (P.Y. AED 1,101,789), assuming that all employees were to leave as of the balance sheet date. The management is of the opinion that no significant difference would have arisen had the liability been calculated on an actuarial basis as salary inflation and discount rates are likely to have approximately equal and opposite effects.

AOL FZE

Notes to financial statements for the year ended 31 March 2015

3. Share capital

	31-Mar-15 AED	31-Mar-14 AED
Shares Capital		
586 (31 March 2014: 295) Equity Shares of AED.150,000/- each	87,900,000	44,250,000
	87,900,000	44,250,000

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**Equity shares**

	31-Mar-15		31-Mar-14	
	No.	AED	No.	AED
At the beginning of the year	295	44,250,000	1	150,000
Add:				
- Issued pursuant to conversion of Loan	291	43,650,000	294	44,100,000
Outstanding at the end of the year	586	87,900,000	295	44,250,000

4. Reserves and surplus

	31-Mar-15 AED	31-Mar-14 AED
Surplus/ (deficit) in the statement of profit and loss		
Balance as per last financial statements	(2,863,646)	59,578
Profit for the year	(4,471,794)	(2,923,224)
Net Deficit in the statement of profit and loss	(7,335,440)	(2,863,646)

5. Long-term borrowings

	Non-current		Current	
	31-Mar-15 AED	31-Mar-14 AED	31-Mar-15 AED	31-Mar-14 AED
Term Loans				
Secured Loans				
Term Loan from Bank of Baroda	8,036,496	5,907,090	2,495,600	1,871,190
Car Loan from Bank of Baroda	102,835	-	39,874	-
Emirates Islamic Bank-Car Loan	81,742	-	26,006	-
Amount disclosed under the head "other current liabilities" (note 7)	-	-	(2,561,480)	(1,871,190)
	8,221,073	5,907,090	-	-

1 Term Loan from Bank of Baroda are secured by way of charge on fixed assets of the Company, personal guarantee of Dr. Kailash S. Choudhari and Corporate Guarantee of M/s Aksh Optifibre Limited.

2. Secured Car loan taken from Bank of Baroda against the hypothecation of Car.

3. Secured Car loan taken from Emirates Islamic Bank against the hypothecation of Car.

6. Provisions

	Long-term		Short-term	
	31-Mar-15 AED	31-Mar-14 AED	31-Mar-15 AED	31-Mar-14 AED
Provision for Gratuity & Compensated Absences	598,553	1,101,789	-	-
	598,553	1,101,789	-	-

7. Other current liabilities

	31-Mar-15 AED	31-Mar-14 AED
Trade payables (including acceptances)	815,669	37,786
Other liabilities		
Current maturities of long term debt (Refer Note No 5)	2,561,480	1,871,190
Other current liabilities	15,285,339	55,312,356
	17,846,819	57,183,546
	18,662,488	57,221,332

AOL FZE**Notes to financial statements for the year ended 31 March 2015****8. Tangible assets**

							AED
	Building	Plant & Machinery	Furniture & Fixture	Vehicles	Office equipments	Computers / Laptops	Total
Cost or valuation							
At 1 April 2013	-	-	-	-	-	-	-
Additions	2,200,000	-	-	-	-	-	2,200,000
Disposals / adjustments	-	-	-	-	-	-	-
At 31 March 2014	2,200,000	-	-	-	-	-	2,200,000
Additions	781,302	14,520,374	15,415	333,149	20,764	5,097	15,676,101
Disposals / adjustments	-	-	-	-	-	-	-
At 31 March 2015	2,981,302	14,520,374	15,415	333,149	20,764	5,097	17,876,101
Depreciation							
At 1 April 2013	-	-	-	-	-	-	-
Charge for the year	18,370	-	-	-	-	-	18,370
Disposals / adjustments	-	-	-	-	-	-	-
At 31 March 2014	18,370	-	-	-	-	-	18,370
Charge for the year	32,897	498,602	1,103	7,733	724	875	541,934
Disposals / adjustments	-	-	-	-	-	-	-
At 31 March 2015	51,267	498,602	1,103	7,733	724	875	560,304
Net Block							
At 31 March 2014	2,181,630	-	-	-	-	-	2,181,630
At 31 March 2015	2,930,035	14,021,772	14,312	325,416	20,040	4,222	17,315,797

AOL FZE

Notes to financial statements for the year ended 31 March 2015

9. Non-current investments

	31-Mar-15 AED	31-Mar-14 AED
Trade investments (valued at cost unless stated otherwise)		
<i>Investment in subsidiaries</i>		
Unquoted equity instruments		
<i>Investment in Eminent One Ventures Limited</i>		
1 Equity Share of AED 3.67 (rounded off to AED 4)	4	-
<i>Investment in AOL Projects JLT</i>		
300 Equity Shares of AED 100 each (31 March 2014: 300 Equity Shares of AED 100 each)	300,000	300,000
	300,004	300,000

10. Loans and advances (Unsecured, considered good unless stated otherwise)

	Non-current		Current	
	31-Mar-15 AED	31-Mar-14 AED	31-Mar-15 AED	31-Mar-14 AED
Capital advances	34,326	8,702,605	-	-
Advances recoverable in cash or kind	-	-	67,708,642	69,617,753
Total	34,326	8,702,605	67,708,642	69,617,753

11. Other assets

	Non-current		Current	
	31-Mar-15 AED	31-Mar-14 AED	31-Mar-15 AED	31-Mar-14 AED
LC Margin with BOB	124,663	-	-	-
	124,663	-	-	-

12. Inventories (valued at lower of cost and net realizable value)

	31-Mar-15 AED	31-Mar-14 AED
i) Finished Goods & Traded Goods	-	201,556
ii) Raw Material	181,994	-
iii) Semi Finished Goods	188,558	-
	370,552	201,556

13. Trade receivables

	Non-current		Current	
	31-Mar-15 AED	31-Mar-14 AED	31-Mar-15 AED	31-Mar-14 AED
Unsecured, considered good unless stated otherwise				
Outstanding for a period exceeding six months from the date they are due for payment	-	-	20,485,641	24,036,862
Other receivables	-	-	1,465,043	-
	-	-	21,950,684	24,036,862

14. Cash and cash equivalents

	Non-current		Current	
	31-Mar-15 AED	31-Mar-14 AED	31-Mar-15 AED	31-Mar-14 AED
Cash and cash equivalents				
Balances with banks:				
- On current accounts	-	-	242,006	88,852
Cash on hand	-	-	-	4,494
	-	-	242,006	93,346

AOL FZE**Notes to financial statements for the Year ended 31 March 2015****15. Revenue from operations**

	Year Ended 31-Mar-15 AED	Year Ended 31-Mar-14 AED
Revenue from operations		
Sale of products		
- Finished goods	3,757,676	10,939,316
- Traded goods	1,106,418	-
Sale of services	148,327	219,281
Other operating revenue		
Scrap sales	7,248	-
Exchange Fluctuation	29,909	-
Revenue from operations	5,049,578	11,158,597

16. Cost of raw material and components consumed

	31-Mar-15 AED	31-Mar-14 AED
Inventory at the beginning of the year	-	-
Add: Purchases	2,647,757	-
	2,647,757	-
Less: inventory at the end of the year	181,994	-
Cost of raw material and components consumed	2,465,763	-

17. Details of purchase of traded goods

	31-Mar-15 AED	31-Mar-14 AED
Telecom & electronic items	443,510	1,699,382
	443,510	1,699,382

18. (Increase)/ decrease in inventories

	(Increase)/ Decrease AED	31-Mar-15 AED	31-Mar-14 AED
Inventories at the end of the year			
Finished/Traded Goods	201,556	-	201,556
Semi Finished Goods	(188,558)	188,558	-
	12,998	188,558	201,556
Inventories at the beginning of the year			
Finished/Traded Goods	6,250,567	201,556	6,452,123
Semi Finished Goods	-	-	-
	6,250,567	201,556	6,452,123
	6,237,569	12,998	6,250,567

19. Employee benefits expense

	31-Mar-15 AED	31-Mar-14 AED
Salaries, wages and bonus	2,845,188	2,322,339
Gratuity	12,199	271,020
Staff welfare expenses	124,898	5,479
	2,982,285	2,598,838

AOL FZE**Notes to financial statements for the Year ended 31 March 2015****20. Other expenses**

	31-Mar-15	31-Mar-14
	AED	AED
Consumption of stores and spares	140,515	-
Packing Material Consumed	351,888	-
Power & Fuel	199,176	-
Travelling & Conveyance	117,583	101,522
Postage & Telephone	14,362	2,250
Insurance	35,017	3,600
Rent	196,518	15,249
Professional & Legal Expenses	62,000	53,510
Repair & Maintenance		
- Plant & Machinery	10,523	-
- Others	32,870	-
Marketing & Service Charges	104,802	-
Freight & Cartage (Outward)	120,162	-
Auditors' Remuneration	12,000	12,000
Other Expenses	160,256	115,644
	1,557,672	303,775

21. Depreciation and amortization expense

	31-Mar-15	31-Mar-14
	AED	AED
Depreciation of tangible assets	541,934	18,370
	541,934	18,370

22. Finance costs

	31-Mar-15	31-Mar-14
	AED	AED
Interest	1,475,646	3,194,584
Bank Charges	41,564	16,305
	1,517,210	3,210,889

AOL FZE**Notes to financial statements for the Year ended 31 March 2015**

	31-03-2015	31-03-2014
	AED	AED
23 CONTINGENT LIABILITY		
Capital commitments	-	4,863,754
Except for the above and ongoing business obligation which are under normal course of a business against which no loss is expected, there has been no other known contingent liability or capital commitment on company's account as of balance sheet date.		

24 RELATED PARTY TRANSACTION

The company enters into transactions with entities that fall within the definition of a related party. The management considers such transactions to be in the normal course of business. Related parties comprise companies under common ownership and/or common management control / shareholders and directors.

	31-03-2015	31-03-2014
	AED	AED
M/s Aksh Optifibre Limited, India (Holding Company)	13,450,735	52,062,109
M/s AOL Projects JLT (Subsidiary Company)	12,066	270,905

Transactions

	Holding Company/Sub	Key Management Personnel	31-03-2015	31-03-2014
	sidiaries		AED	AED
Repayment of loan taken	379,573	-	379,573	527,000
Conversion of loan into share capital	43,650,000	-	43,650,000	44,100,000
Sale Made	(872,288)		(872,288)	-
Purchase Made	188,900		188,900	-
Investment in shares	300,000	-	300,000	300,000
Services Rendered	(100,000)		(100,000)	-
Expenses reimbursed	(386,733)		(386,733)	(30,500)
Remuneration paid	-	2,580,000	2,580,000	2,571,020
Interest expenses	947,065	-	947,065	3,194,584

25 FINANCIAL INSTRUMENTS

Financial instruments of the company comprises of cash and bank balances, trade receivables, other receivables, trade payables, other payables, due to related parties and bank borrowings.

Risk Management**Credit risk**

Financial assets which potentially expose the company to concentration of credit risk comprise principally bank balances, trade receivables and other receivables. The company's bank accounts are placed with high credit quality financial institutions.

Exchange rate risk

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in Arab Emirates Dirhams.

Interest rate risk

Borrowing facilities are regularly reviewed to ensure that the company obtains the best available pricing terms and conditions on its borrowings.

All other loans, receivable and borrowings are subject to floating interest rates at levels generally obtained in the UAE or are linked to LIBOR and are therefore exposed to cash flow interest rate risk.

26 All the figures are expressed in AED and Fills have been rounded of to the nearest AED.

27 COMPARATIVE AMOUNTS

Previous year's figures have been reworked, regrouped, rearranged and reclassified to conform to those of current year's figures wherever necessary.

The accompanying notes form an integral part of these financial statements.

The report of the auditor is set out on page 1.

We confirm that we are responsible for these financial statements, including selecting the accounting policies and making the judgements underlying them. We confirm that we have made available all relevant accounting records and information for their compilation.

Approved by the Management on May 28, 2015

For AOL (FZE)

Sd/-

Managing Director