

**CHAIRMAN'S INTERIM STATEMENT**  
**DANA GROUP INTERNATIONAL INVESTMENTS LIMITED**  
**("the Group" or the "Company")**

I am pleased to present Dana Group International Investments Limited's consolidated, unaudited interim financial results for the six months' period from 1<sup>st</sup> July 2018 to 31<sup>st</sup> December 2018. These consolidated financial statements have not been reviewed by the Group's auditors.

**Financial results**

The results for the first half of the current year were positive with profit of USD 95,000. The comprehensive loss for the six months' period ended 31<sup>st</sup> December 2018 was USD 1.44 million (2017: comprehensive income of USD 4.02 million) and the net profit for the period was USD 0.09 million (2017: net loss of USD 0.13 million), giving rise to basic earnings per share of US cents 0.04 (2017: basic loss per share of US cents 0.05).

At 31<sup>st</sup> December 2018, the Company's net assets stood at USD 50.46 million (2017: USD 89.85 million); or US cents 20 per share (2017: US cents 36 per share). The decrease in net assets for the comparable period is attributable to the decrease in fair value of available for sale financial asset (i.e., Bonyan International Investment Group (Holding) LLC ("Bonyan") in which the Company holds a 21.68 per cent interest).

This decline in the value of Bonyan and hence of the Company's interest in it was attributable to the reduction in fair value of investment properties held by Bonyan and the dilution of Bonyan's shareholding in one of its investee companies during the last financial year and was discussed in the announcement of the results for the year ended 30<sup>th</sup> June 2018.

**Board changes**

During the period under review, at the annual general meeting in respect of the financial year ended 30<sup>th</sup> June 2018, Mr. Muin El-Saleh retired by rotation and did not offer himself for re-election.

**Current Trading**

Trading from 1<sup>st</sup> January 2018 to date remains consistent with the Directors' expectations at the beginning of the current financial period.

**Outlook**

The performance of Bonyan, in which the Company has an investment, during the second half of 2018 to date is in accordance with the Directors' expectations.

**Conclusion**

The Group will continue to explore further opportunities and to work towards the improvement of shareholders' value. I look forward to informing shareholders of any significant developments as these crystallise.



Firas Baba

Chairman

Dubai, 21<sup>st</sup> March 2019

**Important:** the Notes numbered 1 to 7 which appear after the condensed, consolidated statement of cash flows below are an integral part of the condensed, consolidated interim financial information, which should be read in the context of these Notes.

**Condensed, consolidated statement of profit or loss and comprehensive income**  
*for the six months' period ended 31<sup>st</sup> December 2018*

	<i>Note</i>	Six months' period ended 31 December 2018 (unaudited)	Six months' period ended 31 December 2017 (unaudited)
		USD	USD
Revenue		<u>-</u>	<u>18,047</u>
Employee costs		(78,822)	(84,268)
Other operating expenses		(52,431)	(41,801)
Legal and professional expenses		(49,907)	(43,064)
Other income		276,177	-
Depreciation		<u>-</u>	<u>(701)</u>
<b>Operating profit/(loss)</b>		<b>95,017</b>	<b>(151,787)</b>
Finance income - net		<u>298</u>	<u>22,753</u>
<b>Profit / (loss) for the period</b>		<b>95,315</b>	<b>(129,034)</b>
<b>Other comprehensive income</b>			
<i>Items that are or may be reclassified subsequently to profit or loss</i>			
Fair value changes in available for sale financial asset	6	(1,538,228)	4,154,931
<b>Total comprehensive (loss) / income for the period</b>		<b>(1,442,913)</b>	<b>4,025,897</b>
<b>Earnings / (loss) per share attributable to the equity holders of the parent during the period</b>			
Basic earnings / (loss) per share for the period	5	0.0004	(0.0005)

**Condensed, consolidated statement of financial position  
as at 31<sup>st</sup> December 2018**

	<i>Note</i>	31 December 2018 (unaudited) USD	31 December 2017 (unaudited) USD
<b>ASSETS</b>			
<b>Non-current assets</b>			
Available for sale financial asset	6	<u>51,081,859</u>	<u>90,691,221</u>
<b>Total non-current assets</b>		<u>51,081,859</u>	<u>90,691,221</u>
<b>Current assets</b>			
Loans and advances		-	4,700,000
Prepayments, advances and other receivables		<u>41,455</u>	<u>638,847</u>
Cash and cash equivalents		<u>2,389</u>	<u>8,626</u>
<b>Total current assets</b>		<u>43,844</u>	<u>5,347,473</u>
<b>Total assets</b>		<u>51,125,703</u>	<u>96,038,694</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>EQUITY</b>			
Share capital		<u>2,010,490</u>	<u>2,010,490</u>
Share premium		<u>83,862,586</u>	<u>83,862,586</u>
Available for sale fair valuation reserve	7	<u>(27,099,645)</u>	<u>12,509,717</u>
Accumulated losses		<u>(8,313,198)</u>	<u>(8,533,980)</u>
<b>Total capital and shareholders' equity</b>		<u>50,460,233</u>	<u>89,848,813</u>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Provision for employees' end of service benefits		<u>27,531</u>	<u>35,130</u>
<b>Total non-current liabilities</b>		<u>27,531</u>	<u>35,130</u>
<b>Current liabilities</b>			
Trade and other payables		<u>637,939</u>	<u>6,154,751</u>
<b>Total current liabilities</b>		<u>637,939</u>	<u>6,154,751</u>
<b>Total liabilities</b>		<u>665,470</u>	<u>6,189,881</u>
<b>Total liabilities and shareholders' equity</b>		<u>51,125,703</u>	<u>96,038,694</u>

**Condensed, consolidated statement of changes in equity**  
*for the six months' period ended 31<sup>st</sup> December 2018*

	<u>Share capital</u>	<u>Share premium</u>	<u>Available for sale fair valuation</u>	<u>Accumulated losses</u>	<u>Total</u>
	USD	USD	USD	USD	USD
At 1 <sup>st</sup> July 2017 (audited)	2,010,490	83,862,586	8,354,786	(8,404,946)	85,822,916
<i>Total comprehensive income for the period</i>					
Loss for the period	-	-	-	(129,034)	(129,034)
Other comprehensive income for the period	—	—	4,154,931	—	4,154,931
<b>Balance at 31<sup>st</sup> December 2017 (unaudited)</b>	<b>2,010,490</b>	<b>83,862,586</b>	<b>12,509,717</b>	<b>(8,533,980)</b>	<b>89,848,813</b>
At 1 <sup>st</sup> July 2018 (audited)	2,010,490	83,862,586	(25,561,417)	(8,408,513)	51,903,146
<i>Total comprehensive income for the period</i>					
Profit for the period	-	-	-	95,315	95,315
Other comprehensive loss for the period	—	—	(1,538,228)	—	(1,538,228)
<b>Balance at 31<sup>st</sup> December 2018 (unaudited)</b>	<b>2,010,490</b>	<b>83,862,586</b>	<b>(27,099,645)</b>	<b>(8,313,198)</b>	<b>50,460,233</b>

**Condensed, consolidated statement of cash flows**  
*for the six months' period ended 31<sup>st</sup> December 2018*

	Six months' period ended 31 December 2018 (unaudited) USD	Six months' period ended 31 December 2017 (unaudited) USD
<b>Cash flows from operating activities</b>		
Net profit / (loss) for the period	95,315	(129,034)
<i>Adjustments for:</i>		
Finance income - net	-	(23,693)
Depreciation	-	701
Provision for employees' end of service benefits	1,992	2,472
<b>Operating cash flow before working capital changes</b>		
<i>Working capital changes:</i>		
Trade and other receivables	603	162,918
Trade and other payables	<u>(110,002)</u>	<u>(47,269)</u>
<b>Net cash flow from operating activities</b>	<u>(12,092)</u>	<u>(33,905)</u>
<b>Net decrease in cash and cash equivalents</b>	(12,092)	(33,905)
Cash and cash equivalents at beginning of the period	<u>14,481</u>	<u>42,531</u>
<b>Cash and cash equivalents at end of the period</b>	<u>2,389</u>	<u>8,626</u>

**Notes to the condensed, consolidated interim financial information  
for the six months' period ended 31<sup>st</sup> December 2018**

**1. Legal status and activity**

Dana Group International Investments Limited ("the Company") was incorporated on 29<sup>th</sup> May 2007 under the International Business Companies Act, 2000, in the Commonwealth of the Bahamas under registration number 148728 (B).

The registered office address of the Company is Ocean Centre, East Bay Street, P.O. Box SS19084, Nassau, Bahamas.

The unaudited, condensed, consolidated interim financial information of the Company for the period ended 31<sup>st</sup> December 2018 comprises the Company and its subsidiaries (collectively referred to as "the Group"). There have been no changes in the Group structure since the date of most recent annual consolidated financial statements for the year ended 30<sup>th</sup> June 2018.

The principal activities of the Group are property and real estate investments, development and advisory services for projects related to the real estate and infrastructure sectors.

**2. Basis of preparation**

The unaudited, condensed, consolidated interim financial information for the six months ended 31<sup>st</sup> December 2018 has been prepared in accordance with IAS 34, 'Interim Financial Reporting'. The condensed, consolidated interim financial information should be read in conjunction with the annual audited, consolidated financial statements for the year ended 30<sup>th</sup> June 2018, which have been prepared in accordance with International Financial Reporting Standards.

**3. Estimates and assumptions**

The preparation of condensed, consolidated interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing the condensed, consolidated interim financial information, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements for the year ended 30<sup>th</sup> June 2018.

**4. Significant accounting policies**

The accounting policies adopted in the preparation of the condensed, consolidated interim financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30<sup>th</sup> June 2018.

**5. Earnings / (loss) per share**

*Basic earnings / (loss) per share*

Basic loss per share is calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	Period ended 31 December 2018 (unaudited)	Period ended 31 December 2017 (unaudited)
Profit/(loss) attributable to equity holders of the parent (USD)	<u>95,315</u>	<u>(129,034)</u>
Weighted average number of ordinary shares in issue (No.)	<u>249,289,747</u>	<u>249,289,747</u>

**6. Available for sale financial asset**

	2018 USD	2017 USD
Balance at 1 <sup>st</sup> July (audited)	<u>52,620,087</u>	<u>86,536,290</u>
Change in fair value – refer note (i) below	<u>(1,538,228)</u>	<u>4,154,931</u>
Balance at 31 <sup>st</sup> December (unaudited)	<u>51,081,859</u>	<u>90,691,221</u>

- (i) Change in fair value represents the difference in the fair value of Bonyan during the period of six months from 1<sup>st</sup> July 2018 to 31<sup>st</sup> December 2018.

**7. Available for sale fair valuation reserve**

At 31<sup>st</sup> December 2018, available for sale fair valuation reserve represented the change in fair value of Group's investment in Bonyan which was classified as available for sale financial asset.

**This announcement has been made after due and careful enquiry; the directors of the Group accept responsibility for its content.**

Enquiries:

Dana Group International Investments Ltd:

Contact: tel: +971 (0)4 350 3530; e-mail: [ir@dana-investments.com](mailto:ir@dana-investments.com); further information on Dana Group International Investments Limited is available from the Company's website: [www.dana-investments.com](http://www.dana-investments.com)

Keith, Bayley, Rogers & Co. Limited:

Graham Atthill-Beck: tel: +44 (0)20 7464 4091; mobile: +971 (0)50 856 9408/+44 (0)750 643 4107; e-mail: [Graham.Atthill-Beck@kbrl.co.uk](mailto:Graham.Atthill-Beck@kbrl.co.uk); [blackpearladviseers@gmail.com](mailto:blackpearladviseers@gmail.com)

Brinsley Holman: tel: +44 (0)20 7464 4098; e-mail: [Brinsley.Holman@kbrl.co.uk](mailto:Brinsley.Holman@kbrl.co.uk)