

**Delmon Poultry Company B.S.C.**

Condensed interim financial information  
for the quarter and nine months period  
ended 30 September 2017  
(Reviewed)

**Delmon Poultry Company B.S.C.**  
**Condensed interim financial information for the quarter and nine months**  
**period ended 30 September 2017**  
**(Reviewed)**

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**Delmon Poultry Company B.S.C.**  
**Administration and contact details as at 30 September 2017**

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<b>Commercial registration</b>	10700 obtained on 21 July 1980
<b>Board of directors</b>	Abdul Rahman Mohamed Jamsheer ( <i>Chairman</i> ) Abdulhussain Khalil Dewani ( <i>Vice Chairman</i> ) Yousuf Saleh Al Saleh Abdulredha Mohamed Al Daylami Talal Mohamed Abdulla Al Mannai Ebrahim Abdali Al Daaysi Jaffar Mohamed Ali Al Dhaif Mohamed Jehad Bukamal Isa Mohamed Abdulrahim Alrafaei Fouad Ebrahim Yousif Almutawa
<b>Executive Committee</b>	Yousuf Saleh Al Saleh ( <i>Chairman</i> ) Abdul Rahman Mohamed Jamsheer ( <i>Vice Chairman</i> ) Mohamed Jehad Bukamal Isa Mohamed Abdulrahim Alrafaei
<b>Audit Committee</b>	Talal Mohamed Abdulla Al Mannai ( <i>Chairman</i> ) Abdulhussain Khalil Dewani Jaffar Mohamed Ali Al Dhaif Fouad Ebrahim Yousif Almutawa
<b>Governance Committee</b>	Fouad Ebrahim Yousif Almutawa ( <i>Chairman</i> ) Abdulredha Mohamed Al Daylami Jaffar Mohamed Ali Al Dhaif
<b>Nomination and Remuneration Committee</b>	Abdulredha Mohamed Al Daylami ( <i>Chairman</i> ) Abdulhussain Khalil Dewani Ebrahim Abdali Al Daaysi
<b>Strategic planning and development Committee</b>	Isa Mohamed Abdulrahim Alrafaei ( <i>Chairman</i> ) Mohamed Jehad Bukamal Ebrahim Abdali Al Daaysi Talal Mohamed Abdulla Al Mannai
<b>General Manager</b>	Abdulhadi Mirza Jaffar

**Delmon Poultry Company B.S.C.**  
Administration and contact details as at 30 September 2017 (continued)

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<b>Offices and plants</b>	Administration and chicken processing plant Hamala, PO Box 20535 Telephone 17608282 Fax 17601930 Email: <a href="mailto:info@dawajen.bh">info@dawajen.bh</a> Website: <a href="http://www.dawajen.bh">www.dawajen.bh</a>
	Feedmill - Mina Salman Telephone 17727705
	Chicks Hatchery - Al-Buhair Telephone 17624832
<b>Principal bankers</b>	Ahli United Bank National Bank of Bahrain Bahrain Islamic Bank Bank of Bahrain and Kuwait Kuwait Finance House National Bank of Kuwait
<b>Auditors</b>	BDO 17 <sup>th</sup> Floor Diplomatic Commercial Office Tower PO Box 787 Manama Kingdom of Bahrain
<b>Internal Auditor</b>	Grant Thornton - Abdulaal 12 <sup>th</sup> Floor, Al Nakeel Tower Seef District PO Box 11175 Kingdom Of Bahrain
<b>Share registrar</b>	Bahrain Bourse PO Box 3203 Manama Kingdom of Bahrain

**Review report on the condensed interim financial information  
to the Board of Directors of Delmon Poultry Company B.S.C.**

***Introduction***

We have reviewed the accompanying condensed interim statement of financial position of Delmon Poultry Company B.S.C. ("the Company") as at 30 September 2017, the condensed interim statement of profit or loss, the condensed interim statement of other comprehensive income, the condensed interim statement of changes in shareholders' equity, the condensed interim statement of cash flows for the quarter and nine months then ended and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this 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 condensed 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 does not present fairly, in all material respects, the financial position of the Company as at 30 September 2017, and its financial performance and its cash flows for the quarter and nine months then ended in accordance with International Accounting Standard 34 - "*Interim Financial Reporting*".

**BDO**

Manama, Kingdom of Bahrain  
13 November 2017



**Delmon Poultry Company B.S.C.**  
**Condensed interim statement of financial position as at 30 September 2017**  
**(Reviewed)**  
**(Expressed in Bahrain Dinars)**

	30 September 2017 (Reviewed)	31 December 2016 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,444,478	2,197,882
Investment in an associate company	1,923,705	1,980,863
Available-for-sale investments	3,867,161	3,526,276
Held-to-maturity investments	<u>1,250,000</u>	<u>1,250,000</u>
<b>Total non-current assets</b>	<u>9,485,344</u>	<u>8,955,021</u>
<b>Current assets</b>		
Inventories	2,713,793	2,634,118
Trade and other receivables	3,120,797	1,483,517
Term deposits	-	351,673
Cash and cash equivalents	<u>610,516</u>	<u>1,030,548</u>
<b>Total current assets</b>	<u>6,445,106</u>	<u>5,499,856</u>
<b>TOTAL ASSETS</b>	<u>15,930,450</u>	<u>14,454,877</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders' equity</b>		
Share capital	3,120,928	3,120,928
Statutory reserve	1,560,464	1,560,464
General reserve	3,993,000	3,993,000
Development and raw material reserve	1,000,000	1,000,000
Investment fair value reserve	1,798,088	1,809,252
Retained earnings	1,517,749	1,939,554
Treasury shares	<u>(116,266)</u>	<u>(116,266)</u>
<b>Total shareholders' equity</b>	<u>12,873,963</u>	<u>13,306,932</u>
<b>Non-current liabilities</b>		
Employees' terminal benefits	<u>21,569</u>	<u>16,311</u>
<b>Current liabilities</b>		
Short-term borrowing	265,602	
Trade and other payables	<u>2,769,316</u>	<u>1,131,634</u>
<b>Total liabilities</b>	<u>3,056,487</u>	<u>1,147,945</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>15,930,450</u>	<u>14,454,877</u>

The reviewed condensed interim financial information, set out on pages 5 to 15, was approved and authorised for issue by the Board of Directors on 13 November 2017 and signed on their behalf by:



Abdul Rahman Mohamed Jamsheer  
Chairman



Abdulhussain Khalil Dewani  
Vice chairman

**Delmon Poultry Company B.S.C.**

**Condensed interim statement of profit and loss for the quarter and nine months period ended 30 September 2017**

**(Reviewed)**

**(Expressed in Bahrain Dinars)**

	Quarter ended 30 September 2017 (Reviewed)	Quarter ended 30 September 2016 (Reviewed)	Nine months period ended 30 September 2017 (Reviewed)	Nine months period ended 30 September 2016 (Reviewed)
Sales	3,332,011	1,892,422	10,837,202	5,295,133
Cost of sales	(3,376,119)	(1,923,414)	(10,732,673)	(5,790,196)
<b>Gross (loss)/profit for the period</b>	<b>(44,108)</b>	<b>(30,992)</b>	<b>104,529</b>	<b>(495,063)</b>
Other operating expenses	(157,884)	(147,134)	(448,529)	(468,078)
Finance costs	(2,324)	-	(2,324)	-
	(160,208)	(147,134)	(450,853)	(468,078)
<b>Loss from operations</b>	<b>(204,316)</b>	<b>(178,126)</b>	<b>(346,324)</b>	<b>(963,141)</b>
Investment income	37,497	26,271	227,835	219,141
Realised gain on sales of available for-sales Investments	364,891	-	364,891	-
Share of loss in an associate company	(85,578)	(34,330)	(52,977)	(94,146)
Other income	342	2,349	1,485	4,651
Impairment of available for-sale-investments	(279,948)	(16,392)	(310,518)	(49,175)
<b>Net loss for the period</b>	<b>(167,112)</b>	<b>(200,228)</b>	<b>(115,608)</b>	<b>(882,670)</b>
<b>Basic loss per share (fils)</b>	<b>(5.45)</b>	<b>(6.54)</b>	<b>(3.78)</b>	<b>(28.83)</b>

The reviewed condensed interim financial information, set out on pages 5 to 15, was approved and authorised for issue by the Board of Directors on 13 November 2017 and signed on their behalf by:



Abdul Rahman Mohamed Jamsheer  
Chairman



Abdulhussain Khalil Dewani  
Vice chairman

**Delmon Poultry Company B.S.C.**  
**Condensed interim statement of comprehensive income for the quarter and nine months**  
**period ended 30 September 2017**  
**(Reviewed)**  
**(Expressed in Bahrain Dinars)**

	Quarter ended 30 September 2017	Quarter ended 30 September 2016	Nine months period ended 30 September 2017	Nine months period ended 30 September 2016
<b>Net loss for the period</b>	<b>(167,112)</b>	<b>(200,228)</b>	<b>(115,608)</b>	<b>(882,670)</b>
<b>Other comprehensive income:</b>				
<i>Items that may be reclassified into profit or loss:</i>				
Unrealised fair values (losses)/gains on available-for-sale investments	(42,706)	32,630	(12,806)	(163,234)
Company's share in associate's net change of investments fair value	469	2,567	(4,180)	(30,106)
Net movement in investment fair value reserve on the sales of available-for-sale investments	<u>5,822</u>	<u>—</u>	<u>5,822</u>	<u>—</u>
<b>Other comprehensive (loss)/income for the period</b>	<b><u>(36,415)</u></b>	<b><u>35,197</u></b>	<b><u>(11,164)</u></b>	<b><u>(193,340)</u></b>
<b>Total comprehensive loss for the period</b>	<b><u>(203,527)</u></b>	<b><u>(165,031)</u></b>	<b><u>(126,772)</u></b>	<b><u>(1,076,010)</u></b>

**Delmon Poultry Company B.S.C.**  
**Condensed interim statement of changes in shareholders' equity for the nine months period ended 30 September 2017**  
**(Reviewed)**  
**(Expressed in Bahrain Dinars)**

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>General reserve</u>	<u>Development and raw material reserve</u>	<u>Investment fair value reserve</u>	<u>Retained earnings</u>	<u>Treasury shares</u>	<u>Total</u>
<b>2016 (Reviewed)</b>								
As at 1 January 2016	3,120,928	1,560,464	3,993,000	1,000,000	1,977,200	3,489,130	(116,266)	15,024,456
Total comprehensive loss for the period	-	-	-	-	(193,340)	(882,670)	-	(1,076,010)
Dividend distributed for 2015 (Note 4)	-	-	-	-	-	(459,289)	-	(459,289)
At 30 September 2016	3,120,928	1,560,464	3,993,000	1,000,000	1,783,860	2,147,171	(116,266)	13,489,157
<b>2017 (Reviewed)</b>								
As at 1 January 2017	3,120,928	1,560,464	3,993,000	1,000,000	1,809,252	1,939,554	(116,266)	13,306,932
Total comprehensive loss for the period	-	-	-	-	(11,164)	(115,608)	-	(126,772)
Dividend distributed for 2016 (Note 4)	-	-	-	-	-	(306,197)	-	(306,197)
At 30 September 2017	3,120,928	1,560,464	3,993,000	1,000,000	1,798,088	1,517,749	(116,266)	12,873,963

**Delmon Poultry Company B.S.C.**  
**Condensed interim statement of cash flows for the nine months**  
**period ended 30 September 2017**  
**(Reviewed)**  
**(Expressed in Bahrain Dinars)**

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	Nine months period ended 30 September 2017 (Reviewed)	Nine months period ended 30 September 2016 (Reviewed)
<b>Operating activities</b>		
Net loss for the period	(115,608)	(882,670)
Adjustments for:		
Depreciation	229,870	191,237
Impairment of available-for-sale investments	310,518	49,175
Share of loss in an associate	52,977	94,146
Realised (gain)/on sales of available-for-sales investments	(364,891)	13
Interest and dividends	(227,835)	(219,141)
Changes in operating assets and liabilities:		
Inventories	(79,675)	394,957
Trade and other receivables	(1,637,280)	404,618
Trade and other payables	1,637,682	84,884
Employees' terminal benefits, net	<u>5,258</u>	<u>(13,632)</u>
Net cash (used in)/provided by operating activities	<u>(188,984)</u>	<u>103,587</u>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(476,465)	(636,564)
Purchase of held-to-maturity investments	-	(1,399,220)
Purchase of available for-sale-investments	(794,560)	(17,188)
Proceeds from sale of available for- sale-investments	495,242	3,177
Proceeds from maturity of held-to-maturity investments	-	1,246,663
Net movement in term deposits	351,673	1,274,142
Dividends received from the investment in an associate	-	222,972
Interest and dividends received	<u>227,835</u>	<u>219,141</u>
Net cash (used in)/provided by investing activities	<u>(196,275)</u>	<u>913,123</u>
<b>Financing activities</b>		
Net movement in short-term borrowing	265,602	-
Dividends paid	<u>(300,375)</u>	<u>(446,577)</u>
Net cash used in financing activities	<u>(34,773)</u>	<u>(446,577)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(420,032)</b>	<b>570,133</b>
Cash and cash equivalents, beginning of the period	<u>1,030,548</u>	<u>615,379</u>
Cash and cash equivalents, end of the period	<u>610,516</u>	<u>1,185,512</u>

**Delmon Poultry Company B.S.C.**

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2017

(Reviewed)

(Expressed in Bahrain Dinars)

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**1 Organisation and activities**

Delmon Poultry Company B.S.C. (“the Company”) is a public shareholding company registered with the Ministry of Industry and Commerce in the Kingdom of Bahrain and operates under commercial registration number 10700 obtained on 21 July 1980.

The principal objects of the Company include establishing or investing in:

- Facilities for processing, packing and storing frozen chicken;
- Feed factories;
- Integrated project for broiler meat;
- Distribution network affording easy accessibility for consumers; and
- Similar or supporting activities in Bahrain or abroad.

The Company is also allowed to invest its surplus funds in all types of investments.

Current operations, all in Bahrain, are as follows:

- Chicken processing plant at Hamala;
- Feedmill at Mina Salman; and
- Chicks hatchery at Al-Buhair

The registered office of the Company is in the Kingdom of Bahrain.

**2 Basis of preparation**

The condensed interim financial information has been prepared in accordance with International Accounting Standard 34 - “Interim Financial Reporting”. The condensed interim financial information should therefore be read in conjunction with the annual audited financial statements prepared as at, and for the year ended 31 December 2016, which have been prepared in accordance with International Financial Reporting Standards.

The accounting policies used in the preparation of the condensed interim financial information are consistent with those used in annual audited financial statements of the Company for the year ended 31 December 2016, as described in those annual audited financial statements.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company's accounting policies.

The condensed interim financial information have been prepared under the historical cost convention, modified by the valuation of available-for-sale investments which are measured at their fair values.

The condensed interim financial information has been presented in Bahraini Dinar (BD) which is also the functional currency of the Company.

***Improvements/amendments to IFRS/IAS 2014/2016 cycle***

Improvements/amendments to IFRS/IAS issued in 2014/2016 cycle contained numerous amendments to IFRS that the IASB considers non-urgent but necessary. ‘Improvements to IFRS’ comprise amendments that result in accounting changes to presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS standards. The amendments are effective for the Company’s annual audited financial statements beginning on or after 1 January 2017 and subsequent periods with earlier adoption permitted. No material changes to accounting policies are expected as a result of these amendments.

**Delmon Poultry Company B.S.C.**  
 Selected explanatory notes to the condensed interim financial information for the quarter  
 and nine months period ended 30 September 2017  
 (Reviewed)  
 (Expressed in Bahrain Dinars)

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**2 Basis of preparation (continued)**

***Standards, amendments and interpretations effective and adopted in 2017***

The following new standard, amendment to existing standard or interpretation to published standard is mandatory for the first time for the financial year beginning 1 January 2017 and has been adopted in the preparation of these condensed financial statements:

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 7	Statement of cash flows	1 January 2017

On January 7, 2016, the IASB issued amendments to IAS 7- Disclosure Initiative. The amendments require disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. One way to meet this new disclosure requirement is to provide reconciliation between the opening and closing balances for liabilities from financing activities. The Company has adopted the amendments to IAS 7 in its condensed interim financial statements for the period beginning on 1 January 2017.

***Standards, amendments and interpretations issued and effective in 2017 but not relevant***

The following new amendments to existing standard and interpretation to published standard is mandatory for accounting period beginning on or after 1 January 2017 or subsequent periods, but is not relevant to the Company's operations:

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 12	Income taxes	1 January 2017

***Standards, amendments and interpretations issued but not yet effective in 2017***

The following new/amended accounting standards and interpretations have been issued, but are not mandatory for financial period ended 30 September 2017. They have not been adopted in preparing the financial statements for the period ended 30 September 2017 and will or may have an effect on the Company's future financial statements. In all cases, the Company intends to apply these standards from application date as indicated in the table below.

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 40	Investment properties	1 January 2018
IFRS 9	Financial instruments	1 January 2018
IFRS 15	Revenue from contracts with customers	1 January 2018
IFRIC 22	Foreign currency transactions and advance consideration	1 January 2018
IFRIC 23	Uncertainty over Income tax treatments	1 January 2019
IFRS 2	Share-based payment transactions	1 January 2018
IFRS 16	Leases	1 January 2019
IFRS 17	Insurance contracts	1 January 2021

There would have been no change in the operational results of the Company for the period ended 30 September 2017 had the Company early adopted any of the above standards applicable to the Company except for IFRS9 and IFRS15, the impact of which is being assessed by the Company.

***Early adoption of amendments or standards in 2017***

The Company did not early-adopt any new or amended standards in 2017.

**Delmon Poultry Company B.S.C.**

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2017

(Reviewed)

(Expressed in Bahrain Dinars)

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**3 Earnings per share**

	Quarter ended 30 September 2017	Quarter ended 30 September 2016	Nine months period ended 30 September 2017	Nine months period ended 30 September 2016
Net loss for the period	<u>(167,112)</u>	<u>(200,228)</u>	<u>(115,608)</u>	<u>(882,670)</u>
Weighted average number of shares outstanding	<u>30,619,269</u>	<u>30,619,269</u>	<u>30,619,269</u>	<u>30,619,269</u>
Loss per share (fils)	<u>(5.46)</u>	<u>(6.54)</u>	<u>(3.78)</u>	<u>(28.83)</u>

The earnings per share has been computed on the basis of net profit or loss for the nine months ended 30 September 2016 divided by the weighted average number of shares outstanding for the period total of 31,209,277, net of 590,008 treasury shares. The Company does not have any potentially dilutive ordinary shares, hence the diluted earnings per share and basic earnings per share are identical.

**4 Appropriations**

The Annual General Meeting of shareholders held on 21 March 2017 has approved 10% (2015:15%) cash dividends of share nominal value amounting to BD306,197 for the year ended 31 December 2016 (2015: BD459,289). The Annual General Meeting of the shareholders did not approve any remuneration for the directors for the year ended 31 December 2016 (2015: BD40,610).

**5 Transactions and balances 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 and operating decisions. Related parties include entities over which the Company exercises significant influence, major shareholders, directors and executive management of the Company.

Transactions with entities controlled by directors, or over which they exert significant influence are as per the fixed contract price agreed by the Company, government and those entities. Other related party transactions are conducted on normal commercial basis.

**Delmon Poultry Company B.S.C.**

Selected explanatory notes to the condensed interim financial information for the quarter and nine months period ended 30 September 2017

(Reviewed)

(Expressed in Bahrain Dinars)

**5 Transactions and balances with related parties (continued)**

The related party transactions and balances included in these financial statements are as follows:

	30 September 2017		31 December 2016		30 September 2016	
	Receivables	Payables	Sales	Purchases	Receivables	Payables
Major shareholders	171,944	-	703,978	-	40,607	-
Entities controlled by directors	383	10,505	309,976	506,509	25,382	3,143
Associate	-	-	-	-	-	116,933
Total	<u>172,326</u>	<u>10,505</u>	<u>1,013,954</u>	<u>506,509</u>	<u>65,989</u>	<u>3,143</u>
					<u>382,228</u>	<u>116,933</u>

Key management personnel of the Company comprise the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Company. The key management personnel compensation is as follows:

	Nine months period ended 30 September 2017	Nine months period ended 30 September 2016
Board of directors' remuneration	6,000	46,344
Board of directors' attendance fees	23,600	31,600
Salaries and other benefits	13,500	27,759

**6 Property, plant and equipment**

Additions to property, plant and equipment during the nine month period ended 30 September 2017 amounted to BD476,465 (30 September 2016: BD636,564). There were disposals in the property, plant and equipment during the nine month period ended 30 September 2017 amounting to BD10,574 (30 September 2016: BD Nil). Depreciation in the property, plant and equipment during the nine month period ended 30 September 2017 amounted to BD229,870 (30 September 2016: BD191,237)

**Delmon Poultry Company B.S.C.**  
**Selected explanatory notes to the condensed interim financial information for the quarter**  
**and nine months period ended 30 September 2017**  
**(Reviewed)**  
**(Expressed in Bahrain Dinars)**

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**7 Segmental information**

As at and for the nine months period ended 30 September 2017

	<u>Chicken</u>	<u>Feeds</u>	<u>Chicks</u>	<u>Investments</u>	<u>Unallocated</u>	<u>Total</u>
Sales	6,304,346	3,170,181	1,362,675	-	-	10,837,202
Cost of sales	(6,528,317)	(3,093,492)	(1,110,864)	-	-	(10,732,673)
Gross (loss)/profit	(223,971)	76,689	251,811	-	-	104,529
Other operating expenses	(274,104)	(130,049)	(46,700)	-	-	(450,853)
<b>Loss from operations</b>	<b>(498,075)</b>	<b>(53,360)</b>	<b>205,111</b>	<b>-</b>	<b>-</b>	<b>(346,324)</b>
Investment income	-	-	-	227,835	-	227,835
Realised gain on sales of available for-sales investments	-	-	-	364,891	-	364,891
Share of loss in an associate	-	-	-	(52,977)	-	(52,977)
Other income	-	-	-	-	1,485	1,485
Impairment of available-for-sale investments	-	-	-	(310,518)	-	(310,518)
<b>Segment (loss)/profit for the period</b>	<b>(498,075)</b>	<b>(53,360)</b>	<b>205,111</b>	<b>229,231</b>	<b>1,485</b>	<b>(115,608)</b>
<b>Total segment assets</b>	<b>4,135,560</b>	<b>3,487,013</b>	<b>1,141,705</b>	<b>7,040,866</b>	<b>125,306</b>	<b>15,930,450</b>
<b>Total segment liabilities</b>	<b>482,096</b>	<b>1,592,550</b>	<b>301,342</b>	<b>-</b>	<b>680,499</b>	<b>3,056,487</b>

**Delmon Poultry Company B.S.C.**  
**Selected explanatory notes to the condensed interim financial information for the quarter**  
**and nine months period ended 30 September 2017**  
**(Reviewed)**  
**(Expressed in Bahrain Dinars)**

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**7 Segmental information (continued)**

As at 31 December 2016 and for the nine months ended 30 September 2016

	<u>Chicken</u>	<u>Feeds</u>	<u>Chicks</u>	<u>Investments</u>	<u>Unallocated</u>	<u>Total</u>
Sales	3,384,758	1,361,387	548,988	-	-	5,295,133
Cost of sales	(3,743,666)	(1,434,824)	(611,706)	-	-	(5,790,196)
Gross loss	(358,908)	(73,437)	(62,718)	-	-	(495,063)
Other operating expenses	(302,637)	(115,991)	(49,450)	-	-	(468,078)
<b>Loss from operations</b>	<b>(661,545)</b>	<b>(189,428)</b>	<b>(112,168)</b>	<b>-</b>	<b>-</b>	<b>(963,141)</b>
Investments income	-	-	-	219,141	-	219,141
Share of loss in an associate company	-	-	-	(94,146)	-	(94,146)
Other income	-	-	-	-	4,651	4,651
Impairment of available-for-sale investments	-	-	-	(49,175)	-	(49,175)
<b>Segment (loss)/profit for the period</b>	<b>(661,545)</b>	<b>(189,428)</b>	<b>(112,168)</b>	<b>75,820</b>	<b>4,651</b>	<b>(882,670)</b>
<b>Total segment assets</b>	<b>3,679,247</b>	<b>1,408,805</b>	<b>703,374</b>	<b>8,139,357</b>	<b>524,094</b>	<b>14,454,877</b>
<b>Total segment liabilities</b>	<b>302,811</b>	<b>441,139</b>	<b>11,644</b>	<b>-</b>	<b>392,351</b>	<b>1,147,945</b>

**8 Interim results**

The interim net profit for the nine months period ended 30 September 2017 may not represent a proportionate share of the annual net profit or loss due to the nature of the Company's activities, timing of the receipt of dividend and investment income.

**9 Subsequent events**

There were no events subsequent to 30 September 2017 and occurring before the date of the approval of the statement of financial information that are expected to have a significant impact on this statement of financial information.

**Delmon Poultry Company B.S.C.**  
Additional information (Not reviewed)

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**Schedule (1): Quantities produced and sold**

	<b>Nine months period ended <u>30 September 2017</u></b>	<b>Nine months period ended <u>30 September 2016</u></b>
<b>Quantities sold</b>		
Chicken	6,581,020 KG	3,177,121 KG
Feed	24,518 ton	9,899 ton
Chicks	6,813,379 chicks	2,720,690 chicks
<b>Quantities produced</b>		
Chicken	6,270,213 KG	2,027,377 KG
Feed	26,995 ton	9,877 ton
Chicks	6,882,230 chicks	2,812,010 chicks