

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

**Interim Condensed Consolidated Financial Information
and Review Report
Six months ended 30 June 2016
(Unaudited)**

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

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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 30 June 2016 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six-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".

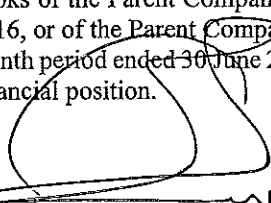
A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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. 1 of 2016, or of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the six-month period ended 30 June 2016 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, 3 August 2016


Rabea Saad Al-Muhanna
License No. 152A
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Kuwait

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

**Interim Condensed Consolidated Statement of Financial Position as at 30 June 2016
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	30 June 2016	31 December 2015 (Audited)	30 June 2015
ASSETS				
Non- current assets				
Property, plant and equipment	4	16,025,117	15,183,282	14,932,792
Intangible assets		675,638	495,049	260,978
Investments in associates	5	35,400,443	34,593,907	32,358,597
Available for sale investments	6	22,983,931	25,156,257	23,608,110
		<u>75,085,129</u>	<u>75,428,495</u>	<u>71,160,477</u>
Current assets				
Inventories		308,933	255,084	353,724
Trade and other receivables	7	1,318,360	1,161,836	4,219,443
Cash, current accounts and deposits	8	18,778,295	19,074,891	12,766,677
		<u>20,405,588</u>	<u>20,491,811</u>	<u>17,339,844</u>
Total assets		<u>95,490,717</u>	<u>95,920,306</u>	<u>88,500,321</u>
Equity and liabilities				
Equity				
Share capital		10,106,250	10,106,250	10,106,250
Treasury shares	9	(6,576,809)	(6,467,849)	(6,157,859)
Statutory reserve		5,053,125	5,053,125	5,053,125
General reserve		10,438,959	10,438,959	9,414,038
Other reserves	10	19,397,255	20,051,658	16,735,913
Retained earnings		26,856,763	26,915,449	24,090,854
Equity attributable to Company's shareholders		<u>65,275,543</u>	<u>66,097,592</u>	<u>59,242,321</u>
Non-controlling interest		28,610	27,873	23,220
		<u>65,304,153</u>	<u>66,125,465</u>	<u>59,265,541</u>
Liabilities				
Non-current liabilities				
Post employment benefits		1,401,670	1,208,834	1,191,014
Current liabilities				
Trade and other payables		8,182,144	9,027,002	7,889,699
Loans and bank facilities	11	20,602,750	19,559,005	20,154,067
		<u>28,784,894</u>	<u>28,586,007</u>	<u>28,043,766</u>
Total liabilities		<u>30,186,564</u>	<u>29,794,841</u>	<u>29,234,780</u>
Total equity and liabilities		<u>95,490,717</u>	<u>95,920,306</u>	<u>88,500,321</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 six months ended 30 June 2016
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	Three months ended 30 June		Six months ended 30 June	
		2016	2015	2016	2015
Operating revenues		3,947,436	5,122,060	8,220,450	10,304,909
Operating costs		<u>(3,109,544)</u>	<u>(3,596,183)</u>	<u>(6,585,057)</u>	<u>(7,670,640)</u>
Gross profit		837,892	1,525,877	1,635,393	2,634,269
Other operating income		1,521,928	1,805,107	3,375,181	3,631,255
General and administrative expenses		(370,660)	(383,365)	(1,185,453)	(1,016,325)
Other operating expenses		(416,366)	(487,006)	(934,266)	(1,055,454)
Net profit / (loss) of financial investments		134,011	(556,592)	930,180	337,961
Gains from associate	5	947,129	1,009,094	1,686,558	2,028,878
Finance costs		<u>(179,901)</u>	<u>(192,591)</u>	<u>(369,425)</u>	<u>(350,300)</u>
Net profit before deductions		2,474,033	2,720,524	5,138,168	6,210,284
Contribution to Kuwait Foundation for the Advancement of Sciences		(14,570)	(10,650)	(32,751)	(34,513)
National Labor Support Tax		(66,845)	(64,494)	(134,783)	(151,919)
Zakat		<u>(17,323)</u>	<u>(10,729)</u>	<u>(35,779)</u>	<u>(34,598)</u>
Net profit for the period		<u>2,375,295</u>	<u>2,634,651</u>	<u>4,934,855</u>	<u>5,989,254</u>
Distributed as follows:					
Company's shareholders		2,375,352	2,629,835	4,934,118	5,983,778
Non-controlling interest		<u>(57)</u>	<u>4,816</u>	<u>737</u>	<u>5,476</u>
		<u>2,375,295</u>	<u>2,634,651</u>	<u>4,934,855</u>	<u>5,989,254</u>
Earnings per share (fils)	12	<u>25.21</u>	<u>27.77</u>	<u>52.35</u>	<u>62.65</u>

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 Comprehensive Income for the six months ended 30 June 2016
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Three months ended 30 June		Six months ended 30 June	
	2016	2015	2016	2015
Net profit for the period	2,375,295	2,634,651	4,934,855	5,989,254
Other comprehensive income items:				
<i>Items can be classified later into statement of income:</i>				
Change in fair value of available for sale investments	404,150	(1,805,277)	(1,568,147)	(769,191)
Transferred to statement of income from sale of available for sale investments	-	(49,328)	-	(180,005)
Group's share in associates' reserves	1,126,497	(74,554)	919,978	(233,274)
Foreign currency translation of a subsidiary	(2,008)	337	(6,234)	(1,844)
Total other comprehensive income items / (loss) for the period	1,528,639	(1,928,822)	(654,403)	(1,184,314)
Total comprehensive income for the period	3,903,934	705,829	4,280,452	4,804,940
Distributed as follows:				
Company's shareholders	3,903,991	701,013	4,279,715	4,799,464
Non-controlling interest	(57)	4,816	737	5,476
	3,903,934	705,829	4,280,452	4,804,940

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 Changes in Equity for the six months ended 30 June 2016
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Equity attributable to shareholders of the Parent Company						Non-controlling Interest	Total	
	Share capital	Treasury shares	Statutory reserve	General reserve	Other reserves (Note 10)	Retained earnings			
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	-	-	-	-	-	5,983,778	5,983,778	5,476	5,989,254
Total other comprehensive income items	-	-	-	-	(1,184,314)	-	(1,184,314)	-	(1,184,314)
Total comprehensive income for the period	-	-	-	-	(1,184,314)	5,983,778	4,799,464	5,476	4,804,940
Purchase of treasury shares	-	(4,128,406)	-	-	-	-	(4,128,406)	-	(4,128,406)
Cash dividends (note 13)	-	-	-	-	-	(4,831,830)	(4,831,830)	-	(4,831,830)
Balance as at 30 June 2015	10,106,250	(6,157,859)	5,053,125	9,414,038	16,735,913	24,090,854	59,242,321	23,220	59,265,541
Balance as at 1 January 2016	10,106,250	(6,467,849)	5,053,125	10,438,959	20,051,658	26,915,449	66,097,592	27,873	66,125,465
Net profit for the period	-	-	-	-	-	4,934,118	4,934,118	737	4,934,855
Total other comprehensive income items	-	-	-	-	(654,403)	-	(654,403)	-	(654,403)
Total comprehensive income for the period	-	-	-	-	(654,403)	4,934,118	4,279,715	737	4,280,452
Purchase of treasury shares	-	(108,960)	-	-	-	-	(108,960)	-	(108,960)
Cash dividends (note 13)	-	-	-	-	-	(4,992,804)	(4,992,804)	-	(4,992,804)
Balance as at 30 June 2016	10,106,250	(6,576,809)	5,053,125	10,438,959	19,397,255	26,856,763	65,275,543	28,610	65,304,153

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 six months ended 30 June 2016
(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Six months ended 30 June	
	2016	2015
Cash flows from operating activities		
Net profit for the period	4,934,855	5,989,254
Less:		
Depreciation and amortization	532,971	958,037
Gains from financial investment	(930,180)	(337,961)
Group's share in associate's results	(1,686,558)	(2,028,878)
Impairment in receivable and other debit balances	-	40,825
Post-employment benefits	233,082	96,332
Finance costs	369,425	350,300
Operating profit before changes in operating assets and liabilities	3,453,595	5,067,909
Inventories	(53,849)	(120,358)
Trade and other receivables	(156,526)	(1,165,515)
Trade and other payables	(902,022)	(301,162)
Cash generated from operating activities	2,341,198	3,480,874
Post-employment benefits paid	(40,246)	(72,009)
Net cash generated from operating activities	2,300,952	3,408,865
Cash flows from investment activities		
Paid for purchase of property, plant and equipment and intangible assets	(1,612,377)	(1,300,335)
Paid for purchase of available for sale investments	(77,638)	(860,071)
Proceeds from sale of available for sale investments	640,909	442,907
Dividends received	2,771,089	917,403
Net cash generated from / (used in) investing activities	1,721,983	(800,096)
Cash flows from financing activities		
Paid for purchase of treasury shares	(108,960)	(4,128,406)
Loans and bank facilities	1,043,745	7,938,250
Finance costs paid	(362,980)	(307,620)
Dividends paid	(4,891,336)	(4,583,953)
Net cash used in financing activities	(4,319,531)	(1,081,729)
Net change in cash and cash equivalents	(296,596)	1,527,040
Cash and cash equivalents at the beginning of the period	19,064,891	11,229,637
Cash and cash equivalents at the end of the period (Note 8)	18,768,295	12,756,677

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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Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2016

(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

1. Company's incorporations

Kuwait National Cinema Company K.P.S.C. "The Parent 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 Parent 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 Parent 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. Subsidiaries's total assets amounted to KD 5,051,047 as at 30 June 2016 (KD 5,154,090 at 31 December 2015, KD 4,164,167 as at 30 June 2015) and net profit of KD 127,412 for the six months ended 30 June 2016 (KD 724,585 for the six months ended 30 June 2015).

On 1 February 2016, the new Companies Law No.1 of 2016 was published in the Official Gazette and is effective from 26 November 2012. According to the new law, the Companies law No. 25 of 2012 and its amendments have been cancelled. On 12 July 2016, the executive regulations of law no. 1 of 2016 were issued and published in Al Kuwait Al Youm Gazette on 17 July 2016 and therefore cancelled the executive regulations of Companies Law No. 25 of 2012. All companies are required to comply with provisions of the law within six months from the date of the executive regulations enforcement

The interim condensed consolidated financial information for the six months ended 30 June 2016 was authorized for issuance by the Board of Directors on 3 August 2016.

2. Significant 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.

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 30 June 2016 are not necessarily indicative of the results that maybe expected for the year ending 31 December 2016. For further information, refer to the consolidated financial statements and its related notes for the year ended 31 December 2015.

The accounting policies used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the consolidated financial statements for the year ended 31 December 2015, except for the adoption of the new and amended IFRS that have become effective and those which are applicable to the Group as follows:

- *Amendments to IAS 19 Defined Benefit Plans: Employee Contributions*
- *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 adoption of these amendments did not have any significant or material impact on the interim condensed consolidated financial information of the Group.

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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
	30/6/2016	31/12/2015	30/06/2015					
Quoted Shares	20,863,816	22,354,323	19,221,200	30 June	Level 1	Last bid price	NA	NA
Local Investment Funds	38,565	38,565	48,915	30 June	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.

4. Property, plant and equipment

Property, plant and equipment movement represented as follows:

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Net carrying value at the beginning of the period / year	15,183,282	14,540,324	14,540,324
Additions during the period / year	1,057,784	2,109,773	940,911
Net disposals during the period / year	-	(8,564)	-
Depreciation of the period / year	(215,949)	(1,458,251)	(548,443)
Net carrying value at the end of the period / year	16,025,117	15,183,282	14,932,792

5. Investments in an associate

This represents the Group's investment in Tamdeen Shopping Centres K.S.C. (Closed) at 30%. It follows the Movement of the investment balance during the period/year.

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Balance as at the beginning of the period/ year	34,593,907	32,362,993	32,362,993
Group's share in an associate's results	1,686,558	3,758,611	2,028,878
Group's share from an associate's fair value change reserve	944,302	165,870	(320,054)
Group's share from an associate's foreign currency reserve	(24,324)	106,433	86,780
Dividends	(1,800,000)	(1,800,000)	(1,800,000)
Balance at the end of the period/ year	35,400,443	34,593,907	32,358,597

The shares of the associated company are unquoted.

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6. Investments available for sale

The balance of available for sale investments represents the following:

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Quoted shares	20,863,816	22,354,323	19,221,200
Unquoted shares	2,081,550	2,763,369	4,337,995
Investment funds	38,565	38,565	48,915
	<u>22,983,931</u>	<u>25,156,257</u>	<u>23,608,110</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

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Trade receivables	395,868	407,009	442,944
Due from related parties (note16)	773,962	617,329	573,323
	<u>1,169,830</u>	<u>1,024,338</u>	<u>1,016,267</u>
Provision of impairment	(503,028)	(503,028)	(503,028)
	<u>666,802</u>	<u>521,310</u>	<u>513,239</u>
- Advance payment to purchase property and equipment (Note 16)	-	-	3,045,000
Prepaid expenses	84,339	50,337	78,176
Refundable deposits	413,705	412,805	407,805
Staff receivables	133,446	155,891	155,223
Other receivables	20,068	21,493	20,000
	<u>1,318,360</u>	<u>1,161,836</u>	<u>4,219,443</u>

8. Cash, current accounts and deposits

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Cash on hand	26,487	53,237	22,898
Banks current accounts	16,326,671	18,111,469	10,540,546
Cheques under collections	-	-	1,800,000
Time deposit	10,420	10,387	10,358
Cash in investment portfolios	2,414,717	899,798	392,875
Cash, current accounts and deposits	<u>18,778,295</u>	<u>19,074,891</u>	<u>12,766,677</u>
Less: deposits pledged at banks	(10,000)	(10,000)	(10,000)
Cash and cash equivalents	<u>18,768,295</u>	<u>19,064,891</u>	<u>12,756,677</u>

9. Treasury shares

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Number of treasury shares (share)	6,860,672	6,750,852	6,423,352
Percentage to issued shares (%)	6.79	6.68	6.36
Market value	11,663,142	6,143,275	6,423,352

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.

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10. Other reserves

	Land revaluation reserve	Change in fair value reserve	Currency translation reserve	Treasury shares reserve	Total
Balance at 1 January 2015	8,524,134	9,124,079	249,110	22,904	17,920,227
Total other comprehensive (loss) / income items	-	(1,269,250)	84,936	-	(1,184,314)
Balance at 30 June 2015	8,524,134	7,854,829	334,046	22,904	16,735,913
Balance at 1 January 2016	8,524,134	11,151,746	352,874	22,904	20,051,658
Total other comprehensive loss items	-	(623,845)	(30,558)	-	(654,403)
Balance at 30 June 2016	8,524,134	10,527,901	322,316	22,904	19,397,255

11. Loans and bank facilities

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Short term loans	19,550,000	19,550,000	19,550,000
Banks - overdraft	1,052,750	9,005	604,067
	20,602,750	19,559,005	20,154,067

- Loans and bank facilities granted to the Group from local banks are pledged against promissory notes and deposits.
- The weighted effective interest rate on loans and bank facilities is 3.59% as at 30 June 2016 (3.55% as at 31 December 2015 and 3.70% as at 30 June 2015).

12. Earnings per share

Basic and diluted earnings per share are computed by dividing profit during the period by the weighted average number of ordinary shares outstanding during the period as follows:

	Three months ended 30 June		Six months ended 30 June	
	2016	2015	2016	2015
Net profit for the period	2,375,352	2,629,835	4,934,118	5,983,778
Weighted average number of outstanding shares (share)	94,201,960	94,703,619	94,252,674	95,509,825
Earnings per share (fils)	25.21	27.77	52.35	62.65

Both basic and diluted earnings per share are equal since the Parent Company does not have diluted outstanding instruments.

13. Dividends

On 5 April 2016, the General Assembly of the Parent Company's shareholders approved the consolidated financial statements for the year ended 31 December 2015, also approved cash dividends of 53 fils per share from the profits for the year 2015 (cash dividends of 51 fils from the profits for the year 2015).

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

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2016
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

14. 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 30 June 2015				
	Cinema division	Concession division	Investment division	Unallocated items	Total
Net revenues	10,304,909	2,877,776	2,366,839	753,479	16,303,003
Costs	(7,670,640)	(1,055,454)	-	(1,587,655)	(10,313,749)
Segment's profit	2,634,269	1,822,322	2,366,839	(834,176)	5,989,254
Assets	13,650,410	281,146	59,319,848	15,248,917	88,500,321

	Division activity as at 30 June 2016				
	Cinema division	Concession division	Investment division	Unallocated items	Total
Net revenues	8,220,451	2,492,652	2,616,738	882,528	14,212,369
Costs	(6,585,058)	(934,266)	-	(1,758,190)	(9,277,514)
Segment's profit	1,635,393	1,558,386	2,616,738	(875,662)	4,934,855
Assets	13,206,060	248,869	58,765,182	23,270,606	95,490,717

15. Contingent liabilities

Letters of Guarantee were contingently liable for a third party with an amount of KD 167,220 as at 30 June 2016 (KD 167,220 as at 31 December 2015, KD 167,220 as at 30 June 2015).

16. Related parties transactions

Related parties represent the shareholders who have representatives in the Boards of Directors, members of the Boards of Directors, Senior Management and the companies, which are controlled by the major shareholders. 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:

	30 June 2016	30 June 2015
Salaries and remuneration	118,650	106,400
Leave and post-employment benefits	22,799	18,154

The balances resulting from those transactions are as follows:

	30 June 2016	31 December 2015 (Audited)	30 June 2015
Due from related parties (note 7)	773,962	617,329	573,323
Due to related parties	121,046	36,801	54,611
Paid for purchase of available for sale investment (Note 7)	-	-	3,045,000

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