

LAFCO LEADER ASIAN FOOD COMPANY LTD

Financial statements for the year 31 December 2015

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LAFCO LEADER ASIAN FOOD COMPANY LTD

REPORT AND FINANCIAL STATEMENTS 31 December 2015

CONTENTS

	PAGE
Board of Directors and other Officers	1
Report of the Board of Directors	2
Independent auditor's report	3 - 4
Statement of comprehensive income	5
Statement of financial position	6
Statement of changes in equity	7
Cash flow statement	8
Notes to the financial statements	9 - 16
Additional information to the Statement of comprehensive income	17 - 20

LAFCO LEADER ASIAN FOOD COMPANY LTD

BOARD OF DIRECTORS AND OTHER OFFICERS

Board of Directors:

Bizserve Management Ltd

Company Secretary:

Bizserve Secretarial Services Ltd

Independent Auditors:

Baker Tilly Klitou
Corner C. Hatzopoulou and 30 Griva Digheni Avenue
1066 Nicosia
Cyprus

Registered office:

11 Boumpoulinas
1060 Nicosia
Cyprus

Banker:

Piraeus Bank (Cyprus) Ltd

LAFCO LEADER ASIAN FOOD COMPANY LTD

REPORT OF THE BOARD OF DIRECTORS

The Board of Directors presents its report and audited financial statements of the Company for the year ended 31 December 2015.

Incorporation

The Company Lafco Leader Asian Food Company Ltd was incorporated in Cyprus on 10 July 2014 as a private limited liability company under the Cyprus Companies Law, Cap. 113.

Principal activity

The principal activity of the Company, which is unchanged from last year, is the holding of investments and provision of financing.

Review of current position, future developments and significant risks

The Company's development to date, financial results and position as presented in the financial statements are not considered satisfactory and the Board of Directors is making an effort to reduce the Company losses.

The main risks and uncertainties faced by the Company and the steps taken to manage these risks, are described in note 3 of the financial statements.

Results

The Company's results for the year are set out on page 5.

Share capital

Authorised capital

Under its Memorandum the Company fixed its share capital at 10000 ordinary shares of nominal value of €1 each.

Issued capital

Upon incorporation on 10 July 2014 the Company issued to the subscribers of its Memorandum of Association 1.500 ordinary shares of €1 each at par.

On 1 May 2015, the Company issued an additional 100 ordinary shares of €8.322 each at premium of €8.321.

Board of Directors

The member of the Company's Board of Directors as at 31 December 2015 and at the date of this report is presented on page 1. The sole Director was a member of the Board of Directors throughout the year ended 31 December 2015.

In accordance with the Company's Articles of Association the sole Director presently member of the Board continues in office.

There were no significant changes in the remuneration of the Board of Directors.

Independent Auditors

The Independent Auditors, Baker Tilly Klitou, have expressed their willingness to continue in office and a resolution giving authority to the Board of Directors to fix their remuneration will be proposed at the Annual General Meeting.

By order of the Board of Directors,


Bizserve Management Ltd
Director

Nicosia, 10 March 2016



BAKER TILLY

Baker Tilly Klitou & Partners Ltd
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Independent auditor's report

To the Members of Lafco Leader Asian Food Company Ltd

Report on the financial statements

We have audited the accompanying financial statements of the parent company Lafco Leader Asian Food Company Ltd (the "Company"), which comprise the statement of financial position as at 31 December 2015, and the statements of comprehensive income, changes in equity and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Board of Directors' responsibility for the financial statements

The Board of Directors is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards as adopted by the European Union and the requirements of the Cyprus Companies Law, Cap. 113, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these 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 about 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 the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view 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 policies used and the reasonableness of accounting estimates made by the Board of Directors, 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.

Associated Offices:

Cyprus: Nicosia T: +357 22 458500, Cyprus: Limassol T: +357 25 591515, Cyprus: Larnaca T: +357 24 663299
Greece: Athens T: +30 215 500 6060, Romania: Bucharest T: +40 21 3156100 3
Bulgaria: Sofia T: +359 2 9580980, Moldova: Chisinau T: +373 22 233003

Registered in Cyprus (Reg. No. 156870) List of Directors can be found at the Company's Registered Office

An Independent Member of Baker Tilly International



Ministry of Commerce, Industry and Fisheries & Cyprus Chamber of Commerce and Industry

Independent auditor's report (continued)

To the Members of Lafco Leader Asian Food Company Ltd

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of parent company Lafco Leader Asian Food Company Ltd as at 31 December 2015, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union and the requirements of the Cyprus Companies Law, Cap. 113.

Emphasis of matter

We draw attention to note 2 to the financial statements which indicates that the Company incurred a loss of €12.743 during the year ended 31 December 2015, and, as at that date its current liabilities exceeded its current assets by €17.984. These conditions, along with other matters as set forth in note 2 indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. Our opinion is not qualified in respect of this matter.

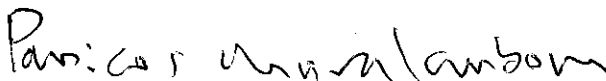
Report on other legal requirements

Pursuant to the additional requirements of the Auditors and Statutory Audits of Annual and Consolidated Accounts Laws of 2009 and 2013, we report the following:

- We have obtained all the information and explanations we considered necessary for the purposes of our audit.
- In our opinion, proper books of account have been kept by the Company, so far as appears from our examination of these books.
- The Company's financial statements are in agreement with the books of account.
- In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Cyprus Companies Law, Cap. 113, in the manner so required.
- In our opinion, the information given in the report of the Board of Directors is consistent with the financial statements.

Other matter

This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 34 of the Auditors and Statutory Audits of Annual and Consolidated Accounts Laws of 2009 and 2013 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whose knowledge this report may come to.



Panicos Charalambous
Certified Public Accountant and Registered Auditor
for and on behalf of

Baker Tilly Klitou
Certified Public Accountants and Registered Auditors

Corner C. Hatzopoulou and 30 Griva Digheni Avenue
1066 Nicosia
Cyprus

Nicosia, 10 March 2016

LAFCO LEADER ASIAN FOOD COMPANY LTD

STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 December 2015

	Note	2015 €	10/07/2014 - 31/12/2014 €
Administration expenses		(11.866)	(4.123)
Other expenses	4	<u>(350)</u>	<u>(2.552)</u>
Operating loss	5	(12.216)	(6.675)
Finance income	6	749	23
Finance costs	6	<u>(1.276)</u>	<u>(89)</u>
Loss before tax		(12.743)	(6.741)
Tax	7	<u>-</u>	<u>-</u>
Net loss for the year/period		(12.743)	(6.741)
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the year/period		<u>(12.743)</u>	<u>(6.741)</u>

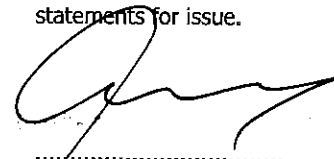
The notes on pages 9 to 16 form an integral part of these financial statements.

LAFCO LEADER ASIAN FOOD COMPANY LTD

STATEMENT OF FINANCIAL POSITION 31 December 2015

	Note	2015 €	2014 €
ASSETS			
Non-current assets			
Investment in subsidiary	8	<u>832.200</u>	900
		832.200	900
Current assets			
Other receivables	10	772.220	536
Loans receivable	9	19.825	4.076
Cash at bank		-	362
		<u>792.045</u>	4.974
Total assets		<u>1.624.245</u>	5.874
EQUITY AND LIABILITIES			
Equity			
Share capital	11	1.600	1.500
Share premium		832.100	-
Accumulated losses		<u>(19.484)</u>	(6.741)
Total equity		<u>814.216</u>	(5.241)
Current liabilities			
Other payables	13	783.285	2.871
Borrowings	12	<u>26.744</u>	8.244
		810.029	11.115
Total equity and liabilities		<u>1.624.245</u>	5.874

On 10 March 2016 the Board of Directors of Lafco Leader Asian Food Company Ltd authorised these financial statements for issue.


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Bizserve Management Ltd
Director

The notes on pages 9 to 16 form an integral part of these financial statements.

LAFCO LEADER ASIAN FOOD COMPANY LTD

STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2015

	Note	Share capital €	Share premium €	Accumula- ted losses €	Total €
Comprehensive income					
Net loss for the period		-	-	(6,741)	(6,741)
Transactions with owners					
Issue of share capital	11	1,500	-	-	1,500
Balance at 31 December 2014/ 1 January 2015		1,500	-	(6,741)	(5,241)
Comprehensive income					
Net loss for the year		-	-	(12,743)	(12,743)
Transactions with owners					
Issue of share capital	11	100	832,100	-	832,200
Balance at 31 December 2015		1,600	832,100	(19,484)	814,216

Companies which do not distribute 70% of their profits after tax, as defined by the relevant tax law, within two years after the end of the relevant tax year, will be deemed to have distributed as dividends 70% of these profits. Special contribution for defence at 20% for the tax years 2012 and 2013 and 17% for 2014 and thereafter will be payable on such deemed dividends to the extent that the shareholders (companies and individuals) are Cyprus tax residents. The amount of deemed distribution is reduced by any actual dividends paid out of the profits of the relevant year at any time. This special contribution for defence is payable by the Company for the account of the shareholders.

The notes on pages 9 to 16 form an integral part of these financial statements.

LAFCO LEADER ASIAN FOOD COMPANY LTD

CASH FLOW STATEMENT

Year ended 31 December 2015

	2015	10/07/2014 - 31/12/2014
	€	€
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(12.743)	(6.741)
Adjustments for:		
Interest income	6 (749)	(23)
Interest expense	6 1.000	44
	(12.492)	(6.720)
Changes in working capital:		
Increase in other receivables	(771.684)	(536)
Increase in other payables	780.414	2.871
Cash used in operations	(3.762)	(4.385)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for purchase of investment in subsidiary	8 -	(900)
Increase of share capital of investment in subsidiary	(831.300)	-
Loans granted	(15.000)	(4.053)
Net cash used in investing activities	(846.300)	(4.953)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	832.200	1.500
Proceeds from borrowings	17.500	8.200
Net cash generated from financing activities	849.700	9.700
Net (decrease)/increase in cash and cash equivalents	(362)	362
Cash and cash equivalents at beginning of the year/period	362	-
Cash and cash equivalents at end of the year/period	-	362

The notes on pages 9 to 16 form an integral part of these financial statements.

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

1. Incorporation and principal activities

Country of incorporation

The Company Lafco Leader Asian Food Company Ltd (the "Company") was incorporated in Cyprus on 10 July 2014 as a private limited liability company under the Cyprus Companies Law, Cap. 113. Its registered office is at 11 Boumpoulinas, 1060 Nicosia, Cyprus.

Principal activity

The principal activity of the Company, which is unchanged from last year, is the holding of investments and provision of financing.

2. Accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements unless otherwise stated.

Going concern basis

The Company incurred a loss of €12,743 for the year ended 31 December 2015, and, as at that date its current liabilities exceeded its current assets by €17,984. The Company is dependent upon the continuing financial support of its parent company without which there would be significant doubt about its ability to continue as a going concern as well as its ability to realise its assets and discharge its liabilities in the ordinary course of business. The parent company has indicated its intention to continue providing such financial assistance to the Company to enable it to continue as a going concern and to meet its obligations as they fall due.

Basis of preparation

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (EU), and the requirements of the Cyprus Companies Law, Cap. 113.

The Company is not obliged by the Companies Law, Cap. 113, to prepare consolidated financial statements because the ultimate parent publishes consolidated financial statements according to Generally Acceptable Accounting Principles in Greece and the Company does not intend to issue consolidated financial statements for the year ended 31 December 2015.

Since the 7th European Directive allows the preparation of consolidated financial statements in accordance with the Directive or in a manner equivalent to the Directive and where the Companies Law, Cap. 113 provides the above exception, the requirement of International Accounting Standard 27 "Consolidated and separate financial statements" to notify the entity of the group that publishes consolidated financial statements in accordance with IFRS does not apply.

The financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates and requires Management to exercise its judgment in the process of applying the Company's accounting policies. It also requires the use of assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on Management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

Adoption of new and revised IFRSs

During the current year the Company adopted all the new and revised International Financial Reporting Standards

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

2. Accounting policies (continued)

Adoption of new and revised IFRSs (continued)

(IFRS) that are relevant to its operations and are effective for accounting periods beginning on 1 January 2015. This adoption did not have a material effect on the accounting policies of the Company.

At the date of approval of these financial statements, standards and interpretations were issued by the International Accounting Standards Board which were not yet effective. Some of them were adopted by the European Union and others not yet. The Board of Directors expects that the adoption of these accounting standards in future periods will not have a material effect on the financial statements of the Company.

Subsidiary companies

Subsidiaries are entities controlled by the Group. Control exists where the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Investments in subsidiary companies are stated at cost less provision for impairment in value, which is recognised as an expense in the period in which the impairment is identified.

Finance income

Finance income includes interest income which is recognised based on an accrual basis.

Finance costs

Interest expense and other borrowing costs are charged to profit or loss as incurred.

Financial instruments

Financial assets and financial liabilities are recognised in the Company's statement of financial position when the Company becomes a party to the contractual provisions of the instrument.

Other receivables

Other receivables are measured at initial recognition at fair value and are subsequently measured at amortised cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition.

Loans granted

Loans originated by the Company by providing money directly to the borrower are categorised as loans and are carried at amortised cost. The amortised cost is the amount at which the loan granted is measured at initial recognition minus principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount, and minus any reduction for impairment or uncollectibility. All loans are recognised when cash is advanced to the borrower.

The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability (or group of financial assets or financial liabilities) and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability.

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

2. Accounting policies (continued)

Financial instruments (continued)

Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalents comprise cash at bank and in hand.

Borrowings

Borrowings are recorded initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the borrowings using the effective interest method.

Other payables

Other payables are initially measured at fair value and are subsequently measured at amortised cost, using the effective interest rate method.

Derecognition of financial assets and liabilities

Financial assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired;
- the Company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass through' arrangement; or
- the Company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. This is not generally the case with master netting agreements, and the related assets and liabilities are presented gross in the statement of financial position.

Share capital

Ordinary shares are classified as equity. The difference between the fair value of the consideration received by the Company and the nominal value of the share capital being issued is taken to the share premium account.

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

3. Financial risk management

Financial risk factors

The Company is exposed to interest rate risk, liquidity risk and capital risk management arising from the financial instruments it holds. The risk management policies employed by the Company to manage these risks are discussed below:

3.1 Interest rate risk

Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates. Borrowings issued at variable rates expose the Company to cash flow interest rate risk. Borrowings issued at fixed rates expose the Company to fair value interest rate risk. The Company's management monitors the interest rate fluctuations on a continuous basis and acts accordingly.

3.2 Liquidity risk

Liquidity risk is the risk that arises when the maturity of assets and liabilities does not match. An unmatched position potentially enhances profitability, but can also increase the risk of losses. The Company has procedures with the object of minimising such losses such as maintaining sufficient cash and other highly liquid current assets and by having available an adequate amount of committed credit facilities.

3.3 Capital risk management

The Company manages its capital to ensure that it will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance. The Company's overall strategy remains unchanged from last year.

Fair value estimation

The fair values of the Company's financial assets and liabilities approximate their carrying amounts at the reporting date.

4. Other expenses

	2015	10/07/2014 - 31/12/2014
	€	€
Incorporation expenses	-	2,202
Tax levy	350	350
	<u>350</u>	<u>2,552</u>

5. Operating loss

	2015	10/07/2014 - 31/12/2014
	€	€
Operating loss is stated after charging the following items:		
Auditors' remuneration	1,190	1,190
Incorporation expenses	-	2,202
	<u>-</u>	<u>2,202</u>

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

6. Finance income/cost

	2015	10/07/2014 - 31/12/2014
	€	€
Interest income	749	23
Finance income	749	23
Interest expense	(1.000)	(44)
Sundry finance expenses	(276)	(45)
Finance costs	(1.276)	(89)
Net finance costs	(527)	(66)

7. Tax

The tax on the Company's results before tax differs from the theoretical amount that would arise using the applicable tax rates as follows:

	2015	10/07/2014 - 31/12/2014
	€	€
Loss before tax	(12.743)	(6.741)
Tax calculated at the applicable tax rates	(1.593)	(843)
Tax effect of expenses not deductible for tax purposes	776	321
Tax effect of tax loss for the year/period	817	522
Tax charge	-	-

The corporation tax rate is 12,5%.

Under certain conditions interest income may be subject to defence contribution at the rate of 30%. In such cases this interest will be exempt from corporation tax. In certain cases, dividends received from abroad may be subject to defence contribution at the rate of 20% for the tax years 2012 and 2013 and 17% for 2014 and thereafter.

Due to tax losses sustained in the year, no tax liability arises on the Company. Under current legislation, tax losses may be carried forward and be set off against taxable income of the five succeeding years. As at 31 December 2015, the balance of tax losses which is available for offset against future taxable profits amounts to €10.708 for which no deferred asset is recognised in the statement of financial position.

8. Investment in subsidiary

	2015	2014
	€	€
Balance at 1 January	900	-
Additions	831.300	900
Balance at 31 December	832.200	900

The details of the subsidiaries are as follows:

Name	Country of incorporation	Principal activities	Holding %	2015 €	2014 €
Grinco Holdings Ltd	Cyprus	Holding	60	832.200	900
				832.200	900

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

9. Loans receivable

	2015	2014
Balance at 1 January	€	€
New loans granted	4.076	-
Interest charged	15.000	4.053
	749	23
Balance at 31 December	<u>19.825</u>	<u>4.076</u>
	2015	2014
	€	€
Loans to own subsidiaries (Note 14.1)	19.825	4.076
	<u>19.825</u>	<u>4.076</u>

The fair values of non-current receivables approximate to their carrying amounts as presented above.

10. Other receivables

	2015	2014
	€	€
Shareholders' current accounts - debit balances (Note 14.4)	772.220	-
Prepayments	-	536
	<u>772.220</u>	<u>536</u>

The fair values of trade and other receivables due within one year approximate to their carrying amounts as presented above.

11. Share capital

	2015	2015	2014	2014
	Number of	€	Number of	€
	shares		shares	
Authorised				
Ordinary shares of €1 each	<u>10.000</u>	<u>10.000</u>	<u>10.000</u>	<u>10.000</u>
Issued and fully paid				
Balance at 1 January	1.500	1.500	-	-
Issue of shares	<u>100</u>	<u>100</u>	<u>1.500</u>	<u>1.500</u>
Balance at 31 December	<u>1.600</u>	<u>1.600</u>	<u>1.500</u>	<u>1.500</u>

Authorised capital

Under its Memorandum the Company fixed its share capital at 10000 ordinary shares of nominal value of €1 each.

Issued capital

Upon incorporation on 10 July 2014 the Company issued to the subscribers of its Memorandum of Association 1.500 ordinary shares of €1 each at par.

On 1 May 2015, the Company issued an additional 100 ordinary shares of €8.322 each at premium of €8.321.

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

12. Borrowings

	2015	2014
	€	€
Balance at 1 January	8.244	-
Additions	17.500	8.200
Interest charged	1.000	44
Balance at 31 December	26.744	8.244

Current borrowings

Loan from parent company (Note 14.3)

	2015	2014
	€	€
	26.744	8.244
	26.744	8.244

13. Other payables

	2015	2014
	€	€
Accruals	5.206	1.785
Other creditors	6.674	1.086
Payables to own subsidiary (Note 14.2)	771.405	-
	783.285	2.871

The fair values of trade and other payables due within one year approximate to their carrying amounts as presented above.

14. Related party transactions

The Company is controlled by Lowchen Investments Limited and Loulis International Foods Enterprises (Bulgaria) Ltd, which are incorporated in Cyprus and own 60%, and 40% respectively of the Company's shares.

The following transactions were carried out with related parties:

14.1 Loan to subsidiary (Note 9)

	2015	2014
	€	€
Grinco Holding Ltd	19.825	4.076
	19.825	4.076

The loan to subsidiary company was provided with 4% interest, and is to be repaid until 31.12.2016.

14.2 Payables to subsidiary (Note 13)

	2015	2014
	€	€
Grinco Holding Ltd	771.405	-
	771.405	-

LAFCO LEADER ASIAN FOOD COMPANY LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2015

14. Related party transactions (continued)

14.3 Loan from parent

	<u>Nature of Transactions</u>	2015	2014
		€	€
Loulis International Foods Enterprises (Bulgaria) Ltd	Finance	26,744	8,244
		<u>26,744</u>	<u>8,244</u>

The loan from parent company was provided with 4% interest, and is to be repaid until 31.12.2016.

14.4 Shareholders' current accounts - debit balances (Note 10)

	2015	2014
	€	€
Lowchen Investments Limited	499,320	-
Loulis International Foods Enterprises (Bulgaria) Ltd	272,900	-
	<u>772,220</u>	<u>-</u>

The shareholders' current accounts are interest free, and have no specified repayment date.

15. Contingent liabilities

The Company had no contingent liabilities as at 31 December 2015.

16. Commitments

The Company had no capital or other commitments as at 31 December 2015.

17. Events after the reporting period

There were no material events after the reporting period, which have a bearing on the understanding of the financial statements.

Independent auditor's report on pages 3 and 4

LAFCO LEADER ASIAN FOOD COMPANY LTD

DETAILED INCOME STATEMENT

Year ended 31 December 2015

		2015	10/07/2014 -
	Page	€	31/12/2014
			€
Operating expenses			
Administration expenses	18	<u>(11.866)</u>	<u>(4.123)</u>
		(11.866)	(4.123)
Other operating expenses			
Incorporation expenses		-	(2.202)
Tax levy		<u>(350)</u>	<u>(350)</u>
Operating loss		(12.216)	(6.675)
Finance income	19	749	23
Finance costs	19	<u>(1.276)</u>	<u>(89)</u>
Net loss for the year/period before tax		<u>(12.743)</u>	<u>(6.741)</u>

LAFCO LEADER ASIAN FOOD COMPANY LTD

OPERATING EXPENSES

Year ended 31 December 2015

	2015	10/07/2014 - 31/12/2014
	€	€
Administration expenses		
Courier expenses	119	71
Auditors' remuneration	1.190	1.190
Accounting fees	2.380	1.190
Other professional fees	8.177	1.672
	<u>11.866</u>	<u>4.123</u>

LAFCO LEADER ASIAN FOOD COMPANY LTD

FINANCE INCOME/COST Year ended 31 December 2015

	2015 €	10/07/2014 - 31/12/2014 €
Finance income		
Other interest income	<u>749</u>	<u>23</u>
	749	23
Finance costs		
Sundry finance expenses		
Bank charges	276	45
Other finance expenses	<u>1,000</u>	<u>44</u>
	1,276	89

LAFCO LEADER ASIAN FOOD COMPANY LTD

COMPUTATION OF CORPORATION TAX Year ended 31 December 2015

Net loss per income statement	Page	€	€
<u>Add:</u>	17		(12,743)
Tax levy			
Notional interest		350	
		<u>5,860</u>	
Net loss for the year			<u>6,210</u>
			<u>(6,533)</u>
Loss brought forward			(4,175)
Loss carried forward			<u>(10,708)</u>

CALCULATION OF TAX LOSSES FOR THE FIVE YEAR PERIOD

Tax year	Profits/(losses) for the tax year	Gains Offset		Gains Offset		Gains Offset	
		€	Amount €	Year	Amount €	Year	Amount €
2010	-	-	-	-	-	-	-
2011	-	-	-	-	-	-	-
2012	-	-	-	-	-	-	-
2013	-	-	-	-	-	-	-
2014	(4,175)	-	-	-	-	-	-
2015	(6,533)	-	-	-	-	-	-

Net loss carried forward (10,708)