

الواحة كابيتال
WAHA CAPITAL



Q2 REPORT

Report and condensed consolidated financial information
for the six month period ended 30 June 2016

TABLE OF CONTENTS

01

Report on review of
interim financial
information

02

Condensed consolidated
statement of financial
position

03

Condensed consolidated
statement of profit or
loss

04

Condensed consolidated
statement of profit or
loss and other
comprehensive income

05

Condensed consolidated
statement of changes in
equity

06

Condensed consolidated
statement of cash flows

07

Notes to the condensed
consolidated financial
statements

The Board of Directors
Al Waha Capital PJSC
Abu Dhabi
United Arab Emirates

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Al Waha Capital PJSC (“the Company”) and its subsidiaries (together referred to as the “Group”) as at 30 June 2016 and the related condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the six month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with IAS 34, “Interim Financial Reporting”. Our responsibility is to express a conclusion on this interim financial information based on our review.

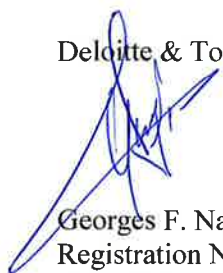
Scope of Review

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 interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)


Georges F. Najem
Registration No. 809
Abu Dhabi
10 August 2016



Condensed consolidated statement of financial position

	Note	As at 30 June 2016 (Unaudited) AED '000	As at 31 December 2015 (Audited) AED '000
ASSETS			
Furniture and equipment		58,849	40,012
Investment property		696,354	696,010
Goodwill and intangible assets		167,254	174,296
Investments in finance leases		14,654	17,774
Loan investments		232,963	232,963
Investments in equity-accounted associates and joint ventures	5	5,488,053	4,714,977
Financial investments	6	3,176,053	2,220,908
Inventories		9,144	8,661
Trade and other receivables	7	314,765	348,677
Cash and cash equivalents		887,295	1,151,658
Total assets		11,045,384	9,605,936
EQUITY AND LIABILITIES			
Equity			
Share capital	8	1,944,515	1,944,515
Treasury shares	8	(250,642)	(233,168)
Retained earnings		1,649,472	1,713,958
Reserves		1,044,215	445,289
Equity attributable to the owners of the Company		4,387,560	3,870,594
Non-controlling interests		140,567	56,720
Total equity		4,528,127	3,927,314
Liabilities			
Borrowings	9	6,193,700	5,322,255
Trade and other liabilities	10	323,557	356,367
Total liabilities		6,517,257	5,678,622
Total equity and liabilities		11,045,384	9,605,936

These condensed consolidated financial statements were authorised for issue by the Board of Directors on 10 August 2016 and signed on their behalf by:



Chairman



CEO & Managing Director



Chief Financial Officer

The notes numbered 1 to 15 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of profit or loss

	Note	Six month period ended 30 June 2016 (Unaudited) AED '000	Six month period ended 30 June 2015 (Unaudited) AED '000	Three month period ended 30 June 2016 (Unaudited) AED '000	Three month period ended 30 June 2015 (Unaudited) AED '000
Revenue from sale of goods and services	11	174,949	134,832	88,592	79,001
Cost of sale of goods and services	11	(77,572)	(41,656)	(39,966)	(22,114)
Gross profit		97,377	93,176	48,626	56,887
Income from equity-accounted associates and joint ventures, net	5	268,685	300,066	132,282	151,547
Income from financial investments	12	164,152	142,709	60,365	64,559
Other income, net		14,390	3,237	7,551	2,155
General and administrative expenses	13	(192,077)	(154,588)	(96,216)	(88,561)
Finance cost, net		(50,043)	(35,222)	(26,242)	(19,453)
Profit for the period		302,484	349,378	126,366	167,134
Profit for the period attributable to:					
Owners of the Company		305,855	349,030	130,010	166,857
Non-controlling interests		(3,371)	348	(3,644)	277
Profit for the period		302,484	349,378	126,366	167,134
Basic and diluted earnings per share attributable to the owners of the Company during the period (AED)	8	0.17	0.18	0.07	0.09

The notes numbered 1 to 15 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of profit or loss and other comprehensive income

	Six month period ended 30 June 2016 (Unaudited) AED `000	Six month period ended 30 June 2015 (Unaudited) AED `000	Three month period ended 30 June 2016 (Unaudited) AED `000	Three month period ended 30 June 2015 (Unaudited) AED `000
Profit for the period	302,484	349,378	126,366	167,134
Other comprehensive income / (loss)				
Items that may be reclassified subsequently to profit or loss:				
Share of effective portion of changes in fair value of cash flow hedges (note 6)	592,573	(559,173)	274,821	(184,488)
Share of changes in other reserves of equity-accounted associates and joint ventures	(36)	771	(923)	79
Items that will not be reclassified subsequently to profit or loss:				
Net change in fair value of other financial assets at fair value through other comprehensive income (note 6)	6,389	9,328	816	(962)
Total comprehensive income / (loss) for the period	901,410	(199,696)	401,080	(18,237)
Total comprehensive income / (loss) attributable to:				
Owners of the Company	904,781	(200,044)	404,724	(18,514)
Non-controlling interests	(3,371)	348	(3,644)	277
Total comprehensive income / (loss) for the period	901,410	(199,696)	401,080	(18,237)

The notes numbered 1 to 15 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of changes in equity

For the six month period ended 30 June

	Share capital AED '000	Treasury shares AED '000	Retained earnings AED '000	Statutory reserve AED '000	Revaluation reserve AED '000	Hedge reserve AED '000	Other reserves AED '000	Reserves AED '000	Equity attributable to owners AED '000	Non- controlling interests AED '000	Total equity AED '000
At 1 January 2015	1,944,515	(49,087)	1,756,106	330,396	(5,284)	403,573	137	728,822	4,380,356	28,112	4,408,468
Profit for the period	-	-	349,030	-	-	-	-	-	349,030	348	349,378
Other comprehensive loss	-	-	-	-	9,328	(559,173)	771	(549,074)	(549,074)	-	(549,074)
Total comprehensive income	-	-	349,030	-	9,328	(559,173)	771	(549,074)	(200,044)	348	(199,696)
Cash dividend (note 8)	-	-	(568,136)	-	-	-	-	-	(568,136)	-	(568,136)
Shares bought back	-	(123,907)	-	-	-	-	-	-	(123,907)	-	(123,907)
Movement in non-controlling interests	-	-	-	-	-	-	-	-	-	20,746	20,746
At 30 June 2015 (Unaudited)	1,944,515	(172,994)	1,537,000	330,396	4,044	(155,600)	908	179,748	3,488,269	49,206	3,537,475
At 1 January 2016	1,944,515	(233,168)	1,713,958	389,180	5,796	49,315	998	445,289	3,870,594	56,720	3,927,314
Profit for the period	-	-	305,855	-	-	-	-	-	305,855	(3,371)	302,484
Other comprehensive income	-	-	-	-	6,389	592,573	(36)	598,926	598,926	-	598,926
Total comprehensive income	-	-	305,855	-	6,389	592,573	(36)	598,926	904,781	(3,371)	901,410
Cash dividend (note 8)	-	-	(370,341)	-	-	-	-	-	(370,341)	-	(370,341)
Shares bought back (note 8)	-	(17,474)	-	-	-	-	-	-	(17,474)	-	(17,474)
Movement in non-controlling interests*	-	-	-	-	-	-	-	-	-	87,218	87,218
At 30 June 2016 (Unaudited)	1,944,515	(250,642)	1,649,472	389,180	12,185	641,888	962	1,044,215	4,387,560	140,567	4,528,127

* Includes investments into the Waha MENA Equity Fund SP of AED 84,594 thousand, following which the Group's ownership of the Waha MENA Equity Fund SP reduced from 99% to 83%.

The notes numbered 1 to 15 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of cash flows

For the six month period ended 30 June

Cash flows from operating activities

Profit for the period

Adjustments for:

Depreciation

Finance cost

Gain on valuation of financial assets at fair value through profit or loss

Interest on bank deposits

Income from equity-accounted associates and joint ventures, net

Interest income from investments in finance leases

Distribution from equity-accounted associates and joint ventures

Amortisation of intangible assets

Provision for slow moving and obsolete inventories

(Reversal) / provision for doubtful debts, net

Changes in working capital:

Change in inventories

Change in trade and other receivables

Change in trade and other liabilities

Net cash used in operating activities

Cash flows from investing activities

Acquisition of subsidiaries (net of cash)

Capital receipt from financial assets at FVTOCI

Purchase of equity-accounted associates

Proceeds from finance leases

Purchase of intangible assets

Purchase of investments at fair value through profit or loss, net

Proceeds from sale / settlement of investments at amortised cost

Payments made for development of investment property

Purchase of furniture and equipment

Interest received

Net cash used in investing activities

Cash flows from financing activities

Finance cost paid on borrowings

Loans repaid

Loans obtained

Shares bought back

Dividends paid

Net movement in non-controlling interests

Net cash from / (used in) financing activities

Net decrease in cash and cash equivalents

Cash and cash equivalents reclassified as assets held for sale

Cash and cash equivalents at 1 January

Cash and cash equivalents at 30 June

	2016 (Unaudited) AED '000	2015 (Unaudited) AED '000
	302,484	349,378
	4,523	4,019
	52,524	41,372
	(118,198)	(82,147)
	(2,481)	(6,150)
	(268,685)	(300,066)
	(758)	(1,031)
	21,850	14,700
	5,881	6,164
	16	-
	(2,346)	1,057
	(499)	(662)
	36,258	(91,233)
	(31,109)	17,042
	(540)	(47,557)
	-	(72,817)
	76,983	-
	(526,278)	-
	3,879	3,878
	(540)	(18,522)
	(314,968)	(365,781)
	-	69,904
	(344)	(1,477)
	(23,360)	(14,691)
	2,481	8,689
	(782,147)	(390,817)
	(35,101)	(20,012)
	(14,105)	(322,125)
	868,127	294,826
	(17,474)	(123,907)
	(370,341)	(568,136)
	87,218	20,746
	518,324	(718,608)
	(264,363)	(1,156,982)
	-	(44,396)
	1,151,658	2,460,411
	887,295	1,259,033

The notes numbered 1 to 15 are an integral part of these condensed consolidated financial statements.

Notes to the condensed consolidated financial statements

1 Legal status and principal activities

Al Waha Capital PJSC (the "Company") is a public joint stock company with limited liability, formed in the Emirate of Abu Dhabi, United Arab Emirates, by Emiri Decree No. 10 dated 20 May 1997 and incorporated on 12 July 1997.

These condensed consolidated financial statements for the six month period ended 30 June 2016 comprise the results and financial position of the Company and its subsidiaries (collectively referred to as the "Group") and the Group's interest in associates and jointly controlled entities ("equity-accounted associates and joint ventures").

The Group invests in a wide range of sectors, including aviation leasing, financial services, capital markets, industrial real estate, infrastructure, healthcare, oil and gas and maritime services.

The Group's consolidated financial statements for the year ended 31 December 2015 are available on its website www.wahacapital.ae and also upon request at the Company's registered office at P.O. Box 28922, Etihad Towers, 42nd floor, Tower 3, Abu Dhabi, UAE.

2 Basis of preparation

These condensed consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. They do not include all the information required for full annual consolidated financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2015.

3 Significant accounting policies

The significant accounting policies, risk management principles, methods of computation and estimates applied by the Group in these condensed consolidated financial statements are the same as those applied by the Group in the preparation of the consolidated financial statements as at and for the year ended 31 December 2015.

The Group has also applied, for the first time, several new standards and amendments in 2016, as stated below:

New and revised IFRSs effective in 2016

- Annual Improvements to IFRSs 2012 - 2014 Cycle that include amendments to IFRS 5, IFRS 7, IAS 19 and IAS 34.
- Amendments to IAS 16 and IAS 38 to clarify the acceptable methods of depreciation and amortisation.
- Amendments to IFRS 11 to clarify accounting for acquisitions of Interests in Joint Operations.
- Amendments to IAS 16 and IAS 41 require biological assets that meet the definition of a bearer plant to be accounted for as property, plant and equipment in accordance with IAS 16.
- Amendments to IAS 27 allow an entity to account for investments in subsidiaries, joint ventures and associates either at cost, in accordance with IAS 39/IFRS 9 or using the equity method in an entity's separate financial statements.
- Amendments to IFRS 10, IFRS 12 and IAS 28 clarifying certain aspects of applying the consolidation exception for investment entities.
- Amendments to IAS 1 to address perceived impediments to preparers exercising their judgment in presenting their financial reports.

However, the adoptions of new standards and amendments of 2016 do not impact the condensed consolidated financial statements of the current or prior reporting periods of the Group.

Notes to the condensed consolidated financial statements (continued)

4 Fair values

a Fair values of financial assets and liabilities

The fair values of financial assets and liabilities, together with their carrying amount, are as follows:

	30 June 2016 (Unaudited) AED '000		31 December 2015 (Audited) AED '000	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial assets				
Financial assets at FVTOCI				
Unquoted fund	71,686	71,686	142,280	142,280
Derivatives designated and effective as hedging instruments carried at fair value				
Equity price collar	867,828	867,828	275,255	275,255
Financial assets at FVTPL				
Derivative assets	108,637	108,637	106,493	106,493
Listed fixed income securities	1,681,928	1,681,928	1,487,341	1,487,341
Listed equity securities	440,622	440,622	204,163	204,163
Other investment in equity securities	5,352	5,352	5,376	5,376
Financial assets at amortised cost				
Investments in finance leases	14,654	14,654	17,774	17,774
Loan investments	232,963	232,963	232,963	232,963
Trade and other receivables	227,948	227,948	261,245	261,245
Cash and cash equivalents	887,295	887,295	1,151,658	1,151,658
Financial liabilities				
Financial liabilities at amortised cost				
Borrowings	6,193,700	6,193,700	5,322,255	5,322,255
Trade and other liabilities - others	240,485	240,485	279,171	279,171
Financial liabilities at FVTPL				
Trade and other liabilities - derivative liabilities	53,570	53,570	50,542	50,542

b Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial assets and liabilities by valuation technique:

Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2: inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3: inputs are unobservable for the asset or liability.

Notes to the condensed consolidated financial statements (continued)

4 Fair values (continued)

b Fair value hierarchy (continued)

As at the end of the reporting period, the Group held the following financial assets and liabilities at fair value:

	30 June 2016 (Unaudited) AED '000	31 December 2015 (Audited) AED '000	Fair value hierarchy	Valuation technique
Financial assets at fair value through profit or loss				
a Listed equity securities	440,622	204,163	Level 1	Quoted bid prices in an active market.
b Other investment in equity securities	5,352	5,376	Level 2	Discounted cash flow of the underlying investments.
c Listed fixed income securities	1,681,928	1,487,341	Level 1	Quoted bid prices in an active market.
d Derivative assets	108,637	106,493	Level 2	Valuation is based on broker quotes which are tested for reasonableness by discounting estimated future cash flows based on the terms and maturity of each contract and using market interest rates for a similar instrument at the measurement date.
Financial assets at fair value through other comprehensive income				
a Unquoted fund	71,686	142,280	Level 3	Valuation is based on Net Asset Values (NAV) of the fund calculated by the fund manager.
Derivatives designated and effective as hedging instruments carried at fair value				
a Equity price collar	867,828	275,255	Level 2	Black-Scholes model with market observable inputs, mainly share price and market volatilities of the underlying shares.
Financial liabilities at fair value through profit or loss				
a Derivative liabilities	(53,570)	(50,542)	Level 2	Valuation is based on broker quotes which are tested for reasonableness by discounting estimated future cash flows based on the terms and maturity of each contract and using market interest rates for a similar instrument at the measurement date.

Notes to the condensed consolidated financial statements (continued)

4 Fair values (continued)

b Fair value hierarchy (continued)

	30 June 2016 (Unaudited) AED '000				31 December 2015 (Audited) AED '000			
	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
Financial assets								
Financial assets at FVTPL								
Listed equity securities	440,622	440,622	-	-	204,163	204,163	-	-
Other investment in equity securities	5,352	-	5,352	-	5,376	-	5,376	-
Listed fixed income securities	1,681,928	1,681,928	-	-	1,487,341	1,487,341	-	-
Derivative assets ¹	108,637	-	108,637	-	106,493	-	106,493	-
Financial assets at FVTOCI								
Unquoted fund	71,686	-	-	71,686	142,280	-	-	142,280
Derivatives designated and effective as hedging instruments carried at fair value								
Equity price collar	867,828	-	867,828	-	275,255	-	275,255	-
Total	3,176,053	2,122,550	981,817	71,686	2,220,908	1,691,504	387,124	142,280
Financial liabilities								
Financial liabilities at FVTPL								
Derivative liabilities ²	(53,570)	-	(53,570)	-	(50,542)	-	(50,542)	-
Total	(53,570)	-	(53,570)	-	(50,542)	-	(50,542)	-

¹ Derivative assets held by the Group have a notional value of AED 1,228,452 thousand (31 December 2015: AED 1,296,863 thousand).

² Derivative liabilities held by the Group have a notional value of AED 1,063,934 thousand (31 December 2015: AED 1,171,560 thousand).

There were no transfers between Level 1 and Level 2 during the period.

Notes to the condensed consolidated financial statements (continued)

4 Fair values (continued)

b Fair value hierarchy (continued)

Reconciliation of Level 3 fair value movements

	Six month period ended 30 June 2016 (Unaudited) AED `000	Year ended 31 December 2015 (Audited) AED `000
At 1 January	142,280	132,387
Capital reduction (note 6)	(76,983)	(1,187)
Total gains in other comprehensive income (note 6)	6,389	11,080
	71,686	142,280

5 Investments in equity-accounted associates and joint ventures

The movement of investments in equity-accounted associates and joint ventures is presented below:

	Six month period ended 30 June 2016 (Unaudited) AED `000	Year ended 31 December 2015 (Audited) AED `000
At 1 January	4,714,977	4,118,227
Acquisitions	526,277	17,980
Share of income, net	268,685	610,316
Share of equity reserves	(36)	861
Distributions received	(21,850)	(32,407)
	5,488,053	4,714,977

Investments in equity-accounted associates and joint ventures domiciled outside the UAE amount to AED 5,146,873 thousand (31 December 2015: AED 4,353,779 thousand).

The Group's investments with a carrying amount of AED 5,146,873 thousand (31 December 2015: AED 4,353,779 thousand) are collateralised against the Group's borrowings (note 9).

During the period, the Group concluded its open market program by acquiring an additional stake in AerCap for an amount of AED 519,137 thousand. In addition, following a share buyback program by AerCap during the period, the Group's beneficial ownership increased from 13.5% to 16.4%.

During the period, the Group made an additional acquisition of National Petroleum Services shares for cash consideration of AED 7,141 thousand. This increased the Group's beneficial ownership from 20.2% to 20.7%.

Notes to the condensed consolidated financial statements (continued)

6 Financial investments

	30 June 2016 (Unaudited) AED `000	31 December 2015 (Audited) AED `000
Financial assets at FVTOCI		
Unquoted fund ¹	71,686	142,280
Derivatives designated and effective as hedging instruments carried at fair value		
Equity price collar ²	867,828	275,255
Financial assets at fair value through profit or loss		
Derivative assets	108,637	106,493
Listed fixed income securities ³	1,681,928	1,487,341
Listed equity securities	440,622	204,163
Others investments	5,352	5,376
	3,176,053	2,220,908

Financial investments held outside the UAE amount to AED 2,787,164 thousand (31 December 2015: AED 1,853,511 thousand).

¹ During the period, the unquoted fund disposed of two investments, Alexandria International Container Terminals Company SAE and United Power Company SAOG. The Group's share of the sale consideration amounting to AED 76,983 thousand was accounted for as a capital reduction. Additionally the Group received a dividend of AED 4,858 thousand (note 12) (30 June 2015: AED 3,568 thousand) and recognised a fair value gain of AED 6,389 thousand (30 June 2015: AED 9,328 thousand). The fund is classified as level 3 in the fair value hierarchy and a 5% increase/decrease in the NAV, impacts the fair value by AED 3,584 thousand (note 4b).

² The Group carries equity price collars on approximately 14.3% stake in AerCap, representing an investment of AED 225,940 thousand, at floor and cap prices in the range of US\$ 37.11 – 42.39 and US\$ 51.54 – 61.23 per share respectively. The equity price collars have been designated as cash flow hedging instruments, hedging the cash proceeds on a highly probable future sale of the shares, and accounted for as at fair value through OCI. During the period, the Group recognised a gain of AED 592,573 thousand (30 June 2015: loss of AED 559,173 thousand) on cash flow hedges through other comprehensive income.

³ Listed fixed income securities totalling AED 1,621,266 thousand (31 December 2015: AED 1,474,730 thousand) are pledged as security against the Group's borrowings under repurchase agreements. The repurchase agreements are subject to a master netting agreement. During the period, an amount of AED 114,529 thousand of listed fixed income securities were acquired under repurchase agreements (note 9).

7 Trade and other receivables

	30 June 2016 (Unaudited) AED `000	31 December 2015 (Audited) AED `000
Trade receivables	149,279	175,292
Allowance for doubtful debts	(24,538)	(21,544)
Prepayments and advances	22,269	24,759
Accrued interest	64,548	62,673
Amounts set aside for prior years' dividends	38,600	39,420
Deposits under lien	35,000	35,000
Other receivables	29,607	33,077
	314,765	348,677

Notes to the condensed consolidated financial statements (continued)

8 Share capital and dividend

On 23 March 2016, the Company held its Annual General Meeting which, among other things, approved a 20% cash dividend amounting to AED 370,341 thousand representing AED 0.20 per share (24 March 2015: cash dividend of AED 568,136 thousand representing AED 0.30 per share).

Pursuant to the ongoing share buyback program, as of 30 June 2016, the Company had bought 97,480,622 shares at AED 250,642 thousand (31 December 2015: 89,008,340 shares at AED 233,168 thousand) and carried the same as treasury shares.

The basic and diluted earnings per share for the current period ended 30 June 2016 has been calculated using the weighted average number of shares outstanding during the period after considering the effect of treasury shares.

	Six month period ended 30 June 2016 (Unaudited)	Six month period ended 30 June 2015 (Unaudited)	Three month period ended 30 June 2016 (Unaudited)	Three month period ended 30 June 2015 (Unaudited)
Profit for the period attributable to owners of the Company (AED `000s)	305,855	349,030	130,010	166,857
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share (thousands)	1,851,400	1,898,586	1,849,794	1,887,606

9 Borrowings

The movement of borrowings is presented below:

	Six month period ended 30 June 2016 (Unaudited) AED `000	Year ended 31 December 2015 (Audited) AED `000
At 1 January	5,322,255	5,063,599
Loans drawn-down, net	868,127	558,014
Loan arrangement and prepaid interest costs, net of amortisations	17,423	42,931
Loans repaid	(14,105)	(342,289)
	6,193,700	5,322,255

The investments and assets pledged to lenders as security against the Group's secured borrowings are the Group's interests in equity accounted associates and joint ventures (note 5), investment property, and certain financial investments (note 6).

Loans drawn-down during the period include AED 114,529 thousand relating to repurchase liabilities against the Group's listed fixed income securities (note 6).

Loans drawn-down also includes an amount of AED 735,600 thousand of the Group's credit facility.

During the period, a Group member secured AED 426 million in a Murabaha-Ijara based financing for further development of its light industrial real estate project (note 14).

Notes to the condensed consolidated financial statements (continued)

10 Trade and other liabilities

	30 June 2016 (Unaudited) AED '000	31 December 2015 (Audited) AED '000
Trade payables	57,563	54,437
Interest accrued on borrowings	61,796	47,380
Derivative liabilities	53,570	50,542
End of service benefit provision	25,600	21,715
Dividends payable	41,313	42,133
Long term employee incentive	3,902	4,939
Other payables and accruals	79,813	135,221
	323,557	356,367

11 Revenue from sale of goods and services

	Six month period ended 30 June 2016 (Unaudited) AED '000			Three month period ended 30 June 2016 (Unaudited) AED '000		
	Revenue	Cost of sale	Gross profit	Revenue	Cost of Sale	Gross profit
Sales of services	159,007	(76,363)	82,644	80,545	(39,166)	41,379
Rental income	15,922	(1,189)	14,733	8,043	(796)	7,247
Sale of inventory	20	(20)	-	4	(4)	-
	174,949	(77,572)	97,377	88,592	(39,966)	48,626
	Six month period ended 30 June 2015 (Unaudited) AED '000			Three month period ended 30 June 2015 (Unaudited) AED '000		
	Revenue	Cost of sale	Gross profit	Revenue	Cost of Sale	Gross profit
Sales of services	119,994	(41,060)	78,934	71,232	(22,074)	49,158
Rental income	14,771	(529)	14,242	7,729	-	7,729
Sale of inventory	67	(67)	-	40	(40)	-
	134,832	(41,656)	93,176	79,001	(22,114)	56,887

Revenue and cost of sales of services are mainly attributable to the healthcare operations.
Rental income and direct cost of sales relate to the Group's investment property.

Notes to the condensed consolidated financial statements (continued)

12 Income from financial investments

	Six month period ended 30 June 2016 (Unaudited) AED '000	Six month period ended 30 June 2015 (Unaudited) AED '000 Restated*	Three month period ended 30 June 2016 (Unaudited) AED '000	Three month period ended 30 June 2015 (Unaudited) AED '000 Restated*
Financial assets at FVTOCI				
Unquoted fund - dividend income (note 6)	4,858	3,568	-	1,070
Financial assets at amortised cost				
Listed fixed income securities - interest income	-	2,539	-	970
Financial assets at fair value through profit or loss				
Derivative assets	426	523	192	234
Listed fixed income securities	61,553	30,253	31,230	20,687
Listed equity securities	56,489	51,759	23,794	34,609
Others ¹	40,826	54,067	5,149	6,989
	164,152	142,709	60,365	64,559

¹ Others include income from arranging, advising and administering capital financing on behalf of Waha Capital clients.

* Income from financial investments line item aligns the profit or loss derived from the Group's financial investments. It includes amounts previously presented under the "Income from capital markets" line item, as well as "Dividend income from investments at FVTOCI" and "Fair value gain on derivatives designated at FVTPL" previously presented under the "other income, net" line item.

Notes to the condensed consolidated financial statements (continued)

13 General and administrative expenses

	Six month period ended 30 June 2016 (Unaudited) AED '000			Three month period ended 30 June 2016 (Unaudited) AED '000		
	Company	Subsidiaries	Total	Company	Subsidiaries	Total
Staff costs	60,533	48,784	109,317	28,983	25,063	54,046
Legal and other professional expenses	4,551	2,816	7,367	2,159	1,562	3,721
Depreciation	868	3,655	4,523	383	1,974	2,357
Amortisation of intangible assets	558	5,323	5,881	272	2,422	2,694
Other	9,328	55,661	64,989	3,880	29,518	33,398
	75,838	116,239	192,077	35,677	60,539	96,216

	Six month period ended 30 June 2015 (Unaudited) AED '000			Three month period ended 30 June 2015 (Unaudited) AED '000		
	Company	Subsidiaries	Total	Company	Subsidiaries	Total
Staff costs	44,731	44,879	89,610	24,438	25,684	50,122
Legal and other professional expenses	5,165	2,220	7,385	2,095	479	2,574
Depreciation	1,593	2,426	4,019	816	1,338	2,154
Amortisation of intangible assets	19	6,145	6,164	10	4,922	4,932
Other	9,975	37,435	47,410	4,542	24,237	28,779
	61,483	93,105	154,588	31,901	56,660	88,561

14 Related parties

Significant transactions with related parties:

Key management personnel compensation

	Six month period ended 30 June 2016 (Unaudited) AED '000	Six month period ended 30 June 2015 (Unaudited) AED '000	Three month period ended 30 June 2016 (Unaudited) AED '000	Three month period ended 30 June 2015 (Unaudited) AED '000
Salary and benefits	4,799	4,907	1,804	2,115
End of service benefits	341	326	163	163
	5,140	5,233	1,967	2,278

The Group has appointed an entity associated with one of the Company's independent Directors, on arm's length terms, as contractor for the construction of Stage 2a of the Group's Al Markaz industrial development. The construction contract amounts to AED 158.8 million, for which the Group has secured a Murabaha Ijara based financing (note 9).

Significant balances with related parties:

Loan investments provided to an associate amounted to AED 12,283 thousand as at 30 June 2016 (31 December 2015: AED 12,283 thousand).

Notes to the condensed consolidated financial statements (continued)

15 Operating segments

During the first quarter of the current period, the Group realigned its operating segments following developments in key responsibilities of management and internal reporting. Following the realignment, the Principal Investments segment holds the Group's industrial real estate division and National Petroleum Services in addition to the Group's proprietary investments. The Asset Management – Private Equity segment holds the Group's healthcare investment, Anglo Arabian Healthcare. Comparative periods were restated accordingly.

The following table presents revenue and profit information for the Group's operating segments for the six month period ended 30 June 2016 and 2015, respectively:

AED '000	Asset Management				
	Principal Investments	Private Equity	Capital Markets	Corporate	Consolidated
Six month period ended 30 June 2016					
Revenue from sale of goods and services	15,942	159,007	-	-	174,949
Income from investment in equity-accounted investees, <i>net</i>	268,685	-	-	-	268,685
Income from financial investments	5,104	-	159,048	-	164,152
Profit / (loss) for the period	288,820	(28,257)	133,450	(91,529)	302,484
Other comprehensive income	598,926	-	-	-	598,926

Six month period ended
30 June 2015 (Restated)

Revenue from sale of goods and services	14,837	119,995	-	-	134,832
Income from investment in equity-accounted investees, <i>net</i>	300,066	-	-	-	300,066
Income from financial investments	3,957	-	138,752	-	142,709
Profit / (loss) for the period	304,544	(7,006)	122,036	(70,196)	349,378
Other comprehensive loss	(549,074)	-	-	-	(549,074)

Segment income reported above represents income generated from external customers. There was no inter-segment income during the period (2015: nil).

The following table presents assets and liabilities information for the Group's operating segments as at 30 June 2016 and 31 December 2015, respectively:

AED '000	Asset Management				
	Principal Investments	Private Equity	Capital Markets	Corporate	Consolidated
As at 30 June 2016					
Segment assets	7,218,309	385,300	2,877,454	564,321	11,045,384
Segment liabilities	27,892	99,220	1,644,962	4,745,183	6,517,257
As at 31 December 2015 (Restated)					
Segment assets	5,907,658	352,848	2,452,318	893,112	9,605,936
Segment liabilities	43,511	98,928	1,542,513	3,993,670	5,678,622