

Bahrain Car Parks Company B.S.C.

Condensed interim financial information
for the three months period ended
31 March 2017
(Unaudited)

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Bahrain Car Parks Company B.S.C.
Administration and contact details as at 31 March 2017

Commercial registration number	11455 obtained on 31 October 1981
Board of Directors	Ismaeel A. Nabi Al-Marhoon - Chairman (appointed with effect from 22.3.2017) Mahmood Mahmood Husain - Chairman (resigned with effect from 19.3.2017) Nabeel Khaled Mohammed Kanoo - Vice chairman (appointed with effect from 22.3.2017) Ali Mohamed Buhamood Ali Abdulla Mohamed Isa Mohammed Abdul Elah Al Kooheji Aamal Hamad Al-Zayani Abdulla Nooruddin Abdulla Nooruddin Yusuf Abdulrahman Fakhro (appointed with effect from 22.3.2017) Yaser Abduljalil Ali Alsharifi (appointed with effect from 22.3.2017) Bader A S Alhasawi (appointed with effect from 23.3.2017) Ahmed Yousuf Mahmood Husain (resigned with effect from 26.2.2017) Jasim Mohamed Murad (resigned with effect from 26.2.2017) Khaled Hasan Qamber (resigned with effect from 23.3.2017)
Executive Committee members	Yaser Abduljalil Ali Alsharifi - Chairman (appointed with effect from 22.3.2017) Ismaeel A. Nabi Al-Marhoon - Chairman (till 22.3.2017) Ali Mohamed Buhamood Aamal Hamad Al-Zayani Abdulla Nooruddin Abdulla Nooruddin
Audit Committee members	Mohammed Abdul Elah Al Kooheji - Chairman Ali Abdulla Mohamed Isa Yusuf Abdulrahman Fakhro (appointed with effect from 22.3.2017) Khaled Hasan Qamber (resigned with effect from 23.3.2017)
NRCG Committee members	Ismaeel A. Nabi Al-Marhoon - Chairman (appointed with effect from 22.3.2017) Mahmood Mahmood Husain - Chairman (resigned with effect from 19.3.2017) Nabeel Khaled Mohammed Kanoo (appointed with effect from 22.3.2017) Bader A S Alhasawi (appointed with effect from 23.3.2017) Jasim Mohamed Murad (resigned with effect from 26.2.2017) Ahmed Yusuf Mahmood Husain (resigned with effect from 26.2.2017)
Chief Executive Officer	Tariq Ali Aljowder
Registered office	Flat No. 210, Building No.12B, Road No. 383, Block No. 316 2 nd Floor, Car Parks & Commercial Centre Government Avenue PO Box 5298 Manama Kingdom of Bahrain
Bankers	Ahli United Bank National Bank of Bahrain Bank of Bahrain and Kuwait BMI Bank Kuwait Finance House Ithmaar Bank
Auditors	BDO 17 th Floor Diplomat Commercial Office Tower PO Box 787 Manama Kingdom of Bahrain
Share Registrar	Karvy Computershare W.L.L. PO Box 514, Manama Kingdom of Bahrain

**Review report on the condensed interim financial information
to the Board of Directors of
Bahrain Car Parks Company B.S.C.**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Bahrain Car Parks Company B.S.C. ("the Company") as at 31 March 2017, the condensed interim statement of profit or loss and other comprehensive income, the condensed interim statement of changes in shareholders' equity and the condensed interim statement of cash flows for the three months period then ended, and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 condensed interim financial information does not present fairly, in all material respects, the financial position of the Company as at 31 March 2017, and its financial performance and its cash flows for the three months period then ended in accordance with International Financial Reporting Standard IAS 34 - "Interim Financial Reporting".

BDO

Manama, Kingdom of Bahrain
10 May 2017



Bahrain Car Parks Company B.S.C.
Condensed interim statement of financial position as at 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	<u>31 March 2017 (unaudited)</u>	<u>31 December 2016 (audited)</u>
ASSETS			
Non-current assets			
Property, plant and equipment	3	2,777,107	2,779,269
Financial assets at fair value through profit or loss	4	3,303,020	3,238,463
Held-to-maturity investments	5	380,871	380,871
Investment properties	6	481,360	481,360
Long-term fixed deposits	7	-	1,500,000
		<u>6,942,358</u>	<u>8,379,963</u>
Current assets			
Inventories		8,011	8,470
Trade and other receivables	8	337,889	438,962
Short-term fixed deposits	7	3,335,161	3,333,813
Cash and bank balances	9	2,535,540	709,731
		<u>6,216,601</u>	<u>4,490,976</u>
Total assets		<u>13,158,959</u>	<u>12,870,939</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	10	7,031,723	7,031,723
Treasury shares	10	(101,456)	(101,456)
Statutory reserve		2,869,545	2,869,545
Charity reserve		15,900	5,900
Retained earnings		<u>2,650,112</u>	<u>2,707,123</u>
Total equity		<u>12,465,824</u>	<u>12,512,835</u>
Non-current liabilities			
Employees' terminal benefits		<u>24,545</u>	<u>24,171</u>
Current liabilities			
Other payables	11	<u>668,590</u>	<u>333,933</u>
Total liabilities		<u>693,135</u>	<u>358,104</u>
Total equity and liabilities		<u>13,158,959</u>	<u>12,870,939</u>

The unaudited condensed interim financial information, set out on pages 4 to 18, was approved and authorised for issue by the Board of Directors on 10 May 2017 and signed on their behalf by:


 Ismaeel A. Nabi Al-Marhoon
 Chairman

 Nabeel Khaled Mohammed Kanoo
 Vice chairman


 Tariq Ali Aljowder
 Chief Executive Officer

Bahrain Car Parks Company B.S.C.
Condensed interim statement of profit or loss and other comprehensive income
for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	<u>Three months ended 31 March 2017</u>	<u>Three months ended 31 March 2016</u>
Operating income	12	253,198	238,726
Net income/(loss) from investments	13	227,786	(126,323)
Operating, general and administrative expenses	14	<u>(177,977)</u>	<u>(133,281)</u>
Operating profit/(loss)		303,007	(20,878)
Other income		1,077	2,490
Directors' remuneration	15	<u>(4,581)</u>	<u>(7,145)</u>
Net profit/(loss) and total comprehensive Income/(loss) for the period		<u>299,503</u>	<u>(25,533)</u>
Basic and diluted earnings/(loss) per share	16	<u>4.32 fils</u>	<u>(0.37 fils)</u>

The unaudited condensed interim financial information, set out on pages 4 to 18, was approved and authorised for issue by the Board of Directors on 10 May 2017 and signed on their behalf by:


 Ismaeel A. Nabi Al-Marhoon
 Chairman


 Nabeel Khaled Mohammed Kanoo
 Vice chairman


 Tariq Ali Aljowder
 Chief Executive Officer

Bahrain Car Parks Company B.S.C.
Condensed interim statement of changes in shareholders' equity for the three months period ended 31 March 2017 (unaudited)
(Expressed in Bahrain Dinars)

	Share capital	Treasury shares	Statutory reserve	Charity reserve	Retained earnings	Total
At 31 December 2015	7,031,723	(101,456)	2,825,954	10,000	2,671,314	12,427,535
Net loss and total comprehensive loss for the period	-	-	-	-	(25,533)	(25,533)
Dividends declared for 2015 (Note 17)	-	-	-	-	(346,514)	(346,514)
Charity reserve created during the period	-	-	-	10,000	(10,000)	-
At 31 March 2016	7,031,723	(101,456)	2,825,954	10,000	2,289,267	12,055,488
Net profit and total comprehensive income for the period	-	-	-	-	461,447	461,447
Transferred to statutory reserve	-	-	43,591	-	(43,591)	-
Charity payments during the period	-	-	-	(4,100)	-	(4,100)
At 31 December 2016	7,031,723	(101,456)	2,869,545	5,900	2,707,123	12,512,835
Net profit and total comprehensive income for the period	-	-	-	-	299,503	299,503
Dividends declared for 2016 (Note 17)	-	-	-	-	(346,514)	(346,514)
Charity reserve created during the period	-	-	-	10,000	(10,000)	-
At 31 March 2017	7,031,723	(101,456)	2,869,545	15,900	2,650,112	12,465,824

Bahrain Car Parks Company B.S.C.
Condensed interim statement of cash flows for the three months period ended 31 March 2017
(unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	Three months ended 31 March <u>2017</u>	Three months ended 31 March <u>2016</u>
Operating activities			
Net profit/(loss) for the period		299,503	(25,533)
Adjustments for:			
Depreciation	3	6,872	7,247
Unrealised fair value (gains)/losses on financial assets at fair value through profit or loss	4	(64,557)	265,719
Interest income	13	(52,728)	(47,927)
Dividends income	13	(110,501)	(91,469)
Changes in operating assets and liabilities:			
Inventories		459	1,957
Trade and other receivables		211,574	(51,928)
Other payables		(11,857)	324,567
Employees' terminal benefits, net		<u>374</u>	<u>906</u>
Net cash provided by operating activities		<u>279,139</u>	<u>383,539</u>
Investing activities			
Purchase of property, plant and equipment	3	(4,710)	(1,787)
Interest income received	13	52,728	47,927
Dividends received		-	91,469
Net movement in fixed deposits		<u>1,498,652</u>	<u>-</u>
Net cash provided by investing activities		<u>1,546,670</u>	<u>137,609</u>
Financing activities			
Dividends paid	17	<u>-</u>	<u>(346,514)</u>
Net cash used in financing activities		<u>-</u>	<u>(346,514)</u>
Net increase in cash and cash equivalents		1,825,809	174,634
Cash and cash equivalents, beginning of the period		<u>709,731</u>	<u>474,625</u>
Cash and cash equivalents, end of the period	9	<u>2,535,540</u>	<u>649,259</u>

Bahrain Car Parks Company B.S.C.

**Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)**

1 Organisation and activities

Bahrain Car Parks Company B.S.C. (“the Company”) is a public Bahraini shareholding company registered with the Ministry of Industry and Commerce in the Kingdom of Bahrain and operates under commercial registration number 11455 obtained on 31 October 1981.

The principal activity of the Company is the construction and operation of car parks.

The registered office of the Company is in the Kingdom of Bahrain.

2 Basis of preparation

Basis of presentation

The condensed interim financial information has been prepared in accordance with International Accounting Standard 34 - “Interim Financial Reporting”. The condensed interim financial information should therefore be read in conjunction with the annual audited financial statements prepared as at, and for the year ended, 31 December 2016, which have been prepared in accordance with International Financial Reporting Standards.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company’s accounting policies.

These financial statements have been prepared using the going concern assumption under the historical cost convention, except for the investment classified as financial assets at fair value through profit or loss which are recorded at their fair market value at the statement of financial position date.

The financials information has been presented in Bahraini Dinar (BD) which is also the functional currency of the Company.

Improvements/amendments to IFRS/IAS 2014/2016 cycle

Improvements/amendments to IFRS/IAS issued in 2014/2016 cycle contained numerous amendments to IFRS that the IASB considers non-urgent but necessary. ‘Improvements to IFRS’ comprise amendments that result in accounting changes to presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS standards. The amendments are effective for the Company’s annual audited financial statements beginning on or after 1 January 2017 and subsequent periods with earlier adoption permitted. No material changes to accounting policies are expected as a result of these amendments.

Standards, amendments and interpretations effective and adopted in 2017

The following new standard, amendment to existing standard or interpretation to published standard is mandatory for the first time for the financial year beginning 1 January 2017 and has been adopted in the preparation of these condensed financial statements:

Bahrain Car Parks Company B.S.C.
Selected explanatory notes to the condensed interim financial information for the three months
period ended 31 March 2017 (Unaudited)
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2 Basis of preparation (continued)

Standards, amendments and interpretations effective and adopted in 2017 (continued)

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 7	Statement of Cash Flows	1 January 2017

Standards, amendments and interpretations issued and effective in 2017 but not relevant

The following new amendments to existing standard and interpretation to published standard is mandatory for accounting period beginning on or after 1 January 2017 or subsequent periods, but is not relevant to the Company's operations:

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 12	Income taxes	1 January 2017

Standards, amendments and interpretations issued but not yet effective in 2017

The following new/amended accounting standards and interpretations have been issued, but are not mandatory for financial period ended 31 March 2017. They have not been adopted in preparing the financial statements for the period ended 31 March 2017 and are expected to affect the entity in the period of initial application. In all cases, the entity intends to apply these standards from application date as indicated in the table below.

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 40	Investment properties	1 January 2018
IFRS 9	Financial instruments	1 January 2018
IFRS 15	Revenue from contracts with customers	1 January 2018
IFRIC 22	Foreign currency transactions and advance consideration	1 January 2018
IFRS 16	Leases	1 January 2019

There would have been no change in the operational results of the Company for the period ended 31 March 2017 had the Company early adopted any of the above standards applicable to the Company, except for the adoption of IFRS 9 which would impact the classification and measurement of certain financial assets. IFRS 15 and 16 impact is also being assessed by the management.

Early adoption of amendments or standards in 2017

The Company did not early-adopt any new or amended standards in 2017.

Bahrain Car Parks Company B.S.C.

**Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)**

3 Property, plant and equipment

	Freehold land	Building on leasehold land	Car park equipment	Office furniture and equipment	Total
At 31 December 2015	2,487,226	8,138,413	29,715	56,464	10,711,818
Additions during the year	-	-	15,525	6,405	21,930
Disposals during the year	-	-	(29,715)	-	(29,715)
At 31 December 2016	2,487,226	8,138,413	15,525	62,869	10,704,033
Additions during the period	-	-	3,850	860	4,710
At 31 March 2017	<u>2,487,226</u>	<u>8,138,413</u>	<u>19,375</u>	<u>63,729</u>	<u>10,708,743</u>
Accumulated depreciation					
At 31 December 2015	-	7,826,422	24,000	41,275	7,891,697
Charge for the year	-	18,403	5,502	5,070	28,975
Impairment loss for the year	32,696	-	-	-	32,696
On disposals	-	-	(28,604)	-	(28,604)
At 31 December 2016	32,696	7,844,825	898	46,345	7,924,764
Charge for the period	-	4,525	867	1,480	6,872
At 31 March 2017	<u>32,696</u>	<u>7,849,350</u>	<u>1,765</u>	<u>47,825</u>	<u>7,931,636</u>
Net book amount					
At 31 March 2017	<u>2,454,530</u>	<u>289,063</u>	<u>17,610</u>	<u>15,904</u>	<u>2,777,107</u>
At 31 December 2016	<u>2,454,530</u>	<u>293,588</u>	<u>14,627</u>	<u>16,524</u>	<u>2,779,269</u>

The land on which the car park building is constructed has been leased from the Government of the Kingdom of Bahrain at variable lease rentals for a period of 50 years commencing from the year 1982.

4 Financial assets at fair value through profit or loss

	31 March 2017	31 December 2016
Opening balance	3,238,463	3,441,725
Unrealised fair value gains/(losses) for the period/year (Note 13)	<u>64,557</u>	<u>(203,262)</u>
Closing balance	<u>3,303,020</u>	<u>3,238,463</u>

Bahrain Car Parks Company B.S.C.
Selected explanatory notes to the condensed interim financial information for the three months
period ended 31 March 2017 (Unaudited)
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4 Financial assets at fair value through profit or loss (continued)

The above investments are classified as follows:

	<u>31 March 2017</u>	<u>31 December 2016</u>
Shares listed on the Bahrain Bourse	2,830,263	2,765,706
Unquoted equity shares	<u>472,757</u>	<u>472,757</u>
	<u>3,303,020</u>	<u>3,238,463</u>

All financial assets at fair value through profit or loss are those designated as such upon initial recognition.

Financial assets at fair value through profit or loss are denominated in the following currencies:

Currency	<u>31 March 2017</u>	<u>31 December 2016</u>
United States Dollar	538,226	485,727
Bahrain Dinar	<u>2,764,794</u>	<u>2,752,736</u>
	<u>3,303,020</u>	<u>3,238,463</u>

5 Held-to-maturity investments

	<u>31 March 2017</u>	<u>31 December 2016</u>
Ahli United Bank Perpetual Tier 1 Capital Securities	<u>380,871</u>	<u>380,871</u>

Held-to-maturity investments represent bonds carrying coupon interest of 6.875%, having maturity period of 5 years and are denominated in United States Dollars.

6 Investment properties

	<u>31 March 2017</u>	<u>31 December 2016</u>
Opening balance	481,360	489,578
Impairment loss for the year	<u>-</u>	<u>(8,218)</u>
Closing balance	<u>481,360</u>	<u>481,360</u>

Bahrain Car Parks Company B.S.C.

**Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)**

7 Fixed deposits

	<u>31 March 2017</u>	<u>31 December 2016</u>
Short-term fixed deposit with banks maturing after 3 months but within 1 year	3,335,161	3,333,813
Long-term fixed deposit with banks maturing after 1 year	<u>-</u>	<u>1,500,000</u>
	<u>3,335,161</u>	<u>4,833,813</u>

Fixed deposits held with the Company's bankers earn interest at rates ranging between 1.25% and 3.8% per annum (2016: between 1.25% and 5.95% per annum), are denominated in Bahrain Dinars.

8 Trade and other receivables

	<u>31 March 2017</u>	<u>31 December 2016</u>
Rents receivable from tenants	172,088	167,509
Less: provision for impaired rents receivable from tenants	<u>(46,633)</u>	<u>(46,633)</u>
	125,455	120,876
Dividend income receivables	110,501	-
Accrued interest	60,922	281,799
Advances paid to creditors	25,527	21,975
Staff advances	3,000	12,950
Prepayments and other receivables	<u>12,484</u>	<u>1,362</u>
	<u>337,889</u>	<u>438,962</u>

The Company's rent receivables are generally on 30 days credit terms and are primarily denominated in Bahrain Dinar.

9 Cash and bank balances

	<u>31 March 2017</u>	<u>31 December 2016</u>
Cash on hand	430	430
Current account balances with banks	<u>2,535,110</u>	<u>709,301</u>
	<u>2,535,540</u>	<u>709,731</u>

The current account balances with banks are non-interest bearing.

Bahrain Car Parks Company B.S.C.

**Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)**

10 Share capital

	<u>31 March 2017</u>	<u>31 December 2016</u>
Authorised:		
100,000,000 ordinary shares of 100 fils each (2016: 100,000,000 ordinary shares of 100 fils each)	<u>10,000,000</u>	<u>10,000,000</u>
Issued and fully paid-up:		
70,317,230 ordinary shares of 100 fils each (2016: 70,317,230 ordinary shares of 100 fils each)	7,031,723	7,031,723
Less: Purchase of 1,014,560 treasury shares of 100 fils each (2016: 1,014,560 treasury shares of 100 fils each)	<u>(101,456)</u>	<u>(101,456)</u>
	<u>6,930,267</u>	<u>6,930,267</u>

Additional information on shareholding pattern

- (i) The names and nationalities of the major shareholders and the number of shares held in which they have an interest of 5% or more outstanding shares are as follows:

	<u>At 31 March 2017</u>		
	<u>Nationality</u>	<u>Number of shares</u>	<u>Percentage of shareholding interest</u>
Social Insurance Organisation	Bahraini	37,033,490	52.67%
Kuwait Commercial Real Estate Centre	Kuwaiti	15,000,000	21.33%
	<u>At 31 December 2016</u>		
	<u>Nationality</u>	<u>Number of shares</u>	<u>Percentage of shareholding interest</u>
Social Insurance Organisation	Bahraini	37,033,490	52.67%
Kuwait Commercial Real Estate Centre	Kuwaiti	15,000,000	21.33%

- (ii) The Company has only one class of equity shares and the holders of the shares have equal voting rights.
- (iii) The distribution schedule of equity shares, setting out the number of shareholders and percentages in the following categories, is as follows:

	<u>At 31 March 2017</u>		
	<u>Number of shareholders</u>	<u>Number of shares</u>	<u>Percentage of total outstanding shares</u>
Less than 1%	1,313	10,762,283	15.30%
1% and up to less than 5%	3	7,521,457	10.70%
5% and above	<u>2</u>	<u>52,033,490</u>	<u>74.00%</u>
	<u>1,318</u>	<u>70,317,230</u>	<u>100.00%</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)

10 Share capital (continued)

	<u>At 31 December 2016</u>		
	<u>Number of shareholders</u>	<u>Number of shares</u>	<u>Percentage of total outstanding shares</u>
Less than 1%	1,314	10,762,283	15.30%
1% and up to less than 5%	4	7,521,457	10.70%
5% and above	<u>2</u>	<u>52,033,490</u>	<u>74.00%</u>
	<u>1,320</u>	<u>70,317,230</u>	<u>100.00%</u>

(iv) The details of number of shares held by the Directors of the Company are as follows:

	<u>31 March 2017</u>	<u>31 December 2016</u>
	<u>Number of shares</u>	<u>Number of shares</u>
Mahmood Mahmood Husain	-	100,000
Jassim Mohamed Murad	-	100,000
Ahmed Yousuf Mahmood Hussain	-	100,000
Yusuf Abdulrahman Fakhro	100,000	-

11 Other payables

	<u>31 March 2017</u>	<u>31 December 2016</u>
Unclaimed dividends	434,197	88,870
Other payables	211,518	209,465
Advances received from tenants	16,735	30,776
Provision for leave salary and air passage	<u>6,140</u>	<u>4,822</u>
	<u>668,590</u>	<u>333,933</u>

Other payables are generally settled within 30 to 60 days of the suppliers' invoice date.

12 Operating income

	<u>Three months ended 31 March 2017</u>	<u>Three months ended 31 March 2016</u>
Rental income	117,598	128,121
Car park income	112,427	82,162
Service charges income	<u>23,173</u>	<u>28,443</u>
	<u>253,198</u>	<u>238,726</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
(Expressed in Bahrain Dinars)

13 Net income/(loss) from investments

	Three months ended 31 March 2017	Three months ended 31 March 2016
Unrealised fair value gains/(losses) on financial assets at fair value through profit or loss (Note 4)	64,557	(265,719)
Interest on fixed deposits	52,728	47,927
Dividend income	110,501	91,469
	<u>227,786</u>	<u>(126,323)</u>

14 Operating, general and administrative expenses

	Three months ended 31 March 2017	Three months ended 31 March 2016
Staff costs	94,748	49,260
Other operating, general and administrative expenses	59,033	49,231
Maintenance expenses	15,022	24,339
Lease rent expenses	2,302	3,204
Depreciation (Note 3)	6,872	7,247
	<u>177,977</u>	<u>133,281</u>

15 Directors' remuneration**Accrued and expensed**

An amount of BD4,581 has been accrued and expensed as directors' remuneration in 2017, relating to the year ended 31 December 2016 (2016: BD7,145 for the year ended 31 December 2015). The payment was approved by the shareholders in the Annual General Meeting held on 22 March 2017 (2015: 21 March 2016). Directors' remuneration is only expensed in the statement of profit or loss and other comprehensive income in the year in which it is approved.

16 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares issued during the period.

	Three months ended 31 March 2017	Three months ended 31 March 2016
Net profit/(loss) attributable to the shareholders	<u>299,503</u>	<u>(25,533)</u>
Weighted average number of ordinary shares	<u>69,302,670</u>	<u>69,302,670</u>
Basic and diluted earnings/(loss) per share	<u>4.32 fils</u>	<u>(0.37 fils)</u>

The Company does not have any potentially dilutive ordinary shares. Hence the diluted earnings per share and basic earnings/ (loss) per share are identical.

Bahrain Car Parks Company B.S.C.

**Selected explanatory notes to the condensed interim financial information for the three months period ended 31 March 2017 (Unaudited)
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17 Dividends

Declared and paid

A dividend of BD346,514 representing 5% of the total issued and fully paid-up share capital of the Company for the year ended 31 December 2016 (at 5 fils per share) (2016: BD346,514 for the year ended 31 December 2015 at 5 fils per share), was approved by the shareholders in the Annual General Meeting of the shareholders held on 22 March 2017 (2015: 21 March 2016).

18 Transactions and balances with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include the shareholders, key management personnel and their close family members and such other companies over which the Company or its shareholders, key management personnel and their close family members can exercise significant influence or can be significantly influenced by those parties. Transactions with the related parties are authorised by the management and are on arm's length basis.

A summary of the significant transactions entered into with the related parties are as follows:

	Three months ended 31 March <u>2017</u>	Three months ended 31 March <u>2016</u>
Directors' remuneration	<u>4,581</u>	<u>7,145</u>
Board of directors attendance fee	<u>13,300</u>	<u>6,950</u>
Rental income	<u>2,337</u>	<u>2,355</u>

A summary of the amount due from a related party is as follows:

	31 March <u>2017</u>	31 December <u>2016</u>
Staff advance (Note 8)	<u>-</u>	<u>9,850</u>

19 Lease commitments

The annual rent for the land upon which the car park building is situated is revised every ten years; the amount payable being the higher of a fixed element increase or a percentage of the Company's gross operating profit. The charge for the three months period ended 31 March 2017 of BD2,302 (20% of the gross operating profit generated), is included under operating, general and administrative expenses (charge for the year ended 31 December 2016: BD81,994 (20% of the gross operating profit generated)).

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19 Lease commitments (continued)

The minimum lease commitments under the mentioned non-cancellable operating leases are as follows:

	<u>31 March 2017</u>	<u>31 December 2016</u>
Less than 1 year	10,000	10,000
More than 1 year and less than 5 years	40,000	40,000
More than 5 years	<u>197,500</u>	<u>200,000</u>
	<u><u>247,500</u></u>	<u><u>250,000</u></u>

20 Segmental information

Business segments - primary reporting segment

The Company's primary segment reporting format is business segments. A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. The Company's primary business segments are:

- Car park rental - This business segment is involved in the operation of car parks.
- Investment activities - This business segment is involved in investing in shares listed on stock exchanges, managed funds and unquoted equity shares

As at, for the three months period ended 31 March 2017

	<u>Car park rental</u>	<u>Investment activities</u>	<u>Total</u>
Net revenue	253,198	-	253,198
Other income	<u>1,077</u>	-	<u>1,077</u>
Total revenue	254,275	-	254,275
Net income from investments	-	227,786	227,786
Depreciation	<u>(6,872)</u>	-	<u>(6,872)</u>
Segment profit	<u><u>71,717</u></u>	<u><u>227,786</u></u>	<u><u>299,503</u></u>
Reportable segment assets	<u><u>5,597,625</u></u>	<u><u>7,561,334</u></u>	<u><u>13,158,959</u></u>
Reportable segment liabilities	<u><u>693,135</u></u>	-	<u><u>693,135</u></u>

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Selected explanatory notes to the condensed interim financial information for the three months
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20 Segmental information (continued)

As at 31 December 2016, for the three months period ended 31 March 2016

	<u>Car park rental</u>	<u>Investment activities</u>	<u>Total</u>
Net revenue	238,726	-	238,726
Other income	<u>2,490</u>	<u>-</u>	<u>2,490</u>
Total revenue	241,216	-	241,216
Net loss from investment	-	(126,323)	(126,323)
Depreciation	<u>(7,247)</u>	<u>-</u>	<u>(7,247)</u>
Segment profit/(losses)	<u>100,790</u>	<u>(126,323)</u>	<u>(25,533)</u>
Reportable segment assets	<u>3,654,633</u>	<u>9,216,306</u>	<u>12,870,939</u>
Reportable segment liabilities	<u>358,104</u>	<u>-</u>	<u>358,104</u>

Geographical segments - secondary reporting segment

A geographical segment is engaged in providing products or services within a particular economic environment that are subject to risks and return that are different from those of segments operating in other economic environments.

The Company's operations are restricted to the Kingdom of Bahrain; therefore no geographical segmental information has been presented.

21 Interim results

The interim net profit for the three months ended 31 March 2017 may not represent a proportionate share of the annual net profit or loss due to the variability in timing of the receipt of dividend and investment income.

22 Events after the reporting date

There were no events occurring subsequent to 31 March 2017 and before the date of the report that are expected to have a significant impact on these condensed interim financial information.