Air Arabia PJSC
and its subsidiaries

Condensed consolidated interim financial information

30 September 2017

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Contents

KPMG

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

To the Shareholders of Air Arabia PJSC

Introduction

We have reviewed the accompanying 30 September 2017 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 September 2017;
- the condensed consolidated income statement for the three month and nine month periods ended 30 September 2017;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three month and nine month periods ended 30 September 2017;
- the condensed consolidated statement of changes in equity for the nine month period ended 30 September 2017;
- the condensed consolidated statement of cash flows for the nine month period ended 30 September 2017; 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 condensed consolidated 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 September 2017 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, "Interim Financial Reporting".

KPMG Lower Gulf Limited

Fawzi AbuRass
Registration No.: 968
Sharjah, United Arab Emirates

Date: 05 NOV 2017

Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of financial position

as at 30 September 2017

	Note	30 September 2017 (unaudited) AED'000	31 December 2016 (audited) AED'000
Assets			
Non-current assets			
Property and equipment	7	**7,293,717**	7,108,134
Advances for new aircraft		**211,535**	299,269
Investment properties		**124,970**	124,970
Intangible assets		**1,298,754**	1,297,775
Deferred charges		**28,980**	30,268
Investments	8	**695,205**	697,076
Equity accounted investments		**91,480**	73,024
Total non-current assets		**9,744,641**	9,630,516
Current assets			
Inventories		**18,516**	16,324
Trade and other receivables		**607,260**	587,852
Other investments	8.1	**550,959**	459,129
Bank balances and cash	9	**1,759,594**	1,818,879
Total current assets		**2,936,329**	2,882,184
Total assets		**12,680,970**	12,512,700
Liabilities and equity			
Non-current liabilities			
Provision for staff terminal benefits		**107,415**	95,869
Trade and other payables		**1,125,365**	1,126,264
Non-current portion of finance lease liabilities	10	**3,451,184**	3,479,689
Total non-current liabilities		**4,683,964**	4,701,822
Current liabilities			
Deferred income		**217,054**	232,981
Trade and other payables		**1,512,201**	1,427,627
Short term bank borrowings		**8,491**	264,470
Current portion of finance lease liabilities	10	**420,485**	398,186
Total current liabilities		**2,158,231**	2,323,264
Total liabilities		**6,842,195**	7,025,086
Capital and reserves			
Share capital		**4,666,700**	4,666,700
Statutory reserve		**419,869**	419,869
Other reserves		**(7,553)**	(58,416)
Retained earnings		**700,553**	414,891
Equity attributable to owners of the Company		**5,779,569**	5,443,044
Non-controlling interests		**59,206**	44,570
Total equity		**5,838,775**	5,487,614
Total liabilities and equity		**12,680,970**	12,512,700

The accompanying notes on pages 8 to 16 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 05 NOV 2017

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 income statement (unaudited)

for the nine month period ended 30 September 2017

	Note	Three month period ended 30 September		Nine month period ended 30 September	
		2017	2016	**2017**	2016
		AED'000	AED'000	**AED'000**	AED'000
Revenue		**1,163,836**	1,124,218	**2,880,435**	2,963,748
Direct costs		**(785,229)**	(811,741)	**(2,164,978)**	(2,291,815)
Gross profit		**378,607**	312,477	**715,457**	671,933
General and administrative expenses		**(66,869)**	(66,031)	**(158,226)**	(161,408)
Selling and marketing expenses		**(17,869)**	(19,955)	**(54,601)**	(50,916)
Finance income		**61,035**	43,721	**123,921**	83,868
Finance costs		**(30,498)**	(23,740)	**(87,806)**	(65,227)
Share of profit on equity accounted investments		**37,238**	12,967	**31,956**	7,722
Other income (net)		**14,162**	37,085	**66,066**	55,914
Profit for the period		**375,806**	296,524	**636,767**	541,886
Profit attributable to:					
Owners of the Company		**364,501**	291,528	**612,331**	529,043
Non-controlling interests		**11,305**	4,996	**24,436**	12,843
		375,806	296,524	**636,767**	541,886
Basic earnings per share (AED)	*12*	**0.08**	0.06	**0.13**	0.11

The accompanying notes on pages 8 to 16 are an integral part of this condensed consolidated interim financial information.

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Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of profit or loss and other comprehensive income (unaudited)

for the nine month period ended 30 September 2017

	Three month period ended 30 September		Nine month period ended 30 September	
	2017	2016	**2017**	2016
	AED'000	AED'000	**AED'000**	AED'000
Profit for the period	**375,806**	296,524	**636,767**	541,886
Other comprehensive income:				
Items that will never be subsequently transferred to profit or loss:				
Fair value movement of investments measured at fair value through other comprehensive income ("FVOCI")	**2,362**	63,198	**(1,871)**	34,200
Items that are or may be reclassified subsequently to profit or loss:				
Cash flow hedge				
Effective portion of change in fair value	**198,744**	43,709	**52,734**	218,819
Total other comprehensive income	**201,106**	106,907	**50,863**	253,019
Total comprehensive income for the period	**576,912**	403,431	**687,630**	794,905
Total comprehensive income attributable to:				
Owners of the Company	**565,607**	398,435	**663,194**	782,062
Non-controlling interests	**11,305**	4,996	**24,436**	12,843
	576,912	403,431	**687,630**	794,905

The accompanying notes on pages 8 to 16 are an integral part of this condensed consolidated interim financial information.

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Air Arabia PJSC and its subsidiaries

Condensed consolidated statement of changes in equity

for the nine month period ended 30 September 2017

			Other reserves						
	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Cumulative change in FVOCI AED'000	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 2016 (audited)	4,666,700	370,827	314,050	32,845	(865,163)	442,555	4,961,814	36,025	4,997,839
Comprehensive income for the period									
Profit for the period	-	-	-	-	-	529,043	529,043	12,843	541,886
Other comprehensive income	-	-	-	34,200	218,819	-	253,019	-	253,019
Total comprehensive income for the period	-	-	-	34,200	218,819	529,043	782,062	12,843	794,905
Transactions with owners, recorded directly in equity									
Dividend (refer note 17)	-	-	-	-	-	(420,003)	(420,003)	(9,800)	(429,803)
Balance at 30 September 2016 (unaudited)	4,666,700	370,827	314,050	67,045	(646,344)	551,595	5,323,873	39,068	5,362,941
Balance at 1 January 2017 (audited)	4,666,700	419,869	363,092	65,523	(487,031)	414,891	5,443,044	44,570	5,487,614
Comprehensive (loss) / income for the period									
Profit for the period	-	-	-	-	-	612,331	612,331	24,436	636,767
Other comprehensive (loss) / income	-	-	-	(1,871)	52,734	-	50,863	-	50,863
Total comprehensive (loss) / income for the period	-	-	-	(1,871)	52,734	612,331	663,194	24,436	687,630
Transactions with owners, recorded directly in equity									
Dividend (refer note 17)	-	-	-	-	-	(326,669)	(326,669)	(9,800)	(336,469)
Balance at 30 September 2017 (unaudited)	**4,666,700**	**419,869**	**363,092**	**63,652**	**(434,297)**	**700,553**	**5,779,569**	**59,206**	**5,838,775**

The accompanying notes on pages 8 to 16 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 nine month period ended 30 September 2017

	Note	**Nine month period ended 30 September 2017 AED '000**	Nine month period ended 30 September 2016 AED '000
Operating activities			
Profit for the period		**636,767**	541,886
Adjustments for:			
Depreciation and amortization	*7*	**361,719**	322,559
Provision for staff terminal benefits		**17,314**	17,391
Ineffective portion of cash flow hedge		**(47,713)**	32,962
Share of profit on equity accounted investments		**(31,956)**	(7,722)
Interest income from bank deposits		**(123,921)**	(83,868)
Operating cash flows before working capital changes		**812,210**	823,208
Changes in:			
- Trade and other receivables		**(19,408)**	(35,762)
- Inventories		**(2,192)**	67
- Trade and other payables		**184,122**	298,934
- Deferred income		**(15,927)**	(28,567)
- Staff terminal benefits paid		**(5,767)**	(5,479)
Net cash from operating activities		**953,038**	1,052,401
Investing activities			
Acquisition of property and equipment		**(59,624)**	(22,911)
Payments in relation to advances for new aircraft		**(89,926)**	(151,440)
Dividend received from joint ventures		**13,500**	3,000
Payments for investment in associates		**-**	(10,160)
Acquisition of intangible assets		**(979)**	(1,136)
Increase in deferred charges		**(1,615)**	-
Change in fixed and margin deposits		**87,342**	(356,793)
Interest income from bank deposits		**123,921**	83,868
Other investments made		**(91,830)**	100,000
Net cash used in investing activities		**(19,211)**	(355,572)
Financing activities			
Dividend paid to non-controlling interests		**(9,800)**	(9,800)
Dividend paid to owners of the Company		**(326,669)**	(420,003)
Payments of finance lease liabilities		**(313,322)**	(281,110)
Changes in bank borrowings- net		**(255,979)**	-
Net cash used in financing activities		**(905,770)**	(710,913)
Net increase / (decrease) in cash and cash equivalents		**28,057**	(14,084)
Cash and cash equivalents at the beginning of the period		**172,229**	230,805
Cash and cash equivalents at the end of the period		**200,286**	216,721
The details of cash and cash equivalents is as under:			
Bank balances and cash	*9*	**1,759,594**	1,941,268
Less: fixed deposits with maturity over 3 months		**(1,558,096)**	(1,722,710)
Less: margin deposits with maturity over 3 months		**(1,212)**	(1,837)
		200,286	216,721

The accompanying notes on pages 8 to 16 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. 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 132, Sharjah, United Arab Emirates.

The condensed consolidated interim financial information as at and for the nine month period ended 30 September 2017 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		Country of incorporation	Principal activities
Subsidiaries	**2017**	2016		
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 Travel World	**100%**	100%	United Arab Emirates	Travel agent.
COZMO Travel (Private) Limited	**100%**	100%	India	Travel and tours, tourism and cargo services.
COZMO Travel World (Private) Limited	**100%**	100%	India	Travel and tours, tourism and cargo services.
*Al Sayara Limousine Passengers Transport Per Person Company Owner COZMO Travel LLC**	**100%**	-	United Arab Emirates	Passengers transport services by rented cars, buses and limousine.
Tune Protection Commercial Brokerage LLC	**51%**	51%	United Arab Emirates	Commercial brokers.
Information System Associates 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.

1. Reporting entity (continued)

Name	Legal ownership interest 2017	2016	Country of incorporation	Principal activities
Joint ventures				
Alpha Flight Services UAE LLC	**51%**	51%	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 LLC	**49%**	49%	Jordan	International commercial air transportation.

*incorporated during the current period

2. Basis of preparation

2.1 Statement of compliance

The condensed consolidated interim financial information has been prepared in accordance with 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 2016.

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.

2.3 Functional and presentation currency

The 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 2016.

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 2017; 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.

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

- *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 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 early applied by the Group.

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 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 2016.

6. Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements of the Group as at and for the year ended 31 December 2016.

7. Property and equipment

Additions, disposals and depreciation (unaudited)

During the nine month period ended 30 September 2017, the Group acquired property and equipment amounting to AED 544 million *(nine month period ended 30 September 2016: AED 964 million).*

Depreciation charge on property and equipment for the current period amounted to AED 359 million *(nine month period ended 30 September 2016: AED 320 million).*

8. Investments

Non-current assets - investments	Note	**30 September 2017 (unaudited) AED '000**	31 December 2016 (audited) AED '000
Investments measured at fair value through other comprehensive income ("FVOCI")	*8(a)*	**327,890**	329,761
Investment measured at amortised cost	*8(b)*	**367,315**	367,315
		695,205	697,076

8. Investments (continued)

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

	30 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Quoted	**10,600**	10,259
Unquoted (refer note 11)	**317,290**	319,502
	327,890	329,761
In UAE	**327,890**	329,761

Movement during the period is as follows:

	30 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Opening balance	**329,761**	297,083
Change in fair value	**(1,871)**	32,678
	327,890	329,761

The market rate as at 30 September 2017 is considered for the calculation of the fair value of the investments that are quoted on the stock exchange.

8b. Investment measured at amortised cost

	30 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Unquoted (refer note 11)	**367,315**	367,135
Outside UAE	**367,315**	367,135

8.1 Current assets - Other investments

These comprise amounts placed into short – term investments in order to maximize returns. Other investments are measured at amortized cost.

9. Bank balances and cash

	30 September 2017 (unaudited) AED'000	31 December 2016 (audited) AED'000
Bank balances:		
Fixed deposits*	**1,558,096**	1,644,850
Current accounts	**185,256**	155,754
Call deposits	**10,788**	13,312
Margin deposits*	**1,212**	1,800
Total bank balances	**1,755,352**	1,815,716
Cash in hand	**4,242**	3,163
Total bank balances and cash	**1,759,594**	1,818,879

* These carry interest rates ranging from 3% - 4.5% *(2016: 1.2% - 3.8%)* per annum.

10. Finance lease liabilities

The Group has entered into a leasing arrangement with the leasing companies to finance the purchase of the aircraft. The terms of the leases are 12 years.

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

11. Balances with related parties

	30 September 2017 (unaudited) AED'000	31 December 2016 (audited) AED'000
Due from related parties		
Included in trade and other receivables		
Receivable from associates and joint ventures (net of provision)	**28,805**	50,094

	30 September 2017 (unaudited) AED'000	31 December 2016 (audited) AED'000
Due to related parties		
Included in trade and other payables		
Payable to a joint venture	**3,262**	903
Other related parties	**57,219**	46,169
	60,481	47,072

Amount due from/(to) related parties are unsecured, bear no interest and have no fixed repayment terms. The management considers these to be current assets/current liabilities as appropriate.

The Group also invests cash balances with a related party in order to maximise returns. The investments disclosed in note 8 include such balances.

12. Basic earnings per share

	Three month period ended 30 September		Nine month period ended 30 September	
	2017	2016	**2017**	2016
	AED'000	AED'000	**AED'000**	AED'000
Profit attributable to the owners of the company	**364,501**	291,528	**612,331**	529,043
Number of shares (in`000)	**4,666,700**	4,666,700	**4,666,700**	4,666,700
Basic earnings per share (AED)	**0.08**	0.06	**0.13**	0.11

13. Operating lease commitments

13.1 Where the Group is a lessee:

	30 September 2017 (unaudited) AED '000	30 September 2016 (unaudited) AED '000
Minimum lease payment under operating leases (excluding variable lease rental on the basis of flying hours) recognised in consolidated income statement for the period	**11,384**	17,252

The lease commitments for aircraft were as follows:

	30 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Within one year	**15,178**	15,178
Between 2 and 5 years	**60,713**	60,713
Above 5 years	**21,966**	33,350
	97,857	109,241

13.2 Where the Group is a lessor:

The Group has leased out 10 *(2016: 7)* aircraft under non-cancellable operating lease agreements to the related parties and 2 aircraft (2016: nil) to a third party.

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 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Within one year	**127,890**	66,748
Between two and five years	**345,600**	69,885
Above 5 years	**21,888**	33,230
	495,378	169,863

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

	30 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Net book value	**1,256,702**	635,090
Accumulated depreciation	**548,755**	333,620
Depreciation charge for the period/year	**72,056**	51,690

14. Contingent liabilities

	30 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Letters of credit	**58,768**	191,006
Letters of guarantee	**108,364**	106,887

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 September 2017 (unaudited) AED '000	31 December 2016 (audited) AED '000
Authorised and contracted:		
Aircraft fleet	**1,098,397**	1,994,562

16. Segment information

Primary reporting format – business segments

Nine month period ended 30 September 2017 (unaudited)	Airline AED '000	Other Segments AED '000	Eliminations AED '000	Total AED '000
Revenue				
External sales	**2,706,680**	**173,755**	**-**	**2,880,435**
Inter-segment sales	**-**	**10,215**	**(10,215)**	**-**
Total revenue	**2,706,680**	**183,970**	**(10,215)**	**2,880,435**
Result				
Segment result	**537,970**	**66,841**	**-**	**604,811**
Share of profit on equity accounted investments				**31,956**
Profit for the period				**636,767**
Other information				
Additions to property and equipment, investment property and deferred charges	**534,650**	**11,365**	**-**	**546,015**
Depreciation and amortization	**355,651**	**6,068**	**-**	**361,719**
30 September 2017 (unaudited)				
Assets				
Segment assets	**10,163,033**	**386,929**	**(160,373)**	**10,389,589**
Unallocated assets				**2,291,381**
Total assets				**12,680,970**
Liabilities				
Segment liabilities	**6,812,420**	**190,148**	**(160,373)**	**6,842,195**

16. Segment information (continued)

Primary reporting format – business segments (continued)

Nine month period ended 30 September 2016 (unaudited)	Airline AED '000	Other segments AED '000	Eliminations AED '000	Total AED '000
Revenue				
External sales	2,812,875	150,873	-	2,963,748
Inter-segment sales		9,063	(9,063)	-
Total revenue	2,812,875	159,936	(9,063)	2,963,748
Result				
Segment result	483,894	50,270	-	534,164
Share of loss on equity accounted investments				7,722
Profit for the period				541,886
Other information				
Additions to property and equipment, investment property and deferred charges	958,787	4,790	-	963,577
Depreciation and amortization	316,922	5,637	-	322,559
30 September 2016 (unaudited)				
Assets				
Segment assets	9,873,366	293,505	(151,453)	10,015,418
Unallocated assets				2,185,356
Total assets				12,200,774
Liabilities				
Segment liabilities	6,832,838	156,448	(151,453)	6,837,833

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 2016. Segment result represents the profit earned by each segment without considering share of profit on equity accounted investments. 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 5 March 2017, the shareholders approved a cash dividend of AED 326,669,000 at AED 7 fils per share for the year ended 31 December 2016 *(AED 9 fils per share for the year ended 31 December 2015)*.