



DISCLOSURES OF CONSOLIDATED FINANCIAL INFORMATION - IMPACT OF COVID-19 FOR THE PERIOD ENDED 30 SEPTEMBER 2021.

Central Bank of Bahrain (CBB) with reference to their circular: OG/259/2020 dated 14th July 2020 aims to maintain transparency amidst the current implications of Coronavirus (COVID-19), the group discloses herewith additional information of financial impact on its financial statements.

The Group operations continue to expose to risks associated with coronavirus pandemic (COVID-19) which results in challenging operating environments during Q3- 2021 till August 2021 there was travel restrictions, limits on public and private gatherings and restriction on food services / hotel industries (HoReCa Sector). From September 2021 onwards these restrictions started easing out and show better economic activities. Based on the FMCG industry in which the Group operates, we assessed the significant key impacts on Trafco Group and its operations as below:

- Total Revenue was down by 6%.
- The global effect of COVID-19 and the logistics interruption worldwide have affected commodity prices. Cost of goods have been going up while local selling prices could not catch up.
- Stressed in Debtor's collection and with longer periods for receivables.

Further, the management of the company is closely monitoring all impacts due to COVID-19 on its operations, cash flow, other assets and contractual business relationship with suppliers and customers. The management also implemented cost reduction and control.

Going forward, since the situation of COVID-19 is uncertain and still evolving the above impact may change due to various circumstances. At this stage and due to uncertainty about the development of the pandemic, it is difficult to forecast further impact on future business, but under existing operational circumstances the group expects to continue its services with confidence and its going concern position remains unchanged. We hope with improvement of the conditions in the last few weeks that there will be better environment before the end of the year.

Name	Sameer A. Alkhan	الإسم
Title	Consultant – Board Secretary & Compliance	المسمى الوظيفي
Company Seal ختم الشركة	Signature التوقيع	