

Bahrain Car Parks Company B.S.C.

**Condensed interim financial information
for the quarter and three months ended
31 March 2015
(Unaudited)**

Bahrain Car Parks Company B.S.C.
Condensed interim financial information for the quarter and three months ended
31 March 2015
(Unaudited)

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Bahrain Car Parks Company B.S.C.
Administration and contact details as at 31 March 2015

Commercial registration number	11455 obtained on 31 October 1981
Board of Directors	Mahmood Mahmood Husain - Chairman Ismaeel A. Nabi Al-Marhoon - Vice chairman Jasim Mohamed Murad Ahmed Yousuf Mahmood Husain Ali Mohamed Buhamood Khaled Hasan Qamber Jamal Isa Al Mulla Hafedh Ali Saif Aamal Hamad Al-Zayani Eman Mustafa Al-Murbati
Executive Committee members	Ismaeel A. Nabi Al-Marhoon - Chairman Ali Mohamed Buhamood Aamal Hamad Al-Zayani
Audit Committee members	Jasim Mohamed Murad - Chairman Eman Mustafa Al Murbati Jamal Isa Al Mulla
NRCG Committee members	Mahmood Mahmood Husain - Chairman Jasim Mohamed Murad Ahmed Yusuf Mahmood Husain
General Manager	Mohammed Kooheji
Registered office	Flat No. 210, Building No.128, Road No. 383, Block No. 316 2 nd Floor, Car Parks & Commercial Centre Government Avenue PO Box 5298 Manama Kingdom of Bahrain
Bankers	Ahli United Bank National Bank of Bahrain Bank of Bahrain and Kuwait BMI Bank Kuwait Finance House Ithmaar Bank
Auditors	BDO 17 th Floor Diplomat Commercial Office Tower PO Box 787 Manama Kingdom of Bahrain
Share Registrar	Karvy Computershare W.L.L. PO Box 514 Manama Kingdom of Bahrain

**Review report on the condensed interim financial information
to the Board of Directors of
Bahrain Car Parks Company B.S.C.**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Bahrain Car Parks Company B.S.C. ("the Company") as at 31 March 2015, the condensed interim statement of profit or loss and other comprehensive income, the condensed interim statement of changes in shareholders' equity and the condensed interim statement of cash flows for the quarter and three months then ended, and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed 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 condensed interim financial information does not present fairly, in all material respects, the financial position of the Company as at 31 March 2015, and its financial performance and its cash flows for the quarter and three months then ended in accordance with International Financial Reporting Standard IAS 34 - "Interim Financial Reporting".



Manama, Kingdom of Bahrain
13 May 2015

Bahrain Car Parks Company B.S.C.
Condensed interim statement of financial position as at 31 March 2015
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	31 March 2015 (unaudited)	31 December 2014 (audited)
ASSETS			
Non-current assets			
Property, plant and equipment	3	346,761	351,292
Financial assets at fair value through profit or loss	4	3,933,050	3,796,677
Investment properties	5	1,090,000	1,090,000
Long-term fixed deposits	7	<u>1,500,000</u>	<u>1,500,000</u>
		<u>6,869,811</u>	<u>6,737,969</u>
Current assets			
Inventories		7,787	8,393
Trade and other receivables	6	361,916	339,093
Short-term fixed deposits	7	1,754,588	5,476,817
Cash and bank balances	8	<u>4,153,500</u>	<u>295,249</u>
		<u>6,277,791</u>	<u>6,119,552</u>
Total assets		<u>13,147,602</u>	<u>12,857,521</u>
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	9	7,031,723	7,031,723
Treasury shares	9	(101,456)	(101,456)
Statutory reserve		2,779,514	2,779,514
Charity reserve		11,000	-
Retained earnings		<u>2,560,899</u>	<u>2,946,378</u>
Total equity		<u>12,281,680</u>	<u>12,656,159</u>
Non-current liabilities			
Employees' terminal benefits		<u>20,267</u>	<u>19,422</u>
Current liabilities			
Other payables	10	<u>845,655</u>	<u>181,940</u>
Total liabilities		<u>865,922</u>	<u>201,362</u>
Total equity and liabilities		<u>13,147,602</u>	<u>12,857,521</u>

The unaudited condensed interim financial information, set out on pages 4 to 18, was approved and authorised for issue by the Board of Directors on 13th May 2015 and signed on their behalf by:



Mahmood Mahmood Husain
Chairman



Ismaeel A. Nabi Al-Marhoon
Vice Chairman

Bahrain Car Parks Company B.S.C.
Condensed interim statement of profit or loss and other comprehensive income for the quarter
and three months ended 31 March 2015
(Unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	Three months ended 31 March <u>2015</u>	Three months ended 31 March <u>2014</u>
Operating income	11	262,891	386,746
Net income from investments	12	213,905	232,441
Operating, general and administrative expenses	13	<u>(159,743)</u>	<u>(218,095)</u>
Operating profit		317,053	401,092
Other income		4,455	972
Directors' remuneration	14	<u>(11,960)</u>	<u>(40,509)</u>
Net profit and total comprehensive income for the period		<u>307,548</u>	<u>361,555</u>
Basic and diluted earnings per share	15	<u>4.44 fils</u>	<u>5.22 fils</u>

Bahrain Car Parks Company B.S.C.
Condensed interim statement of changes in shareholders' equity for the three months ended 31 March 2015
(unaudited)
(Expressed in Bahrain Dinars)

	Share capital	Treasury shares	Statutory reserve	Charity reserve	Retained earnings	Total
At 31 December 2013	7,031,723	(101,456)	2,689,222	-	2,826,782	12,446,271
Net profit and total comprehensive income for the period	-	-	-	-	361,555	361,555
Dividends declared for 2013 (Note 16)	-	-	-	-	(693,027)	(693,027)
Charity reserve during the year	-	-	-	10,000	-	10,000
At 31 March 2014	7,031,723	(101,456)	2,689,222	10,000	2,495,310	12,124,799
Net profit and total comprehensive income for the period	-	-	-	-	541,360	541,360
Transferred to statutory reserve	-	-	90,292	-	(90,292)	-
Charity payments during the period	-	-	-	(10,000)	-	(10,000)
At 31 December 2014	7,031,723	(101,456)	2,779,514	-	2,946,378	12,656,159
Net profit and total comprehensive income for the period	-	-	-	-	307,548	307,548
Dividends declared for 2014 (Note 16)	-	-	-	-	(693,027)	(693,027)
Charity reserve during the year	-	-	-	12,000	-	12,000
Charity payments during the period	-	-	-	(1,000)	-	(1,000)
At 31 March 2015	7,031,723	(101,456)	2,779,514	11,000	2,560,899	17,281,680

Bahrain Car Parks Company B.S.C.
Condensed interim statement of cash flows quarter for the three months ended 31 March 2015
(unaudited)
(Expressed in Bahrain Dinars)

	<u>Notes</u>	Three months ended 31 March <u>2015</u>	Three months ended 31 March <u>2014</u>
Operating activities			
Net profit for the period		307,548	361,555
Adjustments for:			
Depreciation	3	7,002	7,839
Charity reserve		12,000	10,000
Unrealised fair value gains on financial assets at fair value through profit or loss	12	(136,373)	(159,280)
Impairment loss on financial assets at fair value through profit or loss	12	-	53,091
Interest income	12	(61,892)	(47,585)
Rental income from investment properties	12	(15,640)	(9,880)
Dividends income	12	-	(68,787)
Changes in operating assets and liabilities:			
Inventories		606	3,695
Trade and other receivables		(22,823)	55,922
Trade and other payables		663,715	461,984
Employees' terminal benefits, net		845	546
Net cash provided by operating activities		<u>754,988</u>	<u>669,100</u>
Investing activities			
Purchase of property, plant and equipment	3	(2,471)	-
Interest income received	12	61,892	47,585
Rental income received from investment properties	12	15,640	9,880
Dividends received	12	-	68,787
Net movement in fixed deposits		<u>3,722,229</u>	<u>362,973</u>
Net cash provided by investing activities		<u>3,797,290</u>	<u>489,225</u>
Financing activities			
Dividends paid	16	(693,027)	(693,027)
Charity payments		<u>(1,000)</u>	-
Net cash used in financing activities		<u>(694,027)</u>	<u>(693,027)</u>
Net increase in cash and cash equivalents		3,858,251	465,298
Cash and cash equivalents, beginning of the period		<u>295,249</u>	<u>709,774</u>
Cash and cash equivalents, end of the period	8	<u>4,153,500</u>	<u>1,175,072</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

(Unaudited)

(Expressed in Bahrain Dinars)

1 Organisation and activities

Bahrain Car Parks Company B.S.C. ("the Company") is a public Bahraini shareholding company registered with the Ministry of Industry and Commerce in the Kingdom of Bahrain and operates under commercial registration number 11455 obtained on 31 October 1981.

The principal activity of the Company is the construction and operation of car parks.

The registered office of the Company is in the Kingdom of Bahrain.

2 Basis of preparation

Basis of presentation

The condensed interim financial information has been prepared in accordance with International Accounting Standard 34 - "Interim Financial Reporting". The condensed interim financial information should therefore be read in conjunction with the annual audited financial statements prepared as at, and for the year ended, 31 December 2014, which have been prepared in accordance with International Financial Reporting Standards.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company's accounting policies.

Improvements/amendments to IFRS 2010/2013 cycle

Improvements/amendments to IFRS issued in 2010/2013 cycle contained numerous amendments to IFRS that the IASB considers non-urgent but necessary. 'Improvements to IFRS' comprise amendments that result in accounting changes to presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS standards. The amendments are effective for the Company's annual audited financial statements beginning on or after 1 January 2015 with earlier adoption permitted. No material changes to accounting policies are expected as a result of these amendments.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

(Unaudited)

(Expressed in Bahrain Dinars)

2 Basis of preparation (continued)

Standards, amendments and interpretations issued and effective in 2015 but not relevant

The following new standards, amendments to existing standards and interpretations to published standards are mandatory for accounting periods beginning on or after 1 January 2015 or subsequent periods, but are not relevant to the Company's operations:

Standard or Interpretation	Title	Effective for annual periods beginning on or after
IAS 16	Property, Plant and Equipment	1 July 2014
IAS 19	Employee Benefits	1 July 2014
IAS 24	Related Party Disclosures	1 July 2014
IAS 40	Investment Property	1 July 2014
IFRS 7	Financial Instruments - Disclosures	1 January 2015
IFRS 8	Operating Segments	1 July 2014
IFRS 13	Fair Value Measurement	1 July 2014
IAS 38	Intangible Assets	1 July 2014
	First Time Adoption of International Financial Reporting Standards	
IFRS 1		1 July 2014
IFRS 2	Share Based Payment	1 July 2014
IFRS 3	Business Combinations	1 July 2014

Standards, amendments and interpretations issued but not yet effective in 2015

The following IFRS and IFRIC interpretations issued/revised as at 1 January 2015 or subsequent periods have not been early adopted by the Company's management:

Standard or Interpretation	Title	Effective for annual periods beginning on or after
IFRS 9	Financial Instruments - Classification and Measurement	1 January 2018
IFRS 15	Revenue	1 January 2017
IFRS 14	Regulatory Deferral Accounts	1 January 2016

There would have been no change in the operational results of the Company for the period ended 31 March 2015 had the Company early adopted any of the above standards applicable to the Company.

Early adoption of amendments or standards in 2015

The Company did not early-adopt any new or amended standards in 2015.

Bahrain Car Parks Company B.S.C.
 Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015
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3 Property, plant and equipment

	Building on leasehold land	Car park equipment	Office furniture and equipment	Total
At 31 December 2013	8,138,413	55,931	44,271	8,238,615
Additions during the year	-	-	6,334	6,334
Disposals during the year	-	(26,216)	-	(26,216)
At 31 December 2014	8,138,413	29,715	50,605	8,218,733
Additions during the period	-	-	2,471	2,471
At 31 March 2015	<u>8,138,413</u>	<u>29,715</u>	<u>53,076</u>	<u>8,221,204</u>
Accumulated depreciation				
At 31 December 2013	7,789,717	25,100	38,513	7,853,330
Charge for the year	18,353	8,516	2,734	29,603
Disposals	-	(15,492)	-	(15,492)
At 31 December 2014	7,808,070	18,124	41,247	7,867,441
Charge for the period (Note 13)	4,525	1,449	1,028	7,002
At 31 March 2015	<u>7,812,595</u>	<u>19,573</u>	<u>42,275</u>	<u>7,874,443</u>
Net book amount				
At 31 March 2015	<u>325,818</u>	<u>10,142</u>	<u>10,801</u>	<u>346,761</u>
At 31 December 2014	<u>330,343</u>	<u>11,591</u>	<u>9,358</u>	<u>351,292</u>

The land on which the car park building is constructed has been leased from the Government of the Kingdom of Bahrain for a period of 50 years commencing from the year 1982.

4 Financial assets at fair value through profit or loss

	31 March 2015	31 December 2014
Opening balance	3,796,677	3,673,742
Unrealised fair value gains for the period/year (Note 12)	136,373	477,234
Impairment loss for the period/year	-	(354,299)
Closing balance	<u>3,933,050</u>	<u>3,796,677</u>
The above investments are classified as follows:		
	31 March 2015	31 December 2014
Shares listed on the Bahrain Stock Exchange	3,367,409	3,231,036
Unquoted equity shares	472,757	472,757
Guaranteed managed funds	92,884	92,884
	<u>3,933,050</u>	<u>3,796,677</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

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4 Financial assets at fair value through profit or loss (continued)

All financial assets at fair value through profit or loss are those designated as such upon initial recognition.

The above financial assets at fair value through profit or loss are stated at their fair values, except for investments in unquoted equity shares amounting to BD472,757 (2014: BD472,757) which do not have a quoted market price in an active market, and whose fair value cannot be reliably measured, hence are stated at cost. In the opinion of the Company's management, the fair values of unquoted equity shares are not expected to be significantly different from their carrying amounts.

Financial assets at fair value through profit or loss are denominated in the following currencies:

Currency	31 March 2015	31 December 2014
United States Dollar	596,658	630,964
Bahrain Dinar	<u>3,336,392</u>	<u>3,165,713</u>
	<u>3,933,050</u>	<u>3,796,677</u>

5 Investment properties

	31 March 2015	31 December 2014
Opening balance	1,090,000	1,140,133
Unrealised fair value losses for the period/year	<u>-</u>	<u>(50,133)</u>
Closing balance	<u>1,090,000</u>	<u>1,090,000</u>

6 Trade and other receivables

	31 March 2015	31 December 2014
Rents receivable from tenants	107,288	120,784
Less: provision for impaired rents receivable from tenants	<u>(43,208)</u>	<u>(43,753)</u>
	64,080	77,031
Accrued interest	113,830	185,812
Advances paid to creditors	156,965	61,277
Staff advances	12,525	13,275
Prepayments and other receivables	<u>14,516</u>	<u>1,698</u>
	<u>361,916</u>	<u>339,093</u>

The Company's rent receivables are generally on 30 days credit terms and are primarily denominated in Bahrain Dinar.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

(Unaudited)

(Expressed in Bahrain Dinars)

7 Fixed deposits

	<u>31 March 2015</u>	<u>31 December 2014</u>
Short-term fixed deposit with banks maturing after 3 months but within 1 year	1,754,588	5,476,817
Long-term fixed deposit with banks maturing after 1 year	<u>1,500,000</u>	<u>1,500,000</u>
	<u>3,254,588</u>	<u>6,976,817</u>

Fixed deposits held with the Company's bankers earn interest at rates ranging between 1.5% and 5.95% per annum (2014: between 2% and 5.95% per annum), are denominated in Bahrain Dinars.

The portion of fixed deposits that mature after one year from the statement of financial position has been classified as non-current portion of fixed deposits.

8 Cash and bank balances

	<u>31 March 2015</u>	<u>31 December 2014</u>
Current account balances with banks	4,151,959	293,695
Saving account	1,251	1,264
Cash on hand	<u>290</u>	<u>290</u>
	<u>4,153,500</u>	<u>295,249</u>

The current account balances with banks are non-interest bearing while the saving account bears interest rate at 0.6% per annum.

9 Share capital

	<u>31 March 2015</u>	<u>31 December 2014</u>
Authorised:		
100,000,000 ordinary shares of 100 fils each (2014: 100,000,000 ordinary shares of 100 fils each)	<u>10,000,000</u>	<u>10,000,000</u>
Issued and fully paid-up:		
70,317,230 ordinary shares of 100 fils each (2014: 70,317,230 ordinary shares of 100 fils each)	7,031,723	7,031,723
Less: 1,014,560 treasury shares of 100 fils each (2014: 1,014,560 treasury shares of 100 fils each)	<u>(101,456)</u>	<u>(101,456)</u>
	<u>6,930,267</u>	<u>6,930,267</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

(Unaudited)

(Expressed in Bahrain Dinars)

9 Share capital (continued)

Additional information on shareholding pattern

- (i) The names and nationalities of the major shareholders and the number of shares held in which they have an interest of 5% or more outstanding shares are as follows:

	<u>At 31 March 2015</u>		
	<u>Nationality</u>	<u>Number of shares</u>	<u>Percentage of shareholding interest</u>
Social Insurance Organisation	Bahraini	36,983,490	52.60%
Kuwait Commercial Real Estate Centre	Kuwaiti	15,000,000	21.33%

	<u>At 31 December 2014</u>		
	<u>Nationality</u>	<u>Number of shares</u>	<u>Percentage of shareholding interest</u>
Social Insurance Organisation	Bahraini	37,033,490	52.67%
Kuwait Commercial Real Estate Centre	Kuwaiti	15,000,000	21.33%

- (ii) The Company has only one class of equity shares and the holders of the shares have equal voting rights.
- (iii) The distribution schedule of equity shares, setting out the number of shareholders and percentages in the following categories, is as follows:

	<u>At 31 March 2015</u>		
	<u>Number of shareholders</u>	<u>Number of shares</u>	<u>Percentage of total outstanding shares</u>
Less than 1%	1,323	10,812,283	15.37%
1% and up to less than 5%	4	7,521,457	10.70%
5% and above	<u>2</u>	<u>51,983,490</u>	<u>73.93%</u>
	<u>1,329</u>	<u>70,317,230</u>	<u>100.00%</u>

	<u>At 31 December 2014</u>		
	<u>Number of shareholders</u>	<u>Number of shares</u>	<u>Percentage of total outstanding shares</u>
Less than 1%	1,318	10,762,283	15.30%
1% and up to less than 5%	3	7,521,457	10.70%
5% and above	<u>2</u>	<u>52,033,490</u>	<u>74.00%</u>
	<u>1,323</u>	<u>70,317,230</u>	<u>100.00%</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

(Unaudited)

(Expressed in Bahrain Dinars)

9 Share capital (continued)

(iv) The details of number of shares held by the Directors of the Company are as follows:

	<u>31 March 2015</u>	<u>31 December 2014</u>
	Number of shares	Number of shares
Mahmood Mahmood Husain	100,000	100,000
Jassim Mohamed Murad	100,000	100,000
Ahmed Yousuf Mahmood Hussain	100,000	100,000

10 Other payables

	<u>31 March 2015</u>	<u>31 December 2014</u>
Unclaimed dividends	790,150	97,937
Other payables	35,581	65,377
Advances received from tenants	11,708	1,305
Provision for leave salary and air passage	<u>8,216</u>	<u>17,321</u>
	<u>845,655</u>	<u>181,940</u>

Other payables are generally settled within 30 to 60 days of the suppliers' invoice date.

11 Operating income

	Three months ended <u>31 March 2015</u>	Three months ended <u>31 March 2014</u>
Car park income	90,297	214,086
Rental income	142,309	146,952
Service charges income	<u>30,285</u>	<u>25,708</u>
	<u>262,891</u>	<u>386,746</u>

During the second half of 2014, the Company's agreement to manage the airport car park was terminated which resulted in significant reduction in the car park income and related expenses.

12 Net income from investments

	Three months ended <u>31 March 2015</u>	Three months ended <u>31 March 2014</u>
Unrealised fair value gains on financial assets at fair value through profit or loss (Note 4)	136,373	159,280
Dividend income	-	68,787
Interest on fixed deposits	61,892	47,585
Rental income from investment properties	15,640	9,880
Impairment loss on financial assets at fair value through profit or loss	<u>-</u>	<u>(53,091)</u>
	<u>213,905</u>	<u>232,441</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

(Unaudited)

(Expressed in Bahrain Dinars)

13 Operating, general and administrative expenses

	Three months ended <u>31 March 2015</u>	Three months ended <u>31 March 2014</u>
Other operating, general and administrative expenses	68,525	77,859
Staff costs	45,833	101,449
Maintenance expenses	26,370	24,076
Lease rent expenses	12,013	6,872
Depreciation (Note 3)	<u>7,002</u>	<u>7,839</u>
	<u>159,743</u>	<u>218,095</u>

14 Directors' remuneration

Accrued and expensed

An amount of BD11,960 has been accrued and expensed as directors remuneration in 2015, relating to the year ended 31 December 2014 (2014: BD40,509 for the year ended 31 December 2013). The payment was approved by the shareholders in the Annual General Meeting held on 25 March 2015 (2013: 15 March 2014). Directors' remuneration is only expensed in the statement of profit or loss and other comprehensive income in the year in which it is approved.

15 Earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to the shareholders by the weighted average number of ordinary shares issued during the period.

	Three months ended <u>31 March 2015</u>	Three months ended <u>31 March 2014</u>
Net profit attributable to the shareholders	<u>307,548</u>	<u>361,555</u>
Weighted average number of ordinary shares	<u>69,302,670</u>	<u>69,302,670</u>
Basic and diluted earnings per share	<u>4.44 fils</u>	<u>5.22 fils</u>

The Company does not have any potentially dilutive ordinary shares. Hence the diluted earnings per share and basic earnings per share are identical.

16 Dividends

Declared and paid

A dividend of BD693,027 representing 10% of the total issued and fully paid-up share capital of the Company for the year ended 31 December 2014 (at 10 fils per share) (2014: BD693,027 for the year ended 31 December 2013 at 10 fils per share), was approved by the shareholders in the Annual General Meeting of the shareholders held on 25 March 2015 (2013: 15 March 2014), declared and subsequently paid.

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2015

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17 Transactions and balances with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include entities over which the Company exercises significant influence, major shareholders, directors and executive management of the Company. The Company's transactions with related parties including subsidiaries and associates are authorised by the management.

A summary of the significant transactions entered into with the related parties are as follows:

	Three months ended 31 March <u>2015</u>	Three months ended 31 March <u>2014</u>
Directors' remuneration	<u>11,960</u>	<u>40,509</u>
Board of directors attendance fee	<u>10,050</u>	<u>15,000</u>

A summary of the amount due from a related party is as follows:

	31 March <u>2015</u>	31 December <u>2014</u>
Staff advance to director	<u>9,850</u>	<u>9,850</u>

18 Lease commitments

The annual rent for the land upon which the car park building is situated is revised every ten years; the amount payable being the higher of a fixed element increase or a percentage of the Company's gross operating profit. The charge for the quarter and three months ended 31 March 2015 of BD12,013 (10% of the gross operating profit generated), is included under operating, general and administrative expenses (charge for the year ended 31 December 2014: BD84,866).

The minimum lease commitments under the mentioned non-cancellable operating leases are as follows:

	31 March <u>2015</u>	31 December <u>2014</u>
Less than 1 year	10,000	10,000
More than 1 year and less than 5 years	40,000	40,000
More than 5 years	<u>220,000</u>	<u>228,333</u>
	<u>270,000</u>	<u>278,333</u>

Bahrain Car Parks Company B.S.C.

Selected explanatory notes to the condensed interim financial information for the quarter and three months ended 31 March 2014

(Unaudited)

(Expressed in Bahrain Dinars)

19 Segmental information***Business segments - primary reporting segment***

The Company's primary segment reporting format is business segments. A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. The Company's primary business segments are:

- Car park rental - This business segment is involved in the operation of car parks.
- Investment activities - This business segment is involved in investing in shares listed on stock exchanges, managed funds and unquoted equity shares

As at, and for the quarter three months ended 31 March 2015

	<u>Car park rental</u>	<u>Investment activities</u>	<u>Total</u>
Net revenue	262,891	-	262,891
Other income	<u>2,455</u>	<u>-</u>	<u>2,455</u>
Total revenue	265,346	-	265,346
Investment income	-	213,905	213,905
Depreciation	(7,002)	-	(7,002)
Segment profit	<u>93,643</u>	<u>213,905</u>	<u>307,548</u>
Reportable segment assets	<u>8,124,552</u>	<u>5,023,050</u>	<u>13,147,602</u>
Reportable segment liabilities	<u>865,922</u>	<u>-</u>	<u>865,922</u>

As at, and for the three months ended 31 March 2014

	<u>Car park rental</u>	<u>Investment activities</u>	<u>Total</u>
Net revenue	386,746	-	386,746
Other income	<u>972</u>	<u>-</u>	<u>972</u>
Total revenue	387,718	-	387,718
Investment income	-	232,441	232,441
Depreciation	(7,839)	-	(7,839)
Segment profit	<u>129,114</u>	<u>232,441</u>	<u>361,555</u>
Reportable segment assets	<u>6,290,704</u>	<u>6,566,817</u>	<u>12,857,521</u>
Reportable segment liabilities	<u>201,362</u>	<u>-</u>	<u>201,362</u>

19 Segmental information (continued)

Geographical segments - secondary reporting segment

A geographical segment is engaged in providing products or services within a particular economic environment that are subject to risks and return that are different from those of segments operating in other economic environments.

The Company's operations are restricted to the Kingdom of Bahrain; therefore no geographical segmental information has been presented.

20 Interim results

The interim net profit for the three months ended 31 March 2014 may not represent a proportionate share of the annual net profit or loss due to the variability in timing of the receipt of dividend and investment income.

21 Events after the reporting date

There were no events occurring subsequent to 31 March 2015 and before the date of the report that are expected to have a significant impact on these condensed interim financial information.