

**ETHIOPIAN PETROLEUM SUPPLY ENTERPRISE**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**Currency: Ethiopian Birr**

	<u>Notes</u>	<u>2023</u>	<u>2022</u>
Revenue from contracts with customers	5	271,079,709,643	216,181,176,925
Cost of sales	6	<u>(269,899,125,607)</u>	<u>(214,985,448,532)</u>
Gross profit		1,180,584,036	1,195,728,393
Other income	7	<u>76,391,251</u>	<u>45,622,236</u>
Operating expenses		1,256,975,287	1,241,350,629
General and administrative expenses	8	(1,139,117,126)	(1,136,021,134)
Board members' fee		<u>(592,000)</u>	<u>(556,000)</u>
Operating profit		117,266,161	104,773,495
Finance income - net	9	<u>391,247,204</u>	<u>403,820,961</u>
Profit before tax		508,513,365	508,594,457
Income tax expense	10.1	<u>(271,720,493)</u>	<u>(125,810,539)</u>
Profit for the year		<u>236,792,872</u>	<u>382,783,917</u>
<b>Other Comprehensive income</b>			
Net Other Comprehensive income to be reclassified to profit or loss in the subsequent period ( net of tax)		<u>-</u>	<u>-</u>
Net Other Comprehensive income not to be reclassified to profit or loss in the subsequent period ( net of tax)		<u>-</u>	<u>-</u>
<b>Total comprehensive income for the year net of tax</b>		<u>236,792,872</u>	<u>382,783,917</u>

The accompanying notes form an integral part of these financial statements.

The financial statements were approved and authorized for issue by the Enterprise's management on 17 January 2024 and were signed on its behalf by:

  
**Esmelealem Mihiretu**  
**Chief Executive Officer (CEO)**

  
**Tegenu Akilu**  
**Finance Department Manager**



**ETHIOPIAN PETROLEUM SUPPLY ENTERPRISE**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2023**

**Currency: Ethiopian Birr**

	<u>Notes</u>	<u>2023</u>	<u>2022</u>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	11	1,375,484,525	1,450,638,722
Right of use asset	12	710,758,555	711,289,958
Capital work in progress	13	292,128,127	170,598,460
Construction in progress- Dukem Depot	14	60,207,761	60,207,761
Intangible assets	15	5,109,727	5,637,602
Deferred tax asset	22.2	392,947,266	280,014,231
		<u>2,836,635,961</u>	<u>2,678,386,735</u>
<b>Current assets</b>			
Inventories	16	22,540,233,279	25,174,288,260
Trade and other receivables	17	133,202,629,844	113,852,817,036
Deposits and prepayments	18	6,824,134,532	16,000,898,819
Cash and cash equivalent	19	60,347,316,520	62,198,599,600
		<u>222,914,314,175</u>	<u>217,226,603,715</u>
<b>Total assets</b>		<u>225,750,950,136</u>	<u>219,904,990,450</u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	20.1	500,000,000	500,000,000
Legal reserve	20.2	106,892,322	106,892,322
Capital reserve	20.3	1,296,927,392	1,296,927,392
Reserve-Dukem depot project	20.4	60,207,762	60,207,762
Retained earnings	20.5	1,935,632,604	1,935,632,604
<b>Total equity</b>		<u>3,899,660,080</u>	<u>3,899,660,080</u>
<b>Liabilities</b>			
<b>Non current liabilities</b>			
Defined benefit obligation	21	21,568,331	20,288,216
Deferred tax liabilities	22.1	352,471,503	382,210,943
Lease liability	23	21,591,636	19,531,907
		<u>395,631,470</u>	<u>422,031,066</u>
<b>Current liabilities</b>			
Trade and other payables	24	215,884,839,301	207,945,095,335
Lease liability	23	4,298,875	4,298,875
Taxes on petroleum products	25	3,093,954,172	5,327,450,383
Other taxes payable	26	577,326,313	448,121,907
State dividend	27	236,792,872	265,979,043
Contract liability	28	1,658,447,052	1,592,353,761
		<u>221,455,658,586</u>	<u>215,583,299,304</u>
<b>Total liabilities</b>		<u>221,851,290,056</u>	<u>216,005,330,370</u>
<b>Total equity and liabilities</b>		<u>225,750,950,136</u>	<u>219,904,990,450</u>

The accompanying notes form an integral part of these financial statements.

The financial statements were approved and authorized for issue by the Enterprise's management on 17 January 2024 and were signed on its behalf by:

  
**Esmelealem Mihiretu**  
**Chief Executive Officer (CEO)**



  
**Tegenu Aklilu**  
**Finance Department Manager**

**ETHIOPIAN PETROLEUM SUPPLY ENTERPRISE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2023**

**Currency: Ethiopian Birr**

	<u>Notes</u>	<u>2023</u>	<u>2022</u>
<b>Cash flows from operating activities</b>			
Profit before tax for the year		508,513,365	508,594,457
Adjustments for non-cash items:			
Depreciation	11	123,458,823	123,134,428
Amortisation	12,15	1,059,279	1,059,279
Tax assesment tax and penalty and over settlement		187,429,269	-
Finance charges on lease	23	2,059,730	2,067,512
Provision for employee benefits	21	1,280,115	1,981,720
Interest income		(393,306,934)	(405,888,474)
Stolen and damaged properties written off		-	574,893,008
Allowance for credit losses	8	371,915,788	250,408,242
		<u>802,409,435</u>	<u>1,056,250,171</u>
<b>Changes in working capital</b>			
(Increase)/decrease in inventories	16	2,634,054,981	(18,160,336,369)
(Increase)/decrease in trade and other receivables	17	(19,721,728,595)	(80,607,768,784)
(Increase)/decrease in deposits and prepayments	18	9,176,764,287	5,580,207,716
(Decrease)/increase in trade and other payables	24	7,939,743,966	127,807,450,204
(Decrease)/increase in taxes on petroleum product sales	25	(2,233,496,211)	928,285,939
(Decrease)/Increase in other current taxes	26	(2,874,098)	(6,569,169)
(Decrease)/Increase in deferred revenue	28	66,093,290	928,641,319
Profit tax paid	10.3	(469,743,732)	(402,525,936)
<b>Net cash inflow from/ (outflow for) operating activities</b>		<u>(1,808,776,677)</u>	<u>37,123,635,094</u>
<b>Cash flows from investing activities</b>			
Acquisition of items of property, plant and equipment	11	(48,305,105)	(43,438,554)
Payments for capital work in progress	13	(121,529,667)	(52,119,696)
Interest income received		393,306,934	405,888,474
Proceeds from disposal of PPE	13	480	-
<b>Net cash generated from investing activities</b>		<u>223,472,640</u>	<u>310,330,223</u>
<b>Cash flows from financing activities</b>			
State dividend paid	27	(265,979,043)	(529,802,266)
Payment of lease obligation	23	-	-
<b>Net cash used in financing activities</b>		<u>(265,979,043)</u>	<u>(529,802,266)</u>
<b>Movements in cash and cash equivalents</b>			
Increase (decrease) in cash and cash equivalents		(1,851,283,080)	36,904,163,051
Cash and cash equivalents at the beginning of the year		<u>62,198,599,600</u>	<u>25,294,436,549</u>
<b>Cash and cash equivalents at the end of the year</b>	19	<u>60,347,316,520</u>	<u>62,198,599,600</u>

The accompanying notes form an integral part of these financial statements.

