Air Arabia PJSC
and its subsidiaries

Condensed consolidated interim financial information

for the six month period ended 30 June 2016

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Condensed consolidated interim financial information

30 June 2016

Contents | ***Page***

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Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Information

The Board of Directors
Air Arabia PJSC

Introduction

We have reviewed the accompanying 30 June 2016 condensed consolidated interim financial information of Air Arabia PJSC ("the Company") and its subsidiaries (collectively referred to as "the Group"), which comprises:

- the condensed consolidated statement of financial position as at 30 June 2016;
- the condensed consolidated statement of profit or loss for the three month and six month periods ended 30 June 2016;
- the condensed consolidated statement of comprehensive income for the three month and six month periods ended 30 June 2016;
- the condensed consolidated statement of changes in equity for the six month period ended 30 June 2016;
- the condensed consolidated statement of cash flows for the six month period ended 30 June 2016; and
- notes to the condensed consolidated interim financial information.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard (IAS) 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this condensed consolidated 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 30 June 2016 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, *"Interim Financial Reporting"*.

KPMG

KPMG Lower Gulf Limited
Fawzi AbuRass
Registration No.: 968
Dubai, United Arab Emirates

Date 11 AUG 2016

Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of financial position

as at 30 June 2016

	Note	30 June 2016 (Unaudited) AED'000	31 December 2015 (audited) AED'000
Assets			
Non-current assets			
Property and equipment	7	6,564,222	6,353,710
Advances for new aircraft		330,146	344,067
Investment properties		170,112	170,572
Intangible assets		1,296,965	1,296,209
Deferred charges		31,906	33,078
Investments	8	635,400	664,398
Equity accounted investments		50,573	58,818
Total non-current assets		9,079,324	8,920,852
Current assets			
Inventories		16,596	17,154
Trade and other receivables	11	545,884	528,641
Other investments		1,049,928	333,654
Bank balances and cash	9	921,527	1,598,559
Total current assets		2,533,935	2,478,008
Total assets		11,613,259	11,398,860
Liabilities and equity			
Non-current liabilities			
Provision for staff terminal benefits		88,192	79,655
Trade and other payables		1,211,728	951,465
Non-current portion of finance lease liabilities	10	3,129,332	3,173,589
Total non-current liabilities		4,429,252	4,204,709
Current liabilities			
Deferred income		375,152	268,354
Short-term borrowings		117,542	-
Trade and other payables	11	1,292,846	1,605,305
Current portion of finance lease liabilities	10	438,957	322,653
Total current liabilities		2,224,497	2,196,312
Total liabilities		6,653,749	6,401,021
Capital and reserves			
Share capital		4,666,700	4,666,700
Statutory reserve		370,827	370,827
Other reserves		(372,156)	(518,268)
Retained earnings		260,067	442,555
Equity attributable to owners of the Company		4,925,438	4,961,814
Non-controlling interests		34,072	36,025
Total equity		4,959,510	4,997,839
Total liabilities and equity		11,613,259	11,398,860

The accompanying notes on pages 8 to 17 are an integral part of this condensed consolidated interim financial information.

This condensed consolidated interim financial information was approved by the Board of Directors and authorised for issue on 11 AUG 2016

Chairman

Chief Executive Officer

Director Finance

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of profit or loss (unaudited)

for the six month period ended 30 June 2016

	Note	Three month period ended 30 June		Six month period ended 30 June	
		2016	2015	**2016**	2015
		AED'000	AED'000	**AED'000**	AED'000
Revenue		**893,774**	860,165	**1,839,530**	1,746,136
Direct costs		**(731,369)**	(697,273)	**(1,480,074)**	(1,430,266)
Gross profit		**162,405**	162,892	**359,456**	315,870
General and administrative expenses		**(45,752)**	(31,659)	**(95,377)**	(76,080)
Selling and marketing expenses		**(13,724)**	(13,671)	**(30,961)**	(30,999)
Finance income		**18,630**	19,499	**40,147**	38,637
Finance costs		**(20,873)**	(17,368)	**(41,487)**	(35,937)
Share of loss on equity accounted investments		**(4,065)**	(4,287)	**(5,245)**	(3,917)
Other income (net)		**34,438**	36,167	**18,829**	29,340
Profit for the period		**131,059**	151,573	**245,362**	236,914
Profit attributable to:					
Owners of the Company		**126,415**	146,245	**237,515**	224,377
Non-controlling interests		**4,644**	5,328	**7,847**	12,537
		131,059	151,573	**245,362**	236,914
Basic earnings per share (AED)	*12*	**0.03**	0.03	**0.05**	0.05

The accompanying notes on pages 8 to 17 are an integral part of this condensed consolidated interim financial information.

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of comprehensive income (unaudited)

for the six month period ended 30 June 2016

	Three month period ended 30 June		Six month period ended 30 June	
	2016	2015	**2016**	2015
	AED'000	AED'000	**AED'000**	AED'000
Profit for the period	**131,059**	151,573	**245,362**	236,914
Other comprehensive income:				
Items that will never be subsequently transferred to consolidated profit or loss:				
Fair value movement of investments measured at fair value through other comprehensive income ("FVOCI")	**(14,519)**	-	**(28,998)**	-
Items that are or may be reclassified subsequently to consolidated profit or loss:				
Fair value reserve (available-for-sale investments)				
Net change in fair value	-	3,287	-	11,273
Cash flow hedge				
Effective portion of change in fair value	**164,704**	122,706	**175,110**	86,975
Total other comprehensive income	**150,185**	125,993	**146,112**	98,248
Total comprehensive income for the period	**281,244**	277,566	**391,474**	335,162
Total comprehensive income attributable to:				
Owners of the Company	**276,600**	272,238	**383,627**	322,625
Non-controlling interests	**4,644**	5,328	**7,847**	12,537
	281,244	277,566	**391,474**	335,162

The accompanying notes on pages 8 to 17 are an integral part of this condensed consolidated interim financial information.

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of changes in equity

for the six month period ended 30 June 2016

	Share capital AED'000	Statutory reserve AED'000	Other reserves: General reserve AED'000	Other reserves: Fair value reserve AED'000	Other reserves: Cumulative change in FVOCI AED'000	Other reserves: Cash flow hedge Reserve AED'000	Retained earnings AED'000	Attributable to owners of the Company AED'000	Non-controlling interests AED'000	Total AED'000
Balance at 1 January 2015 (audited)	4,666,700	319,702	262,925	48,590	-	(692,977)	449,585	5,054,525	26,491	5,081,016
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	224,377	224,377	12,537	236,914
Other comprehensive income	-	-	-	11,273		86,975	-	98,248	-	98,248
Total comprehensive income	-	-	-	11,273	-	86,975	224,377	322,625	12,537	335,162
Transactions with owners, recorded directly in equity										
Dividend declared (refer note 17)	-	-	-	-	-	-	(420,003)	(420,003)	(9,800)	(429,803)
Balance at 30 June 2015 (unaudited)	4,666,700	319,702	262,925	59,863	-	(606,002)	253,959	4,957,147	29,228	4,986,375
Balance at 1 January 2016 (audited)	4,666,700	370,827	314,050	-	32,845	(865,163)	442,555	4,961,814	36,025	4,997,839
Total comprehensive income for the period										
Profit for the period	-	-	-	-	-	-	237,515	237,515	7,847	245,362
Other comprehensive income / (loss)	-	-	-	-	(28,998)	175,110	-	146,112	-	146,112
Total comprehensive income	-	-	-	-	(28,998)	175,110	237,515	383,627	7,847	391,474
Transactions with owners, recorded directly in equity										
Dividend declared (refer note 17)	-	-	-	-	-	-	(420,003)	(420,003)	(9,800)	(429,803)
Balance at 30 June 2016 (unaudited)	**4,666,700**	**370,827**	**314,050**	-	**3,847**	**(690,053)**	**260,067**	**4,925,438**	**34,072**	**4,959,510**

The accompanying notes on pages 8 to 17 are an integral part of this condensed consolidated interim financial information.

Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of cash flows (unaudited)

for the six month period ended 30 June 2016

	Note	Six month period ended 30 June 2016 (unaudited) AED '000	2015 (unaudited) AED '000
Operating activities			
Profit for the period		**245,362**	236,914
Adjustments for:			
Depreciation of property and equipment	7	**207,478**	184,001
Depreciation of investment property		**460**	375
Amortisation of deferred charges		**1,172**	1,950
Provision for staff terminal benefits		**11,846**	8,275
Ineffective portion of cash flow hedge		**32,962**	27,820
Share of loss on equity accounted investment		**5,245**	3,917
Interest income from bank deposits		**(40,147)**	(38,637)
Operating cash flows before working capital changes		**464,378**	424,615
Changes in:			
- Trade and other receivables		**(17,243)**	(87,456)
- Inventories		**558**	-
- Trade and other payables		**89,951**	41,028
- Deferred income		**106,798**	102,945
- Staff terminal benefits paid		**(3,309)**	(260)
Net cash from operating activities		**641,133**	480,872
Investing activities			
Acquisition of property and equipment		**(42,529)**	(5,940)
Additions in investment properties		**-**	(8,373)
(Payments)/receipts in relation to advances for new aircraft		**(113,745)**	108,542
Payments for deferred charges		**-**	(27,401)
Dividend received from joint ventures		**3,000**	14,000
Payments for investment in associate		**-**	(13,124)
Acquisition of intangible assets		**(756)**	(1,625)
Change in fixed and margin deposits		**717,024**	20,250
Interest income from bank deposits		**40,147**	38,637
Other investments made		**(716,274)**	-
Net cash (used in) / from investing activities		**(113,133)**	124,966
Financing activities			
Dividend paid to non-controlling interests		**(9,800)**	(9,800)
Dividend paid to owners of the Company		**(420,003)**	(420,003)
Increase in short- term borrowings		**117,542**	-
Payments of finance lease liabilities		**(175,747)**	(164,501)
Net cash used in financing activities		**(488,008)**	(594,304)
Net increase in cash and cash equivalents		**39,992**	11,534
Cash and cash equivalents at the beginning of the period		**230,805**	62,899
Cash and cash equivalents at the end of the period		**270,797**	74,433
The details of cash and cash equivalents is as under:			
Bank balances and cash	9	**921,527**	1,242,073
Fixed deposits with maturity over 3 months		**(648,895)**	(1,055,676)
Margin deposits with maturity over 3 months		**(1,835)**	(1,768)
		270,797	184,629
Bank overdraft		**-**	(110,196)
		270,797	74,433

The accompanying notes on pages 8 to 17 are an integral part of this condensed consolidated interim financial information.

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

1. Reporting entity

Air Arabia PJSC ("the Company") was incorporated on 19 September 2007 as a Public Joint Stock Company in accordance with UAE Federal Law No. 8 of 1984 (as amended). The Company operates in the United Arab Emirates under a trade license issued by the Economic Development Department of the Government of Sharjah and Air Operator's Certificate Number AC 2 issued by the General Civil Aviation Authority, United Arab Emirates.

The Company's ordinary shares are listed on the Dubai Financial Market, United Arab Emirates.

The registered office address is P.O. Box 8, Sharjah, United Arab Emirates.

The condensed consolidated interim financial information as at and for the six month period ended 30 June 2016 comprise the Company and its subsidiaries (collectively referred to as the "Group") and the Group's interest in associates and joint ventures.

The licensed activities of the Group are international commercial air transportation, aircraft trading, aircraft rental, aircraft spare parts trading, travel and tourist agencies, hotels, hotel apartment rentals, airline companies' representative office, passengers transport, cargo services, air cargo agents, documents transfer services, aviation training and aircraft repairs and maintenance.

The extent of the Group's ownership in its various subsidiaries, joint ventures and associates and their principal activities are as follows:

Name	Legal ownership interest 2016	Legal ownership interest 2015	Country of incorporation	Principal activities
Subsidiaries				
COZMO Travel LLC and its subsidiaries	**51%**	51%	United Arab Emirates	Travel and tours, tourism and cargo services.
Subsidiaries of COZMO Travel LLC:				
COZMO Travel WLL	**100%**	100%	Qatar	Travel and tours, tourism and cargo services.
COZMO Travel Limited Company	**100%**	100%	Kingdom of Saudi Arabia	Travel and tours, tourism and cargo services.
COZMO Travel LLC	**100%**	100%	Kuwait	Travel and tours, tourism and cargo services.
COZMO Travel LLC	**100%**	100%	Bahrain	Travel and tours, tourism and cargo services.
COZMO World Travel	**100%**	100%	United Arab Emirates	Travel agent.
COZMO Travel (Private) Limited	**100%**	100%	India	Travel and tours, tourism and cargo services.
Tune Protection Commercial Brokerage LLC	**51%**	51%	United Arab Emirates	Commercial brokers.
Information System Asscoiates FZC	**100%**	100%	United Arab Emirates	IT services to aviation industry.
Action Hospitality	**100%**	100%	United Arab Emirates	Hospitality services, tourism, managing and operating restaurants and hotels.
Joint ventures				
Alpha Flight Services UAE LLC	**50%**	50%	United Arab Emirates	Flight and retail catering and ancillary services to the Air Arabia PJSC.
Sharjah Aviation Services LLC	**50%**	50%	United Arab Emirates	Aircraft handling, passenger and cargo services at the Sharjah International Airport.
Air Arabia – Egypt Company S.A.E.	**50%**	50%	Egypt	International commercial air transportation.
Associates				
Air Arabia Maroc, S.A.	**40%**	40%	Morocco	International commercial air transportation.
Air Arabia Jordan	**49%**	49%	Jordan	International commercial air transportation.

2. Basis of preparation

2.1 Statement of compliance

The condensed consolidated interim financial information has been prepared in accordance with the International Accounting Standard ("IAS") 34, Interim Financial Reporting. The condensed consolidated interim financial information does not include all of the information required for full annual consolidated financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"), and should be read in conjunction with the annual consolidated financial statements of the Group as at and for the year ended 31 December 2015.

2.2 Basis of measurement

The condensed consolidated interim financial information has been prepared on the historical cost basis except for derivative financial instruments and Investments measured at fair value through other comprehensive income ("FVOCI"), which are measured at their fair values in the consolidated statement of financial position

2.3 Functional and presentation currency

This condensed consolidated interim financial information is presented in United Arab Emirates Dirham ("AED"), which is the Group's functional currency.

3. Significant accounting policies

The accounting policies applied by the Group in the preparation of the condensed consolidated interim financial information are consistent with those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2015.

4. New standards, amendments to standards and interpretations issued but not adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning on or after 1 January 2016; however, the Group has not applied following new standards, amendments to standards and interpretations in preparing this condensed consolidated interim financial information:

- *IFRS 15 Revenue from Contracts with Customers*

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. It replaces existing revenue recognition guidance, including IAS 18 Revenue, IAS 11 Construction Contracts and IFRIC 13 Customer Loyalty Programmes. IFRS 15 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted.

- *IFRS 16 Leases*

IFRS 16, published in January 2016 replaces the previous guidance in IAS 17 Leases. Under this revised guidance, leases will be brought onto the lessee's consolidate statement of financial position, increasing the visibility of their assets and liabilities. It further removes the classification of leases as either operating leases or finance leases treating all leases as finance leases from the perspective of the lessee, thereby eliminating the requirement for lease classification test. The revised guidance has an increased focus on who controls the asset and may change which contracts are leases.

IFRS 16 is effective for annual periods beginning on or after 1 January 2019. Early adoption is permitted provided IFRS 15 Revenue from Contract with Customers is also applied by the Group.

4. New standards, amendments to standards and interpretations issued but not adopted (continued)

The above standards, amendments to standards and interpretations are currently being assessed by the management of the Group to determine any material impact on the Group's financial statements.

5. Accounting estimates and judgments

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

The significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in preparation of the consolidated financial statements of the Group as at and for the year ended 31 December 2015.

6. Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2015.

7. Property and equipment

Additions, disposals and depreciation (unaudited)

During the six month period ended 30 June 2016, the Group acquired property and equipment amounting to AED 417.9 million *(six month period ended 30 June 2015: AED 723.9 million).*

Depreciation charge on property and equipment for the current period amounted to AED 207.5 million *(six month period ended 30 June 2015: AED 184 million).*

8. Investments

With effect from 1 July 2015, the Group had adopted IFRS 9 and elected an irrevocable option to designate certain investments as investments measured at fair value through other comprehensive income ("FVOCI") as these investments were not held for trading. The Group had also classified an investment in preference shares at amortised cost. These investments were previously classified as available-for-sale investments under IAS 39.

	Note	**30 June 2016 (unaudited) AED '000**	31 December 2015 (audited) AED '000
Investments measured at fair value through other comprehensive income ("FVOCI")	*8(a)*	**268,085**	297,083
Investment measured at amortised cost	*8(b)*	**367,315**	367,315
		635,400	664,398

8. Investments (continued)

8a. Investments measured at fair value through other comprehensive income ("FVOCI")

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Quoted	**10,457**	9,751
Unquoted	**257,628**	287,332
	268,085	297,083
In UAE	**268,085**	297,083

Movement during the period were as follows:

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Opening balance	**297,083**	347,782
Disposed during the period / year	-	(27,650)
Change in fair value	**(28,998)**	(23,049)
	268,085	297,083

The market rate as at 30 June 2016, is considered for the calculation of the fair value of the investments that are quoted in the stock exchange.

8b. Investment measured at amortised cost

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Unquoted	**367,315**	367,315
Outside UAE	**367,315**	367,315

9. Bank balances and cash

	30 June 2016 (unaudited) AED'000	31 December 2015 (audited) AED'000
Bank balances:		
Current accounts	**212,591**	181,224
Call deposits	**53,301**	47,554
Fixed deposits*	**648,895**	1,365,987
Margin deposits*	**1,835**	1,767
Total bank balances	**916,622**	1,596,532
Cash in hand	**4,905**	2,027
Total bank balances and cash	**921,527**	1,598,559

* These carry interest rates ranging from 1.2% - 3.8% *(2015: 2% - 5%)* per annum.

10. Finance lease liabilities

The Group has entered into a leasing arrangement with a third party to finance the purchase of the aircraft. The term of the lease is 12 years.

The lease agreements are subject to certain financial and operational covenants including compliance with various regulations, restrictions on subleasing, insurance coverage and maintenance of total debt to equity ratio.

11. Balances and transactions with related parties

	30 June 2016 (unaudited) AED'000	31 December 2015 (audited) AED'000
Due from related parties		
Included in trade and other receivables		
Receivable from associate and joint ventures (net of provision)	**24,728**	25,774

	30 June 2016 (unaudited) AED'000	31 December 2015 (audited) AED'000
Due to related parties		
Included in trade and other payables		
Payable to a joint venture and others	**8,078**	6,953

The Group has made certain investments to maximise returns which are included in consolidated statement of financial position under Investments and Other investments.

12. Basic earnings per share

	30 June 2016 (unaudited) AED '000	30 June 2015 (unaudited) AED '000
Profit attributable to the owners of the Company (in AED '000)	**237,515**	224,377
Number of shares (in '000)	**4,666,700**	4,666,700
Basic earnings per share (AED)	**0.05**	0.05

13. Operating lease commitments

13.1 Where the Group is a lessee:

	Six month period ended	
	30 June 2016 (unaudited) AED '000	30 June 2015 (unaudited) AED '000
Minimum lease payment under operating leases (excluding variable lease rental on the basis of flying hours) recognised in consolidated profit and loss for the period	**13,457**	13,953

The lease commitments for aircraft were as follows:

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Within one year	**15,178**	24,846
Between 2 and 5 years	**60,713**	-
Above 5 years	**40,940**	-
	116,831	24,846

13.2 Where the Group is a lessor:

The Group has leased out 7 *(2015: 6)* aircraft under non-cancellable operating lease agreements to related parties.

Minimum lease payments:

The leases have varying terms and renewal rights. The future minimum lease payments receivable under non-cancellable operating leases contracted for at the reporting dates but not recognised as receivables, are as follows:

13. Operating lease commitments (continued)

13.2 Where the Group is a lessor (continued):

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Within one year	**78,826**	59,676
Between two and five years	**92,174**	45,917
Above 5 years	**40,793**	-
	211,793	105,593

The carrying amount of the leased aircraft owned by the Group under operating leases at the reporting date are as follows:

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Net book value	**660,592**	686,780
Accumulated depreciation	**308,118**	281,930
Depreciation charge for the period/year	**21,467**	51,690

14. Contingent liabilities

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Letters of credit	**209,372**	300,954
Letters of guarantee	**39,380**	36,420

Letters of credit mainly comprise letters of credit issued to lessors of aircraft in lieu of placing deposits against leased aircraft.

15. Capital commitments

The Group has entered into the following capital commitments:

	30 June 2016 (unaudited) AED '000	31 December 2015 (audited) AED '000
Authorised and contracted:		
Aircraft fleet	**894,727**	1,518,581
Authorised but not contracted:		
Aircraft fleet	**1,422,807**	1,422,807

16. Segment information

Primary reporting format – business segments

Six month period ended 30 June 2016 (unaudited)	Airline AED '000	Other Segments AED '000	Eliminations AED '000	Total AED '000
Revenue				
External sales	**1,738,564**	**100,966**	**-**	**1,839,530**
Inter-segment sales	**-**	**3,616**	**(3,616)**	**-**
Total revenue	**1,738,564**	**104,582**	**(3,616)**	**1,839,530**
Result				
Segment result	**208,228**	**42,379**	**-**	**250,607**
Share of loss on equity-accounted investments				**(5,245)**
Profit for the period				**245,362**
Other information				
Additions to property and equipment, investment property and deferred charges	**415,925**	**2,065**	**-**	**417,990**
Depreciation and amortisation	**205,872**	**3,238**	**-**	**209,110**
30 June 2016 (unaudited)				
Assets				
Segment assets	**9,577,750**	**293,268**	**(182,239)**	**9,688,779**
Unallocated Group assets				**1,924,480**
Total assets				**11,613,259**
Liabilities				
Segment liabilities	**6,720,273**	**162,342**	**(228,866)**	**6,653,749**

16. Segment information (continued)

Primary reporting format – business segments (continued)

Six month period ended 30 June 2015 (unaudited)	Airline AED '000	Other segments AED '000	Eliminations AED '000	Total AED '000
Revenue				
External sales	1,643,430	102,706	-	1,746,136
Inter-segment sales	-	2,946	(2,946)	-
Total revenue	1,643,430	105,652	(2,946)	1,746,136
Result				
Segment result	198,072	42,759	-	240,831
Share of equity accounted investments				(3,917)
Profit for the period				236,914
Other information				
Additions to property and equipment, investment property and deferred charges	759,115	5,320	-	764,435
Depreciation and amortisation	183,700	2,626	-	186,326
30 June 2015 (unaudited)				
Assets				
Segment assets	8,532,273	232,347	(132,086)	8,632,534
Unallocated Group assets				2,327,198
Total assets				10,959,732
Liabilities				
Segment liabilities	6,012,736	116,985	(156,364)	5,973,357

Inter-segment sales are charged at prevailing market prices.

The accounting policies of the reportable segments are the same as the Group's accounting policies described in Note 3 to the consolidated financial statements as at and for the year ended 31 December 2015. Segment result represents the profit earned by each segment without considering share of profit/(loss) on equity accounted entities, finance cost, profit from bank deposits and other income. Segment assets do not include fixed deposits, investments, investment properties and investment in subsidiaries, joint ventures and associate. Goodwill and intangible assets have been allocated to the Airline segment.

17. Dividend

At the Annual General Meeting held on 13 March 2016, the shareholders approved a cash dividend of AED 420,003,000 at AED 9 fils per share for the year ended 31 December 2015 *(2015: AED 9 fils per share for the year ended 31 December 2014).*

18. Comparative figures

Comparative information has been reclassified, where necessary, in order to conform to the current period's presentation. Such reclassifications do not affect the previously reported profit, net assets or equity of the Group.