Emirates Refreshments (P.S.C.)
(formerly Jeema Mineral Water (P.S.C.))

Condensed interim financial information

30 September 2013

Emirates Refreshments (P.S.C.)

(formerly Jeema Mineral Water (P.S.C.))

Condensed interim financial information

30 September 2013

Contents

KPMG Lower Gulf Limited
P O Box 341145
Level 12, IT Plaza Building
Dubai Silicon Oasis
Dubai
United Arab Emirates

Telephone +971 (4) 356 9500
Main Fax +971 (4) 326 3788
Audit Fax +971 (4) 326 3773
website www.ae-kpmg.com

Independent auditors' report on review of condensed interim financial information

The Shareholders
Emirates Refreshments (P.S.C.)

Introduction

We have reviewed the accompanying 30 September 2013 condensed interim financial information of Emirates Refreshments (P.S.C.) (formerly Jeema Mineral Water (P.S.C.)) ("the Company") which comprises:

- the condensed statement of financial position as at 30 September 2013;
- the condensed income statement for the three month and nine month period ended 30 September 2013;
- the condensed statement of comprehensive income for the three month and nine month period ended 30 September 2013;
- the condensed statement of changes in equity for the nine month period ended 30 September 2013;
- the condensed statement of cash flows for the nine month period ended 30 September 2013, and
- notes to the condensed interim financial information.

Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with IAS 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 the International Standard on Review Engagements 2410, *'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'*. A review of the 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 as at and for the nine month period ended 30 September 2013 is not prepared, in all material respects, in accordance with IAS 34, *'Interim Financial Reporting'*.

Vijendranath Malhotra 13 NOV 2013
Registration No. 48B
Dubai, United Arab Emirates
Date:

Emirates Refreshments (P.S.C.)
(formerly Jeema Mineral Water (P.S.C.))

Condensed income statement
for the nine month period ended 30 September 2013

	Note	Unaudited Three month period ended 30 September 2013 AED	Unaudited Three month period ended 30 September 2012 AED	Unaudited Nine month period ended 30 September 2013 AED	Unaudited Nine month period ended 30 September 2012 AED
Revenue		**18,991,903**	14,748,647	**50,315,183**	41,756,898
Cost of sales	*6*	**(12,625,335)**	(9,759,663)	**(33,895,718)**	(28,705,977)
Gross profit		**6,366,568**	4,988,984	**16,419,465**	13,050,921
Distribution expenses	*7*	**(3,904,768)**	(3,217,846)	**(10,962,836)**	(9,105,941)
Administrative and general expenses	*8*	**(1,881,726)**	(1,376,712)	**(5,148,764)**	(4,191,138)
Operating profit		**580,074**	394,426	**307,865**	(246,158)
Loss on disposal of investment property		**-**	-	**-**	(462,564)
Profit on sale of available for sale investments	*10*	**-**	-	**193,436**	1,168,582
Finance expense		**(77,554)**	(252,326)	**(559,147)**	(801,588)
Finance income		**16,466**	61,893	**189,813**	180,023
Other income		**37,064**	83,736	**122,230**	403,616
Profit for the period		**556,050**	287,729	**254,197**	241,911
Earnings per share – basic	*17*	**0.019**	0.010	**0.008**	0.008

The notes set out on pages 7 to 16 are an integral part of the condensed interim financial information.

The independent auditors' report on review of condensed interim financial information is set out on page 1.

Emirates Refreshments (P.S.C.)
(formerly Jeema Mineral Water (P.S.C.))

Condensed statement of comprehensive income
for the nine month period ended 30 September 2013

		Unaudited Three month period ended 30 September		Unaudited Nine month period ended 30 September	
	Note	**2013 AED**	2012 AED	**2013 AED**	2012 AED
Profit for the period		**556,050**	287,729	**254,197**	241,911
Other comprehensive income:					
Items that will be or may be reclassified subsequently to profit or loss					
Net change in fair value of available for sale investments	*10*	**338,023**	414,752	**643,067**	1,679,074
Transfer of reserve on available for sale investments sold during the period to profit or loss	*10*	**-**	-	**(193,436)**	(1,168,582)
Total other comprehensive income for the period		**338,023**	414,752	**449,631**	510,492
Total comprehensive income for the period		**894,073**	702,481	**703,828**	752,403

The notes set out on pages 7 to 16 are an integral part of the condensed interim financial information.

The independent auditors' report on review of condensed interim financial information is set out on page 1.

Emirates Refreshments (P.S.C.)

(formerly Jeema Mineral Water (P.S.C.))

Condensed statement of financial position

at 30 September 2013

	Note	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
ASSETS				
Non-current assets				
Property, plant and equipment	*9*	**29,385,591**	31,121,142	32,076,414
Available for sale investments	*10*	**2,573,563**	3,235,449	3,209,429
Long-term prepayment		**1,113,250**	1,159,000	1,174,250
Non-current portion of fixed deposits with bank	*14*	-	3,000,000	3,300,000
Total non-current assets		**33,072,404**	38,515,591	39,760,093
Current assets				
Inventories	*11*	**9,856,915**	9,440,514	9,277,100
Trade and other receivables	*12*	**11,691,319**	8,596,188	9,172,978
Due from a related party	*13*	-	697,163	637,041
Cash in hand and at bank	*14*	**10,197,078**	18,000,279	17,790,033
Total current assets		**31,745,312**	36,734,144	36,877,152
Total assets		**64,817,716**	75,249,735	76,637,245
EQUITY AND LIABILITIES				
EQUITY				
Share capital		**30,000,000**	30,000,000	30,000,000
Statutory reserve		**9,075,242**	9,075,242	8,998,499
Obligatory reserve		**1,500,000**	1,500,000	1,500,000
Fair value reserve		**1,946,729**	1,497,098	1,471,078
Retained earnings/accumulated losses		**33,253**	(220,944)	(669,717)
Total equity		**42,555,224**	41,851,396	41,299,860
LIABILITIES				
Non-current liabilities				
Provision for employee terminal benefits		**1,613,067**	1,319,221	1,384,755
Bank borrowings - non current portion of long term loan	*16*	-	7,000,000	7,800,000
Total non-current liabilities		**1,613,067**	8,319,221	9,184,755
Current liabilities				
Trade and other payables	*15*	**11,055,859**	12,005,149	11,749,483
Bank borrowings – current portion of long-term loans	*16*	-	3,200,000	3,200,000
Bank borrowings – bank overdraft	*16*	**9,593,566**	9,873,969	11,203,147
Total current liabilities		**20,649,425**	25,079,118	26,152,630
Total liabilities		**22,262,492**	33,398,339	35,337,385
Total equity and liabilities		**64,817,716**	75,249,735	76,637,245

The condensed interim financial information was authorised for issue on behalf of the Board of Directors on

13 NOV 2013

Chairman Director

The notes set out on pages 7 to 16 are an integral part of the condensed interim financial information.

The independent auditors' report on review of condensed interim financial information is set out on page 1.

Emirates Refreshments (P.S.C.)
(formerly Jeema Mineral Water (P.S.C.))

Condensed statement of cash flows
for the nine month period ended 30 September 2013

	Unaudited Nine month period ended 30 September 2013 AED	2012 AED
Operating activities		
Profit for the period	**254,197**	241,911
Adjustments for:		
Depreciation	**4,435,064**	4,291,201
Amortisation of long-term prepayment	**45,750**	45,750
Provision for staff terminal benefits	**468,649**	565,392
Gain on disposal of property, plant and equipment	**(29,461)**	(51,031)
Dividend income	**(99,550)**	(172,468)
Loss on disposal of investment property	**-**	462,564
Profit on sale of available for sale investments	**(193,436)**	(1,168,582)
Interest expense	**252,341**	700,896
Interest income	**(90,263)**	(180,023)
	5,043,291	4,735,610
Change in inventories	**(416,401)**	(1,595,852)
Change in trade and other receivables	**(3,095,131)**	(888,027)
Change in due from a related party	**697,163**	699,633
Change in trade and other payables	**(949,290)**	(7,126,704)
Staff terminal benefits paid	**(174,803)**	(410,242)
Net cash from/(used in) operating activities	**1,104,829**	(4,585,582)
Investing activities		
Purchase of property, plant and equipment	**(2,715,213)**	(1,128,567)
Proceeds from sale of available for sale investments	**1,304,953**	6,659,070
Proceeds from disposal of property, plant and equipment	**45,161**	57,498
Refund of/(funds invested in) fixed deposits	**12,783,485**	(211,423)
Proceeds from sale of investment property	**-**	3,294,511
Dividend received	**99,550**	172,468
Interest received	**90,263**	180,023
Net cash from investing activities	**11,608,199**	9,023,580
Financing activities		
Repayment of bank loans	**(10,200,000)**	(2,400,000)
Interest expense paid	**(252,341)**	(700,896)
Net cash used in financing activities	**(10,452,341)**	(3,100,896)
Net increase in cash and cash equivalents	**2,260,687**	1,301,102
Cash and cash equivalents at the beginning of the period	**(3,714,752)**	(12,222,141)
Cash and cash equivalents at the end of the period	**(1,454,065)**	(10,921,039)
Cash and cash equivalents comprise:		
Cash in hand and at bank	**178,786**	282,108
Fixed deposit (less than three months)	**7,960,715**	-
Bank overdraft	**(9,593,566)**	(11,203,147)
	(1,454,065)	(10,921,039)

The notes set out on pages 7 to 16 are an integral part of the condensed consolidated interim financial information.

The independent auditors' report on review of condensed interim financial information is set out on page 1.

Emirates Refreshments (P.S.C.)

(formerly Jeema Mineral Water (P.S.C.))

Condensed statement of changes in equity

for the nine month period ended 30 September 2013

	Share capital	Statutory reserve	Obligatory reserve	Fair value reserve	Retained earnings/ (accumulated losses)	Total
	AED	AED	AED	AED	AED	AED
At 1 January 2012 (audited)	30,000,000	8,998,499	1,500,000	960,586	(911,628)	40,547,457
Total comprehensive income for the period						
Profit for the period	-	-	-	-	241,911	241,911
Other comprehensive income						
Net change in fair value of available for sale investments	-	-	-	1,679,074	-	1,679,074
Transfer to profit or loss of reserve on available for sale investments sold during the period	-	-	-	(1,168,582)	-	(1,168,582)
Total other comprehensive income	-	-	-	510,492	-	510,492
Total comprehensive income for the period	-	-	-	510,492	241,911	752,403
At 30 September 2012 (unaudited)	**30,000,000**	**8,998,499**	**1,500,000**	**1,471,078**	**(669,717)**	**41,299,860**
At 1 January 2013 (audited)	**30,000,000**	**9,075,242**	**1,500,000**	**1,497,098**	**(220,944)**	**41,851,396**
Total comprehensive income for the period						
Profit for the period	-	-	-	-	254,197	254,197
Other comprehensive income						
Net change in fair value of available for sale investments	-	-	-	643,067	-	643,067
Transfer to profit or loss of reserve on available for sale investments sold during the period	-	-	-	(193,436)	-	(193,436)
Total other comprehensive income	-	-	-	449,631	-	449,631
Total comprehensive income for the period	-	-	-	449,631	254,197	703,828
At 30 September 2013 (unaudited)	**30,000,000**	**9,075,242**	**1,500,000**	**1,946,729**	**33,253**	**42,555,224**

The notes set out on pages 7 to 16 are an integral part of the condensed interim financial information.

1. Reporting entity

Emirates Refreshments (P.S.C.) ("the Company") is a Public Shareholding Company, incorporated in Dubai, United Arab Emirates under a decree issued by His Highness The Ruler of Dubai. The Company is listed on the Dubai Financial Market. The shareholders of the Company at an extraordinary general meeting held on 20 June 2010, resolved that the name of the Company be changed from Jeema Mineral Water (P.S.C.) to Emirates Refreshments (P.S.C.)

The principal activities of the Company are bottling and selling mineral water and carbonated soft drinks as well as manufacturing plastic bottles and containers. Bottling of carbonated soft drinks has been commenced in the current period under a co-packing agreement. The Company has two plants located in Dibba and Hatta, UAE. The Company markets, distributes and sells its products across the Middle East and Africa countries mainly in UAE.

The registered address of the Company is P O Box 5567, Dubai, UAE.

2. Statement of compliance

The condensed interim financial information has been prepared in accordance with the International Accounting Standard ("IAS") 34, Interim Financial Reporting. The financial information does not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2012.

3. Significant accounting policies

The accounting policies applied in the preparation of the condensed interim financial information are consistent with those applied by the Company in its financial statements as at and for the year ended 31 December 2012, except for the adoption of new standards and interpretations effective as of 1 January 2013.

The Company applies, for the first time, certain standards and amendments which are effective from 1 January 2013. These include IFRS 13 Fair Value Measurement and amendments to IAS 1 Presentation of Financial Statements. The adoption of these new standards and amendments does not impact the annual financial statements of the Company or the interim condensed financial information of the Company, except for the presentation and disclosures. As required by IAS 34, the nature and the effect of these changes are disclosed below.

IAS 1 Presentation of Items of Other Comprehensive Income – Amendments to IAS 1

The amendments to IAS 1 introduce a grouping of items presented in other comprehensive income. Items that could be reclassified to profit or loss at a future point in time now have to be presented separately from items that will never be reclassified. The amendment affected presentation only and had no impact on the Company's financial position.

IFRS 13 Fair Value Measurement

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. The application of IFRS 13 has not materially impacted the fair value measurements carried out by the Company. IFRS 13 also requires specific disclosures on fair values, some of which replace existing disclosure requirements in other standards, including IFRS 7 Financial Instruments: Disclosures. Some of these disclosures are specifically required for financial instruments by IAS 34, thereby affecting the interim condensed financial information period. The Company provides these disclosures in Note 18.

4. Accounting estimates and judgements

The preparation of condensed interim financial information in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the preparation of the financial statements of the Company as at and for the year ended 31 December 2012.

5. Financial risk management

The Company'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 2012.

6. Cost of sales

	Unaudited Three month period ended 30 September		**Unaudited Nine month period ended 30 September**	
	2013 AED	2012 AED	**2013 AED**	2012 AED
Materials consumed	**7,388,127**	5,251,959	**19,310,039**	16,142,965
Staff costs	**1,437,831**	1,257,658	**4,436,666**	3,635,438
Depreciation	**1,294,227**	1,177,424	**3,728,689**	3,554,025
Water and electricity charges	**1,432,973**	1,512,366	**3,948,705**	3,714,745
Others	**1,072,177**	560,256	**2,471,619**	1,658,804
	12,625,335	9,759,663	**33,895,718**	28,705,977

7. Distribution expenses

	Unaudited Three month period ended 30 September		**Unaudited Nine month period ended 30 September**	
	2013 AED	2012 AED	**2013 AED**	2012 AED
Staff costs	**1,582,889**	1,208,558	**4,534,363**	3,355,622
Transportation expenses	**1,427,707**	1,372,144	**4,020,546**	3,870,492
Rent expense	**305,250**	305,250	**915,750**	916,439
Advertisement and marketing expenses	**142,478**	43,460	**302,192**	114,309
Depreciation	**127,637**	110,018	**389,524**	393,350
Others	**318,807**	178,416	**800,461**	455,729
	3,904,768	3,217,846	**10,962,836**	9,105,941

8. Administrative and general expenses

	Unaudited Three month period ended 30 September		Unaudited Nine month period ended 30 September	
	2013	2012	**2013**	2012
	AED	AED	**AED**	AED
Staff costs	**1,056,331**	739,824	**3,059,776**	2,403,009
Depreciation	**108,667**	122,002	**326,096**	389,105
Impairment loss on trade receivables	**95,000**	-	**126,574**	84,094
Others	**621,728**	514,886	**1,636,318**	1,314,930
	1,881,726	1,376,712	**5,148,764**	4,191,138

9. Property, plant and equipment

During the nine month period ended 30 September 2013, the Company acquired assets amounting to AED 2,715,213 *(nine month period ended 30 September 2012: AED 1,128,567)* and incurred depreciation expense of AED 4,435,065 *(nine month period ended 30 September 2012: AED 4,291,201 million).*

10. Available for sale investments

	30 September 2013	31 December 2012	30 September 2012
	AED	AED	AED
	(Unaudited)	(Audited)	(Unaudited)
Opening balance	**3,235,449**	8,189,425	8,189,425
Change in fair value	**643,067**	1,705,094	1,679,074
Sale of investments	**(1,304,953)**	(6,659,070)	(6,659,070)
	2,573,563	3,235,449	3,209,429

Significant investments in available for sale financial assets are held in equity securities listed on recognised stock exchanges.

During the current period, the Company sold certain investments in securities with original cost of AED 1,111,517 *(2012: AED* 5,490,488*)* for a consideration of AED 1,304,953 *(2012: AED* 6,659,070*)* resulting in a gain of AED 193,436 *(2012: AED* 1,168,582*)* which is recorded in profit or loss.

11. Inventories

	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
Raw materials	**4,388,204**	4,616,497	5,089,822
Finished goods	**2,469,012**	1,746,504	1,139,626
Spare parts	**3,818,867**	3,463,457	3,304,199
Others	**210,550**	164,079	168,476
	10,886,633	9,990,537	9,702,123
Less: Provision for slow moving inventories	**(1,029,718)**	(550,023)	(425,023)
	9,856,915	9,440,514	9,277,100

12. Trade and other receivables

	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
Trade receivables	**9,772,556**	6,908,362	7,895,849
Less: Allowance for impairment	**(824,914)**	(698,340)	(874,277)
	8,947,642	6,210,022	7,021,572
Prepayments	**1,078,725**	1,096,695	809,931
Advances to suppliers	**402,967**	65,511	105,942
Other receivables	**1,261,985**	1,223,960	1,235,533
	11,691,319	8,596,188	9,172,978

13. Related party transactions and balances

Significant related party transactions were as follows:

	Unaudited Three month period ended 30 September		**Unaudited Nine month period ended 30 September**	
	2013	2012	**2013**	2012
	AED	AED	**AED**	AED
Compensation to key management personnel is as follows:				
- Short term benefits	**715,870**	350,386	**1,710,808**	1,178,781
- Provision towards employee terminal benefits	**58,874**	5,338	**165,583**	16,446

	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
Due from a related party			
Dubai Refreshments (P.S.C.)	-	697,163	637,041

In 2009, the Company had entered into a co-packing agreement ("the Co-Packing Agreement") with Dubai Refreshments (P.S.C.), to act as a bottler and co-packer of a beverage. As per the terms of the Co-Packing Agreement, the parties have undertaken to sell/purchase a minimum quantity of the beverage at a mutually agreed price. The agreement was valid until February 2012. The Company has entered into a new agreement with Dubai Refreshments (P.S.C.) on 22 February 2012 with a validity of 2 years.

14. Cash in hand and at bank

	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
Cash in hand	**99,474**	103,544	207,681
Other cash equivalents	**43,758**	53,268	54,906
Cash at bank – current account	**35,554**	2,406	19,521
Cash at bank – fixed deposit	**10,018,292**	20,841,061	20,807,925
	10,197,078	21,000,279	21,090,033
Less: Non-current portion of fixed deposits	-	(3,000,000)	(3,300,000)
	10,197,078	18,000,279	17,790,033

14. Cash at bank and in hand *(continued)*

(i) Fixed deposits carry interest at normal commercial rates and is hypothecated against bank overdraft.

(ii) Non-current portion of fixed deposits represented the amount corresponding to the non-current portion of term loans against which deposits were hypothecated and were classified as non-current assets. During the current period, the Company has liquidated fixed deposits of AED 11.8 million and utilized the proceeds to settle the entire amount of outstanding term loans of AED 10.2 million and the remaining amount for working capital requirements (refer note 16).

15. Trade and other payables

	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
Trade payables	**7,647,866**	8,488,671	8,674,671
Advance from customers	**178,049**	-	-
Accrued expenses and other payables	**3,229,944**	3,516,478	3,074,812
	11,055,859	12,005,149	11,749,483

16. Bank borrowings

	30 September 2013 AED (Unaudited)	31 December 2012 AED (Audited)	30 September 2012 AED (Unaudited)
Term loans from bank	-	10,200,000	11,000,000
Less: Short term portion of bank loans	-	(3,200,000)	(3,200,000)
Long term portion of bank loans	-	7,000,000	7,800,000
Bank overdraft	**(9,593,566)**	9,873,969	11,203,147

The above borrowings are obtained at prevailing market interest rate and are secured by fixed deposit of AED 10 million (refer note 14).

17. Earnings per share - basic

	Unaudited Three month period ended 30 September		**Unaudited Nine month period ended 30 September**	
	2013	2012	**2013**	2012
Profit for the period (AED)	**556,050**	287,729	**254,198**	241,911
Weighted average number of shares outstanding	**30,000,000**	30,000,000	**30,000,000**	30,000,000
Earnings per share in AED	**0.019**	0.010	**0.008**	0.008

18. Financial Instruments

Financial assets of the Company include investments, trade and other receivables, amount due from a related party and cash in hand and at bank. Financial liabilities of the Company include trade and other payables and bank borrowings. The table below sets out the Company's classification of each class of financial assets and financial liabilities and their fair values for the current and the comparative period:

	Available for sale financial assets	Loans and receivables	Others at amortized cost	Carrying amount	Fair Value
	AED	AED	AED	AED	AED
30 September 2013					
Financial assets					
Investments	2,573,563	-	-	2,573,563	2,573,563
Trade and other receivables	-	10,209,627	-	10,209,627	10,209,627
Cash in hand and at bank	-	10,197,078	-	10,197,078	10,197,078
Total	2,573,563	20,406,705	-	22,980,268	22,980,268
Financial liabilities					
Trade and other payables	-	-	10,877,810	10,877,810	10,877,810
Bank borrowings	-	-	9,593,566	9,593,566	9,593,566
	-	-	20,471,376	20,471,376	20,471,376

	Available for sale financial assets	Loans and receivables	Others at amortized cost	Carrying Amount	Fair Value
	AED	AED	AED	AED	AED
31 December 2012					
Financial assets					
Investments	3,235,449	-	-	3,235,449	3,235,449
Trade and other receivables	-	7,433,982	-	7,433,982	7,433,982
Due from a related party	-	697,163	-	697,163	697,163
Cash in hand and at bank	-	21,000,279	-	21,000,279	21,000,279
Total	3,235,449	29,131,424	-	32,366,873	32,366,873
Financial liabilities					
Trade and other payables	-	-	12,005,149	12,005,149	12,005,149
Bank borrowings	-	-	20,073,969	20,073,969	20,073,969
	-	-	32,079,118	32,079,118	32,079,118

18. Financial Instruments *(continued)*

	Available for sale financial assets AED	Loans and receivables AED	Others at amortized cost AED	Carrying Amount AED	Fair Value AED
30 September 2012					
Financial assets					
Investments	3,209,429	-	-	3,209,429	3,209,429
Trade and other receivables	-	8,257,105	-	8,257,105	8,257,105
Due from a related party	-	637,041	-	637,041	637,041
Cash in hand and at bank	-	21,090,033	-	21,090,033	21,090,033
Total	3,209,429	29,984,179	-	33,193,608	33,193,608
Financial liabilities					
Trade and other payables	-	-	11,749,483	11,749,483	11,749,483
Bank borrowings	-	-	22,203,147	22,203,147	22,203,147
	-	-	33,952,630	33,952,630	33,952,630

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- **Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- **Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- **Level 3:** Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company has investments which are stated at fair value. The fair value of quoted securities is determined by reference to their quoted bid prices as at the reporting date. Accordingly, the fair value hierarchy is set out as below:

	Level 1 AED	Level 2 AED	Level 3 AED	Total AED
30 September 2013				
Available for sale investments	**2,573,563**	-	-	**2,573,563**
31 December 2012				
Available for sale investments	3,235,449	-	-	3,235,449
30 September 2012				
Available for sale investments	3,209,429		-	3,209,429

There have been no reclassifications made during the current period or the previous period.

19. Operating lease commitments

The future aggregate minimum lease payments under a non-cancellable operating lease are as follows:

	30 September 2013 AED Unaudited	31 December 2012 AED Audited
Less than 1 year	**827,542**	2,108,084
Later than 1 year and no later than 5 years	**1,483,958**	2,102,372
Later than 5 years	**3,008,648**	3,482,920
	5,320,148	7,693,376

20. Contingent liabilities and commitments

	30 September 2013 AED Unaudited	31 December 2012 AED Audited
Letters of guarantee	**770,000**	1,065,000
Letters of credits	**-**	3,952,501
Capital commitments	**967,274**	206,855

a) The Company has undertaken to sell a minimum quantity of beverage to a customer as per a co-packing agreement at a mutually agreed price.

b) The Company has filed a case against former distributor in Oman for recovering assets carrying net book value of AED 125,112 and bank balance of AED 724,215 as at the reporting date. The Company has fully provided for these assets and the hearing of the case is in progress in Oman courts.

21. Segment reporting

The Company mainly operates in a single reporting segment of bottling, distribution and trading of mineral water and carbonated soft drinks. All the relevant information relating to this reporting/operating segment is disclosed in the condensed interim statement of financial position, condensed interim income statement and notes to the condensed interim financial information.

Additional information required by IFRS 8, *Segment Reporting*, is disclosed below:

a) Information about geographical segments

During the nine months period ended 30 September 2013, revenue from customers located in the Company's country of domicile (UAE) is AED 44.3 million *(nine months period ended 30 September 2012: AED 37.2 million)* and revenue from customers outside the UAE (foreign customers) is AED 6 million *(nine months period ended 30 September 2012: AED 4.5 million).*

b) Major customers

Revenue from Dubai Refreshments (P.S.C.), amounts to AED 4.6 million *(nine months period ended 30 September 2012: AED 5.1 million)* of the Company's total revenues. Apart from Dubai Refreshments (P.S.C.) there were no customers of the Company with revenues greater than 10% of the total revenue of the Company.