

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

Condensed interim financial  
information

*31 March 2015*

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# Emirates Refreshments (P.S.C.)

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

## Condensed interim financial information

31 March 2015

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## **Independent auditors' report on review of condensed interim financial information**

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

### **Introduction**

We have reviewed the accompanying 31 March 2015 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 31 March 2015;
- the condensed statement of profit or loss for the three month period ended 31 March 2015;
- the condensed statement of other comprehensive income for the three month period ended 31 March 2015;
- the condensed statement of changes in equity for the three month period ended 31 March 2015;
- the condensed statement of cash flows for the three month period ended 31 March 2015, and
- notes to the 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 three month period ended 31 March 2015 is not prepared, in all material respects, in accordance with IAS 34, *'Interim Financial Reporting'*.

KPMG Lower Gulf Limited  
Muhammad Tariq  
Registration No. 793  
Dubai, United Arab Emirates  
Date: 11 MAY 2015

# Emirates Refreshments (P.S.C.)

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

## Condensed statement of profit or loss for the three month period ended 31 March 2015

		Unaudited Three month period ended 31 March	
	Note	2015 AED	2014 AED
<b>Revenue</b>		14,253,694	16,562,682
Cost of sales	6	(10,494,477)	(11,086,255)
<b>Gross profit</b>		<u>3,759,217</u>	<u>5,476,427</u>
Selling and distribution expenses	7	(4,138,138)	(3,952,442)
Administrative and general expenses	8	(2,097,418)	(2,000,681)
<b>Operating loss</b>		<u>(2,476,339)</u>	<u>(476,696)</u>
Finance expense		(76,999)	(97,300)
Finance income		81,917	86,172
Other income		10,111	47,464
<b>Loss for the period</b>		<u>(2,461,310)</u>	<u>(440,360)</u>
Earnings per share – basic	18	<u>(0.082)</u>	<u>(0.015)</u>

The notes set out on pages 7 to 15 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 other comprehensive income for the three month period ended 31 March 2015

		Unaudited Three month period ended 31 March	
	Note	2015 AED	2014 AED
<b>Loss for the period</b>		<b>(2,461,310)</b>	<b>(440,360)</b>
<b>Other comprehensive income:</b>			
<i>Items that will be or may be reclassified subsequently to profit or loss</i>			
Net change in fair value of available for sale investments	11	42,460	444,450
<b>Total other comprehensive income for the period</b>		<b>42,460</b>	<b>444,450</b>
<b>Total comprehensive (loss)/ income for the period</b>		<b>(2,418,850)</b>	<b>4,090</b>


The notes set out on pages 7 to 15 are an integral part of the condensed interim financial information.

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**Emirates Refreshments (P.S.C.)**  
(formerly Jeema Mineral Water (P.S.C.))  
**Condensed statement of financial position**  
*at 31 March 2015*

		31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
<b>ASSETS</b>	<i>Note</i>			
<b>Non-current assets</b>				
Property, plant and equipment	9	27,689,227	26,086,415	26,064,117
Capital advances		1,529,004	3,883,861	-
Investment property	10	2,020,768	2,055,358	2,159,128
Available for sale investments	11	2,942,211	2,899,751	3,428,888
Long-term prepayment		1,021,750	1,037,000	1,082,750
<b>Total non-current assets</b>		<b>35,202,960</b>	<b>35,962,385</b>	<b>32,734,883</b>
<b>Current assets</b>				
Inventories	12	12,086,886	8,933,179	12,648,696
Trade and other receivables	13	11,998,989	11,652,927	12,054,683
Cash at bank and in hand	14	10,279,704	11,532,297	10,928,781
<b>Total current assets</b>		<b>34,365,579</b>	<b>32,118,403</b>	<b>35,632,160</b>
<b>Total assets</b>		<b>69,568,539</b>	<b>68,080,788</b>	<b>68,367,043</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
Share capital		30,000,000	30,000,000	30,000,000
Statutory reserve		9,229,965	9,229,965	9,129,782
Obligatory reserve		1,500,000	1,500,000	1,500,000
Fair value reserve		2,315,377	2,272,917	2,802,054
(Accumulated losses)/retained earnings		(1,289,747)	1,171,563	(170,443)
<b>Total equity</b>		<b>41,755,595</b>	<b>44,174,445</b>	<b>43,261,393</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Provision for staff terminal benefits		2,076,496	2,008,758	1,883,454
<b>Total non-current liabilities</b>		<b>2,076,496</b>	<b>2,008,758</b>	<b>1,883,454</b>
<b>Current liabilities</b>				
Trade and other payables	15	15,444,139	16,248,034	15,138,870
Bank borrowings	16	10,292,309	5,649,551	8,083,326
<b>Total current liabilities</b>		<b>25,736,448</b>	<b>21,897,585</b>	<b>23,222,196</b>
<b>Total liabilities</b>		<b>27,812,944</b>	<b>23,906,343</b>	<b>25,105,650</b>
<b>Total equity and liabilities</b>		<b>69,568,539</b>	<b>68,080,788</b>	<b>68,367,043</b>

The condensed interim financial information was authorised for issue on behalf of the Board of Directors on **11 MAY 2015**

  
Chairman

  
Director

The notes set out on pages 7 to 15 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 three month period ended 31 March 2015

	Unaudited Three month period ended 31 March	
	2015 AED	2014 AED
<b>Operating activities</b>		
Loss for the period	(2,461,310)	(440,360)
<i>Adjustments for:</i>		
Depreciation	1,685,066	1,565,257
Amortisation of long-term prepayment	15,250	15,250
Provision for staff terminal benefits	174,379	205,993
Finance expense	76,999	97,300
Finance income	(10,367)	(14,622)
Dividend income from available for sale investments	(71,550)	(71,550)
Loss on disposal of property, plant and equipment	74,346	-
	(517,187)	1,357,268
Change in inventories	(3,153,707)	(2,670,326)
Change in trade and other receivables	(346,062)	(1,256,737)
Change in trade and other payables	(803,895)	760,471
Staff terminal benefits paid	(106,641)	(1,931)
<i>Net cash used in operating activities</i>	<i>(4,927,492)</i>	<i>(1,811,255)</i>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(989,954)	(358,801)
Proceeds from sale of property, plant and equipment	8,000	-
Movement in fixed deposits	(6,116,904)	-
Interest income received	10,367	14,622
Dividend received	71,550	71,550
<i>Net cash used in investing activities</i>	<i>(7,016,941)</i>	<i>(272,629)</i>
<b>Financing activities</b>		
Interest expense paid	(76,999)	(97,300)
Re-investment in fixed deposit	4,588	-
<i>Net cash used in financing activities</i>	<i>(72,411)</i>	<i>(97,300)</i>
<b>Net decrease in cash and cash equivalents</b>	<b>(12,016,844)</b>	<b>(2,181,184)</b>
Cash and cash equivalents at the beginning of the period	1,894,759	1,074,023
Cash and cash equivalents at the end of the period	(10,122,085)	(1,107,161)
<i>Cash and cash equivalents comprise:</i>		
Cash at bank and in hand	170,224	874,814
Fixed deposit (less than three months maturity)	-	6,101,351
Bank overdraft	(10,292,309)	(8,083,326)
	(10,122,085)	(1,107,161)

The notes set out on pages 7 to 15 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 three month period ended 31 March 2015*

	Share capital AED	Statutory reserve AED	Obligatory reserve AED	Fair value reserve AED	(Accumulated losses)/ retained earning AED	Total AED
At 1 January 2014 (audited)	30,000,000	9,129,782	1,500,000	2,357,604	269,917	43,257,303
<b>Total comprehensive income for the period</b>						
Loss for the period	-	-	-	-	(440,360)	(440,360)
<b>Other comprehensive income</b>						
Net change in fair value of available for sale investments	-	-	-	444,450	-	444,450
Total other comprehensive income	-	-	-	444,450	-	444,450
Total comprehensive income for the period	-	-	-	444,450	(440,360)	4,090
At 31 March 2014 (unaudited)	30,000,000	9,129,782	1,500,000	2,802,054	(170,443)	43,261,393
At 1 January 2015 (audited)	30,000,000	9,229,965	1,500,000	2,272,917	1,171,563	44,174,445
<b>Total comprehensive income for the period</b>						
Loss for the period	-	-	-	-	(2,461,310)	(2,461,310)
<b>Other comprehensive income</b>						
Net change in fair value of available for sale investments	-	-	-	42,460	-	42,460
Total other comprehensive income	-	-	-	42,460	-	42,460
Total comprehensive loss for the period	-	-	-	42,460	(2,461,310)	(2,418,850)
At 31 March 2015 (unaudited)	30,000,000	9,229,965	1,500,000	2,315,377	(1,289,747)	41,755,595

The notes set out on pages 7 to 15 are an integral part of the condensed interim financial information.

# Emirates Refreshments (P.S.C.)

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

## Notes to the condensed interim financial information

for the three month period ended 31 March 2015

### 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 previous 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 2014.

### 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 2014.

### 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 2014.

### 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 2014.

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 6. Cost of sales

	Unaudited Three month period ended 31 March	
	2015 AED	2014 AED
Materials consumed	5,338,186	5,665,183
Staff costs	1,468,932	1,583,010
Depreciation	1,552,761	1,368,368
Water and electricity charges	1,060,766	1,275,073
Others	1,073,832	1,194,621
	<u>10,494,477</u>	<u>11,086,255</u>

## 7. Selling and distribution expenses

	Unaudited Three month period ended 31 March	
	2015 AED	2014 AED
Staff costs	1,616,188	1,763,965
Transportation expenses	1,311,037	1,329,409
Rent expenses	521,830	392,296
Advertisement and marketing expenses	383,163	101,933
Depreciation	70,420	93,469
Others	235,500	271,370
	<u>4,138,138</u>	<u>3,952,442</u>

## 8. Administrative and general expenses

	Unaudited Three month period ended 31 March	
	2015 AED	2014 AED
Staff costs	1,490,093	1,316,218
Professional fee	149,636	225,104
Depreciation	61,885	103,420
Repairs & maintenance expenses	89,973	110,519
Impairment loss on trade receivables	-	18,071
Others	305,831	227,349
	<u>2,097,418</u>	<u>2,000,681</u>

# Emirates Refreshments (P.S.C.)

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

## Notes to the condensed interim financial information *(continued)* for the three month period ended 31 March 2015

### 9. Property, plant and equipment

#### *Additions and disposals (unaudited)*

During the three month period ended 31 March 2015, the Company acquired assets amounting to AED 3.34 million (*three month period ended 31 March 2014: AED 0.36 million*) and disposed assets having net book value of AED 0.0069 million (*three month period ended 31 March 2014: Nil*) and wrote off assets with a net book value of AED 0.49 million (*three month period ended 31 March 2014: Nil*). The depreciation expense amounted to AED 1.69 million (*three month period ended 31 March 2014: AED 1.57 million*).

### 10. Investment properties

Investment properties represent warehouse building (6 sheds) transferred from property, plant and equipment during the previous year. The warehouse buildings were valued on an open market basis by a professional firm independent property valuers. In their assessment report dated 5 February 2015, they placed a total value of AED 2.56 million to the warehouse buildings (6 sheds). Valuation of properties was carried out using sales comparative valuation approach taking into account transactional evidence, prevailing market conditions.

Investment properties is measured at cost on initial recognition and subsequently using the 'cost model' in accordance with International Accounting Standard 40- Investment property and its stated at cost less impairment losses, if any.

### 11. Available for sale investments

	31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
Opening balance	2,899,751	2,984,438	2,984,438
Change in fair value	42,460	(84,687)	444,450
	<u>2,942,211</u>	<u>2,899,751</u>	<u>3,428,888</u>

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

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 12. Inventories

	31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
Raw materials	9,648,455	5,088,211	7,076,868
Finished goods	1,256,877	2,333,313	3,649,597
Spare parts	2,976,663	2,991,876	3,058,739
Others	183,614	184,085	242,402
	<u>14,065,609</u>	<u>10,597,485</u>	<u>14,027,606</u>
Less: provision for slow moving inventories	<u>(1,978,723)</u>	<u>(1,664,306)</u>	<u>(1,378,910)</u>
	<u><u>12,086,886</u></u>	<u><u>8,933,179</u></u>	<u><u>12,648,696</u></u>

## 13. Trade and other receivables

	31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
Trade receivables	9,221,317	9,396,771	9,827,507
Less: allowance for impairment	<u>(777,696)</u>	<u>(777,696)</u>	<u>(778,066)</u>
	<u>8,443,621</u>	<u>8,619,075</u>	<u>9,049,441</u>
Prepayments	1,369,873	1,091,846	1,305,150
Advances to suppliers	903,611	706,303	475,788
Other receivables	1,281,884	1,235,703	1,224,304
	<u><u>11,998,989</u></u>	<u><u>11,652,927</u></u>	<u><u>12,054,683</u></u>

## 14. Cash at bank and in hand

	31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
Cash in hand	101,374	105,374	103,974
Other cash equivalents	36,645	36,679	42,541
Cash at bank – current account	32,205	1,285,352	728,299
Cash at bank – fixed deposits	10,109,480	10,104,892	10,053,967
	<u>10,279,704</u>	<u>11,532,297</u>	<u>10,928,781</u>
	<u><u>10,279,704</u></u>	<u><u>11,532,297</u></u>	<u><u>10,928,781</u></u>

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 15. Trade and other payables

	31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
Trade payables	11,971,773	12,125,598	11,757,287
Accrued expenses and other payables	3,472,366	4,122,436	3,381,583
	<u>15,444,139</u>	<u>16,248,034</u>	<u>15,138,870</u>

## 16. Bank borrowings

	31 March 2015 AED (Unaudited)	31 December 2014 AED (Audited)	31 March 2014 AED (Unaudited)
Bank overdraft	<u>10,292,309</u>	<u>5,649,551</u>	<u>8,083,326</u>

Bank overdraft carries interest at prevailing market interest rate and are secured against fixed deposit with banks amounting to AED 10 million.

## 17. Related party transactions and balances

Significant related party transactions were as follows:

	Unaudited Three month period ended 31 March	
	2015 AED	2014 AED
Compensation to key management personnel is as follows:		
- Short term benefits	738,849	697,065
- Provision towards employee terminal benefits	<u>218,916</u>	<u>180,169</u>

## 18. Earnings per share

	Unaudited Three month period ended 31 March	
	2015	2014
Loss for the period (AED)	(2,461,310)	(440,360)
Weighted average number of shares outstanding	<u>30,000,000</u>	<u>30,000,000</u>
Earnings per share in AED- basic	<u>(0.082)</u>	<u>(0.015)</u>

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 19. Financial Instruments

Financial assets of the Company include investments, trade and other receivables 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 AED	Loans and receivables AED	Others amortized cost AED	Carrying amount AED	Fair value AED
<b>31 March 2015</b>					
<b>Financial assets</b>					
Investments	2,924,211	-	-	2,924,211	2,924,211
Trade and other receivables	-	9,725,505	-	9,725,505	9,725,505
Cash at bank	-	10,141,685	-	10,141,685	10,141,685
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total</b>	<b>2,924,211</b>	<b>19,867,190</b>	<b>-</b>	<b>22,791,401</b>	<b>22,791,401</b>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Financial liabilities</b>					
Trade and other payables	-	-	15,444,139	15,444,139	15,444,139
Bank borrowings	-	-	10,292,309	10,292,309	10,292,309
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<b>-</b>	<b>-</b>	<b>25,736,448</b>	<b>25,736,448</b>	<b>25,736,448</b>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 19. Financial Instruments *(continued)*

	Available for sale financial assets AED	Loans and receivables AED	Others at amortized cost AED	Carrying amount AED	Fair value AED
31 December 2014					
<i>Financial assets</i>					
Investments	2,899,751	-	-	2,899,751	2,899,751
Trade and other receivables	-	9,854,778	-	9,854,778	9,854,778
Cash at bank	-	11,390,244	-	11,390,244	11,390,244
Total	<u>2,899,751</u>	<u>21,245,022</u>	<u>-</u>	<u>24,144,773</u>	<u>24,144,773</u>
<i>Financial liabilities</i>					
Trade and other payables	-	-	16,248,034	16,248,034	16,248,034
Bank borrowings	-	-	5,649,551	5,649,551	5,649,551
	<u>-</u>	<u>-</u>	<u>21,897,585</u>	<u>21,897,585</u>	<u>21,897,585</u>
31 March 2014					
<i>Financial assets</i>					
Investments	3,428,888	-	-	3,428,888	3,428,888
Trade and other receivables	-	10,273,745	-	10,273,745	10,273,745
Cash at bank	-	10,782,266	-	10,782,266	10,782,266
Total	<u>3,428,888</u>	<u>21,056,011</u>	<u>-</u>	<u>24,484,899</u>	<u>24,484,899</u>
<i>Financial liabilities</i>					
Trade and other payables	-	-	15,138,870	15,138,870	15,138,870
Bank borrowings	-	-	8,083,326	8,083,326	8,083,326
	<u>-</u>	<u>-</u>	<u>23,222,196</u>	<u>23,222,196</u>	<u>23,222,196</u>

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 19. Financial instruments *(continued)*

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
<b>31 March 2015</b>				
Available for sale investments	2,942,211	-	-	2,942,211
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>31 December 2014</b>				
Available for sale investments	2,899,751	-	-	2,899,751
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>31 March 2014</b>				
Available for sale investments	3,428,888	-	-	3,428,888
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

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

## 20. Operating lease commitment

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

	31 March 2015 AED Unaudited	31 December 2014 AED Audited
Less than 1 year	2,979,582	1,541,662
Later than 1 year and no later than 5 years	3,982,923	4,254,213
Later than 5 years	1,758,012	2,367,611
	<u>          </u>	<u>          </u>
	8,720,517	8,163,486
	<u>          </u>	<u>          </u>

# Emirates Refreshments (P.S.C.)

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

Notes to the condensed interim financial information *(continued)*  
for the three month period ended 31 March 2015

## 21. Contingent liabilities and commitments

	31 March 2015 AED Unaudited	31 December 2014 AED Audited
Letters of guarantee	750,000	450,000
Letters of credits	3,888,784	6,912,197
Capital commitments	78,899	625,546

- a) The Company had filed a case against a former distributor in Oman for recovering bank balance of AED 735,832. This amount is fully provided and the hearing of the case is in progress in Oman courts.

## 22. Segment reporting

The Company operates in a single reporting segment of bottling, distribution and trading of mineral water and carbonated soft drink. All the relevant information relating to this reporting/operating segment is disclosed in the condensed interim statement of financial position, condensed interim statement of profit or loss 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 period ended 31 March 2015, revenue from customers located in the Company's country of domicile (UAE) is AED 13.5 million *(three month period ended 31 March 2014: AED 15 million)* and revenue from customers outside the UAE (foreign customers) is AED 0.76 million *(three month period ended 31 March 2014: AED 1.5 million)*.

### b) Major customers

Revenue from a customer amounts to AED 1.6 million *(period ended 31 March 2014: AED 1.6 million)* of the Company's total revenues. Apart from this customer, there were no customers of the Company with revenues greater than 10% of the total revenue of the Company.