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FY 2021-2022 & 2022-2023

ANNUAL REPORT

A Year of Accomplishments



Your Trusted Business Partner in Myanmar



TABLE OF CONTENTS

CORPORATE OVERVIEW

• HOW E.F.R WAS FOUNDED	2
• OUR VISION	2
• OUR MISSION	2
• OUR CORE VALUES	3
• ABOUT E.F.R	3
• CHAIRMAN'S STATEMENT	4
• CORPORATE STRUCTURE & BUSINESS UNITS	6
• BOARD OF DIRECTORS	9
• MANAGEMENT TEAM	14

CORPORATE GOVERNANCE & SHAREHOLDER INFORMATION

• CORPORATE GOVERNANCE FRAMEWORK	16
• THE BOARD	17
• THE BOARD COMMITTEES	19
• ETHICS & COMPLIANCE	20
• RISK MANAGEMENT	20
• SHAREHOLDER MANAGEMENT	22
• STAKEHOLDER MANAGEMENT	23

PERFORMANCE REVIEW & FUTURE PROSPECT

• HIGHLIGHTS OF THE PERFORMANCE	25
• PERFORMANCES OF THE BUSINESS UNITS	26
• THE FUTURE PROSPECT: PROJECTS UNDER E.F.R	29

THE FINANCIALS 35





CORPORATE OVERVIEWS



HOW E.F.R WAS FOUNDED

In 1998, E.F.R was established by our Chairman, Mr. Kyaw Lwin Oo, as a customs clearance agent. Mr. Kyaw Lwin Oo began his career in the logistics industry as a customs clearance agent for more than 30 years and subsequently became the operations manager of the first Myanmar Container Line. With over 35 years of experience in the industry, Mr. Kyaw Lwin Oo has acquired extensive knowledge and has built a wide-ranging network of international freight forwarders, shipping agents, and logistics partners. This expertise has enabled him to diversify the business into the group of companies that we are today.

OUR VISION

To be a leader in any industry that we are involved in whether locally or globally & to be a true citizen contributing to the development of the nation.



OUR MISSION

We are an innovative organization and continuously improve our processes, products, and resources. We are committed to meeting our customers' needs including reliability, quality, service, and efficiency in a manner that anticipates and exceeds their expectations. We endeavor to provide challenging career development to our employees through training, employee involvement, and human resource planning. We believe in the spirit of cooperation and coordination and intend to earn the confidence and respect of our member companies by providing support, guidance, and share of information and thereby survive and prosper together.



OUR CORE VALUES



E

F

R

• EFFECTIVE

We strive to be effective by developing performance measures, regularly evaluating our performance, clearly communicating outcomes & results and implementing changes needed.

• FAIRNESS

We believe in fairness, justice and reasonable satisfaction to all our stakeholders.

• RELIABILITY

We aim to be a reliable partner for our customers and employees. Transparency and open communication are necessary to build lasting relationships.

ABOUT E.F.R

E.F.R is a fully integrated provider of Total Logistics Solutions, with more than 27 years of experience in the Logistics Industry. It has established a reputation as an efficient and effective international freight forwarder, offering comprehensive logistics solutions not only to domestic clients but also to international customers. The company is managed by seven business units, five project units, and two associate units, with over 400 highly skilled and experienced professionals. E.F.R's primary focus is the logistics sector, but it has also successfully diversified into other industries, including Trading and logistics infrastructure development. The company's latest endeavor is logistics infrastructure development on a national level.

By the Myanmar Companies Act 1914 ("MCA"), E.F.R was established as a public limited company on April 10th, 2014. The company has since completed re-registration under the MCL and received a certificate of incorporation from the Directorate of Investment and Company Administration ("DICA"). E.F.R was the sixth company to be listed on the mainboard of the Yangon Stock Exchange on 28th May 2020, and the first logistics company to do so. The company's main objective is to develop Myanmar's logistics infrastructure. Given the ongoing economic reforms in Myanmar, our chairman sees an opportunity to enhance the country's logistics infrastructure on a national scale and bring the transportation and logistics sectors up to par with neighboring countries.



CHAIRMAN'S STATEMENT



U KYAW LWIN OO

Chairman

Dear Shareholders,

First of all, I would like to inform you that the six-month period of the financial year 2021-2022 and the financial year 2022-2023 were positive years for the E.F.R Group Public Co., Ltd., during which can be said as a noteworthy progress.

Remarkably, E.F.R Group Public Co., Ltd. joined the YSX as the sixth listed company in May 2020, at the time when Covid-19 global pandemic broke out, and had to overcome a period of hardships like all others.

Thanks to the farsighted vision and guidance of the Board of Directors and the excellent performances of the Management, we were able to overcome the period of hardships with minimum damage.

In the years between FY 2021-2022 and FY 2022-2023, E.F.R could carry out its functions with full momentum alongside the marked decline in Covid-19 pandemic. Hence, the logistics industry, the main business of E.F.R, enjoyed a significant increase in earnings when compared with the previous financial years. It was the result of the trade flow that returned to normal in the country and abroad, and the air and shipping lines that resumed their runs fully. Particularly, the resumption of shipping, air and freight transport services has led the Shipping and Logistics sector, the main driving



force of E.F.R Group, to ensure customer satisfaction, in addition to its significant increase in earnings.

Another factor is that we were able to adopt strategies to overcome the difficult period of Covid-19 pandemic, made preparations for possible challenges, adopted adaptable business models together with constant monitoring process, and held continuous meetings of the Investment and Portfolio Team to invite new investments that meet the policy of the company, and turn the projects that are in their implementation stage into income generation businesses in accordance with the guidance of our executive team.

Thanks to the systematic management and efforts, we are able to arrange dividends in the current FY. As it is already stated in the previous annual report, E.F.R is planning to develop Logistics Infrastructure in Rakhine and Ayeyarwady in addition to Yangon, Mandalay, Myawady and Muse. As regards for the above-mentioned projects,



E.F.R Group fully believes that these projects can contribute an increase in the earnings in the coming years. E.F.R Group is now able to distribute dividends to its shareholders for the six-month period from 1st Oct, 2021 to 31st March 2022 and the period between 1st April 2022 and 31st March 2023.

Here, we must acknowledge the energetic efforts of our employees to develop the company. Development will not be possible without the efficient employees. In this regard, the HR Team is conducting thorough employee selection programs, internal and external training programs, compliance programs, and performance-wise awarding programs.

All in all, I would like to assure that as a top public logistics company of Myanmar, E.F.R Group is striving to stand as a truly reliable company for shareholders by applying technological advancements and extending its international network, and maintaining its top position.

Finally, all of us at the E.F.R Group Public Co., Ltd would like to promise our shareholders that we are endeavoring to stand as a successful public company not only at the local level, but also at the regional level and to distribute the dividends annually.

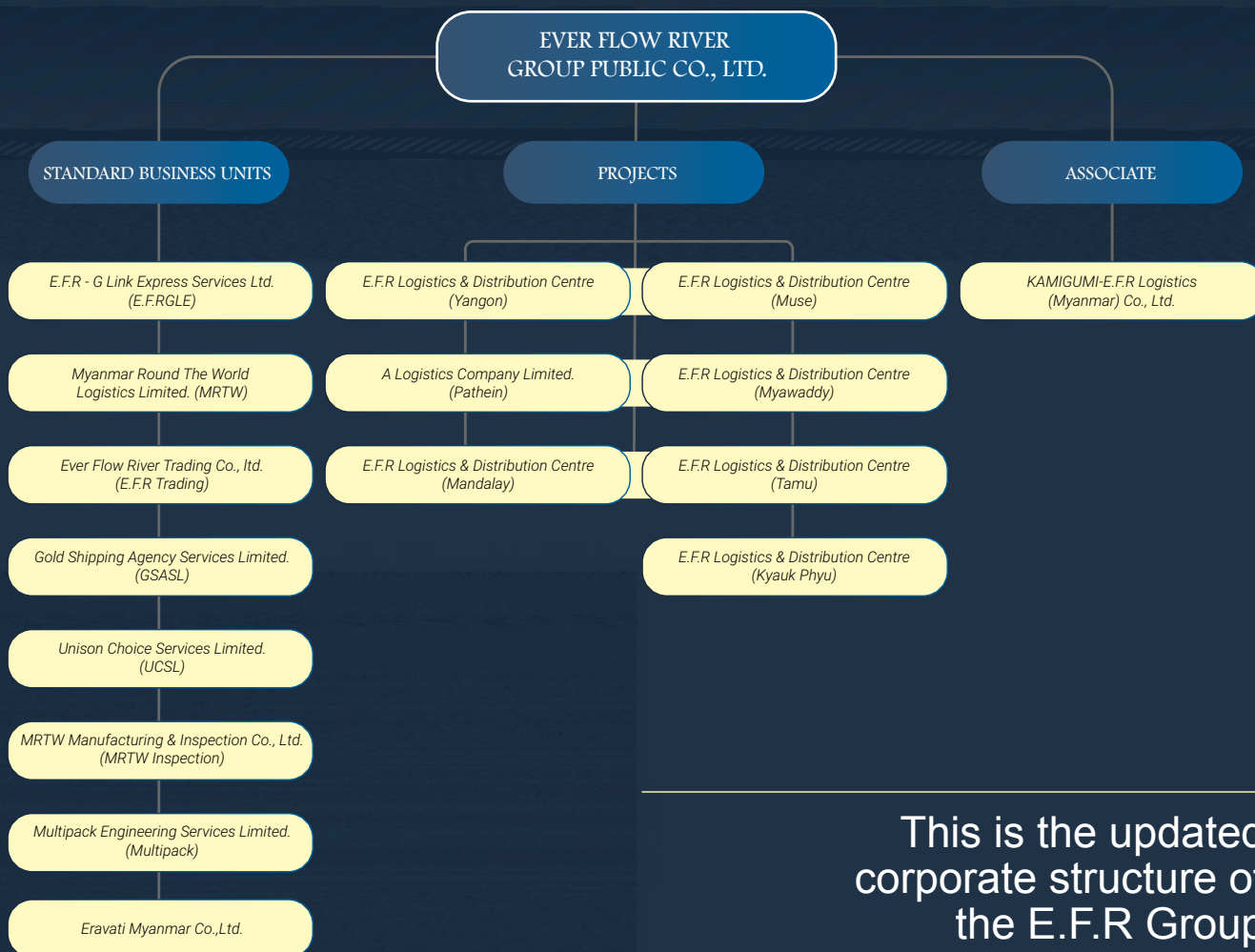
T H A N K Y O U

KYAW LWIN OO

Executive Chairman
Ever Flow River Group Public Co., Ltd.



CORPORATE STRUCTURE & BUSINESS UNITS



This is the updated corporate structure of the E.F.R Group

E.F.R G-Link Express Services, Ltd. (E.F.RGLE)

E.F.R G-Link Express Services, Ltd. is a subsidiary of the E.F.R Group and is considered to be of great strategic importance to the organization. The primary focus of E.F.RGLE is on providing 3PL/4PL services, which are supported by international networks and value-added software solutions. Being the first subsidiary of E.F.R, E.F.RGLE has established an outstanding reputation within the industry and has managed to maintain a loyal customer base. E.F.RGLE is well-known for its expertise in special project cargo handling with different transportation modes, customs clearance and import-related services, which are considered to be among its core strengths.

EFR GLE is also a pioneer service provider in LCL consolidation for garment & general cargoes not only in ex-works process as per buyer's instruction also for other types of business dealings.

A Logistics Co., Ltd. (A Log)

On July 2020, A Logistics Co. Ltd was established by Ayeyar Hinthar Holdings Co. Ltd and Unison Choice Services Ltd, a subsidiary of E.F.R Group Public Co. Ltd. A Log offers comprehensive logistics solutions and manage the Ayeyarwady International Industrial Port (AIIP) with a team of seasoned professionals. The project will be situated on a vast 6,700-acre land area in Pathein Industrial Park, located on Pathein-Ngaputaw Road. The project's infrastructure will comprise an international port, warehouses, container fields, and bonded warehouses.



Myanmar Round the World Logistics, Ltd. (MRTW Logistics)

Myanmar Round the World Logistics, Ltd is a wholly-owned subsidiary of E.F.R that provides an array of domestic transportation services through containerization and general cargo, as well as international freight forwarding and comprehensive logistics services. The company focuses mainly on the air freight market and works in partnership with renowned international airlines such as Saudia Airline (SV), All Nippon Airways (ANA), Etihad Airways (EY), Korea Air (KE), Malaysia Airlines (MH), Turkish Airlines (TK), Myanmar Airways International (8M), Qatar Airways (QR) as their authorized general sales agent/cargo sales agent with leading position in Airfreight Market as well. Their primary customers are mainly base comprises garment merchandisers from Japan, Europe & USA.

Unison Choice Services, Ltd. (UCSL)

Unison Choice Services, Ltd. is a subsidiary of E.F.R that has been providing logistics solutions to global textile and garment clients since its establishment in 2012. The company focuses mainly on the sea freight market with a focus on short-haul trade in Asia with a good connection with major carriers and also offers a wide range of logistics services, with a specialization in garment-related logistics services.

UCSL extended door to door cargo delivery service to retail market as well from 2023 and contracted with brand-ing customers as a new service mark.

Gold Shipping Agency Services, Ltd. (GSASL)

Gold Shipping Agency Services, Ltd. (GSASL) is a subsidiary of E.F.R that specializes in shipping agency services, established in the year 2000. It collaborates with internationally recognized carriers to provide these services. GSASL has been serving as the exclusive shipping agent for “HMM Company Pte Ltd” for close to two decades, and the majority of its revenue is derived from handling fees. The company caters to two primary categories of customers: freight forwarders and direct customers. Direct customers include those with large volumes of cargo and in-house freight forwarding teams. GSASL's management maximizes revenue by optimizing container spaces in the shipping line and fostering long-term relationships with its customers.

Ever Flow River Trading Co., Ltd. (E.F.R Trading)

Ever Flow River Trading Co. Ltd. is a trading enterprise that operates under the complete ownership of E.F.R. This company is dedicated to delivering top-notch trading services for both import and export activities. Additionally, they provide trade financing and trade house facilities with the assistance of international trade financiers and bankers. In certain instances, clients require more than just logistics services, and they need trading services as well. In such cases, the management offers trade facilities via this subsidiary, depending on the credibility of the customers.

MRTW Manufacturing & Inspection Co., Ltd. (MRTW Inspection)

MRTW Manufacturing & Inspection Co. Ltd. a subsidiary of E.F.R, provides expert garment inspection services along with several other related services, including needle detection, outdoor inspection, packaging, tagging and assortment, barcode scanning, and warehousing. In response to the growing trend of Cut-Make-Pack (“CMP”) in Myanmar, MRTW Inspection was established to capitalize on this opportunity and meet the pressing need for garment inspection services, thereby bridging the gap in the garment industry.



Multipack Engineering Services, Ltd. (MES)

Multipack Engineering Services, Ltd. is a subsidiary of E.F.R that provides an extensive range of services to its clients in Myanmar. These services include logistics engineering, infrastructure, transport and installation, garment-on-hanger construction, telecom projects, general engineering services, civil engineering services, mechanical and electrical services, earth-work and road construction, project feasibility study and design development, project management, and consultancy. The objective of Multipack is to offer turn-key project services that are tailored to meet the unique needs of each client. Multipack's commitment to excellence and customer satisfaction has made it a trusted partner for various companies in Myanmar.

Ever Flow River Logistics and Distribution Center (Mandalay) Co., Ltd. (E.F.RLDCMDY)

E.F.RLDC MDY is an inland intermodal terminal and is a facility that serves as a hub for the transshipment of cargoes to inland destinations and is directly connected by road or rail to a seaport. In Myanmar, these terminals are crucial to the country's strategic location, linking China and India, as well as connecting the Southeast Asian region. E.F.R has signed a Memorandum of Understanding (MOU) with the Mandalay Regional Government, as the landowner, for a land concession to develop an inland intermodal terminal project in Mandalay Region on a BOT basis, with a term of 70 years (initial 50 years plus two renewable periods of 10 years each) from the commercial operation date. The project involves the railway transportation of merchandise and goods between Yangon and Mandalay, and the BOT contract has already been agreed and signed. The contract provides for the construction of the intermodal terminal to allow the transportation of merchandise and goods via the Yangon-Mandalay railway. The total area of the project land is 11.4 acres, which is rented from the Mandalay Government. The project aims to establish a one-stop intermodal inland terminal in Mandalay, which will provide cost savings through railway routes instead of trucking.

Eravati Myanmar Co., Ltd

Eravati Myanmar is a newly established business unit of E.F.R Group. In 2022, "Eravati Myanmar" as a subsidiary of Ever Flow River Trading Co., Ltd and is established for the trading of rubber raw materials. It demonstrates our dedication to expanding our trading business, particularly in the area of "Rubber Products" operations in Myanmar. We intend to utilize the resources available within the country by procuring various types of rubber from local markets such as Mon, Kayin, and Taninthayi, and exporting them to international buyers. Our goal is to meet the growing global demand. We are committed to developing the rubber industry in Myanmar and expanding our business in the country. This strategic approach is in line with our objective of becoming the leading rubber trading company in Myanmar. In fact, we plan to broaden our range of products to include other in-demand agricultural products and imported goods in Myanmar. This demonstrates our intention to capitalize on the increasing demand for agriculture and imported goods in the country. These objectives showcase our company's strategic vision to establish a strong presence in the rubber industry in Myanmar, while also diversifying our offerings to seize opportunities in other sectors.

BOARD OF DIRECTORS



Mr Kyaw Lwin Oo
Executive Chairman

U Kyaw Lwin Oo began his career as an Operations Manager for Myanmar Container Line, the first containerized feeder carrier in Myanmar to travel the Myanmar-Singapore route, from 1990 to 1995. After gaining extensive shipping knowledge from this experience, U Kyaw Lwin Oo established Ever Flow River Forwarding & General Services Co. Ltd. in 1998. With his entrepreneurial and leadership skills, E.F.R has created a vast network of shipping agencies representing world-class container carriers and international freight forwarders. U Kyaw Lwin Oo's strong belief in business development through diversification has enabled him to expand into other areas of supply chain logistics.

In addition to his role as Chairman of the Myanmar Hoteliers Association (MHA), Ngwe Saung Hotel Zone, U Kyaw Lwin Oo serves as an Advisor at the Myanmar Mercantile Maritime Development Association (MMMDA), Vice-Chairman of the Board of Directors at the Myanmar International Freight Forwarders Association (MIFFA), and is a Founding Member of the Myanmar Customs Broker Association (MCBA). His entrepreneurial spirit has led him to plan the development of Myanmar's logistics infrastructure on a national scale, with approval from high-level authorities, taking advantage of the economic reforms currently underway in Myanmar. This is a promising initiative that would put Myanmar on par with some neighboring countries in the transportation and logistics sector.



Mr Maung Maung Oo
Executive Vice-Chairman

U Maung Maung Oo serves as the Vice Chairman of the E.F.R Group of Companies. He earned his Bachelor of Science from the University of Yangon, along with a Certificate in International Business Finance and Financial Management in 2002. Additionally, he holds a Diploma in Maritime Law from the University of Yangon (2003) and a Certificate in Multimodal Transport from MIFFA & AFFA. U Maung Maung Oo began his career with E.F.R Freight Forwarding & General Services Co. Ltd in 1996 as a marketing manager and was later appointed as General Manager for World Class Container Carrier and Shipping agency from 2001 to 2007. With his extensive knowledge and diverse management skills, he currently serves as a member of the board of directors and the Vice-Chairman of the E.F.R Group Public Co., Ltd. Furthermore, U Maung Maung Oo holds a position as a member of the board of directors of the Myanmar International Freight Forwarders Association (MIFFA).

BOARD OF DIRECTORS



Mr Aung Min Han
Executive Director, CEO

U Aung Min Han holds a Bachelor of Engineering in Civil Engineering from 2001, a Certificate of Internal Auditor Training Course from 2003, a Diploma in International Freight Management Certificate in Multimodal Transport from 2004, a Certificate in Multimodal Transport from 2004, and a Master of Business Administration from 2008. He currently serves as the Chief Executive Officer of E.F.R Group Public Co., Ltd.

U Aung Min Han began his career with E.F.R in June 1997 as a marketing executive at Ever Flow River Forwarding & General Services Co. Ltd. He then worked his way up the ranks, serving as a marketing manager and eventually as General Manager in sub-business units of E.F.R Group. His extensive experience in marketing and administration, coupled with his excellent interpersonal skills, make him an ideal candidate for top-level management positions.

In recognition of his outstanding work, U Aung Min Han was appointed as the Chief Executive Officer (CEO) of E.F.R Group in 2012 and became one of the board directors of the company. He is a brilliant, talented, dedicated, and energetic young professional who is poised to lead E.F.R Group to new heights of success.



Mrs Khin Sone
Executive Director, CFO

Daw Khin Sone serves as the CFO for E.F.R Group. She holds a B.Sc. in Mathematics from the University of Yangon, which she earned in 1995. In addition, she possesses a Diploma in Chinese from the University of Foreign Language and a Diploma in Business Law from the University of Yangon. Daw Khin Sone has completed a Basic Diplomatic Course and received a certificate from the Ministry of Foreign Affairs. She also achieved LCCI Levels I, II, and III in 2003. Currently, she holds a master's degree in Banking and Finance from the University of Economics. After her graduation, Daw Khin Sone began her career as an executive as the chief accountant in Eagle Group of Companies (1997 to 2000). She later joined E.F.R Group as a marketing executive in one of the shipping lines. From 2000-2011, she worked at Gold Shipping Agency Services Ltd and was gradually promoted to deputy managing director due to her dedication and commitment. Since 2012, she has been serving as the group's chief finance officer. Daw Khin Sone is a member of the Myanmar Mercantile Maritime Development Association (MMMDA) and serves as a board member of the Myanmar International Freight Forwarders Association (MIFFA).

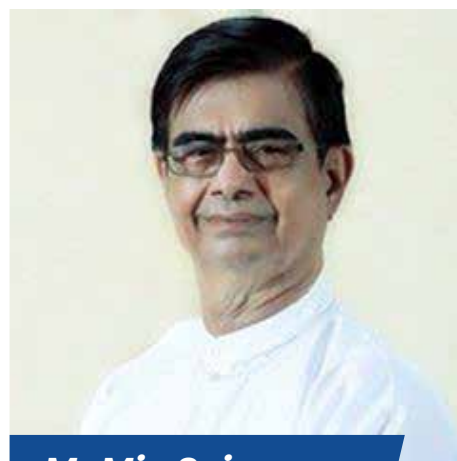
BOARD OF DIRECTORS



Prof. Hla Myint
Independent Director

Professor Daw Hla Myint serves as the independent director of the E.F.R Group of Companies. She holds a Bachelor of Commerce degree with Honors and a Master of Commerce degree. Her extensive educational background includes attending various workshops and courses such as the UNDP/UNIDO workshop on Project Planning and Control, the Myanmar-Korea Executive Management Program of Samsung, the Tourism Marketing Course from the Directorate of Hotel & Tourism, and Advil Consultancy. She also pursued Master of Arts Courses in Economics specializing in the Development Economies (1961-62) from the University of Kansas City, Missouri, USA, MBA courses specializing in the Management Information System from the University of California, Los Angeles, and UNESCO Fellowship.

She went on a study tour on Business Administration at the Kasetsart University in Bangkok, Thailand. Currently, Professor Daw Hla Myint is the Emeritus Professor of the Department of Management Studies at the Institute of Economics in Yangon. She is also a faculty member and the principal Academic Advisor of the Myanmar Human Resources Co. Ltd. Additionally, she serves as an advisor to the Myanmar Women Entrepreneurs Association (NGO) and a consultant cum senior trainer of STI Education. She has been a faculty member for 37 years, fulfilling roles such as tutor, lecturer, associate professor, and professor in various educational institutions.



Mr Min Sein
Independent Director

Mr Min Sein serves as an independent director of E.F.R Group. He obtained his Bachelor of Science degree in 1966 and became a registered accountant (R.A.) in 1971. In 1969, he successfully passed the Higher-Grade Pleader (Law) Examination and the Registered Lawyer's Examination in 1975. Since 1972, he has been practicing Law and was admitted as an advocate of the Supreme Court in 1998. His areas of specialization include Business and Corporate Law, Civil Law, Trade/Commercial Law, International Contracts, Trademark, Intellectual Property, and Personal Law (Succession Law). Mr Min Sein is also an Independent Director of AYA Bank and a Director of Myanmar M1 Investment Company Limited. He is a Member of the Australia Myanmar Chamber of Commerce and also serves as a Management Committee Member of U Hla Tun Hospice. Additionally, he has teaching experience, having taught Commercial Law to Government Officers, the Auditors General's Department, and Training Department from 1986 to 2006, as well as to the CPA 24th batch.

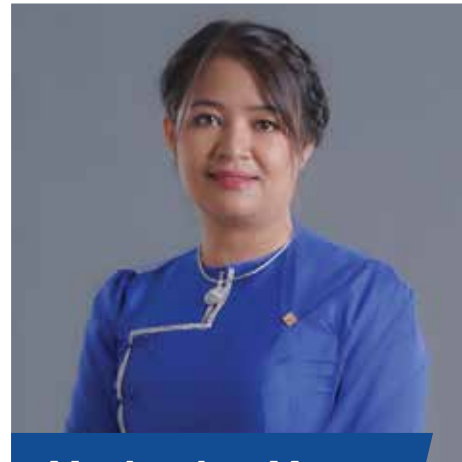
BOARD OF DIRECTORS



Dr. Hla Theingi
Independent Director

Dr. Hla Theingi serves as the independent director of E.F.R Group and is a well-educated and experienced professional. She holds a Bachelor of Business Administration and an MBA from Assumption University Thailand, as well as a Ph.D. from the Asian Institute of Technology Thailand. Additionally, Dr. Theingi has passed CFA Level 1. Her academic background includes teaching courses in economics, finance and accounting, international business, logistics, marketing, and research to undergraduate, graduate, and postgraduate students. In 2013, she authored the book "Export Import Practices: ASEAN Focus." Dr. Theingi is actively involved as a mentor, guest speaker, reviewer, and editor for various institutions, conferences, and journals.

Dr. Theingi's expertise as a practitioner is equally impressive. She is currently the Chief Executive Officer of MADP Distributing Co. Ltd. and serves as a financial advisor and executive coach for telecom, trading, agriculture, animal feed, and education companies in Myanmar and Thailand. In 2015 and 2016, Dr. Theingi worked as a consultant for Myanmar Automobile Development Public Co. Ltd. She has over 20 years of experience running her own container transportation business in Myanmar. Previously, Dr. Theingi served as the deputy chairperson of the Department of International Business Management at Martin de Tour School of Management, Assumption University, Thailand from 1996 to 1998. She was also a member of the Research Support Committee at Assumption University, Thailand from 2012 to 2016. Dr. Theingi's recent research, journal, and book publications are focused on SMEs, trade financing, sustainability, international business, ethical business technology transfer, and technology acceptance.



Mrs Lae Lae Mu
Executive Director, COO

Mrs Lae Lae Mu is currently an Executive Director at E.F.R Group and manages E.F.R Logistics and Distribution Center (Mandalay) Co. Ltd, where she is responsible for overseeing the company's operations. She first began her career in 2001 as a Sr. Sales & Marketing Executive at China Shipping Container Line and held this position until 2007. After that, she joined Myanmar Indo Orient Co. Ltd (MIO) as the Deputy General Manager and was later promoted to General Manager in 2011. In 2014, she assumed the same position at CMA CGM.

Mrs Lae Lae Mu holds a Bachelor of Science in Physics (Honors) and has completed several courses, including the Air Freight Forwarder's Basic Course, which was conducted by Myanmar International Freight Forwarder's Association (MIFFA) and Singapore Air Cargo Agents Association (SAAA). She has also completed the Japan Program for Improving Efficiency of Logistics and Distribution of The East-West Economic Corridor and Southern Economic Corridor, which was conducted by MIFFA and the Ministry of Transport. Her extensive experience and educational background have equipped her with the necessary skills and knowledge to excel in her role at E.F.R Logistics and Distribution Center.

BOARD OF DIRECTORS



Mrs Zin Nyein Htwe
Executive Director, COO

Mrs Zin Nyein Htwe serves as the Executive Director at E.F.R Group. She began her journey in 2001 while pursuing her B.Sc. (Physics) Degree. Over the past two decades, she has taken on various roles within the organization, showcasing her versatility and expertise. Notably, she gained invaluable experience in managing the Shipping/Logistics and Supply Chain Services during her tenure.

Her commitment to learning led her to venture into the international trading sector in Singapore, where she spent five years before returning to the Myanmar office in 2012. With her remarkable contributions and dedication, Daw Zin Nyein Htwe has become a valuable asset and a source of inspiration for her colleagues. She is now responsible for overseeing International Trading and 3rd Party Garment Inspection Business in E.F.R Group as Chief Operation Officer.



Mrs Hnin Yee Mon
Executive Director, COO

Mrs Hnin Yee Mon serves as one of the Executive Directors of E.F.R Group, overseeing the operations of E.F.R Glink Express Service Ltd. Myanmar Round the World Logistics Limited. Gold Shipping Agency Services Ltd, Unison Choice Services Ltd and A Logistics Co.,Ltd.

She obtained her B.A.(Economic) degree from Patheingyi University in 2004 and has completed FIATA Diploma. Her tenure at E.F.R Group began in July 2004, initially as a receptionist and personal assistant to the Chairman of E.F.R Group of Companies. Mrs Hnin Yee Mon's exceptional talent and dynamic personality led her to undertake various responsibilities within the E.F.R Group, which she performed reliably and satisfactorily.

From 2008 to 2010, she served as the Manager (Import Marketing In-charge) of CMA-CGM Lines, a top 10 carrier in the world, after serving as the Assistant of Mitsui O.S.K Lines. During this period, she also oversaw E.F.R's Conventional Department. Her impressive performance led to her promotion to General Manager of E.F.R Forwarding & General Services Co. Ltd. after starting at a basic level.



MANAGEMENT TEAM



Kyaw Lwin Oo
Executive Chairman



Maung Maung Oo
Executive Vice-Chairman



Aung Min Han
Chief Executive Officer



Khin Sone
Chief Finance Officer



Hnin Yee Mon
Chief Operation Officer



Zin Nyein Htwe
Chief Operation Officer



Lae Lae Mu
Chief Operation Officer



Yee Mon Oo
Compliance Officer

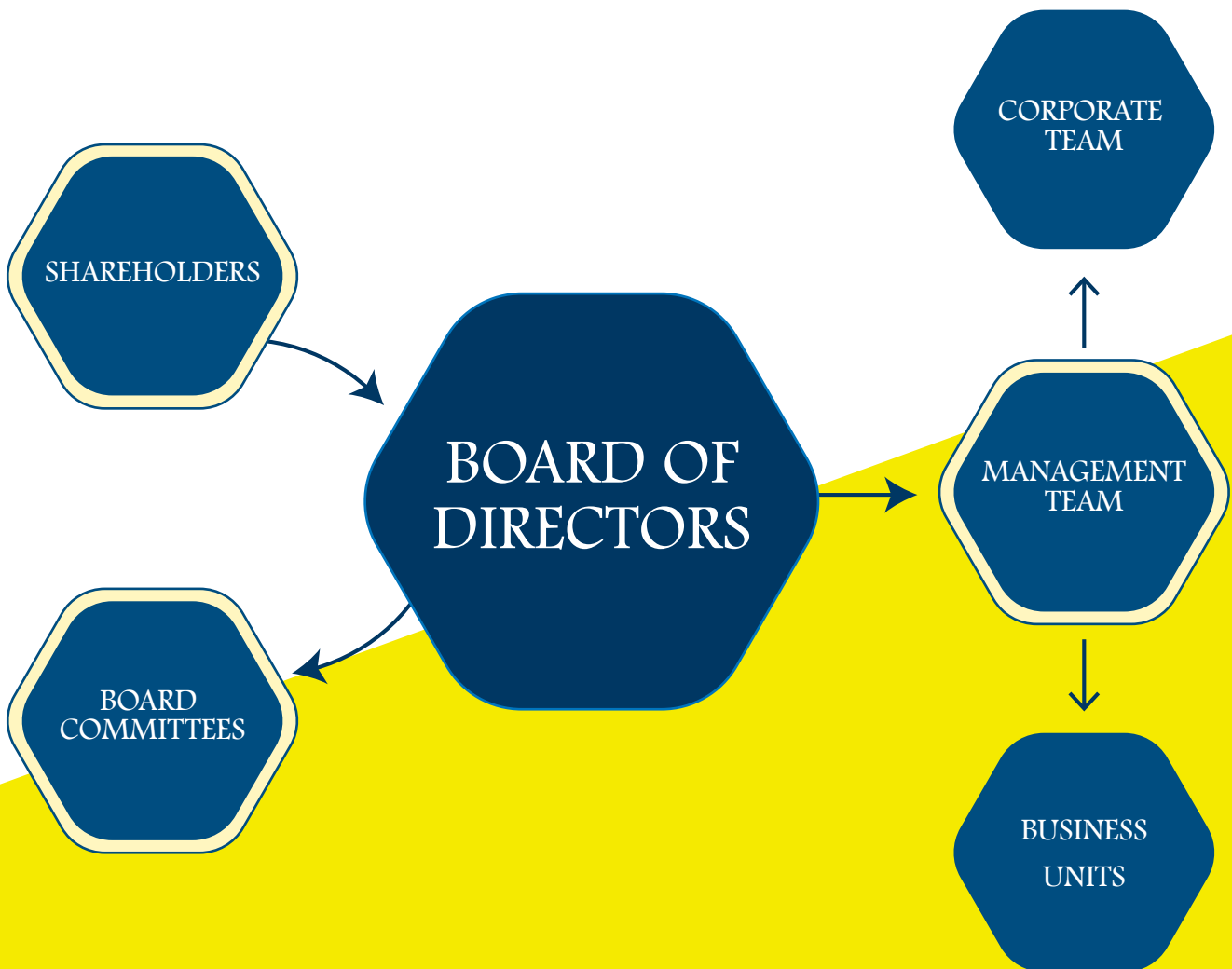


CORPORATE GOVERNANCE & SHAREHOLDER INFORMATION



CORPORATE GOVERNANCE FRAMEWORK

At E.F.R, the Board of Directors and stakeholders are fully aware of the importance of setting up strong corporate governance practices. They take their responsibility seriously in developing a suitable framework that safeguards and improves shareholder value as well as the company's performance. E.F.R acknowledges the significance of maintaining high levels of accountability for corporate governance and is making every effort to implement practices that comply with prevailing international principles while taking into account local conditions in Myanmar. E.F.R is dedicated to creating a transparent management structure that is governed by robust principles, which facilitate efficient coordination between the Board of Directors and the Board Committees throughout the organization.



The aforementioned framework fosters the ability of E.F.R Group to promptly identify opportunities and challenges, thereby facilitating an efficient process for informed decision-making. This, in turn, enables agile planning and expeditious execution of strategies and decisions. The framework also establishes sound controls, checks and balances, and compliance within the company, while allocating authorities and responsibilities.

THE BOARD



The Board of Directors holds a crucial position in guiding and supervising the strategic direction and performance of the company. Comprised of experienced professionals from various backgrounds, the board ensures effective decision-making and enforces sound governance practices. Throughout the reporting period, the board held Six meetings, addressing crucial matters such as Investment & Portfolio management, financial performance, and long-term sustainability.

The board of directors consists of ten individuals, seven of whom are executive directors and three are independent directors. Each member of the board possesses a strong background in entrepreneurship and finance, as well as extensive knowledge in the relevant industry. This collective experience enables the board to make effective decisions.

The Board of FY2021-2022 and 2022-2023 consists of ten members, seven of whom are Executive Directors while the remaining three are independent directors. The composition of The Board is designed to maintain an appropriate balance of executive and independent directors. The majority of the Board members are executive directors, which aligns with the industry's knowledge requirements. They offer valuable expertise, impartiality, and diverse perspectives. Their extensive experience in the industry enables them to provide effective oversight of the company's performance. The Composition of the Board as of 31st March 2023 is as per below. Profiles and qualifications of the Directors and the listed company directorships as at the date of this Annual Report are set out in the section mentioned previously above.

NAME	POSITION	LAST ELECTION DATE	BOARD
U Kyaw Lwin Oo	Executive Director	01/07/2022	Chairman
U Maung Maung Oo	Executive Director	01/07/2022	Member
U Aung Min Han	Executive Director	01/07/2022	Member
Daw Khin Sone	Executive Director	01/07/2022	Member
U Min Sein	Independent Director	01/07/2022	Member
Daw Hla Myint	Independent Director	01/07/2022	Member
Daw Hla Theingi	Independent Director	01/07/2022	Member
Daw Lae Lae Mu	Executive Director	01/07/2022	Member
Daw Hnin Yee Mon	Executive Director	01/07/2022	Member
Daw Zin Nyein Htwe	Executive Director	01/07/2022	Member



A record of the Board Meetings and the Director's attendance as of 31st March 2023 is as per the following board meeting schedule.

NAME	POSITION	BOARD	03/12/ 2021	10/02/ 2022	06/04/ 2022	09/06/ 2022	15/09/ 2022	23/03/ 2023
U Kyaw Lwin Oo	Executive Director	Chairman	Present	Present	Present	Present	Present	Present
U Maung Maung Oo	Executive Director	Member	Present	Present	Present	Present	Present	Present
U Aung Min Han	Executive Director	Member	Present	Present	Present	Present	Present	Present
Daw Khin Sone	Executive Director	Member	Present	Present	Present	Present	Present	Present
U Min Sein	Independent Director	Member	Present	Present	Present	Present	Present	Present
Daw Hla Myint	Independent Director	Member	Present	Present	Present	Present	Present	Present
Daw Hla Theingi	Independent Director	Member	Present	Present	Present	Present	Present	Present
Daw Lae Lae Mu	Executive Director	Member	Present	Present	Present	Present	Present	Present
Daw Hnin Yee Mon	Executive Director	Member	Present	Present	Present	Present	Present	Present
Daw Zin Nyein Htwe	Executive Director	Member	Present	Present	Present	Present	Present	Present



BOARD COMMITTEES

To improve the effectiveness of governance, Our Board has established several committees, each with specific responsibilities. These committees are as follows:

1. **Audit and Risk Committee:** The Audit Committee oversees financial reporting, internal controls, and risk management processes. It ensures the accuracy and integrity of financial statements and provides oversight of the external audit function.

2. **Nomination and Remuneration Committee:** The Nomination and Remuneration Committee is responsible for board composition, director selection, and evaluating the effectiveness of board practices and policies. It ensures a robust framework for corporate governance is in place. The committee reviews executive compensation, ensuring it aligns with company performance, industry standards, and shareholders' interests. It ensures fairness and transparency in remuneration policies.

3. **Investment & Portfolio Management Committee:** The Investment and Portfolio Management Committee oversees and manages the company's investment activities and portfolio of assets. It plays a vital role in managing the company's investment portfolio, optimizing risk-return profiles, and ensuring compliance with investment policies and regulations. It encompasses strategic decision-making, risk management, performance monitoring, and effective communication with stakeholders.

4. **Legal Committee:** The Legal committee plays a crucial role in safeguarding the company's legal interests, ensuring compliance with laws and regulations, and providing legal guidance to the Board and management. It helps to mitigate legal risks, protect the company's reputation, and maintain the highest standards of legal compliance.

SR	COMMITTEE	CHAIRPERSON	MEMBERS	POSITIONS
1	Nomination, Remuneration & Corporate Governance	Prof. Hla Myint	U Maung Maung Oo	Executive Director
			U Min Sein	Independent Director
			Daw Khin Sone	Executive Director
			Daw Yee Mon Oo	Compliance Officer
			Daw Naing Naing Oo	Corporate Secretary
2	Audit & Risk Management	Dr.Hla Theingi	U Min Sein	Independent Director
			Pro. Daw Hla Myint	Independent Director
			Daw Yee Mon Oo	Compliance Officer
			Daw Naing Naing Oo	Corporate Secretary
3	Investment & Portfolio Management	U Kyaw Lwin Oo	U Maung Maung Oo	Executive Director
			Daw Hla Myint	Independent Director
			U Min Sein	Independent Director
			Daw Hla Theingi	Independent Director
			U Aung Min Han	Executive Director
			Daw Khin Sone	Executive Director
			Daw Lae Lae Mu	Executive Director
			Daw Hnin Yee Mon	Executive Director
			Daw Zin Nyein Htwe	Executive Director
			U Than Aung	Chief Operational Officer
			Daw Naing Naing Oo	Corporate Secretary
4	Legal	U Min Sein	U Maung Maung Oo	Executive Director
			Mr.Edward Tan	Legal Advisor
			Daw Yee Mon Oo	Compliance Officer
			Daw Naing Naing Oo	Corporate Secretary



ETHICS AND COMPLIANCE

At E.F.R, we prioritize ethical behavior in all our operations. To achieve this, we have implemented a comprehensive set of policies, including a Code of Conduct, which guides our directors, employees, and business partners on ethical standards and practices. We foster a culture of ethics and integrity that permeates throughout our organization. Our leadership is committed to upholding ethical standards, and our Board of Directors provides oversight to ensure ethical behavior at all levels.

We have established clear policies, procedures, and guidelines that outline our expectations for ethical conduct, and we regularly communicate and train our employees on these principles. Our compliance program is designed to ensure that we comply with all relevant laws, regulations, and industry standards. We employ a robust framework that includes monitoring and assessing legal and regulatory requirements, implementing controls and procedures to ensure compliance, and conducting regular reviews to identify and address any areas of non-compliance. We maintain strong relationships with regulatory bodies and actively engage with them to stay updated on changes in the legal landscape.

We have implemented a comprehensive Code of Conduct that sets forth the ethical principles and behavioral expectations for all employees, directors, and business partners. Our Code of Conduct covers a wide range of topics, including conflicts of interest, bribery and corruption, insider trading, data privacy, and respect for human rights. We require all employees and directors to acknowledge and adhere to our Code of Conduct, and we provide ongoing training and resources to ensure understanding and compliance.

We maintain a robust whistleblower protection program to encourage employees and stakeholders to report any concerns or violations of our Code of Conduct or applicable laws. We provide multiple reporting channels, including anonymous reporting options, to ensure confidentiality and protect whistleblowers from retaliation. Reports are thoroughly investigated, and appropriate actions are taken to address any substantiated concerns. At E.F.R Group, we are committed to maintaining the highest ethical standards and ensuring that our operations are conducted with integrity and transparency.

RISK MANAGEMENT

It is imperative for our company's long-term success that we implement effective risk management practices. To achieve this, we have created a comprehensive risk management framework that is capable of identifying, assessing, and mitigating potential risks across all our operations. The Board of Directors is actively involved in overseeing the risk management practices of the company to ensure that a proactive approach is taken toward identifying emerging risks and implementing appropriate mitigation strategies.

RISK MANAGEMENT FRAMEWORK

Our organization has developed a strong risk management framework that serves as a guide for our approach to identifying, evaluating, and addressing risks. The framework consists of four critical components:

I. Risk Identification: We utilize a methodical process to identify and evaluate potential risks that may negatively affect our business objectives. Our approach includes collaborating with internal stakeholders, conducting comprehensive risk assessments, and utilizing industry best practices to ensure a comprehensive understanding of potential risks.

II. Risk Assessment: We assess the probability and potential impact of identified risks to prioritize and allocate resources effectively. By using both qualitative and quantitative analysis, we evaluate risks based on their probability of occurrence and potential impact on our operations, financial performance, reputation, and stakeholders.



III. Risk Mitigation and Control: Once we have identified and assessed risks, we implement strategies and controls to minimize their impact. This includes creating action plans, implementing internal controls, and establishing contingency plans to address potential risks and reduce their probability or severity.

IV. Risk Monitoring and Reporting: We continuously monitor and review our risk landscape to ensure that it remains relevant and accurate. We have established regular reporting mechanisms to keep our management and board of directors informed of the status of risks, including emerging risks, their progress in mitigating these risks, and any significant changes or incidents.

KEY RISK CATEGORIES

Our company's risk management framework involves identifying and categorizing risks based on their nature and potential impact on our business. We actively monitor and manage risks in key categories, including operational risks, financial risks, regulatory and compliance risks, strategic risks, and reputational risks.

Operational risks include issues with day-to-day operations, such as process failures, supply chain disruptions, technology failures, and human errors. To mitigate these risks and ensure uninterrupted business operations, we have implemented robust operational controls and contingency plans.

We closely monitor financial risks, including market volatility, credit risk, liquidity risk, and foreign exchange exposure, and employ hedging strategies to ensure stability. We maintain a strong financial position and conduct regular financial reviews.

Our company diligently monitors and complies with applicable laws, regulations, and industry standards to avoid regulatory and compliance risks. We have established compliance programs, internal controls, and monitoring mechanisms to ensure adherence to legal and regulatory requirements.

We assess risks associated with our strategic initiatives, market dynamics, competition, and technological advancements to mitigate strategic risks. We continuously evaluate our business strategies, conduct market analysis, and engage in scenario planning to identify and respond to strategic risks proactively.

Maintaining our reputation and stakeholder trust is of utmost importance. We monitor and manage risks that could impact our brand image, customer perception, and relationships with stakeholders. We prioritize ethical conduct, open communication, and transparent engagement to mitigate potential reputational risks.

At E.F.R, we view risk management as an integral part of our business strategy. We remain committed to identifying, assessing, and mitigating risks to protect our business and deliver sustainable value to our stakeholders. Our risk management framework ensures that risks are proactively managed, and appropriate controls and mitigation strategies are in place.

SHAREHOLDER MANAGEMENT



At E.F.R, we understand the significance of our shareholders' interests and actively seek to engage with them to promote transparency and trust. We ensure regular communication through various channels, including annual general meetings, investor briefings, and dedicated investor relations channels. We aim to encourage shareholder participation, provide timely updates on our company's performance, and seek their input on significant matters. We acknowledge the valuable perspectives of our shareholders as integral contributors to our long-term success.

SHAREHOLDER ENGAGEMENT APPROACH

Our approach to engaging with shareholders is based on principles of transparency, openness, and inclusiveness. Our objective is to establish and maintain strong relationships with our shareholders based on mutual trust and understanding. We achieve this through the following key elements:

- **Proactive Outreach:** We take the initiative to reach out to our shareholders and keep them informed about the company's performance, strategic initiatives, and key developments. We use various communication channels, including investor presentations, annual general meetings, earnings calls, and dedicated investor relations websites, to ensure timely and comprehensive information dissemination.
- **Annual General Meetings (AGMs):** We conduct AGMs as a direct platform for interaction with our shareholders. These meetings provide shareholders with an opportunity to voice their opinions, ask questions, and express their concerns. We conduct AGMs transparently and inclusively, ensuring that all shareholders have equal access to information and an opportunity to participate.
- **Investor Relations:** Our dedicated investor relations team fosters relationships with shareholders and addresses their inquiries. This team serves as a primary point of contact for shareholders, facilitating two-way communication and providing timely and accurate responses to their queries.
- **Shareholder Feedback Mechanisms:** We actively encourage shareholders to provide feedback and suggestions on company matters. We maintain feedback mechanisms, such as surveys, online portals, and direct communication channels, to collect and assess shareholder input. This feedback informs our decision-making processes and helps us better understand and address shareholder expectations.
- **Proxy Voting and Shareholder Resolutions:** We respect the voting rights of our shareholders and ensure that their votes are accurately recorded and counted. We provide clear and comprehensive proxy materials to facilitate informed voting decisions. In cases where shareholders propose resolutions, we carefully consider their merits and engage in constructive dialog to address any concerns or explore potential solutions.
- **Reporting and Transparency:** We are committed to transparency in our reporting. We provide comprehensive and accurate information in our annual reports, financial statements, and sustainability reports. We strive to meet or exceed regulatory reporting requirements and industry standards, ensuring shareholders have access to relevant and reliable information.

At E.F.R, we value the perspectives and contributions of our shareholders. We are committed to fostering robust shareholder engagement through proactive communication, transparency, and inclusiveness. We believe that engaging with shareholders enables us to better understand their priorities, align our strategies with their expectations, and build long-term relationships based on trust and mutual benefit.

STAKEHOLDER MANAGEMENT



Acknowledging the significance of stakeholder interests, we proactively participate with our employees, customers, suppliers, and communities where we conduct our business. We endeavor to uphold robust connections and attentively heed their feedback, guaranteeing that our choices account for the wider influence on stakeholders and favorably contribute to society. At E.F.R Group, we realize that the triumph of our enterprise is intimately linked to reliance, cooperation, and reciprocal value generation with our stakeholders.

STAKEHOLDER IDENTIFICATION

We have prioritized our stakeholders based on their level of influence, impact, and dependence on our operations. Our most significant stakeholders are:

- **Shareholders and Investors:** We maintain open and straightforward communication with our shareholders and investors, providing them with timely and accurate information to support their investment decisions and addressing their inquiries and concerns.
- **Customers:** We endeavor to comprehend and fulfill the needs of our customers, delivering high-quality products and services, and maintaining strong relationships. We actively seek feedback from our customers to continuously improve our offerings and enhance their overall experience.
- **Employees:** We appreciate our employees as critical contributors to our success. We prioritize their well-being, provide a safe and inclusive work environment, promote professional development, and encourage a culture of respect and collaboration.
- **Suppliers and Business Partners:** We work closely with our suppliers and business partners to ensure mutual growth and success. We maintain transparent and equitable relationships, adhere to ethical business practices, and foster sustainability in our supply chain.
- **Communities and Society:** We strive to be responsible corporate citizens, actively engaging with the communities in which we operate. We support initiatives that promote social and environmental well-being, contribute to local economic development, and foster positive relationships.

STAKEHOLDER ENGAGEMENT APPROACH

Our approach to engaging stakeholders is built on the following guiding principles:

- **Open and transparent communication:** We strive to maintain open and transparent communication channels with our stakeholders, ensuring relevant and timely information about our operations, performance, and initiatives is readily accessible via a multitude of platforms including dedicated websites, social media, and stakeholder newsletters.
- **Collaboration and partnerships:** We are committed to seeking opportunities to collaborate with our stakeholders to create shared value and address common challenges. Through constructive dialogue, we aim to seek input and feedback and explore partnerships that contribute to sustainable outcomes.
- **Regular engagement activities:** We conduct surveys, focus groups, consultations, and advisory committees regularly to provide platforms for stakeholders to voice their opinions, share their perspectives, and contribute to decision-making processes.
- **Stakeholder-specific initiatives:** We develop and implement initiatives tailored to meet stakeholder's unique needs and expectations including training programs for employees, customer feedback mechanisms, responsible sourcing programs, and community investment projects.

At E.F.R, we acknowledge that effective stakeholder management is integral to driving sustainable growth and creating a positive impact. By engaging with our stakeholders inclusively and collaboratively, we work to build trust and nurture long-term relationships while creating shared value beneficial for our company, our stakeholders, and society as a whole.



PERFORMANCE REVIEW & FUTURE PROSPECT

HIGHLIGHTS OF THE PERFORMANCE



TOTAL REVENUE EARNING FOR THE FY 2022~2023

51,038,413,623 MMK

In the fiscal years of 2022-2023, E.F.R Group achieved impressive revenue growth, demonstrating a significant increase compared to the previous year. This noteworthy progress is due to our ability to successfully attract new clients, expand our range of services, and enhance our relationships with current customers.

TOTAL NUMBER OF CUSTOMER SERVED AS OF 31ST MARCH 2023:

2536 CUSTOMERS

By prioritizing customized solutions, reliable support, and proactive communication, we ensure that our client's satisfaction comes first. This method resulted in exceptional client retention rates and a consistent flow of positive reviews, highlighting our prompt response times, adaptability, and punctual deliveries.

EMPLOYEE CAPACITY DEVELOPMENT PROGRAMS ARRANGED

We prioritized our workforce by offering training programs and opportunities for professional growth. By emphasizing employee well-being and engagement, we fostered a highly motivated and proficient team, which in turn led to enhanced service quality and operational efficiency.

NEW OFFICE BUILDING RELOCATION

E.F.R Group Public Co., Ltd and all its business units has moved to a new location at a building on Shukinthar Myo Pat Road in Thakayta Township, to work under a single roof and for systematic development of the businesses.

PERFORMANCES OF THE BUSINESS UNITS



During the financial year extending from April 2022 to March 2023, E.F.R 's Sea Freight division witnessed substantial growth in sales volume, with an average increase of 33% compared to the prior year. This analytical discourse delves into the factors responsible for the rising FCL volume and services provided to our esteemed clients. Furthermore, E.F.R 's marketing approaches and objectives for the forthcoming year are influenced by the existing geopolitical climate in our nation.

Current issues and challenges might pose difficulties for logistics companies, but certain elements can lead to a surge in sales volume. Logistics businesses with expertise in this field can attract customers who need secure transportation services during such times. As a reputable organization, E.F.R can offer secure storage solutions, and cutting-edge tracking and monitoring systems, thus bolstering our sales volume.

Another crucial factor to examine during current issues and challenges is supply chain adaptability. These challenges can disrupt pre-existing supply chains, causing companies to search for alternative routes and suppliers. E.F.R is capable of providing alternative transportation options and aiding supply chain adaptation to obtain a competitive edge. By delivering dependable and flexible solutions, E.F.R attracts clients who require support in overcoming the challenges created by the current situations, resulting in amplified sales volume; this is particularly relevant during cross-border transportation.

Clients are also concerned about the insufficient supply of imported and exported finished products and raw materials, particularly for manufacturers across various sectors. As a result, they seek a reliable supply chain as a "just-in-case" measure. By presenting such a supply chain, E.F.R manages to attract those customers and boost its sales volume.

E.F.R maintains robust connections with its vendors, ensuring a dependable supply chain, competitive costs, high-quality products, diverse offerings, and collaborative innovation from top industry players such as Cosco, Maersk, RCL, SITC, and ONE. Consequently, E.F.R prioritizes customer satisfaction by delivering reliable capacity and pricing options. Our reliable vendor management approach enhances the efficiency of our supply chain and leads to improvements in product quality and assortment, cost reduction, innovative ideas, and adaptability to market shifts. These aspects work together to drive increased sales volume for our company.

As a result of the volatile changes of current situations, both imports and exports have seen a decline. This can be attributed to a shortage of exportable goods, elevated manufacturing expenses, and rising transportation costs. Consequently, we must not solely depend on one freight system and instead adopt comprehensive logistics – encompassing customs clearance, licensing, border commerce, warehousing, vehicles, and project cargo – to preserve our capacity. To accomplish this objective, we employed the following approaches:

- Efficient management of vendors;
- Expanding our client base and providing solutions to their issues;
- Fostering constructive relationships with global networks;
- Ensuring continuous communication with shipping carriers;
- Displaying resourcefulness in market trends and adaptability to changes.



In light of current market trends, bulk exports consisting of rice, corn, broken rice, and cracked corn are increasing. Conversely, imports are primarily focused on raw materials, food items, and medicinal products, with a growing emphasis on preparations for importing various electric vehicles. As such, it is crucial to highlight the significance of these import and export trends as key market insights.

In summary, our marketing tactics for the forthcoming year aim to sustain and expand our market presence. We have examined our objectives and primary approaches, devising a thorough strategy to accomplish our targets. Even though we expect challenges in a perpetually shifting market, we have assessed potential hazards and formulated contingency plans to mitigate their effects. Our adaptability enables us to alter our tactics as required by changes in the sector. We are positive that our marketing blueprint will not only preserve our existing market standing but also propel us towards further achievements. Having a dedicated team and a lucid vision, we are enthusiastic about embarking on this endeavor and delivering outstanding value to our clientele. United, we will thrive in the fiercely competitive marketplace and establish a flourishing future for our enterprise.

For the fiscal year Apr'2022~ Mar'2023, E.F.R's Air Freight business has made an impressive improvement of 108%, compared to the previous year. This analysis overview report is based on our experiences and provides an overview of our marketing strategies and directions to maintain our sales volume, taking into account the current situation of the market.

E.F.R's Air Freight business has experienced an increase in sales volume. This can be attributed to several factors, such as the exceptional support received from management, the promotion of a general sales representative to Myanmar with Saudi Air Cargo Services, and the ability to aid customers and resolve their issues effectively. These traits collectively contributed to the overall improvement in the sales volume of E.F.R's Air Freight business.

The logistics and supply chain sectors experienced significant changes. Even when confronted with raw material shortages, factories were still obligated to fulfill contracts by maintaining order placement. We encountered hurdles such as inconsistent ocean freight costs and the termination of service agreements. To address these issues, we re-evaluated existing contracts and procured new ones. This led to an increase in our sales volume and enabled us to solidify our brand's presence in the market. Our market share grew and both local clients and international partners began to acknowledge our brand. To broaden our network, we gathered market intelligence and joined foreign networks. As our network enlarges and clientele increases, we were able to foster robust connections with principal carriers and cultivate trust. By sharing customer information, offering timely market updates, and catering to their needs, we were able to secure a spot on their VIP lists. Carriers have commended our commitment, recognizing us as a prominent modern freight forwarder. This acknowledgment has spurred growth in our network, client base, and sales figures. As the market continues to develop, we must adapt our approach rather than solely focusing on a single trajectory. The Group has observed a growth in sales volume for air freight. This can be credited to several contributing factors:

- Unwavering support from the management team
- Advancement to a general sales representative role for Saudi Air Cargo Services in Myanmar
- A proactive approach to helping customers and addressing their concerns
- Adjustment of supply chains and logistics in response to the ban on cross-border transportation in Myanmar, resulting in heightened reliance on airline services, specifically between Bangkok and Yangon (BKK-YGN), which operate round-the-clock.



Taken together, these factors have contributed to the improvement in our business volumes. To increase our business volume in the coming years, we need to maintain our service levels and expand our network. Our focus should be on securing long-term contracts and expanding our contracts with other national companies. We continue to monitor the market situation and remain alert to any changes so that we can prepare our contingency plan in advance.

Despite the post-COVID situations, E.F.R's Trading Business has increased its rubber export volume and achieved significant revenue growth. The import sales team has been able to maintain sales of E.F.R brand rubber rollers, even when rice millers temporarily ceased operations. In addition, the team's ability to generate other income through local sales and purchasing activities is a positive result.

Operational and development performance of E.F.R Trading Business during this financial period is commendable, especially considering the associated loss from the JV company. It demonstrates the resilience and adaptability of the team in dealing with challenging circumstances. E.F.R's rubber trading sales have declined due to higher local purchase prices, resulting in a decline in rubber export sales. However, despite the challenges, the sales team has maintained its activities and sales of other products.

On the other hand, the Import Sales team has shown significant growth with a 17% increase in total revenue compared to the previous financial period. Their efforts to reduce the cost of goods sold (COGS) on rubber rollers by 8% have increased the gross profit margin of this product. Although other imports have slowed down, the team has worked hard to sell all the aircon cargo-idling in Yangon, demonstrating their proactive approach. In addition, the export team has expanded the product range to include seasonal fresh fruit such as mangoes for overseas markets. Looking ahead, the team plans to focus more on imports to generate higher profits in the next financial year. This strategic shift demonstrates their adaptability and determination to seek new growth opportunities.

Despite the operational disruption caused by the COVID-19 pandemic, E.F.R Garment Inspection Business has achieved positive results from this financial period onwards. The major restructuring carried out in the previous financial period, including the suspension of operations of one of the branches in Yangon, seems to have paid off. The fact that E.F.R Garment Inspection Business resumed operations with a new team in December 2021 and still maintained a regular income is a positive sign. The team's efforts to reduce operating costs appear to have contributed to the profitable status for this period. This is a testament to the team's ability to adapt and overcome challenges, ultimately leading to a successful outcome.

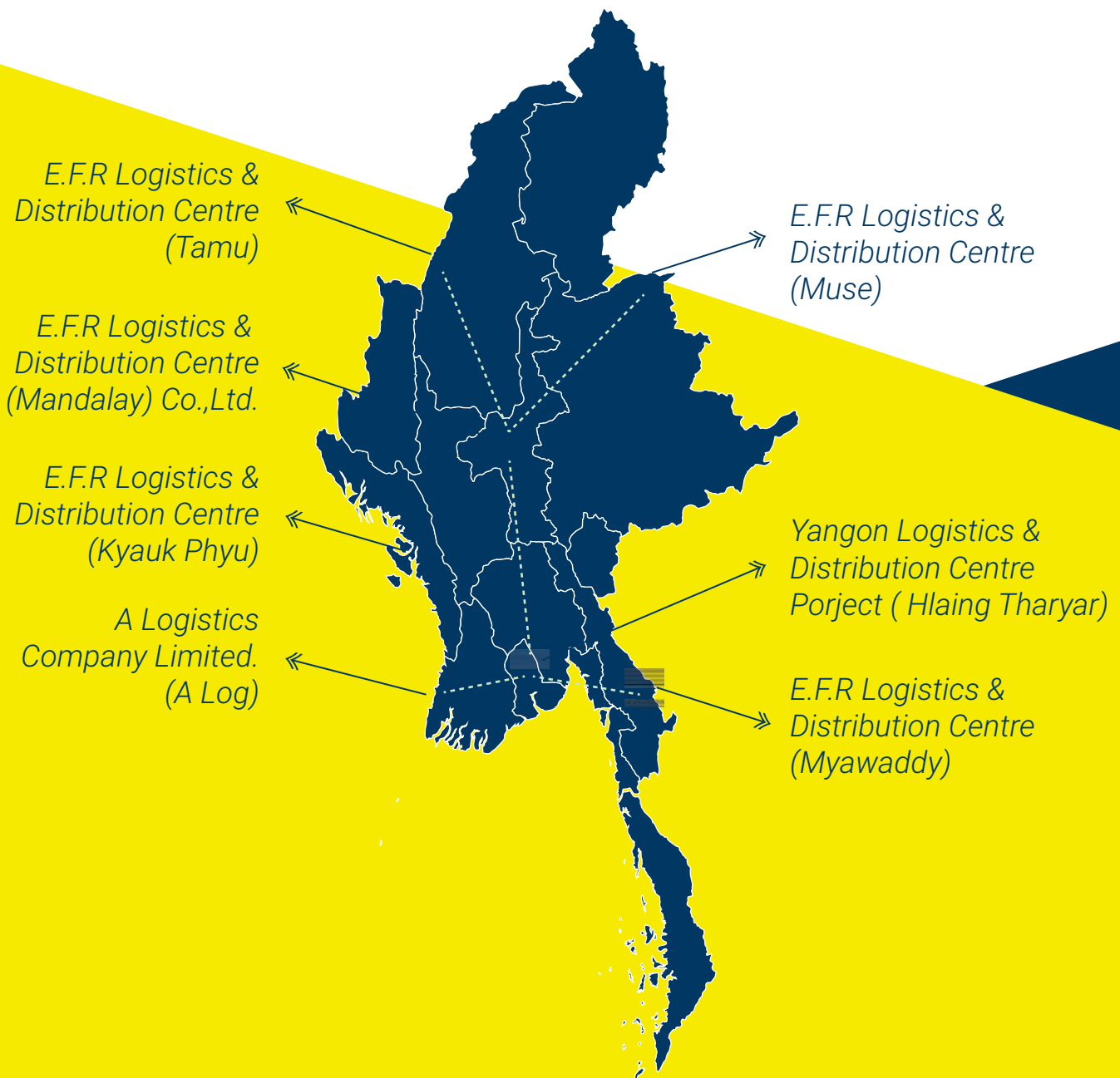
E.F.R Garment Inspection Business's efforts to improve working practices and implement a new team structure have paid off during this financial period. The 23% increase in sales and the significant increase in the profit margin from 0.3% to 13% are remarkable achievements, making this the most successful year in the history. Tight control of operating costs has played a key role in achieving these results. In addition, the recruitment of a new marketing development team demonstrates E.F.R Garment Inspection Business's commitment to attracting new customers and securing future growth.

Overall, these achievements demonstrate E.F.R Garment Inspection Business's commitment to improve and the successful implementation of strategic change. It's an exciting time for the company and the positive momentum provides a strong foundation for continued success in the future.



THE FUTURE PROSPECT: PROJECTS UNDER E.F.R GROUP

Logistics infrastructure plays a key role in facilitating the movement of goods, connecting markets, and driving economic growth. It comprises the physical assets, systems, and networks that enable the efficient transport, storage, and distribution of products across different regions. As the global economy continues to expand, the development of a robust and well-connected logistics infrastructure is becoming increasingly important. Effective logistics infrastructure contributes to seamless supply chain operations, reduced costs, improved connectivity, and enhanced competitiveness. It enables companies to reach new markets, manage inventory efficiently and respond quickly to customer demands. It also acts as a catalyst for regional integration and trade facilitation, stimulating economic growth and attracting investment. E.F.R, the leading supply chain logistics service provider in Myanmar, has planned to develop Myanmar's logistics infrastructure on a national scale to keep pace with potential economic developments.





CURRENT DEVELOPED PROJECT

EVER FLOW RIVER LOGISTICS & DISTRIBUTION CENTER (MANDALAY)

E.F.R, the concessionaire, and the Mandalay Regional Government, the landowner, have signed a Memorandum of Understanding ("MoU") for the acquisition of land for an inland intermodal terminal project in Mandalay Region on a BOT basis for a period of 70 years (an initial period of 50 years followed by two 10-year extension periods) after commercial operation.

As part of the inland intermodal terminal project, goods will be transported by rail between Yangon and Mandalay. The BOT contract has been agreed upon and signed. According to the contract, the intermodal terminal will be constructed so that goods and commodities can be transported via the Yangon-Mandalay railway. The land for the inland intermodal terminal project has a total area of 11.4 acres and is leased by the Mandalay government. By establishing a one-stop inland intermodal terminal in Mandalay, the project will provide cost savings by using railways instead of trucks.

Phase 1 has been completed and includes 3434 square meters of warehouse space, 1.3 acres of container yard space (for export, import, and empty containers), reefer points, and 1,000 square meters of outdoor storage. We have installed a 500kVA transformer from the national grid for primary power and a 150kVA generator for backup power. Due to the COVID-19 pandemic, we were not able to operate fully in 2020 for Phase 1, but we expect to be fully operational for warehousing, truck, and rail transport, customs clearance, depot, and distribution services by the end of 2022 for Phase 1.

However, the E.F.R Logistics and Distribution Centre (Mandalay) has already submitted a notice to the MIC to commence operations in October 2022, as the construction and extension periods have already expired. From now on, we intend to gradually build Phase 2 (the remaining CYs and warehouses). During this period, E.F.R Logistics and Distribution Centre (Mandalay) provided 4PL services to its export and import customers based on business alliances with outsourcing providers





FUTURE PROSPECT PROJECTS

EVER FLOW RIVER LOGISTICS & DISTRIBUTION CENTER (MUSE)

Since 2014, E.F.R has been methodically developing a comprehensive logistics development plan for Myanmar, which is currently being implemented in phases. The project includes the construction of logistics and distribution facilities, inland container depots, and international terminals in developed and strategic locations such as Yangon, Mandalay, Myawaddy, Tamu, Muse, Pathein, etc. It also aims to streamline the logistics process by utilizing the most efficient modes of transport in different parts of the country.

In addition to implementing a logistics and distribution center project in Mandalay, E.F.R has initiated the Yangon-Mandalay Container Rail Project. While further construction is planned, the logistics facility is currently open for initial offers to customers. This will make it easier and faster to transport goods and products from China.

One of the E.F.R Group's projects is the Muse Project, in line with our National Logistics Infrastructure Development Plan, we are planning to develop logistics hubs across the country to establish a cross-border or transit route for containers and break-bulk cargo through Muse, Shan State. After extensive research, Muse was identified as the ideal location on the border with China, close to Myanmar's most prosperous border area. Its proximity to China makes it strategically located and easily accessible for industrial and economic activities.

The main objectives of this project are:

- Provide our current or future potential customers with complete logistics and distribution facilities at our project site;
- Support the growth of the refrigerated container market;
- Establish a containerization system for international trade transit through China in cross-border trade.
- Establish the implementation of a containerization system for international trade transit through China at cross-border trade.



FUTURE PROSPECT PROJECTS



The following services are proposed for the Muse 1 Acre Logistics and Distribution Centre.

- Warehousing services
- Reefer plug-in facility
- Cross-docking services
- Customs clearance
- Container exchange
- License Application

Muse 1 Acre is located near the Muse 105 Mile Trade Zone and the UMFCCI Vehicle and Machinery Association is adjacent to the project. The total width of the project is 200' x 200'. The Government of Myanmar has promoted border trade along all its borders. Trade between Myanmar and China is mainly conducted across international borders through the Chinese province of Yunnan. Weak border enforcement likely contributes to informal cross-border trade, allowing traders to save the time and cost of complying with legal procedures. In addition to informality, novel institutional configurations have gradually developed in the border region that has the potential to reduce transaction costs in a way that is compatible with formal trade, thereby facilitating cross-border trade. E.F.R Public Group of Companies Ltd. will establish a subsidiary in Muse and undertake the construction of a distribution and logistics center, as well as the operation of multimodal transport using shipping containers by road (truck and rail) through Mandalay. The project will be built in a strategically planned cross-border trade zone. The project is located near the center of Muse, the northeastern part of Myanmar, which is connected to central Myanmar via the Mandalay-Lashio National Highway 3,450 km Asian Highway Route 14 (AH14) and the Northern Shan State Railway.





FUTURE PROSPECT PROJECTS

EVER FLOW RIVER LOGISTICS & DISTRIBUTION CENTER (MYAWADDY)

Another project to be developed is the Ever Flow River Myawaddy Logistics and Distribution Centre Project, a new project aimed at providing logistics and distribution services to customers in the Myawaddy Border Trade Area. The center will be built on 0.6 acres of land, with a warehouse measuring 80ft x 100ft and a height of 23ft. In addition, there will be a concrete yard area of over 17,600 sq. ft, which will also be built with concrete.

The center will provide a range of logistics services including warehousing, transportation, and distribution. Customers will be able to store their products in the warehouse, which will be equipped with modern facilities to ensure the safe and efficient handling of goods. The transportation services offered will allow customers to move their products from the warehouse to any location in the Myawaddy Border Trade Area, including nearby towns and cities. In addition, the center will provide distribution services, enabling customers to reach a wider range of markets and expand their customer base.

One of the main advantages of this business is its proximity to the Myawaddy Border Trade Area. This area is a major hub for cross-border trade between Thailand and Myanmar, and as such there is a high demand for logistics and distribution services in the area. The Ever Flow River Myawaddy Logistics and Distribution Centre is strategically located to meet this demand, providing customers with easy access to the border and other key trading locations.

Overall, the Ever Flow River Myawaddy Logistics and Distribution Centre is a promising project that aims to meet the growing demand for logistics and distribution services in the Myawaddy Border Trade Area. With its modern facilities and strategic location, it is well-positioned to help customers grow their businesses and take advantage of the opportunities presented by the region's thriving trade. The Ever Flow River Myawaddy Logistics and Distribution Centre will be located in the Myawaddy Border Trade Area, strategically situated near the Myanmar-Thailand border. The site offers easy access to major trade routes, making it an ideal location for a logistics and distribution center.





The Ever Flow River Myawaddy Logistics and Distribution Centre will provide its customers with a wide range of logistics-related services. These services include

- Warehousing: The warehousing facility will provide ample space for the storage of goods, with high ceilings and large storage capacity.
- Distribution: The logistics center will provide efficient distribution services to ensure that customers' goods are delivered on time and in good condition.
- Inventory management: The distribution center will provide inventory management services to help customers keep track of their goods and ensure they are always in stock.
- Packaging and labeling: The logistics center will provide packaging and labeling services to ensure that customers' goods are properly packaged and accurately labeled.

The Ever Flow River Myawaddy Logistics and Distribution Centre offers several advantages to its customers, including

- Access to major trade routes: The center's location offers easy access to major trade routes, making it an ideal location for companies looking to import or export goods.
- High-quality logistics services: The logistics center will provide high-quality logistics services, ensuring that customers' goods are always handled with care and delivered on time.
- Efficient distribution: The center's efficient distribution services will help customers save time and money by delivering their goods quickly and efficiently.
- Inventory management: The center's inventory management services will help customers keep track of their goods, reduce the risk of stock-outs and ensure they always have the right amount of inventory on hand.





FINANCIALS

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED

AND

ITS SUBSIDIARIES

AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022

FAMAT GROUP

Certified Public Accountants

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Yangon, Myanmar.

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EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

Contents

	Page
Directors' Report	1-2
Statement by Directors	3
Independent Auditor's Report	4
Statement of Financial Position	5-6
Statement of Comprehensive Income	7-8
Statement of Cash Flow	9
Statement of Changes in Equity	10
Notes to the Financial Statements	11-38

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
(Registration No 114922617 dated. 10.04.2014)

DIRECTORS' REPORT

For the financial period ended 31 March 2022

The directors present their report to the shareholders together with the audited financial statements for the financial period ended 31 March 2022.

Directors

The directors in office at the date of this report are:

1. U Kyaw Lwin Oo	Managing Director
2. U Aung Min Han	Director
3. Daw Saw Sanda	Director
4. U Maung Maung Oo	Director
5. Daw Khin Sone	Director
6. Daw Wut Hmone	Director
7. U Than Aung @ Bemay Barua	Director
8. U Kyaw Kyaw Thein	Director
9. Daw Hnin Yee Mon	Director
10. Daw Lae Lae Mu	Director
11. Daw Zin Nyein Htwe	Director

Principal Activities

The principal activities of the Company are as follows:

1. Business of international standard warehouse and distribution
2. Container wharfs and port services
3. Business of inland water transport

Dividend

The company has no dividend to shareholders of the company during the financial year ended 31 March 2022.

Share options

There were no options granted during the financial year to subscribe for unissued for shares of the Company. No shares have been issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

Directors' contractual benefits

There were no unissued shares of the Company under option at the end of the financial year.

Independent auditor

The financial statements have been audited by Independent Auditor "FAMAT GROUP".


.....
Managing Director

Director
Ever Flow River Group Public Company Limited.

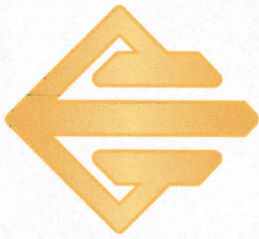



.....
Director

Director
Ever Flow River Group Public Company Limited.

Co seal

Date : 30.06.2022



EVER FLOW RIVER GROUP PUBLIC CO., LTD.

No.62, Room (1104), 11th Floor, Mahabandoola Housing Complex (B), Corner of Mahabandoola Road & Tarwatainthar Street, Pazundaung Township, Yangon, Myanmar.

+959 8899 488 90, +951 8203 715, +951 8201 001

+951 8203 715

www.efrgroupmyanmar.com

www.facebook.com/efrgroup

STATEMENT BY DIRECTORS

For the financial period ended 31 March 2022.

In the opinion of the directors,

- (a) The financial statements are drawn up so as a true and fair view of the state of affairs of the Company at 31 March, 2022 and of the results of the business, changes in equity and cash flows of the Company for the financial period then ended; and
- (b) We the undersigned Directors state that, in the opinion and to the best of our knowledge, the Statement of Financial Position and the Statement of Comprehensive Income together with supporting schedules, notes to accounts thereto, have been drawn up according to section 258 and 264 of the Myanmar Companies Law so as to give a true and fair view of the state of affairs and of the operating results of the Company relating to the financial period ending 31 March 2022. We also believe that the Company will be able to pay its debts as and when they fall due.

.....
Managing Director

Director
Ever Flow River Group Public Company Limited.



.....
Director

Director
Ever Flow River Group Public Company Limited.

Date : 30.06.2022

FAMAT GROUP**CERTIFIED PUBLIC AUDITOR**

No.635(A-1),Room B-3,Yoma Yeiktha, Pyi Road , Kamayut Township, Yangon, Myanmar

Tel:951-523327,951-2304349

Email famataudit@gmail.com famatco@gmail.com**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS**

We have audited the accompanying financial statements of **EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED** which comprise the statement of financial position as at 31.3.2022 and the statement of comprehensive income, statement of changes in equity and statement of cash flow for the financial period of ended 31.3.2022, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial Statements

Management is responsible for the fair presentation of these financial statements in accordance with the provisions of the Myanmar Companies Law, and Myanmar Financial Reporting Standards, and for devising, and maintaining a system of internal accounting controls, sufficient to provide a reasonable assurance that assets are safeguards against loss from unauthorized use or disposition, and transactions are property authorized and that they are recorded as necessary to permit the preparation of true and fair statement of comprehensive income and statement of financial position and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion financial statement based on our audit. We conducted our audit in accordance with Myanmar Financial Reporting Standards on Auditing. Those standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance whether the financial statements as free from material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure 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 assessment, the auditor consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the financial statements.


We believe that the evidence is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements are properly drawn up in accordance with section 280(a) and (b) of the Myanmar Companies Law and Myanmar Financial Reporting Standard so as to give a true and fair view of the state of the Branch as at 31 March 2022 and the results, changes in equity and cash flows of the Company for the financial year ended 31 March 2022.

Report on other legal and regulatory requirements.

In our opinion, the accounting and other records required by the Law to be kept by Company have been property kept in accordance with the provisions of Myanmar Companies Law.



DAW TIN WIN YU
B.Com. A:A., C.P.A (PA-43)
CERTIFIED PUBLIC ACCOUNTANT
AUDITOR & CONSULTANT



Date : 30-6-2022

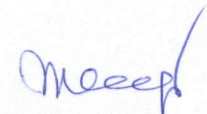
EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION AS AT 31 March 2022

2020-2021 1.10.2020-30.9.2021 Kyat	Particular	Note	2021-2022 1.10.2021-31.3.2022 Kyat
	ASSETS		
	Non-Current Assets	4.00	
486,437,542.61	Property, Plant & Equipment	4.10	823,444,475.14
52,957,525.10	Intangible Assets	4.20	57,029,718.73
1,541,696,179.86	Investment in Associates	4.30	1,411,355,682.23
3,176,182,146.86	Project under Development	4.40	3,177,180,646.86
5,257,273,394.43			5,469,010,522.96
	Current Assets	5.00	
74,817,200.49	Inventories	5.10	84,331,152.64
3,058,748,896.74	Account Receivable	5.20	3,450,276,172.71
10,495,163,178.58	Other Receivable	5.31	14,998,804,638.70
391,489,997.52	Advanced Tax	5.32	489,186,173.54
3,138,584,471.81	Cash and Cash Equivalents	5.40	2,723,704,726.29
17,158,803,745.15			21,746,302,863.88
22,416,077,139.57	Total Assets		27,215,313,386.84
	EQUITY AND LIABILITIES		
	Equity		
13,638,599,000.00	Share Capital	3.00	13,638,599,000.00
1,706,960,746.21	Retained Earnings	6.10	2,546,809,401.41
	RESERVE	7.00	
749,237,383.39	Foreign Currency Translation Reserve	7.10	624,564,765.75
161,402,898.63	Non-Controlling Interests	8.00	165,689,225.42
16,256,200,028.23	Total Equity		16,975,662,392.58
	Long - Term Loan From Bank		155,135,241.39
	CURRENT LIABILITIES	9.00	
2,462,213,177.11	Account Payable	9.10	2,507,184,173.98
2,440,134,134.67	Other Payable	9.21	6,182,242,230.26
1,257,529,799.57	Tax Provision	9.22	1,395,089,348.63
6,159,877,111.35	Total Liabilities		10,239,650,994.26
22,416,077,139.57	Total Equity and Liabilities		27,215,313,386.84


 Director
 Ever Flow River Group Public Company Limited.




 Director
 Ever Flow River Group Public Company Limited.


 DAW TIN WIN YU
 B.Com. A:A., C.P.A (PA-43)
 CERTIFIED PUBLIC ACCOUNTANT
 AUDITOR & CONSULTANT

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

	2021-2022	2020-2021
	Kyats	Kyats
(a) Basic Earning per Share		
Profit / (Loss) Attributable to		
Shareholders of the Company	839,848,655.20	425,989,243.21
Weighted average number of ordinary	19,977,223.00	19,977,223.00
Basic Earning per Share	<u>42.04</u>	<u>21.32</u>
(b) Diluted Earning per Share		
Profit / (Loss) Attributable to		
Shareholders of the Company	839,848,655.20	425,989,243.21
Interest on convertible loan note		
Profit / (Loss) used to determine Diluted	<u>839,848,655.20</u>	<u>425,989,243.21</u>
Earning per Share		
Weighted average number of ordinary	<u>19,977,223.00</u>	<u>19,977,223.00</u>
	<u>19,977,223.00</u>	<u>19,977,223.00</u>
Diluted Earning per Share	<u>42.04</u>	<u>21.32</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 March 2022

2020-2021 1.10.2020-30.9.2021 Kyat	Particular	Note	2021-2022 1.10.2021-31.3.2022 Kyat
	Income		
23,457,058,457.77	Revenue	10.0	33,920,647,043.48
131,727,143.60	Other Income	11.0	98,370,919.96
23,588,785,601.37	Total Income		34,019,017,963.44
20,334,783,239.54	Less: Cost of Services / Cost of Sales	12.0	30,836,785,847.00
3,254,002,361.84	Gross Profit		3,182,232,116.44
	Less: General and Administrative Expenses		
1,432,951,281.43	Staff Expenses	13.0	1,278,701,127.24
433,861,419.33	Administrative Expenses	14.0	511,256,398.66
147,641,893.22	Depreciation and Amortisation Expenses	15.0	69,717,237.92
442,270,234.14	Loss from Share of Associates	16.0	130,340,497.63
2,456,724,828.12			1,990,015,261.44
797,277,533.72	Net Profit before Tax		1,192,216,855.00
345,071,185.88	Less: Income Tax Expense	17.0	348,081,873.00
452,206,347.84	Net Profit after Tax		844,134,982.00
	Add: Other Comprehensive Income		
461,768,392.91	Foreign Currency Translation		124,672,617.65
913,974,740.75	Total Comprehensive income		719,462,364.35

Director
Ever Flow River Group Public Company Limited.



Director
Ever Flow River Group Public Company Limited.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

CONSOLIDATED STATEMENT OF COMPERHENSIVE INCOME (CONTINUED)

	2021-2022	2020-2021
	Kyats	Kyats
<u>Profit / (Loss) attributable to:</u>		
Controlling Interest	839,848,655.20	425,989,243.21
Non-controlling Interests	4,286,326.80	26,217,104.63
	<u>844,134,982.00</u>	<u>452,206,347.84</u>
<u>Total comprehensive income / (expense) attributable to:</u>		
Controlling Interest	715,176,038.10	887,757,636.12
Non-controlling Interests	4,286,326.80	26,217,104.63
	<u>719,462,364.90</u>	<u>913,974,740.75</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOW

For the financial year ended 31 March 2022

	2021-2022 1.10.2021-31.3.2022	2020-2021 1.10.2020-30.9.2021
1 Cash flows from operating activities		
Profit / (Loss) for the year	844,134,982.54	452,206,347.84
Adjustment for		
Depreciation and Amortisation expenses	69,717,237.37	147,641,893.22
(Gain) / Loss on disposal of PPE	(2,942,915.06)	(33,042.33)
Write Off PPE		-
Share of Associate Loss	130,340,497.63	442,270,234.14
Income Tax expenses	348,081,873.00	345,071,185.88
Foreign Currency Translation		439,822,579.24
Unrealized Exchange Gain	(124,672,617.65)	
	<u>1,264,659,057.83</u>	<u>1,826,979,197.98</u>
Change in operating assets and liabilities		
Increase (-) / Decrease (+) in Inventories	(9,513,952.15)	373,136,964.51
Increase (-) / Decrease (+) in Account Receivables	(391,527,275.97)	(2,227,526,514.74)
Increase (-) / Decrease (+) in Other Receivables	(4,601,337,636.14)	(1,983,586,956.10)
Increase (+) / Decrease (-) in Account Payables	44,970,996.87	1,478,614,104.11
Increase (+) / Decrease (-) in Other Payables	3,879,667,644.65	1,350,559,710.36
Income Tax paid	(348,081,873.00)	
Net Cash from Operating Activities	<u>(161,163,037.90)</u>	<u>818,176,506.11</u>
2 Cash flows from investing activities		
Acquisition of Subsidiary		(98,400,000.00)
Purchase of Property ,Plant & Equipment	(475,161,531.59)	(47,519,832.00)
Purchase of Intangible Assets	(5,328,566.03)	(15,664,540.45)
Sale proceed from PPE	72,636,648.61	345,000.00
Cash paid for Project under Development	(998,500.00)	(199,023,599.86)
	<u>(408,851,949.01)</u>	<u>(360,262,972.31)</u>
3 Cash flows from financing activities		
Contribution from Shareholders		-
Contribution from Non-controlling Interest in Subsidiaries		-
Dividend Paid		-
Proceeds from Long - term loan from Bank	155,135,241.39	
	<u>155,135,241.39</u>	<u>-</u>
Net increase / (Decrease) in cash	(414,879,745.52)	457,913,533.81
Cash at beginning of the financial year	3,138,584,471.81	2,680,670,938.00
Cash at end of the financial year	<u>2,723,704,726.29</u>	<u>3,138,584,471.81</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2022

Particular	Share Capital Amount in kyat	Reserves Amount in kyat	Retained Earnings Amount in kyat	Non-Controlling Interest Amount in kyat	Total Equity Amount in kyat
Balance as at 1 October 2021	13,638,599,000.00	749,237,383.39	1,706,960,746.21	161,402,898.63	16,256,200,028.23
Retained Adjustment					
Addition for the year					
Total Comprehensive Income / (Expense) for the year			839,848,655.20	4,286,326.80	844,134,982.00
Foreign Currency Translation		(124,672,617.65)			(124,672,617.65)
Balance as at 31 March 2022	13,638,599,000.00	624,564,765.75	2,546,809,401.41	165,689,225.43	16,975,662,392.58
Balance as at 1 October 2020	13,638,599,000.00	287,468,990.48	1,280,971,503.00	135,185,794.00	15,342,225,287.48
Retained Adjustment					
Addition for the year					
Total Comprehensive Income / (Expense) for the year			425,989,243.21	26,217,104.63	452,206,347.84
Foreign Currency Translation		461,768,392.91			461,768,392.91
Contribution by NCI in Subsidiaries					
Balance as at 30 September 2021	13,638,599,000.00	749,237,383.39	1,706,960,746.21	161,402,898.63	16,256,200,028.23

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS**

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1.0 General

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED is incorporated in the Republic of the Union of Myanmar under the Myanmar Companies Law 2017. The address of the registered office is as follows:

Registered office is:

Tawataintha Street, No.62, Room(1104), (11) Floor,

Mahabandoola Housing, Complex (B),

Pazundaung Township, Yangon Region, Myanmar.

Website: www.efrgroupmyanmar.com

Contact Phone No. +9598899 48890, +951 8203 715. +9518201 001

2.00 Significant Accounting Policies

Unless otherwise stated, the following accounting policies have been applied consistently in dealing with items that are considered material in relation to the financial statements. These policies have been consistently applied to all the years presented unless otherwise stated.

2.01 Basis of preparation

The financial statements have been prepared in accordance with the provision of the Myanmar Companies Law 2017 and Myanmar Financial Reporting Standards (MFRS). The financial statements have been prepared under the historical cost convention unless otherwise indicate in the summary of significant accounting policy.

The preparation of these financial statements in conformity with "MFRS" requires management to exercise its judgment in the process of applying the Company's accounting policies. It also requires the use of certain accounting estimate and assumptions.

2.02 Interpretations and amendments to published standards effective in 2021-2022

The Company's accounting policies have been made as requires, in accordance with the relevant transitional provisions in the respective MFRS and IFRS. The adoption of the MFRS did not result in any substantial changes to the Company's accounting policies and no material effect on the amounts reported for the current or prior financial years.

2.03 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and rendering of services, net of service tax, rebates and discount.

The group recognized revenue and the related cost can be reliable measured, it is probable that the collectability of the related receivable is reasonably assured and when the specific criteria for each of the Group's activities are met as follows:

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS**

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FIANACIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies(continued)

2.03 Revenue recognition (continued)

(a) Sale of Goods

Revenue from sale of goods is recognized when the customers have accepted the performance obligations.

(b) Rendering of Service-Logistic Services

Revenue from logistics services is recognized using the percentage of completion method base on the actual services provided as a proportion of the total services to be performed.

(c) Rendering of Service-Inspection Services

Revenue from inspection services is recognized when the goods inspects are delivered.

(d) Interest Income

Interest Income is recognized when the interest is deposited into the bank account.

2.04 Group Accounting

(a)Subsidiaries

(i).Consolidation

Subsidiaries are all entities over which the Group has control. The Group controls the entity when the group is exposed to ,or has rights to and has the ability to affect its power to direct the activities of the entity. Subsidiaries fully consolidated from the date on which control is transferred to the Group.They are deconsolidated from the date that control ceases.

In preparing the Consolidated Financial Statements, intercompany transactions and balances and unrealized gains on transactions between group entities are eliminated .Unrealized losses are also eliminates unless the transactions provides evidence of an impairment indicator of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests comprises the portion of a subsidiary's net results of operation and its net assets, which is attributable to the interest that are not owned directly or indirectly by the equity holders of the company .They are shown separately in the consolidated statement of comprehensive income , statement of changes in equity, and statement of financial position.

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS**

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies (continued)

2.04 Group Accounting (continued)

(a) Subsidiaries

(ii) Acquisitions

The acquisition method of accounting is used to account for business combinations entered into by the Group.

On an acquisition by acquisition basis, the Group recognizes any non-controlling interest in the acquire at the date of acquisition either at fair value or at the non-controlling interest's proportionate share of acquiree's identifiable net assets.

The excess of (a) the consolidation transfer the amount of any non-controlling interest in the acquire and the acquisition date fair value of any previous equity interest in the acquire over the (b) fair value of the identifiable net assets acquired is recorded as goodwill.

(iii) Disposals

When the change in the Group's ownership interest in a subsidiary results in a loss of control over the subsidiary, the assets and liabilities of the subsidiary including any goodwill are de-recognized.

Any retained equity interest in the equity is re-measured at fair value. The difference between the carrying amount of the retained interest at the date when control is lost and its fair value of recognized in Profit and Loss.

(b) Transactions with Non-controlling Interests

Changes in the Group's ownership interest in a subsidiary that do not result in a loss of control over the subsidiary are accounted for as transactions with equity owners of the Company. Any difference between the change in the carrying amounts of the non-controlling interest and the fair value of the consideration paid or received is recognize within equity attributable to the equity holders of the Company.

(c) Associated Companies

Associated companies are entities over which the Group has significant influence, but not control, generally accompanied by a shareholding giving rise to voting rights of 20% and above but not exceeding 50%.

Investments in associated companies are accounted for in the Consolidated Financial Statements using the equity method of accounting less impairment losses ,if any.

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS**

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies (continued)

2.04 Group Accounting (continued)

(d) Associated Companies

(i) Acquisitions

Investments in associated companies are initially recognized at cost. The cost of an acquisition is measured at the fair value of the assets given, equity instruments issued or liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition.

(ii) Equity Accounting Method

Under the equity method of accounting, the investments are initially recognized at cost and recognized Group's share of its associated companies' profits or losses of the investee in profit or loss and its share of movements in other comprehensive income of the investee's other comprehensive income. Dividend received or receivable from the associated companies are recognized as a reduction of the carrying amount of the investments.

(iii) Disposals

Investments in associated companies are derecognized when the Group loses significant influence.

2.05 Currency translation

(a) Functional currency

Functional currency is the currency of the primary economic environment in which an entity operates. The financial statement of the Company is measured using the respective functional currency of **Ever Flow River Group Public Company Limited is Myanmar Kyat.**

In the case of presenting in Myanmar kyat, which is the functional currency of the Company, transactions in foreign currencies are translated into the functional currency at the rate of exchange ruling at the dates of the transactions,

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
 (Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies (continued)

2.05 Currency translation (continued)

(b) Transactions in Foreign Currency

Monetary items denominated in foreign currencies at the balance sheet are translated at the foreign exchange rates ruling at that date.

Non-monetary items which are measured in terms of historical costs denominated in foreign currencies are translated at the foreign exchange rate ruling at that date of transaction.

(c) Exchange Rate Differences

Exchange differences arising on the settlement of monetary items and the transactions of monetary items are included in the income statement for the year. When a gain or loss on a non-monetary item is recognized directly in income statement, any corresponding exchange gain or loss is recognized directly in income statement. When a gain or loss on a non-monetary item is recognized in the income statement, any corresponding exchange gain or loss is recognized in income statement.

2.06 Income taxes

Income tax Payable is calculated where Taxpayers assess themselves on the income they have received or have accrued and to pay the Tax which they calculate on this Income. A system where the taxpayer is given the responsibility to compute their own tax liability with limited or no intervention by Tax Officials. The responsibility is shifted to the Taxpayer for proper accounting, assessment and payment of their Tax Liability.

2.07 Trade and Other receivables

Trade and other receivables are initially recognized at fair value plus transaction cost and subsequently carried at amortized cost using the effective interest method, less accumulated impairment losses.

The company assesses at each statement of financial position data whether there is objective evidence that these financial assets are impaired and recognizes an allowance for impairment when such evidence exists. Significant financial difficulties of the debtor, probability that enter bankruptcy and default or delay significant delay in payments are objective evidence that these financial assets are impaired. The carrying amount of these assets is reduce through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows discount at the original effective interest rate.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies (continued)

2.08 Property, plant and equipment

Land and buildings are initially recognized at cost. Freehold land is subsequently carried at the revalued amount less accumulated impairment losses. Building and leasehold land are subsequently carried at the revalued amounts less accumulated depreciation and accumulated impairment losses.

Other Property and equipment are stated at cost less accumulated depreciation. Depreciation is calculated the straight-line method over the estimated useful lives of the assets. Depreciation on assets is calculated beginning from the date on which the asset has been acquired. The rates as fixed by Management. Freehold land is not depreciated. Depreciation rate are as follows:

Furniture & Fixtures	5 - 10 years
Office Equipment	5 - 10 years
Motor Vehicle	5 - 10 years
Computer	5 - 10 years
Other Fixed Assets	5 - 10 years

Subsequent maintenance expenditure relating to property, plant and equipment that has already been recognized is added to the carrying amount of the assets only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repair expenses are recognized in profit or loss when incurred.

Disposal of an item of property, plant and equipment, the difference between the disposal proceeds and its carrying amount is recognized in profit or loss within 'other gains and losses'.

2.09 Intangible assets

(a) Goodwill

Goodwill on subsidiaries is recognized separately as intangible assets and carried at cost less accumulated impairment losses. Goodwill on associated companies and joint ventures is included in the carrying amount of the investments. Gains and losses on the disposal of subsidiaries, joint ventures and associated companies include the carrying amount of goodwill relating to the entity sold.

(b) Other intangible assets

Intangible assets are initially measured at cost. Intangible assets should be carried at cost less accumulated amortization and impairment losses. The Company must choose either the cost model or the revaluation model for each class of intangible assets.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies (continued)

2.10 Impairment of non-financial assets

Property, plant and equipment are reviewed for impairment whenever there is any indication to do so. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. The difference between the amount and recoverable amount is recognized as an impairment loss in the statement of comprehensive income.

2.11 Investment in subsidiaries and associated companies

Investment in subsidiaries are recognized at cost less accumulated impairment losses in the Company's statement of Financial position.

Investment in associates are initially recognized at cost under the equity method and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition.

2.12 Cash and cash equivalents

For the purpose of presentation in the cash flow statement, cash and cash equivalents include cash in hand, bank balance, bank overdraft, deposits with financial institutions which are subject to an insignificant risk of change in value.

2.13 Provisions

Provisions for other liabilities and charges are recognized when the company has a legal or constructive obligation as a result of events, it is more likely than not that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

2.14 Trade and other payables

Payables are initially measured at fair value, and subsequently carried at amortized cost, using the effective interest method.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant accounting policies (continued)

2.15 Related Parties and Related parties Transactions

Related parties are persons or entities that are related to the entity that is preparing its financial statements . A person has control or joint control over the reporting entity has significant influence over the reporting entity is a member of the key management personnel of the reporting entity or of a parent of the reporting entity. A related party transaction is a transfer of resources, services, or obligations between related parties. key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the entity, directly or indirectly, including any directors of the entity.

If there have been transactions between related parties, disclose the nature of the related party relationship as well as information about the transactions and outstanding balances necessary for an understanding of the potential effect of the relationship on the financial statements. These disclosures would be made separately for each category of related parties and would include the amount of the transactions the amount of outstanding balances , including terms and conditions.

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS**

For the financial period ended 31 March 2022.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
(Registration No 114922617 dated. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2022.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

3.00 Paid-up Share capital

The 100% issued and paid-up share capital has been allotted to Kyats13,638,599,000, share no. is 19,977,223 and represented persons are as follows:-

Name of Shareholder / Directors

1. U Kyaw Lwin Oo	Managing Director
2. U Aung Min Han	Director
3. U Maung Maung Oo	Director
4. Daw Khin Sone	Director
5. Daw Hnin Yee Mon	Director
6. Daw Lae Lae Mu	Director
7. Daw Zin Nyein Htwe	Director

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.00 NON-CURRENT ASSETS

NOTE 4.10 PROPERTY , PLANT & EQUIPMENT

Property , Plant & Equipment are shown schedule (1) .

	2021-2022	2020-2021
	Kyats	Kyats
NOTE: 4.20 INTANGIBLE ASSETS	<u>57,029,718.73</u>	<u>52,957,525.10</u>
Goodwill	25,192,689.00	25,192,689.00
Software	31,837,029.73	27,764,836.10
Intangible Assets - Software are shown schedule (2) .		
	<u><u>57,029,718.73</u></u>	<u><u>52,957,525.10</u></u>

GOODWILL

Cost

Beginning Balance of financial year	25,192,689.00	25,192,689.00
Addition	-	-
End Balance of financial year	<u><u>25,192,689.00</u></u>	<u><u>25,192,689.00</u></u>

Accumulated Impairment

Beginning Balance of financial year	-	-
Impairment	-	-
End Balance of financial year	<u><u>-</u></u>	<u><u>-</u></u>
Net Book Value of Goodwill	<u><u>25,192,689.00</u></u>	<u><u>25,192,689.00</u></u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.00 NON-CURRENT ASSETS(CONTINUED)

	2021-2022 Kyats	2020-2021 Kyats
NOTE: 4.30 INVESTMENT IN ASSOCIATES	1,411,355,682.23	1,541,696,179.86
Beginning of financial year	1,541,696,179.86	1,885,566,414.00
<u>Acquisition of a Subsidiary</u>		
- EFR LDC		98,400,000.00
Share of Loss	(130,340,497.63)	(442,270,234.14)
End of financial year	<u>1,411,355,682.23</u>	<u>1,541,696,179.86</u>

	2021-2022 Kyats	2021-2022 Kyats
	<u>KEFR JV</u>	<u>HITLC JV</u>
Assets	2,926,848,267.21	8,397,711,941.45
Liabilities	55,848,048.14	6,714,940,770.00
Revenue	456,063,114.32	24,575,635.37
Loss for the year	(393,309,301.74)	(25,199,402.26)
Equity Interest	30%	49%

	2020-2021 Kyats	2020-2021 Kyats	2020-2021 Kyats
	<u>UTOC MES</u>	<u>HITLC JV</u>	<u>KEFR JV</u>
Assets	2,216,228,594.30	7,912,071,886.57	3,571,375,759.18
Liabilities	2,207,816,802.80	6,204,101,306.80	32,162,990.66
Revenue	338,794,164.00	-	1,414,847,753.60
Loss for the year	(275,951,869.20)	(77,530,610.86)	(979,664,957.12)
Equity Interest	40%	49%	30%

	2019-2020 Kyats	2019-2020 Kyats	2019-2020 Kyats
	<u>UTOC MES</u>	<u>HITLC JV</u>	<u>KEFR JV</u>
Assets	1,661,606,576.00	7,867,462,184.00	3,339,349,043.00
Liabilities	1,413,534,604.00	6,081,961,003.00	39,585,716.00
Revenue	865,760,392.00	-	3,283,301,237.00
Loss for the year	(284,337,589.00)	(144,162,782.00)	(431,235,491.00)
Equity Interest	40%	49%	30%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.0 NON-CURRENT ASSETS(CONTINUED)

NOTE 4.3.1 INVESTMENT IN ASSOCIATES (Continued)

Kamigumi-EFR Logistics Company Limited (KEFR JV)	Providing trucking (domestics and cross border) service, inland container deport operation and relative logistics service, forwarding and custom clearance service, inspection, quarantine and inland water transportation service	Myanmar	30.00%	30.00%
UTOC Multipack Myanmar Company Limited (UTOC MES)	Providing repair and installation of machinery and equipment, construction of building, civil engineering, specialized construction activities, land transport and transport via pipelines, water transport, air transport, warehouse and support activities for transportation, rental and leasing activities	Myanmar	40.00%	40.00%
Hlaing Inland Terminal And Logistics Company Limited (HITLC)	For good supply and transport, container services, marine container transport, inland terminal and logistics center, export value added services, bonded warehouse service, inland container depot services and cold chain services.	Myanmar	49.00%	49.00%

On 24 April 2018, MES subsidiary of the Group, has contributed USD 400,000 into UTOC Multipack Myanmar Company Limited (UTOC MES). Joint Venture Company interest to obtain 40% equity interest in UTOC MES. Accordingly, the Group held 40% equity interest in UTOC MES indirectly through MES.

The associated companies of the Group as at 30 September 2020 and 31 March 2019 respectively. The associated as listed above have capital consisting solely of ordinary shares, which are held directly and indirectly by the group.

The Group held 14.19% equity interest in KEFR JV directly and 15.81% equity interest in KEFR JV indirectly through EFR Trading.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.00 NON-CURRENT ASSETS(CONTINUED)

	2021-2022	2020-2021
	Kyats	Kyats
NOTE: 4.40 PROJECT UNDER DEVELOPMENT	<u>3,177,180,646.86</u>	<u>3,176,182,146.86</u>
Beginning of financial year	3,176,182,146.86	2,977,158,547.00
<u>Additions:</u>		
- Construction costs		196,835,600.00
- Others	998,500.00	2,187,999.86
End of financial year	<u><u>3,177,180,646.86</u></u>	<u><u>3,176,182,146.86</u></u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.0 NON-CURRENT ASSETS(CONTINUED)

NOTE 4.5 INVESTMENT IN SUBSIDIARIES

	2021-2022 Kyats	2020-2021 Kyats
Beginning balance of financial year	5,666,373,943.00	5,567,973,943.00
Acquisition of subsidiaries during the year	-	-
Additional capital contribution into subsidiaries during the year	-	98,400,000.00
	<u>5,666,373,943.00</u>	<u>5,666,373,943.00</u>

The Group had the following subsidiaries as respectively:

Name	Principle Activities	Country of Incorporation	Proportion of Ordinary shares directly held by the Group
			2020-2022
Gold Shipping Agency Services Limited (GSASL)	Acting as an agent for HMM Co., Ltd	Myanmar	100.00%
EFR G Link Express Services Limited (G Link)	Providing freight forwarding services for total logistics package including inland, sea, air and warehouse service	Myanmar	100.00%
Myanmar Round The World Logistics Limited (MRTW)	Providing freight forwarding services especially for air cargo	Myanmar	100.00%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.0 NON-CURRENT ASSETS(CONTINUED)

NOTE 4.5 INVESTMENT IN SUBSIDIARIES

The Group had the following subsidiaries as respectively:

Name	Principle Activities	Country of Incorporation	Proportion of Ordinary shares directly held by the Group	
			2021-2022	2020-2021
MRTW Manufacturing & Inspection Company Limited (MRTW Manufacturing)	Providing garments, shoes and bags inspection services especially for Japanese Buyer's cargo	Myanmar	100.00%	100.00%
Multipack Engineering Services Limited (MES)	Providing engineering services for logistics sectors such as installation for garment on hanging in containers, handling turnkey project cargo, construction of container house, installation and construction of telecommunication tower	Myanmar	100.00%	100.00%
Ever Flow River Trading Company Limited (EFR Trading)	Selling electronic goods, importation and distribution of rice roller and exporting rubber trade	Myanmar	100.00%	100.00%
Unison Choice Services Limited (UCS)	Providing freight forwarding service especially for handing sea Cargo and named account information cargo	Myanmar	100.00%	100.00%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.0 NON-CURRENT ASSETS(CONTINUED)

NOTE 4.5 INVESTMENT IN SUBSIDIARIES

Ever Flow River Logistics & Distribution Center (Mandalay) Company Limited (EFRLLDC)	Erecting a dry port and a container yard and running container-related services. Apart from empty container depot, container freight station, inland container depot and container transportation services, value-added services such as packaging / assembling services for re-transportation, customs bonded warehouse services that have connection with jetties / wharfs and broader container services.	95.00%	Myanmar	92.55%
A Logistics Company Limited (A Log)	Providing trucking, custom clearance, insurance and freight forwarding service and full operational management for AIIP Logistic Center	60.00%	Myanmar	60.00%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 5.00 CURRENT ASSETS

	2021-2022 Kyats	2020-2021 Kyats
NOTE 5.10 INVENTORIES	84,331,152.64	74,817,200.49
<u>Inventories for resale:</u>		
- Rice Roller	58,275,596.19	13,494,494.48
- Air Conditioner	26,055,556.45	61,322,706.01
	84,331,152.64	74,817,200.49
NOTE 5.20 ACCOUNT RECEIVABLE	3,450,276,172.71	3,058,748,896.74
<u>Account Receivable</u>		
- Non related parties	3,450,276,172.71	3,058,748,896.74
	3,450,276,172.71	3,058,748,896.74
NOTE 5.30 OTHER RECEIVABLE		
NOTE 5.31 <u>Other Receivable</u>	14,998,804,638.70	10,495,163,178.58
- Associated Companies		6,735,012,470.00
- Due from Directors		
- Non related parties	9,337,833,435.75	1,825,110,965.87
Deposit	1,146,664,452.11	406,628,592.12
Prepayments	142,205,476.26	99,004,777.65
Advance	-	1,037,788,372.94
Others	4,372,101,274.58	391,618,000.00
	14,998,804,638.70	10,495,163,178.58
NOTE 5.32 <u>Advance Tax</u>	489,186,173.54	391,489,997.52
- Withholding Tax	-	24,799,535.31
- Commercial Tax	38,355,617.00	180,013,477.00
- Income Tax	450,830,556.54	186,676,985.21
	489,186,173.54	391,489,997.52
NOTE 5.40 CASH AND CASH EQUIVALENTS	2,723,704,726.29	3,138,584,471.81
Cash in Hand	2,166,642,370.85	828,382,281.94
Cash at Bank	557,062,355.44	2,310,202,189.87
	2,723,704,726.29	3,138,584,471.81

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

	2021-2022 Kyats	2020-2021 Kyats
NOTE 6.00 RETAINED EARNINGS		
NOTE 6.10 Retained Earnings	2,546,809,401.41	1,706,960,746.21
Beginning Balance of Financial Year	1,706,960,746.21	1,280,971,503.00
Controlling Interest Profit	839,848,655.20	425,989,243.21
Controlling Interest Loss		
End Balance of Financial Year	2,546,809,401.41	1,706,960,746.21
NOTE 7.00 RESERVE		
NOTE 7.10 FOREIGN CURRENCY TRANSLATION	624,564,765.75	749,237,383.39
Beginning Balance of Financial Year	749,237,383.39	287,468,990.48
<u>During the year Movement:</u>		
- UCS	(50,767,243.02)	197,360,547.33
- GSASL	(73,905,374.62)	264,407,845.58
End Balance of Financial Year	624,564,765.75	749,237,383.39
NOTE 8.00 NON-CONTROLLING INTERESTS	165,689,225.42	161,402,898.63
<u>Non-controlling Interests</u>		
- EFRLDC	108,878,612.17	101,194,582.08
- AL	56,810,613.25	60,208,316.55
	165,689,225.42	161,402,898.63
<u>Movement</u>		
<u>- EFRLDC</u>		
Beginning of financial year	101,194,582.08	98,821,472.00
Share of Profit for the year	7,684,030.09	2,373,110.08
End of financial year	108,878,612.17	101,194,582.08
<u>- AL</u>		
Beginning of financial year	60,208,316.55	36,364,322.00
Share Contribution		-
Share of Profit for the year	(3,397,703.29)	23,843,994.55
End of financial year	56,810,613.25	60,208,316.55

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE 9.00 CURRENT LIABILITIES

NOTE 9.10 ACCOUNT PAYABLE **2,507,184,173.98** **2,462,213,177.11**

Account Payable

- Non related parties 2,507,184,173.98 2,462,213,177.11

2,507,184,173.98

2,462,213,177.11

NOTE 9.20 OTHER PAYABLE

NOTE 9.21 Other Payables **6,182,242,230.26** **2,440,134,134.67**

- Due to Directors 404,660,309.00 -

- Non-related Parties 2,172,223,062.82 1,193,907,389.37

Advance Received 3,284,522,888.97 980,739,779.35

Accruals 320,835,969.47 265,486,965.96

6,182,242,230.26

2,440,134,134.67

NOTE 9.22 Tax Provisions

1,395,089,348.63

1,257,529,799.57

- Income Tax 904,182,837.11 866,059,718.59

- Commercial Tax 341,054,221.68 243,287,562.15

- Capital Gain Tax 149,852,289.84 148,182,518.83

1,395,089,348.63

1,257,529,799.57

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE: 10.0 REVENUE

No	Description	2021-2022 Kyat	2020-2021 Kyat
I	Sale of Goods		
1	Rice Roller	184,885,714.28	164,373,333.32
2	Air Conditioner	44,580,322.80	627,079,927.06
3	Rubber	13,855,126,219.22	7,407,828,598.00
		14,084,592,256.30	8,199,281,858.38
II	Rendering of Services - Logistics Services		
1	Commission Income	9,108,690,289.17	1,130,433,823.76
2	Freight Forwarding Income	10,188,879,200.91	12,797,388,151.98
3	Others	95,154,059.41	367,962,108.56
		19,392,723,549.49	14,295,784,084.31
III	Rendering of Services - Inspection Services		
1	Inspection	443,331,237.69	876,096,876.30
2	Others	-	-
		443,331,237.69	876,096,876.30
IV	Management Fees Income	-	85,895,638.78
	Total	33,920,647,043.48	23,457,058,457.77

NOTE: 11.0 OTHER INCOME

No	Description	2021-2022 Kyat	2020-2021 Kyat
1	Interest Income		
	- Bank Deposits	8,516,663.62	8,899,161.04
2	Service Income		
	- Logistics	-	-
	- Trading	89,854,256.34	122,827,982.56
3	Others	-	-
	Total	98,370,919.96	131,727,143.60

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE:12.0 COST OF SALE/COST OF SERVICES

No	Description	2021-2022 Kyat	2020-2021 Kyat
I	<u>Cost of Sale (Trading)</u>		
1	Opening Inventory	74,817,200.49	447,954,165.53
2	<u>Purchase</u>		
	- Rice Roller	164,873,644.85	72,455,276.88
	- Air Conditioner		250,612,456.71
	- Rubber	12,604,957,438.70	7,378,769,248.00
3	Closing Inventory	(84,331,152.64)	(74,817,200.49)
4	<u>Direct Expense of Cost of Sales</u>		
	- Warehouse and Handling Cost	1,729,900.00	13,552,540.50
	- Sales Disount	853,000.00	9,806,737.57
	- Cash Deposit Fees FX	678,797,250.00	
		13,441,697,281.40	8,098,333,224.70
II	<u>Cost of Services-Logistics</u>		
1	Detention Charges		475,851,853.19
2	Freight Cost	16,468,462,778.23	10,637,757,301.34
3	Handling fees	2,028,680.03	1,397,904.00
4	Others	369,724,484.08	113,490,653.90
5	Project Cost	15,126,500.00	21,993,800.00
6	Repair and Maintenance	142,975.89	294,098.36
7	RO fees	133,350.00	90,165.50
8	Transportation Charges	177,904,350.22	186,130,720.89
9	Trucking Charges	24,144,604.00	41,572,200.00
10	Warehouse Cost	66,284,785.25	100,866,573.91
		17,123,952,507.70	11,579,445,271.09
III	<u>Cost of Services-Inspection Services</u>		
		271,136,057.90	657,004,743.75
1	Direct Expenses	9,963,470.11	24,320,704.57
2	Operation Cost	10,460,750.14	42,619,219.01
3	Inspector Salary	194,068,398.39	511,765,951.73
4	Others	56,643,439.26	78,298,868.44
		271,136,057.90	657,004,743.75
	Total	30,836,785,847.00	20,334,783,239.54

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE: 13.0 STAFF EXPENSES

No	Description	2021-2022 Kyat	2020-2021 Kyat
1	Wages and Salaries	1,278,701,127.24	1,432,951,281.43
2	Other short-term benefits	-	-
		1,278,701,127.24	1,432,951,281.43

NOTE: 14.0 ADMINISTRATIVE EXPENSES

No	Description	2021-2022 Kyat	2020-2021 Kyat
1	Advertising	1,322,041.61	1,659,041.70
2	Bad Debt		-
3	Commercial Tax expenses	(29,108,744.23)	32,610,127.86
4	Insurance premium	9,993,048.65	17,444,002.35
5	License & Registration fees	12,302,929.16	15,753,988.13
7	Profit from Disposal of PPE	(2,942,915.06)	(33,042.33)
8	Office expenses	31,885,351.37	114,594,097.34
9	Other expense	59,833,472.19	(208,543,496.47)
10	Present, Donation and Entertainment	41,352,559.88	27,609,496.94
11	Professional fees	23,789,019.98	85,364,801.00
12	Realized Exchange (gain) / loss	25,761,619.02	(30,576,243.34)
13	Rental cost	96,199,141.64	199,768,817.06
14	Repair and Maintenance	63,603,744.55	44,555,171.58
15	Travelling expenses	120,400,156.91	77,890,462.74
16	Utilities, Electricity and Communication	39,609,551.15	55,764,194.77
17	Write off PPE	-	-
18	Management fee	12,725,279.19	-
19	Finance cost	4,530,142.65	-
		511,256,398.66	433,861,419.33

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2022

NOTES TO THE FINANCIAL STATEMENT

NOTE: 15.0 DEPRECIATION & AMORTISATION

No	Description	2021-2022 Kyat	2020-2021 Kyat
I	Depreciation		
1	Depreciation-Office Equipment	15,473,534.08	17,991,106.13
2	Depreciation-Furniture & Fittings	5,483,262.07	9,028,370.02
3	Depreciation-Computer & Accessories	9,619,116.88	17,639,913.75
4	Depreciation-Motor Vehicle	21,102,099.82	42,911,156.63
5	Depreciation-Machinery	7,839,133.32	26,877,028.52
6	Depreciation-Office Renovation	8,943,719.34	30,664,180.61
		68,460,865.51	145,111,755.66
II	Amortisation		
1	Intangible Assets-Software	1,256,372.40	2,530,137.56
		1,256,372.40	2,530,137.56
		69,717,237.92	147,641,893.22

NOTE: 16.0 LOSSES FROM SHARE OF ASSOCIATES

No	Description	2021-2022 Kyat	2020-2021 Kyat
1	EFR-GOC	68,158,297.02	177,004,456.74
2	EFR-Trading	62,182,200.61	154,885,029.72
3	EFR-Multipack	-	110,380,747.68
		130,340,497.63	442,270,234.14

NOTE: 17.0 INCOME TAX EXPENSES

No	Description	2021-2022 Kyat	2020-2021 Kyat
1	Current Income Tax	345,428,856.03	354,824,292.17
2	(Over) / Under provision for previous financial year	2,653,016.97	(10,840,513.29)
3	Tax Penalty		1,087,407.00
		348,081,873.00	345,071,185.88

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

	2021-2022		2020-2021	
	Kyats Revenue	Kyats Profit/(Loss)	Kyats Revenue	Kyats Profit/(Loss)
		<u>For the year</u>		<u>For the year</u>
EFR G Link	7,368,038,764.13	133,543,792.37	7,021,585,834.93	453,260,023.04
MRTW	3,583,636,399.53	32,230,055.40	3,453,330,933.37	254,783,387.62
UCS	3,594,117,740.87	97,483,652.98	1,982,492,176.16	176,907,236.56
GSASL	1,702,510,409.45	399,271,108.04	1,315,550,998.57	292,967,921.27
A LOG	12,349,279.68	(8,494,258.23)	1,440,909,783.81	59,609,986.37
EFR LDC	4,030,521,562.32	156,065,604.38	536,451,578.11	48,198,777.80
EFR TRADING	14,084,592,256.30	246,909,786.17	8,199,281,858.38	(216,281,613.46)
ECHO	443,331,237.69	932,127.17	876,096,876.30	(94,264,222.00)
MULTIPACK	14,899,640.00	(972,744.75)		(109,916,958.35)
	<u>34,833,997,289.97</u>	<u>1,056,969,123.53</u>	<u>24,825,700,039.63</u>	<u>865,264,538.85</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

	2021-2022 Kyats	2020-2021 Kyats
(a) Segment revenue, cost of revenue and gross profit		
<u>Segment revenue</u>		
Sales of Goods	14,084,592,256.30	8,199,281,858.38
Logistics	20,563,569,417.96	15,750,321,304.95
Inspection	443,331,237.69	876,096,876.00
Other	97,675,297.98	198,000,000.00
Total Segment revenue	<u>35,189,168,209.93</u>	<u>25,023,700,039.33</u>
Intersegment elimination		
Related Partly Transaction Management	(1,024,350,246.49)	(1,454,537,220.64)
	<u>(145,800,000.00)</u>	<u>(112,104,361.22)</u>
Segment revenue-non-related parties	<u>34,019,017,963.44</u>	<u>23,457,058,457.47</u>
<u>Segment cost of revenue</u>		
Sales of Goods	(13,441,697,281.40)	(8,098,333,224.70)
Logistic	(18,148,302,754.19)	(13,033,982,491.73)
Inspection	(271,136,057.90)	(657,004,743.75)
Other		-
Total Segment cost of revenue	<u>(31,861,136,093.49)</u>	<u>(21,789,320,460.18)</u>
Intersegment elimination		
Related Party Transactions	1,024,350,246.49	1,454,537,220.64
Segment cost of revenue-non-related parties	<u>(30,836,785,847.00)</u>	<u>(20,334,783,239.54)</u>
	2021-2022 Kyats	2020-2021 Kyats
<u>Segment gross profit</u>		
Sales of Goods	642,894,974.90	223,776,616.24
Logistics	2,415,266,663.77	2,720,802,795.13
Inspection	172,195,179.79	219,092,132.55
Other	97,675,297.98	202,435,179.14
Total Segment gross profit	<u>3,328,032,116.44</u>	<u>3,366,106,723.06</u>
Intersegment elimination	(145,800,000.00)	(112,104,361.22)
Total Segment gross profit-non-related parties	<u>3,182,232,116.44</u>	<u>3,254,002,361.84</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial period ended 31 March 2022.

	2021-2022	2020-2021
	Kyats	Kyats
(b)Segment Assets		
Sales of Goods	5,380,050,956.24	2,232,010,545.81
Logistics	13,498,774,623.75	11,581,658,488.40
Inspection	597,981,384.90	559,360,331.94
Other	8,965,821,337.90	8,907,883,278.73
Total Segment asstes	<u>28,442,628,302.79</u>	<u>23,280,912,644.88</u>
Good Will	(25,192,689.00)	(890,028,194.31)
	<u>(1,202,122,226.95)</u>	<u>25,192,689.00</u>
Total assets as per statement of financial position	<u>27,215,313,386.84</u>	<u>22,416,077,139.57</u>
	2021-2022	2020-2021
	Kyats	Kyats
(c)Segment Liabilities		
Sales of Goods	4,176,979,791.49	1,275,849,167.24
Logistics	5,949,335,819.13	4,866,432,398.37
Inspection	653,372,975.66	615,684,049.86
Other	662,084,634.93	291,939,690.19
Total Segment asstes	<u>11,441,773,221.21</u>	<u>7,049,905,305.66</u>
Intersegment elimination	<u>(1,202,122,226.95)</u>	<u>(890,028,194.31)</u>
Total assets as per statement of financial position	<u>10,239,650,994.26</u>	<u>6,159,877,111.35</u>

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION SCHEDULE FOR THE YEAR ENDED 31 MARCH 2022**

Method - Straight Line Method

Schedule (1)

No	Particulars	Original Cost			Total Value	Depreciation			Book value 31.3.2022	
		Original Value	Addition 1.10.21 to 31.3.22	Disposal 1.10.21 to 31.3.22		Up to 1.10.2021	For the period 1.10.21 to 31.3.22	Disposal		Up to 31.3.2022
1	Office Equipment	109,889,025.97	254,383,464.81	(6,949,138.50)	357,323,352.28	70,764,206.39	15,473,534.08	(3,411,519.14)	82,826,221.33	274,497,130.94
2	Furniture & Fittings	60,298,138.05	27,375,978.62	(10,671,277.71)	77,002,838.96	35,232,928.63	5,483,262.07	(6,996,432.90)	33,719,757.80	43,283,081.17
3	Computer & Accessories	140,398,762.65	26,364,358.43	(5,669,905.26)	161,093,215.82	57,278,621.64	9,619,116.88	(1,402,617.39)	65,495,121.14	95,598,094.68
4	Motor Vehicle	369,499,047.21	167,037,729.19	(100,640,777.06)	435,895,999.35	120,249,742.85	21,102,099.82	(42,426,796.09)	98,925,046.58	336,970,952.76
5	Machinery	134,385,142.61	-	-	134,385,142.61	114,392,528.78	7,839,133.32	-	122,231,662.09	12,153,480.52
6	Office Renovation	153,320,903.05	-	-	153,320,903.05	83,435,448.64	8,943,719.34	-	92,379,167.98	60,941,735.07
	TOTAL	967,791,019.55	475,161,531.05	(123,931,098.53)	1,319,021,452.07	481,353,476.94	68,460,865.51	(54,237,365.53)	495,576,976.93	823,444,475.14

" CERTIFICATE FOR EXISTENCE OF NON- CURRENT ASSETS "

We do hereby certify that the above non current assets are owned by the Company and purchase of non current assets have to be approved by Board of Director as at 31 March 2022. Details list of non current assets have been produced and Rate of Depreciation are adopted in accordance with Board of Director resolution's rates. Details of non-current assets have been maintained and produced.

.....
Managing Director



.....
Director

Director
Ever Flow River Group Public Company Limited.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
INTANGIBLE ASSETS AND AMORTISATION SCHEDULE FOR THE YEAR ENDED 31 MARCH 2022

Method - Straight Line Method

Schedule (2)

No	Particulars	Original Cost		Total Value	Amortisation		Book value 31.3.2022
		Original Value	Addition 1.10.21 to 31.3.22		Up to 1.10.2021	For the Period 1.10.21 to 31.3.22	
1	<u>Intangible Assets</u> Software	33,528,649.47	5,328,566.03	38,857,215.51	5,763,813.38	1,256,372.40	31,837,029.73
	TOTAL	33,528,649.47	5,328,566.03	38,857,215.51	5,763,813.38	1,256,372.40	31,837,029.73

" CERTIFICATE FOR EXISTENCE OF INTANGIBLE ASSETS "

We do hereby certify that the above intangible assets are owned by the Company and purchase of intangible assets have to be approved by Board of Director as at 31 March 2022. Details list of intangible have been produced and Rate of Amortisation are adopted in accordance with Board of

Director resolution's rates. Details of intangible assets have been maintained and produced.

.....
 Managing Director



.....
 Director

.....
 Director
 Ever Flow River Group Public Company Limited.

.....
 Director
 Ever Flow River Group Public Company Limited.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED

AND

ITS SUBSIDIARIES

AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

FAMAT GROUP
Certified Public Accountants
No. 635 (A-1), Room No. B (3),
Yoma Yeiktha, Pyay Road, Kamayut Township,
Yangon, Myanmar.

Tel: +00 95-1 523-327, 00 95-1 230-4349 & 00 95-949313006,
Fax: +00 95-1 230-4349

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

Contents

	Page
Directors' Report	1-2
Statement by Directors	3
Independent Auditor's Report	4
Statement of Financial Position	5-6
Statement of Comprehensive Income	7-8
Statement of Cash Flow	9
Statement of Changes in Equity	10-11
Notes to the Financial Statements	12-39

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
(Registration No 114922617 DATED. 10.04.2014)

DIRECTORS' REPORT

For the financial year ended 31 March 2023.

The directors present their report to the shareholders together with the audited financial statements for the financial year ended 31 March 2023.

Directors

The directors in office at the date of this report are:

- | | |
|-----------------------|-------------------|
| 1. U Kyaw Lwin Oo | Managing Director |
| 2. U Aung Min Han | Director |
| 3. U Maung Maung Oo | Director |
| 4. Daw Khin Sone | Director |
| 5. Daw Hnin Yee Mon | Director |
| 6. Daw Lae Lae Mu | Director |
| 7. Daw Zin Nyein Htwe | Director |

Principal Activities

The principal activities of the Company are as follows.

1. Total Logistics Services
2. Business of international standard warehouse and distribution

Dividend

The Company has no paid dividend to Shareholder of the Company during the financial year ended 31 March 2023.

Share options

There were no options granted during the financial year to subscribe for unissued shares of the Company. No shares have been issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

Directors' contractual benefits

There were no unissued shares of the Company under option at the end of the financial year.

Independent auditor

The financial statements have been audited by independent Auditor "FAMAT GROUP".



[Handwritten signature]
.....
Managing Director

Director
Ever Flow River Group Public Company Limited.

[Handwritten signature]
.....
Director

Director
Ever Flow River Group Public Company Limited.



EVER FLOW RIVER GROUP PUBLIC CO., LTD.

7A, 7th Floor, EFR Building, No. 341, Corner of Shukhintha Mayopat Road and Myoma 11th Street, North 4th Ward, Thakayta Township, Yangon Region.

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www.facebook.com/efrgroup

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STATEMENT BY DIRECTORS

For the financial year ended 31 March 2023.

In the opinion of the authorized officers,

- (a) The financial statements are drawn up so as a true and fair view of the state of affairs of the Company as at 31 March 2023 and the results of the business, statement of financial position, statement of comprehensive income, changes in equity and cash flows of the Company for the financial year then ended; and
- (b) We the undersigned Directors state that, in the opinion and to the best of our knowledge, the Statement of Financial Position and Statement of Comprehensive Income together with supporting schedules and notes thereto, have been drawn up according to section 258 & 264 of the Myanmar Companies Law so as to give a true and fair view of the state of affairs and of the operating results of the company relating to the financial year ended 31 March 2023. We also believe that the Company will be able to pay its debts as and when they fall due.

.....
Managing Director

.....
Director

Director
Ever Flow River Group Public Company Limited

Director
Ever Flow River Group Public Company Limited.

Date: 28.6.2023



FAMAT GROUP**CERTIFIED PUBLIC AUDITOR**

No.635(A-1),Room B-3,Yoma Yeiktha, Pyi Road , Kamayut Township, Yangon, Myanmar

Tel:951-523327.951-2304349

Email famataudit@gmail.com. famatco@gmail.com**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS**

We have audited the accompanying financial statements of **EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED** which comprise the statement of financial position as at 31 March 2023 and the statement of comprehensive income, statement of changes in equity and statement of cash flow for the financial year of ended 31 March 2023, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the fair presentation of these financial statements in accordance with the provisions of the Myanmar Companies Law, and Myanmar Financial Reporting Standards, and for devising, and maintaining a system of internal accounting controls, sufficient to provide a reasonable assurance that assets are safeguards against loss from unauthorized use or disposition, and transactions are properly authorized and that they are recorded as necessary to permit the preparation of true and fair statement of comprehensive income and statement of financial position and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion financial statement based on our audit. We conducted our audit in accordance with Myanmar Financial Reporting Standards on Auditing. Those standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance whether the financial statements as free from material misstatement.

An audit involves performing procedure to obtain audit evidence about the amounts and disclosures in the financial statements. The procedure 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 assessment, the auditor consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 management as well as evaluating the overall presentation of the financial statements.

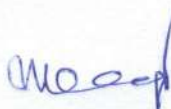
We believe that the evidence is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements are properly drawn up in accordance with section 280(a) and (b) of the Myanmar Companies Law and Myanmar Financial Reporting Standard so as to give a true and fair view of the state of the Branch as at 31 March 2023 and the results, changes in equity and cash flows of the Company for the financial year ended 31 March 2023.

Report on other legal and regulatory requirements

In our opinion, the accounting and other records required by the Law to be kept by Company have been properly kept in accordance with the provisions of Myanmar Companies Law.



DAW TIN WIN YU
B.Com.A.;A., C.PA (PA-43)
CERTIFIED PUBLIC ACCOUNTANT
AUDITOR & CONSULTANT



Dated : 28.6.2023

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

2021-2022 1.10.2021-31.3.2022 Kyat	Particular	Note	2022-2023 1.4.2022-31.3.2023 Kyat
	ASSETS		
	Non-Current Assets	4.00	
823,444,475.14	Property, Plant & Equipment	4.10	1,440,325,749.67
57,029,718.73	Intangible Assets	4.20	85,027,261.89
1,411,355,682.23	Investment in Associates	4.30	1,410,496,298.89
3,177,180,646.86	Project under Development	4.40	3,194,508,081.86
5,469,010,522.96			6,130,357,392.32
	Current Assets	5.00	
84,331,152.64	Inventories	5.10	248,535,509.06
3,450,276,172.71	Account Receivable	5.20	2,219,528,892.28
14,998,804,638.70	Other Receivable	5.31	18,524,656,877.52
489,186,173.54	Advanced Tax	5.32	809,930,441.85
2,723,704,726.29	Cash and Cash Equivalents	5.40	2,928,112,261.85
21,746,302,863.88			24,730,763,982.56
27,215,313,386.84	Total Assets		30,861,121,374.88
	EQUITY AND LIABILITIES		
	Equity		
13,638,599,000.00	Share Capital	3.00	13,638,599,000.00
	RETAINED EARNINGS	6.00	
2,546,809,401.41	Retained Earnings	6.10	4,285,080,518.03
	RESERVE	7.00	
624,564,765.75	Foreign Currency Translation Reserve	7.10	597,061,516.18
165,689,225.42	Non-Controlling Interests	8.00	213,844,075.00
16,975,662,392.58	Total Equity		18,734,585,109.21
	NON-CURRENT LIABILITIES		
155,135,241.39	Long - Term Loan From Bank		103,566,193.08
	CURRENT LIABILITIES	9.00	
2,507,184,173.98	Account Payable	9.10	1,246,686,440.66
6,182,242,230.26	Other Payable	9.21	9,133,153,226.29
1,395,089,348.63	Tax Provision	9.22	1,643,130,405.64
10,239,650,994.26			12,126,536,265.67
27,215,313,386.84	Total Liabilities		30,861,121,374.88
	Total Equity and Liabilities		30,861,121,374.88




DAW TIN WIN YU
 B.Com.A.;A., C.P.A (PA-43)
 CERTIFIED PUBLIC ACCOUNTANT
 AUDITOR & CONSULTANT


 Director
 Ever Flow River Group Public Company Limited.


 Director
 Ever Flow River Group Public Company Limited.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

	2021-2022 1.10.2021~31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
(a) Basic Earning per Share		
Profit / (Loss) attributable to:		
Shareholder of the company	839,848,655.20	1,738,271,116.62
Weighted average number of ordinary shares	19,977,223.00	19,977,223.00
Basic Earning Per Share	<u>42.04</u>	<u>87.01</u>
(b) Diluted Earning per Share		
Profit/(Loss) Attributable to Shareholders of the Company	839,848,655.20	1,738,271,116.62
Interest on convertible loan note	-	-
Profit/(Loss) used to determine Diluted Earning per share	<u>839,848,655.20</u>	<u>1,738,271,116.62</u>
Weighted average number of ordinary shares	19,977,223.00	19,977,223.00
<u>Adjustment</u>		
Convertible loan notes	-	-
Share options	-	-
	<u>19,977,223.00</u>	<u>19,977,223.00</u>
Diluted Earning per share	<u>42.04</u>	<u>87.01</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2023

2021-2022 1.10.2021-31.3.2022 Kyat	Particular	Note	2022-2023 1.4.2022-31.3.2023 Kyat
	Income		
33,920,647,043.48	Revenue	10.0	51,038,413,623.14
98,370,919.96	Other Income	11.0	954,034,111.48
34,019,017,963.44	Total Income		51,992,447,734.62
30,836,785,847.00	Less: Cost of Services / Cost of Sales	12.0	46,210,009,051.14
3,182,232,116.44	Gross Profit		5,782,438,683.48
	Less: General and Administrative Expenses		
1,278,701,127.24	Staff Expenses	13.0	2,480,967,589.02
511,256,398.66	Administrative Expenses	14.0	1,036,312,446.84
69,717,237.92	Depreciation and Amortisation Expenses	15.0	163,487,205.44
130,340,497.63	Profit/Loss from Share of Associates	16.0	859,383.34
1,990,015,261.44	Net Profit before Tax		3,681,626,624.64
1,192,216,855.00			2,100,812,058.84
348,081,873.00	Less: Income Tax Expense	17.0	354,386,092.65
844,134,982.00	Net Profit after Tax		1,746,425,966.19
	Add: Other Comprehensive Income		
124,672,617.65	Foreign Currency Translation		27,503,249.57
719,462,364.35	Total Comprehensive income		1,718,922,716.62



[Signature]
Director
 Ever Flow River Group Public Company Limited.

[Signature]
Director
 Ever Flow River Group Public Company Limited.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

	2021-2022 1.10.2021~31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
<u>Profit / (Loss) attributable to:</u>		
Controlling Interest	839,848,655.20	1,738,271,116.62
Non-controlling Interests	4,286,326.80	8,154,849.57
	<u>844,134,982.00</u>	<u>1,746,425,966.19</u>
<u>Total comprehensive income / (expense) attributable to:</u>		
Controlling Interest	715,176,037.56	1,710,767,867.05
Non-controlling Interests	4,286,326.80	8,154,849.57
	<u>719,462,364.36</u>	<u>1,718,922,716.62</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOW
For the financial year ended 31 March 2023

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022-31.3.2023 Kyat
1 Cash flows from operating activities		
Profit / (Loss) for the year	844,134,982.00	1,746,425,966.19
Adjustment for		
Depreciation and Amortisation expenses	69,717,237.92	163,487,205.44
(Gain) / Loss on disposal of PPE	(2,942,915.06)	20,010,871.20
Share of Associate Loss	130,340,497.63	859,383.34
Income Tax expenses	348,081,873.00	354,386,092.65
Foreign Currency Translation	(124,672,617.65)	(27,503,249.57)
	<u>1,264,659,057.83</u>	<u>2,257,666,269.25</u>
Change in operating assets and liabilities		
Increase (-) / Decrease (+) in Inventories	(9,513,952.15)	(164,204,356.42)
Increase (-) / Decrease (+) in Account Receivables	(391,527,275.97)	1,230,747,280.43
Increase (-) / Decrease (+) in Other Receivables	(4,601,337,636.14)	(3,846,596,507.13)
Increase (+) / Decrease (-) in Account Payables	44,970,996.87	(1,260,497,733.32)
Increase (+) / Decrease (-) in Other Payables	3,879,667,644.65	3,198,952,053.04
Income Tax paid	(348,081,873.00)	(354,386,092.65)
Net Cash from Operating Activities	<u>(161,163,037.90)</u>	<u>1,061,680,913.20</u>
2 Cash flows from investing activities		
Acquisition of Subsidiary		
Purchase of Property , Plant & Equipment	(475,161,531.05)	(850,444,903.88)
Purchase of Intangible Assets	(5,328,566.03)	(42,013,540.58)
Sale proceed from PPE	72,636,648.07	64,081,550.15
Cash paid for Project under Development	(998,500.00)	(17,327,435.00)
	<u>(408,851,949.01)</u>	<u>(845,704,329.31)</u>
3 Cash flows from financing activities		
Contribution from Shareholders		
Contribution from Non-controlling Interest in Subsidiaries	-	40,000,000.00
Long-term loan from Bank	155,135,241.39	(51,569,048.31)
	<u>155,135,241.39</u>	<u>(11,569,048.31)</u>
Net increase / (Decrease) in cash	(414,879,745.52)	204,407,535.56
Cash at beginning of the financial year	3,138,584,471.81	2,723,704,726.29
Cash at end of the financial year	<u>2,723,704,726.29</u>	<u>2,928,112,261.85</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN EQUITY
For the year ended 31 March 2023

Particular	Share Capital	Reserves	Retained Earnings	Non-Controlling Interest	Total Equity
	Amount in kyat	Amount in kyat	Amount in kyat	Amount in kyat	Amount in kyat
Balance as at 1 April 2022	13,638,599,000.00	624,564,765.75	2,546,809,401.41	165,689,225.43	16,975,662,392.58
Retained Adjustment			-		-
Addition for the year					
Total Comprehensive Income / (Expense) for the year			1,738,271,116.62	8,154,849.57	1,746,425,966.19
Foreign Currency Translation		(27,503,249.57)			(27,503,249.57)
Contribution by NCI in Subsidiaries				40,000,000.00	40,000,000.00
Balance as at 31 March 2023	13,638,599,000.00	597,061,516.18	4,285,080,518.03	213,844,075.00	18,734,585,109.21

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN EQUITY

For the year ended 31 March 2022

Particular	Share Capital	Reserves	Retained Earnings	Non-Controlling Interest	Total Equity
	Amount in kyat	Amount in kyat	Amount in kyat	Amount in kyat	Amount in kyat
Balance as at 1 October 2021	13,638,599,000.00	749,237,383.39	1,706,960,746.21	161,402,898.63	16,256,200,028.23
Retained Adjustment					
Addition for the year					
Total Comprehensive Income / (Expense) for the year			839,848,655.20	4,286,326.80	844,134,982.00
Foreign Currency Translation		(124,672,617.65)			(124,672,617.65)
Contribution by NCI in Subsidiaries					
Balance as at 31 March 2022	<u>13,638,599,000.00</u>	<u>624,564,765.75</u>	<u>2,546,809,401.41</u>	<u>165,689,225.43</u>	<u>16,975,662,392.58</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)
 (Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1.0 General

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED is incorporated in the Republic of the Union of Myanmar under the Myanmar Companies Law 2017. The address of the registered office is as follows:

Registered office is:

Corner of Shukhintha Mayopat Road and Myoma 11th Street,

Building No.941, 7A/7th Floor

North 4th Ward Thakkayta Township, Yangon Region, Myanmar.

Website: www.efrgroupmyanmar.com.

Contact Phone No. +9598899 48890, +951 544076. +951 544077.

2.00 Significant Accounting Policies

Unless otherwise stated, the following accounting policies have been applied consistently in dealing with items that are considered material in relation to the financial statements. These policies have been consistently applied to all the years presented unless otherwise stated.

2.01 Basis of preparation

The financial statements have been prepared in accordance with the provision of the Myanmar Companies Law 2017 and Myanmar Financial Reporting Standards (MFRS). The financial statements have been prepared under the historical cost convention unless otherwise indicate in the summary of significant accounting policy.

The preparation of these financial statements in conformity with "MFRS" requires management to exercise its judgment in the process of applying the Company's accounting policies. It also requires the use of certain accounting estimate and assumptions.

2.02 Interpretations and amendments to publish standards effective in 31 March 2023

The Company's accounting policies have been made as requires, in accordance with the relevant transitional provisions in the respective MFRS and IFRS. The adoption of the MFRS did not result in any substantial changes to the Company's accounting policies and no material effect on the amounts reported for the current or prior financial years.

2.03 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and rendering of services, net of service tax, sale commission and discount.

The group recognized revenue and the related cost can be reliable measured, it is probable that the collectability of the related receivable is reasonably assured and when the specific criteria for each of the Group's activities are met as follows:

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.03 Revenue Recognition (continued)

(a) Sale of Goods

Revenue from sale of goods is recognized when the customers have accepted the performance obligations.

(b) Rendering of Service-Logistics Services

Revenue from logistics services is recognized using the percentage of completion method based on the actual services provided as a proportion of the total services to be performed.

(c) Rendering of Service-Inspection Services

Revenue from inspection services is recognized when the goods inspected are delivered.

(d) Interest Income

Interest Income is recognized when the interest is deposited into the bank account.

2.04 Group Accounting

(a) Subsidiaries

(i) Consolidation

Subsidiaries are all entities over which the Group has control. The Group controls the entity when the group is exposed to, or has rights to and has the ability to affect its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

In preparing the Consolidated Financial Statements, intercompany transactions and balances and unrealized gains on transactions between group entities are eliminated. Unrealized losses are also eliminated unless the transactions provide evidence of an impairment indicator of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests comprise the portion of a subsidiary's net results of operation and its net assets, which is attributable to the interest that are not owned directly or indirectly by the equity holders of the company. They are shown separately in the consolidated statement of comprehensive income, statement of changes in equity, and statement of financial position.

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS**

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.04 Group Accounting (continued)

(a) Subsidiaries

(ii) Acquisitions

The acquisition method of accounting is used to account for business combinations entered into by the Group.

On an acquisition-by-acquisition basis, the Group recognizes any non-controlling interest in the acquiree at the date of acquisition either at fair value or at the non-controlling interest's proportionate share of acquiree's identifiable net assets.

The excess of (a) the consolidation transfers the amount of any non-controlling interest in the acquiree and the acquisition date fair value of any previous equity interest in the acquiree over the (b) fair value of the identifiable net assets acquired is recorded as goodwill.

(iii) Disposals

When the change in the Group's ownership interest in a subsidiary results in a loss of control over the subsidiary, the assets and liabilities of the subsidiary including any goodwill are de-recognized.

Any retained equity interest in the equity is re-measured at fair value. The difference between the carrying amount of the retained interest at the date when control is lost and its fair value of recognized in Profit and Loss.

(b) Transactions with Non-controlling Interests

Changes in the Group's ownership interest in a subsidiary that do not result in a loss of control over the subsidiary is accounted for as transactions with equity owners of the Company. Any difference between the change in the carrying amounts of the non-controlling interest and the fair value of the consideration paid or received is recognized within equity attributable to the equity holders of the company.

(c) Associated Companies

Associated companies are entities over which the Group has significant influence, but not control, generally accompanied by a shareholding giving rise to voting rights of 20% and above but not exceeding 50%.

Investments in associated companies are accounted for in the Consolidated Financial Statements using the equity method of accounting less impairment losses, if any.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.04 Group Accounting (continued)

(d) Associated Companies

(i) Acquisitions

Investments in associated companies are initially recognized at cost. The cost of an acquisition is measured at the fair value of the assets given, equity instruments issued or liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition.

(ii) Equity Accounting Method

Under the equity method of accounting, the investments are initially recognized at cost and recognized Group's share of its associated companies' profits or losses of the investee in profit or loss and its share of movements in other comprehensive income of the investee's other comprehensive income. Dividend received or receivable from the associated companies are recognized as a reduction of the carrying amount of the investments.

(iii) Disposals

Investments in associated companies are derecognized when the Group loses significant influence.

2.05 Currency Translation

(a) Functional Currency

Functional currency is the currency of the primary economic environment in which an entity operates. The financial statement of the Company is measured using the respective functional currency of **Ever Flow River Group Public Company Limited is Myanmar Kyat.**

In the case of presenting in Myanmar Kyat, which is the functional currency of the Company, transactions in foreign currencies are translated into the functional currency at the rate of exchange ruling at the dates of the transactions.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.05 Currency Translation (continued)

(b) Transactions in Foreign Currency

Monetary items denominated in foreign currencies at the balance sheet are translated at the foreign exchange rates ruling at that date.

Non-monetary items which are measured in terms of historical costs denominated in foreign currencies are translated at the foreign exchange rate ruling at that date of transaction.

(c) Exchange Rate Differences

Exchange differences arising on the settlement of monetary items and the transactions of monetary items are included in the income statement for the year. When a gain or loss on a non-monetary item is recognized directly in income statement, any corresponding exchange gain or loss is recognized directly in income statement. When a gain or loss on a non-monetary item is recognized in the income statement, any corresponding exchange gain or loss is recognized in income statement.

2.06 Income Taxes

Income tax Payable is calculated where Taxpayers assess themselves on the income they have received or have accrued and to pay the Tax which they calculate on this Income. A system where the taxpayer is given the responsibility to compute their own tax liability with limited or no intervention by Tax Officials. The responsibility is shifted to the Taxpayer for proper accounting, assessment and payment of their Tax Liability.

2.07 Trade and Other Receivables

Trade and other receivables are initially recognized at fair value plus transaction cost and subsequently carried at amortized cost using the effective interest method, less accumulated impairment losses.

The company assesses at each statement of financial position data whether there is objective evidence that these financial assets are impaired and recognizes an allowance for impairment when such evidence exists. Significant financial difficulties of the debtor, probability that enter bankruptcy and default or delay significant delay in payments are objective evidence that these financial assets are impaired. The carrying amount of these assets is reduce through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows discount at the original effective interest rate.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 DATED. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.08 Property, Plant and Equipment

Land and buildings are initially recognized at cost. Freehold land is subsequently carried at the revalued amount less accumulated impairment losses. Building and leasehold land are subsequently carried at the revalued amounts less accumulated depreciation and accumulated impairment losses.

Other Property and equipment are stated at cost less accumulated depreciation. Depreciation is calculated the straight-line method over the estimated useful lives of the assets. Depreciation on assets is calculated beginning from the date on which the asset has been acquired. The rates as fixed by Management. Freehold land is not depreciated. Depreciation rate are as follows:

Furniture & Fixtures	5 - 10 years
Office Equipment	5 - 10 years
Motor Vehicle	5 - 10 years
Computer	5 - 10 years
Other Fixed Assets	5 - 10 years

Subsequent maintenance expenditure relating to property, plant and equipment that has already been recognized is added to the carrying amount of the assets only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repair expenses are recognized in profit or loss when incurred.

Disposal of an item of property, plant and equipment, the difference between the disposal proceeds and its carrying amount is recognized in profit or loss within 'other gains and losses'.

2.09 Intangible Assets

(a) Goodwill

Goodwill on subsidiaries is recognized separately as intangible assets and carried at cost less accumulated impairment losses. Goodwill on associated companies and joint ventures is included in the carrying amount of the investments. Gains and losses on the disposal of subsidiaries, joint ventures and associated companies include the carrying amount of goodwill relating to the entity sold.

(b) Other Intangible Assets

Intangible assets are initially measured at cost. Intangible assets should be carried at cost less accumulated amortization and impairment losses. The Company must choose either the cost model or the revaluation model for each class of intangible assets.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.10 Impairment of Non-financial Assets

Property, plant and equipment are reviewed for impairment whenever there is any indication to do so. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. The difference between the amount and recoverable amount is recognized as an impairment loss in the statement of comprehensive income.

2.11 Investment in Subsidiaries and Associated Companies

Investments in subsidiaries are recognized at cost less accumulated impairment losses in the Company's statement of financial position.

Investment in associates is initially recognized at cost under the equity method and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition.

2.12 Cash and Cash Equivalents

For the purpose of presentation in the cash flow statement, cash and cash equivalents include cash in hand, bank balance, bank overdraft, deposits with financial institutions which are subject to an insignificant risk of change in value.

2.13 Provisions

Provisions for other liabilities and charges are recognized when the company has a legal or constructive obligation as a result of events, it is more likely than not that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

2.14 Trade and Other Payables

Payables are initially measured at fair value, and subsequently carried at amortized cost, using the effective interest method.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

2.00 Significant Accounting Policies (continued)

2.15 Related Parties and Related Parties Transactions

Related parties are persons or entities that are related to the entity that is preparing its financial statements. A person has control or joint control over the reporting entity has significant influence over the reporting entity is a member of the key management personnel of the reporting entity or of a parent of the reporting entity. A related party transaction is a transfer of resources, services, or obligations between related parties. Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the entity, directly or indirectly, including any directors of the entity.

If there have been transactions between related parties, disclose the nature of the related party relationship as well as information about the transactions and outstanding balances necessary for an understanding of the potential effect of the relationship on the financial statements. These disclosures would be made separately for each category of related parties and would include the amount of the transactions the amount of outstanding balances, including terms and conditions.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023.

(Incorporated in the Republic of the Union of Myanmar under Myanmar Companies Law 2017)

(Registration No 114922617 dated. 10.04.2014)

NOTES TO THE FINANCIAL STATEMENT

For the financial year ended 31 March 2023.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

3.00 Paid-up Share Capital

The 100% issued and paid-up share capital has been allotted to Kyats 13,638,599,000, share number is 19,977,223 and represented persons are as follows: -

Name of Shareholder / Directors

1. U Kyaw Lwin Oo	Managing Director
2. U Aung Min Han	Director
3. Daw Saw Sanda	Director
4. U Maung Maung Oo	Director
5. Daw Khin Sone	Director
6. Daw Wut Hmone	Director
7. U Than Aung @ Bemay Barua	Director
8. U Kyaw Kyaw Thein	Director
9. Daw Hnin Yee Mon	Director
10. Daw Lae Lae Mu	Director
11. Daw Zin Nyein Htwe	Director

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.00 NON-CURRENT ASSETS

NOTE 4.10 PROPERTY , PLANT & EQUIPMENT

Property , Plant & Equipment are shown schedule (1) .

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
NOTE 4.20 INTANGIBLE ASSETS	<u>57,029,718.73</u>	<u>85,027,261.89</u>
Goodwill	25,192,689.00	25,192,689.00
Software	31,837,029.73	59,834,572.89
Intangible Assets - Software are shown schedule (2) .		
	<u><u>57,029,718.73</u></u>	<u><u>85,027,261.89</u></u>

GOODWILL

Cost

Beginning Balance of financial year	25,192,689.00	25,192,689.00
Addition		
End Balance of financial year	<u><u>25,192,689.00</u></u>	<u><u>25,192,689.00</u></u>

Accumulated Impairment

Beginning Balance of financial year		
Impairment		
End Balance of financial year		
Net Book Value of Goodwill	<u><u>25,192,689.00</u></u>	<u><u>25,192,689.00</u></u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.00 NON-CURRENT ASSETS (CONTINUED)

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
NOTE: 4.30 INVESTMENT IN ASSOCIATES	1,411,355,682.23	1,410,496,298.89
Beginning of financial year	1,541,696,179.86	1,411,355,682.23
<u>Acquisition of a Subsidiary</u> - EFR LDC		
Share of Loss	(130,340,497.63)	(859,383.34)
End of financial year	<u>1,411,355,682.23</u>	<u>1,410,496,298.89</u>

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
	<u>KEFR JV</u>	<u>KEFR JV</u>
Assets	2,926,848,267.21	3,614,664,165.00
Liabilities	55,848,048.14	97,441,949.44
Revenue	456,063,114.32	1,220,128,414.33
Profit/(Loss) for the year	(393,309,301.74)	129,195,752.11
Equity Interest	30%	30%

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
	<u>HITLC JV</u>	<u>HITLC JV</u>
Assets	8,397,711,941.45	9,817,313,361.84
Liabilities	6,714,940,770.00	8,215,395,474.00
Revenue	24,575,635.37	22,945,392.15
Loss for the year	(25,199,402.26)	(80,853,283.61)
Equity Interest	49%	49%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.0 NON-CURRENT ASSETS

NOTE 4.3 INVESTMENT IN ASSOCIATES (Continued)

Kamigumi-EFR Logistics Company Limited (KEFR JV)	Providing trucking (domestics and cross border) service, inland container deport operation and relative logistics service, forwarding and custom clearance service, inspection, quarantine and inland water transportation service	Myanmar	30.00%	30.00%
Hlaing Inland Terminal And Logistics Company Limited (HITLC)	For good supply and transport, container services, marine container transport, inland terminal and logistics center, export value added services, bonded warehouse service, inland container depot services and cold chain services.	Myanmar	49.00%	49.00%

The associated as listed above have capital consisting solely of ordinary shares, which are held directly and indirectly by the group.
 The Group held 14.19% equity interest in KEFR JV directly and 15.81% equity interest in KEFR JV indirectly through EFR Trading.

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.00 NON-CURRENT ASSETS (CONTINUED)

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
NOTE: 4.40 PROJECT UNDER DEVELOPMENT	3,177,180,646.86	3,194,508,081.86
Beginning of financial year	3,176,182,146.86	3,177,180,646.86
Additions:		
- Construction costs		2,369,400.00
- Others	998,500.00	14,958,035.00
End of financial year	3,177,180,646.86	3,194,508,081.86

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.5 INVESTMENT IN SUBSIDIARIES

	2021-2022	2022-2023
	1.10.2021~31.3.2022	1.4.2022~31.3.2023
	Kyat	Kyat
Beginning balance of financial year	5,666,373,943.00	5,666,373,943.00
Acquisition of subsidiaries during the year		
Additional capital contribution into subsidiaries during the year	-	60,000,000.00
	<u><u>5,666,373,943.00</u></u>	<u><u>5,726,373,943.00</u></u>

The Group had the following subsidiaries as respectively:

Name	Principle Activities	Country of Incorporation	Proportion of Ordinary shares directly held by the Group
			2021-2022
			1.10.2021~31.3.2022
			1.4.2022~31.3.2023
Gold Shipping Agency Services Limited (Gold Shipping)	Acting as an agent for HMM Co., Ltd	Myanmar	100.00%
EFR G Link Express Services Limited (EFR GLE)	Providing freight forwarding services for total logistics package including inland, sea, air and warehouse service	Myanmar	100.00%
Myanmar Round The World Logistics Limited (MRTW Logistics)	Providing freight forwarding services especially for air cargo	Myanmar	100.00%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.5 INVESTMENT IN SUBSIDIARIES

The Group had the following subsidiaries as respectively:

Name	Principle Activities	Country of Incorporation	Proportion of Ordinary shares directly held by the Group	
			2021-2022 1.10.2021~31.3.2022	2022-2023 1.4.2022~31.3.2023
MRTW Manufacturing & Inspection Company Limited (MRTW Manufacturing)	Providing garments, shoes and bags inspection services especially for Japanese Buyer's cargo	Myanmar	100.00%	100.00%
Multipack Engineering Services Limited (Multipack)	Providing engineering services for logistics sectors such as installation for garment on hanging in containers, handling turnkey project cargo, construction of container house, installation and construction of telecommunication tower	Myanmar	100.00%	100.00%
Ever Flow River Trading Company Limited (EFR Trading)	Selling electronic goods,yarn, importation and distribution of rice roller and exporting rubber trade	Myanmar	100.00%	100.00%
Eravati Myanmar Company Limited	Exporting/Importing- rubber and agriculture product trade	Myanmar	100.00%	100.00%
Unison Choice Services Limited (UCS)	Providing freight forwarding service especially for handing sea cargo and named account information cargo	Myanmar	100.00%	100.00%

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS
For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 4.5 INVESTMENT IN SUBSIDIARIES

<p>Ever Flow River Logistics & Distribution Center (Mandalay) Company Limited (LDC Mandalay)</p>	<p>Erecting a dry port and a container yard and running container-related services. Apart from empty container depot, container freight station, inland container depot and container transportation services, value-added services such as packaging / assembling services for re-transportation, customs bonded warehouse services that have connection with jetties / wharfs and broader container services.</p>	<p>Myanmar</p>	<p>95.00%</p>	<p>95.00%</p>
<p>A Logistics Company Limited (A Logistics)</p>	<p>Providing trucking, custom clearance, insurance and freight forwarding service and full operational management for AIIP Logistic Center</p>	<p>Myanmar</p>	<p>60.00%</p>	<p>60.00%</p>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE 5.0 CURRENT ASSETS

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
NOTE 5.10 INVENTORIES	84,331,152.64	248,535,509.06
<u>Inventories for resale:</u>		
- Rice Roller	58,275,596.19	22,815,993.10
- Air Conditioner	26,055,556.45	-
- Yarn	-	2,924,941.25
- Rubber	-	222,794,574.71
	<u>84,331,152.64</u>	<u>248,535,509.06</u>
NOTE 5.20 ACCOUNT RECEIVABLE	3,450,276,172.71	2,219,528,892.28
<u>Account Receivable</u>		
- Non related parties	3,450,276,172.71	2,219,528,892.28
	<u>3,450,276,172.71</u>	<u>2,219,528,892.28</u>
NOTE 5.30 OTHER RECEIVABLE		
NOTE 5.31 Other Receivable	14,998,804,638.70	18,524,656,877.52
- Associated Companies		
- Due from Directors		
- Non related parties	9,337,833,435.75	13,063,979,546.32
Deposit	1,146,664,452.11	1,174,911,823.00
Prepayments	142,205,476.26	133,578,295.14
Advance		1,367,709,469.51
Others	4,372,101,274.58	2,784,477,743.55
	<u>14,998,804,638.70</u>	<u>18,524,656,877.52</u>
NOTE 5.32 Advance Tax	489,186,173.54	809,930,441.85
- Withholding Tax		
- Commercial Tax	38,355,617.00	26,431,917.00
- Income Tax	450,830,556.54	783,498,524.85
	<u>489,186,173.54</u>	<u>809,930,441.85</u>
NOTE 5.40 CASH AND CASH EQUIVALENTS	2,723,704,726.29	2,928,112,261.85
Cash in Hand	2,166,642,370.85	1,568,823,264.43
Cash at Bank	557,062,355.44	1,359,288,997.42
	<u>2,723,704,726.29</u>	<u>2,928,112,261.85</u>

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

	2021-2022 1.10.2021-31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
NOTE 6.00 RETAINED EARNINGS		
NOTE 6.10 Retained Earnings	2,546,809,401.41	4,285,080,518.03
Beginning Balance of Financial Year	1,706,960,746.21	2,546,809,401.41
Controlling Interest Profit	839,848,655.20	1,738,271,116.62
End Balance of Financial Year	2,546,809,401.41	4,285,080,518.03
NOTE 7.00 RESERVE		
NOTE 7.10 FOREIGN CURRENCY TRANSLAT	624,564,765.75	597,061,516.18
Beginning Balance of Financial Year	749,237,383.39	624,564,765.75
<u>During the year Movement:</u>		
- UCS	(50,767,243.02)	7,573,563.20
- Gold Shipping	(73,905,374.62)	(35,076,812.77)
End Balance of Financial Year	624,564,765.75	597,061,516.18
NOTE 8.00 NON-CONTROLLING INTERESTS	165,689,225.42	213,844,075.00
<u>Non-controlling Interests</u>		
- LDC Mandalay	108,878,612.17	119,935,986.41
- A Logistics	56,810,613.25	93,908,088.59
	165,689,225.42	213,844,075.00
<u>Movement</u>		
<u>- LDC Mandalay</u>		
Beginning of financial year	101,194,582.08	108,878,612.17
Share of Profit for the year	7,684,030.09	11,057,374.24
End of financial year	108,878,612.17	119,935,986.41
<u>- A Logistics</u>		
Beginning of financial year	60,208,316.55	56,810,613.25
Share Contribution	-	40,000,000.00
Share of Profit for the year	(3,397,703.29)	(2,902,524.66)
End of financial year	56,810,613.25	93,908,088.59

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

	2021-2022	2022-2023
	1.10.2021-31.3.2022	1.4.2022~31.3.2023
	Kyat	Kyat
NOTE 9.00 CURRENT LIABILITIES		
NOTE 9.10 ACCOUNT PAYABLE	2,507,184,173.98	1,246,686,440.66
<u>Account Payable</u>		
- Non related parties	2,507,184,173.98	1,246,686,440.66
	2,507,184,173.98	1,246,686,440.66
NOTE 9.20 OTHER PAYABLE		
NOTE 9.21 Other Payables	6,182,242,230.26	9,133,153,226.29
- Due to Directors	404,660,309.00	2,954,660,953.00
- Non-related Parties	2,172,223,062.82	3,266,154,940.28
Advance Received	3,284,522,888.97	2,403,613,588.01
Accruals	320,835,969.47	508,723,745.00
	6,182,242,230.26	9,133,153,226.29
NOTE 9.22 Tax Provisions	1,395,089,348.63	1,643,130,405.64
- Income Tax	904,182,837.11	1,353,733,644.45
- Commercial Tax	341,054,221.68	141,214,242.36
- Capital Gain Tax	149,852,289.84	148,182,518.83
	1,395,089,348.63	1,643,130,405.64

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE: 10.0 REVENUE

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022 Kyat	1.4.2022-31.3.2023 Kyat
I	Sale of Goods		
1	Rice Roller	184,885,714.28	422,190,476.22
2	Air Conditioner	44,580,322.80	22,435,025.00
3	Rubber	13,855,126,219.22	18,498,277,660.40
4	Yarn	-	3,991,000.00
		14,084,592,256.30	18,946,894,161.62
II	Rendering of Services - Logistics Services		
1	Commission Income	9,108,690,289.17	-
2	Freight Forwarding Income	10,188,879,200.91	30,995,863,107.64
3	Others	95,154,059.41	-
		19,392,723,549.49	30,995,863,107.64
III	Rendering of Services - Inspection Services		
1	Inspection	443,331,237.69	1,095,656,353.88
2	Others	-	-
		443,331,237.69	1,095,656,353.88
IV	Management Fees Income	-	-
	Total	33,920,647,043.48	51,038,413,623.14

NOTE: 11.0 OTHER INCOME

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022 Kyat	1.4.2022-31.3.2023 Kyat
1	Interest Income		
	- Bank Deposits	8,516,663.62	29,754,831.03
2	Service Income		
	- Logistics	-	55,611,320.00
	- Trading	89,854,256.34	738,347,750.77
3	Others	-	130,320,209.68
	Total	98,370,919.96	954,034,111.48

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE:12.0 COST OF SALE/COST OF SERVICES

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022	1.4.2022-31.3.2023
		Kyat	Kyat
I	<u>Cost of Sale (Trading)</u>		
1	Opening Inventory	74,817,200.49	84,331,152.64
2	<u>Purchase</u>		
	- Rice Roller	164,873,644.85	203,282,733.50
	- Yarn	-	6,370,500.00
	- Air Conditioner	-	15,131,949,235.09
	- Rubber	12,604,957,438.70	3,213,099,397.65
3	Closing Inventory	(84,331,152.64)	(248,535,509.06)
4	<u>Direct Expense of Cost of Sales</u>		
	- Purchase Discount	-	(16,261,632.02)
	- Warehouse and Handling Cost	1,729,900.00	24,931,078.99
	- Sales Disount	853,000.00	11,654,000.00
	- Cash Deposit Fees FX	678,797,250.00	215,559,530.48
		13,441,697,281.40	18,626,380,487.27
II	<u>Cost of Services-Logistics</u>		
1	Detention Charges		138,289,361.45
2	Freight Cost	16,468,462,778.23	23,267,573,936.44
3	Handling fees	2,028,680.03	28,793,958.10
4	Others	369,724,484.08	1,752,114,474.83
5	Project Cost	15,126,500.00	113,006,274.53
6	Repair and Maintenance	142,975.89	84,154.79
7	RO fees	133,350.00	121,189,888.00
8	Transportation Charges	177,904,350.22	300,489,886.93
9	Trucking Charges	24,144,604.00	974,053,420.90
10	Warehouse Cost	66,284,785.25	166,402,271.72
		17,123,952,507.70	26,861,997,627.68
III	<u>Cost of Services-Inspection Services</u>		
1	Direct Expenses	9,963,470.11	24,329,769.00
2	Operation Cost	10,460,750.14	95,088,201.50
3	Inspector Salary	194,068,398.39	586,979,336.00
4	Others	56,643,439.26	15,233,629.69
		271,136,057.90	721,630,936.19
	Total	30,836,785,847.00	46,210,009,051.14

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE: 13.0 STAFF EXPENSES

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022	1.4.2022-31.3.2023
		Kyat	Kyat
1	Wages and Salaries	1,278,701,127.24	2,480,967,589.02
2	Other short-term benefits	-	-
		1,278,701,127.24	2,480,967,589.02

NOTE: 14.0 ADMINISTRATIVE EXPENSES

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022	1.4.2022-31.3.2023
		Kyat	Kyat
1	Advertising	1,322,041.61	4,524,324.98
2	Commercial Tax expenses	(29,108,744.23)	25,082,026.81
3	Insurance premium	9,993,048.65	28,692,359.57
4	License & Registration fees	12,302,929.16	30,553,051.38
5	(Profit)/Loss from Disposal of PPE	(2,942,915.06)	20,010,871.20
6	Office expenses	31,885,351.37	236,535,268.92
7	Other expense	59,833,472.19	56,612,828.85
8	Present, Donation and Entertainment	41,352,559.88	158,625,007.71
9	Professional fees	23,789,019.98	120,047,234.23
10	Realized Exchange (gain) / loss	25,761,619.02	(1,073,024,767.91)
11	Rental cost	96,199,141.64	261,523,831.41
12	Repair and Maintenance	63,603,744.55	140,394,182.95
13	Travelling expenses	120,400,156.91	400,113,887.90
14	Utilities, Electricity and Communication	39,609,551.15	130,913,064.70
15	Management fee	12,725,279.19	481,425,229.67
16	Finance cost	4,530,142.65	14,284,044.46
		511,256,398.66	1,036,312,446.84

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS

For the financial year ended 31 March 2023

NOTES TO THE FINANCIAL STATEMENT

NOTE: 15.0 DEPRECIATION & AMORTISATION

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022	1.4.2022-31.3.2023
		Kyat	Kyat
I	Depreciation		
1	Depreciation-Office Equipment	15,473,534.08	37,355,217.81
2	Depreciation-Furniture & Fittings	5,483,262.07	9,567,957.25
3	Depreciation-Computer & Accessories	9,619,116.88	28,493,078.02
4	Depreciation-Motor Vehicle	21,102,099.82	62,446,870.77
5	Depreciation-Machinery	7,839,133.32	6,746,091.05
6	Depreciation-Office Renovation	8,943,719.34	15,040,430.37
		68,460,865.51	159,649,645.27
II	Amortisation		
1	Intangible Assets-Software	1,256,372.40	3,837,560.17
		1,256,372.40	3,837,560.17
		69,717,237.92	163,487,205.44

NOTE: 16.0 LOSSES FROM SHARE OF ASSOCIATES

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022	1.4.2022-31.3.2023
		Kyat	Kyat
1	EFR-GOC	68,158,297.02	21,285,231.74
2	EFR-Trading	62,182,200.61	(20,425,848.41)
		130,340,497.63	859,383.34

NOTE: 17.0 INCOME TAX EXPENSES

No	Description	2021-2022	2022-2023
		1.10.2021-31.3.2022	1.4.2022-31.3.2023
		Kyat	Kyat
1	Current Income Tax	345,428,856.03	502,320,055.00
2	(Over) / Under provision for previous financial year	2,653,016.97	(147,933,962.35)
3	Tax Penalty	-	-
		348,081,873.00	354,386,092.65

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 AUDITED FINANCIAL STATEMENTS
 For the financial year ended 31 March 2023.

Comparative Figures-subsiidiaries of the Group	2021-2022		2022-2023	
	1.10.2021~31.3.2022		1.4.2022~31.3.2023	
	Kyats Revenue	Kyats Profit/(Loss) For the year	Kyats Revenue	Kyats Profit/(Loss) For the year
EFR GLE	7,368,038,764.13	133,543,792.37	11,844,634,525.69	710,731,915.18
MRTW LOGISTICS	3,583,636,399.53	32,230,055.40	6,259,178,324.93	171,199,525.11
UCS	3,594,117,740.87	97,483,652.98	4,578,678,023.98	90,573,812.65
GOLD SHIPPING	1,702,510,409.45	399,271,108.04	2,382,981,915.10	406,161,297.58
A LOGISTICS	12,349,279.68	(8,494,258.23)	596,881,225.70	(7,256,311.66)
LDC MANDALAY	4,030,521,562.32	156,065,604.38	5,212,754,137.14	224,579,520.49
EFR TRADING	14,084,592,256.30	246,909,786.17	3,695,932,376.29	69,901,276.77
MRTW MANUFACTURING	443,331,237.69	932,127.17	1,095,656,353.88	275,091,776.51
MULTIPACK	14,899,640.00	(972,744.75)	254,797,573.00	(18,953,801.61)
ERAVATI			15,250,961,785.33	82,398,966.84
	34,833,997,289.97	1,056,969,123.53	51,172,456,241.04	2,004,427,977.85

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS
For the financial year ended 31 March 2023

	2021-2022 1.10.2021~31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
(a)Segment revenue, cost of revenue and gross profit		
<u>Segment revenue</u>		
Sales of Goods	14,084,592,256.30	18,946,894,161.62
Logistics	20,563,569,417.96	32,037,421,652.15
Inspection	443,331,237.69	1,095,656,353.88
Other	97,675,297.98	2,726,116,074.48
Total Segment revenue	35,189,168,209.93	54,806,088,242.13
Intersegment elimination		
Related Partly Transaction	(1,024,350,246.49)	(134,042,617.90)
Management	(145,800,000.00)	(2,679,597,889.61)
Segment revenue-non-related parties	34,019,017,963.44	51,992,447,734.62
<u>Segment cost of revenue</u>		
Sales of Goods	(13,441,697,281.40)	(18,626,380,487.27)
Logistics	(18,148,302,754.19)	(26,996,040,245.59)
Inspection	(271,136,057.90)	(721,630,936.19)
Other		
Total Segment cost of revenue	(31,861,136,093.49)	(46,344,051,669.04)
Intersegment elimination		
Related Party Transactions	1,024,350,246.49	134,042,617.90
Segment cost of revenue-non-related parties	(30,836,785,847.00)	(46,210,009,051.14)
	2021-2022 1.10.2021~31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
<u>Segment gross profit</u>		
Sales of Goods	642,894,974.90	320,513,674.36
Logistics	2,415,266,663.77	5,041,381,406.56
Inspection	172,195,179.79	374,025,417.69
Other	97,675,297.98	2,726,116,074.48
Total Segment gross profit	3,328,032,116.44	8,462,036,573.09
Intersegment elimination	(145,800,000.00)	(2,679,597,889.61)
Total Segment gross profit-non-related parties	3,182,232,116.44	5,782,438,683.48

EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
AUDITED FINANCIAL STATEMENTS
For the financial year ended 31 March 2023.

	2021-2022 1.10.2021~31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
(b)Segment Assets		
Sales of Goods	5,380,050,956.24	7,892,964,186.66
Logistics	13,498,774,623.75	11,758,584,020.73
Inspection	597,981,384.90	878,072,685.07
Other	8,965,821,337.90	13,896,810,813.08
Total Segment asstes	28,442,628,302.79	34,426,431,705.54
Goodwill	(25,192,689.00)	(25,192,689.00)
Intersegment elimination	(1,202,122,226.95)	(3,540,117,641.66)
Total assets as per statement of financial position	27,215,313,386.84	30,861,121,374.88
	2021-2022 1.10.2021~31.3.2022 Kyat	2022-2023 1.4.2022~31.3.2023 Kyat
(c)Segment Liabilities		
Sales of Goods	4,176,979,791.49	6,557,846,778.31
Logistics	5,949,335,819.13	4,304,054,348.77
Inspection	653,372,975.66	658,372,499.32
Other	662,084,634.93	4,146,380,280.93
Total Segment Liabilities	11,441,773,221.21	15,666,653,907.33
Intersegment elimination	(1,202,122,226.95)	(3,540,117,641.66)
Total Liabilities as per statement of financial position	10,239,650,994.26	12,126,536,265.67

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION SCHEDULE FOR THE YEAR ENDED 31 MARCH 2023**

Method - Straight Line Method

Schedule (1)

No	Particulars	Original Cost			Total Value	Up to 1.4.2022	For the period 1.4.2022 to 31.3.2023	Depreciation			Up to 31.3.2023	Book value 31.3.2023
		Original Value	Additional 1.4.2022-31.3.2023	Disposal 1.4.2022-31.3.2023				Adjustment	Disposal 1.4.2022-31.3.2023	Adjustment		
1	Office Equipment	357,323,352.28	32,492,877.50	(19,360,948.74)	370,455,281.04	82,826,221.33	37,355,217.81	(10,732,877.67)	913,198.83	110,361,760.30	260,093,520.74	
2	Furniture & Fittings	77,002,838.96	29,366,515.04	(9,691,103.13)	80,022,248.52	33,719,757.80	9,567,957.25	(5,287,137.26)	(4,408,373.51)	33,592,204.28	46,430,044.25	
3	Computer & Accessories	161,093,215.82	88,128,790.21	(61,610,957.82)	204,267,050.56	65,495,121.14	28,493,078.02	(30,149,029.35)	3,495,174.67	67,334,344.48	136,932,706.08	
4	Motor Vehicle	435,895,999.35	606,153,575.12	(62,091,037.04)	979,958,537.43	98,925,046.58	62,446,870.77	(32,671,018.37)		128,700,898.98	851,257,638.45	
5	Machinery	134,385,142.61	92,623,146.00		227,008,288.61	122,231,662.09	6,746,091.05			128,977,753.15	98,030,535.47	
6	Office Renovation	153,320,903.05	1,680,000.00		155,000,903.05	92,379,167.98	15,040,430.37			107,419,598.36	47,581,304.69	
	TOTAL	1,319,021,452.07	850,444,903.88	(152,754,046.73)	2,016,712,309.22	495,576,976.93	159,649,645.27	(78,840,062.65)	(0.00)	576,386,559.54	1,440,325,749.68	

" CERTIFICATE FOR EXISTENCE OF NON- CURRENT ASSETS "

We do hereby certify that the above non current assets are owned by the company and purchase of non current assets have to be approved by Board of Director as at 31 March 2023. Details list of non current assets have been produced. Rate of Depreciation are adopted in accordance with Board of Director resolution's rates. Details of non current assets have been maintained and produced.



[Signature]
Managing Director

[Signature]
Director

Director
Ever Flow River Group Public Company Limited.

Director
Ever Flow River Group Public Company Limited.

**EVER FLOW RIVER GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
INTANGIBLE ASSETS AND AMORTISATION SCHEDULE FOR THE YEAR ENDED 31 MARCH 2023**

Method - Straight Line Method

Schedule (2)

No	Particulars	Original Cost			Total Value	Amortisation			Book value 31.3.2023
		Original Value	Additional 1.4.2022~31.3.2023	Disposal 1.4.2022~31.3.2023		Up to 1.4.2022	For the year 1.4.2022~31.3.2023	Disposal 1.4.2022~31.3.2023	
1	<u>Intangible Assets</u> Software	38,857,215.51	42,013,540.58	(11,855,201.34)	69,015,554.74	7,020,185.78	3,837,560.17	(1,676,764.09)	59,834,572.89
	TOTAL	38,857,215.51	42,013,540.58	(11,855,201.34)	69,015,554.74	7,020,185.78	3,837,560.17	(1,676,764.09)	59,834,572.89

" CERTIFICATE FOR EXISTENCE OF INTANGIBLE ASSETS "

We do hereby certify that the above intangible assets are owned by the Company and purchase of intangible assets have to be approved by Board of Director as at 31 March 2023. Details list of intangible have been produced and Rate of Amortisation are adopted in accordance with Board of

Director resolution's rates. Details of intangible assets have been maintained and produced.



[Signature]
.....
Managing Director

[Signature]
.....
Director

Director
Ever Flow River Group Public Company Limited.

Director
Ever Flow River Group Public Company Limited.