



RSM Albazie & Co.

MUBARRAD TRANSPORTATION CO. K.S.C. (PUBLIC)
AND SUBSIDIARIES
STATE OF KUWAIT
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2017
(UNAUDITED)
WITH
REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION

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AND SUBSIDIARIES
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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the Board of Directors of
Mubarrad Transportation Co. K.S.C. (Public) and subsidiaries
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Mubarrad Transportation Co. K.S.C. (Public) (the "Parent Company") and its subsidiaries (Collectively the "Group") as of March 31, 2017, and the related interim condensed consolidated statements of, profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the three months period then ended. Management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this interim condensed consolidated 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 condensed consolidated 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 interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34.

Report on other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, its Executive Regulations, nor of the Parent Company's Memorandum of Incorporation and Articles of association during the three months period ended March 31, 2017 that might have had a material effect on the Parent Company financial position or result of its operations.

State of Kuwait
May 11, 2017

Nayef M. Al-Bazie
Licence No. 91-A
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MUBARRAD TRANSPORTATION CO. K.S.C. (PUBLIC) AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT MARCH 31, 2017
 (All amounts are in Kuwaiti Dinars)

			December 31, 2016 (Audited)	March 31, 2016
	Note	March 31, 2017		
ASSETS				
Current assets:				
Cash and cash equivalents	3	2,137,446	1,430,086	2,077,032
Investment deposits	4	4,200,000	1,650,000	1,405,734
Accounts receivable and other debit balances		960,562	847,272	925,977
Due from related parties	5	350,265	15,000	-
Inventories		730,185	722,581	504,059
Total current assets		8,378,458	4,664,939	4,912,802
Non-current assets:				
Financial assets available for sale	6	2,526,306	1,275,321	1,400,755
Investment in associates	7	3,672,383	7,073,164	6,466,363
Investment properties		8,834,825	8,609,102	10,058,680
Property, plant and equipment		1,610,450	1,620,340	1,656,109
Goodwill		91,005	91,005	91,005
Total non-current assets		16,734,969	18,668,932	19,672,912
Total assets		25,113,427	23,333,871	24,585,714
LIABILITIES AND EQUITY				
Current liabilities:				
Finance lease payables	8	1,984,492	1,927,778	1,908,367
Accounts payable and other credit balances		1,322,059	1,208,669	1,793,048
Due to related party	5	-	700	-
Total current liabilities		3,306,551	3,137,147	3,701,415
Non-current liabilities:				
Finance lease payables	8	1,248,327	1,246,759	1,354,465
Provision for end of service indemnity		331,664	318,081	306,925
Total non-current liabilities		1,579,991	1,564,840	1,661,390
Total liabilities		4,886,542	4,701,987	5,362,805
Equity:				
Share capital		16,369,277	16,369,277	16,369,277
Statutory reserve		582,386	582,386	448,224
Treasury shares reserve		84,388	84,388	84,388
Cumulative changes in fair value		15,561	15,561	1,589
Effect of changes in ownership interest of a subsidiary		1,588	1,588	1,588
Effect of changes in other comprehensive income of associates		95,902	57,062	8,453
Foreign currency translation reserve		(1,807,258)	(1,811,312)	(189,512)
Retained earnings		4,831,257	3,281,001	2,442,286
Equity attributable to Shareholders' of the Parent Company		20,173,101	18,579,951	19,166,293
Non - controlling interests		53,784	51,933	56,616
Total equity		20,226,885	18,631,884	19,222,909
Total liabilities and equity		25,113,427	23,333,871	24,585,714

The accompanying notes from (1) to (12) form an integral part of the interim condensed consolidated financial information.

Abdullah Mohammed Al-Shatti
 Chairman

MUBARRAD TRANSPORTATION CO. K.S.C. (PUBLIC) AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2017
(All amounts are in Kuwaiti Dinars)

	Note	Three months ended March 31,	
		2017	2016
Sales		294,107	213,703
Cost of sales		(210,858)	(164,791)
Gross profit		83,249	48,912
Revenues from transportation, leasing and maintenance		228,671	179,907
Cost of transportation, leasing and maintenance		(134,280)	(126,364)
Gross profit		94,391	53,543
Revenues from rental operations		344,658	303,593
Costs of rental operations		(54,035)	(52,784)
Gross profit		290,623	250,809
Total gross profit		468,263	353,264
General and administrative expenses		(251,458)	(166,085)
Depreciation		(9,570)	(14,949)
Operating profit		207,235	172,230
Realized gain on sale of financial assets available for sale		40,274	-
Share of results from associates	7	59,269	195,429
Gain on sale of investment in associate	7	1,341,976	-
Gain from sale of property, plant and equipment		3,149	118
Interest income		10,399	7,821
Finance charges		(56,965)	(58,412)
Foreign currency differences		11,304	(12,132)
Other income		7,314	109
Profit for the period before contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labor Support Tax (NLST) and Zakat		1,623,955	305,163
Contribution to KFAS		(14,599)	(1,132)
Contribution to NLST		(40,892)	(7,781)
Contribution to Zakat		(16,357)	-
Profit for the period		1,552,107	296,250
Attributable to:			
Shareholders of the Parent Company		1,550,256	294,981
Non - controlling interests		1,851	1,269
		1,552,107	296,250
		Fils	Fils
Earnings per share attributable to Shareholders of the Parent Company	9	9.47	1.80

The accompanying notes from (1) to (12) form an integral part of the interim condensed consolidated financial information.

MUBARRAD TRANSPORTATION CO. K.S.C. (PUBLIC) AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2017
(All amounts are in Kuwaiti Dinars)

	Note	Three months ended March 31, 2017	2016
Profit for the period		1,552,107	296,250
Other comprehensive income:			
<u>Items that may be reclassified subsequently to consolidated statements of profit or loss:</u>			
Related to financial assets available for sale			
Change in fair value of financial assets available for sale		-	22
Transferred to consolidated statement of profit or loss upon sale of investment in associate	7	38,840	-
Share of other comprehensive income from associates		-	(2,653)
Exchange differences on translating foreign operations		4,054	(425,488)
Other comprehensive income (loss) for the period		42,894	(428,119)
Total comprehensive income (loss) for the period		1,595,001	(131,869)
Attributable to:			
Shareholders of the Parent Company		1,593,150	(133,067)
Non-controlling interests		1,851	1,198
		1,595,001	(131,869)

The accompanying notes from (1) to (12) form an integral part of the interim condensed consolidated financial information.

MUBARRAD TRANSPORTATION CO. K.S.C. (PUBLIC) AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2017
 (All amounts are in Kuwaiti Dinars)

	Equity attributable to shareholders of the parent company							Non - controlling interests	Total equity
	Share capital	Statutory reserve	Treasury shares reserve	Cumulative changes in fair value	Effect of changes in ownership interest of a subsidiary	Effect of changes in comprehensive income of associates	Foreign currency translation reserve		
Balance at December 31, 2016	16,369,277	582,386	84,388	15,561	1,588	57,062	(1,811,312)	51,933	18,631,884
Profit for the period	-	-	-	-	-	-	-	1,851	1,552,107
Total other comprehensive income for the period	-	-	-	-	-	-	4,054	-	4,054
Effect of disposal of investment in associate	-	-	-	-	-	38,840	-	-	38,840
Total comprehensive income for the period	-	-	-	-	-	38,840	4,054	1,851	1,595,001
Balance at March 31, 2017	16,369,277	582,386	84,388	15,561	1,588	95,902	(1,807,258)	53,784	20,226,885
Balance at December 31, 2015	16,369,277	448,224	84,388	1,567	1,588	11,106	235,905	55,418	20,173,242
Profit for the year	-	-	-	-	-	-	-	1,269	296,250
Total other comprehensive income (loss) for the period	-	-	-	22	-	(2,653)	(425,417)	(71)	(428,119)
Total comprehensive income (loss) for the period	-	-	-	22	-	(2,653)	(425,417)	1,198	(131,869)
Cash dividends - 5% (Note 10)	-	-	-	-	-	-	-	-	(818,464)
Balance at March 31, 2016	16,369,277	448,224	84,388	1,589	1,588	8,453	(189,512)	56,616	19,222,909

The accompanying notes from (1) to (12) form an integral part of the interim condensed consolidated financial information.

MUBARRAD TRANSPORTATION CO. K.S.C. - PUBLIC AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2017
(All amounts are in Kuwaiti Dinars)

	Three months ended March 31,	
	2017	2016
Cash flows from operating activities:		
Profit for the period before contribution to KFAS, NLST and Zakat	1,623,955	305,163
Adjustments for:		
Depreciation	14,826	14,949
Gain on sale of property, plant and equipment	(3,149)	(118)
Realized gain on sale of financial assets available for sale	(40,274)	-
Share of results from an associates	(59,269)	(195,429)
Gain on sale of investment in associate	(1,341,976)	-
Interest income	(10,399)	(7,821)
Finance charges	56,965	58,412
Provision for end of service indemnity	15,202	20,017
	<u>255,881</u>	<u>195,173</u>
Changes in operating assets and liabilities:		
Accounts receivable and other debit balances	(113,291)	(50,312)
Due from related parties	5,550	-
Inventories	(7,604)	(156)
Accounts payable and other credit balances	44,288	(5,987)
Cash flows generated from operations	<u>184,824</u>	<u>138,718</u>
Payment for end of service indemnity	(1,619)	(11,332)
Payment of Zakat	(2,746)	-
Net cash flows generated from operating activities	<u>180,459</u>	<u>127,386</u>
Cash flows from investing activities:		
Investment deposits	(2,550,000)	(400,000)
Purchase of property, plant and equipment	(4,937)	(2,187)
Proceeds from sale of investment in associate	3,096,203	-
Proceeds from sale of property, plant and equipment	3,150	120
Proceeds from sale of financial assets available for sale	84,022	-
Cash dividends received from associate	-	162,545
Interest income received	10,399	7,821
Net cash flows generated from (used in) investing activities	<u>638,837</u>	<u>(231,701)</u>
Cash flows from financing activities:		
Proceeds from (paid to) finance lease installments	58,282	(270,401)
Net movement in due to related party	(700)	(13,518)
Finance charges paid	(56,965)	(58,412)
Net cash flows generated from (used in) financing activities	<u>617</u>	<u>(342,331)</u>
Foreign currencies translation reserve	(112,553)	235,520
Net increase (decrease) in cash and cash equivalents	819,913	(446,646)
Cash and cash equivalents at the beginning of the period	1,430,086	2,288,158
Cash and cash equivalents at the end of the period (Note 3)	<u>2,137,446</u>	<u>2,077,032</u>

The accompanying notes from (1) to (12) form an integral part of the interim condensed consolidated financial information.

MUBARRAD TRANSPORTATION CO. K.S.C. - PUBLIC AND ITS SUBSIDIARIES
 NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
 MARCH 31, 2017
 (All amounts are in Kuwaiti Dinars)

1. Incorporation and activities of Parent Company

Mubarrad Transportation Company is a Kuwaiti public Shareholding Company "the Parent Company" registered in State of Kuwait and was incorporated pursuant to memorandum of Incorporation of a limited liability Company, authenticated at the Ministry of Justice - Real Estate Registration and Authentication Department – under No. 366/Volume 1 dated March 6, 1996 and its subsequent amendments, the latest of which was notarized on the commercial registry under Ref. No. 641715 on February 24, 2016.

The Parent Company is registered in the commercial register under Ref. No. 64715 on October 10, 2004.

The address of the Parent Company's registered office is Shuwaikh Industrial Area – Plot 140 & 141 – extension of Canada Dry Street – P.O. Box 42132 – Shuwaikh 70652 – State of Kuwait.

The Parent Company is 39.152% owned by A'ayan Leasing and Investment Group K.S.C. (Public).

The interim condensed consolidated financial information was authorized for issue by the Board of Directors on May 11, 2017.

2. Basis of presentation

The interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The accounting policies used in the preparation of the interim condensed consolidated financial information for the period are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2016.

The interim condensed consolidated financial information does not include all the information and notes required for complete financial statements prepared in accordance with International Financial Reporting Standards. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included in the accompanying interim condensed consolidated financial information. Operating results for the period ended March 31, 2017 are not necessarily indicative of the results that may be expected for the fiscal year ending on December 31, 2017. For further information, refer to the consolidated financial statements and notes thereto for the year ended December 31, 2016.

The amendments to the International financial reporting standards which are effective for annual periods beginning January 1, 2017, did not have an impact on the Group's accounting policies, financial position and financial performance.

3. Cash and cash equivalents

	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Cash on hand and at banks	2,137,446	1,430,086	1,825,952
Short term bank deposit	-	-	251,080
	<u>2,137,446</u>	<u>1,430,086</u>	<u>2,077,032</u>

4. Investment deposits

The effective interest rate on investment deposits is 2.25% per annum (December 31, 2016: 2.25%, March 31, 2016: 1.15%), these deposits have an average maturity of 188 days (December 31, 2016: 188 days, March 31, 2016: 182 days).

5. Related parties disclosures

The Group has entered into various transactions with related parties, including shareholders. Prices and terms of payment are approved by the Group's management. Significant related party transactions and balances are as follows:

MUBARRAD TRANSPORTATION CO. K.S.C. - PUBLIC AND ITS SUBSIDIARIES
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
MARCH 31, 2017
(All amounts are in Kuwaiti Dinars)

Balances included in the interim condensed consolidated statement of financial position:

	Major shareholders	Other related party	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Due from related parties	335,265	15,000	350,265	15,000	-
Investment property (real estate portfolio managed by a related party)	2,450,000	-	2,450,000	2,450,000	2,450,000
Due to related party	-	-	-	700	-
				Three months ended March 31, 2017	Three months ended March 31, 2016
<u>Compensation to key management personnel</u>					
Short term benefits				18,162	15,442
Termination benefits				1,508	1,295
				19,670	16,737

6. Financial assets available for sale

	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Quoted:			
Equity securities	5,486	49,233	57,711
Unquoted:			
Equity securities	241,001	241,001	241,001
Investment portfolios	2,279,819	985,087	1,102,043
Total	2,520,820	1,226,088	1,343,044
	2,526,306	1,275,321	1,400,755

Movement during the period / year was as follows:

	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Balance at the beginning of the period / year	1,275,321	1,400,755	1,400,755
Additions (Note 7)	1,294,732	-	-
Disposals	(43,747)	(60,956)	-
Changes in fair value	-	36,394	-
Reversal of cumulative changes in fair value due to impairment loss	-	(22,436)	-
Impairment loss	-	(78,436)	-
Balance at the end of the period / year	2,526,306	1,275,321	1,400,755

MUBARRAD TRANSPORTATION CO. K.S.C. - PUBLIC AND ITS SUBSIDIARIES
 NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
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7. Investment in associates

The investment in associate consist of the following:

Name of the associate	Country of incorporation	Principal activities	Percentage of ownership	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Oman Integral Logistics Co. - O.S.C.C.	Sultanate of Oman	Logistic services	50%	3,672,383	3,727,081	3,389,469
Insha'a Holding Co. - K.S.C. (Holding)	State of Kuwait	Industrial activity	25.03%	-	3,346,083	3,076,894
				<u>3,672,383</u>	<u>7,073,164</u>	<u>6,466,363</u>

The movement during the period / year is as follows:

	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Balance at the beginning of the period / year	7,073,164	6,453,830	6,453,830
Disposal of associate	(3,346,083)	-	-
Group's share of results from associates	59,269	745,088	195,429
Group's share of associates' other comprehensive income	-	45,956	(2,653)
Cash dividends received from associates	-	(200,224)	(162,545)
Foreign currency translation reserve	(113,967)	28,514	(17,698)
Balance at the end of the period / year	<u>3,672,383</u>	<u>7,073,164</u>	<u>6,466,363</u>

During the period ended March 31, 2017, the Parent Company sold its entire investment in Insha'a Holding Company – K.S.C. (Holding) for a total amount of KD 4,735,069, of which KD 3,440,337 as cash consideration and KD 1,294,732 as the value of an investment portfolio of certain assets of the sold entity, which have been waived for the interest of the Parent Company. The investment portfolio has been classified as financial assets available for sale (Note 6).

During the period, the Parent Company collected KD 3,096,203 from the cash consideration amount, and KD 344,134 was retained by the buyer until the final selling price is agreed upon, which will be determined upon the finalization of the valuation of the sold entity. Accordingly, the realized gain amount stated in the consolidated statement of profit or loss for the current period of KD 1,341,976, is subject to adjustments based on the valuation results of the sold entity.

Relaized gain from the transaction was calculated as follows:

	KD
Cash proceeds received from sale	3,096,203
Amount retained by the buyer	344,134
Financial assets available for sale (Note 6)	1,294,732
Total selling amount	4,735,069
Less: consultancy and commissions expenses	(8,170)
Less: transferred from consolidated statement of other comprehensive income to consolidated statement of profit or loss upon sale of investment in associate	(38,840)
Less: Net book value of the investment at date of giving-up significant influence	(3,346,083)
Realized gain on sale	<u>1,341,976</u>

MUBARRAD TRANSPORTATION CO. K.S.C. - PUBLIC AND ITS SUBSIDIARIES
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 MARCH 31, 2017
 (All amounts are in Kuwaiti Dinars)

8. Finance Lease payables

	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Gross amount of Finance lease payables	3,540,015	3,502,775	3,632,540
Less: Unamortized future finance charges	(307,196)	(328,238)	(369,708)
Present value of finance lease payables	<u>3,232,819</u>	<u>3,174,537</u>	<u>3,262,832</u>
Analyzed by:	March 31, 2017	December 31, 2016 (Audited)	March 31, 2016
Current portion	1,984,492	1,927,778	1,908,367
Noncurrent portion	1,248,327	1,246,759	1,354,465
Total present value of finance lease payables	<u>3,232,819</u>	<u>3,174,537</u>	<u>3,262,832</u>

The Parent Company renewed a lease agreement containing a bargain purchase option with a local bank, to finance the purchase of a right of utilization of an industrial plot, located at third Shuwaikh Industrial Area, Block (D), Plot No. (1/2/3), for a single rental annual payment due on April 30, 2017 with a bargain purchase option upon the complete settlement of the contractual payments. The leased asset is registered under the name of a local bank until the settlement of the contractual payments. Subsequent to the consolidated financial position date the lease agreement was renewed till April 30, 2018.

During November 2015, the Subsidiary Company - Takatof Real Estate Co. E.S.C. entered into a finance lease agreement with a foreign financial institution, to finance the purchase of a land and the offices building constructed thereon, the land is located at New Cairo City – Block No. 211, Second Sector, Arab Republic of Egypt, for quarterly lease payments, the latest is due on November 15, 2020 with a bargain purchase option after the completion of all contractual payments. The leased asset is registered under the name of foreign financial institution until the settlement of the contractual payments.

9. Earnings per share

Basic EPS

There are no potential dilutive ordinary shares. The information necessary to calculate basic earnings per share based on the weighted average number of shares outstanding during the period is as follows:

	Three months ended March 31,	
	2017	2016
Profit for the period attributable to shareholders of the Parent Company	<u>1,550,256</u>	<u>294,981</u>
Weighted average number of shares outstanding	<u>Share 163,692,769 Fils</u>	<u>Share 163,692,769 Fils</u>
Earnings per share attributable to shareholders of the Parent Company	<u>9.47</u>	<u>1.80</u>

10. Shareholders' Annual Ordinary General Assembly

The Shareholders' Annual Ordinary General Assembly held on April 19, 2017 approved the consolidated financial statements for the year ended December 31, 2016 and cash dividends distribution of 5%, equal to 5 Fils per share, for the year ended December 31, 2016, which is equivalent to a total amount of KD 818,464.

The Shareholders' Annual Ordinary General Assembly held on March 24, 2016 approved the consolidated financial statements for the year ended December 31, 2015 and cash dividends distribution of 5%, equal to 5 Fils per share, for the year ended December 31, 2015, which is equivalent to a total amount of KD 818,464.

MUBARRAD TRANSPORTATION CO. K.S.C. - PUBLIC AND ITS SUBSIDIARIES
 NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
 MARCH 31, 2017
 (All amounts are in Kuwaiti Dinars)

11. Segment information

For management purposes, the following activities were classified as operating segments:

Operating activity	Description
Transportation, leasing and maintenance segment	Represents goods transport, lease and charter means of transportation and maintenance of other vehicles
Vehicles body manufacturing segment	Represents vehicles' body manufacturing, importing, marketing and exporting.
Investment segment	Represents investments available for sale and investment properties.

Information related to each reportable operating segment is set out below:

	Three months ended March 31, 2017			
	Transportation, leasing and maintenance segment	Vehicles body manufacturing segment	Investment segment	Total
Total revenues	233,146	302,234	1,805,741	2,341,121
Total costs	(156,814)	(260,699)	(371,501)	(789,014)
Profit for the period	76,332	41,535	1,434,240	1,552,107

	Transportation, leasing and maintenance segment	Vehicles body manufacturing segment	Investment segment	Eliminations	Total
Total Segment assets	1,718,615	2,295,192	28,436,851	(7,337,231)	25,113,427
Total Segment liabilities	208,834	522,998	6,086,325	(1,931,615)	4,886,542

	Three months ended March 31, 2016			
	Transportation, leasing and maintenance segment	Vehicles body manufacturing segment	Investment segment	Total
Total revenues	214,140	213,930	472,610	900,680
Total costs	(150,676)	(223,994)	(229,760)	(604,430)
Profit for the period	63,464	(10,064)	242,850	296,250

	Transportation, leasing and maintenance segment	Vehicles body manufacturing segment	Investment segment	Eliminations	Total
Total Segment assets	2,577,791	2,320,213	27,954,970	(8,267,260)	24,585,714
Total Segment liabilities	184,514	689,251	6,543,204	(2,054,164)	5,362,805

MUBARRAD TRANSPORTATION CO. K.S.C. (PUBLIC) AND SUBSIDIARIES
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MARCH 31, 2017

(All amounts are in Kuwaiti Dinars)

Information related to Geographical locations is set out below:

	Three months ended March 31, 2017			
	Kuwait & GCC Countries	Africa	Total segments	Adjustments and eliminations
Revenues	2,435,854	112,183	2,548,037	(206,916)
Segment assets	29,016,996	3,433,662	32,450,658	(7,337,231)
				Consolidated segments
				2,341,121
				25,113,427

	Three months ended March 31, 2016			
	Kuwait & GCC Countries	Africa	Total segments	Adjustments and eliminations
Revenues	913,735	107,059	1,020,794	(120,114)
Segment assets	28,081,233	4,771,741	32,852,974	(8,267,260)
				Consolidated segments
				900,680
				24,585,714

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12. Fair value measurement

The Group measures financial assets such as financial assets available for sale and non-financial assets such as investment properties at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability.
- In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows an analysis of captions recorded at fair value by level of the fair value hierarchy:

March 31, 2017	Level 1	Level 2	Level 3	Total
Financial assets available for sale	-	-	-	-
Investment properties	-	8,609,102	-	8,609,102
Total	-	8,609,102	-	8,609,102
December 31, 2016 (Audited)	Level 1	Level 2	Level 3	Total
Financial assets available for sale	49,233	985,087	-	1,034,320
Investment properties	-	8,609,102	-	8,609,102
Total	49,233	9,594,189	-	9,643,422
March 31, 2016	Level 1	Level 2	Level 3	Total
Financial assets available for sale	57,711	1,102,043	-	1,159,754
Investment properties	-	7,608,680	2,450,000	10,058,680
Total	57,711	8,710,723	2,450,000	11,218,434

During the period ended March 31, 2017, there were no transfers between different levels of fair value measurement.