AGTHIA GROUP PJSC

Condensed consolidated interim financial information
For the period ended 30 June 2013

Principal business address:

PO Box 37725
Abu Dhabi
United Arab Emirates

Agthia Group PJSC

Report and condensed consolidated interim financial information for the period ended 30 June 2013

Directors' Report

The Board of Directors of Agthia Group PJSC (the "Company") is pleased to present the Company's financial results for the first six months ended June 30, 2013.

Performance for the first six months has been very encouraging with strong volume, sales and profit growth. Our focus during the rest of the year will be to continue to grow our core businesses, consolidate and accelerate diversification initiatives as well as to pursue regional expansion and cost saving initiatives.

Our priorities in growing core businesses will remain strongly focused on further expanding distribution, maintaining strong volume growth momentum and driving geographical expansion.

Business developments

The Company re-launched the Yoplait portfolio with newly designed packaging, new low fat fruit yogurts, and new flavors. The off-take for the products has been encouraging, with Yoplait attaining a 5.7% market share by value as of the end of May 2013, versus 1.5% a year earlier, according to AC Nielsen.

Expansion of the poultry feed production line commenced in April 2013 while the project to introduce new flour milling capacity is progressing well, with extra capacity to be operational in Q1 2014.

The new high-speed water bottling line will be commissioned in Q2 2014 as planned.

Due to delays in regulatory approvals linked to power supply and outside of our control, the frozen baked product launch is now scheduled for Q2 2014, rather than Q4 2013 as initially planned.

The Egypt operations have been impacted by the domestic political environment and the regional unrest. As reported earlier, the restructuring actions designed to improve organizational effectiveness; efficiency and performance are bearing results, with first six months results being in line with targets.

In Turkey, the Company's newly branded Alpin spring water was launched in February 2013 and distribution is steadily expanding in south west Turkey. Plans are on track for the commissioning of the new five and ten liter bottling lines in Q3 2013. The launch of Alpin natural spring water in the UAE is planned for September 2013 followed by launch in the wider GCC in the later part of the year.

Agthia Group PJSC

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Sales

Net sales for the Company for the first six months grew strongly by 19% year-on-year, reaching AED 764 million. On a divisional basis, the Consumer Business Division delivered a strong 25% growth in sales while the Agri Business Division reported a 16% sales growth.

Profit

The Company recorded a net profit of AED 87 million for the first six months of 2013, an increase of 56% on the corresponding period of the previous year. Net profit growth outpaced sales growth due to improved gross profit margin in both the Agri Business Division and the Consumer Business Division resulting from improved sales mix, competitive procurement, in house production of previously outsourced feed volume, cost saving initiatives and higher flour pricing in Northern Emirates.

Other Income

The Company reported other income of AED 7.7 million, which includes a fee of AED 4.5 million for managing wheat and animal feed strategic stocks for the Abu Dhabi Government.

Selling & General Administration Expenses (SG&A)

The Company recorded SG&A expenses of AED 122 million, an increase of 19% over the same period last year. The increase relates to distribution costs due to higher sales volumes, investment in marketing activities, new businesses, employee-related costs and other inflationary increases. SG&A expenses as percentage of sales stood at 15.9% in the first half of the year, similar to the same period last year.

Cash Flow

Cash generated from operating activities totaled AED 103 million, 9% lower than a year earlier due to the higher working capital.

Cash deployed in investing activities amounted to AED 40 million, mainly attributable to investments in the Mega Distribution Center and the Frozen Baked plant in Abu Dhabi.

Cash & cash equivalents as at June 30, 2013 amounted to AED 494 million, compared with AED 411 million a year earlier.

To ensure availability of funds, the Company maintains sufficient bank credit lines to cover short-term working capital requirements at very competitive pricing.

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Unallocated Corporate Items

Under segment reporting, an unallocated assets amount of AED 619 million represents goodwill and cash & bank balances as the Company's fund management is centralized at corporate level.

Capital Commitment and Contingencies

The capital commitment of AED 103 million during the first half of the year relates to frozen baked project, mega distribution center, flour mill capacity expansion, delivery trucks and other capital items.

Bank guarantees and letters of credit totaled AED 33 million. Performance-related bank guarantees have been issued in favor of customers for the supply of our products, and letters of credit have been primarily issued in favor of the Company's vendors for the supply of materials and spare parts.

Agri Business Division (ABD)

The Agri Business Division recorded net sales of AED 493 million, an increase of 16% year-on-year, driven by 14% growth in sales volumes. The division reported a net profit of AED 94 million, up 36% due primarily to a 290 basis-point improvement in gross profit margin. The margin improvement was the result of a better sales mix, competitive sourcing of grains, ongoing cost savings initiatives, in house production of previously outsourced feed volume and higher flour prices in the Northern Emirates.

Consumer Business Division (CBD)

The Consumer Business Division achieved net sales of AED 271 million, an increase of 25% year-on-year. The water & beverage segment achieved net sales of AED 221 million, up 20%, while the food segment recorded net sales of AED 51 million, an increase of 57%.

The division's net profit was AED 22 million, an increase of 54% year-on-year. The Water & Beverages segment's net profit grew by 20%, driven by a 110 basis-point improvement in gross profit margin as a result of improved efficiency and lower Polyethylene terephthalate (PET) costs. Meanwhile, the Food segment recorded a net loss AED 12 million, mainly attributable to the fresh dairy product and Egypt operation, compared to a loss of AED 14 million in the first half of 2012.

Outlook

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Sky Tower 17th Floor, Al Reem Island
T +971 2 5960600

The company is progressing well with its strategy for sustainable growth, focusing on delivery of profitable core business performance, improving performance of our recently launched products and our Egyptian and Turkish operations. We continue to expand geographically, and to enhance the Company's manufacturing capabilities, while improving operating and cost efficiencies. Despite a challenging environment in some geographies, we remain optimistic and expect another successful growth year.

On behalf of the Board

HE Rashed Mubarak Al Hajeri
Chairman

July 29, 2013

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Report on Review of Condensed Consolidated Interim Financial Information to the Shareholders of Agthia Group PJSC

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Agthia Group PJSC and its subsidiaries (the "Group") as of 30 June 2013 and the related condensed consolidated interim statement of income, statement of comprehensive income, statement of changes in equity and statement of cash flows for the six month period then ended. Management is responsible for the preparation and presentation of the condensed interim financial information in accordance with International Accounting Standard 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 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 condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting."

PricewaterhouseCoopers
29 July 2013

Jacques E. Fakhoury
Registered Auditor Number 379
Abu Dhabi, United Arab Emirates

Agthia Group PJSC

Condensed consolidated interim statement of income (unaudited)

	Six months ended 30 June 2013 AED'000	Six months ended 30 June 2012 AED'000	**Three months ended 30 June 2013 AED'000**	Three months ended 30 June 2012 AED'000
Revenue	**764,189**	641,822	**402,734**	330,758
Cost of sales	**(562,498)**	(489,796)	**(294,280)**	(250,464)
Gross profit	**201,691**	152,026	**108,454**	80,294
Net other income	**7,710**	5,619	**4,470**	2,758
Selling and distribution expenses	**(75,734)**	(62,321)	**(40,169)**	(34,112)
General and administrative expenses	**(46,048)**	(39,776)	**(22,726)**	(20,564)
Research and development expenses	**(1,786)**	(1,678)	**(882)**	(772)
Operating profit	**85,833**	53,870	**49,147**	27,604
Finance income	**6,511**	6,481	**3,419**	3,842
Finance expense	**(5,336)**	(4,732)	**(2,588)**	(2,610)
Profit for the period	**87,008**	55,619	**49,978**	28,836
Tax	**(61)**	-	**(61)**	-
Profit for the period attributable to equity holders of the Group	**86,947**	55,619	**49,917**	28,836
Basic and diluted earnings per share (AED)	**0.145**	0.093	**0.083**	0.048

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial information.

Agthia Group PJSC

Condensed consolidated interim statement of comprehensive income (unaudited)

	Six months ended 30 June 2013 AED'000	Six months ended 30 June 2012 AED'000	**Three months ended 30 June 2013 AED'000**	Three months ended 30 June 2012 AED'000
Profit for the period attributable to equity holders of the group	**86,947**	55,619	**49,917**	28,836
Foreign currency translation difference on foreign operations	**(4,903)**	370	**(2,506)**	240
Board of directors' remuneration committee members fees	**(700)**	(600)	**(350)**	(250)
Other comprehensive income	**(5,603)**	(230)	**(2,856)**	(10)
Total comprehensive income for the period attributable to equity holders of the Group	**81,344**	55,389	**47,061**	28,826

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial information.

Agthia Group PJSC

Condensed consolidated interim statement of financial position

	Note	**30 June 2013 (Unaudited) AED'000**	31 December 2012 (Audited) AED'000
Non-current assets			
Property, plant and equipment	6	**639,343**	621,079
Advances for property, plant and equipment		**3,479**	5,359
Goodwill	7	**95,472**	95,472
Intangible assets		**12,469**	13,462
Total non-current assets		**750,763**	735,372
Current assets			
Inventories	8	**216,793**	265,611
Trade and other receivables	9	**200,912**	169,722
Government compensation receivable		**119,923**	95,089
Available-for-sale financial assets		**10,000**	10,000
Cash and bank balances	10	**517,638**	437,506
Total current assets		**1,065,266**	977,928
Current liabilities			
Bank overdraft	10	**6,010**	-
Bank borrowings (*current portion*)	11	**225,812**	158,750
Trade and other payables		**242,967**	243,605
Due to related party	13	**1,400**	1,400
Total current liabilities		**476,189**	403,755
Net current assets		**589,077**	574,173
Non-current liabilities			
Provision for end of service benefits		**30,846**	26,098
Bank borrowings (*non-current portion*)	11	**127,291**	152,790
Deferred tax liability		**823**	826
Other liability		**605**	900
Total non-current liabilities		**159,565**	180,614
Net assets		**1,180,275**	1,128,931
Equity			
Share capital		**600,000**	600,000
Legal reserve		**62,951**	62,951
Translation reserve		**(8,586)**	(3,683)
Retained earnings		**525,910**	469,663
Total equity		**1,180,275**	1,128,931

The condensed consolidated interim financial information were approved and authorized by the Board of Directors on 29 July 2013.

HE Rashed Mubarak Al Hajeri Chairman	Ilias Assimakopoulos Chief Executive Officer	Iqbal Hamzah Chief Financial Officer

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial information.

Condensed consolidated interim statement of changes in equity (unaudited)

For the six months ended 30 June

	Share Capital AED'000	Legal reserve AED'000	Translation reserve AED'000	Retained earnings AED'000	Total AED'000
Balance at 1 January 2012	600,000	50,477	(3,809)	388,799	1,035,467
Total comprehensive income for the period					
Profit for the period	-	-	-	55,619	55,619
Other comprehensive income					
Foreign currency translation difference on foreign operations	-	-	370	-	370
Board of directors' remuneration and committee members fee	-	-	-	(600)	(600)
Dividend declared	-	-	-	(30,000)	(30,000)
Total comprehensive income	-	-	370	25,019	25,389
Balance at 30 June 2012	600,000	50,477	(3,439)	413,818	1,060,856
Balance at 1 January 2013	**600,000**	**62,951**	**(3,683)**	**469,663**	**1,128,931**
Total comprehensive income for the period					
Profit for the period	**-**	**-**	**-**	**86,947**	**86,947**
Other comprehensive income					
Foreign currency translation difference on foreign operations	**-**	**-**	**(4,903)**	**-**	**(4,903)**
Board of directors' remuneration and committee members fee	**-**	**-**	**-**	**(700)**	**(700)**
Dividend declared	**-**	**-**	**-**	**(30,000)**	**(30,000)**
Total comprehensive income	**-**	**-**	**(4,903)**	**56,247**	**51,344**
Balance at 30 June 2013	**600,000**	**62,951**	**(8,586)**	**525,910**	**1,180,275**

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial information.

Condensed consolidated interim statement of cash flows (unaudited)

For the six months ended

	Note	30 June 2013 AED'000	30 June 2012 AED'000
Cash flows from operating activities			
Profit for the period		**86,947**	55,619
Adjustments for:			
Depreciation		**28,054**	26,348
Finance income		**(6,511)**	(6,481)
Finance expense		**5,336**	4,732
Loss/ (Gain) on disposal of property, plant and equipment		**(147)**	37
Provision for employees' end of service benefits		**6,038**	3,949
Provisions on inventories and receivables		**(1,251)**	1,283
Operating cash flows before payment for employees' end of service benefits, changes in working capital		**118,466**	85,487
Change in inventories		**49,765**	15,430
Change in trade and other receivables - net		**(32,046)**	(22,833)
Change in government compensation receivable		**(24,834)**	(1,541)
Change in due from related party		**-**	(2,720)
Change in due to related party		**-**	(1,620)
Change in trade and other payables		**(6,634)**	42,217
Payment of employees' end of service benefits		**(1,290)**	(943)
Change in other liabilities		**(298)**	(233)
Net cash generated from operating activities		**103,129**	113,244
Cash flows from investing activities			
Advances/ acquisition of property, plant and equipment	6	**(48,029)**	(40,930)
Investment in subsidiary		**-**	(24,142)
Proceeds from disposal of property, plant and equipment		**271**	80
Finance income received		**7,671**	3,663
Net cash used in investing activities		**(40,087)**	(61,329)
Cash flows from financing activities			
Bank borrowings – net		**41,563**	133,292
Finance expense paid		**(5,277)**	(3,873)
Dividend paid		**(30,000)**	(30,000)
Net cash flows from financing activities		**6,286**	99,419
Increase in cash and cash equivalents		**69,328**	151,334
Cash and cash equivalents as at 1 January		**424,901**	259,726
Cash and cash equivalents as at 30 June	10	**494,229**	411,060

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial information.

1 Legal status and principal activities

Agthia Group PJSC ("the Company") was incorporated as a Public Joint Stock Company pursuant to the Ministerial Resolution No. 324 for 2004. SENAAT-General Holding Corporation PJSC owns 51% of the Company's shares. The principal activities of the Company are to establish, invest, trade and operate companies and businesses that are involved in the food and beverage sector.

The condensed consolidated interim financial information of the Company as at and for the six months ended 30 June 2013 comprise the Company and it's below mentioned subsidiaries (together referred to as the "Group").

Subsidiary	Country of Incorporation and operation	Share of equity (%) 2013	Share of equity (%) 2012	Principal Activity
Grand Mills Company PJSC	UAE	100	100	Production and sale of flour and animal feed
Al Ain Food and Beverages PJSC (AAFB-UAE)	UAE	100	100	Production, bottling and sale of bottled water, flavored water, juices, yoghurt, tomato paste and frozen vegetables
Al Ain Food and Beverages LLC (AAF&B- Egypt)	Egypt	100	100	Processing and sale of tomato paste, chilli paste fruit concentrate and frozen vegetables
Agthia Grup Icecek ve Dagitim Sanayi ve Ticaret Limited Sirketi (Agthia Turkey) (formerly Pelit Su Turizm Petrol Gida Nakliye Pazarlama Ithalat Ihracat Ticaret Ve Sanayi Ltd, STI (Pelit Su)	Turkey	100	100	Production, bottling, sale of bottled water

The Group took management control of the Pelit Su business effective 1 January 2012. However, the consolidation was not performed till 30 September 2012 as the Group was in the process of building system infrastructure and integration of the new business with Group reporting structure. The financial position and the financial results for the second quarter of 2012 of Agthia Turkey were not significant and not included in the consolidated financial statements of the Group for comparative period.

2 Statement of compliance

These condensed consolidated interim financial information have been prepared in accordance with International Financial Reporting Standard (IFRSs) *IAS 34 Interim Financial Reporting.* They do not include all of the information required for full annual consolidated financial information, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2012.

3 Significant accounting policies

The accounting policies and methods of computation applied by the Group in these condensed consolidated interim financial information are the same as those applied by the Group in the consolidated financial statements as at and for the year ended 31 December 2012.

These condensed consolidated interim financial information are presented in United Arab Emirates Dirhams ("AED"), which is the functional currency, rounded to the nearest thousand.

Government compensation

Funds that compensate the Group for selling flour and animal feed at subsidised prices in the Emirate of Abu Dhabi are recognised in the condensed consolidated interim statement of income, as a deduction from the cost of sales, on a systematic basis in the same period in which the sales transaction is affected.

Cost of sales as stated in condensed consolidated statement of income is after the deduction of Abu Dhabi Government compensation amounting to AED 233.90 million (*30 June 2012: AED 155.24 million*). The purpose of the compensation was to partially reduce the impact of increased and volatile global grain prices on food retail prices for the consumers in the Abu Dhabi emirate.

4 Estimates

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

In preparing these condensed consolidated interim financial information, the significant judgment made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2012.

5 Financial risk management

The Group's financial risk management objectives and processes are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2012.

6 Property, plant and equipment

Acquisitions and disposals

During the six months ended 30 June 2013, the Group invested in property plant and equipment for net amount of AED 48,029 thousand (2012: AED 40,930 thousand) of which acquisition of assets amounted to AED 49,909 thousand and advances released of AED 1,880 thousand (30 June 2012: assets acquired AED 40,198 thousand and advance released of AED 732 thousand).

Assets with a carrying amount of AED 124 thousand were disposed of during the six months ended 30 June 2013 *(30 June 2012: AED 117 thousand),* resulting in a gain of AED 147 thousand *(30 June 2012: loss of AED 37 thousand)* which is included in net other income.

7 Goodwill

For the purpose of impairment testing goodwill is allocated to two operating segments within the group where goodwill is monitored for internal management purposes. During the six months ended 30 June 2013 there was no impairment loss on goodwill *(30 June 2012: Nil).*

8 Inventories

During the six months ended 30 June 2013, the Group recorded a provision for slow, non moving, obsolete inventory and spare parts of AED 2,248 *(30 June 2012: AED 2,991).* The charge is included in cost of sales.

Furthermore, the Group has written off AED 1,435 thousand and written back a provision for slow, non moving and obsolete inventory of AED 1,850 thousand (30 June 2012: written off *AED 657 thousand and written back nil).*

9 Trade and other receivables

	30 June 2013 AED'000	31 December 2012 AED'000
Trade receivable	**161,005**	139,571
Prepayments	**25,582**	19,944
Other receivables	**14,325**	10,207
	200,912	169,722

10 Cash and bank balances

Cash and cash equivalents in the condensed consolidated interim statement of cash flows:

	30 June 2013 AED'000	30 June 2012 AED'000	31 December 2012 AED'000
Cash in hand	**1,018**	749	617
Cash at banks:			
Current & savings account	**72,064**	55,035	58,924
Fixed deposits	**444,556**	370,000	377,965
Cash and bank balances	**517,638**	425,784	437,506
Bank overdraft	**(6,010)**	(47)	-
Escrow account (for dividend distribution 2009 to 2012)	**(17,399)**	(14,677)	(12,605)
	494,229	411,060	424,901

Fixed deposit above are for period not more than one year *(2012: up to one year)* carrying interest rates varying from 2.40%-3.10% *(2012:* 2.75%-3.30%*)*.

Escrow represents amount set aside for payment of dividend. Equivalent amount has been recorded as liability in trade and other payables. This restricted cash balance has not been included in the cash and cash equivalents for the purpose of cash flow statements.

11 Bank borrowings

This note provides information about the contractual terms of the Group's interest bearing loans and borrowings, which are measured at amortised cost.

Current liabilities

	30 June 2013 AED'000	31 December 2012 AED'000
Short term loan	**7,625**	20,497
Credit facility	**167,213**	98,704
Term loan	**50,974**	39,549
	225,812	158,750

Non-current liabilities

Term loan	**127,291**	152,790

11 Bank borrowings

Terms and repayment schedule

Amounts in AED'000				30 June 2013		31 December 2012	
	Currency	**Interest Rate**	**Year of maturity**	**Face value/ limit**	**Carrying amount**	Face value/ limit	Carrying amount
Short term loan**	USD/ AED/ EGP	LIBOR / EIBOR / mid corridor rate + margin*	2013	**104,786**	**7,625**	106,460	20,497
Credit Facility***	USD/ AED	LIBOR / EIBOR +margin*	2013	**413,845**	**163,721**	413,845	94,369
Credit Facility (Capex)***	USD/ AED	LIBOR/ EIBOR + margin*	2013	**20,000**	**3,492**	20,000	4,335
Term loan***	EURO/ USD	LIBOR/ EURIBOR + margin*	2014-2016	**178,265**	**178,265**	192,339	192,339
Total				**716,896**	**353,103**	732,644	311,540

* Margin on the above loans and facilities varies from 1.00% - 1.75%. (2012: 1.00% - 1. 75%).

**Short term loan of face value AED 91,838 thousand is secured by a floating charge over the current assets of the Group on a pari passu basis with the other banks in terms of the securities.
***Credit facility of face value AED 280,500 thousand, Credit facility (Capex) of face value AED 20,000 thousand and the Term loan of face value AED 183,643 thousand is secured by a floating charge over the current assets, stock and receivables of the Group.

Credit facility and credit facility (Capex) are secured against following:

- Third party indemnity to make available guarantees, documentary credit, bills drawn, loan to finance import/open account settlement in the name of any of the subsidiary of the Group in favour of the bank.

12 Segment reporting

Information about reportable segment for the six months ended 30 June

The Group has two reportable segments, as described below. The reportable segments offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic business units, the Board of Directors review internal management reports on at least quarterly basis.

The following summary describes the operations in each of the Group's reportable segment:

- **Agri Business Division (ABD)**
  - Flour and Animal Feed, includes manufacturing and distribution of flour and animal feed.
- **Consumer Business Division (CBD)**
  - Bottled Water and Beverages includes manufacturing and distribution of drinking water, water based drinks and juices.
    - Business operation in Turkey is of similar nature as "Bottled Water and Beverages" hence it is also reported under CBD.
  - Food includes manufacturing and distribution of tomato and chilli paste, fruit concentrate, frozen vegetables and fresh dairy products.
    - Business operation in Egypt is of similar nature as "Food" hence it is also reported under CBD.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit, as included in the internal management reports data reviewed by the Group's CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

12 Segment reporting (continued)

Segment wise operating results of the Group, for the six months period are as follows:

	Agri Business Division (ABD)		Consumer Business Division (CBD)							
	Flour and Animal Feed		*Bottled Water and Beverages*		*Food*		CBD Total		Total	
	30 June 2013 AED'000	30 June 2012 AED'000	**30 June 2013 AED'000**	30 June 2012 AED'000	**30 June 2013 AED'000**	30 June 2012 AED'000	**30 June 2013 AED'000**	30 June 2012 AED'000	**30 June 2013 AED'000**	30 June 2012 AED'000
External revenues	**492,849**	425,521	**220,500**	183,818	**50,840**	32,483	**271,340**	216,301	**764,189**	641,822
Inter segment revenue		-		-		-		-		-
Gross profit	**116,009**	87,858	**88,441**	71,626	**2,900**	(2,841)	**91,341**	68,785	**207,350**	156,643
Reportable segment profit/(loss)	**94,034**	69,379	**33,550**	27,844	**(11,866)**	(13,761)	**21,684**	14,083	**115,718**	83,462

12 Segment reporting (continued)

Reconciliations of reportable segments' profit or loss

For the six months period ended

Gross Profit for the six months period ended

	30 June 2013 AED'000	30 June 2012 AED'000
Total gross profit for reportable segments	**207,350**	156,643
Unallocated amounts		
Other operating expenses	**(5,659)**	(4,617)
Consolidated gross profit for the period	**201,691**	152,026

Profit for the six months period ended

Total profit for reportable segments	**115,718**	83,462
Unallocated amounts		
Other operating expenses	**(31,346)**	(30,064)
Net finance income	**2,575**	2,221
Consolidated profit for the period	**86,947**	55,619

Reportable segment assets are as follows:

	30 June 2013 AED'000	31 December 2012 AED'000
Agri Business Division	**590,837**	578,970
Consumer Business Division	**606,672**	572,435
Total assets for reportable segment	**1,197,509**	1,151,405
Other unallocated amounts	**618,520**	561,895
Consolidated total assets	**1,816,029**	1,713,300

13 Transactions with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions, related parties comprise the major shareholder, key management personnel, Directors of the Board and their related companies. In the normal course of business, the Group had various transactions with its related parties. Transactions are entered into with the related parties on terms and conditions approved by either the Group's management, or its Board of Directors.

a) Key management personnel compensation

Key management personnel compensation for the six months period was as follows:

	30 June 2013 AED'000	30 June 2012 AED'000
Short term employment benefits	**9,011**	9,486
Post employment benefits	**2,917**	2,728
	11,928	12,214

b) Due to/ from and transactions with a related party

	30 June 2013 AED'000	31 December 2012 AED'000
SENAAT-General Holding Corporation		
Opening balance 1 January	**1,400**	1,839
Directors' fees charged	**-**	1,400
Purchase of foreign currency	**4,391**	249,222
Payment for foreign currency	**(4,391)**	(249,222)
Profit receivable on hedging	**-**	(9,881)
Profit received on hedging	**-**	9,881
Payments	**-**	(2,015)
Others	**-**	176
Closing balance	**1,400**	1,400

14 Contingent liabilities and capital commitments

	30 June 2013 AED'000	31 December 2012 AED'000
Bank guarantees and letters of credit	**33,277**	83,378
Capital commitments	**102,565**	162,176

15 Dividends

Cash dividend of 5% of the issued and paid up capital, amounting to AED 30 million (2012: 5% amounting to AED 30 million), was approved by the shareholders in the Annual General Meeting held on 23 April, 2013.