

**UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A SAUDI JOINT STOCK COMPANY) AND ITS SUBSIDIARIES**

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2016



Building a better
working world

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LIMITED REVIEW REPORT ON THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF UNITED INTERNATIONAL TRANSPORTATION COMPANY (A SAUDI JOINT STOCK COMPANY)

Scope of limited review

We have reviewed the accompanying consolidated balance sheet of United International Transportation Company - A Saudi Joint Stock Company ("the Parent Company" or "the Company") and its subsidiaries (the "Group") as at 31 March 2016 and the related consolidated statements of income, cash flows and changes in shareholders' equity for the three-month period then ended. These interim consolidated financial statements are the responsibility of the Group's management and have been prepared by them and submitted to us together with all the information and explanations which we required. We conducted our limited review in accordance with the standard on interim financial information issued by the Saudi Organization for Certified Public Accountants. A limited review consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion on the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Conclusion

Based on our limited review, we are not aware of any material modifications that should be made to the accompanying interim consolidated financial statements in order for them to be in conformity with accounting standards generally accepted in the Kingdom of Saudi Arabia.

for Ernst & Young

Ahmed I. Reda
Certified Public Accountant
Licence No. 356

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21 April 2016



Jeddah

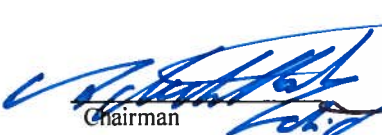
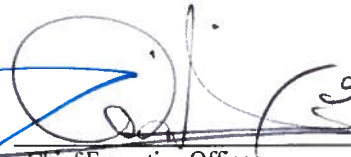
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UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three-month period ended 31 March 2016

	<i>Note</i>	<i>2016</i> <i>SR'000</i>	<i>2015</i> <i>SR'000</i>
Revenue		219,398	208,705
Cost of revenue		(184,432)	(175,257)
GROSS PROFIT		34,966	33,448
EXPENSES			
Marketing		(7,446)	(8,182)
General and administration		(10,316)	(8,614)
		(17,762)	(16,796)
INCOME FROM OPERATIONS		17,204	16,652
Gain on sale of vehicles		39,668	35,146
INCOME FROM CONTINUING OPERATIONS		56,872	51,798
OTHER (EXPENSES) / INCOME			
Other income, net		5,137	1,145
Share of results of associates		(585)	(1,720)
Impairment of investment in an associate	2.1(b)	(6,619)	-
Financial charges		(4,004)	(3,940)
NET INCOME BEFORE ZAKAT AND INCOME TAX AND NON-CONTROLLING INTEREST		50,801	47,283
Zakat and income tax		(1,554)	(2,209)
NET INCOME BEFORE NON-CONTROLLING INTEREST		49,247	45,074
Non-controlling interest		-	(279)
NET INCOME FOR THE PERIOD		49,247	44,795
EARNINGS PER SHARE			
Weighted average number of ordinary shares outstanding (in thousands) (comparatives restated)	6	50,833	50,833
Earnings per share on income from continuing operations (in SR per share) (comparatives restated)	6	1.12	1.02
Earnings per share on net income for the period (in SR per share) (comparatives restated)	6	0.97	0.88

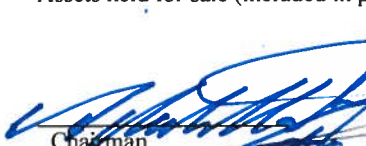
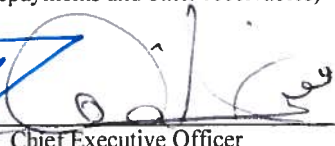


 Chairman Chief Executive Officer


 Chief Financial Officer

The attached notes 1 to 9 form part of these unaudited interim consolidated financial statements.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES
UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
For the three-month period ended 31 March 2016

	Note	2016 SR'000	2015 SR'000
OPERATING ACTIVITIES			
Net income for the period		49,247	44,795
Adjustments for:			
Depreciation		129,375	118,983
Amortisation of payment under operating lease		495	3,129
Provision for employees' end of service benefits	4	1,229	1,122
Financial charges		4,004	3,940
Gain on disposal of vehicles		(39,668)	(35,146)
Share of results of an associate		585	1,720
Impairment of investment in an associate	2.1(b)	6,619	-
Non-controlling interest		-	279
Zakat and income tax		1,554	2,209
		<u>153,440</u>	<u>141,031</u>
Changes in operating assets and liabilities:			
Trade receivables		(15,227)	(9,939)
Prepayments and other receivables		9,522	10,751
Inventories		595	(192)
Accounts payable		(5,453)	5,509
Accrued expenses and other liabilities		4,641	16,031
		<u>147,518</u>	<u>163,191</u>
Cash from operations			
		147,518	163,191
Zakat and income tax paid		-	(5,657)
Employees' end of service benefits paid	4	(526)	(77)
		<u>146,992</u>	<u>157,457</u>
Net cash from operating activities			
		146,992	157,457
INVESTING ACTIVITIES			
Purchase of property and equipment		(144,375)	(201,458)
Proceeds from disposal of property and equipment		81,642	67,063
		<u>(62,733)</u>	<u>(134,395)</u>
Net cash used in investing activities			
		(62,733)	(134,395)
FINANCING ACTIVITIES			
Net movement in long term bank debts		(75,234)	5,927
Financial charges paid		(4,004)	(3,940)
Other changes in non-controlling interest		-	24
Directors' remuneration paid		(450)	(450)
Net movement in foreign currency translation reserve		-	14
		<u>(79,688)</u>	<u>1,575</u>
Net cash (used in)/from financing activities			
		(79,688)	1,575
INCREASE IN BANK BALANCES AND CASH		4,571	24,637
Bank balances and cash at the beginning of the period		22,078	19,767
BANK BALANCES AND CASH AT THE END OF THE PERIOD		26,649	44,404
SUPPLEMENTARY INFORMATION OF NON-CASH TRANSACTION			
Assets held for sale (included in prepayments and other receivables)		9,344	1,930

 Chairman
 Chief Executive Officer

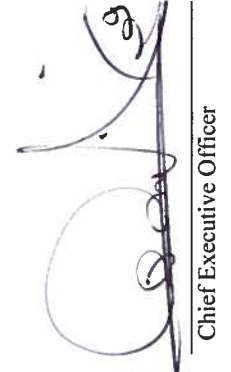

Chief Financial Officer


The attached notes 1 to 9 form part of these unaudited interim consolidated financial statements.

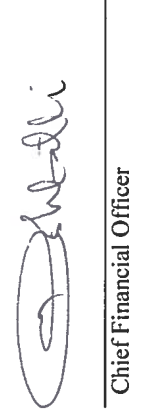
UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

UNAUDITED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the three-month period ended 31 March 2016

	Equity attributable to the shareholders of the Parent Company						
	Share capital SR '000	Statutory reserve SR '000	Foreign currency translation reserve SR '000	Retained earnings SR '000	Total SR '000	Non-controlling interest SR '000	Total SR '000
Balance at 31 December 2015 (audited)	508,333	114,936	-	278,235	901,504	-	901,504
Net income for the period from 1 January 2016 to 31 March 2016	-	-	-	49,247	49,247	-	49,247
Transfer to statutory reserve	-	4,924	-	(4,924)	-	-	-
Director's remuneration	-	-	-	(450)	(450)	-	(450)
Balance at 31 March 2016 (unaudited)	508,333	119,860	-	322,108	950,301	-	950,301
Balance at 31 December 2014 (audited)	406,667	96,059	30	283,691	786,447	432	786,879
Net income for the period from 1 January 2015 to 31 March 2015	-	-	-	44,795	44,795	279	45,074
Transfer to statutory reserve	-	4,479	-	(4,479)	-	-	-
Director's remuneration	-	-	-	(450)	(450)	-	(450)
Foreign currency translation adjustment	-	-	14	-	14	24	38
Balance at 31 March 2015 (unaudited)	406,667	100,538	44	323,557	830,806	735	831,541


Chairman


Chief Executive Officer


Chief Financial Officer

The attached notes 1 to 9 form part of these unaudited interim consolidated financial statements.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2016

1 ACTIVITIES

United International Transportation Company ("the Parent Company" or "the Company"), is a Saudi Joint Stock Company registered in Jeddah, Kingdom of Saudi Arabia under commercial registration No. 4030017038 dated 7 Shabaan 1428H (corresponding to 20 August 2007).

The principal activities of the Company are leasing and rental of vehicles under the Commercial name of "Budget Rent a Car" as per the license No. 0202000400 issued by the Ministry of Transportation in the Kingdom of Saudi Arabia.

The Company's registered office is located at the following address:

2421 Quraysh St. Al-Salamah Dist.
Jeddah, Saudi Arabia 23437-8115
Unit 1

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The interim consolidated financial statements have been prepared in accordance with Saudi Accounting Standard for interim financial information issued by the Saudi Organization for Certified Public Accountants ("SOCPA").

The interim consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with the accounting standards generally accepted in the Kingdom of Saudi Arabia.

The interim consolidated financial statements comprise the interim financial statements of the Parent Company and its subsidiaries, after elimination of all material inter-group transactions and balances. Transfer of 10% of profit to statutory reserve, as required by Saudi Arabian Regulations for Companies, is accounted for during the period.

The interim consolidated financial statements are expressed in Saudi Riyals, being the functional and presentational currency of the Parent Company and have been rounded off to the nearest thousand, unless otherwise specified.

The results for the three month period ended 31 March 2016 (the "period") are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2016.

a) The following are the details of the subsidiaries:

<i>Name</i>	<i>Principal field of activity</i>	<i>Country of incorporation</i>	<i>% of capital held (directly or indirectly)</i>	
			<i>31 March 2016</i>	<i>31 March 2015</i>
Aljozoor Alrasekha Trucking Company Limited ("Rahaal")	Leasing and rental of heavy vehicles and equipments	Kingdom of Saudi Arabia	100%	100%
Unitrans Infotech Services India Private Limited ("Unitrans Infotech") (note i)	Providing Information Technology services	India	-	65%

i) On 30 September 2015 the Company acquired 100% ownership of its subsidiary and on the same day disposed off 51% ownership interest in the subsidiary and lost control of the subsidiary. The results of Unitrans Infotech's operations and its cash flows up to 30 September 2015 have been consolidated in these consolidated financial statements. Effective 1 October 2015, Unitrans Infotech has been classified as an associate and accounted as such. The assets of the subsidiary at the date of disposal amounted to SR 1,609 thousands and a gain on sale of 994 thousands was recognised as at that date.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
At 31 March 2016

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1 BASIS OF PREPARATION (continued)

b) The following are the details of the associates:

<i>Name</i>	<i>Principal field of activity</i>	<i>% of capital held (directly or indirectly)</i>	
		<i>31 March 2016</i>	<i>31 March 2015</i>
Tranzlease Holdings India Private Limited ("THL")	Operating lease of motor vehicles	32.96%	32.75%
Unitrans Infotech Services India Private Limited ("Unitrans Infotech") (note 2 a (i))	Providing Information Technology services	49%	-

During 2012, the Company acquired 32.75% stake in Tranzlease Holdings India Private Limited ("THL"), a Private Limited Company in India. THL is engaged in the business of operating lease of motor vehicles including passenger cars, commercial vehicles and specialized vehicles. The investment is classified as an investment in an associate. During 2015, the shareholding was increased to 32.96%. During the period ended 31 March 2016, based on a valuation report received from an independent third party expert, an impairment of SR 6.6 million was recorded and charged to unaudited interim consolidated statement of income.

2.2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the preparation of these interim consolidated financial statements are in accordance with accounting standards generally accepted in the Kingdom of Saudi Arabia and are consistent with those used for the preparation of the annual financial statements for the year ended 31 December 2015, except for adoption of IAS 19 as disclosed below. The following is a summary of significant accounting policies applied by the Company:

Accounting convention

The interim consolidated financial statements are prepared under the historical cost basis using the accrual basis of accounting and the going concern concept.

Use of estimate

The preparation of interim consolidated financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the interim consolidated financial statements and the reported amounts of revenues and expenses during the reporting period.

Trade receivables

Trade receivables are stated at original invoice amount less allowance for uncollectable amounts. An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off as incurred.

Inventories

Inventories represent spare parts and other supplies for vehicles. Inventories are stated at the lower of cost or net realisable value. Cost is determined on a weighted average basis.

Investments in subsidiaries

Subsidiaries are companies in which the Parent Company has, directly or indirectly, a long term investment comprising an interest of more than 50% in the voting capital or over which it exerts control. Subsidiaries are consolidated from the date the Parent Company obtains control until the date that such control ceases. The financial statements of the subsidiaries are prepared for the same reporting period as the Parent Company, using consistent accounting policies. All intra-group balances, income and expenses and unrealised gains and losses resulting from intra-group transactions are eliminated in full.

Non-controlling interest represents the portion of profit or loss and net assets that are not held by the Group and if material, are presented separately in the interim consolidated statement of income and within equity in the interim consolidated balance sheet, separately from Parent Company shareholders' equity.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
At 31 March 2016

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments in associates

The Group's investments in associates are accounted for using equity method of accounting. An associate is an entity in which the Group has significant influence and which is neither a subsidiary nor a joint venture. Under the equity method, the investment in associate is carried in the interim consolidated balance sheet at cost adjusted by the changes in the Group's share of net assets of the associate. The interim consolidated statement of income reflects the share of the results of operation of the associates. Where there has been a change recognized directly in the equity of the associate, the Group recognizes its share of any change and discloses this, when applicable, in the interim consolidated statement of changes in shareholders' equity. Profits and losses resulting from transactions between the Group and the associates are eliminated to the extent of interest in an associate.

The financial statements of the associate are prepared for the same period as the Parent Company. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

Property and equipment

Property and equipment are initially recorded at cost and are stated at cost less accumulated depreciation and any impairment in value. Freehold land and capital work in progress are not depreciated. The cost of other property and equipment less its estimated residual value expected at their date of disposal, is depreciated on a straight-line basis over the estimated useful lives of the assets.

The carrying values of property and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount, being the higher of their fair value less costs to sell and their value in use. The excess of carrying value over the estimated recoverable amount is charged to the interim consolidated statement of income.

Leasehold improvements are amortised on a straight-line basis over the shorter of the useful life of the improvements, or the term of the lease.

Expenditure for repairs and maintenance are charged to the income as incurred. Improvements that increase the value or materially extend the life of the related assets are capitalised.

Gain on sale of vehicles and other items of property and equipment is recognized in the interim consolidated statement of income when risks and rewards of ownership are transferred to the buyer representing the difference between the selling price and the net carrying value of the vehicles at the date of disposal.

Assets held for sale

Non-current assets that are expected to be recovered primarily through sale rather than through continuing use, are classified as held for sale under current assets. Immediately before classification as held for sale, the assets are re-measured at the lower of their carrying amount and fair value less cost to sell.

Impairment and uncollectibility of financial assets

An assessment is made at each balance sheet date to determine whether there is objective evidence that a specific financial asset may be impaired. If such evidence exists, an impairment loss is recognised in the interim consolidated statement of income. Impairment is determined as follows:

- (a) For assets carried at fair value, impairment is the difference between cost and fair value, less any impairment loss previously recognised in the interim consolidated statement of income;
- (b) For assets carried at cost, impairment is the difference between carrying value and the present value of future cash flows discounted at the current market rate of return for a similar financial asset; and
- (c) For assets carried at amortised cost, impairment is the difference between carrying amount and the present value of future cash flows discounted at the original effective interest rate.

Accounts payable and accruals

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Group.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
At 31 March 2016

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Loans

Loans are recognised at the proceeds received value by the Group.

Vehicles purchased under Murabaha and Al Tawarroq agreements are recorded at their fair value at the inception. Bank fees and other charges are allocated to the interim consolidated statement of income over the instalment term at a constant periodic basis.

Dividends

Interim dividends are recorded as a liability in the period in which they are approved by the Board of Directors. Final dividends are recorded in the period in which they are approved by the shareholders.

Franchise fee

Franchise fee principally consists of royalties paid by the Company and is recorded on accrual basis.

Zakat and income tax

Zakat

Zakat is provided for in accordance with the regulations of Department of Zakat and Income Tax (DZIT) in the Kingdom of Saudi Arabia. The provision is charged to the interim consolidated statement of income. Additional amounts, if any, that may become due on finalization of an assessment are accounted for in the year in which assessment is finalized.

Income tax

The subsidiary operating outside the Kingdom of Saudi Arabia is subject to the income tax regulations of the country in which it operates. The provision, if any, is charged to the interim consolidated statement of income.

Provisions

Provisions are recognised when the Group has an obligation (legal or constructive) arising from a past event, and the costs to settle the obligation are both probable and can be measured reliably.

Employees' end of service benefits

Provision is made for amounts payable in respect of employees' end of service benefits entitlement at the balance sheet date.

Up to 31 December 2015, employees' end of service benefits, as required by the Saudi Arabian Labour Law, were provided for in the interim consolidated financial statements based upon the employees' salary and length of service, subject to completion of a minimum service period.

Effective 1 January 2016, the Company has changed its accounting policy in respect of the employees' end of service benefits. The Company has adopted International Accounting Standard 19 – Employee Benefits (“IAS – 19”) for the treatment of these defined benefit plans (in the absence of a standard issued by the Saudi Organization for Certified Public Accountants (SOCPA)). The Company's net obligations in respect of defined unfunded benefit plans (“the obligations”) is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and unrecognized past service costs if any. The discount rate used is the market yield on AA-rated corporate bonds at the reporting date that has maturity dates approximating the terms of the Company's obligations. The cost of providing benefits under the defined benefit plans is determined using the projected unit credit method to determine the Company's present value of the obligation, with actuarial valuations to be carried out annually.

The defined benefit liability comprises the present value of defined benefit obligation as adjusted for any past service cost not yet recognized. The full amount of actuarial gains and losses are recognised in equity in the year in which they arise, if material.

Revenue recognition

Revenue from vehicle rental is recognized over the rental period, in accordance with terms of rental agreements (net of discount). Rental revenue also includes fees for services incidental to vehicle rental. Revenue from unbilled rentals is recognized at their net realizable amount. Lease revenue is recognized over the period of lease agreement. Revenue from services is recognised when services are rendered.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
At 31 March 2016

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 SIGNIFICANT ACCOUNTING POLICIES (continued)

Expenses

Marketing expenses are those arising from the Group's efforts underlying the marketing functions. All other expenses are allocated on a consistent basis to cost of revenue and general and administration expenses in accordance with allocation factors determined as appropriate by the Group.

Foreign currencies

Transactions

Transactions in foreign currencies are recorded in Saudi Riyals at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the interim consolidated statement of income.

Foreign currencies

Foreign currency translations

Financial statements of foreign operations are translated into Saudi Riyals using the exchange rate at each balance sheet date, for assets and liabilities, and the average exchange rate for each period for revenues, expenses, gains and losses. Components of equity, other than retained earnings, are translated at the rate ruling at the date of occurrence of each component. Translation adjustments, if material are recorded as a separate component of shareholders' equity.

Offsetting

Financial assets and liabilities are offset and the net amount reported in the interim consolidated balance sheet only when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liability simultaneously. Income and expense is not offset in the interim consolidated statement of income unless required or permitted by generally accepted accounting principles in Kingdom of Saudi Arabia.

Segmental reporting

A segment is a distinguishable component of the Group that is engaged either in providing products or services (a business segment) or in providing products or services within a particular economic environment (a geographic segment), which is subject to risks and rewards that are different from those of other segments. As the Group carries out its activities in lease and rental segments, reporting of these segments is provided.

3 LONG-TERM BANK DEBTS

Long-term bank debts consist of Group's borrowings under various Islamic Finance Products including Murabaha and Al Tawarroq arrangements with commercial banks. Such debts bear financing charges at the prevailing market rates. These loans are secured by demand promissory notes. The loan agreements include covenants which, among other things, require certain financial ratios to be maintained. The instalments due within twelve months from the balance sheet date are shown as a current liability in the interim consolidated balance sheet.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
At 31 March 2016

4 EMPLOYEES' END OF SERVICE BENEFITS

As explained in note 2, the Company has changed its accounting policy in respect of the employees' end of service benefits and adopted IAS 19, effective 1 January 2016. Under the provisions of IAS 19, the Company has applied the transitional provisions of IAS 19 and determined its transitional liability as of 1 January 2016 for the defined unfunded benefit plan, which is not materially different than the liability that would have been recognized at the same date under the Company's previous accounting policy for such plan.

The main financial assumptions used to calculate the indicative defined unfunded benefit plan liabilities are as follows:

	2016
Discount rate	5 %
Expected rate of salary increase	
- First four years	3 %
- Thereafter	5 %

The amounts recognized in the interim consolidated statement of income in respect of the employees' end of service benefits are as follows:

	<i>For the three month period ended 31 March 2016 SR'000</i>
Current service cost	803
Interest on obligation	426
	<u>1,229</u>

Present value of total employees' end of service benefits, as of 31 March 2016, amounted to SR 36.4 million.

The movement in the present value of employees' end of service benefits is as follows:

	<i>For the three month period ended 31 March 2016 SR'000</i>
January 1	35,655
Current service cost	803
Interest cost	426
Benefits paid	(526)
March 31	<u>36,358</u>

The actuarial gains, as of 31 March 2016, were not material and accordingly the gains have not been adjusted in these interim consolidated financial statements.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company) AND ITS SUBSIDIARIES

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
At 31 March 2016

5 SHARE CAPITAL

At 31 March 2016, the Company's share capital of SR 508.3 million (2015: SR 406.7 million) consists of 50.8 million (2015: 40.67 million) fully paid shares of SR 10 each.

The Board of Directors in its meeting held on 19 January 2015, proposed final dividend of SR 69.13 million (representing SR 1.7 per share) for the year ended 31 December 2014. Additionally, the Board of Directors also proposed to increase the Company's share capital to SR 508.3 million by issuing one bonus share for every four ordinary shares outstanding. The shareholders in the Extraordinary General Assembly Meeting on 23 April 2015, approved the Board's proposal and authorized issuance of 10.17 million bonus share at a nominal value of SR 10 each and resultantly the share capital of the Company was increased from SR 406.7 million to SR 508.3 million. The legal formalities for the increase in capital were completed on 4 June 2015.

The Board of Directors in its meeting held on 19 January 2016, proposed final dividend of SR 76.25 million (representing SR 1.5 per share) for the year ended 31 December 2015. Additionally, the Board of Directors also proposed to increase the Company's share capital to SR 610 million by issuing one bonus share for every five ordinary shares outstanding. The proposal is currently subject to shareholders' approval.

6 EARNINGS PER SHARE

Earnings per share on income from continuing operations is calculated by dividing income from continuing operations by the weighted average number of shares in issue during the period.

Earnings per share on net income is calculated by dividing the net income by the weighted average number of shares in issue during the period.

As required by Saudi Organization for Certified Public Accountants, the comparative numbers have been restated.

7 OPERATING SEGMENT INFORMATION

The management views the activities of the Group's operations under two segments, as detailed below:

	<i>For the three-month period ended 31 March 2016</i>		
	<i>Lease</i>	<i>Rental</i>	<i>Total</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
Revenue	131,209	88,189	219,398
Depreciation expense	84,750	44,625	129,375
Property and equipment (vehicles)	884,922	472,057	1,356,979
Gain on sale of vehicles (unallocated)	-	-	39,668
	<i>For the three-month period ended 31 March 2015</i>		
	<i>Lease</i>	<i>Rental</i>	<i>Total</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
Revenue	116,799	91,906	208,705
Depreciation expense	72,194	46,789	118,983
Property and equipment (vehicles)	854,581	448,692	1,303,273
Gain on sale of vehicles (unallocated)	-	-	35,146

8 CONTINGENT LIABILITIES

At 31 March 2016, the Group had outstanding letters of guarantee amounting to SR 6.3 million (2015: SR 6.4 million) issued by the local banks on behalf of Company in the ordinary course of business.

9 APPROVAL OF THE FINANCIAL STATEMENTS

These unaudited interim consolidated financial statements have been approved by the Board of Directors on 14 Rajab 1437H, corresponding to 21 April 2016.