

INDEPENDENT AUDITORS' REPORT

The Shareholder
National Quarries Company Limited

The accompanying summary financial statements, which comprise of the statement of financial position as at 30 September 2010, the statement of comprehensive income, the statements of changes in shareholder's equity and cash flows for the year then ended, are derived from the audited financial statements of National Quarries Company Limited for the year ended 30 September 2010. We expressed an unmodified audit opinion on those financial statements in our report dated 28 September 2017. Those financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of National Quarries Company Limited.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of a summary of the audited financial statements in accordance with the basis of criteria established by management. Under management's established criteria, management prepares the financial statements in accordance with International Financial Reporting Standards but summarises it by disclosing the statement of financial position, the statement of comprehensive income, the statement of changes in shareholder's equity and the statement of cash flows and excluding the summary of significant accounting policies and other explanatory information.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of National Quarries Company Limited for the year ended 30 September 2010 are consistent, in all material respects, with the audited financial statements, on the basis of management's established criteria as described above.

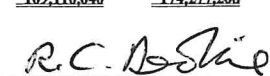
PKF

Port of Spain
23 January 2018

NATIONAL QUARRIES COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION

ASSETS	30 September	
	2010 (\$)	2009 (\$)
Current Assets:		
Cash in hand and at bank	6,078,901	3,658,722
Investments	5,114,691	4,996,359
Accounts receivable and prepayments	4,491,299	25,140,611
Inventories	<u>59,756,300</u>	<u>41,018,855</u>
Total Current Assets	<u>75,441,191</u>	<u>74,814,547</u>
Non-Current Assets:		
Development cost	22,235,440	25,266,383
Fixed assets	<u>71,434,009</u>	<u>74,196,338</u>
Total Non-Current Assets	<u>93,669,449</u>	<u>99,462,721</u>
Total Assets	<u>169,110,640</u>	<u>174,277,268</u>
LIABILITIES AND SHAREHOLDER'S EQUITY		
Current Liabilities:		
Bank overdraft	3,557,518	498,174
Accounts payable and accruals	80,464,027	57,716,348
Taxation payable	7,595	2,820
Loans - Current portion	<u>5,420,710</u>	<u>5,949,716</u>
Total Current Liabilities	<u>89,449,850</u>	<u>64,167,058</u>
Non-Current Liabilities:		
Royalties payable	19,086,862	16,657,480
Provision for severance benefits	369,316	4,651,982
Environmental rehabilitation	11,586,311	10,192,769
Loans - Non-current portion	<u>17,620,524</u>	<u>22,034,888</u>
Total Non-Current Liabilities	<u>48,663,013</u>	<u>53,537,119</u>
Total Liabilities	<u>138,112,863</u>	<u>117,704,177</u>
Shareholder's Equity:		
Stated capital	28,907,000	41,607,000
Accumulated surplus	<u>2,090,777</u>	<u>14,966,091</u>
Total Shareholder's Equity	<u>30,997,777</u>	<u>56,573,091</u>
Total Liabilities and Shareholder's Equity	<u>169,110,640</u>	<u>174,277,268</u>


Director


Director

On 23 January 2018, the Board of Directors of National Quarries Company Limited authorised these financial statements for issue.

NATIONAL QUARRIES COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME

	For the year ended 30 September	
	2010 (\$)	2009 (\$)
Sales	121,866,645	120,566,095
Less: Cost of Sales	<u>117,613,419</u>	<u>90,674,596</u>
	4,253,226	29,891,499
Interest and other revenue	<u>4,966,962</u>	<u>2,320,953</u>
	<u>9,220,188</u>	<u>32,212,452</u>
General and Administrative Expenses:		
Advertising and promotions	560,108	1,112,818
Audit fees	115,000	93,000
Bank charges and interest	3,135,114	2,515,453
Bad debt expense	4,022,902	1,500,000
Commissions	60,782	-
Consultancy fees	815,320	607,294
Depreciation	380,695	424,954
Directors' fees	129,786	255,810
Donations and subscriptions	551,364	454,795
Electricity and telephone	681,969	517,519
Entertainment	97,164	116,185
Green Fund Levy	123,237	120,566
Insurance	691,111	738,734
Legal and professional fees	659,522	807,169
Litigation expenses	-	12,700,000
Miscellaneous expenses	129,811	259,309
Motor vehicle expenses	255,273	79,038
Printing and stationery	49,726	67,621
Rates and taxes	67,149	67,549
Rental	439,729	488,296
Repairs and maintenance	493,095	382,001
Salaries and staff benefits	6,711,297	6,227,474
Security	700,961	461,142
Severance benefit	429,602	343,095
Staff training	228,382	355,363
Travelling	<u>319,929</u>	<u>284,777</u>
	<u>21,849,028</u>	<u>30,979,962</u>
Net (loss)/profit before taxation	(12,628,840)	1,232,490
Taxation	<u>(246,474)</u>	<u>(241,132)</u>
Net (loss)/profit for the year	<u>(12,875,314)</u>	<u>991,358</u>

On 23 January 2018, the Board of Directors of National Quarries Company Limited authorised these financial statements for issue.

NATIONAL QUARRIES COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2010

	<u>Stated Capital (S)</u>	<u>Accumulated Surplus (S)</u>	<u>Shareholder's Equity (S)</u>
Balance as at 1 October 2008	28,907,000	13,974,733	42,881,733
Deposit on Shares	12,700,000	-	12,700,000
Net profit for the year	<u>-</u>	<u>991,358</u>	<u>991,358</u>
Balance as at 30 September 2009	<u>41,607,000</u>	<u>14,966,091</u>	<u>56,573,091</u>
Balance as at 1 October 2009	41,607,000	14,966,091	56,573,091
Deposit on Shares not receivable	(12,700,000)	-	(12,700,000)
Net loss for the year	<u>-</u>	<u>(12,875,314)</u>	<u>(12,875,314)</u>
Balance as at 30 September 2010	<u>28,907,000</u>	<u>2,090,777</u>	<u>30,997,777</u>

On 23 January 2018, the Board of Directors of National Quarries Company Limited authorised these financial statements for issue.

NATIONAL QUARRIES COMPANY LIMITED
STATEMENT OF CASH FLOWS

	For the year ended 30 September	
	<u>2010 (S)</u>	<u>2009 (S)</u>
Operating Activities:		
Net (loss)/profit before taxation	(12,628,840)	1,232,490
Adjustment for items not requiring the use of funds: -		
Depreciation	7,863,311	7,688,441
Amortization of development costs	3,030,943	2,678,222
Profit on disposal of fixed assets	(1,052)	(282,018)
Bad debt expense	<u>4,022,902</u>	<u>1,500,000</u>
	2,277,264	12,817,135
Net change in accounts receivable and prepayments	16,626,410	(17,622,624)
Net change in inventories	(18,737,445)	(31,469,713)
Net change in accounts payable and accruals	22,747,679	31,066,598
Net change in provision for severance benefits	(4,282,666)	798,214
Additions to development cost	-	(7,944,143)
Net change in provision for environmental rehabilitation	1,393,542	1,554,863
Net change in royalties payable	2,429,382	3,309,315
Taxation	<u>(241,699)</u>	<u>(246,382)</u>
Cash provided by/(used in) operating activities	<u>22,212,467</u>	<u>(7,736,737)</u>
Investing Activities:		
Proceeds from disposal of fixed assets	40,387	353,050
Purchase of fixed assets	<u>(5,130,317)</u>	<u>(12,568,591)</u>
Cash used in investing activities	<u>(5,089,930)</u>	<u>(12,215,541)</u>
Financing Activities:		
Net change in loans	(4,943,370)	13,956,796
(Decrease)/increase in stated capital	<u>(12,700,000)</u>	<u>12,700,000</u>
Cash (used in)/provided by financing activities	<u>(17,643,370)</u>	<u>26,656,796</u>
Net change in cash resources	(520,833)	6,704,518
Cash resources - at beginning of year	<u>8,156,907</u>	<u>1,452,389</u>
- end of year	<u>7,636,074</u>	<u>8,156,907</u>
Represented by:		
Cash in hand and at bank	6,078,901	3,658,722
Investments	5,114,691	4,996,359
Bank overdraft	<u>(3,557,518)</u>	<u>(498,174)</u>
	<u>7,636,074</u>	<u>8,156,907</u>

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INDEPENDENT AUDITORS' REPORT

**The Shareholder
National Quarries Company Limited**

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Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements."

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of National Quarries Company Limited for the year ended 30 September 2011 are consistent, in all material respects, with the audited financial statements, on the basis of management's established criteria as described above.

PKF

Port of Spain
23 January 2018

NATIONAL QUARRIES COMPANY LIMITED STATEMENT OF FINANCIAL POSITION			NATIONAL QUARRIES COMPANY LIMITED STATEMENT OF COMPREHENSIVE INCOME		
ASSETS	30 September		For the year ended 30 September		
	2011 (\$)	2010 (\$)	2011 (\$)	2010 (\$)	
Current Assets:					
Cash in hand and at bank	1,823,437	6,078,901	136,489,842	121,866,645	
Investments	5,210,593	5,114,691	<u>130,986,413</u>	<u>117,613,419</u>	
Accounts receivable and prepayments	5,582,105	4,491,299			
Inventories	46,018,802	59,756,300	5,503,429	4,253,226	
Taxation recoverable	<u>3,106</u>	<u>-</u>	<u>149,231</u>	<u>4,966,962</u>	
Total Current Assets	<u>58,638,043</u>	<u>75,441,191</u>	<u>5,652,660</u>	<u>9,220,188</u>	
Non-Current Assets:					
Development cost	19,251,077	22,235,440			
Fixed assets	<u>65,064,141</u>	<u>71,434,009</u>			
Total Non-Current Assets	<u>84,315,218</u>	<u>93,669,449</u>			
Total Assets	<u>142,953,261</u>	<u>169,110,640</u>			
	LIABILITIES AND SHAREHOLDER'S EQUITY				
Current Liabilities:					
Bank overdraft	5,162,851	3,557,518			
Accounts payable and accruals	62,188,550	80,464,027			
Taxation payable	-	7,595			
Loans - Current portion	<u>3,997,033</u>	<u>5,420,710</u>			
Total Current Liabilities	<u>71,348,434</u>	<u>89,449,850</u>			
Non-Current Liabilities:					
Royalties payable	23,186,959	19,086,862			
Provision for severance benefits	132,407	369,316			
Environmental rehabilitation	13,642,182	11,586,311			
Loans - Non-current portion	<u>13,623,104</u>	<u>17,620,524</u>			
Total Non-Current Liabilities	<u>50,584,652</u>	<u>48,663,013</u>			
Total Liabilities	<u>121,933,086</u>	<u>138,112,863</u>			
Shareholder's Equity:					
Stated capital	28,907,000	28,907,000			
Accumulated (deficit)/surplus	<u>(7,886,825)</u>	<u>2,090,777</u>			
Total Shareholder's Equity	<u>21,020,175</u>	<u>30,997,777</u>			
Total Liabilities and Shareholder's Equity	<u>142,953,261</u>	<u>169,110,640</u>			
			General and Administrative Expenses:		
			Advertising and promotions	398,744	560,108
			Audit fees	271,000	115,000
			Bank charges and interest	1,949,275	3,135,114
			Bad debt expense	132,889	4,022,902
			Commissions	-	60,782
			Consultancy fees	482,092	815,320
			Depreciation	500,166	380,695
			Directors' fees	291,350	129,786
			Donations and subscriptions	52,594	-
			Electricity and telephone	129,368	551,364
			Entertainment	584,685	681,969
			Green Fund Levy	39,669	97,164
			Insurance	134,062	123,237
			Legal and professional fees	643,724	691,111
			Litigation expenses	162,560	659,522
			Miscellaneous expenses	297,668	129,811
			Motor vehicle expenses	531,728	255,273
			Printing and stationery	47,901	49,726
			Rates and taxes	-	67,149
			Rental	433,302	439,729
			Repairs and maintenance	358,122	493,095
			Salaries and staff benefits	6,806,336	6,711,297
			Security	551,694	700,961
			Severance benefit	143,033	429,602
			Staff training	99,249	228,382
			Travelling	<u>321,535</u>	<u>319,929</u>
				<u>15,362,746</u>	<u>21,849,028</u>
			Net loss before taxation	(9,710,086)	(12,628,840)
			Taxation	<u>(267,516)</u>	<u>(246,474)</u>
			Net loss for the year	<u>(9,977,602)</u>	<u>(12,875,314)</u>

On 23 January 2018, the Board of Directors of National Quarries Company Limited authorised these financial statements for issue.

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NATIONAL QUARRIES COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2011

	Stated Capital (S)	Accumulated Surplus/(Deficit) (S)	Shareholder's Equity (S)
Balance as at 1 October 2009	41,607,000	14,966,091	56,573,091
Deposit on Shares not receivable	(12,700,000)	-	(12,700,000)
Net loss for the year	-	(12,875,314)	(12,875,314)
Balance as at 30 September 2010	<u>28,907,000</u>	<u>2,090,777</u>	<u>30,997,777</u>
Balance as at 1 October 2010	28,907,000	2,090,777	30,997,777
Net loss for the year	-	(9,977,602)	(9,977,602)
Balance as at 30 September 2011	<u>28,907,000</u>	<u>(7,886,825)</u>	<u>21,020,175</u>

On 23 January 2018, the Board of Directors of National Quarries Company Limited authorised these financial statements for issue.

NATIONAL QUARRIES COMPANY LIMITED
STATEMENT OF CASH FLOWS

	For the year ended 30 September	
	2011 (S)	2010 (S)
Operating Activities:		
Net loss before taxation	(9,710,086)	(12,628,840)
Adjustment for items not requiring the use of funds: -		
Depreciation	7,990,565	7,863,311
Amortization of development costs	2,984,363	3,030,943
Profit on disposal of fixed assets	(36,730)	(11,052)
Bad debt expense	132,889	4,022,902
	1,361,001	2,277,264
Net change in accounts receivable and prepayments	(1,223,695)	16,626,410
Net change in inventories	13,737,498	(18,737,445)
Net change in accounts payable and accruals	(18,275,477)	22,747,679
Net change in provision for severance benefits	(236,909)	(4,282,666)
Additions to development cost	2,055,871	-
Net change in provision for environmental rehabilitation	4,100,097	1,393,542
Net change in royalties payable	(278,217)	2,429,382
Taxation	-	(241,699)
	1,240,169	22,212,467
Cash provided by/(used in) operating activities		<u>22,212,467</u>
Investing Activities:	64,565	
Proceeds from disposal of fixed assets	(1,648,532)	40,387
Purchase of fixed assets	-	(5,130,317)
	(1,583,967)	<u>(5,089,930)</u>
Cash used in investing activities		<u>(5,089,930)</u>
Financing Activities:	(5,421,097)	
Net change in loans	-	(4,943,370)
(Decrease)/increase in stated capital	-	(12,700,000)
	(5,421,097)	<u>(17,643,370)</u>
Cash (used in)/provided by financing activities		<u>(17,643,370)</u>
Net change in cash resources	(5,764,895)	(520,833)
	7,636,074	
Cash resources - at beginning of year		8,156,907
- end of year	<u>1,871,179</u>	<u>7,636,074</u>
Represented by:		
Cash in hand and at bank	1,823,437	6,078,901
Investments	5,210,593	5,114,691
Bank overdraft	(5,162,851)	(3,557,518)
	<u>1,871,179</u>	<u>7,636,074</u>

On 23 January 2018, the Board of Directors of National Quarries Company Limited authorised these financial statements for issue.