

NPC INTERNATIONAL LIMITED
COMPANY REGISTRATION NUMBER 2696754

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
20 MARCH 2015

NPC INTERNATIONAL LIMITED
(Company Registration Number 2696754)
REPORT OF THE DIRECTORS

The directors have pleasure in presenting their report and financial statements for the year ended 20 March 2015.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The principal activities of the company throughout the year were the provision of management consultancy services, including gathering the latest market data and information in connection with the petrochemical industries for the group undertakings.

The company's activities include:

- Liaison in procurement of funds/foreign investment for group undertaking's development projects.
- Organising international seminars/conferences to promote petrochemical industries of Iran.
- Organising training courses in technical, safety, environmental, management, international commerce and marketing in petrochemical industries/businesses.
- Provision of financial services including management of group undertaking funds outside Iran and contact with various financial institutions.

The company charges a fee of 5% of its costs for providing these services. Costs together with the said fee are ultimately borne by the immediate parent company.

NPC transferred its shares in the Company to Persian Gulf Petrochemical Industries Company (PGPIC) on 1 December 2011. As a result of the agreement between NPC and PGPIC, dated 29 November 2011, certain assets, liabilities, guarantees and commitments in connection with the Company were transferred to PGPIC.

Despite of the difficulties in money transactions, NPCI managed successfully all its payment obligations throughout the year.

In the face of difficulties in acquiring new financing facilities, NPCI attempted to arrange finance for PGPIC's ongoing projects through foreign credit lines with no tangible results.

Considering the sanctions against Iran, credit crunch, as well as money market conditions, NPCI resorted in arranging finance from National Development Fund in Iran as an alternative funding resource and also put efforts in establishing project funding through close collaboration with potential Iranian banks.

Mehr PC:

Disputes in both the feedstock price formula with Jam PC and the partial sale of Mehr PC products in its local markets were resolved. The financial reporting procedures of the Company were revised to bring them in line with the Applicable Financial Reporting Standards.

NPCA:

An additional 20% of the total share capital was purchased by NPCI by transfer from the Philipian holder in the joint venture by NPCI, leaving the current holding as NPCI with 60% as the major shareholder in NPCA, Ploymax with 20% and PIIC with the remaining 20%.

Veniran Appadana PC :

The shareholders agreed to transfer the entire share capital of Venezuelan holder in this joint venture to NPCI. Resulting in NPCI becoming the major shareholder in Veniran Appadana Project Company by having approximately 99% of its capital once it has fulfilled its payment obligations to the Venezuelan holder.

Hormoz PC and Hengam PC:

According to the mandate dated 19/11/2014 (11/09/1393) and numbered "PC 001-111/93-80143", the shareholding for both Hormoz and Hengam Petrochemical Companies are to be transferred to PGPIC after the necessary payments are made to the Iranian government.

REVIEW OF INVESTMENTS AND DEBTORS

As stated in note 9 to the financial statements the directors have reviewed the investments in NPC Alliance, Hormoz and Veniran and despite cumulative losses incurred by these companies the directors are of the opinion that such investments could be sold at least at the current book value.

As stated in note 16 to the financial statements the directors have reviewed the debtor balances in: Hengam, Mehr, NPC Alliance, Hormoz, Veniran and Veniran Apadana, totalling £44,934,245 as well as PCC International and intend to enter into contracts to recover these debts. The directors consider these debts to be fully recoverable.

NPC INTERNATIONAL LIMITED

REPORT OF THE DIRECTORS (Continued)

RESULTS AND DIVIDENDS

The results of the company for the year are set out on page 5. During the year dividends of £63,598 were paid.

DIRECTORS

The directors who served the company during the year and to the date of this report were as follows:

B. Ghadimi (resigned 31 May 2014)
R. Ashrafzadeh
B. Saki
I. Mashayekhi
J. Sobhani (appointed 31 May 2014)
S. A. Shahcheraghi (appointed 1 October 2014)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SMALL COMPANY RULES

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Roberts & Partners, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

ON BEHALF OF THE BOARD

I MASHAYEKHI
MANAGING DIRECTOR

Date: 22nd June 2015

NIOC House
4 Victoria Street
London SW1H 0NE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NPC INTERNATIONAL LIMITED

We have audited the financial statements of NPC International Limited for the year ended 20 March 2015 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, in accordance with section 495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON THE FINANCIAL STATEMENTS

In our opinion the financial statements:

- Give a true and fair view of the state of the company's affairs as at 20 March 2015 and of its profit for the period then ended;
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- Have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

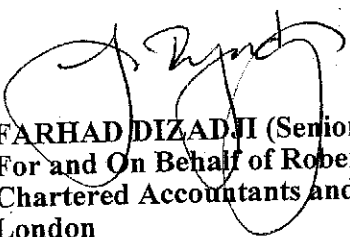
In our opinion the information given in the Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
NPC INTERNATIONAL LIMITED (Continued)**

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records or returns; or
- Certain disclosures of directors' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit; or
- The directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime, and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors


FARHAD DIZADJI (Senior Statutory Auditor)
For and On Behalf of Roberts & Partners
Chartered Accountants and Statutory Auditors
London

Date 22/6/2015

NPC INTERNATIONAL LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 20 MARCH 2015

	Note	2015 £	2014 £
TURNOVER		1,258,953	990,758
Administrative Expenses		<u>(1,199,003)</u>	<u>(943,579)</u>
OPERATING PROFIT	4	59,950	47,179
Interest Receivable		<u>3</u>	<u>5</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		59,953	47,184
Taxation	5	<u>(13,896)</u>	<u>(12,224)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>46,057</u>	<u>34,960</u>

There are no recognised gains and losses in the year other than the profit for the year, and therefore no separate statement of total recognised gains and losses has been presented.

All figures in the profit and loss account relate to continuing operations.

There is no difference between the profit on ordinary activities before taxation and the retained profit, as stated above, and their historical cost equivalents.

The notes on pages 7 to 12 are an integral part of these financial statements

NPC INTERNATIONAL LIMITED

BALANCE SHEET AT 20 MARCH 2015

	Note	2015	2014
		£	£
FIXED ASSETS			
Tangible Assets	8	18,872	15,831
Investments	9	123,291,077	114,930,160
CURRENT ASSETS			
Debtors	10	46,421,681	18,310,140
Cash at Bank and in Hand	11	<u>636,502</u>	<u>1,001,195</u>
		47,058,183	19,311,335
CREDITORS: Amounts falling due within one year	12	<u>(46,950,998)</u>	<u>(19,183,568)</u>
NET CURRENT ASSETS		<u>107,185</u>	<u>127,767</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		123,417,134	115,073,758
CREDITORS: Amounts falling due after more than one year	13	<u>(123,291,077)</u>	<u>(114,930,160)</u>
NET ASSETS		<u>126,057</u>	<u>143,598</u>
CAPITAL AND RESERVES			
Called Up Share Capital	7	80,000	80,000
Profit and Loss Account	7	<u>46,057</u>	<u>63,598</u>
		<u>126,057</u>	<u>143,598</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 5 to 12 were approved by the Board of Directors on and were signed on its behalf by:


I MASHAYEKHI
MANAGING DIRECTOR


R ASHRAFZADEH
CHAIRMAN

The notes on pages 7 to 12 are an integral part of these financial statements

NPC INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 20 MARCH 2015

1 ACCOUNTING POLICIES

a) **Accounting Basis and Standards**

The financial statements have been prepared under the historical cost convention, and in accordance with applicable Accounting Standards in the United Kingdom.

b) **Depreciation**

Depreciation on fixed assets is provided at rates estimated to write off the cost less estimated residual value of each asset over its expected useful as follows:

Motor Vehicles	-	25% Straight line
Office Equipment	-	25% Straight line
Computer Equipment	-	25% Straight line
Furniture, Fixtures and Fittings	-	25% Straight line

c) **Turnover**

Turnover represents the invoiced value of services provided net of value added tax.

d) **Deferred Taxation**

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date at rates expected to arise when they crystallise. Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

e) **Foreign Currencies**

Assets and liabilities denominated in foreign currencies are translated into Sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are dealt with in the profit and loss account.

Fixed asset investments denominated in foreign currencies are translated into Sterling at the rates of exchange ruling at the date of the acquisition and are not translated at the end of the financial year. Prior to 21 March 2009 fixed asset investments in foreign currencies were translated into Sterling at the rates of exchange ruling at the end of the financial year.

f) **Leasing and Hire Purchase Commitments**

Rentals paid under operating leases are charged to profit and loss account as incurred.

g) **Cash Flow Statement**

The company qualifies as a small company as defined by the Companies Act 2006. As a consequence it is exempted from the requirement to publish a cash flow statement.

2 STAFF COSTS

	2015	2014
	£	£
Salaries and wages	714,977	507,068
Social security costs	17,455	11,554
	<u>732,432</u>	<u>518,622</u>

The average number of persons employed by the company during the year including directors was 23 (2014 - 22).

NPC INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 20 MARCH 2015

3 DIRECTORS' REMUNERATION

Other remuneration	<u>154,464</u>	<u>51,019</u>
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4 OPERATING PROFIT

	2015 £	2014 £
This is stated after charging or crediting:		
Auditors' Remuneration	9,500	9,000
Depreciation: Owned Tangible Fixed Assets	5,212	6,987
Net Foreign Exchange Differences	52,455	(79,873)
Operating Lease Rentals - Property Rental	<u>130,292</u>	<u>162,683</u>

5 TAXATION

(a) Analysis of charge for the year

Current tax:

UK corporation tax on income for the year	11,864	9,853
Adjustments in respect of prior years	-	-
Total current tax (Note 5(b))	<u>11,864</u>	<u>9,853</u>

Deferred tax:

Origination and reversal of timing differences (Note 14)	<u>2,032</u>	<u>2,371</u>
Tax on profit on ordinary activities	<u>13,896</u>	<u>12,224</u>

(b) Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK of 21.06% (2014 - 23.03%). The differences are explained below:

Profit on ordinary activities before taxation	<u>59,953</u>	<u>47,184</u>
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Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 21.06% (2014 - 23.03%).

Effects of:

Expenses not deductible for tax purposes	974	1,267
Revaluation of Tehran fixed assets	-	-
Capital allowances in excess of depreciation	(1,736)	(2,280)
Adjustments in respect of prior years	-	-
Current tax charge for the year (Note 5(a))	<u>11,864</u>	<u>9,853</u>

6 INTEREST

The company received interest of £129,130 (2014 - £20,354) on bank balances held on behalf of PGPIC and NPC. The interest of £116,099 (2014 - £15,642) relates to PGPIC and has been credited to them.

NPC INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 20 MARCH 2015**

7 SHAREHOLDERS' FUNDS

	Called Up Share Capital £	Profit and Loss Account £	Total £
Balance at 21 March 2014	80,000	63,598	143,598
Profit for the year after taxation	-	46,057	46,057
Dividends paid	-	(63,598)	(63,598)
Balance at 20 March 2015	<u>80,000</u>	<u>46,057</u>	<u>126,057</u>
		2015	2014
Called up, allotted and fully paid		<u>80,000</u>	<u>80,000</u>
800 Unclassified Shares of £100 each			

8 TANGIBLE ASSETS

	Motor Vehicles £	Office Equipment £	Computer Equipment £	Fixtures and Fittings £	Total £
Cost					
Balance at 21 March 2014	41,424	249,429	176,762	39,316	506,931
Additions	-	4,044	4,210	-	8,254
Revaluation	-	-	-	-	-
Assets written off	-	-	(979)	-	(979)
Balance at 20 March 2015	<u>41,424</u>	<u>253,473</u>	<u>179,993</u>	<u>39,316</u>	<u>514,206</u>
Depreciation					
Balance at 21 March 2014	41,423	239,019	172,342	38,316	491,100
Charge for the year	-	3,024	2,189	-	5,212
Revaluation	-	-	-	-	-
Depreciation on assets written off	-	-	(979)	-	(979)
Balance at 20 March 2015	<u>41,423</u>	<u>242,043</u>	<u>173,552</u>	<u>38,316</u>	<u>495,334</u>
Net Book Value					
Balance at 20 March 2015	<u>1</u>	<u>11,430</u>	<u>6,441</u>	<u>1,000</u>	<u>18,872</u>
Balance at 20 March 2014	<u>1</u>	<u>10,410</u>	<u>4,420</u>	<u>1,000</u>	<u>15,831</u>

NPC INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 20 MARCH 2015

9 INVESTMENTS

At 20 March 2015 the investments of the Company were as follows:

Company	% Holding	Cost of Investment			2014
		£ Shares	2015 £ Advances	£ Total	£ Total
Mehr Petrochemical Company	40.0	16,691,614	4,603,233	21,294,847	21,294,847
Lavan Chemical Company	-	-	-	-	-
NPC Alliance Corporation	60.0	33,716,309	1,168,089	34,884,398	26,701,355
Hengam Petrochemical Company	97.4	46,026,859	-	46,026,859	46,026,859
Hormoz Petrochemical Company	99.0	7,509,231	-	7,509,231	7,331,357
Veniran Petrochemical Company	49.0	4,605,696	8,970,046	<u>13,575,742</u>	<u>13,575,742</u>
				<u>123,291,077</u>	<u>114,930,160</u>

The following information relates to these investments:

Company	Principal Activity	Country of Incorporation	Balance Sheet Date	Net Assets At Year End £	Profit/(Loss) For the year £
Mehr Petrochemical Company	Production and Sale of High Density Polyethylene	Iran	20/3/2015	51,370,282	5,765,882
NPC Alliance Corporation	Production and Sale of Polyethylene	Philippines	31/12/2014	(60,820,553)	(9,522,948)
Hengam Petrochemical Company	Production and Sale of Ammonia and Urea	Iran	20/3/2015	35,623,825	2,006,252
Hormoz Petrochemical Company	Production and Sale of Ammonia and Urea	Iran	20/3/2015	5,580,613	366,236
Veniran Petrochemical Company	Production and Sale of Methanol	BVI	31/12/2014	3,991,221	(290,280)

During the year the investment in shares of NPC Alliance was increased from USD 39,070,000 to USD 50,000,000. Also part of the advances made to Mehr Petrochemical Company was converted into shares.

The above investments were made by the Company on the instruction of, and being entirely funded by, NPC, who was the beneficial owner of these investments. Any income, expenses, gains and losses arising from these investments belonged to NPC as the beneficial owner. The rights and obligations, including beneficial interest in the above investments were transferred by NPC to Persian Gulf Petrochemical Industries Company (PGPIC) as per the terms of the agreement dated 29 November 2011.

The directors are closely monitoring the losses incurred in NPC Alliance and Veniran for possible impairment of these investments. They are however satisfied that these investments can be sold at least at the current book value and hence they believe that no provision for impairment is necessary at the present time.

NPC INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 20 MARCH 2015**

10 DEBTORS

	2015	2014
	£	£
Amounts due from Group Undertakings (Note 16)	44,934,245	17,073,719
Other Debtors	216,230	222,387
Deferred Tax (Note 14)	369	2,401
Social Security and Other Taxes	502	17,462
Prepayments and Accrued Income (Note 16)	1,270,335	994,171
	<u>46,421,681</u>	<u>18,310,140</u>

11 CASH AT BANK AND IN HAND

Amounts Held in Current Accounts	412,504	976,824
Amounts Held in Interest Bearing Accounts	193,277	4,796
Cash in Hand	30,721	19,575
	<u>636,502</u>	<u>1,001,195</u>

The above balances include £400,331 (2014 - £905,883) held on behalf PGPIC.
The company also holds equivalent of £69.4 million (2014 - £89.2 million) on behalf of NPC in the form of special bank deposits/ escrow accounts.

12 CREDITORS: Amounts falling due within one year

Amounts owed to Group Undertakings (Note 16)	46,501,498	18,726,912
Corporation Tax	11,864	9,859
Social Security and Other Taxes	3,675	-
Accruals and deferred income	433,961	446,797
	<u>46,950,998</u>	<u>19,183,568</u>

13 CREDITORS: Amounts falling due after more than one year

Amounts owed to Group Undertakings (Note 16)	123,291,077	114,930,160
	<u>123,291,077</u>	<u>114,930,160</u>

The above amount represents the liability to NPC for funding the investments which has now been novated to Persian Gulf Petrochemical Industries Company as per the terms of the agreement dated 29 November 2011. The investments are detailed in note 9 to the accounts. The above long term debt is solely repayable from the investments.

14 DEFERRED TAXATION

Accelerated relief on capital expenditure	(369)	(2,401)
	<u>(369)</u>	<u>(2,401)</u>
Deferred tax liability/(asset) at start of year	(2,401)	(4,772)
Deferred tax charge/(credit) for year (note 5)	2,032	2,371
Deferred tax liability/(asset) at end of year	<u>(369)</u>	<u>(2,401)</u>

NPC INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 20 MARCH 2015

15 FINANCIAL COMMITMENTS

Operating Leases

At the year end the company had annual commitments under operating leases on land and buildings as set out below:

Operating leases expiring between one and five years

2015	2014
£	£
50,000	50,000

16 PARENT UNDERTAKING AND RELATED PARTY TRANSACTIONS

On 1 December 2011 the company became a wholly owned subsidiary of Persian Gulf Petrochemical Industry Company (PGPIC), incorporated and registered in Iran. Prior to this date the immediate parent undertaking was National Petrochemical Company (NPC), incorporated and registered in Iran.

i) Turnover

Turnover of £1,258,953 (2014 -£990,758) is derived from PGPIC.

ii) Year end balances - Debtors

Associates	Hengam PC	18,310,494	12,512,743
	Hormoz PC	2,199,575	215,706
	Mehr PC	47,057	9,492
	NPC Alliance	15,604,028	1,241,572
	Veniran	8,773,090	3,094,206
		44,934,245	17,073,719

The directors have reviewed the above debtor balances and intend to enter into contracts with each of the parties named above to recover these debts. They consider these debts to be fully recoverable.

Prepayments and accrued income (Note 10) includes £1,258,953 (2014-£990,758) due from PGPIC.

iii) Year end balances -Creditors falling due within one year

PGPIC	46,327,333	18,226,124
NPC	174,165	500,788

iv) Year end balances -Creditors falling due after more than one year

PGPIC	123,291,077	114,930,160
NPC	-	-

17 APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

MANAGEMENT INFORMATION ONLY
NOT PART OF THE AUDITED ACCOUNTS

NPC INTERNATIONAL LIMITED

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 20 MARCH 2015**

	2015	2014
	£	£
TURNOVER	1,258,953	990,758
EXPENDITURE		
ESTABLISHMENT EXPENSES		
Rent, Rates and Service Charge	132,970	165,669
Repairs and Renewals	2,405	6,430
Depreciation	5,212	6,987
Profit on disposal of fixed assets	(670)	-
	<u>139,917</u>	<u>179,086</u>
ADMINISTRATIVE EXPENSES		
Salaries - NPCI Employees	714,977	507,068
National Insurance	17,455	11,554
Salaries - Iran Service Company Employees	127,611	92,356
Telephone and Fax	7,647	14,777
Printing, Postage and Stationery	7,587	5,172
Travelling and Subsistence	49,889	60,008
Training	6,345	5,092
Staff Welfare and Entertaining	22,553	57,439
Exchange Difference	52,455	(79,873)
Bank Charges	74	718
	<u>1,006,593</u>	<u>674,311</u>
OTHER EXPENSES		
Computer Consultancy & Expenses	5,517	4,575
General Expenses	11,548	12,036
Audit and Accountancy Fees	30,880	66,809
Legal and Professional Fees	4,548	6,762
	<u>52,493</u>	<u>90,181</u>
Total expenses	<u>1,199,003</u>	<u>943,579</u>
OPERATING PROFIT	59,950	47,179
Interest Receivable	<u>3</u>	<u>5</u>
PROFIT ON ORDINARY ACTIVITIES	<u>59,953</u>	<u>47,184</u>