

**ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT
ENTERPRISE**

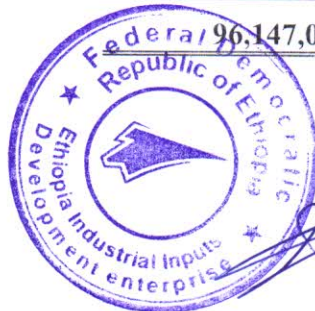
**CONDENSED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**



**Shafiq Teshome Beharu
Purchasing & Finance
Director**

ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPRISE
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2018

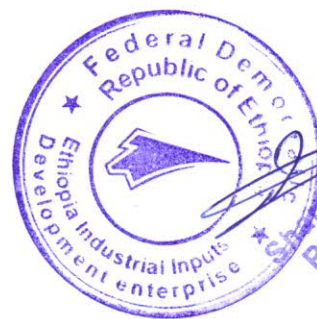
	Notes	2018 Ethiopian Birr	2017 Ethiopian Birr
REVENUE	4	1,869,918,406	4,069,141,778
COST OF SALES	5	<u>(1,686,151,426)</u>	<u>(3,894,887,249)</u>
GROSS PROFIT		183,766,980	174,254,529
Other income	6	43,727,680	14,354,391
		227,494,660	188,608,920
OPERATING EXPENSES			
Selling and distribution	7(a)	(53,197,705)	(28,847,774)
General and administration	7(b)	(91,190,282)	(94,708,136)
		144,387,987	123,555,911
Operating Profit		83,106,673	65,053,009
Bank interest income		42,186,851	11,707,643
Finance cost	8	(4,114,895)	(22,277,061)
		38,071,957	(10,569,418)
PROFIT BEFORE TAX		121,178,630	54,483,591
Income tax expense	10(a)	<u>(25,031,542)</u>	<u>(15,454,568)</u>
PROFIT FOR THE YEAR		96,147,088	39,029,023



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Purchasing & Finance
Director

ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPRISE
STATEMENT OF CHANGES IN
EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

	<u>Capital</u> Ethiopian Birr	<u>Legal</u> reserve Ethiopian Birr	<u>Loan</u> redemption reserve Ethiopian Birr	<u>Retained</u> earning Ethiopian Birr	<u>Total</u> Ethiopian Birr
Balance at 01 July 2016	<u>1,306,042,415</u>	<u>10,000,000</u>	<u>15,167,996</u>	=	<u>1,331,210,411</u>
Profit for the year	-	-	-	(20,625,170)	(20,625,170)
Transfers to					-
State dividend	-	-	-	12,375,102	12,375,102
Industrial					
Development Fund	-	-	-	8,250,068	8,250,068
Balance at 30 June 2017	<u>1,306,042,415</u>	<u>10,000,000</u>	<u>15,167,996</u>	=	<u>1,331,210,411</u>
Prior-year adjustment				44,802,011	44,802,011
Profit for the year	-	-	-	96,147,088	96,147,088
Transfers to					-
State dividend	-	-	-	(57,688,253)	(57,688,253)
Industrial					
Development Fund	-	-	-	(38,458,835)	(38,458,835)
Balance at 30 June 2018	<u>1,306,042,415</u>	<u>10,000,000</u>	<u>15,167,996</u>	<u>44,802,011</u>	<u>1,376,012,422</u>



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Managements
Directorate Director

**ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPRISE
NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

1 EXECUTIVE SUMMARY

Ethiopian industrial inputs development enterprise was established as an autonomous public enterprise in proclamation No.328/2014 G.C. The Enterprise is governed by Public Enterprises Proclamation No 25/1992. The main objective of the Enterprise is to supply industrial inputs for manufacturing and distribution of domestic and imported fast moving consumer goods.

The Enterprise has its Head Office in Addis Ababa, Ethiopia and Branches throughout the Country.

These Condensed financial statements are audited.

2 GOING CONCERN

The financial statements have been prepared on a going concern basis.

3 BASIS OF PREPARATION

The financial statements have been prepared on a historical cost basis, except for the measurement of impaired assets at their recoverable amounts.

4 SIGNIFICANT ACCOUNTING POLICIES

Existing Reporting Framework

These financial statements have been prepared in accordance with Generally Accepted Accounting Principle (GAAP) and in the manner required by the Commercial Code of Ethiopia and other applicable laws.

Reporting framework under Implementation

Pursuant to the requirement of Proclamation 847/2014 for Financial Reporting, the Enterprise is required to adopt International Financial Reporting Standards (IFRSs) as adopted by the International Accounting Standard Board (IASB). Accordingly, management is taking appropriate action to prepare for the transition to IFRS.

