

Abu Dhabi Aviation

Review report and condensed consolidated
interim financial statements

31 March 2016

Principal business address:

P. O. Box 2723
Abu Dhabi
United Arab Emirates

Abu Dhabi Aviation

Condensed consolidated interim financial statements

| <i>Contents</i> | <i>Page</i> |
|---|--------------------|
| Independent auditors' report on review of condensed consolidated interim financial statements | 1 |
| Condensed consolidated interim statement of financial position | 2 |
| Condensed consolidated interim statement of profit or loss | 4 |
| Condensed consolidated interim statement of profit or loss and other comprehensive income | 5 |
| Condensed consolidated interim statement of changes in equity | 6 |
| Condensed consolidated interim statement of cash flows | 7 |
| Notes to the condensed consolidated interim financial statements | 8 |



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Independent auditors' report on review of condensed consolidated interim financial statements

The Shareholders
Abu Dhabi Aviation
Abu Dhabi
United Arab Emirates

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Abu Dhabi Aviation (the "Company") and its subsidiaries (together referred to as the "Group"), as at 31 March 2016, the condensed consolidated interim statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, and notes to the interim financial statements (the condensed consolidated interim financial statements). Management is responsible for the preparation and presentation of this condensed consolidated interim financial statements in accordance with IAS 34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on this 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 condensed consolidated interim financial statements as at 31 March 2016 is not prepared, in all material respects, in accordance with IAS 34 *Interim Financial Reporting*.

KPMG Lower Gulf Limited
Munther Dajani
Registration No. 268
Abu Dhabi
United Arab Emirates

25 APR 2016

Abu Dhabi Aviation

Condensed consolidated interim statement of financial position as at


| | | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|---|-------------|--|---|
| | <i>Note</i> | | |
| Assets | | | |
| Non-current assets | | | |
| Property and equipment | 4 | 2,909,855 | 2,865,793 |
| Investment properties | 5 | 177,780 | 181,940 |
| Investments | 6 | - | 15,893 |
| Investment in a joint venture | 7 | 40,560 | 39,967 |
| Total non-current assets | | 3,128,195 | 3,103,593 |
| Current assets | | | |
| Inventories | | 407,458 | 393,491 |
| Trade receivables | 8 | 537,045 | 594,702 |
| Prepayments and other current assets | | 163,373 | 144,019 |
| Cash and cash equivalents | 9 | 311,782 | 357,019 |
| Assets held for sale | 10 | 77,634 | 77,634 |
| Total current assets | | 1,497,292 | 1,566,865 |
| Total assets | | 4,625,487 | 4,670,458 |
| Equity | | | |
| Share capital | 11 | 444,787 | 444,787 |
| Share premium | | 112,320 | 112,320 |
| Reserves | | 1,517,755 | 1,521,531 |
| Retained earnings | | 317,963 | 329,807 |
| Equity attributable to owners of the Company | | 2,392,825 | 2,408,445 |
| Non-controlling interest | | 204,477 | 206,802 |
| Total equity | | 2,597,302 | 2,615,247 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Provision for employees' end of service benefits | | 137,793 | 136,595 |
| Non-current portion of term loans | 12 | 945,810 | 807,418 |
| Non-current portion of finance lease liabilities | | 116,848 | 117,332 |
| Deferred income | | 482,640 | 495,543 |
| Amount due to a related party | | 11,582 | 11,582 |
| Total non-current liabilities | | 1,694,673 | 1,568,470 |

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Abu Dhabi Aviation

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

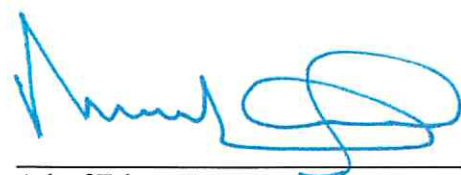
| | | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|--|------|--|---|
| | Note | | |
| Current liabilities | | | |
| Trade and other payables | | 74,431 | 90,425 |
| Accrued expenses and other current liabilities | | 164,880 | 198,094 |
| Current portion of term loans | 12 | 48,523 | 197,261 |
| Current portion of finance lease liabilities | | 999 | 961 |
| Bank overdraft | 9 | 44,679 | - |
| Total current liabilities | | 333,512 | 486,741 |
| Total liabilities | | 2,028,185 | 2,055,211 |
| Total equity and liabilities | | 4,625,487 | 4,670,458 |



Nader Ahmed Mohammed Al Hammadi
Chairman



Mohamed Ibrahim Al-Mazrouei
General Manager



Ashraf Fahmy
Chief Financial Officer

The notes set out on pages 8 to 15 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 page 1.

Abu Dhabi Aviation

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

| | | Three months ended 31 March | |
|---|------|-----------------------------|-----------------|
| | Note | 2016 AED'000 | 2015 AED'000 |
| Revenue | | 439,749 | 441,077 |
| Direct operating costs | | (347,188) | (338,655) |
| Gross profit | | 92,561 | 102,422 |
| General and administrative expenses | | (41,134) | (46,444) |
| Income from investment properties | | 1,501 | 1,498 |
| Property rental expense | | (617) | (576) |
| Loss on disposal of property and equipment | | (523) | (620) |
| Gain on disposal of assets held for sale | | - | 1,100 |
| Amortisation of deferred income | | 12,903 | 12,903 |
| Share of profit of a joint venture | 7 | 593 | 406 |
| Finance income | | 313 | 1,039 |
| Finance costs | | (6,354) | (6,661) |
| Other income | | 2,632 | 4,205 |
| Profit for the period | | 61,875 | 69,272 |
| Profit for the period attributable to: | | | |
| Owners of the Company | | 64,200 | 64,827 |
| Non-controlling interests | | (2,325) | 4,445 |
| | | 61,875 | 69,272 |
| Basic and diluted earnings per share (AED) | 13 | 0.14 | 0.15 |

The notes set out on pages 8 to 15 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 page 1.

Abu Dhabi Aviation

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

| | | Three months ended 31 March | |
|---|------|-----------------------------|-----------------|
| | Note | 2016 AED'000 | 2015 AED'000 |
| Profit for the period | | 61,875 | 69,272 |
| 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 | (4,160) | (6,175) |
| Other comprehensive income for the period | | (4,206) | (6,175) |
| Total comprehensive income for the period | | 57,669 | 63,097 |
| Total comprehensive income attributable to: | | | |
| Owners of the Company | | 59,994 | 58,652 |
| Non-controlling interests | | (2,325) | 4,445 |
| | | 57,669 | 63,097 |

The notes set out on pages 8 to 15 form an integral part of these condensed consolidated interim financial statements.

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Abu Dhabi Aviation

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 2015 (audited) | 444,787 | 112,320 | 1,434,163 | 207,835 | 2,199,105 | 213,597 | 2,412,702 |
| Profit for the period | - | - | - | 64,827 | 64,827 | 4,445 | 69,272 |
| Other comprehensive income for the period | - | - | (6,175) | - | (6,175) | - | (6,175) |
| Total comprehensive income | - | - | (6,175) | 64,827 | 58,652 | 4,445 | 63,097 |
| Dividends | - | - | - | (53,374) | (53,374) | - | (53,374) |
| Acquisition of shares of a non-controlling shareholder | - | - | 1,207 | (9,545) | (8,338) | (17,036) | (25,374) |
| Balance at 31 March 2015 (unaudited) | 444,787 | 112,320 | 1,429,195 | 209,743 | 2,196,045 | 201,006 | 2,397,051 |
| 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 | - | - | - | 64,200 | 64,200 | (2,325) | 61,875 |
| Other comprehensive income for the period | - | - | (4,206) | - | (4,206) | - | (4,206) |
| Total comprehensive income | - | - | (4,206) | 64,200 | 59,994 | (2,325) | 57,669 |
| Dividends (note 14) | - | - | - | (75,614) | (75,614) | - | (75,614) |
| Transfer of reserve to retained earnings | - | - | 430 | (430) | - | - | - |
| Balance at 31 March 2016 (unaudited) | 444,787 | 112,320 | 1,517,755 | 317,963 | 2,392,825 | 204,477 | 2,597,302 |

The notes set out on pages 8 to 15 form an integral part of these condensed consolidated interim financial statements.

Abu Dhabi Aviation

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

| | | Three months ended 31 March | |
|--|------|-----------------------------|-----------------|
| | Note | 2016 AED'000 | 2015 AED'000 |
| Net cash from operating activities | | 73,090 | 26,385 |
| Cash flows from investing activities | | | |
| Acquisition of property and equipment | 4 | (86,363) | (63,201) |
| Payments for investments | | - | (18,241) |
| Proceeds from disposal of property and equipment | 4 | 3 | 22 |
| Proceeds from disposal of assets held for sale | | - | 19,328 |
| Proceeds from disposal of investments | | 15,847 | - |
| Finance income received | | 313 | 1,039 |
| Net cash used in investing activities | | (70,200) | (61,053) |
| Cash flows from financing activities | | | |
| Net repayment of term loans | | (10,346) | (14,856) |
| Decrease in due to a related party | | - | (43,168) |
| Payments for finance lease liabilities | | (446) | (410)* |
| Finance costs paid | | (6,400) | (5,675) |
| Dividends paid | 14 | (75,614) | - |
| Net cash used in financing activities | | (92,806) | (64,109) |
| Net decrease in cash and cash equivalents | | (89,916) | (98,777) |
| Cash and cash equivalents at 1 January | | 356,033 | 176,774 |
| Cash and cash equivalents at 31 March | 9 | 266,117 | 77,997 |

* Other finance lease repayments are presented within related party cash flows above

The notes set out on pages 8 to 15 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 page 1.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

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 2015 (‘last annual financial statements’). 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 and has come into force on 1 July 2015. Companies are allowed to ensure compliance with the new UAE Companies Law of 2015 by 30 June 2016 as per the transitional provisions contained therein.

(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 Company’s functional and presentational currency. All values are rounded to the nearest AED thousand, except when otherwise indicated.

(d) *Use of estimates and judgements*

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 2015.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

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 2015, except for the adoption of new standards and interpretations effective as of 1 January 2016.

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 | <u>Ownership interest</u> | | Country of incorporation | Principal activity |
|---|---------------------------|------------------------|--------------------------|--|
| | 31 March 2016 | 31 December 2015 | | |
| Maximus Air L.L.C.* | 100% | 100% | UAE | Air cargo |
| Royal Jet L.L.C. | 50% | 50% | UAE | Commercial air and transportation services |
| Herbal Hill Gardens Limited | 100% | 100% | Gibraltar | Investment property ownership |
| Dhafra Leasing L.L.C | 100% | 100% | Hungary | Representative office in Europe |
| ADA Real Estate Management and General Maintenance L.L.C. | 100% | 100% | UAE | Real estate and facilities |
| Maximus Airlines L.L.C.* | 100% | 100% | Ukraine | Air cargo services |

* Effective 1 January 2015, the Group acquired additional 5% ownership interest in Maximus Air L.L.C. and Maximus Airlines L.L.C. increasing its ownership from 95% to 100%.

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2016, 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 consolidated financial statements of the Group in the period of initial application.

4 Property and equipment

During the period, the Group spent AED 86.4 million (31 March 2015: AED 63.2 million) on the acquisition of property and equipment. Depreciation of property and equipment during the three months period ended 31 March 2016 amounted to AED 41.8 million (31 March 2015: AED 49.4 million).

During the period, the Group sold certain assets with a carrying amount of AED 526 thousand for total proceeds of AED 3 thousand.

Property and equipment is primarily operated from the Group's base in the U.A.E.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

5 Investment properties

Investment properties represent investment in a property of Royal Jet L.L.C. located in Khalifa City, Abu Dhabi and a property of the Company located in London, United Kingdom. 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.

| | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|--|---|--|
| Balance at 1 January | 181,940 | 178,590 |
| Increase in fair value - Khalifa City | - | 2,700 |
| Increase in fair value - London | - | 7,072 |
| Net foreign currency exchange difference | (4,160) | (6,422) |
| | <u>177,780</u> | <u>181,940</u> |

The fair value of the investment properties was arrived at on the basis of a valuation carried out on 31 December 2015, 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 31 March 2016.

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 31 March 2016, all of the Group's investment properties were grouped in Level 2 of fair value hierarchy (31 December 2015: Level 2).

6 Investments

| | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|---|---|--|
| Financial assets at fair value through other comprehensive income | - | 15,893 |

As at 31 December 2015, all of the Group's investments were grouped in level 1 of fair value hierarchy (quoted prices in active markets for identical assets or liabilities).

| | | |
|-----------------------------|----------|---------------|
| Balance at 1 January | 15,893 | 72,888 |
| Purchase of investments | - | 18,241 |
| Disposal of investments | (15,847) | (75,089) |
| Decrease in fair value | - | (147) |
| Loss on sale of investments | (46) | - |
| | <u>-</u> | <u>15,893</u> |

The Group's investments in securities represented UAE listed securities.

| | | |
|---------------|----------|---------------|
| Managed funds | <u>-</u> | <u>15,893</u> |
|---------------|----------|---------------|

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

7 Investment in a joint venture

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, UAE 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 31 March 2016 have been accounted for using the equity method.

8 Trade receivables

| | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|---------------------------------------|---|--|
| Trade receivables (net of provisions) | 494,480 | 579,194 |
| Due from related parties | 42,565 | 15,508 |
| | <u>537,045</u> | <u>594,702</u> |

9 Cash and cash equivalents

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:

| | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|---|---|--|
| Short-term deposits | 122,334 | 71,905 |
| Bank current accounts | 186,876 | 283,432 |
| Cash in hand | 2,572 | 1,682 |
| | <u>311,782</u> | <u>357,019</u> |
| Cash and cash equivalents in the condensed consolidated interim statement of financial position | 311,782 | 357,019 |
| Less: margin deposit | (986) | (986) |
| Less: Bank overdrafts used for cash management purposes | (44,679) | - |
| | <u>266,117</u> | <u>356,033</u> |
| Cash and cash equivalents in the condensed consolidated interim statement of cash flows | 266,117 | 356,033 |

Cash and cash equivalents include an amount of AED 9.5 million (31 December 2015: AED 9.1 million) held in foreign banks abroad and the remaining balance is held within the UAE.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

10 Assets held for sale

As at 31 December 2015, the Group was in the process of finalising the sale of a commercial aircraft with a net carrying value of AED 89 million. An impairment of AED 11.4 million was recognised on the reclassification of the aircraft and the remaining net realisable value of AED 77.6 million was presented as assets held for sale as at 31 December 2015. There has been no change in asset held for sale during the period ended 31 March 2016.

11 Share capital

| | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (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 2015 except for an AED 1.3 billion term loan facility, the repayment of which the Group has agreed with the bank to defer for a period of two years. This had been agreed with the bank in principal as of 31 March 2016 and is in the process of being formally approved. Accordingly it has been classified as a non-current liability.

13 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 31 March | |
|--|--------------------------------|--------------------------------|
| | 2016 (unaudited) AED'000 | 2015 (unaudited) AED'000 |
| Profit attributable to owners of the Company | 64,200 | 64,827 |
| Weighted average number of shares in issue | 444,787 | 444,787 |
| Earnings per share (AED) | 0.14 | 0.15 |

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

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

14 Dividends

Cash dividends of AED 0.17 per ordinary share (17% of par value) amounting to AED 75.6 million was approved by the shareholders at the annual general meeting held on 8 March 2016.

15 Contingent liabilities

As at 31 March 2016, the Group had outstanding contingent liabilities in respect of letters of guarantee amounting to AED 138.8 million (31 December 2015: AED 140 million).

16 Commitments

Capital commitments

As at 31 March 2016, the Group had estimated commitments for the acquisition of property and equipment of AED 140.5 million (31 December 2015: AED 108.4 million).

Operating commitments

The Group is committed to pay annual maintenance fees of AED 750,000 over the lease term of the related residential complex which falls due as follows.

| | 31 March 2016 (unaudited) AED'000 | 31 December 2015 (audited) AED'000 |
|--|---|--|
| Due in less than one year | 750 | 750 |
| Later than one but not later than five years | 3,000 | 3,000 |
| Later than five years | 14,625 | 15,000 |
| | <u>18,375</u> | <u>18,750</u> |

17 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.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

17 Segment information (continued)

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 |
|----------------------------------|---|---|-------------------------|------------------------|-------------------------|------------------|
| 31 March 2016 (unaudited) | | | | | | |
| Revenue | 192,618 | 77,890 | 170,069 | - | (828) | 439,749 |
| Profit / (loss) for the period | 36,263 | (4,650) | 29,378 | 884 | - | 61,875 |
| 31 March 2015 (unaudited) | | | | | | |
| Revenue | 211,843 | 117,062 | 112,505 | - | (333) | 441,077 |
| Profit for the period | 41,086 | 8,892 | 18,372 | 922 | - | 69,272 |

The segment assets and liabilities were as follows:

| | | | | | | |
|-----------------------------------|-----------|-----------|---------|---------|-----------|-----------|
| 31 March 2016 (unaudited) | | | | | | |
| Assets | 2,895,842 | 1,562,874 | 550,318 | 177,780 | (561,327) | 4,625,487 |
| Liabilities | 774,647 | 1,195,866 | 74,604 | - | (16,932) | 2,028,185 |
| 31 December 2015 (audited) | | | | | | |
| Assets | 2,999,395 | 1,524,995 | 510,106 | 197,833 | (561,871) | 4,670,458 |
| Liabilities | 839,734 | 1,153,337 | 79,046 | - | (16,906) | 2,055,211 |

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.

Abu Dhabi Aviation

Notes to the condensed consolidated interim financial statements for the period ended 31 March 2016

18 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 31 March | |
|--|------------------------------------|--------------------|
| | 2016 | 2015 |
| | (unaudited) | (unaudited) |
| | AED'000 | AED'000 |
| Revenue | 49,696 | 35,212 |
| Finance cost on finance lease of aircraft | 81 | 124 |
| Key management compensation | | |
| Salaries and other short-term employee benefits | 3,737 | 4,218 |
| Directors' fees | 2,871 | 5,634 |
| Provision for employees' end of service benefits | 358 | 177 |

19 Comparative figures

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

20 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 25 April 2016.