

Sharjah Cement and Industrial Development Company (PSC)

INTERIM CONDENSED FINANCIAL STATEMENTS

30 JUNE 2015 (UNAUDITED)

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF SHARJAH CEMENT AND INDUSTRIAL DEVELOPMENT COMPANY (PSC)

Introduction


We have reviewed the accompanying interim condensed financial statements of Sharjah Cement and Industrial Development Company (PSC) (the “Company”) as at 30 June 2015, comprising the interim statement of financial position as at 30 June 2015 and the related interim statements of income and comprehensive income for the three-month and six-month periods then ended and the related interim statements of cash flows and changes in equity for the six-month period then ended and explanatory information. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on these interim condensed financial statements 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 condensed financial statements are not prepared, in all material respects, in accordance with IAS 34.



Signed by
Ashraf Abu Sharkh
Partner
Registration No. 690

26 July 2015

Sharjah, United Arab Emirates

REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF SHARJAH CEMENT AND INDUSTRIAL DEVELOPMENT COMPANY (PSC)

Introduction

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Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34.



Signed by
Ashraf Abu Sharkh
Partner
Registration No. 690

26 July 2015

Sharjah, United Arab Emirates

Sharjah Cement and Industrial Development Company (PSC)

INTERIM STATEMENT OF INCOME

For the six months ended 30 June 2015 (Unaudited)

	<i>Notes</i>	<i>Three months ended 30 June</i>		<i>Six months ended 30 June</i>	
		<i>2015 AED'000</i>	<i>2014 AED'000</i>	<i>2015 AED'000</i>	<i>2014 AED'000</i>
Sales		161,947	206,911	322,871	383,157
Cost of sales		(145,544)	(194,455)	(290,589)	(362,096)
GROSS PROFIT		16,403	12,456	32,282	21,061
General and administration expenses		(3,987)	(3,851)	(7,775)	(7,227)
Selling and distribution costs		(1,215)	(1,232)	(2,321)	(2,303)
Investment income	3	12,851	18,481	14,411	25,768
Miscellaneous income, net		548	328	1,812	1,923
Finance costs		(3,205)	(3,955)	(5,786)	(7,864)
PROFIT FOR THE PERIOD		21,395	22,227	32,623	31,358
Basic and diluted earnings per share (AED)	4	0.039	0.040	0.059	0.057

The attached explanatory notes 1 to 14 form part of the interim condensed financial statements.

Sharjah Cement and Industrial Development Company (PSC)

INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2015 (Unaudited)

	Note	Three months ended 30 June		Six months ended 30 June	
		2015 AED'000	2014 AED'000	2015 AED'000	2014 AED'000
Profit for the period		21,395	22,227	32,623	31,358
Other comprehensive income					
<i>Other comprehensive income that could be reclassified to profit or loss in subsequent periods:</i>					
Net (decrease)/ increase in fair value of available for sale investments	10	11,514	(45,804)	(408)	24,816
Net realised gain on disposal of available for sale investments transferred to income statement		(3,485)	(11,039)	(3,485)	(11,867)
Reversal of loss on sale of available for sale investments		(2,806)	-	(2,806)	(4,921)
Other comprehensive income for the period		5,223	(56,843)	(6,699)	8,028
Total comprehensive income for the period		26,618	(34,616)	25,924	39,386

The attached explanatory notes 1 to 14 form part of the interim condensed financial statements.

Sharjah Cement and Industrial Development Company (PSC)

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2015 (Unaudited)

		(Audited)	
	Notes	30 June 2015 AED'000	31 December 2014 AED'000
		30 June 2015 AED'000	30 June 2014 AED'000
ASSETS			
Non-current assets			
Property, plant and equipment		869,963	855,974
Investment properties	5	115,095	110,733
Investment in associate	6	42,125	42,125
Available for sale investments	5	325,004	336,111
		1,352,187	1,344,943
Current assets			
Inventories		242,731	277,848
Accounts receivable and prepayments		238,841	196,692
Trading securities	5	10,371	15,665
Bank balances and cash	7	92,559	54,009
		584,502	544,214
TOTAL ASSETS		1,936,689	1,889,157
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		552,958	552,958
Statutory reserve	8	334,091	334,091
General reserve	9	226,373	226,373
Retained earnings		198,695	166,072
Cumulative changes in fair value	10	98,645	105,344
Proposed cash dividend	14	-	55,296
Total equity		1,410,762	1,440,134
Non-current liabilities			
Term loan		167,650	143,762
Employees' end of service benefits		26,785	25,214
		194,435	168,976
Current liabilities			
Accounts payable and accruals		115,413	133,566
Payable against construction of property, plant and equipment		8,431	6,341
Bank overdrafts	7	178	149
Current portion of term loan		85,925	65,713
Short term loans		115,027	74,278
Dividends payable		6,518	-
		331,492	280,047
Total liabilities		525,927	449,023
TOTAL EQUITY AND LIABILITIES		1,936,689	1,889,157

Approved by Board of Directors on 26 July 2015


P. J. Batavia
Chief Executive

The attached explanatory notes 1 to 14 form part of the interim condensed financial statements.

Sharjah Cement and Industrial Development Company (PSC)

INTERIM STATEMENT OF CASH FLOWS

For the six months ended 30 June 2015 (Unaudited)

		30 June	
		2015	2014
		AED'000	AED'000
	Notes		
OPERATING ACTIVITIES			
Profit for the period		32,623	31,358
Adjustments for:			
Depreciation on property, plant and equipment		24,475	21,495
Depreciation on investment properties		989	989
Provision for employees' end of service benefits		2,376	1,532
Profit on sale of property, plant and equipment		(433)	(423)
Net loss/ (gain) on sale of trading securities	3	72	(224)
Net gain on sale of available for sale investments	3	(3,485)	(11,867)
Provision for impairment of available for sale investments	5	5,000	-
Changes in fair values of trading securities	3	468	(802)
Dividend and other investment income	3	(11,466)	(12,875)
Interest expense		5,786	7,864
		<u>56,405</u>	<u>37,047</u>
Working capital changes:			
Inventories		35,117	46,402
Receivables		(42,149)	(48,143)
Payables		(20,657)	(7,214)
		<u>28,716</u>	<u>28,092</u>
Cash from operations		28,716	28,092
Employees' end of service benefits paid		(805)	(225)
		<u>27,911</u>	<u>27,867</u>
INVESTING ACTIVITIES			
Net movement in trading securities		4,754	(1,150)
Purchase of property, plant and equipment		(38,464)	(44,933)
Payable against construction of property, plant and equipment		2,090	(763)
Dividend and other investment income	3	11,466	12,875
Purchase of investment properties		(5,351)	-
Purchase of available for sale investments	5	(16,304)	(32,240)
Proceeds from disposal of available for sale investments	5	19,197	41,595
Proceeds from sale of property, plant and equipment		433	423
		<u>(22,179)</u>	<u>(24,193)</u>
FINANCING ACTIVITIES			
Proceeds from term loans		58,800	124,950
Proceeds from short term loans		145,063	102,388
Term loan repaid		(14,700)	-
Short term loans repaid		(104,314)	(156,064)
Dividends paid		(48,778)	(37,407)
Interest paid		(3,282)	(3,898)
		<u>32,789</u>	<u>29,969</u>
INCREASE IN CASH AND CASH EQUIVALENTS		38,521	33,643
Cash and cash equivalents at 1 January		53,860	31,673
CASH AND CASH EQUIVALENTS AT 30 JUNE	7	92,381	65,316

The attached explanatory notes 1 to 14 form part of the interim condensed financial statements.

Sharjah Cement and Industrial Development Company (PSC)

INTERIM STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2015 (Unaudited)

	Share capital AED '000	Statutory reserve AED '000	General reserve AED '000	Retained earnings AED '000	Cumulative changes in fair value AED '000	Proposed cash dividend AED '000	Total AED '000
At 1 January 2015	552,958	334,091	226,373	166,072	105,344	55,296	1,440,134
Profit for the period	-	-	-	32,623	-	-	32,623
Other comprehensive income for the period	-	-	-	-	(6,699)	-	(6,699)
Total comprehensive income for the period	-	-	-	32,623	(6,699)	-	25,924
Dividends payable transferred to current liabilities (Note 14)	-	-	-	-	-	(55,296)	(55,296)
At 30 June 2015	552,958	334,091	226,373	198,695	98,645	-	1,410,762

The attached explanatory notes 1 to 14 form part of the interim condensed financial statements.

Sharjah Cement and Industrial Development Company (PSC)

INTERIM STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2015 (Unaudited)

	Share capital AED '000	Statutory reserve AED '000	General reserve AED '000	Retained earnings AED '000	Cumulative changes in fair value AED '000	Proposed cash dividend AED '000	Total AED '000
At 1 January 2014	552,958	334,091	226,373	171,652	116,218	27,648	1,428,940
Profit for the period	-	-	-	31,358	-	-	31,358
Other comprehensive income for the period	-	-	-	-	8,028	-	8,028
Total comprehensive income for the period	-	-	-	31,358	8,028	-	39,386
Dividends payable transferred to current liabilities (Note 14)	-	-	-	(13,824)	-	(27,648)	(41,472)
Reversal of directors' fees *	-	-	-	1,351	-	-	1,351
At 30 June 2014	552,958	334,091	226,373	190,537	124,246	-	1,428,205

*Due to a revision in the rate of dividends payable, there was a revision in the directors' fees. Accordingly the excess amount was reversed.

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

1 ACTIVITIES

Sharjah Cement and Industrial Development Company (PSC) (the "Company") was incorporated in Sharjah, United Arab Emirates in 1977 under an Emiri Decree issued by H.H. The Ruler of Sharjah and has since been registered under the Commercial Companies Law No. 8 of 1984 (as amended) as a public shareholding company. It is engaged in the manufacture and supply of cement, paper sacks and plastic ropes. The Company invests its surplus funds in investment securities, private equities and properties.

The Company operates from Sharjah, UAE and sells its products in the UAE and certain other countries in the Middle East, Africa and Asia. The Company's registered office is at P O Box 2083 Sharjah, UAE. The shares of the Company are traded on the Abu Dhabi Securities Market and the Kuwait Stock Exchange.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The interim condensed financial statements of the Company are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2014 except for the adoption of the new and amended IFRS and IFRIC interpretations which became effective as of 1 January 2015. The adoption of these standards and interpretations did not have an impact on the financial position or performance of the Company during the period.

Interim reporting

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Company's annual financial statements as of 31 December 2014.

3 INVESTMENT INCOME

	<u>Three months ended 30 June</u>		<u>Six months ended 30 June</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
	<u>AED'000</u>	<u>AED'000</u>	<u>AED'000</u>	<u>AED'000</u>
Realised gains				
Net gain on sale of available for sale securities	3,485	11,039	3,485	11,867
Net (loss)/ gain on sale of trading securities	(27)	179	(72)	224
	<u>3,458</u>	<u>11,218</u>	<u>3,413</u>	<u>12,091</u>
Fair value (losses)/ gains				
Changes in fair value of trading securities	(405)	827	(468)	802
Other investment income				
Rental income from investment properties, net of depreciation	768	840	1,569	1,466
Dividend income - available for sale investments	7,017	5,268	10,790	10,675
Interest income	218	85	517	498
Profit/ (loss) on derivatives	1,803	-	(1,454)	-
(Loss)/ profit on funds	(8)	243	44	236
	<u>9,798</u>	<u>6,436</u>	<u>11,466</u>	<u>12,875</u>
	<u>12,851</u>	<u>18,481</u>	<u>14,411</u>	<u>25,768</u>

4 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share are computed by dividing the net profit for the period by the weighted average number of shares outstanding during the period of 552,958 thousand shares.

The Company has not issued any instruments which would have an impact on earnings per share when exercised.

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

5 INVESTMENTS (continued)

Movements in the available for sale investments were as follows:

	<i>Six months ended 30 June 2015 AED'000</i>	<i>Year ended 31 December 2014 AED'000</i>	<i>Six months ended 30 June 2014 AED'000</i>
At 1 January	336,111	358,907	358,907
Purchased during the period/year	16,304	66,061	32,240
Changes in fair value	(408)	28,407	24,816
Disposed during the period/year	(19,197)	(108,028)	(41,595)
Reversal of loss on sale of available for sale investments	(2,806)	(9,236)	(4,921)
Provision for impairment of available for sale investments	(5,000)	-	-
At the end of the period/year	<u>325,004</u>	<u>336,111</u>	<u>369,447</u>

6 INVESTMENT IN ASSOCIATE

	<i>30 June 2015 AED'000</i>	<i>31 December 2014 AED'000</i>	<i>30 June 2014 AED'000</i>
Investment in associate	<u>42,125</u>	<u>42,125</u>	<u>36,322</u>

The investment in associate represents a 34.48% (2014: 34.48%) holding in Auto Line Industrial Parks Limited, which is registered in India. The investment in Auto Line Industrial Parks Limited is treated as an investment in an associate as the Company does not have the power to govern the financial and operating policies of the investee company.

7 CASH AND CASH EQUIVALENTS

	<i>30 June 2015 AED'000</i>	<i>31 December 2014 AED'000</i>	<i>30 June 2014 AED'000</i>
Bank balances and cash	92,559	54,009	67,786
Bank overdrafts	(178)	(149)	(2,470)
	<u>92,381</u>	<u>53,860</u>	<u>65,316</u>

Bank balances and cash include deposits amounting to AED 11,711 thousand (31 December 2014: AED 4,056 thousand) placed with foreign banks abroad.

8 STATUTORY RESERVE

As required by the UAE Commercial Companies Law and the Company's Articles of Association, at least 10% of the profit for the year is to be transferred to statutory reserve. Such transfers may be discontinued when the reserve totals 50% of the issued share capital. No transfer has been made during the six months period to 30 June 2015, as this will be based on the results for the year. The reserve is not available for distribution, except in the circumstances stipulated by the law.

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

9 GENERAL RESERVE

No transfer has been made to the general reserve during the six months period to 30 June 2015, as this will be based on the results for the year.

10 CUMULATIVE CHANGES IN FAIR VALUE

	<i>30 June 2015 AED'000</i>	<i>31 December 2014 AED'000</i>	<i>30 June 2014 AED'000</i>
<i>Available for sale securities</i>			
At 1 January	105,344	116,218	116,218
Net (decrease)/ increase in fair value during the period/year	(408)	28,407	24,816
Less: realised gains during the period/year	(3,485)	(30,045)	(11,867)
Reversal of loss on sale of available for sale investments	(2,806)	(9,236)	(4,921)
At the end of the period/year	<u>98,645</u>	<u>105,344</u>	<u>124,246</u>

11 SEGMENT INFORMATION

Primary segment information

For management purposes, the Company is organised into two major operating segments as follows:

- Manufacturing segment comprises cement, paper sacks and ropes products.
- Investment segment comprises investment and cash management for the Company's own account.

Manufacturing segment is organised into three operating business units as follows:

- Cement division is engaged in the manufacture and supply of cement.
- Paper sacks division is engaged in the manufacture and supply of paper sacks.
- Ropes division is engaged in the manufacture and supply of plastic ropes.

Investment segment is organised into two business units as follows:

- Investment and letting out of properties, mainly in the UAE and Kuwait.
- Investment in public and private equities & funds, mainly in the GCC and Asia.

The above segments are the basis on which the management monitors the operating results of these segments for the purpose of making decisions about resource allocation and performance assessment. Transactions between segments are conducted at estimated market rates on an arm's length basis and eliminated on consolidation.

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

11 SEGMENT INFORMATION (continued)

Segmental information is presented below:

30 June 2015	Investment AED'000	Cement factory AED'000	Papersack factory AED'000	Gulf Rope & Plastic Products AED'000	Inter-segment elimination AED'000	Total AED'000
Manufacturing						
Sales	-	275,694	16,088	33,874	(2,785)	322,871
Cost of sales	-	(243,306)	(12,780)	(34,655)	152	(290,589)
Gross profit	-	32,388	3,308	(781)	(2,633)	32,282
Miscellaneous income	-	1,643	103	28	(114)	1,660
Expenses	-	(2,285)	(1,896)	(1,382)	1,282	(4,281)
Net segment results	-	31,746	1,515	(2,135)	(1,465)	29,661
Investment						
Income from investment in private and public equities and funds	13,779	-	-	-	-	13,779
(Loss) on Derivatives	(1,454)	-	-	-	-	(1,454)
Interest income	1,834	16	5	-	(1,338)	517
	14,159	16	5	-	(1,338)	12,842
Income from investment Properties	2,558	-	-	-	-	2,558
Depreciation	(989)	-	-	-	-	(989)
	1,569	-	-	-	-	1,569
Net segment results	15,728	16	5	-	(1,338)	14,411
Finance costs	(4,670)	(1,077)	(1,361)	(16)	1,338	(5,786)
Unallocated income and expenses-Head office	(7,124)	-	-	-	1,465	(5,659)
Unrealized profit on stock	-	-	-	-	(4)	(4)
Profit (loss) for the period	3,934	30,685	159	(2,151)	(4)	32,623

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

11 SEGMENT INFORMATION (continued)

30 June 2014	Investment AED'000	Cement factory AED'000	Papersack factory AED'000	Gulf Rope & Plastic Products AED'000	Inter-segment elimination AED'000	Total AED'000
<i>Manufacturing</i>						
Sales	-	330,809	24,913	30,400	(2,965)	383,157
Cost of sales	-	(312,419)	(19,210)	(29,977)	(490)	(362,096)
Gross profit	-	18,390	5,703	423	(3,455)	21,061
Miscellaneous income	-	1,641	5	26	(195)	1,477
Expenses	-	(2,517)	(2,160)	(1,108)	1,433	(4,352)
Net segment results	-	17,514	3,548	(659)	(2,217)	18,186
<i>Investment</i>						
Income from investment in private and public equities and funds	23,804	-	-	-	-	23,804
Interest income	3,027	17	2	-	(2,548)	498
	26,831	17	2	-	(2,548)	24,302
Income from investment Properties	2,455	-	-	-	-	2,455
Depreciation	(989)	-	-	-	-	(989)
	1,466	-	-	-	-	1,466
Net segment results	28,297	17	2	-	(2,548)	25,768
<i>Finance costs</i>	(6,612)	(1,089)	(2,599)	(112)	2,548	(7,864)
<i>Unallocated income and expenses-Head office</i>	(6,956)	-	-	-	2,224	(4,732)
Profit (loss) for the period	14,729	16,442	951	(771)	7	31,358

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

11 SEGMENT INFORMATION (continued)

Other segment information

Segmental information in respect of assets and liabilities relating to the Company's operating segments is as follows:

30 June 2015

	Manufacturing					Total AED'000	Investment AED'000	Total AED'000
	Cement Factory AED'000	Paper sack factory AED'000	Gulf Rope & Plastic products AED'000	Unallocated Assets & Liabilities- Head Office AED'000	Total AED'000			
Segment assets	1,188,652	69,919	114,795	53,225	1,373,366	510,098	1,936,689	
Segment liabilities	101,996	5,638	13,716	404,577	121,350	-	525,927	
Depreciation	22,020	106	2,159	190	24,285	989	25,464	
Capital expenditure	32,347	5,582	223	312	38,152	-	38,464	

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

11 SEGMENT INFORMATION (continued)

Other segment information (continued)

30 June 2014

	Manufacturing						Total AED '000	Investment AED '000	Total AED '000
	Cement Factory AED '000	Paper sack factory AED '000	Gulf Rope & Plastic products AED '000	Total AED '000	Unallocated Assets & Liabilities- Head Office AED '000	Total AED '000			
Segment assets	1,179,651	62,928	111,084	1,353,663	47,715	1,401,378	549,654	1,951,032	
Segment liabilities	126,200	4,618	14,018	144,836	377,991	522,827	-	522,827	
Depreciation	20,120	103	1,067	21,290	205	21,495	989	22,484	
Capital expenditure	33,355	317	1,732	35,404	9,529	44,933	-	44,933	

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2015 (Unaudited)

11 SEGMENT INFORMATION (continued)

Geographical information

The following table presents revenue and investment income information regarding geographic segments for the periods ended 30 June 2015 and 30 June 2014.

30 June 2015

	Domestic				International				Grand Total AED'000		
	Cement Factory AED'000	Paper sack factory AED'000	Gulf Rope & Plastic products AED'000	Investment AED'000	Total AED'000	Cement Factory AED'000	Paper sack factory AED'000	Gulf Rope & Plastic products AED'000		Investment AED'000	Total AED'000
Revenue	220,210	3,402	19,245	-	242,857	55,484	9,901	14,629	-	80,014	322,871
Investment income	-	-	-	14,784	14,784	-	-	-	(373)	(373)	14,411
Assets	1,165,433	67,002	111,741	375,376	1,719,552	23,219	2,917	3,054	187,947	217,137	1,936,689
Liabilities	100,850	4,129	5,567	278,261	388,807	1,146	1,509	8,149	126,316	137,120	525,927
Capital expenditure	32,347	5,582	223	312	38,464	-	-	-	-	-	38,464

Sharjah Cement and Industrial Development Company (PSC)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
As at 30 June 2015 (Unaudited)

11 SEGMENT INFORMATION (continued)

Geographical information (continued)

30 June 2014

	Domestic				International				Grand Total AED '000		
	Cement Factory AED '000	Paper sack factory AED '000	Gulf Rope & Plastic products AED '000	Investment AED '000	Total AED '000	Cement Factory AED '000	Paper sack factory AED '000	Gulf Rope & Plastic products AED '000		Investment AED '000	Total AED '000
Revenue	273,049	3,256	17,150	-	293,455	57,760	18,692	13,250	-	89,702	383,157
Investment income	-	-	-	23,206	23,206	-	-	-	2,562	2,562	25,768
Assets	1,158,906	56,358	105,941	395,021	1,716,226	20,745	6,570	5,143	202,348	234,806	1,951,032
Liabilities	123,646	4,138	5,588	265,091	398,463	2,554	480	8,430	112,900	124,364	522,827
Capital expenditure	33,355	317	1,732	9,529	44,933	-	-	-	-	-	44,933

Property, plant and equipment and investment properties are located in the United Arab Emirates. Investment in associate is classified as International.

12 SEASONALITY OF RESULTS

Investment income (note 3) depends on market conditions, investment activities of the Company and declaration of profits by investee companies, which are of a seasonal nature. Furthermore, sales are affected by construction activities in the region as well as the economic climate and meteorological conditions. Accordingly, results for the period ended 30 June 2015 are not comparable to those relating to the comparative period, and are not indicative of the results that might be expected for the year ending 31 December 2015.

13 CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

Commitment

Estimated capital expenditure commitment at the statement of financial position date amounted to AED 28.93 million (31 December 2014: AED 25.67 million).

The Company also has commitments for AED 9.59 million (31 December 2014: AED 10.17 million) on account of investments made in securities and funds. The Company has to pay as and when calls are made by the fund's managers/investee companies.

Operating lease commitments - Company as lessor

The Company has entered into various operating lease agreements for investment properties. As at the period end, the future lease minimum payments of AED 2.4 million (31 December 2014: AED 1.6 million) are due within one year from the statement of financial position date under these operating leases.

Operating lease commitments - Company as lessee

The Company has entered into an operating lease agreement with the Government of Fujairah for a period of 10 years to extract limestone from a Quarry in the Emirate. The lease rentals are proportional to the quantity of limestone to be extracted from the Quarry.

Contingent liability

At 30 June 2015, the Company had contingent liabilities in respect of bank guarantees relating to performance bonds, from which it is anticipated that no material liabilities will arise, amounting to AED 4.4 million (31 December 2014: AED 4.4 million).

14 DIVIDENDS

The Board of Directors had proposed a cash dividend amounting to AED 55,296 thousand at AED 0.10 per share of AED 1 each. No scrip dividend was proposed. Subsequently, the shareholders, at the annual general meeting held on 4 April 2015, approved a cash dividend amounting to AED 55,296 thousand at AED 0.10 per share of AED 1 each.