

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 December 2014

Bahraini dinars

	Note	2014	2013
ASSETS			
Property and equipment	4	2,390,971	2,845,660
Investment property	5	5,579,102	2,537,230
Equity – accounted investee	6	223,033	210,322
Available-for-sale investments	7	23,074,154	22,246,931
Non-current assets		31,267,260	27,840,143
Inventories	8	2,701,289	2,476,104
Receivables and other assets	9	6,967,920	3,128,824
Cash and Bank balances	10	11,952,331	15,830,721
Current assets		21,621,540	21,435,649
Total assets		52,888,800	49,275,792
EQUITY AND LIABILITIES			
Equity			
Share capital	11	10,689,102	10,689,102
Statutory reserve		7,309,111	6,919,764
Investments fair value reserve		7,056,616	6,462,726
Property revaluation reserve		-	270,952
Retained earnings		19,583,300	17,154,120
Equity attributable to owners of the company		44,638,129	41,496,664
Non-controlling interest		102,186	123,828
Total equity		44,740,315	41,620,492
Liabilities			
Employees' benefits	12	632,524	559,866
Non-current liabilities		632,524	559,866
Payables and other liabilities	13	4,585,655	4,596,441
Royalty payable	14	2,930,306	2,498,993
Current liabilities		7,515,961	7,095,434
Total liabilities		8,148,485	7,655,300
Total equity and liabilities		52,888,800	49,275,792

The consolidated financial statements, which consist of pages 5 to 35 were approved by the Board of Directors on 17 February 2015 and signed on its behalf by:

Farouk Yousuf Almoayyed
Chairman

Abdulla Buhindi
Managing Director

The accompanying notes 1 to 23 form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS
for the year ended 31 December 2014

Bahraini dinars

	Note	2014	2013
Revenue		28,079,807	26,042,449
Cost of sales		(15,288,769)	(14,211,689)
Gross profit		12,791,038	11,830,760
Other income	15	1,404,621	1,279,336
Administrative expenses	16	(4,809,427)	(4,559,281)
Royalty	14	(3,122,306)	(2,690,994)
Other operating expenses		(1,048,298)	(1,011,894)
Selling expenses		(690,638)	(658,105)
Operating profit		4,524,990	4,189,822
Finance income		310,548	259,446
Investment income	17	3,745,910	2,130,285
Impairment of investments		(36,480)	(150,000)
Share of profit equity - accounted investee	6	12,711	18,332
Profit for the year		8,557,679	6,447,885
<i>Profit attributable to:</i>			
Owners of the Company		8,554,719	6,406,882
Non-controlling interest		2,960	41,003
		8,557,679	6,447,885
Basic and diluted earnings per share (in fils)	19	80	59

The consolidated financial statements, which consist of pages 5 to 35 were approved by the Board of Directors on 17 February 2015 and signed on its behalf by:

Farouk Yousuf Almoayyed
Chairman

Abdulla Buhindi
Managing Director

CONSOLIDATED STATEMENT OF COMPEREHENSIVE INCOME
for the year ended 31 December 2014

Bahraini dinars

	Note	2014	2013
Profit for the year		8,557,679	6,447,885
Other comprehensive income			
<i>Items that are or may be reclassified subsequently to profit or loss</i>			
Fair value changes on available-for-sale securities		667,773	2,879,720
Transferred to profit or loss on sale of available- for- sale securities		(73,883)	(98,744)
Total comprehensive income for the year		9,151,569	9,228,861
<i>Total comprehensive income attributable to:</i>			
Owners of the company		9,148,609	9,187,858
Non-controlling interest		2,960	41,003
		9,151,569	9,228,861

The accompanying notes 1 to 23 form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the year ended 31 December 2014

Bahraini dinars

	Equity attributable to owners of the company					Non-controlling interest	Total equity	
	Share capital	Statutory reserve	Fair value reserve	Property revaluation reserve	Retained earnings			Total
At 1 January 2014	10,689,102	6,919,764	6,462,726	270,952	17,154,120	41,496,664	123,828	41,620,492
Profit for the year	-	-	-	-	8,554,719	8,554,719	2,960	8,557,679
Other comprehensive income			593,890	-	-	593,890	-	593,890
Total comprehensive income for the year (page 6)			593,890	-	8,554,719	9,148,609	2,960	9,151,569
Transfer on sale of revalued property	-	-	-	(270,952)	270,952	-	-	-
Transfer to statutory reserve	-	389,347	-	-	(389,347)	-	-	-
Final declared (2013)	-	-	-	-	(3,741,186)	(3,741,186)	(24,602)	(3,765,788)
Interim dividend paid (2014)	-	-	-	-	(2,137,820)	(2,137,820)	-	(2,137,820)
Charity contributions declared (2013)	-	-	-	-	(128,138)	(128,138)	-	(128,138)
At 31 December 2014	10,689,102	7,309,111	7,056,616	-	19,583,300	44,638,129	102,186	44,740,315

Note: Statutory reserve includes share premium of BD 1,952,560.

The accompanying notes 1 to 23 form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the year ended 31 December 2014 *(continued)*

Bahraini dinars

	Equity attributable to owners of the company					Non-controlling interest	Total equity	
	Share capital	Statutory reserve	Fair value reserve	Property revaluation reserve	Retained earnings			Total
At 1 January 2013	9,717,365	6,279,076	3,681,750	285,535	17,525,126	37,488,852	113,582	37,602,434
Profit for the year	-	-	-	-	6,406,882	6,406,882	41,003	6,447,885
Other comprehensive income	-	-	2,780,976	-	-	2,780,976	-	2,780,976
Total comprehensive income for the year (page 6)	-	-	2,780,976	-	6,406,882	9,187,858	41,003	9,228,861
Bonus share issue	971,737	-	-	-	(971,737)	-	-	-
Transfer of net depreciation on revalued property	-	-	-	(14,583)	14,583	-	-	-
Transfer to statutory reserve	-	640,688	-	-	(640,688)	-	-	-
Final dividend declared (2012)	-	-	-	-	(2,915,210)	(2,915,210)	(30,757)	(2,945,967)
Interim dividend paid (2013)	-	-	-	-	(2,137,820)	(2,137,820)	-	(2,137,820)
Charity contributions declared (2012)	-	-	-	-	(127,016)	(127,016)	-	(127,016)
At 31 December 2013	10,689,102	6,919,764	6,462,726	270,952	17,154,120	41,496,664	123,828	41,620,492

Note: Statutory reserve includes share premium of BD 1,952,560.

The accompanying notes 1 to 23 form an integral part of these consolidated financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the year ended 31 December 2014

Bahraini dinars

CONSOLIDATED STATEMENT OF CASH FLOWS
for the year ended 31 December 2014

Bahraini dinars

	Note	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from customers		27,220,724	24,726,905
Receipts from training services		576,129	628,229
Receipts from car promotions		463,829	713,650
Other receipts		1,485,730	1,118,372
		29,746,412	27,187,156
Payments for purchases		(15,525,078)	(14,021,441)
Car promotion expenses		(313,144)	(404,420)
Payments for management fees		(690,937)	(608,306)
Payments of royalty	14	(2,690,993)	(2,920,150)
Payments to charities		(34,500)	(110,007)
Payments for other operating expenses		(6,923,395)	(6,032,573)
Directors' remuneration paid		(168,000)	(168,000)
		(26,346,047)	(24,264,897)
Net cash flows from operating activities		3,400,365	2,922,259
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income		118,779	286,533
Investment income		3,934,047	884,757
Disposal of investments		1,790,721	1,357,365
Acquisition of property and equipment	4	(368,556)	(615,888)
Acquisition of available-for-sale investments		(896,413)	(2,014,004)
Acquisition of investment property		(4,292,401)	(64,139)
Loan provided		(1,986,594)	-
Proceeds from sale of available-for-sale investments		-	708,644
Bank Deposits		3,465,703	(6,569,285)
Proceeds from sale of property and equipment		331,668	-
Net cash flows (used in) / from investing activities		2,096,954	(6,026,017)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(5,910,006)	(4,859,682)
Net cash flows used in financing activities		(5,910,006)	(4,859,682)
Total cash flows for the year		(412,687)	(7,963,440)
Cash and cash equivalents at 1 January		9,261,436	17,224,876
Cash and cash equivalents at 31 December	10	8,848,749	9,261,436