

**UNITED INTERNATIONAL
TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

**UNAUDITED INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

For the three-month period ended March 31, 2014
with

INDEPENDENT AUDITORS' REVIEW REPORT



KPMG Al Fozan & Al Sadhan
9th Floor, Tower A, Zahran Business Centre
Prince Sultan Street
P. O. Box 55078
Jeddah 21534
Kingdom of Saudi Arabia

Telephone +966 12 6989595
Fax +966 12 605 0597
Internet www.kpmg.com.sa

License No. 46/11/323 issued 11/3/1992

REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Shareholders
United International Transportation Company
Jeddah, Kingdom of Saudi Arabia

Scope of Review

We have reviewed the accompanying interim consolidated balance sheet of United International Transportation Company ("the Company") and its subsidiaries ("the Group") as at March 31, 2014, the related interim consolidated statement of income, cash flows and changes in equity for the three-month period then ended and the attached condensed notes from 1 to 11 which form an integral part of these interim condensed consolidated financial statements. These interim condensed 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. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

We conducted our review in accordance with the Auditing Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants (SOCPA). A review consists principally of applying analytical procedures to financial data and information 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 regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Conclusion

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

For KPMG Al Fozan & Al Sadhan

Ebrahim Oboud Baeshen
License No. 382



Jeddah on Jumada Al Thani 17, 1435H
Corresponding to April 17, 2014

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED BALANCE SHEET (UNAUDITED)

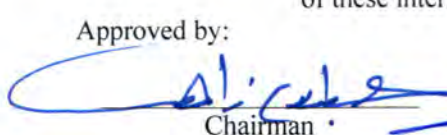
As at March 31, 2014

Expressed in Saudi Arabian Riyals

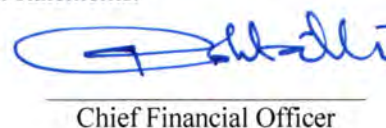
	<u>Notes</u>	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>			
Current assets:			
Cash and cash equivalents		39,978,116	22,737,903
Trade receivables - net		85,822,486	76,565,930
Inventories		4,921,975	5,205,554
Prepayments and other current assets		70,898,270	26,558,075
Total current assets		201,620,847	131,067,462
Non-current assets:			
Investment in an associate	1	28,532,584	27,574,922
Property and equipment		1,165,298,890	1,058,053,318
Total non-current assets		1,193,831,474	1,085,628,240
Total assets		1,395,452,321	1,216,695,702
<u>LIABILITIES AND EQUITY</u>			
Current liabilities:			
Current portion of long-term bank debts	4	329,230,840	246,654,716
Accounts payable		73,526,975	130,884,030
Accrued expenses and other current liabilities		25,741,056	20,646,173
Accrued Zakat and income tax		2,463,711	5,939,796
Total current liabilities		430,962,582	404,124,715
Non-current liabilities:			
Long-term bank debts	4	206,895,919	159,197,380
Employees' end of service benefits		29,635,919	24,140,433
Total non-current liabilities		236,531,838	183,337,813
Total liabilities		667,494,420	587,462,528
<u>EQUITY</u>			
Equity attributable to Company's shareholders:			
Share capital	5	305,000,000	244,000,000
Statutory reserve		82,941,120	67,549,290
Foreign currency translation reserve		(191,658)	(184,296)
Retained earnings		339,848,089	317,654,074
Total shareholders' equity		727,597,551	629,019,068
Non-controlling interests		360,350	214,106
Total equity		727,957,901	629,233,174
Total liabilities and equity		1,395,452,321	1,216,695,702

The accompanying notes 1 through 11 form an integral part of these interim condensed consolidated financial statements.

Approved by:

 Chairman

 Chief Executive Officer

 Chief Financial Officer

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)

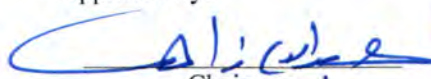
For the three-month period ended March 31, 2014


Expressed in Saudi Arabian Riyals

	<u>Note</u>	<u>2014</u>	<u>2013</u>
Revenue		177,944,049	157,368,104
Cost of revenue		(148,370,005)	(131,051,569)
Gross profit		29,574,044	26,316,535
Expenses:			
General and administrative		(7,718,683)	(9,694,668)
Marketing expenses		(9,061,238)	(7,717,229)
Total expenses		(16,779,921)	(17,411,897)
Income from operations		12,794,123	8,904,638
Gain on sale of vehicles		30,187,670	30,073,678
Income from continued operations		42,981,793	38,978,316
Other (expenses)/income:			
Finance charges		(3,155,830)	(2,745,025)
Share of profit from an associate		217,849	413,593
Other income-net		1,151,079	1,091,825
Total other expenses-net		(1,786,902)	(1,239,607)
Net income before Zakat and income tax and non-controlling interest		41,194,891	37,738,709
Zakat and income tax		(1,513,672)	(1,358,841)
Net income before non-controlling interest		39,681,219	36,379,868
Share of non-controlling interest in the net loss/(income) of the consolidated subsidiary		191,798	(218,240)
Net income for the period		39,873,017	36,161,628
Earnings per share	6	1.31	1.19

The accompanying notes 1 through 11 form an integral part of these interim condensed consolidated financial statements.

Approved by:


Chairman


Chief Executive Officer


Chief Financial Officer

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

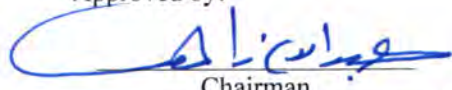
For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

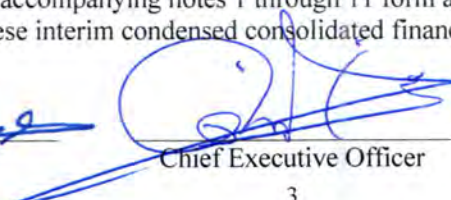
	<u>2014</u>	<u>2013</u>
Cash flows from operating activities:		
Net income	39,873,017	36,161,628
<i>Adjustments to reconcile net income to net cash provided by operating activities:</i>		
Depreciation	101,761,590	89,232,065
Amortisation of payment under operating lease	2,132,122	--
Finance charges	3,155,830	2,745,025
Gain on sale of vehicles	(30,187,670)	(30,073,678)
Provision for Zakat and income tax	1,513,672	1,358,841
Share of non-controlling interest in the net income of the consolidated subsidiary	(191,798)	218,240
Share of profit from an associate	(217,849)	(413,593)
Employees' end of service benefits charge	874,827	1,152,578
Changes in operating assets and liabilities:		
Trade receivables	3,685,939	(3,253,925)
Inventories	(161,441)	(970,323)
Prepayments and other current assets	(35,728,522)	(5,859,793)
Accounts payable	(6,917,615)	49,870,608
Accrued expenses and other current liabilities	(58,939)	(140,058)
Total adjustments	79,533,163	140,027,615
Employees' end of service benefits paid	(425,712)	(246,437)
Zakat and income tax paid	(4,138,633)	(19,693)
Net cash provided by operating activities	74,968,818	139,761,485
Cash flows from investing activities:		
Additions to property and equipment	(136,379,009)	(165,265,005)
Proceeds from sale of property and equipment	55,078,384	51,192,228
Net cash used in investing activities	(81,300,625)	(114,072,777)
Cash flows from financing activities:		
Changes in long-term bank debt, net	23,163,629	(16,681,863)
Finance charges paid	(3,155,830)	(2,745,025)
Other changes in non-controlling interest	(8,124)	(99,236)
Directors' remuneration paid	(450,000)	(450,000)
Net movement in foreign currency translation reserve	24,647	(141,994)
Net cash provided by/(cash used) in financing activities	19,574,322	(20,118,118)
Net increase in cash and cash equivalents	13,242,515	5,570,590
Cash and cash equivalents at beginning of the period	26,735,601	17,167,313
Cash and cash equivalents at end of the period	39,978,116	22,737,903
Non-cash transaction:		
Assets held for sale	11,895,111	5,743,034

The accompanying notes 1 through 11 form an integral part of these interim condensed consolidated financial statements.

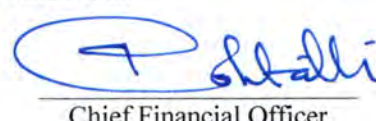
Approved by:



Chairman



Chief Executive Officer



Chief Financial Officer

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the three-month period ended March 31, 2014

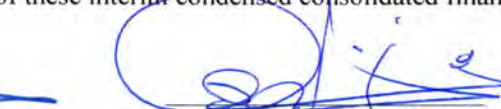
Expressed in Saudi Arabian Riyals

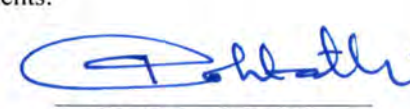
	Equity attributable to Company's shareholders						
	Share capital	Statutory reserve	Foreign currency translation reserve	Retained earnings	Total	Non-controlling interest	Total
<u>March 31, 2013</u>							
Balance at January 1, 2013	244,000,000	63,933,127	(42,302)	285,558,609	593,449,434	95,102	593,544,536
Net income for the period	--	--	--	36,161,628	36,161,628	218,240	36,379,868
Transfer to statutory reserve	--	3,616,163	--	(3,616,163)	--	--	--
Directors' remuneration	--	--	--	(450,000)	(450,000)	--	(450,000)
Foreign currency translation adjustment	--	--	(141,994)	--	(141,994)	(99,236)	(241,230)
Balance at March 31, 2013	<u>244,000,000</u>	<u>67,549,290</u>	<u>(184,296)</u>	<u>317,654,074</u>	<u>629,019,068</u>	<u>214,106</u>	<u>629,233,174</u>
<u>March 31, 2014</u>							
Balance at January 1, 2014	305,000,000	78,953,818	(216,305)	304,412,374	688,149,887	560,272	688,710,159
Net income for the period	--	--	--	39,873,017	39,873,017	(191,798)	39,681,219
Transfer to statutory reserve	--	3,987,302	--	(3,987,302)	--	--	--
Directors' remuneration	--	--	--	(450,000)	(450,000)	--	(450,000)
Foreign currency translation adjustment	--	--	24,647	--	24,647	(8,124)	16,523
Balance at March 31, 2014	<u>305,000,000</u>	<u>82,941,120</u>	<u>(191,658)</u>	<u>339,848,089</u>	<u>727,597,551</u>	<u>360,350</u>	<u>727,957,901</u>

The accompanying notes 1 through 11 form an integral part of these interim condensed consolidated financial statements.

Approved by:


Chairman


Chief Executive Officer


Chief Financial Officer

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

1. THE COMPANY, ITS SUBSIDIARIES AND THEIR NATURE OF BUSINESS

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

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

At March 31, the Company has investments in the following subsidiaries (collectively described as "the Group").

<u>Name</u>	<u>Country of Incorporation</u>	<u>Effective ownership interest (%)</u>	
		<u>2014</u>	<u>2013</u>
Unitrans Infotech Services India Private Limited ("Unitrans Infotech")	India	65%	65%
Aljozoor Alrasekha Trucking Company Limited ("Rahaal")	Kingdom of Saudi Arabia	100%	100%

Unitrans Infotech is engaged in the business of providing Information Technology services and Rahaal is engaged in leasing and rental of heavy vehicles and equipments.

During 2012, the Company acquired 32.75% stake in M/s 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.

2. BASIS OF PREPARATION

(a) Statement of compliance

The accompanying interim condensed consolidated financial statements have been prepared in accordance with the standard for Interim Financial Information issued by the Saudi Organization for Certified Public Accountants (SOCPA).

These interim condensed consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended December 31, 2013.

(b) Basis of measurement

These interim condensed consolidated financial statements are prepared under the historical cost basis using the accrual basis of accounting and the going concern concept except for assets held for sale which are measured at lower of their carrying amount and fair value less cost to sell.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

2. BASIS OF PREPARATION (continued)

(c) Functional and presentation currency

The accompanying interim condensed consolidated financial statements are presented in Saudi Arabian Riyals (SR), which is the functional currency of the Company.

(d) Critical accounting judgements and estimates

The preparation of interim condensed consolidated financial statements requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. Such estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including obtaining professional advice and expectations of future events that are believed to be reasonable under the circumstances. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future period affected. The following are the areas where the Group has applied significant judgements and estimates.

- i) The Group's management uses its judgements for estimation of useful lives and expected residual value of vehicles at their expected date of disposal based on past experience and available information as at the balance sheet date.
- ii) A provision for impairment of trade receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the agreement. Significant financial difficulties of the debtor and default or delinquency in payments are considered indicators of objective evidence that the trade receivable is impaired. For significant individual amounts, assessment is made on an individual basis. Amounts which are not individually significant, but are overdue, are assessed collectively and a provision is recognized considering the length of time considering past recovery rates.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in the Group's interim condensed consolidated financial statements.

(a) Basis of consolidation

These interim condensed consolidated financial statements include the financial statements of the Company and its subsidiaries set forth in Note 1 above.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(a) Basis of consolidation (continued)

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. The financial statements of subsidiaries are included in the interim condensed consolidated financial statements from the date that control commences until the date control ceases.

All intra-group balances and financial transactions resulting from transactions between the Company and the subsidiaries are eliminated in preparing these interim condensed consolidated financial statements. Also, any unrealized gains and losses arising from intra-group transactions are eliminated on consolidation.

(b) Investment in an associate

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20 and 50 percent of the voting power of another entity, unless the presumption is rebutted by alternate agreements or understanding between the shareholders. Associates are accounted for using the equity method (equity accounted investee) and are initially recognized at cost. The Group's investment in an associate includes goodwill identified on acquisition, net of any accumulated impairment losses. The financial statements include the Group's share of income and expenses and equity movement of the equity accounted investees from the date that significant influence commences until the date that significant influence ceases. When the Group's share of losses exceeds its interest in an associate, the Company's carrying amount is reduced to nil and recognition of further losses is discontinued except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of an associate. The Group's share of profits or losses of the investee company is credited or charged to the interim consolidated statement of income.

(c) Foreign currency translation

These interim condensed consolidated financial statements are reported into Saudi Arabian Riyals, which is the Company's functional and presentation currency. Each subsidiary has its own functional currency.

Transactions denominated in foreign currencies are translated to the functional currencies of the Company at the exchange rates ruling at the date of the transaction. Monetary assets and liabilities of the Company denominated in foreign currencies at the balance sheet date are translated to the functional currencies of the Company at the foreign exchange rate ruling at that date. Exchange differences arising on translation are recognized in the interim consolidated statement of income.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Foreign currency translation (continued)

Assets and liabilities of foreign subsidiary are translated into Saudi Arabian Riyals at the exchange rates in effect at the date of the interim condensed balance sheet. The equity components of foreign subsidiary with the exception of retained earnings of subsidiary, are translated at the exchange rates in effect at the dates of the transaction. The elements of foreign subsidiary's statement of income is translated using the weighted-average exchange rate for the period. Adjustments resulting from the translation of foreign subsidiaries' financial statements into Saudi Arabian Riyals are reported as a separate component of equity (foreign currency translation reserve) attributable to shareholders of the Company in the interim condensed consolidated financial statements.

(d) Trade receivables

Trade receivables are carried at original invoice amounts less provision made for doubtful accounts. A provision for doubtful accounts is established when there is a significant doubt that the Group will be able to collect all amounts due according to the original terms of agreement.

(e) 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.

(f) Inventories

Inventories represent spare parts and other supplies for vehicles, which are valued at the lower of cost, determined using weighted average method, or net realizable value. Provision is made, where necessary for obsolete and defective stocks. Net realisable value is the estimated selling price in the ordinary course of business, less selling expenses.

(g) Property and equipment

Items of property and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

Depreciation is based on the cost of an asset less its estimated residual value expected at their date of disposal. Depreciation is recognised in interim condensed consolidated statement of income on a straight line basis over the estimated useful lives of each component of an item of property and equipment. Land is not depreciated.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Property and equipment (continued)

The estimated useful lives of each part of individual item of property and equipment are as follows:

	<u>Years</u>
Buildings and other installations	10-20
Vehicles	2-3
Furniture, fixtures and office equipments	4-5
Machinery and equipments	4-7

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. Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted prospectively, if necessary.

(h) Impairment

Property and equipment are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss, if any, is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows.

(i) 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.

(j) Vehicles' financing

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.

(k) Accounts payable and accruals

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

UNITED INTERNATIONAL TRANSPORTATION COMPANY
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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(l) Provisions

A provision is recognized if, as a result of past events, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefit, will be required to settle the obligation.

(m) Franchise fee

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

(n) Employees' end of service benefits

The Group's employees' end of service benefits is calculated in accordance with Saudi Arabian Labour regulations, are accrued and charged to interim consolidated statement of income. The liability is calculated at value of the vested benefits to which the employee is entitled, should his services are terminated at the balance sheet date. The foreign subsidiary's end of service liability is determined in accordance with respective applicable laws.

(o) Expenses

Marketing expenses and general and administrative expenses include direct and indirect costs not specifically part of cost of revenue as required under generally accepted accounting principles. Marketing expenses are those arising from the Group's efforts underlying the marketing functions. All other expenses are classified as general and administrative expenses. Allocations of common expenses between cost of revenues and marketing and general and administrative expenses, when required, are made on a consistent basis.

(p) Zakat and income tax

Zakat liability for the Company and one of the subsidiary is recognised in accordance with the regulations of Department of Zakat and Income Tax (DZIT) in the Kingdom of Saudi Arabia. Foreign subsidiary is subject to tax regulations in India. The provision for Zakat and income tax is charged to interim consolidated statement of income for each reporting period. Any differences resulting from the final assessments are recognised in the interim consolidated statement of income in the period of finalization.

(q) 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.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash with banks and other short-term highly liquid investments, if any, with original maturities of three months or less, which are available to the Group to liquidate without any restrictions.

(s) Offsetting

Financial assets and liabilities are offset and reported net in the balance sheet when there is a legally enforceable right to set off the recognized amounts and when the Group intends to settle on a net basis, or to realize the asset and settle the liability simultaneously.

4. LONG-TERM BANK DEBTS

Long-term bank debts consist of Group's borrowings under various Islamic Finance Products including Murabaha arrangements and Al Tawarroq facilities from 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.

5. SHARE CAPITAL AND DIVIDEND DECLARATION

At March 31, 2014, the Company's share capital of SR 305 million (2013: SR 244 million) consists of 30.5 million (2013: 24.4 million) fully paid shares of SR 10 each.

On January 19, 2013, the Board of Directors, proposed final cash dividend of SR 51.24 million (representing SR 2.1 per share) for the year ended December 31, 2012 as well as increasing the Company's share capital to SR 305 million by issuing one bonus share for every four ordinary shares outstanding as of that date. Later, the shareholders in the Extraordinary General Assembly Meeting on April 17, 2013, approved the Board's proposal and authorized issuance of 6.1 million bonus share at a nominal value SR 10 each and resultantly the share capital of the Company was increased from SR 244 million to SR 305 million. The legal formalities for the increase in capital was completed on May 25, 2013.

The Board of Directors in its meeting held on January 19, 2014, proposed final dividend of SR 68.63 million (representing SR 2.25 per share) for the year ended December 31, 2013. Additionally, the Board of Directors also proposed to increase the Company's share capital to SR 406.7 million by issuing one bonus share for every three ordinary share outstanding. The proposal is currently subject to shareholders' approval.

6. EARNINGS PER SHARE

Earnings per share (EPS) for the three month period ended March 31, 2014 and March 31, 2013 have been computed by dividing the net income for the period by 30.5 million shares.

UNITED INTERNATIONAL TRANSPORTATION COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)**

For the three-month period ended March 31, 2014

Expressed in Saudi Arabian Riyals

7. RESULTS INDICATOR

The Group makes all significant adjustments required to present fairly in all material respects the interim financial position and results of operations at each reporting date. However, the results of operations for the three month period may still not represent an accurate indicator of the actual results for the full year due to seasonal volatility in business.

8. SEGMENT INFORMATION

The Company has one operating segment representing leasing and rental of vehicles and the Company's principal operations are only within the Kingdom of Saudi Arabia; therefore, financial information has not been segmented into various business or geographical segments.

9. CONTINGENT LIABILITIES

At March 31, 2014, the Group had outstanding letters of guarantee amounting to SR 8,196,495 (2013: SR 3,216,896) issued by the local banks on behalf of Company in the ordinary course of business.

10. COMPARATIVE RECLASSIFICATION

Certain comparative figures have been reclassified to conform to the current period's presentation.

11. APPROVAL OF THE FINANCIAL STATMENTS

The interim condensed consolidated financial statements have been approved by the Board of Directors on Jumada Al Thani 17, 1435H, corresponding to April 17, 2014.