

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

UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED
30 SEPTEMBER 2015**

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

Scope of 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 30 September 2015 and the related consolidated statement of income for the three-month and nine-month periods then ended, and the related consolidated statements of cash flows and changes in shareholders' equity for the nine-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

6 Muharram 1437H
19 October 2015



Jeddah

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

UNAUDITED INTERIM CONSOLIDATED BALANCE SHEET

At 30 September 2015

	Note	2015 SR	2014 SR
ASSETS			
CURRENT ASSETS			
Bank balances and cash		23,240,210	74,921,213
Trade receivables, net		132,313,429	121,543,107
Prepayments and other receivables		26,321,273	94,790,236
Inventories		5,488,065	5,181,722
TOTAL CURRENT ASSETS		187,362,977	296,436,278
NON-CURRENT ASSETS			
Investment in an associate		25,309,882	28,488,963
Property and equipment		1,497,796,420	1,235,728,119
TOTAL NON-CURRENT ASSETS		1,523,106,302	1,264,217,082
TOTAL ASSETS		1,710,469,279	1,560,653,360
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Current portion of long-term bank debts	3	384,133,067	381,364,855
Accounts payable		96,028,785	88,522,307
Accrued expenses and other liabilities		36,754,695	26,477,160
Zakat and income tax payable		5,398,790	5,339,224
TOTAL CURRENT LIABILITIES		522,315,337	501,703,546
NON-CURRENT LIABILITIES			
Non-current portion of long-term bank debts	3	297,947,344	282,763,999
Employees' end of service benefits		34,376,722	31,152,263
TOTAL NON-CURRENT LIABILITIES		332,324,066	313,916,262
TOTAL LIABILITIES		854,639,403	815,619,808
EQUITY			
Share capital	4	508,333,340	406,666,670
Statutory reserve		109,973,394	91,589,951
Foreign currency translation reserve		(38,723)	(203,200)
Retained earnings		236,771,655	246,495,897
TOTAL EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT COMPANY		855,039,666	744,549,318
NON-CONTROLLING INTEREST		790,210	484,234
TOTAL EQUITY		855,829,876	745,033,552
TOTAL LIABILITIES AND EQUITY		1,710,469,279	1,560,653,360


Chairman


Chief Executive Officer


Chief Financial Officer

The attached notes 1 to 8 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 INCOME

For the three-month and nine-month periods ended 30 September 2015

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2015 SR	2014 SR	2015 SR	2014 SR
Revenue		221,673,928	189,934,766	647,535,688	558,078,445
Cost of revenue		(185,061,909)	(162,846,883)	(543,449,274)	(470,215,773)
GROSS PROFIT		36,612,019	27,087,883	104,086,414	87,862,672
EXPENSES					
Marketing expenses		(9,155,580)	(8,132,906)	(26,245,357)	(26,212,717)
General and administration		(8,970,196)	(7,706,837)	(26,921,113)	(23,955,782)
		(18,125,776)	(15,839,743)	(53,166,470)	(50,168,499)
INCOME FROM OPERATIONS		18,486,243	11,248,140	50,919,944	37,694,173
Gain on sale of vehicles		36,598,296	37,734,408	105,014,796	100,889,218
INCOME FROM MAIN OPERATIONS		55,084,539	48,982,548	155,934,740	138,583,391
OTHER (EXPENSES) / INCOME					
Other income		932,431	671,965	5,321,027	2,518,399
Share of results of an associate		(855,716)	(100,888)	(3,417,707)	174,228
Financial charges		(4,361,511)	(3,554,578)	(12,440,968)	(10,190,837)
NET INCOME BEFORE ZAKAT AND INCOME TAX AND NON-CONTROLLING INTEREST		50,799,743	45,999,047	145,397,092	131,085,181
Zakat and income tax		(1,930,115)	(1,671,847)	(5,873,499)	(4,785,553)
NET INCOME BEFORE NON- CONTROLLING INTEREST		48,869,628	44,327,200	139,523,593	126,299,628
Non-controlling interest		(141,830)	(93,045)	(378,733)	61,698
NET INCOME FOR THE PERIOD		48,727,798	44,234,155	139,144,860	126,361,326
EARNINGS PER SHARE					
Weighted average number of ordinary shares outstanding (comparatives restated)	5	50,833,334	50,833,334	50,833,334	50,833,334
Earning per share on income from operations (in SR per share) (comparatives restated)	5	0.36	0.22	1.00	0.74
Earning per share on net income for the period (in SR per share) (comparatives restated)	5	0.96	0.87	2.74	2.49


Chairman


Chief Executive Officer

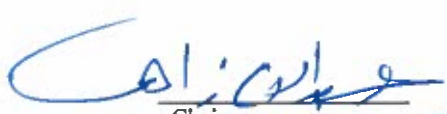

Chief Financial Officer


The attached notes 1 to 8 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 nine-month period ended 30 September 2015

	<i>Note</i>	<i>2015</i>	<i>2014</i>
		<i>SR</i>	<i>SR</i>
OPERATING ACTIVITIES			
Net income before zakat and income tax and non-controlling interest		145,397,092	131,085,181
Adjustments for:			
Depreciation		392,182,523	317,749,996
Amortisation of payment under operating lease		9,774,467	11,826,870
Provision for employees' end of service benefits		3,171,711	3,267,955
Financial charges		12,440,968	10,190,837
Gain on disposal of vehicles		(105,014,796)	(100,889,218)
Share of results of an associate		3,417,707	(174,228)
		<u>461,369,672</u>	<u>373,057,393</u>
Changes in operating assets and liabilities:			
Trade receivables		(28,051,672)	(32,034,682)
Prepayments and other receivables		5,306,773	(73,677,362)
Inventories		(1,200,427)	(421,188)
Accounts payable		36,668,015	8,077,717
Accrued expenses and other liabilities		13,875,343	677,165
		<u>487,967,704</u>	<u>275,679,043</u>
Cash from operations		487,967,704	275,679,043
Financial charges paid		(12,440,968)	(10,190,837)
Zakat and income tax paid		(6,146,708)	(4,535,001)
Employees' end of service benefits paid		(545,465)	(1,302,496)
		<u>468,834,563</u>	<u>259,650,709</u>
Net cash from operating activities		468,834,563	259,650,709
INVESTING ACTIVITIES			
Purchase of investments		(808,278)	-
Purchase of property and equipment		(625,804,881)	(495,021,868)
Proceeds from disposal of property and equipment		206,183,623	202,367,282
		<u>(420,429,536)</u>	<u>(292,654,586)</u>
Net cash used in investing activities		(420,429,536)	(292,654,586)
FINANCING ACTIVITIES			
Net movement in long term bank debts		25,640,064	151,165,724
Other changes in non-controlling interest		(20,851)	(14,340)
Directors' remuneration paid		(1,350,000)	(1,350,000)
Net movement in foreign currency translation reserve		(69,016)	13,105
Dividends paid		(69,133,334)	(68,625,000)
		<u>(44,933,137)</u>	<u>81,189,489</u>
Net cash (used in)/from financing activities		(44,933,137)	81,189,489
INCREASE IN BANK BALANCES AND CASH		3,471,890	48,185,612
Bank balances and cash at the beginning of the period		19,768,320	26,735,601
BANK BALANCES AND CASH AT THE END OF THE PERIOD		23,240,210	74,921,213
SUPPLEMENTARY INFORMATION OF NON-CASH TRANSACTION			
Assets held for sale (included in prepayments and other receivables)		2,271,119	6,938,866


Chairman


Chief Executive Officer


Chief Financial Officer

The attached notes 1 to 8 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 nine-month period ended 30 September 2015

	<i>Equity attributable to the shareholders of the Parent Company</i>							Non-controlling interest SR	Total SR
	Share capital SR	Proposed increase in capital – bonus shares SR	Statutory reserve SR	Foreign currency translation reserve SR	Retained earnings SR	Total SR			
Balance at 31 December 2014 (audited)	406,666,670	-	96,058,908	30,293	283,691,285	786,447,156	432,328	786,879,484	
Proposed increase in capital - bonus shares	-	101,666,670	-	-	(101,666,670)	-	-	-	
Bonus shares issued (note 4)	101,666,670	(101,666,670)	-	-	-	-	-	-	
Final dividends (note 4)	-	-	-	-	(69,133,334)	(69,133,334)	-	(69,133,334)	
Net income for the period from 1 January 2015 to 30 September 2015	-	-	-	-	139,144,860	139,144,860	378,733	139,523,593	
Transfer to statutory reserve	-	-	13,914,486	-	(13,914,486)	-	-	-	
Director's remuneration	-	-	-	-	(1,350,000)	(1,350,000)	-	(1,350,000)	
Foreign currency translation adjustment	-	-	-	(69,016)	-	(69,016)	(20,851)	(89,867)	
Balance at 30 September 2015 (unaudited)	508,333,340	-	109,973,394	(38,723)	236,771,655	855,039,666	790,210	855,829,876	
Balance at 31 December 2013 (audited)	305,000,000	-	78,953,818	(216,305)	304,412,374	688,149,887	560,272	688,710,159	
Proposed increase in capital - bonus shares	-	101,666,670	-	-	(101,666,670)	-	-	-	
Bonus shares issued (note 4)	101,666,670	(101,666,670)	-	-	-	-	-	-	
Final dividends (note 4)	-	-	-	-	(68,625,000)	(68,625,000)	-	(68,625,000)	
Net income for the period from 1 January 2014 to 30 September 2014	-	-	-	-	126,361,326	126,361,326	(61,698)	126,299,628	
Transfer to statutory reserve	-	-	12,636,133	-	(12,636,133)	-	-	-	
Director's remuneration	-	-	-	-	(1,350,000)	(1,350,000)	-	(1,350,000)	
Foreign currency translation adjustment	-	-	-	13,105	-	13,105	(14,340)	(1,235)	
Balance at 30 September 2014 (unaudited)	406,666,670	-	91,589,951	(203,200)	246,495,897	744,549,318	484,234	745,033,552	


Chairman


Chief Executive Officer


Chief Financial Officer

The attached notes 1 to 8 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 30 September 2015

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 SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION

2.1 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted by the Parent Company and its subsidiaries (the "Group") for the preparation of the 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 annual consolidated financial statements of the Group for the year ended 31 December 2014.

2.2 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, unless otherwise specified.

The results for the nine month period ended 30 September 2015 (the "period") are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2015.

Basis of consolidation

These interim consolidated financial statements include the financial statements of the Parent Company and the following subsidiaries:

<i>Name</i>	<i>Principal field of activity</i>	<i>Country of incorporation</i>	<i>% of capital held (directly or indirectly)</i>	
			<i>30 September 2015</i>	<i>30 September 2014</i>
Unitrans Infotech Services India Private Limited ("Unitrans Infotech")	Providing Information Technology services	<i>India</i>	<i>65%</i>	<i>65%</i>
Aljozoor Alrasekha Trucking Company Limited ("Rahaal")	Leasing and rental of heavy vehicles and equipments	<i>Kingdom of Saudi Arabia</i>	<i>100%</i>	<i>100%</i>

Investment in an associate

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 the period, the shareholding was increased to 32.96%.

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

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2015

2 SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION (continued)

2.2 BASIS OF PREPARATION (continued)

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 consolidated statement of income and within equity in the consolidated balance sheet, separately from Parent Company shareholders' equity.

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 consolidated balance sheet at cost adjusted by the changes in the Group's share of net assets of the associate. The consolidated statement of income reflects the share of the results of the associates. Where there has been a change recognised directly in the equity of the associate, the Group recognises its share of any change and discloses this, when applicable, in the consolidated statement of changes in shareholder's equity. Profits and losses resulting from transactions between the Group and the associates are eliminated to the extent of interest in the 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.

3 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. The installments due within twelve months from the balance sheet date are shown as a current liability in the interim consolidated balance sheet.

4 SHARE CAPITAL

At 30 September 2015, the Company's share capital of SR 508.3 million (2014: SR 406.7 million) consists of 50.8 million (2014: 40.67 million) fully paid shares of SR 10 each.

On 19 January 2014, the Board of Directors, proposed final cash dividend of SR 68.63 million (representing SR 2.25 per share) for the year ended 31 December 2013 as well as increasing the Company's share capital to SR 406.7 million by issuing one bonus share for every three ordinary shares outstanding as of that date. Later, the shareholders in the Extraordinary General Assembly Meeting on 17 April 2014, approved the Board's proposal and authorized issuance of 10.17 million bonus share at a nominal value SR 10 each and resultantly the share capital of the Company was increased from SR 305 million to SR 406.7 million. The legal formalities for the increase in capital were completed on 12 June 2014.

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.

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

NOTES TO THE UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2015

5 EARNINGS PER SHARE

Earnings per share on income from main operations is calculated by dividing income from 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.

The calculation of diluted earnings per share is not applicable to the Parent Company. As required by Saudi Organization for Certified Public Accountants, the comparative numbers have been restated.

6 OPERATING SEGMENT INFORMATION

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

	<i>For the nine-month period ended 30 September 2015</i>		
	<i>Lease SR</i>	<i>Rental SR</i>	<i>Total SR</i>
Revenue	366,820,200	280,715,488	647,535,688
Depreciation expense	236,170,970	156,011,553	392,182,523
Property and equipment (vehicles)	910,012,284	480,410,680	1,390,422,964
Gain on sale of vehicles	79,759,194	25,255,602	105,014,796

	<i>For the nine-month period ended 30 September 2014</i>		
	<i>Lease SR</i>	<i>Rental SR</i>	<i>Total SR</i>
Revenue	301,799,695	256,278,750	558,078,445
Depreciation expense	186,715,453	131,034,543	317,749,996
Property and equipment (vehicles)	768,248,407	357,901,704	1,126,150,111
Gain on sale of vehicles	66,945,914	33,943,304	100,889,218

7 CONTINGENT LIABILITIES

At 30 September 2015, the Group had outstanding letters of guarantee amounting to SR 6,377,448 (2014: SR 6,873,439) issued by the local banks on behalf of Company in the ordinary course of business.

8 APPROVAL OF THE FINANCIAL STATEMENTS

These unaudited interim consolidated financial statements have been approved by the Board of Directors on 6 Muharram 1437H , corresponding to 19 October 2015.