

الواحة كابيتال
WAHA CAPITAL



Q3 REPORT

Report and interim financial information for the
nine month period ended 30 September 2015

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

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 September 2015 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 nine 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
11 November 2015



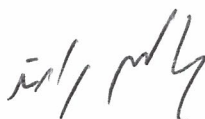
Condensed consolidated statement of financial position

	Note	As at 30 September 2015 (Unaudited) AED '000	As at 31 December 2014 (Audited) AED '000
ASSETS			
Furniture and equipment		26,425	13,692
Investment property		694,773	692,007
Goodwill and intangible assets	5	159,771	77,280
Investments in finance leases		19,281	23,600
Loan investments		232,963	244,221
Investments in equity-accounted associates and joint ventures	6	4,547,628	4,118,227
Financial investments	7	2,438,553	1,906,460
Inventories		7,052	6,232
Trade and other receivables	8	265,793	249,330
Cash and cash equivalents		1,270,930	2,460,411
Assets held for sale, net	16	79,097	-
Total assets		9,742,266	9,791,460
EQUITY AND LIABILITIES			
Equity			
Share capital	9	1,944,515	1,944,515
Treasury shares	9	(208,163)	(49,087)
Retained earnings		1,654,909	1,756,106
Reserves		704,043	728,822
Equity attributable to the owners of the Company		4,095,304	4,380,356
Non-controlling interests		49,558	28,112
Total equity		4,144,862	4,408,468
Liabilities			
Borrowings	10	5,244,514	5,063,599
Trade and other liabilities	11	352,890	319,393
Total liabilities		5,597,404	5,382,992
Total equity and liabilities		9,742,266	9,791,460

These condensed consolidated financial statements were authorised for issue by the Board of Directors on 11 November 2015 and signed on their behalf by:



Chairman



CEO & Managing Director



Chief Financial Officer

The notes numbered 1 to 17 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of profit or loss

Note	Nine month period ended 30 September 2015 (Unaudited) AED '000	Nine month period ended 30 September 2014 (Unaudited) AED '000	Three month period ended 30 September 2015 (Unaudited) AED '000	Three month period ended 30 September 2014 (Unaudited) AED '000	
Continuing operations					
Revenue from sale of goods and services	12	199,983	102,693	65,151	29,295
Cost of sale of goods and services	12	(55,903)	(28,194)	(14,247)	(9,264)
Gross profit		144,080	74,499	50,904	20,031
Income from equity-accounted associates and joint ventures, net	6	460,970	381,382	160,904	245,412
Gain on disposal of equity-accounted associates and joint ventures	6	-	1,326,901	-	-
Income from capital markets transactions	13	167,373	235,038	28,755	110,782
Other income / (expense), net		6,406	(126,312)	(922)	5,329
General and administrative expenses	14	(258,533)	(222,851)	(103,945)	(53,818)
Finance cost, net		(55,596)	(77,103)	(20,374)	(27,223)
Profit for the period		464,700	1,591,554	115,322	300,513
Profit / (loss) attributable to:					
Owners of the Company		466,939	1,590,530	117,909	301,216
Non-controlling interest		(2,239)	1,024	(2,587)	(703)
Profit for the period		464,700	1,591,554	115,322	300,513
Basic and diluted earnings per share from continuing operations attributable to the owners of the Company during the period (AED)					
	9	0.25	0.82	0.06	0.15

The notes numbered 1 to 17 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of profit or loss and other comprehensive income

	Nine month period ended 30 September 2015 (Unaudited) AED '000	Nine month period ended 30 September 2014 (Unaudited) AED '000	Three month period ended 30 September 2015 (Unaudited) AED '000	Three month period ended 30 September 2014 (Unaudited) AED '000
Profit for the period	464,700	1,591,554	115,322	300,513
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 4a)	(34,945)	201,158	524,228	201,158
Share of change in other reserves of equity-accounted associates and joint ventures	838	5,906	67	2,400
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	9,328	(4,426)	-	(5,108)
Total comprehensive income for the period	439,921	1,794,192	639,617	498,963
Total comprehensive income / (loss) attributable to:				
Owners of the Company	442,160	1,793,168	642,204	499,666
Non-controlling interests	(2,239)	1,024	(2,587)	(703)
Total comprehensive income for the period	439,921	1,794,192	639,617	498,963

The notes numbered 1 to 17 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of changes in equity

For the nine month period ended 30 September

	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 interest AED '000	Total equity AED '000
At 1 January 2014 (reported)	1,897,088	-	484,927	157,129	(3,169)	(3,828)	(5,736)	144,396	2,526,411	19,890	2,546,301
Assets held for sale (restated)	-	-	(51,089)	-	-	3,828	-	3,828	(47,261)	-	(47,261)
At 1 January 2014 (restated)	1,897,088	-	433,838	157,129	(3,169)	-	(5,736)	148,224	2,479,150	19,890	2,499,040
Profit for the period	-	-	1,590,530	-	-	-	-	-	1,590,530	1,024	1,591,554
Other comprehensive income	-	-	-	-	196,732	-	5,906	202,638	202,638	-	202,638
Total comprehensive income	-	-	1,590,530	-	196,732	-	5,906	202,638	1,793,168	1,024	1,794,192
Transactions with the owners of the Company, recognised directly in equity											
Cash dividend	-	-	(189,709)	-	-	-	-	-	(189,709)	-	(189,709)
Bonus shares issued	47,427	-	(47,427)	-	-	-	-	-	-	-	-
Movement in non-controlling interest	-	-	-	-	-	-	-	-	-	(939)	(939)
At 30 September 2014 (Unaudited)	1,944,515	-	1,787,232	157,129	193,563	-	170	350,862	4,082,609	19,975	4,102,584
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	-	-	466,939	-	-	-	-	-	466,939	(2,239)	464,700
Other comprehensive loss	-	-	-	-	9,328	(34,945)	838	(24,779)	(24,779)	-	(24,779)
Total comprehensive income	-	-	466,939	-	9,328	(34,945)	838	(24,779)	442,160	(2,239)	439,921
Transactions with the owners of the Company, recognised directly in equity											
Cash dividend (note 9)	-	-	(568,136)	-	-	-	-	-	(568,136)	-	(568,136)
Shares bought back (note 9)	-	(159,076)	-	-	-	-	-	-	(159,076)	-	(159,076)
Movement in non-controlling interest	-	-	-	-	-	-	-	-	-	23,685	23,685
At 30 September 2015 (Unaudited)	1,944,515	(208,163)	1,654,909	330,396	4,044	368,628	975	704,043	4,095,304	49,558	4,144,862

The notes numbered 1 to 17 are an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of cash flows

For the nine month period ended 30 September

	2015 (Unaudited) AED '000	2014 (Unaudited) AED '000
Cash flows from operating activities		
Profit for the period	464,700	1,591,554
Adjustments for:		
Depreciation	2,821	4,620
Finance cost	64,002	78,365
Gain on valuation of financial assets at fair value through profit or loss	(81,235)	(32,187)
Interest on bank deposits	(8,406)	(1,262)
Income from equity-accounted associates and joint ventures, net	(460,970)	(381,382)
Gain on disposal of equity-accounted associates and joint ventures, net	-	(1,326,901)
Interest income from investments in finance leases	(1,499)	(1,877)
Decrease in fair value of investment property	-	125,075
Distribution from equity-accounted associates and joint ventures	32,407	6,119
Amortisation of intangible assets	9,756	1,431
Provision for slow moving and obsolete inventories	-	5,603
Provision for doubtful debts	11,258	26,366
Changes in working capital:		
Change in inventories	(820)	(469)
Change in trade and other receivables	(51,963)	(38,482)
Change in trade and other liabilities	33,943	51,977
Net cash from operating activities	13,994	108,550
Cash flows from investing activities		
Acquisition of subsidiaries (net of cash)	(73,725)	-
Capital receipt from financial assets at FVTOCI	1,186	-
Purchase of an equity-accounted associate	-	(279,732)
Proceeds from disposal of equity-accounted associates and joint ventures	-	294,321
Proceeds from loan investments	-	25,238
Proceeds from finance leases	5,818	5,817
Purchase of exclusive rights	(18,522)	-
Proceeds from sale / settlement / dividend received on financial assets at fair value through profit or loss	80,763	33,396
Purchase of investments at fair value through profit or loss, net	(630,867)	(165,526)
Purchase of investments at amortised cost	-	(22,172)
Proceeds from sale / settlement of investments at amortised cost	69,904	(128,693)
Payments made for development of investment property	(2,766)	(2,841)
Purchase of furniture and equipment	(15,554)	(2,626)
Interest received	10,945	961
Net cash used in investing activities	(572,818)	(241,857)
Cash flows from financing activities		
Finance cost paid on borrowings	(30,842)	(190,684)
Loans repaid	(333,438)	(3,222)
Loans obtained	481,193	2,734,007
Shares bought back	(159,076)	-
Dividends paid	(568,136)	(189,709)
Net movement in non-controlling interest	23,685	(939)
Net cash (used in) / from financing activities	(586,614)	2,349,453
Net (decrease) / increase in cash and cash equivalents	(1,145,438)	2,216,146
Cash and cash equivalents reclassified as assets held for sale (note 16)	(44,043)	-
Cash and cash equivalents at 1 January	2,460,411	271,283
Cash and cash equivalents at 30 September	1,270,930	2,487,429

Non-cash transaction: Reclassification of financial instruments following change in business model of AED 91,348 thousand

The notes numbered 1 to 17 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 P.J.S.C. (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 nine month period ended 30 September 2015 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 2014 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 2014.

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 2014.

The Group has also applied, for the first time, several new standards and amendments in 2015, as stated below:

New and revised IFRSs effective in 2015

- Annual Improvements to IFRSs 2010 - 2012 Cycle that includes amendments to IFRS 2, IFRS 3, IFRS 8, IFRS 13, IAS 16, IAS 38 and IAS 24.
- Annual Improvements to IFRSs 2011 - 2013 Cycle that includes amendments to IFRS 1, IFRS 3, IFRS 13 and IAS 40.
- Amendments to IAS 19 Employee Benefits clarify the requirements that relate to how contributions from employees or third parties that are linked to service should be attributed to periods of service.

However, the adoptions of new standards and amendments of 2015 do not impact the 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 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)

a 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 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000	Fair value hierarchy	Valuation technique
Financial assets at fair value through profit or loss				
a Listed equity securities	189,529	228,575	Level 1	Quoted bid prices in an active market.
b Other investment in equity securities	6,035	6,035	Level 2	Discounted cash flow of the underlying investments.
c Listed fixed income securities	1,402,145	652,930	Level 1	Quoted bid prices in an active market.
d Derivative assets	105,747	93,229	Level 2	The 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	140,529	132,387	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	594,568	629,513	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	(59,816)	(69,860)	Level 2	The 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)

a Fair value hierarchy (continued)

	30 September 2015 (Unaudited) AED '000				31 December 2014 (Audited) AED '000			
	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
Financial assets								
Financial assets at FVTPL								
Investment in equity securities	189,529	189,529	-	-	228,575	228,575	-	-
Other investment in equity securities	6,035	-	6,035	-	6,035	-	6,035	-
Investment in fixed income securities	1,402,145	1,402,145	-	-	652,930	652,930	-	-
Derivative assets	105,747	-	105,747	-	93,229	-	93,229	-
Financial assets at FVTOCI								
Unquoted fund	140,529	-	-	140,529	132,387	-	-	132,387
Derivatives designated and effective as hedging instruments carried at fair value								
Equity price collar	594,568	-	594,568	-	629,513	-	629,513	-
Total	2,438,553	1,591,674	706,350	140,529	1,742,669	881,505	728,777	132,387
Financial liabilities								
Financial liabilities at FVTPL								
Derivative liabilities	(59,816)	-	(59,816)	-	(69,860)	-	(69,860)	-
Total	(59,816)	-	(59,816)	-	(69,860)	-	(69,860)	-

Derivative assets held by the Group have a notional value of AED 1,315,253 thousand (31 December 2014: AED 1,422,650 thousand).

Derivative liabilities held by the Group have a notional value of AED 1,229,085 thousand (31 December 2014: AED 1,386,573 thousand).

Notes to the condensed consolidated financial statements (continued)

4 Fair values (continued)

a Fair value hierarchy (continued)

Reconciliation of Level 3 fair value movements

	Nine month period ended 30 September 2015 (Unaudited) AED '000	Year ended 31 December 2014 (Audited) AED '000
At 1 January	132,387	135,639
Capital reduction	(1,186)	(1,137)
Total gains / (losses) in other comprehensive income	9,328	(2,115)
	140,529	132,387

b Fair values of financial assets and liabilities

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

	30 September 2015 (Unaudited) AED '000		31 December 2014 (Audited) AED '000	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial assets				
Financial assets at FVTOCI				
Unquoted fund	140,529	140,529	132,387	132,387
Derivatives designated and effective as hedging instruments carried at fair value				
Equity price collar	594,568	594,568	629,513	629,513
Financial assets at FVTPL				
Derivative assets	105,747	105,747	93,229	93,229
Listed fixed income securities	1,402,145	1,402,145	652,930	652,930
Listed equity securities	189,529	189,529	228,575	228,575
Other investments	6,035	6,035	6,035	6,035
Financial assets at amortised cost				
Listed fixed income securities	-	-	163,791	164,953
Investments in finance leases	19,281	19,281	23,600	23,600
Loan investments	232,963	232,963	244,221	244,221
Trade and other receivables	228,849	228,849	249,330	249,330
Cash and cash equivalents	1,270,930	1,270,930	2,460,411	2,460,411
Financial liabilities				
Financial liabilities at amortised cost				
Borrowings	5,244,514	5,244,514	5,063,599	5,063,599
Trade and other liabilities - others	272,190	272,190	249,533	249,533
Financial liabilities at FVTPL				
Trade and other liabilities - derivative liabilities	59,816	59,816	69,860	69,860

Notes to the condensed consolidated financial statements (continued)

5 Goodwill and intangible assets

On 12 February 2015, the Group acquired a 70% stake in the share capital of an additional healthcare entity in the UAE, Health Bay Polyclinic. The initial accounting for the acquisition has only been provisionally determined at the end of the reporting period. As at the date of finalisation of these condensed consolidated financial statements, the allocation of purchase price had not been finalised and therefore the goodwill arising on acquisition is based on the Group's preliminary estimates.

The revenue included in the condensed consolidated statement of profit or loss since acquisition of Health Bay Polyclinic to 30 September 2015 was AED 39,748 thousand. Health Bay Polyclinic also contributed a loss of AED (160) thousand. Had Health Bay Polyclinic been consolidated from 1 January 2015, the revenue of the Group from continuing operations would have been AED 208,009 thousand, and the profit for the period from continuing operations would have been AED 467,436 thousand.

	(Unaudited) AED '000
Total consideration	59,500
Less: Group's share of total identifiable net assets	(9,466)
Goodwill attributable to the Group	50,034

On 24 March 2015, the Group acquired exclusive rights from Oasis Hospital, Al Ain, to manage and operate its Oasis Laboratory for a period of 25 years for a total consideration of AED 28,160 thousand. The laboratory is engaged in providing point of care testing and laboratory service.

The Group carries options to buy out the equity ownership of the non-controlling interest holders in its partially owned subsidiaries within Anglo Arabian Healthcare group, for a fixed predetermined valuation multiple. The value of these options at 30 September 2015 is insignificant.

6 Investments in equity-accounted associates and joint ventures

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

	Nine month period ended 30 September 2015 (Unaudited) AED '000	Year ended 31 December 2014 (Audited) AED '000
At 1 January	4,118,227	2,667,864
Acquisitions	-	279,732
Disposals	-	(662,799)
Share of income, net	460,970	527,047
Deemed disposal gain on AerCap Holdings N.V.	-	1,306,629
Share of equity reserves	838	5,873
Distributions received	(32,407)	(6,119)
	4,547,628	4,118,227

Investments in equity-accounted associates and joint ventures domiciled outside UAE amount to AED 4,203,077 thousand (31 December 2014: AED 3,770,105 thousand).

The Group's investments with a carrying amount of AED 4,203,077 thousand (31 December 2014: AED 3,764,284 thousand) are collateralised against the Group's borrowings (note 10).

Following a share buyback program by AerCap, Waha Capital's beneficial ownership has increased from 12.6% to 13.6%.

Notes to the condensed consolidated financial statements (continued)

7 Financial investments

	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000
Financial assets at FVTOCI		
Unquoted fund	140,529	132,387
Derivatives designated and effective as hedging instruments carried at fair value		
Equity price collar	594,568	629,513
Financial assets at amortised cost		
Listed fixed income securities	-	163,791
Financial assets at fair value through profit or loss		
Derivative assets	105,747	93,229
Listed fixed income securities	1,402,145	652,930
Listed equity securities	189,529	228,575
Others investments	6,035	6,035
	2,438,553	1,906,460

Listed fixed income securities totalling AED 1,379,801 thousand (31 December 2014: AED 816,721 thousand) are pledged as security against the Group's borrowings under repurchase agreements (note 10). The repurchase agreements are subject to a master netting agreement.

Financial investments held outside the UAE amount to AED 1,590,083 thousand (31 December 2014: AED 1,534,794 thousand).

8 Trade and other receivables

	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000
Trade receivables	100,554	77,613
Allowance for doubtful debts	(19,337)	(22,192)
Prepayments and advances	36,944	13,394
Accrued interest	60,123	56,482
Amounts set aside for prior year dividends	40,562	23,762
Deposits under lien	35,000	70,000
Other receivables	11,947	30,271
	265,793	249,330

Notes to the condensed consolidated financial statements (continued)

9 Share capital and dividend

On 24 March 2015, the Company held its Annual General Meeting which, among other things, approved a 30% cash dividend amounting to AED 568,136 thousand representing AED 0.30 per share (20 March 2014: cash dividend of AED 189,709 thousand representing AED 0.10 per share).

On 17 September 2014, the Company's Board of Directors approved the implementation of a share buy-back programme for up to 10% of the outstanding shares of the Company. The Securities & Commodities Authority (SCA) approved the programme on 20 October 2014, which subsequently ended on 18 October 2015. As of 30 September 2015, the Company had bought 77,391,429 shares at AED 208,163 thousand (31 December 2014: 18,075,075 shares at AED 49,087 thousand) and carried the same as treasury shares.

The basic and diluted earnings per share for the current period ended 30 September 2015 has been calculated using the weighted average number of shares outstanding during the period after considering the effect of treasury shares.

	Nine month period ended 30 September 2015 (Unaudited) AED '000	Nine month period ended 30 September 2014 (Unaudited) AED '000	Three month period ended 30 September 2015 (Unaudited) AED '000	Three month period ended 30 September 2014 (Unaudited) AED '000
Profit for the period attributable to owners of the Company	466,939	1,590,530	117,909	301,216
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	1,891,309	1,944,515	1,876,994	1,944,515

10 Borrowings

The movement of borrowings is presented below:

	Nine month period ended 30 September 2015 (Unaudited) AED '000	Year ended 31 December 2014 (Audited) AED '000
At 1 January	5,063,599	2,379,768
Loans drawn-down	481,193	8,112,472
Loan arrangement and prepaid interest costs, net of amortisations	33,160	(115,609)
Loans repaid	(333,438)	(9,267,018)
Funding against collared assets	-	3,953,986
	5,244,514	5,063,599

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 6), investment property, and certain financial investments (note 7).

Notes to the condensed consolidated financial statements (continued)

11 Trade and other liabilities

	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000
Trade payables	51,289	24,512
Interest accrued on borrowings	45,239	41,163
Derivative liabilities	59,816	69,860
End of service benefit provision	20,884	18,236
Dividends payable	43,276	26,671
Other payables and accruals	132,386	138,951
	352,890	319,393

12 Revenue from sale of goods and services

	Nine month period ended 30 September 2015 (Unaudited) AED '000			Three month period ended 30 September 2015 (Unaudited) AED '000		
	Revenue	Cost of Sale	Gross Profit	Revenue	Cost of Sale	Gross Profit
Sales of services	178,120	(55,808)	122,312	58,126	(14,219)	43,907
Rental income *	21,768	-	21,768	6,997	-	6,997
Sale of inventory	95	(95)	-	28	(28)	-
	199,983	(55,903)	144,080	65,151	(14,247)	50,904
	Nine month period ended 30 September 2014 (Unaudited) AED '000			Three month period ended 30 September 2014 (Unaudited) AED '000		
	Revenue	Cost of Sale	Gross Profit	Revenue	Cost of Sale	Gross Profit
Sales of services	91,637	(27,709)	63,928	24,623	(9,143)	15,480
Rental income *	10,571	-	10,571	4,551	-	4,551
Sale of inventory	485	(485)	-	121	(121)	-
	102,693	(28,194)	74,499	29,295	(9,264)	20,031

Revenue and cost of sales of services are mainly attributable to the healthcare operations.

* Costs directly attributable to rental income from the investment properties amounted to AED 7,830 thousand (30 September 2014: AED 6,692 thousand) and are included in the general and administrative expenses.

Notes to the condensed consolidated financial statements (continued)

13 Income from capital markets transactions

The Group's capital markets business comprises private transactions and investments in the public capital markets. The Group has arranged debt capital financing on behalf of its clients for the acquisition of high value items, such as vessels and aircraft. The Group earns income from arranging, advising on and administering such transactions.

Private transactions may include a range of investments into financial instruments usually secured by an underlying asset. The financial instruments typically include secured debt, mezzanine debt, junior debt, structured debt and selected options and derivatives. Public capital market securities may include financial instruments such as bonds, sukuks, convertibles, equities, hybrids, IPOs and pre-IPOs.

The income from private capital market transactions is predominantly event-driven; therefore, such income does not accrue on a time-proportionate basis but is recognised entirely as and when it becomes due to the Group.

14 General and administrative expenses

	Nine month period ended 30 September 2015 (Unaudited) AED '000			Three month period ended 30 September 2015 (Unaudited) AED '000		
	Company	Subsidiaries	Total	Company	Subsidiaries	Total
Staff costs	78,670	65,103	143,773	33,939	20,224	54,163
Legal and other professional expenses	6,316	3,727	10,043	1,151	1,507	2,658
Depreciation	2,530	291	2,821	918	65	983
Amortisation of intangible assets	-	9,756	9,756	-	1,411	1,411
Other	17,224	74,916	92,140	7,249	37,481	44,730
	104,740	153,793	258,533	43,257	60,688	103,945
	Nine month period ended 30 September 2014 (Unaudited) AED '000			Three month period ended 30 September 2014 (Unaudited) AED '000		
	Company	Subsidiaries	Total	Company	Subsidiaries	Total
Staff costs	108,639	44,910	153,549	14,270	14,847	29,117
Legal and other professional expenses	16,610	3,686	20,296	8,983	1,472	10,455
Depreciation	2,300	2,384	4,684	753	794	1,547
Amortisation of intangible assets	-	1,367	1,367	-	456	456
Other	17,372	25,583	42,955	4,745	7,498	12,243
	144,921	77,930	222,851	28,751	25,067	53,818

Notes to the condensed consolidated financial statements (continued)

15 Related parties

Significant transactions with related parties:

Key management personnel compensation	Nine month period ended 30 September 2015 (Unaudited) AED '000	Nine month period ended 30 September 2014 (Unaudited) AED '000	Three month period ended 30 September 2015 (Unaudited) AED '000	Three month period ended 30 September 2015 (Unaudited) AED '000
Salary and benefits	7,022	7,308	2,115	2,221
End of service benefits	504	629	178	315
	7,526	7,937	2,293	2,536

Significant balances with related parties:

Loan investments provided to an associate amounted to AED 12,283 thousand as at 30 September 2015 (31 December 2014: AED 23,541 thousand). Management carried out a reassessment of the recoverable value of its loan investment in the associate and consequently an amount of AED 11,258 thousand was recognised as impairment of the loan investment.

16 Asset classified as held for sale, net

The Group plans to dispose of its investment in Siraj Finance and anticipates that the disposal will be completed in the next 12 months. This asset was classified as held for sale on 14 April 2015.

The major classes of assets of Siraj Finance at the end of the reporting period are as follows:

	30 September 2015 (Unaudited) AED '000
Cash and cash equivalents	44,043
Trade receivables, net	35,054
Assets classified as held for sale, net	79,097

Notes to the condensed consolidated financial statements (continued)

17 Operating segments

The following table presents revenue and profit information for the Group's operating segments for the nine month period ended 30 September 2015 and 2014, respectively:

**Nine month period ended 30 September
(Unaudited)
AED '000**

	Principal Investments		Capital Markets		Industrial Real Estate		Corporate		Consolidated	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Revenue from sale of goods and services	178,215	92,122	-	-	21,768	10,571	-	-	199,983	102,693
Income from equity-accounted associates and joint ventures, net	463,834	381,382	-	-	-	-	-	-	463,834	381,382
Income from capital markets transactions	-	-	167,373	235,038	-	-	-	-	167,373	235,038
Profit for the period	425,753	1,671,677	141,583	216,758	15,643	(120,886)	(118,279)	(175,995)	464,700	1,591,554
Other comprehensive (loss) / income	(24,779)	202,638	-	-	-	-	-	-	(24,779)	202,638

Segment income reported above represents income generated from external customers. There was no inter-segment income during the period (2014: nil).

The following table presents assets and liabilities information for the Group's operating segments as at 30 September 2015 and 31 December 2014, respectively:

	Principal Investments		Capital Markets		Industrial Real Estate		Corporate		Consolidated	
	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000	30 September 2015 (Unaudited) AED '000	31 December 2014 (Audited) AED '000
Total assets	5,705,536	5,165,293	2,333,760	1,718,878	730,403	708,061	972,567	2,199,228	9,742,266	9,791,460
Total liabilities	110,176	83,738	1,478,088	1,008,665	19,355	18,596	3,989,785	4,271,993	5,597,404	5,382,992