

Bahrain Car Parks Company B.S.C.

Condensed interim financial information
for the quarter and six months ended
30 June 2017
(Unaudited)

Bahrain Car Parks Company B.S.C.
Condensed interim financial information for the quarter and six months ended 30 June 2017
(Unaudited)

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Bahrain Car Parks Company B.S.C.
Administration and contact details as at 30 June 2017

Commercial registration number	11455 obtained on 31 October 1981	
Board of Directors	Ismaeel A. Nabi Al-Marhoon (appointed with effect from 22.3.2017)	= Chairman
	Mahmood Mahmood Husain (resigned with effect from 19.3.2017)	= Chairman
	Nabeel Khaled Mohammed Kanoo (appointed with effect from 22.3.2017)	= Vice chairman
	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 (appointed with effect from 22.3.2017)	- Chairman
	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 Ali Abdulla Mohamed Isa Yusuf Abdulrahman Fakhro (appointed with effect from 22.3.2017) Khaled Hasan Qamber (resigned with effect from 23.3.2017)	= Chairman
NRCG Committee members	Ismaeel A. Nabi Al-Marhoon (appointed with effect from 22.3.2017)	- Chairman
	Mahmood Mahmood Husain (resigned with effect from 19.3.2017)	- Chairman
	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.128, 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 30 June 2017, condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in shareholders' equity and condensed interim statement of cash flows for the quarter and six months 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 30 June 2017, and its financial performance and its cash flows for the quarter and six months then ended in accordance with International Financial Reporting Standard IAS 34 - "*Interim Financial Reporting*".


Manama, Kingdom of Bahrain
30 July 2017



Bahrain Car Parks Company B.S.C.
Condensed interim statement of financial position as at 30 June 2017
(Unaudited)
(Expressed in Bahrain Dinars)

	Notes	30 June 2017 (unaudited)	31 December 2016 (audited)
ASSETS			
Non-current assets			
Property, plant and equipment	3	2,784,056	2,779,269
Financial assets at fair value through profit or loss	4	3,246,614	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>6,892,901</u>	<u>8,379,963</u>
Current assets			
Inventories		6,276	8,470
Trade and other receivables	8	229,275	438,962
Short-term fixed deposits	7	5,303,769	3,333,813
Cash and bank balances	9	508,745	709,731
		<u>6,048,065</u>	<u>4,490,976</u>
Total assets		<u>12,940,966</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>2,740,682</u>	<u>2,707,123</u>
Total equity		<u>12,556,394</u>	<u>12,512,835</u>
Non-current liabilities			
Employees' terminal benefits		<u>25,584</u>	<u>24,171</u>
Current liabilities			
Other payables	11	<u>358,988</u>	<u>333,933</u>
Total liabilities		<u>384,572</u>	<u>358,104</u>
Total equity and liabilities		<u>12,940,966</u>	<u>12,870,939</u>

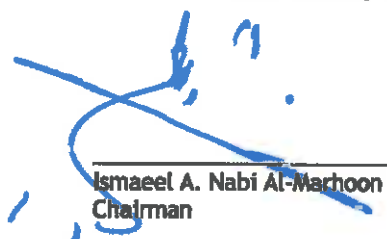
The unaudited condensed interim financial information, set out on pages 4 to 18, was approved and authorised for issue by the Board of Directors on 30 July 2017 and signed on their behalf by:

		
Ismaeel A. Nabi Al-Marmoon 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 quarter
and six months ended 30 June 2017
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	<u>Six months ended 30 June 2017</u>	<u>Six months ended 30 June 2016</u>	<u>Three months ended 30 June 2017</u>	<u>Three months ended 30 June 2016</u>
Operating income	12	529,959	477,737	276,761	239,011
Net income/(loss) from investments	13	212,350	(45,800)	(15,436)	80,523
Operating, general and administrative expenses	14	<u>(349,005)</u>	<u>(284,298)</u>	<u>(171,028)</u>	<u>(151,017)</u>
Operating profit		393,304	147,639	90,297	168,517
Other income		1,350	7,650	273	5,160
Directors' remuneration	15	<u>(4,581)</u>	<u>(7,145)</u>	-	-
Net profit and other comprehensive income for the period		<u>390,073</u>	<u>148,144</u>	<u>90,570</u>	<u>173,677</u>
Basic and diluted earnings per share	16	<u>5.63 fils</u>	<u>2.14 fils</u>	<u>1.31 fils</u>	<u>2.51 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 30 July 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 six months ended 30 June 2017
(Unaudited)
(Expressed in Bahrain Dinars)

	Share capital	Treasury shares	Statutory reserve	Charity reserve	Retained earnings	Total
At 31 December 2015 (audited)	7,031,723	(101,456)	2,825,954	-	2,671,314	12,427,535
Net profit and other comprehensive income for the period	-	-	-	-	148,144	148,144
Dividends paid for 2015 (Note 17)	-	-	-	-	(346,514)	(346,514)
Charity reserve created during the period	-	-	-	10,000	(10,000)	-
Charity payments made during the period	-	-	-	(5,100)	-	(5,100)
At 30 June 2016 (unaudited)	7,031,723	(101,456)	2,825,954	4,900	2,462,944	12,224,065
Net profit and other comprehensive income for the period	-	-	-	-	287,770	287,770
Reversal of charity payments made during the period	-	-	-	1,000	-	1,000
Transferred to statutory reserve	-	-	43,591	-	(43,591)	-
At 31 December 2016 (audited)	7,031,723	(101,456)	2,869,545	5,900	2,707,123	12,512,835
Net profit and other comprehensive income for the period	-	-	-	-	390,073	390,073
Dividends paid for 2016 (Note 17)	-	-	-	-	(346,514)	(346,514)
Charity reserve created during the period	-	-	-	10,000	(10,000)	-
At 30 June 2017 (unaudited)	7,031,723	(101,456)	2,869,545	15,900	2,740,682	12,556,394

Bahrain Car Parks Company B.S.C.
Condensed interim statement of cash flows for the six months ended 30 June 2017 (Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	Six months ended 30 June 2017	Six months ended 30 June 2016
Operating activities			
Net profit for the period		390,073	148,144
Adjustments for:			
Depreciation	3	14,176	14,504
Gain on disposal of financial assets at fair value through profit or loss	13	-	(8,860)
Unrealised fair value (gains)/losses on financial assets at fair value through profit or loss	13	(8,151)	262,623
Interest income	13	(93,698)	(97,703)
Dividends income	13	(110,501)	(110,260)
Changes in operating assets and liabilities:			
Inventories		2,194	4,747
Trade and other receivables		209,687	(75,970)
Other payables		25,055	(11,099)
Employees' terminal benefits, net		<u>1,413</u>	<u>1,269</u>
Net cash provided by operating activities		<u>430,248</u>	<u>127,395</u>
Investing activities			
Purchase of property, plant and equipment	3	(18,963)	(1,787)
Interest income received	13	93,698	97,703
Dividends received	13	110,501	110,260
Net movement in fixed deposits		<u>(469,956)</u>	<u>(29,483)</u>
Net cash (used in)/provided by investing activities		<u>(284,720)</u>	<u>176,693</u>
Financing activities			
Dividends paid	17	(346,514)	(346,514)
Charity payments		<u>-</u>	<u>(5,100)</u>
Net cash used in financing activities		<u>(346,514)</u>	<u>(351,614)</u>
Net decrease in cash and cash equivalents		(200,986)	(47,526)
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>508,745</u>	<u>427,099</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and six months ended 30 June 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 quarter and six months ended 30 June 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

On January 7, 2016, the IASB issued amendments to IAS 7- Disclosure Initiative. The amendments require disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. One way to meet this new disclosure requirement is to provide reconciliation between the opening and closing balances for liabilities from financing activities. The Company has adopted the amendments to IAS 7 in its condensed interim financial statements for the period beginning on 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 30 June 2017. They have not been adopted in preparing the financial statements for the period ended 30 June 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 30 June 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 quarter and six months ended 30 June 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 (audited)	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 (audited)	2,487,226	8,138,413	15,525	62,869	10,704,033
Additions during the period	-	-	3,850	15,113	18,963
At 30 June 2017 (unaudited)	<u>2,487,226</u>	<u>8,138,413</u>	<u>19,375</u>	<u>77,982</u>	<u>10,722,996</u>
Accumulated depreciation					
At 31 December 2015 (audited)	-	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 (audited)	32,696	7,844,825	898	46,345	7,924,764
Charge for the period (Note 14)	-	9,101	1,833	3,242	14,176
At 30 June 2017 (unaudited)	<u>32,696</u>	<u>7,853,926</u>	<u>2,731</u>	<u>49,587</u>	<u>7,938,940</u>
Net book amount					
At 30 June 2017 (unaudited)	<u>2,454,530</u>	<u>284,487</u>	<u>16,644</u>	<u>28,395</u>	<u>2,784,056</u>
At 31 December 2016 (audited)	<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

	30 June 2017	31 December 2016
Opening balance	3,238,463	3,441,725
Unrealised fair value gains/(losses) for the period/year (Note 13)	<u>8,151</u>	<u>(203,262)</u>
Closing balance	<u>3,246,614</u>	<u>3,238,463</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and six months ended 30 June 2017

(Unaudited)

(Expressed in Bahrain Dinars)

4 Financial assets at fair value through profit or loss (continued)

The above investments are classified as follows:

	<u>30 June 2017</u>	<u>31 December 2016</u>
Shares listed on the Bahrain Bourse	2,773,857	2,765,706
Unquoted equity shares	<u>472,757</u>	<u>472,757</u>
	<u>3,246,614</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>30 June 2017</u>	<u>31 December 2016</u>
United States Dollar	515,726	485,727
Bahrain Dinar	<u>2,730,888</u>	<u>2,752,736</u>
	<u>3,246,614</u>	<u>3,238,463</u>

5 Held-to-maturity investments

	<u>30 June 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>30 June 2017</u>	<u>31 December 2016</u>
Opening balance	481,360	489,578
Impairment loss for the period/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 quarter and six months ended 30 June 2017

(Unaudited)

(Expressed in Bahrain Dinars)

7 Fixed deposits

	<u>30 June 2017</u>	<u>31 December 2016</u>
Short-term fixed deposit with banks maturing after 3 months but within 1 year	5,303,769	3,333,813
Long-term fixed deposit with banks maturing after 1 year	<u>-</u>	<u>1,500,000</u>
	<u>5,303,769</u>	<u>4,833,813</u>

Fixed deposits held with the Company's bankers earn interest at rates ranging between 1.95% and 3.8% per annum (2016: between 1.8% and 5.95% per annum) and are denominated in Bahrain Dinars.

8 Trade and other receivables

	<u>30 June 2017</u>	<u>31 December 2016</u>
Rents receivable from tenants	117,846	167,509
Less: provision for impaired rents receivable from tenants	<u>(46,633)</u>	<u>(46,633)</u>
	71,213	120,876
Accrued interest	53,228	281,799
Advances paid to creditors	92,125	21,975
Staff advances	4,000	12,950
Prepayments and other receivables	<u>8,709</u>	<u>1,362</u>
	<u>229,275</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>30 June 2017</u>	<u>31 December 2016</u>
Cash on hand	430	430
Current account balances with banks	<u>508,315</u>	<u>709,301</u>
	<u>508,745</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 quarter and six months ended 30 June 2017

(Unaudited)

(Expressed in Bahrain Dinars)

10 Share capital

	<u>30 June 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: 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 30 June 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 30 June 2017</u>		
	<u>Number of shareholders</u>	<u>Number of shares</u>	<u>Percentage of total outstanding shares</u>
Less than 1%	1,312	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>1,318</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 quarter and six months ended 30 June 2017
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10 Share capital (continued)

	<u>At 31 December 2016</u>		
	<u>Number</u>	<u>Number</u>	<u>Percentage</u>
	<u>of shareholders</u>	<u>of shares</u>	<u>of total</u>
			<u>outstanding</u>
			<u>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>30 June</u>	<u>31 December</u>
	<u>2017</u>	<u>2016</u>
	<u>Number</u>	<u>Number</u>
	<u>of shares</u>	<u>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>30 June</u>	<u>31 December</u>
	<u>2017</u>	<u>2016</u>
Other payables	244,949	209,465
Unclaimed dividends	96,584	88,870
Advances received from tenants	8,868	30,776
Provision for leave salary and air passage	<u>8,587</u>	<u>4,822</u>
	<u>358,988</u>	<u>333,933</u>

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

12 Operating income

	<u>Six months</u>	<u>Six months</u>	<u>Three months</u>	<u>Three months</u>
	<u>ended</u>	<u>ended</u>	<u>ended</u>	<u>ended</u>
	<u>30 June 2017</u>	<u>30 June 2016</u>	<u>30 June 2017</u>	<u>30 June 2016</u>
Rental income	237,997	256,281	120,399	128,160
Car park income	245,220	162,249	132,793	80,087
Service charges income	<u>46,742</u>	<u>59,207</u>	<u>23,569</u>	<u>30,764</u>
	<u>529,959</u>	<u>477,737</u>	<u>276,761</u>	<u>239,011</u>

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13 Net income/(loss) from investments

	Six months ended <u>30 June 2017</u>	Six months ended <u>30 June 2016</u>	Three months ended <u>30 June 2017</u>	Three months ended <u>30 June 2016</u>
Unrealised fair value gains/(losses) on financial assets at fair value through profit or loss (Note 4)	8,151	(262,623)	(56,406)	3,096
Dividend income	110,501	110,260	-	18,791
Interest income	93,698	97,703	40,970	49,776
Realised fair value gain on disposal of financial assets at fair value through profit or loss	<u>-</u>	<u>8,860</u>	<u>-</u>	<u>8,860</u>
	<u>212,350</u>	<u>(45,800)</u>	<u>(15,436)</u>	<u>80,523</u>

14 Operating, general and administrative expenses

	Six months ended <u>30 June 2017</u>	Six months ended <u>30 June 2016</u>	Three months ended <u>30 June 2017</u>	Three months ended <u>30 June 2016</u>
Other operating, general and administrative expenses	125,771	103,101	66,738	53,870
Staff costs	141,676	88,526	46,928	39,266
Maintenance costs	34,564	47,601	19,542	23,262
Lease rent expenses	32,818	30,566	30,516	27,362
Depreciation (Note 3)	<u>14,176</u>	<u>14,504</u>	<u>7,304</u>	<u>7,257</u>
	<u>349,005</u>	<u>284,298</u>	<u>171,028</u>	<u>151,017</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 outstanding for the period.

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16 Earnings per share (continued)

	Six months ended 30 June 2017	Six months ended 30 June 2016	Three months ended 30 June 2017	Three months ended 30 June 2016
Net profit attributable to the shareholders	<u>390,073</u>	<u>148,144</u>	<u>90,570</u>	<u>173,677</u>
Weighted average number of ordinary shares	<u>69,302,670</u>	<u>69,302,670</u>	<u>69,302,670</u>	<u>69,302,670</u>
Basic and diluted earnings per share	<u>5.63 fils</u>	<u>2.14 fils</u>	<u>1.31 fils</u>	<u>2.51 fils</u>

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

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:

	Six months ended 30 June 2017	Six months ended 30 June 2016
Directors' remuneration	<u>4,581</u>	<u>7,145</u>
Board of directors attendance fee	<u>26,408</u>	<u>15,946</u>
Rental income	<u>-</u>	<u>4,718</u>

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

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

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19 Lease commitments

The annual rent for the land on which the car park building is situated gets revised every ten years: it is either 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 30 June 2017 of BD30,516 (20% of the gross operating profit generated) and six months period ended 30 June 2017 of BD32,818 is included in operating, general and administrative expenses (charge for the year ended 31 December 2016: BD81,994 (20% of the gross operating profit generated)).

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

	30 June 2017	31 December 2016
Less than 1 year	10,000	10,000
More than 1 year and less than 5 years	55,000	40,000
More than 5 years	<u>190,000</u>	<u>200,000</u>
	<u>255,000</u>	<u>250,000</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, and for the six months ended 30 June 2017

	Car park rental	Investment activities	Total
Net revenue	529,959	-	529,959
Other income	<u>1,350</u>	-	<u>1,350</u>
Total revenue	531,309	-	531,309
Net income from investments	-	212,350	212,350
Depreciation	<u>(14,176)</u>	-	<u>(14,176)</u>
Segment profit	<u>177,723</u>	<u>212,350</u>	<u>390,073</u>
Reportable segment assets	<u>3,475,124</u>	<u>9,465,842</u>	<u>12,940,966</u>
Reportable segment liabilities	<u>358,988</u>	-	<u>358,988</u>

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20 Segmental information (continued)

As at 31 December 2016, and for the six months ended 30 June 2016

	<u>Car park rental</u>	<u>Investment activities</u>	<u>Total</u>
Net revenue	477,737	-	477,737
Other income	7,650	-	7,650
Total revenue	485,387	-	485,387
Net loss from investments	-	(45,800)	(45,800)
Depreciation	(14,504)	-	(14,504)
Segment profit/(loss)	<u>193,944</u>	<u>(45,800)</u>	<u>148,144</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 six months ended 30 June 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 investments income.

22 Events after the reporting date

There were no events occurring subsequent to 30 June 2017 and before the date of the report that are expected to have a significant impact on these condensed interim financial information.