



**IQBAL YASIR & COMPANY**

CHARTERED ACCOUNTANTS

FOSTERING FINANCIAL EXCELLENCE

## REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

### Introduction

We have reviewed the accompanying consolidated statement of financial position of **ENERGY SOLUTIONS INTERNATIONAL LIMITED** ("the Company") as at 30 June 2016 and related consolidated statement of profit or loss, consolidated statement of other comprehensive income, consolidated statement of cash flows and consolidated statement of changes in equity for the half year then ended, and a summary of significant accounting policies and other explanatory notes. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these financial statements based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400, Engagement to Review Financial Statements. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not give a true and fair view of the financial position of the company as at 30 June 2016, and of its financial performance and its cash flows for the half year then ended, in accordance with the International Financial Reporting Standard.

### Emphasis of Matter paragraph

Without qualifying our opinion we draw attention to the Note 7 of the accompanying financial information which describes the effect of restatement of error made in corresponding figures of 31 December 2015 for Statement of Financial Position and 30 June 2015 for Statement of Profit or Loss respectively. The prior period financial statements have not been amended and accordingly auditor's report has not been reissued. However corresponding figures have been properly restated in the current period's comparative information together with appropriate disclosure on the correction of error.

### Other Matter paragraph

The prior period annual financial statement of the Company for the year ended 31 December 2015 has been audited by **TURHAN TERLEMEZ & COMPANY (Chartered Accountants)** who expressed an unmodified opinion in their report dated 12 March 2016

Lahore

Date: 09 September 2016



*(Signature)*  
**IQBAL YASIR AND COMPANY**

(Chartered Accountants)

Engagement Partner Yasir Riaz, FCA

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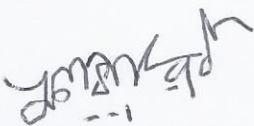
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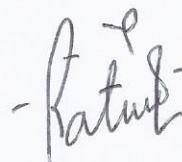
ENERGY SOLUTIONS INTERNATIONAL LTD.  
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2016

	Note	Unaudited 30 June 16 US\$	Restated Audited 31 Dec 15 US\$
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment		23,383	86,770
Long term investments		-	22,963
		23,383	109,733
<b>CURRENT ASSETS</b>			
Stock in trade		669,520	548,272
Receivable from shareholders		832,281	-
Trade and other receivables		427,647	875,605
Tax refund due from government		24,214	24,835
Cash and bank balance	4	273,224	801,476
		2,226,886	2,250,188
<b>TOTAL ASSETS</b>		<b>2,250,269</b>	<b>2,359,921</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital	5	14,000,001	14,000,001
Issued, subscribed and paid up capital	5	30,999	28,000
Share premium		1,181,282	352,000
Retained earnings		425,070	335,813
Income reserves		-	939,063
<b>Group's equity and reserves</b>		<b>1,637,351</b>	<b>1,654,876</b>
Non controlling interest		289,357	243,376
<b>Total equity</b>		<b>1,926,708</b>	<b>1,898,252</b>
<b>CURRENT LIABILITIES</b>			
Short term Financing		8,549	46,298
Creditors, Accrued and Other Liabilities		306,774	406,609
Provision for tax		8,238	8,762
		323,561	461,669
<b>CONTINGENCIES AND COMMITMENTS</b>	6	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,250,269</b>	<b>2,359,921</b>

The annexed notes from 1 to 9 form an integral part of the financial information.



CHIEF EXECUTIVE

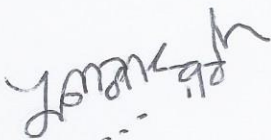
DIRECTOR



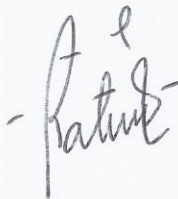
ENERGY SOLUTIONS INTERNATIONAL LTD.  
 CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
 FOR THE HALF YEAR ENDED 30 JUNE 2016

	Six months ended	
	Unaudited	Restated
	30 June 16	30 June 15
	US\$	US\$
Revenue	2,958,514	780,318
Cost of Revenue	(2,580,862)	(646,742)
<b>Gross Profit</b>	<b>377,651</b>	<b>133,576</b>
Operating Expenses	(252,995)	(111,131)
Other income	9,999	710,385
Finance Cost	-	(613)
	(242,996)	598,641
<b>Profit Before Tax</b>	<b>134,655</b>	<b>732,217</b>
Taxation	-	(23,524)
<b>Profit after tax</b>	<b>134,655</b>	<b>708,693</b>
Profit attributable to:		
Group	88,872	467,737
Non controlling interest	45,783	240,956
	134,655	708,693
<b>Earning Per Share Basic and Diluted</b>	<b>0.06</b>	<b>0.35</b>

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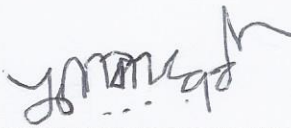



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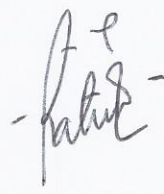
ENERGY SOLUTIONS INTERNATIONAL LTD.  
CONDENSED INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 30 JUNE 2016

	Six months ended	
	Unaudited	Restated
	30 June 16	30 June 15
	US\$	US\$
Profit for the period	134,655	708,693
<b><u>Other comprehensive income</u></b>		
<b><u>Items that may be reclassified subsequently to profit or loss account:</u></b>		
Exchange Gain/(Loss) on translating foreign operations	583	1,171
<b>Total comprehensive income for the period</b>	<b>135,238</b>	<b>709,864</b>
Total comprehensive income attributable to:		
Group	89,257	468,510
Non controlling interest	45,981	241,354
	<b>135,238</b>	<b>709,864</b>

The annexed notes from 1 to 9 form an integral part of the financial information.

  
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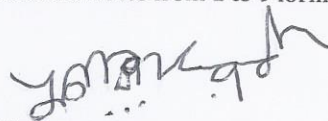


  
DIRECTOR

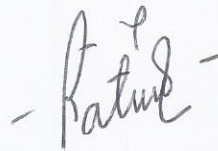
**ENERGY SOLUTIONS INTERNATIONAL LTD.  
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 30 JUNE 2016**

	<b>Six months ended</b>	
	<b>Unaudited 30 June 16 US\$</b>	<b>Restated Unaudited 30 June 15 US\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	134,655	732,217
Adjustments for:		
- Bargain purchase gain on acquisition of subsidiary	-	(706,281)
- Exchange gain on translating foreign operations	583	1,171
	583	(705,110)
<b>Operating profit before working capital changes</b>	<b>135,238</b>	<b>27,107</b>
<b>WORKING CAPITAL CHANGES</b>		
<b>(Increase)/decrease in current assets</b>		
Stock in trade	(121,248)	(506,434)
Trade and other receivables	511,346	18,754
<b>Increase/(decrease) in current liabilities</b>		
Creditors, Accrued and Other Liabilities	(99,835)	22,188
	290,264	(465,492)
<b>Cash generated from/(used in) operations</b>	<b>425,502</b>	<b>(438,385)</b>
- Finance cost paid	-	-
- Tax refunded	96	-
<b>Net cash outflow from operating activities</b>	<b>425,598</b>	<b>(438,385)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Sale of investments	22,963	-
Cash of subsidiary on acquisition date	-	152,636
<b>Net cash inflows from investing activities</b>	<b>22,963</b>	<b>152,636</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Shares issued during the period	-	23,000
Share premium received	-	186,300
Reversal of income reserves	(939,063)	-
Short term Financing	(37,749)	92,062
<b>Net cash inflow from financing activities</b>	<b>(976,812)</b>	<b>301,362</b>
Net increase in cash and cash equivalents	(528,251)	15,613
Cash and cash equivalents at beginning of the year	801,476	-
<b>Cash and cash equivalents at the end of the year</b>	<b>273,225</b>	<b>15,613</b>

The annexed notes from 1 to 9 form an integral part of the financial information.



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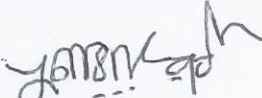
**DIRECTOR**



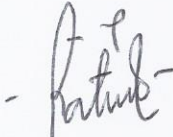
ENERGY SOLUTIONS INTERNATIONAL LTD.  
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 30 JUNE 2016

	Share Capital		Reserves			Group Equity and Reserves	Non Controlling Interest	Total Equity and Reserves
	Ordinary Shares	Convertible Shares	Share Premium	Consolidated Retained Earnings	Income Reserve			
	----- US\$ -----							
Shares issued during the period	78,500	800	20,700	-	-	100,000	-	100,000
Effect of Acquisition of Subsidiary	13,500	7,200	-	-	-	20,700	374,505	395,205
Profit for the period	-	-	-	780,784	-	780,784	38,380	819,164
Balance as at 30 June 2015	92,000	8,000	20,700	780,784	-	901,484	412,885	1,314,369
Effect of prior period error	(77,000)	-	186,300	(109,300)	-	-	-	-
Restated balance as at 30 June 2015	15,000	8,000	207,000	671,484	-	901,484	412,885	1,314,369
Balance as at 01 January 2016	212,269	-	165,700	358,884	939,063	1,675,916	378,745	2,054,661
Effect of prior period error	(192,269)	8,000	186,300	(23,071)	-	(21,040)	(135,369)	(156,409)
Restated balance as at 01 January 2016	20,000	8,000	352,000	335,813	939,063	1,654,876	243,376	1,898,252
Shares issued during the period	2,999	-	829,282	-	-	832,281	-	832,281
Reversal of Income reserves	-	-	-	-	(939,063)	(939,063)	-	(939,063)
Profit for the period	-	-	-	89,257	-	89,257	45,981	135,238
Balance as at 30 June 2016	22,999	8,000	1,181,282	425,070	-	1,637,351	289,357	1,926,708

The annexed notes from 1 to 9 form an integral part of the financial information.

  
CHIEF EXECUTIVE



  
DIRECTOR

**ENERGY SOLUTIONS INTERNATIONAL LTD.  
CONDENSED INTERIM CONSOLIDATED NOTES TO THE FINANCIAL INFORMATION  
FOR THE HALF YEAR ENDED 30 JUNE 2016**

**1. STATUS AND NATURE OF BUSINESS**

Energy Solutions International Ltd. ("the Company") is an International Company incorporated in Samoa on 27th January 2015 under the International Companies Act 1987. The company is principally engaged in the business of investing in renewable energy projects. The registered office of the company is situated at C/- Asiaciti Trust Samoa Ltd. Level 2 Lotemau Centre Vaea Road, Apia, Samoa.  
Hayat Alternatif Yeni Enerji Üretim San. Ve Tic. A.Ş. ("the Subsidiary Company") is principally engaged in manufacturing operations for such machinery and facilities for the use of alternative new energy in Turkey for domestic or overseas clients. The Company is a joint stock company incorporated in Turkey. The address of its registered office is istanbul, Bakirkoy, Yeşilkoy, Dünya Ticaret Merkezi EGS Business Park B1 Bl.No:58 Istanbul, Turkey.

**2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE**

This condensed interim consolidated financial information of the company for the half year ended 30 June 2016 has been prepared in accordance with the requirements of International Accounting Standard 34 - "Interim Financial Reporting".  
The condensed interim consolidated financial information is un-audited. The comparative consolidated statement of financial position is audited whereas, the comparative consolidated statement of profit or loss, consolidated statement of other comprehensive income, consolidated statement of cash flows and consolidated statement of changes in equity are stated from un-audited condensed interim consolidated financial information.

**3. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES**

The preparation of the group's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.  
The group's management based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the group.

	Note	Unaudited 30 June 16 US\$	Restated Audited 31 Dec 15 US\$
<b>4. CASH AND BANK BALANCE</b>			
Cash in hand		29,734	406,530
Cash at bank		243,491	394,946
		<u>273,224</u>	<u>801,476</u>
<b>5. SHARE CAPITAL</b>			
Authorized share capital			
Ordinary Share Capital			
1,000,000,000 ordinary shares of USD 0.01 each		10,000,000	10,000,000
1 founder share of USD 1.00 each		1	1
		10,000,001	10,000,001
Convertible Shares			
400,000,000 convertible shares of USD 0.01 each		4,000,000	4,000,000
		<u>14,000,001</u>	<u>14,000,001</u>





**ENERGY SOLUTIONS INTERNATIONAL LTD.**  
**CONDENSED INTERIM CONSOLIDATED NOTES TO THE FINANCIAL INFORMATION**  
**FOR THE HALF YEAR ENDED 30 JUNE 2016**

		<b>Unaudited 30 June 16 US\$</b>	<b>Restated Audited 31 Dec 15 US\$</b>
<b>Issued, subscribed and paid up share capital</b>			
<b>Ordinary Share Capital</b>			
1,500,000 ordinary shares of US\$0.01 each		<b>15,000</b>	15,000
500,000 ordinary shares of US\$0.01 each		<b>5,000</b>	5,000
299,921 ordinary shares of US\$0.01 each		<b>2,999</b>	-
<b>Convertible Share Capital</b>			
800,000 convertible shares of USD 0.01 each	<b>5.1</b>	<b>8,000</b>	8,000
		<b>30,999</b>	<b>28,000</b>
<b>Share Premium</b>			
1,500,000 ordinary shares issued at premium of US\$0.09 each		<b>135,000</b>	135,000
500,000 ordinary shares issued at premium of US\$0.29 each		<b>145,000</b>	145,000
299,921 ordinary shares issued at premium of US\$2.765 each		<b>829,282</b>	-
800,000 convertible shares issued at premium of US\$0.09 each		<b>72,000</b>	72,000
		<b>1,181,282</b>	<b>352,000</b>

**5.1** The convertible shares are convertible at the option of the company once the company has raised additional capital in excess of USD 30 million. These shares are not entitled to the dividends declared by the company before any conversion. The company retains the right to either convert the shares into ordinary shares or to pay them off and redeem them.

**6. CONTINGENCIES AND COMMITMENTS**

**CONTINGENCIES:**

There were no contingencies as on the statement of financial position date.

**COMMITMENTS:**

There were no capital commitments as on the statement of financial position date.

**7. RECTIFICATION OF PRIOR PERIOD ERROR**

During the prior periods, the Share Capital and Share Premium figures were taken wrong which effected the balance of Trade and other receivables, Share Capital, Share Premium and Non Controlling Interests as well. During the current period, the issue has been identified and the previous periods have been restated respectively.

In addition to the above matter, Property plant and equipment were wrongly reported at a figure of US\$ 109,841 which in actual were US\$ 86,770. The effect of which is also taken in the accounts.

The adjustments have been made in the accounts to restate the figures for the year 2015. The break up of which is given below:

	<b>Restated 31 Dec 15 US\$</b>
<b>Effect on statement of financial position</b>	
Decrease in Property, plant and equipment	<b>(23,071)</b>
Decrease in Trade and other receivables	<b>(133,338)</b>
	<b>(156,409)</b>





ENERGY SOLUTIONS INTERNATIONAL LTD.  
CONDENSED INTERIM CONSOLIDATED NOTES TO THE FINANCIAL INFORMATION  
FOR THE HALF YEAR ENDED 30 JUNE 2016

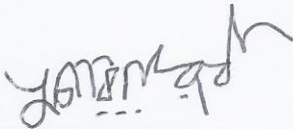
	Restated 31 Dec 15 US\$
Effect on statement of changes in equity	
Decrease in Ordinary Share Capital	(192,269)
Increase in Convertible Share Capital	8,000
Increase in Share Premium	186,300
Decrease in opening balance of retained earnings	(23,071)
Increase in Non Controlling interest	(135,369)
	<u>(156,409)</u>

8. DATE OF AUTHORIZATION FOR ISSUE

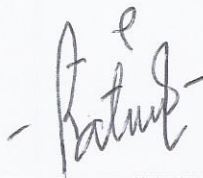
This financial information has been approved and authorized for issue on 09 September 2016 by the Board of Directors of the parent company.

9. GENERAL

- Figures have been rounded off to the nearest US\$.



CHIEF EXECUTIVE



DIRECTOR