



የሂሳብ ምርመራ አገልግሎት ኮርፖሬሽን
AUDIT SERVICE CORPORATION

ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPIRSE
INDEPENDENT AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS
30 JUNE 2024

Handwritten signature
Betselot Seyoum
Management
Federal Democratic Republic of Ethiopia
Ethiopia Industrial Development

**ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPRISE
ANNUAL FINANCIAL STATEMENTS
STATEMENT OF MANAGEMENT'S RESPONSIBILITIES
FOR THE YEAR ENDED 30 JUNE 2024**

In accordance with the Financial Reporting Proclamation No. 847/2014 the Accounting and Auditing Board of Ethiopia direct the Enterprise to prepare financial statements by using International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board ("IASB"). The Managements are responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, for such internal controls as the Managements determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The new Commercial Code of Ethiopia 1243/2021 requires the Managements to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Enterprise as at the end of the financial year and of the operating results of the Enterprise for that year. The code also requires the managements to ensure that the Enterprise keeps proper accounting records which disclose, with reasonable accuracy, at any time, the financial position of the Enterprise. They are also responsible for safeguarding the assets of the Enterprise.

The Managements accept responsibility for the annual financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with IFRSs, the requirement of the Commercial Code of Ethiopia 1243/2021. The managements are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Enterprise and its operating results. The Managements further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate of internal financial control.

The Managements also accept responsibility for:

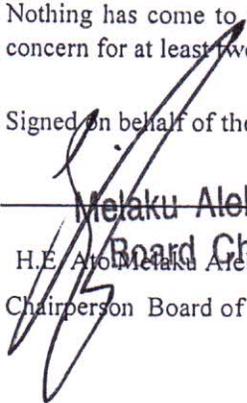
- I) A designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- II) selecting suitable accounting policies and applying the consistently; and
- III) Making accounting estimates and judgements that are reasonable in the circumstances.

The Managements acknowledge that the independent audit of the financial statements does not relieve them from their responsibilities.

The Enterprise's Managements are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Enterprise and of its profit or loss.

Nothing has come to the attention of the Managements to indicate that the Enterprise will not remain a going concern for at least twelve months from the date of this statement.

Signed on behalf of the Board and Managements by:


Melaku Aebel Addis
Board Chairman
H.E. Aebel Melaku Aebel
Chairperson Board of Directors


Dawit Adane
~~Chief Executive Officer~~
Dawit Adane Teka
Chief Executive Officer

27

Betselot Seifu Tekleslasie
A/Purchasing & Finance
Management Directorate Director



ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPRISE
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Notes	30-Jun-2024 <u>ETB</u>	30-Jun-2023 <u>ETB</u>
Revenue	19	5,254,857,786	4,278,518,735
Direct Production costs	20	<u>(4,111,257,306)</u>	<u>(3,384,892,646)</u>
Gross profit		<u>1,143,600,481</u>	<u>893,626,089</u>
Other income	21	81,088,881	20,483,618
Finanace Income	22	27,910,510	17,435,582
		<u>1,252,599,872</u>	<u>931,545,289</u>
Operating Expenses			
Selling and distribution expenses	23	(154,801,487)	(131,846,366)
General and administrative expenses	24	(343,751,103)	(334,298,056)
Financial Charges	25	(187,793,815)	(1,582,151)
Expected credit loss	-	<u>(8,584,237)</u>	-
		<u>(694,930,643)</u>	<u>(467,726,573)</u>
Profit before tax		557,669,229	463,818,716
Income tax Income (expense)	26	<u>(165,900,019)</u>	<u>(140,827,935)</u>
Profit after tax for the year		<u>391,769,210</u>	<u>322,990,781</u>
Other comprehensive income (OCI)			
Total comprehensive income for the year		<u>391,769,210</u>	<u>322,990,781</u>



**ETHIOPIAN INDUSTRIAL INPUTS DEVELOPMENT ENTERPRISE
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024**

	IFRS				Total
	Share Capital	Remeasurment Reserve	Retained Earnings	Legal Reserve	
30-Jun-22	1,306,042,415	1,484,749,916	190,605,374	25,988,812	3,007,386,517
Correction of prior year error (not material, hence no restatement)	-	-	(19,269,162)	-	-
Dividend and Dividend Tax	-	-	(21,856,594)	-	-
Transfer to Legal Reserve	-	-	(14,093,251)	14,093,251	-
Non-recoverable prior years tax claims (Note 9)	-	(798,675,007)	-	-	-
Profit for the year	-	-	322,990,781	-	322,990,781
30-Jun-23	1,306,042,415	686,074,909	458,377,146	40,082,063	2,450,494,470
Opening Balance Adjustment	-	-	(38,498,649)	-	-
Transfer to Legal Reserve	-	-	(19,588,461)	19,588,461	-
Profit for the year	-	-	391,769,210	-	391,769,210
30-Jun-24	1,306,042,415	686,074,909	792,059,248	59,670,524	2,843,847,095

27

Betselot Seifu Tekleslasie
A/Purchasing & Finance
Management Director

