



سينسكيب
CINESCAPE

- Stock Code : 601

Interim Financial Statements

{ True Copy Of The Original }

First Quarter Report 2015

First Quarter
31/03/2015

Second Quarter
30/06/2015

Third Quarter
30/09/2015

Fourth Quarter
31/12/2015

**Kuwait National Cinema Company K.P.S.C.
And its subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Financial Information and Review Report
Three months ended 31 March 2015
(Unaudited)**

**Kuwait National Cinema Company K.P.S.C.
And its Subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Financial Information and Review Report
Three months ended 31 March 2015
(Unaudited)**

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Kuwait National Cinema Company K.P.S.C
State of Kuwait

Report on Review of Interim Condensed Consolidated Financial Information to the Board of Directors

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait National Cinema Company - K.P.S.C "the Parent Company" and its subsidiaries "together referred to as the Group" as at 31 March 2015 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended. The Parent Company's management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard No. (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed consolidated 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."

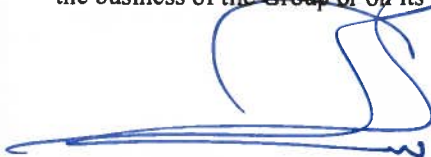
A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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

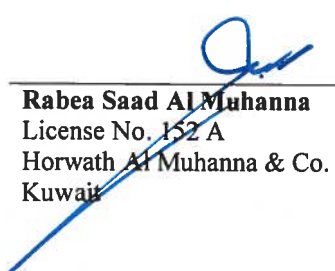
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of the Parent Company. To the best of our knowledge and belief, no violations of the Companies Law No. 25 of 2012, as amended and its executive regulation or of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the three-month period ended 31 March 2015 that might have had a material effect on the business of the Group or on its consolidated financial position.


Bader A. Al-Wazzan
License No. 62A
Deloitte & Touche
Al Wazzan & Co.

Kuwait, 13 May 2015


Rabea Saad Al Muhanna
License No. 152 A
Horwath Al Muhanna & Co.
Kuwait

**Kuwait National Cinema Company K.P.S.C.
And its Subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Statement of Financial Position as at 31 March 2015
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	31 March 2015	31 December 2014 (Audited)	31 March 2014
ASSETS				
Non- current assets				
Property, plant and equipment	4	14,777,267	14,540,324	14,436,942
Intangible assets		238,035	311,148	759,625
Investments in associates	5	33,224,057	32,362,993	31,230,193
Available for sale investments	6	25,686,066	24,719,584	16,310,492
		<u>73,925,425</u>	<u>71,934,049</u>	<u>62,737,252</u>
Current assets				
Inventories		262,674	233,366	425,496
Trade and other receivables	7	2,163,939	1,294,753	2,257,159
Cash, current accounts and deposits	8	16,183,134	11,239,637	10,677,255
		<u>18,609,747</u>	<u>12,767,756</u>	<u>13,359,910</u>
Total assets		<u>92,535,172</u>	<u>84,701,805</u>	<u>76,097,162</u>
Equity and liabilities				
Equity				
Share capital		10,106,250	10,106,250	10,106,250
Treasury shares	9	(6,055,217)	(2,029,453)	(1,480,995)
Statutory reserve		5,053,125	5,053,125	5,053,125
General reserve		9,414,038	9,414,038	8,502,532
Other reserves	10	18,664,735	17,920,227	13,608,621
Retained earnings		26,292,849	22,938,906	22,495,368
Equity attributable to Company's shareholders		63,475,780	63,403,093	58,284,901
Non-controlling interest		18,404	17,744	13,287
		<u>63,494,184</u>	<u>63,420,837</u>	<u>58,298,188</u>
Liabilities				
Non-current liabilities				
Post employment benefits		1,174,607	1,166,691	1,102,860
Current liabilities				
Trade and other payables		8,407,376	7,119,959	6,736,412
Loans and bank facilities	11	19,459,005	12,994,318	9,959,702
		<u>27,866,381</u>	<u>20,114,277</u>	<u>16,696,114</u>
Total liabilities		<u>29,040,988</u>	<u>21,280,968</u>	<u>17,798,974</u>
Total equity and liabilities		<u>92,535,172</u>	<u>84,701,805</u>	<u>76,097,162</u>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Abdul Wahab Marzouq Al-Marzouq
Chairman

Ahmed Abdul Aziz Al Sarawi
Vice Chairman

**Kuwait National Cinema Company K.P.S.C.
And its Subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Statement of Income for the three months ended 31 March 2015
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	Three months ended 31 March	
		2015	2014
Operating revenues		5,182,849	4,144,490
Operating costs		(4,074,457)	(3,491,362)
Gross profit		1,108,392	653,128
Other operating income		1,826,148	1,629,050
General and administrative expenses		(632,960)	(526,915)
Other operating expenses		(568,448)	(473,407)
Net profit of financial investments		894,553	699,000
Gains from associate	5	1,019,784	750,532
Finance costs		(157,709)	(126,179)
Net profit before deductions		3,489,760	2,605,209
Contribution to Kuwait Foundation for the Advancement of Sciences		(23,863)	(19,738)
National Labor Support Tax		(87,425)	(66,328)
Zakat		(23,869)	(19,026)
Net profit for the period		3,354,603	2,500,117
Distributed as follows:			
Company's shareholders		3,353,943	2,500,989
Non-controlling interest		660	(872)
		3,354,603	2,500,117
Earnings per share (fils)	12	34.82	25.20

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Kuwait National Cinema Company K.P.S.C.
And its Subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Statement of Comprehensive Income for the three months ended 31 March 2015
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Three months ended 31 March	
	2015	2014
Net profit for the period	3,354,603	2,500,117
Other comprehensive income items:		
<i>Items can be classified later into statement of income:</i>		
Change in fair value of available for sale investments	1,036,086	4,212,805
Group's share in associates' reserves	(158,720)	135,320
Transferred to statement of income from sale of available for sale investments	(130,677)	-
Foreign currency translation of a subsidiary	(2,181)	475
Total other comprehensive income items	744,508	4,348,600
Total comprehensive income for the period	4,099,111	6,848,717
Distributed as follows:		
Company's shareholders	4,098,451	6,849,589
Non-controlling interest	660	(872)
	4,099,111	6,848,717

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Kuwait National Cinema Company K.P.S.C
And its Subsidiaries
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Interim Condensed Consolidated Statement of Changes in Equity for the three months ended 31 March 2015
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Equity attributable to shareholders of the Parent Company							Total	
	Share capital	Treasury shares	Statutory reserve	General reserve	Other reserves (Note 10)	Retained earnings	Equity attributable to Company's Shareholder		Non-controlling Interest
Balance as at 1 January 2014	10,106,250	(1,437,716)	5,053,125	8,502,532	9,260,021	19,994,379	51,478,591	14,159	51,492,750
Net profit for the period	-	-	-	-	-	2,500,989	2,500,989	(872)	2,500,117
Total other comprehensive income items	-	-	-	-	4,348,600	-	4,348,600	-	4,348,600
Purchase of treasury shares	-	(43,279)	-	-	-	-	(43,279)	-	(43,279)
Balance as at 31 March 2014	10,106,250	(1,480,995)	5,053,125	8,502,532	13,608,621	22,495,368	58,284,901	13,287	58,298,188
Balance as at 1 January 2015	10,106,250	(2,029,453)	5,053,125	9,414,038	17,920,227	22,938,906	63,403,093	17,744	63,420,837
Net profit for the period	-	-	-	-	-	3,353,943	3,353,943	660	3,354,603
Total other comprehensive income items	-	-	-	-	744,508	-	744,508	-	744,508
Purchase of treasury shares	-	(4,025,764)	-	-	-	-	(4,025,764)	-	(4,025,764)
Balance as at 31 March 2015	10,106,250	(6,055,217)	5,053,125	9,414,038	18,664,735	26,292,849	63,475,780	18,404	63,494,184

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Kuwait National Cinema Company K.P.S.C
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**Interim Condensed Consolidated Statement of Cash flows for the three months ended 31 March 2015
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	Three months ended	
		31 March	
		2015	2014
Cash flows from operating activities			
Net cash generated from operating activities	14	2,387,121	1,418,596
Cash flows from investment activities			
Paid for purchase of property, plant and equipment		(408,965)	(155,462)
Paid for purchase of intangible assets		(168,425)	(459,612)
Paid for purchase of available for sale investments		(256,663)	(1,830,507)
Proceeds from sale of available for sale investments		326,935	-
Net cash used in investing activities		(507,118)	(2,445,581)
Cash flows from financing activities			
Paid for purchase of treasury shares		(4,025,764)	(43,279)
Loans and bank facilities		7,243,188	122
Finance costs paid		(133,112)	(54,327)
Dividends paid		(20,818)	(15,170)
Net cash used in financing activities		3,063,494	(112,654)
Net decrease in cash and cash equivalents		4,943,497	(1,139,639)
Cash and cash equivalents at the beginning of the period		11,229,637	11,806,894
Cash and cash equivalents at the end of the period	8	16,173,134	10,667,255

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Kuwait National Cinema Company K.P.S.C
And its Subsidiaries
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2015
(Unaudited)
(All amounts are in Kuwaiti Dinars unless otherwise stated)**

1. Company's incorporations

Kuwait National Cinema Company K.P.S.C. "The Company" is a Kuwaiti Public Shareholding Company registered and incorporated in Kuwait on 5 October 1954 and is licensed to engage in all activities relating to the cinema industry, entertainment, and cultural events.

The Company is listed on the Kuwait Stock Exchange.

The registered office of the Company is located at Al-Zahara area, 360 Mall, fourth floor, P.O. Box 502 Safat, 13006 Safat, Kuwait.

These Consolidated financial statements include the financial statements of the Company and its Subsidiaries "together referred to as the Group".

	Ownership percentage (%)	Activity	Incorporation country
International Film Distribution Company K.S.C.C.	99.25	Publishing and film distribution	Kuwait
Al Kout Film Production and Distribution Company S.A.E.	100	Production and film distribution	Egypt

Financial information for subsidiaries was prepared by management. Subsidiary's total assets amounted to KD 3,620,254 as at 31 March 2015 (KD 3,222,307 as at 31 December 2014, KD 2,702,251 as at 31 March 2014) and net profit of KD 83,053 for the three months ended 31 March 2015 (profit of KD 118,282 for the three months ended 31 March 2014).

The interim condensed consolidated financial information for the three months ended 31 March 2015 was authorized for issuance by the Board of Directors on 13 May 2015.

2. Basis of preparation and accounting policies

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. (34), "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements in accordance with International Financial Reporting Standards.

In the management's opinion, all necessary adjustments, including recurring accruals have been included in the interim condensed consolidated financial information for fair presentation. The operating results for the period ended 31 March 2015 are not necessarily indicative of results that may be expected for the year ending 31 December 2015. For further information, it is possible to refer to the consolidated financial statements and its related notes for to the year ended 31 December 2014.

The accounting policies used in preparing the interim condensed consolidated financial information similar to those used in the preparation of consolidated financial statements for the year ended 31 December 2014, except for the adoption of the new and amended IFRS that have become effective and those which are applicable to the Group.

New and revised IFRSs issued and effective

In the current period, the Group has applied a number of new and revised IFRSs that are issued and effective.

Amendments to IAS 19 *Defined Benefit Plans: Employee Contributions*

The Annual Improvements to IFRSs 2010-2012 Cycle:

- *IFRS 2 Share-based Payment*
- *IFRS 3 Business Combinations*
- *IFRS 8 Operating Segments*
- *IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets*
- *IAS 24 Related Party Disclosures*

Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2015
(Unaudited)
(All amounts are in Kuwaiti Dinars unless otherwise stated)

The Annual Improvements to IFRSs 2011-2013 Cycle:

- IFRS 3 Business Combinations
- IFRS 13 Fair Value Measurement
- IAS 40 Investment Property

The adoption of these standards did not have any significant or material impact on the interim condensed consolidated financial information of the Group.

New and revised IFRSs in issue but not yet effective

For annual periods beginning on or after 1 January 2016

- Amendments to IFRS 11 Accounting for Acquisitions of Interests in Joint Operations
- Amendments to IAS 16 & IAS 38 Clarification of Acceptable Methods of Depreciation & Amortisation
- Amendments to IAS 16 and IAS 41 Agriculture: Bearer Plants

The directors of the Parent Company do not anticipate that the application of these amendments will have a material impact on the Group's interim condensed consolidated financial information.

Effective for annual periods beginning on or after 1 January 2017

IFRS 15 Revenue from Contracts with Customers

The directors of the Parent Company anticipate that the application of these IFRS 15 in the future may have a material impact on amounts reported in respect of the Group's financial assets and financial liabilities. However, it is not practicable to provide a reasonable estimate of the effect until the Group undertakes a detailed review.

Effective for annual periods beginning on or after 1 January 2018

IFRS 9 Financial Instruments

The directors of the Parent Company anticipate that the application of IFRS 9 in the future may have a material impact on amounts reported in respect of the Group's financial assets and financial liabilities. However, it is not practicable to provide a reasonable estimate of the effect until the Group undertakes a detailed review.

3. Fair value estimation

The fair values of financial assets and financial liabilities are determined as follows:

- Level one: Quoted prices in active markets for identical assets or liabilities.
- Level two: Quoted prices in an active market for similar instruments. Quoted prices for identical assets or liabilities in market that are not active. Inputs other than quoted prices that are observable for assets and liabilities.
- Level three: Evaluation methods that are not based on observable market data.

Fair value of the Group's financial assets that are measured at fair value on a recurring basis:

	Fair value as at			Date of valuation	Fair value hierarchy	Valuation technique(s) and Key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	31/3/2015	31/12/2014	31/03/2014					
Quoted Shares	21,062,706	20,096,224	14,333,367	31 March	Level 1	Last bid price	NA	NA
Local Investment Funds	48,915	48,915	44,470	31 December	Level 2	Net book value	NA	NA

The fair values of other financial assets and financial liabilities which are not measured at fair value on ongoing basis equal approximately their carrying values.

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Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2015
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

4. Property, plant and equipment

Property, plant and equipment movement represented as follows:

	31 March 2015	31 December 2014	31 March 2014
		(Audited)	
Net carrying value at the beginning of the period / year	14,540,324	14,463,609	14,463,609
Additions during the period / year	408,965	1,026,001	155,462
Net disposals during the period / year	-	(11,000)	-
Depreciation of the period / year	<u>(172,022)</u>	<u>(938,286)</u>	<u>(182,129)</u>
Net carrying value at the end of the period / year	<u>14,777,267</u>	<u>14,540,324</u>	<u>14,436,942</u>

5. Investments in an associate

This represents the Group's investment in Tamdeen Shopping Centres K.S.C. (Closed) at 30%.

	31 March 2015	31 December 2014	31 March 2014
		(Audited)	
Balance as at the beginning of the period/ year	32,362,993	30,344,341	30,344,341
Group's share in an associate's results	1,019,784	2,682,550	750,532
Group's share from an associate's fair value change reserve	(229,124)	734,566	139,119
Group's share from an associate's foreign currency reserve	70,404	101,536	(3,799)
Dividends	-	(1,500,000)	-
Balance at the end of the period/ year	<u>33,224,057</u>	<u>32,362,993</u>	<u>31,230,193</u>

6. Investments available for sale

The balance of available for sale investments represents the following:

	31 March 2015	31 December 2014	31 March 2014
		(Audited)	
Quoted shares	21,062,706	20,096,224	14,333,367
Unquoted shares	4,574,445	4,574,445	1,932,655
Investment funds	48,915	48,915	44,470
	<u>25,686,066</u>	<u>24,719,584</u>	<u>16,310,492</u>

- Fair value is determined based on valuation techniques disclosed in (note 3).

- Unquoted investments are carried at cost since its fair value cannot be reliably measured. The Group's management believes that there are no indications of impairment for these investments.

7. Trade and other receivables

	31 March 2015	31 December 2014	31 March 2014
		(Audited)	
Trade receivables	492,492	580,001	328,729
Due from related parties	<u>610,854</u>	<u>558,473</u>	<u>718,809</u>
	1,103,346	1,138,474	1,047,538
Provision of impairment	<u>(503,028)</u>	<u>(462,202)</u>	<u>(462,202)</u>
	600,318	676,272	585,336
Prepaid expenses	240,930	52,730	350,009
Refundable deposits	407,805	407,805	492,540
Staff receivables	129,008	137,946	107,837
Other receivables	<u>785,878</u>	<u>20,000</u>	<u>721,437</u>
	<u>2,163,939</u>	<u>1,294,753</u>	<u>2,257,159</u>

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Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2015
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

8. Cash, current accounts and deposits

	31 March 2015	31 December 2014 (Audited)	31 March 2014
Cash on hand	67,077	65,294	62,148
Banks current accounts	14,587,698	10,718,783	10,077,712
Time deposit (mature within three months)	10,339	10,316	253,548
Cash in investment portfolios	1,518,020	445,244	283,847
	<u>16,183,134</u>	<u>11,239,637</u>	<u>10,677,255</u>
Less: deposits pledged at banks (note 11)	(10,000)	(10,000)	(10,000)
Cash and cash equivalents	<u>16,173,134</u>	<u>11,229,637</u>	<u>10,667,255</u>

9. Treasury shares

	31 March 2015	31 December 2014 (Audited)	31 March 2014
Number of treasury shares (share)	6,320,710	2,411,055	1,845,771
Percentage to issued shares (%)	6.25	2.39	1.83
Market value	6,320,710	2,362,834	1,716,567

The Parent Company commits to retain reserves and retained earnings equivalent to the treasury shares throughout the period, in which they are held by the Parent Company, pursuant to the relevant instructions of the relevant regulatory authorities.

10. Other reserves

	Land revaluation reserve	Change in fair value reserve	Currency translation reserve	Treasury shares reserve	Total
Balance at 1 January 2014	8,524,134	588,601	147,286	-	9,260,021
Total other comprehensive income items	-	4,351,924	(3,324)	-	4,348,600
Balance at 31 March 2014	<u>8,524,134</u>	<u>4,940,525</u>	<u>143,962</u>	<u>-</u>	<u>13,608,621</u>
Balance at 1 January 2015	8,524,134	9,124,079	249,110	22,904	17,920,227
Total other comprehensive income items	-	676,285	68,223	-	744,508
Balance at 31 March 2015	<u>8,524,134</u>	<u>9,800,364</u>	<u>317,333</u>	<u>22,904</u>	<u>18,664,735</u>

11. Loans and bank facilities

	31 March 2015	31 December 2014 (Audited)	31 March 2014
Short term loans	19,450,000	12,450,000	9,950,000
Banks - overdraft	9,005	544,318	9,702
	<u>19,459,005</u>	<u>12,994,318</u>	<u>9,959,702</u>

- Loans and bank facilities granted to the Group from local banks are pledged against promissory notes and deposits (note 8).
- The weighted effective interest rate on loans and bank facilities is 3.8% as at 31 March 2015 (3.87% as at 31 December 2014 and 4% 31 March 2014).

Kuwait National Cinema Company K.P.S.C
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State of Kuwait

Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2015
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

12. Earnings per share

	Three months ended	
	31 March	
	2015	2014
Net profit for the period	3,353,943	2,500,989
Weighted average number of outstanding shares (share)	96,324,565	99,231,817
Earnings per share (fils)	34.82	25.20

13. Subsequent events

On 15 April 2015, the General Assembly of the Company's shareholders approved the consolidated financial statements for the year ended 31 December 2014, also approved cash dividends of 51 fils per share from the profit of the year 2014 (cash dividends of 49 fils from the profit of the year 2013).

14. Cash Flows from operating activities

	Three months ended	
	31 March	
	2015	2014
Net profit for the period	3,354,603	2,500,117
Adjustments to:		
Depreciation and amortization	404,215	401,623
Gains from financial investment	(894,553)	(699,000)
Group's share in associate's results	(1,019,784)	(750,532)
Impairment in receivable and other debit balances	40,825	-
Post employment benefits	69,119	49,080
Finance costs	157,709	126,179
Operating profit before changes in operating assets and liabilities	2,112,134	1,627,467
Inventories	(29,308)	18,991
Trade and other receivables	(137,459)	(174,426)
Trade and other payables	502,957	(51,506)
Cash generated from operating activities	2,448,324	1,420,526
Post employment benefits paid	(61,203)	(1,930)
Net cash generated from operating activities	2,387,121	1,418,596

15. Segments information

The main objective of the Group is to engage in all activities relating to the cinema industry, entertainment, and culture events. In addition, the Group invests its available excess funds through investment portfolios.

The following is the Group's segment information which consists with the internal reporting presented to management:

- Cinema division: which represents all activities related to cinema shows.
- Concession division: which represents all activities related to concessions supplemented to theaters.
- Investments division: which represents investments in shares, funds and real estate investments.

The following schedule presents the information about revenues, profit, and assets for each division:

	Division activity as at 31 March 2015				
	Cinema division	Concession division	Investment division	Unallocated items	Total
Net revenues	5,182,849	1,416,065	1,914,337	410,083	8,923,334
Costs	(4,074,457)	(568,448)	-	(925,826)	(5,568,731)
Segment's profit	1,108,392	847,617	1,914,337	(515,743)	3,354,603
Assets	14,178,627	190,987	59,995,207	18,170,351	92,535,172

Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2015
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

	Division activity as at 31 March 2014				
	Cinema division	Concession division	Investment division	Unallocated items	Total
Net revenues	4,144,490	1,135,772	1,449,532	493,278	7,223,072
Costs	(3,491,362)	(473,407)	-	(758,186)	(4,722,955)
Segment's profit	653,128	662,365	1,449,532	(264,908)	2,500,117
Assets	15,798,027	206,523	48,953,547	11,139,065	76,097,162

16. Contingent liabilities

Letters of Guarantee were contingently liable for a third party with an amount of KD 167,220 as at 31 March 2015 (KD 167,220 as at 31 December 2014, KD 167,220 as at 31 March 2014).

17. Related parties transactions

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 and operating decisions. Those transactions were conducted in the ordinary course of business and with the usual terms and conditions. Transactions with related parties are subject to the approval of the General Assembly of Shareholders. The following is the volume and nature of those transactions during the period:

	31 March 2015	31 March 2014
Salaries and remuneration	39,900	46,950
Leave and post employment benefits	9,077	10,604

The balances resulting from those transactions are as follows:

	31 March 2015	31 December 2014 (Audited)	31 March 2014
Due from related parties	610,854	558,473	718,809
Due to related parties	73,129	19,001	48,128

All transactions are subject to the approval of the shareholders in the General Assembly meeting.