

Abu Dhabi Aviation

Review report and condensed consolidated
interim financial statements

30 September 2017

Principal business address:

P. O. Box: 2723
Abu Dhabi
United Arab Emirates

Abu Dhabi Aviation

Condensed consolidated interim financial statements

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Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Statements

To the Shareholders of Abu Dhabi Aviation

Introduction

We have reviewed the accompanying 30 September 2017 condensed consolidated interim financial statements of Abu Dhabi Aviation (the "Company") and its subsidiaries (together referred to as the "Group"), which comprises:

- the condensed consolidated interim statement of financial position as at 30 September 2017;
- the condensed consolidated interim statement of profit or loss for the three-month and nine-month periods ended 30 September 2017;
- the condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2017;
- the condensed consolidated interim statement of changes in equity for the nine-month period ended 30 September 2017;
- the condensed consolidated interim statement of cash flows for the nine-month period ended 30 September 2017; and
- notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial statements 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 30 September 2017 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34 *Interim Financial Reporting*.

KPMG Lower Gulf Limited

Fawzi AbuRass
Registration No. 968
Abu Dhabi, United Arab Emirates
Date: 30 OCT 2017

Abu Dhabi Aviation

Condensed consolidated interim statement of financial position as at

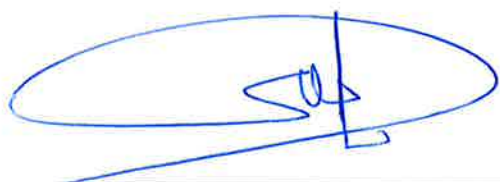
		30 September	31 December
		2017	2016
		(Unaudited)	(Audited)
	<i>Note</i>	AED'000	AED'000
Assets			
Non-current assets			
Property and equipment	4	2,841,513	2,908,794
Investment properties	5	354,738	161,252
Investments	6	-	-
Investment in joint ventures	7	43,223	41,015
Total non-current assets		3,239,474	3,111,061
Current assets			
Inventories		434,788	432,105
Trade receivables	8	457,841	507,202
Prepayments and other current assets		199,505	240,727
Cash and bank balances	9	345,299	417,583
Assets held for sale	10	72,883	94,125
Total current assets		1,510,316	1,691,742
Total assets		4,749,790	4,802,803
Equity			
Share capital	11	444,787	444,787
Share premium		112,320	112,320
Reserves		1,604,067	1,593,381
Retained earnings		530,592	416,978
Equity attributable to owners of the Company		2,691,766	2,567,466
Non-controlling interest		260,937	228,591
Total equity		2,952,703	2,796,057
Liabilities			
Non-current liabilities			
Provision for employees' end of service benefits		140,585	133,831
Non-current portion of term loans	12	824,327	815,008
Non-current portion of finance lease liabilities		115,121	116,269
Non-current portion of Deferred income		357,977	397,202
Amount due to a related party		-	5,429
Total non-current liabilities		1,438,010	1,467,739

...continued

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Condensed consolidated interim statement of financial position *(continued)*
as at

		30 September	31 December
		2017	2016
		(Unaudited)	(Audited)
	<i>Note</i>	AED'000	AED'000
Current liabilities			
Trade and other payables		80,905	94,056
Accrued expenses and other current liabilities		151,867	191,618
Current portion of term loans	12	72,101	145,979
Current portion of finance lease liabilities		1,148	1,063
Current portion of deferred income		52,297	52,297
Bank overdrafts	9	759	53,994
Total current liabilities		359,077	539,007
Total liabilities		1,797,087	2,006,746
Total equity and liabilities		4,749,790	4,802,803



Nader Ahmed Mohammed Al Hammadi
Chairman



Sheikh Ahmed Al Dhaheri
Vice Chairman



Ashraf Fahmy
Chief Financial Officer

The notes set out on pages 10 to 18 form an integral part of these condensed consolidated interim financial statements.

The independent auditors' report on review of these condensed consolidated interim financial statements is set out on pages 1 and 2.

Abu Dhabi Aviation

Condensed consolidated interim statement of profit or loss (Unaudited) for the period ended

	Note	Three months ended 30 September		Nine months ended 30 September	
		2017 AED'000	2016 AED'000	2017 AED'000	2016 AED'000
Revenue		423,860	466,957	1,204,828	1,374,650
Direct operating costs		(298,193)	(317,519)	(909,310)	(1,007,750)
Gross profit		125,667	149,438	295,518	366,900
General and administrative expenses	13	(31,560)	(70,527)	(119,320)	(165,755)
Income from investment property		5,486	1,386	8,246	4,238
Property rental expense		(610)	(343)	(1,561)	(1,648)
Gain / (loss) on disposal of property and equipment, net		79	(196)	(1,242)	(916)
Insurance Claims		15,288	-	15,288	-
Amortisation of deferred income		13,075	12,904	39,225	38,709
Share of profit / (loss) of a joint venture		281	(248)	1,416	526
Finance income		188	204	873	538
Finance costs		(10,534)	(6,523)	(29,135)	(19,227)
Other (expense) / income		(2,718)	1,274	12,266	5,053
Profit for the period		114,642	87,369	221,574	228,418
Profit for the period attributable to:					
Owners of the Company		98,436	63,180	189,228	202,067
Non-controlling interests		17,042	24,189	32,346	26,351
		115,478	87,369	221,574	228,418
Basic and diluted earnings per share (AED) 14		0.22	0.14	0.43	0.45

The notes set out on pages 10 to 18 form an integral part of these condensed consolidated interim financial statements.

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Abu Dhabi Aviation

Condensed consolidated interim statement of profit or loss and other comprehensive income (Unaudited)
for the period ended

	Note	Three months ended 30 September		Nine months ended 30 September	
		2017 AED'000	2016 AED'000	2017 AED'000	2016 AED'000
Profit for the period		115,478	87,369	221,574	228,418
Other comprehensive income					
Items that will not be reclassified to profit or loss:					
Loss on sale of investments at fair value through other comprehensive income		-	-	-	(46)
Items that are or may be reclassified subsequently to profit or loss					
Exchange difference arising on the translation of investment property	5	4,274	(3,640)	10,686	(17,160)
Other comprehensive income / (loss) for the period		4,274	(3,640)	10,686	(17,206)
Total comprehensive income for the period		119,752	83,729	232,260	211,212
Total comprehensive income attributable to:					
Owners of the Company		102,710	59,540	199,914	184,861
Non-controlling interests		17,042	24,189	32,346	26,351
		119,752	83,729	232,260	211,212

The notes set out on pages 10 to 18 form an integral part of these condensed consolidated interim financial statements.

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Condensed consolidated interim statement of changes in equity for the period ended

	Share capital AED'000	Share premium AED'000	Reserves AED'000	Retained earnings AED'000	Equity attributable to owners of the Company AED'000	Non- controlling interests AED'000	Total AED'000
Balance at 1 January 2016 (Audited)	444,787	112,320	1,521,531	329,807	2,408,445	206,802	2,615,247
Profit for the period	-	-	-	202,067	202,067	26,351	228,418
Other comprehensive loss for the period	-	-	(17,206)	-	(17,206)	-	(17,206)
Total comprehensive income	-	-	(17,206)	202,067	184,861	26,351	211,212
Dividends (note 15)	-	-	-	(75,614)	(75,614)	-	(75,614)
Transfer of reserve to retained earnings	-	-	430	(430)	-	-	-
Balance at 30 September 2016 (Unaudited)	444,787	112,320	1,504,755	455,830	2,517,692	233,153	2,750,845
Balance at 1 January 2017 (Audited)	444,787	112,320	1,593,381	416,978	2,567,466	228,591	2,796,057
Profit for the period	-	-	-	189,228	189,228	32,346	221,574
Other comprehensive income for the period	-	-	10,686	-	10,686	-	10,686
Total comprehensive income	-	-	10,686	189,228	199,914	32,346	232,260
Dividends (note 15)	-	-	-	(75,614)	(75,614)	-	(75,614)
Transfer of reserve to retained earnings	-	-	-	-	-	-	-
Balance at 30 September 2017 (Unaudited)	444,787	112,320	1,604,067	530,592	2,691,766	260,937	2,952,703

The notes set out on pages 10 to 18 form an integral part of these condensed consolidated interim financial statements.

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Condensed consolidated interim statement of cash flows (Unaudited) for the period ended

	Nine months ended 30 September	
	2017	2016
	AED'000	AED'000
Cash flows from operating activities		
Profit for the period	221,574	228,418
<i>Adjustments for:</i>		
- Depreciation	4 133,146	125,497
- Net change in provisions against trade receivables	(16,443)	21,037
- Impairment for obsolete and slow moving inventories	-	(1,125)
- Provision for employees' end of service benefits	15,883	16,157
- Amortisation of deferred income	(39,225)	(38,709)
- Gain / (loss) on sale of investment	-	46
- Loss on disposal of property and equipment	1,242	916
- Insurance claims	(15,288)	-
- Share of profit of a joint venture	(1,416)	(526)
- Impairment loss of goodwill	836	-
- Finance costs	29,135	19,227
- Finance income	(873)	(538)
	328,571	370,400
<i>Changes in:</i>		
- Inventories	(2,683)	(34,551)
- Trade receivables	65,804	13,968
- Prepayments and other current assets	41,222	(85,500)
- Trade and other payables	(13,151)	19,557
- Accrued expenses and other current liabilities	(41,500)	(38,581)
Cash generated from operating activities	378,263	245,293
Employees' end of service benefits paid	(9,129)	(18,185)
Net cash generated from operating activities	369,134	227,108

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Consolidated statement of cash flows (Unaudited) *(continued)* for the period ended

		Nine months ended 30 September	
		2017	2016
		AED'000	AED'000
	<i>Note</i>		
Cash flows from investing activities			
Acquisition of property and equipment	4	(98,563)	(199,000)
Purchase of investment properties	5	(182,800)	-
Payments for investment in a joint ventures		-	(77)
Proceeds from disposal of property and equipment	4	31,456	3
Insurance claims received		15,288	-
Proceeds from disposal of assets held for sale	10	21,315	-
Proceeds from disposal of investments	6	-	15,847
Finance income received		873	538
Investment in deposits with maturities over three months - net	9	18,375	(240,875)
Net cash used in investing activities		(194,056)	(423,564)
Cash flows from financing activities			
Proceeds from term loans		-	86,199
Repayment of term loans		(64,820)	(127,976)
Decrease in due to a related party		(5,429)	(4,581)
Payments for finance lease liabilities		(1,063)	(961)
Dividends paid	15	(75,614)	(75,614)
Finance cost paid		(28,826)	(19,273)
Net cash used in financing activities		(175,752)	(142,206)
Net decrease in cash and cash equivalents		(674)	(338,662)
Cash and cash equivalents at 1 January		121,628	356,033
Cash and cash equivalents at 30 September	9	120,954	17,371

The notes set out on pages 10 to 18 form an integral part of these condensed consolidated interim financial statements.

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Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements

1 Legal status and principal activities

Abu Dhabi Aviation (the “Company”) is a national shareholding company incorporated in Abu Dhabi, United Arab Emirates by the Decrees and Laws No. (3), No. (10), No. (8), No. (9) and No. (11) of the years 1982, 1985, 1999, 2003 and 2004, respectively. The Company’s shares are listed on the Abu Dhabi Securities Exchange.

The Company and its subsidiaries (together referred to as the “Group”) have been established to own and operate helicopters and fixed wing aircraft both within and outside the United Arab Emirates and to undertake charter, commercial, air cargo and other related services. The Company has its registered office at P.O. Box 2723, Abu Dhabi, United Arab Emirates.

2 Basis of preparation

(a) *Statement of compliance*

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*, and should be read in conjunction with the Group’s last annual consolidated financial statements as at and for the year ended 31 December 2016. They do not include all of the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last financial statements.

UAE Federal Law No. (2) of 2015 being the Commercial Companies Law (“UAE Companies Law of 2015”) was issued on 1 April 2015 to come into force on 1 July 2015 repealing the old UAE Federal Law No. (8) of 1984 (as amended). Companies are mandated to comply with the UAE Companies Law of 2015 by 30 June 2017.

(b) *Basis of measurement*

These condensed consolidated interim financial statements have been prepared on the historical cost basis, except for investments and investment properties, which are carried at fair value.

(c) *Functional and presentation currency*

These condensed consolidated interim financial statements are presented in United Arab Emirates Dirhams (“AED”), which is the Group’s functional and presentational currency. All values are rounded to the nearest AED thousands, except when otherwise indicated.

(d) *Use of estimates and judgments*

The preparation of condensed consolidated interim financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. Information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in these condensed consolidated interim financial statements are described in note 4 of the consolidated financial statements of the Group as at and for the year ended 31 December 2016.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements

3 Significant accounting policies

The accounting policies applied by the Group in the presentation of these condensed consolidated interim financial statements are consistent with those applied by the Group in its audited financial statements as at and for the year ended 31 December 2016, except for the adoption of new standards and interpretations effective as of 1 January 2017.

The adoption of the new and amended standards and interpretations did not have any material impact on the financial position or performance of the Group during the period.

The condensed consolidated interim financial statements incorporate the financial position and performance of the Company and its subsidiaries as disclosed below.

Name of subsidiary	Ownership interest		Country of incorporation	Principal activity
	30 September 2017	31 December 2016		
Maximus Air L.L.C.	100%	100%	U.A.E.	Air cargo
Royal Jet L.L.C.	50%	50%	U.A.E.	Commercial air and transportation services
Herbal Hill Gardens Limited	100%	100%	Gibraltar	Investment property ownership
ADA Real Estate Management and General Maintenance L.L.C.	100%	100%	U.A.E.	Real estate and facilities
Maximus Airlines L.L.C.	100%	100%	Ukraine	Air cargo services
ADA International Real Estate L.L.C.	100%	-	U.A.E.	Real estate lease and management services
Abu Dhabi Aviation Training Centre L.L.C.	100%	-	U.A.E.	Aviation training
ADA Millennium Consulting L.L.C.*	100%	51%	U.A.E.	Advisory and implementation consultancy services to aviation, manufacturing, hospitality, oil and gas and private equity sectors

* During the period, the Group acquired additional 49% ownership interest in ADA Millennium Consulting L.L.C (previously a joint venture) and consolidated the entity in these condensed consolidated interim financial statements.

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2017, and have not been applied in preparing these condensed consolidated interim financial statements except for early adoption of IFRS 9 by the Group in 2009. Adoption of these new standards, amendments to standards and interpretations, except IFRS 15 'Revenue from Contracts with Customers', may not have any material impact on the condensed consolidated interim financial statements of the Group in the period of initial application.

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Notes to the condensed consolidated interim financial statements

4 Property and equipment

During the period ended 30 September 2017, the Group incurred AED 98.6 million (31 December 2016: AED 243.7 million) on the acquisition of property and equipment. Depreciation of property and equipment during this period amounted to AED 133.1 million (31 December 2016: AED 166.4 million).

During the period ended 30 September 2017, the Group disposed of certain assets with a carrying amount of AED 32.7 million (31 December 2016: AED 1.1 million) for total proceeds of AED 46.7 million (31 December 2016: AED 62 million) including insurance claims received. Property and equipment is primarily operated from the Group's base in the United Arab Emirates.

5 Investment properties

Investment properties represent investment in a property of Royal Jet L.L.C. located in Khalifa City, Abu Dhabi, a property of the Group located in London, United Kingdom. and a property of ADA International Real Estate LLC located at Rawdhat area, Abu Dhabi. Property in London is registered in the name of Herbal Hill Gardens Limited, a company incorporated in Gibraltar for the purpose of owning the investment property and wholly owned by the Group.

	30 September 2017 (Unaudited) AED'000	31 December 2016 (Audited) AED'000
Balance at 1 January	161,252	181,940
Purchase of investment property	182,800	-
Increase in fair value – London property	-	3,232
Net foreign currency exchange difference	10,686	(23,920)
	<u>354,738</u>	<u>161,252</u>

The fair value of the investment properties other than those purchased during the period were arrived at on the basis of a valuation carried out on 31 December 2016, by independent valuers not connected with the Group. The valuers are members of a professional valuers' association, with appropriate qualifications and recent experience in the valuation of properties at the relevant locations. Management believes that there is no significant change in fair value of investment properties as at 30 September 2017.

The fair value was derived using the market comparable approach based on recent market prices without any significant adjustments being made to the market observable data. As at 30 September 2017, all of the Group's investment properties were grouped in Level 2 of fair value hierarchy (31 December 2016: Level 2).

6 Investments

	30 September 2017 (Unaudited) AED'000	31 December 2016 (Audited) AED'000
Balance at 1 January	-	15,893
Disposal of investments	-	(15,847)
Decrease in fair value / loss on sale	-	(46)
	<u>-</u>	<u>-</u>

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements

7 Investment in a joint ventures

The Group has a 70% equity shareholding with equal voting power in AgustaWestland Aviation Services L.L.C., a joint venture established in the Emirate of Abu Dhabi, United Arab Emirates as a limited liability company. AgustaWestland Aviation Services L.L.C. is engaged to undertake repairs, overhaul, customisation, modification and upgrading of helicopters; and sale of helicopter spare parts and accessories. The Group's share of the results, assets and liabilities as at 30 September 2017 have been accounted for using the equity method.

8 Trade receivables

	30 September 2017 (Unaudited) AED'000	31 December 2016 (Audited) AED'000
Trade receivables (net of provisions)	375,959	463,526
Due from related parties	81,882	43,676
	<u>457,841</u>	<u>507,202</u>

9 Cash and bank balances

Cash and cash equivalents included in the condensed consolidated interim statement of cash flows comprise the following condensed consolidated interim statement of financial position amounts:

	30 September 2017 (Unaudited) AED'000	31 December 2016 (Audited) AED'000
Short-term deposits	222,500	240,875
Bank current accounts	119,779	173,676
Cash in hand	3,020	3,032
Cash and bank balances in the condensed consolidated interim statement of financial position	<u>345,299</u>	<u>417,583</u>
Less: margin deposit	(1,086)	(1,086)
Less: bank overdrafts used for cash management purposes	(759)	(53,994)
Less: deposit with maturities over three months	<u>(222,500)</u>	<u>(240,875)</u>
Cash and cash equivalents in the condensed consolidated interim statement of cash flows	<u>120,954</u>	<u>121,628</u>

Cash and cash equivalents include an amount of AED 13.5 million (31 December 2016: AED 11 million) held in foreign banks abroad and the remaining balance is held within the UAE.

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Notes to the condensed consolidated interim financial statements

10 Assets held for sale

As at 31 December 2016, management was committed to sell four aircrafts and these aircrafts had been accordingly presented as held for sale. During the period ended 31 March 2017, the Group has disposed of two aircrafts having carrying amount of AED 21.3 million and the remaining two aircrafts have been presented as assets held for sale as at 30 September 2017.

11 Share capital

	30 September 2017 (Unaudited) AED'000	31 December 2016 (Audited) AED'000
Issued and fully paid:		
444,787,000 shares of AED 1 each	444,787	444,787

12 Term loans

Borrowings and repayments made against facilities of the Group are in accordance with the terms disclosed in the consolidated financial statements for the year ended 31 December 2016 except for a change in repayment terms of a loan obtained from a local bank with a total facility of AED 1.3 billion to finance the acquisition of new aircraft and related assets. As per the revised terms, the Group will have to pay one bullet payment on or before 30 June 2019.

13 General and administrative expenses

	Three months ended 30 September		Nine months ended 30 September	
	2017 (Unaudited) AED'000	2016 (Unaudited) AED'000	2017 (Unaudited) AED'000	2016 (Unaudited) AED'000
Staff costs	24,839	33,172	80,006	90,159
Depreciation	4,735	3,527	11,301	10,549
Licensing and professional fees	1,537	2,183	3,856	5,534
(Reversal) / impairment losses recognised on trade receivables (13(a))	(11,080)	18,401	(16,443)	21,128
Directors' fees	2,490	1,615	6,150	6,101
Others (13(b))	9,039	11,629	34,450	32,284
	31,560	70,527	119,320	165,755

13(a) During the period, Group has recovered amounts relating to prior period provisions amounting to AED relating 11 million and reversed provisions amounting to AED 5.4 million.

13(b) During the period, Group has made certain reversals in respect of provisions relating to insurance expense amounting to AED 4.1 million.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements

14 Basic and diluted earnings per share

Earnings per share amounts are calculated by dividing the profit for the period attributable to shareholders of the Company by the weighted average number of shares outstanding during the period.

The following reflects the income and share data used in the earnings per share computations:

	Three months ended 30 September		Nine months ended 30 September	
	2017 (Unaudited) AED'000	2016 (Unaudited) AED'000	2017 (Unaudited) AED'000	2016 (Unaudited) AED'000
Profit attributable to owners of the Company	98,436	63,180	189,228	202,067
Weighted average number of shares in issue	444,787	444,787	444,787	444,787
Earnings per share (AED)	0.22	0.14	0.43	0.45

The Group does not have potentially dilutive shares and accordingly, diluted earnings per share is equal to basic earnings per share.

15 Dividends

Cash dividends of AED 0.17 per ordinary share (17% of par value) amounting to AED 75.6 million (31 December 2016: AED 75.6 million) were approved by the shareholders at the annual general meeting held on 7 March 2017.

16 Financial instruments – risk management and fair values

The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2016.

The carrying value of financial assets and liabilities of the Group approximates its fair value.

17 Contingent liabilities

As at 30 September 2017, the Group had outstanding contingent liabilities in respect of letters of guarantee amounting to AED 109.9 million (31 December 2016: AED 137.4 million).

18 Commitments

Capital commitments

As at 30 September 2017, the Group had estimated commitments for the acquisition of property and equipment of AED 101.4 million (31 December 2016: AED 59.2 million).

Operating commitments

The Group is committed to pay annual maintenance fees of AED 0.75 million over the lease term of the related residential complex and AED 1.5 million which is due in less than one year.

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Notes to the condensed consolidated interim financial statements

18 Commitments (continued)

	30 September 2017 (Unaudited) AED'000	31 December 2016 (Audited) AED'000
Due in less than one year	2,276	2,276
Later than one but not later than five years	3,000	3,000
Later than five years	13,500	14,250
	<u>18,776</u>	<u>19,526</u>

19 Segment information

Information regarding the Group's operating segments is set out below in accordance with IFRS 8 *Operating Segments*. IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

For operating purposes, the Group is organised into four major business segments:

- (i) Helicopter and fixed wing operations, which provides charter flights and third party maintenance;
- (ii) Commercial aircraft operations, which provides commercial air transportation and aircraft management;
- (iii) Air cargo, which provides air cargo services to local and international customers using its fleet of aircrafts and chartered aircraft; and
- (iv) Investments, which involves the management of the Group's investment portfolio.

These segments are the basis on which the Group reports its primary segment information. Transactions between segments are conducted at rates determined by management taking into consideration the cost of funds.

Information regarding these segments is presented below:

	Helicopter and fixed wing operations AED'000	Commercial aircraft operations AED'000	Air cargo AED'000	Investments AED'000	Eliminations AED'000	Group AED'000
30 September 2017 (Unaudited)						
Revenue	498,013	428,434	289,758	-	(11,377)	1,204,828
Profit for the period	94,611	64,692	55,586	6,685	-	221,574
30 September 2016 (Unaudited)						
Revenue	609,893	369,598	400,807	-	(5,648)	1,374,650
Profit for the period	95,614	52,702	77,512	2,590	-	228,418

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements

19 Segment information (continued)

The segment assets and liabilities were as follows:

	Helicopter and fixed wing operations AED'000	Commercial aircraft operations AED'000	Air cargo AED'000	Investments AED'000	Eliminations AED'000	Group AED'000
30 September 2017 (Unaudited)						
Assets	3,182,442	1,537,611	661,900	375,626	(1,007,789)	4,749,790
Liabilities	952,257	1,057,683	50,045	7,614	(270,512)	1,797,087
31 December 2016 (Audited)						
Assets	3,009,069	1,587,182	609,769	161,252	(564,469)	4,802,803
Liabilities	801,779	1,171,946	53,136	-	(20,115)	2,006,746

The Group operates primarily from its base in the United Arab Emirates and accordingly no further geographical analysis of revenues, profit, fair value gains, assets and liabilities is given.

20 Related parties

The Group, in the ordinary course of business, enters into transactions, at agreed terms and conditions, with related parties. Related parties comprise of the Group's shareholders, directors, senior management and businesses controlled by them and their families or over which they exercise significant management influence as well as key management personnel.

Significant transactions with related parties during the period were as follows:

	Three months ended 30 September		Nine months ended 30 September	
	2017 (Unaudited) AED'000	2016 (Unaudited) AED'000	2017 (Unaudited) AED'000	2016 (Unaudited) AED'000
Revenue	57,050	17,639	148,268	121,550
Finance cost on finance lease of aircraft	40	59	140	191
Key management compensation				
Salaries and other short term employee benefits	4,172	4,341	12,783	11,700
Directors' fees	1,525	1,615	6,435	6,101
Provisions for employees' end of service benefits	476	185	1,287	727

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements

21 Comparative figures

Certain comparative amounts have been reclassified to conform to the current period's presentation.

22 Approval of condensed consolidated interim financial statements

The condensed consolidated interim financial statements were approved by management and authorised for issue by the Board of Directors on 30 October 2017.