



Independent Auditor's Report

To the Directors,

Report - Summary Financial Statements of National Quarries Company Limited

The accompanying financial statements which comprise the summary statement of financial position as at 30 September 2018, the summary statements of comprehensive income, changes in equity and cash flows are derived from the financial statements of National Quarries Company Limited (the Company) for the year then ended 30 September 2018. 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 financial statements of the Company.

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."

Basis for Disclaimer of Opinion

In our report dated 22 April 2021, we did not express an audit opinion on the financial statements of National Quarries Company Limited for the year ended 30 September 2018. The basis for our disclaimer of opinion was that the Company did not provide supporting documentation to substantiate the completeness, existence, accuracy and valuation of fixed assets, inventory, accounts receivable and prepayments, accounts payable and accruals, development costs, environmental rehabilitation, royalties payable, cash in hand and at bank, and bank overdraft as at 30 September 2018. The Company also did not provide the required evidence to substantiate the completeness existence and accuracy of sales and expenditure for the year ended 30 September 2018. Our disclaimer of opinion stated that because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, we had not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion, and accordingly, we did not express an opinion on the financial statements.



Disclaimer of Opinion

Because of the significance of the matters discussed above, it is inappropriate to express an opinion on the summary financial statements of National Quarries Company Limited for the year ended 30 September 2018.


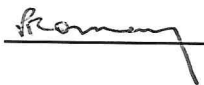
**San Juan
10 September 2021**

Moore
Chartered Accountants

**National Quarries Company Limited
Statement of Financial Position
As at 30 September 2018**

| | 2018 | 2017 |
|--|----------------------------|----------------------------|
| | <u>TT\$</u> | <u>TT\$</u> |
| ASSETS | | |
| Non-Current Assets | | |
| Fixed Assets | 34,024,156 | 37,693,623 |
| Development Cost | <u>8,296,718</u> | <u>9,395,506</u> |
| Total Non-Current Assets | <u>42,320,874</u> | <u>47,089,129</u> |
| Current Assets | | |
| Investments | 232,083 | 1,231,892 |
| Inventory | 13,814,490 | 13,846,265 |
| Accounts Receivable and Prepayments | 28,896,040 | 34,383,730 |
| Cash in Hand and at Bank | <u>2,502,242</u> | <u>2,233,556</u> |
| Total Current Assets | <u>45,444,855</u> | <u>51,695,443</u> |
| Total Assets | <u>87,765,729</u> | <u>98,784,572</u> |
| Liabilities | | |
| Non-Current Liabilities | | |
| Royalties Payable | 28,560,202 | 27,333,271 |
| Environmental Rehabilitation | <u>24,417,601</u> | <u>24,417,601</u> |
| Total Non-Current Liabilities | <u>52,977,803</u> | <u>51,750,872</u> |
| Current Liabilities | | |
| Accounts Payable and Accruals | 118,569,250 | 129,093,374 |
| Bank Overdraft | <u>2,519,468</u> | <u>2,385,595</u> |
| Total Current Liabilities | <u>121,088,718</u> | <u>131,478,969</u> |
| Total Liabilities | <u>174,066,521</u> | <u>183,229,841</u> |
| Shareholder's Equity | | |
| Stated Capital | 28,907,000 | 28,907,000 |
| Accumulated Deficit | <u>(115,207,792)</u> | <u>(113,352,269)</u> |
| Total Shareholder's Equity | <u>(86,300,792)</u> | <u>(84,445,269)</u> |
| Total Liabilities and Institutional Capital | <u>87,765,729</u> | <u>98,784,572</u> |

On 10 September 2021, the Board of Directors of National Quarries Company Limited authorised these summary financial statements for issue.

Director:  Director:  Date: 10TH SEPTEMBER 2021

National Quarries Company Limited
Statement of Comprehensive Income
For the Year Ended 30 September 2018

| | 2018 | 2017 |
|--|--------------------------|--------------------------|
| | <u>TT\$</u> | <u>TT\$</u> |
| Sales | 80,570,857 | 80,939,026 |
| Cost of Sales | <u>(64,588,112)</u> | <u>(72,275,193)</u> |
| | 15,982,745 | 8,663,833 |
| Interest and Other Income | <u>210,887</u> | <u>144,969</u> |
| | <u>16,193,632</u> | <u>8,808,802</u> |
| General and Administrative Expenses | | |
| Advertising and Promotions | 436,752 | 642,806 |
| Audit Fees | 170,800 | 186,800 |
| Bank Charges and Interest | 612,806 | 694,274 |
| Consultancy Fees | 517,493 | 1,683,601 |
| Depreciation | 1,957,694 | 1,666,896 |
| Directors' Fees | 448,163 | 433,207 |
| Donations and Subscriptions | 640,514 | 140,701 |
| Electricity and Telephone | 346,036 | 758,036 |
| Entertainment | - | 222,329 |
| Green Fund Levy | 242,411 | 270,409 |
| Insurance | 198,084 | 222,329 |
| Legal and Professional Fees | 916,821 | 1,510,067 |
| Miscellaneous Expenses | 199,127 | 241,100 |
| Motor Vehicle Expenses | 74,545 | 31,152 |
| Penalties and Interest | 13,377 | - |
| Printing and Stationery | 71,768 | 56,091 |
| Rental | 744,923 | 691,664 |
| Repairs and Maintenance | 385,343 | 446,007 |
| Salaries and Staff Benefits | 8,571,981 | 10,199,831 |
| Security | 627,180 | 541,992 |
| Travelling | <u>388,515</u> | <u>9,062</u> |
| Total Expenditure | <u>17,564,333</u> | <u>20,648,354</u> |
| Net Loss Before Taxation | (1,370,701) | (11,839,552) |
| Taxation | <u>(484,822)</u> | <u>(485,889)</u> |
| Net Loss for the Year | <u>(1,855,523)</u> | <u>(12,325,441)</u> |

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**National Quarries Company Limited
Statement of Changes in Equity
For the Year Ended 30 September 2018**

| | Stated Capital <u>TT\$</u> | Accumulated Deficit <u>TT\$</u> | Shareholder's Equity <u>TT\$</u> |
|--|---|--|---|
| Balance as at 01 October 2016 | 28,907,000 | (101,026,828) | (72,119,828) |
| Net loss for the Year | _____ - | <u>(12,325,441)</u> | <u>(12,325,441)</u> |
| Balance as at 30 September 2017 | <u>28,907,000</u> | <u>(113,352,269)</u> | <u>(84,445,269)</u> |
| Balance as at 01 October 2017 | 28,907,000 | (113,352,269) | (84,445,269) |
| Net loss for the Year | _____ - | <u>(1,855,523)</u> | <u>(1,855,523)</u> |
| Balance as at 30 September 2018 | <u>28,907,000</u> | <u>(115,207,792)</u> | <u>(86,300,792)</u> |

On 10 September 2021, the Board of Directors of National Quarries Company Limited authorised these summary financial statements for issue.

National Quarries Company Limited
Statement of Cash Flows
For the Year Ended 30 September 2018

| | 2018 | 2017 |
|---|---------------------------|---------------------------|
| | <u>TT\$</u> | <u>TT\$</u> |
| Operating Activities | | |
| Net Loss after Taxation | (1,855,523) | (12,325,441) |
| Adjustments: | | |
| Depreciation | 4,422,878 | 5,000,689 |
| Amortization of Development Cost | <u>-</u> | <u>1,450,205</u> |
| | 2,567,355 | (5,874,547) |
| Net Changes in: | | |
| Accounts Receivable and Prepayments | 5,487,690 | (3,758,324) |
| Inventories | 31,775 | (47,442) |
| Accounts Payable and Accruals | (10,524,124) | 9,832,350 |
| Royalties Payable | 1,226,931 | 1,853,460 |
| Taxation | <u>-</u> | <u>341,435</u> |
| Net cash (used in) / generated in operating activities | <u>(1,210,373)</u> | <u>2,346,932</u> |
| Investing Activities: | | |
| Net Movement in Fixed Assets | (753,410) | (2,087,340) |
| Net Movement in Development Costs | <u>1,098,787</u> | <u>-</u> |
| Net cash used in investing activities | <u>345,377</u> | <u>(2,087,340)</u> |
| Financing Activities: | | |
| Net Change in Loans | <u>-</u> | <u>2,798</u> |
| Net cash used in financing activities | <u>-</u> | <u>2,798</u> |
| Net Change in Cash and Cash Equivalents | (864,996) | 262,390 |
| Cash at Beginning of Year | <u>1,079,853</u> | <u>817,463</u> |
| Cash at End of Year | <u>214,857</u> | <u>1,079,853</u> |
| Represented by: | | |
| Cash in Hand and at Bank | 2,502,252 | 2,233,556 |
| Investments | 232,084 | 1,231,892 |
| Bank Overdraft | <u>(2,519,468)</u> | <u>(2,385,595)</u> |
| | <u>214,857</u> | <u>1,079,853</u> |

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