

**Al Ramz Corporation Investment and Development
P.J.S.C.**

Condensed consolidated interim financial statements

30 June 2020

Principal business address:

P.O. Box 32000
Abu Dhabi
United Arab Emirates

Al Ramz Corporation Investment and Development P.J.S.C.

Condensed consolidated interim financial statements

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REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF AL RAMZ CORPORATION INVESTMENT AND DEVELOPMENT P.J.S.C

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of Al Ramz Corporation Investment and Development P.J.S.C (the “Company”) and its subsidiaries (together the “Group”) as at 30 June 2020, comprising of the condensed consolidated interim statement of financial position as at 30 June 2020 and the related condensed consolidated interim statement of comprehensive income for the three month and six month periods ended 30 June 2020 and the condensed consolidated interim statements of changes in equity and cash flows for the six month period then ended and explanatory information. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Accounting Standard IAS 34, Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity.” A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.


Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements of the Group are not prepared, in all material respects, in accordance with IAS 34.

Other matter

The consolidated financial statements of the Group for the year ended 31 December 2019 were audited by another auditor who expressed an unmodified opinion on those consolidated financial statements on 19 February 2020.

The condensed consolidated interim financial statements of the Group for the period ended 30 June 2019 were reviewed by another auditor who expressed an unmodified conclusion on those condensed consolidated interim financial statements on 31 July 2019.



Signed by
Raed Ahmad
Partner
Ernst & Young
Registration No 811

3 August 2020
Abu Dhabi

Al Ramz Corporation Investment and Development P.J.S.C.

Condensed consolidated interim statement of comprehensive income

For the six-month period ended 30 June (Unaudited)

	Note	For the three months ended 30 June		For the six months ended 30 June	
		2020 AED'000	2019 AED'000	2020 AED'000	2019 AED'000
Net commission income		2,533	4,047	5,483	7,275
Finance income from margin receivables		7,526	10,837	15,497	20,576
Finance income from deposits		344	571	1,965	1,038
Finance cost		(1,356)	(2,298)	(3,086)	(4,925)
Net finance income		6,514	9,110	14,376	16,689
Corporate finance, advisory and other income		2,042	2,630	6,193	3,987
Investment loss, net	4	19,422	6,400	(53,678)	(8,617)
General and administrative expenses	5	(9,002)	(9,553)	(19,413)	(19,157)
Profit / (loss) for the period		21,509	12,634	(47,039)	177
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the period		21,509	12,634	(47,039)	177
Basic and diluted earnings/(loss) per share (AED)	16	0.039	0.023	(0.086)	0.000

The notes number 1 to 19 form an integral part of these condensed consolidated interim financial statements.

The independent auditors review conclusion of the condensed consolidated interim financial statements is set out on page 1.


Al Ramz Corporation Investment and Development P.J.S.C.

Condensed consolidated interim statement of financial position


As at 30 June 2020

	<i>Note</i>	Unaudited 30 June 2020 AED'000	<i>Audited 31 Dec 2019 AED'000</i>
Assets			
Non-current assets			
Property and equipment		27,569	27,147
Goodwill		24,570	24,570
Investment property		1,220	1,220
		<u>53,359</u>	<u>52,937</u>
Current assets			
Margin and trade receivables	6	306,212	472,439
Other assets		2,045	5,195
Guarantee deposits		22,964	31,064
Due from securities markets		817	623
Investments at fair value through profit or loss	8	151,873	206,379
Bank balances and cash	7	226,713	186,727
		<u>710,624</u>	<u>902,427</u>
Total assets		<u><u>763,983</u></u>	<u><u>955,364</u></u>
Equity and liabilities			
Equity			
Share capital	9	549,916	549,916
Acquisition reserve	10	(283,966)	(283,966)
Statutory reserve	10	80,582	61,057
General reserve		-	19,525
Retained earnings		84,168	131,207
Total equity		<u>430,700</u>	<u>477,739</u>
Non-current liability			
Employees' end of service benefits	11	4,624	5,059
Current liabilities			
Accounts payable and accruals	12	130,079	153,528
Due to securities markets		26,101	2,559
Short term borrowings	13	172,479	316,479
		<u>328,659</u>	<u>472,566</u>
Total liabilities		<u>333,283</u>	<u>477,625</u>
Total equity and liabilities		<u><u>763,983</u></u>	<u><u>955,364</u></u>


To the best of our knowledge, the consolidated financial statements present fairly, in all material respects, the financial position, financial performance and cash flows of the Group as of and for the periods presented therein.



Chairman



Managing Director



Chief Operating Officer

The notes number 1 to 19 form an integral part of these condensed consolidated interim financial statements.

The independent auditors review conclusion of the condensed consolidated interim financial statements is set out on page 1.

Al Ramz Corporation Investment and Development P.J.S.C.

Condensed consolidated interim statement of changes in equity

For the six-month period ended 30 June (Unaudited)

	Share capital AED'000	Acquisition reserve AED'000	Statutory reserve AED'000	General reserve AED'000	Retained earnings AED'000	Total equity AED'000
Balance at 1 January 2019 (Audited)	549,916	(283,966)	60,649	19,525	127,540	473,664
Total comprehensive loss for the period	-	-	-	-	(12,457)	(12,457)
Balance at 30 June 2019 (Unaudited)	<u>549,916</u>	<u>(283,966)</u>	<u>60,649</u>	<u>19,525</u>	<u>115,083</u>	<u>461,207</u>
Balance at 1 January 2020 (Audited)	549,916	(283,966)	61,057	19,525	131,207	477,739
Total comprehensive loss for the period	-	-	-	-	(47,039)	(47,039)
Transfer to statutory reserve (note 10)	-	-	19,525	(19,525)	-	-
Balance at 30 June 2020 (Unaudited)	<u>549,916</u>	<u>(283,966)</u>	<u>80,582</u>	<u>-</u>	<u>84,168</u>	<u>430,700</u>

The notes number 1 to 19 form an integral part of these condensed consolidated interim financial statements.

The independent auditors review conclusion of the condensed consolidated interim financial statements is set out on page 1.

Al Ramz Corporation Investment and Development P.J.S.C.

Condensed consolidated interim statement of cash flows

For the six-month period ended 30 June (Unaudited)

	Note	2020 AED'000	2019 AED'000
Cash flows from operating activities			
(Loss) / profit for the period		(47,039)	177
<i>Adjustments for:</i>			
Depreciation	5	1,728	1,366
Provision for employees' end of service benefits	11	569	539
Finance income		(1,965)	(1,038)
Unrealized loss on investments carried at fair value through profit or loss	4	45,141	13,508
Dividend income		(1,377)	(7,562)
Gain on disposal of property and equipment		-	(17)
Provision for expected losses	6	(868)	-
Finance costs		4,832	9,234
		<hr/>	<hr/>
		1,021	16,207
Changes in:			
Margin and trade receivables		167,095	78,674
Other assets		3,150	1,030
Guarantee deposits		8,100	(700)
Due from securities markets		(194)	(1,291)
Due to securities markets		23,542	1,095
Accounts payable and accruals		(23,449)	(4,943)
		<hr/>	<hr/>
Cash generated from operating activities		179,265	90,072
Employees' end of service benefits paid	11	(1,004)	(492)
Finance costs paid		(4,832)	(9,234)
		<hr/>	<hr/>
Net cash from operating activities		173,429	80,346
		<hr/>	<hr/>
Cash flows from investing activities			
Purchase of property and equipment		(2,150)	(3,429)
Proceeds from disposal of property and equipment		-	48
Purchase of investments carried at fair value through profit or loss		(43,910)	(13,750)
Sale of investments carried at fair value through profit or loss		53,275	43,895
Interest income received		1,965	1,038
Dividend income received		1,377	7,562
Changes in deposits with original maturity more than 3 months		(30,782)	(33,006)
		<hr/>	<hr/>
Net cash (used in) / from investing activities		(20,225)	2,358
		<hr/>	<hr/>
Cash flows from financing activities			
Loan settlements		(123,257)	(133,661)
Proceeds from borrowing		-	47,490
		<hr/>	<hr/>
Net cash used in financing activities		(123,257)	(86,171)
		<hr/>	<hr/>
Net increase / (decrease) in cash and cash equivalents		29,947	(3,467)
		<hr/>	<hr/>
Cash and cash equivalents at the beginning of the period		28,775	16,564
		<hr/>	<hr/>
Cash and cash equivalents at the end of the period	7	58,722	13,097
		<hr/> <hr/>	<hr/> <hr/>

The notes number 1 to 19 form an integral part of these condensed consolidated interim financial statements.

The independent auditors review conclusion of the condensed consolidated interim financial statements is set out on page 1.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the condensed consolidated interim financial statements

30 June 2020

1. Corporate information

Founded in 1998, Al Ramz Corporation Investment and Development P.J.S.C (the “Company”) is a UAE domiciled public joint stock company listed on the Dubai Financial Market and regulated by the UAE Securities and Commodities Authority as well as the Dubai Financial Services Authority. The Company is a premier financial institution providing a broad spectrum of services including asset management, corporate finance, brokerage, lending, market making, liquidity providing and research.

The main activities of the Company and its subsidiaries (together referred to as the “Group”) are to invest and manage commercial, industrial and agricultural enterprises and to provide brokerage services including brokerage in selling and buying shares, margin trading, market making and liquidity providing and to perform all related transactions and activities. The Company’s registered office is P.O. Box 32000, Abu Dhabi, United Arab Emirates.

These condensed consolidated interim financial statements were approved and authorised for issue by the Group’s Board of Directors on 03 August 2020.

2 Basis of preparation and changes to the Group’s accounting policies

2.1 *Basis of preparation*

The interim condensed consolidated financial statements for the six months ended 30 June 2020 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2019. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s consolidated financial position and performance since the last annual consolidated financial statements.

These condensed consolidated interim financial statements have been prepared on the historical cost basis except for investments at fair value through profit or loss and investment property which are measured at fair value at the reporting date.

2.2 *New standards, interpretations and amendments adopted by the Group*

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2019, except for the adoption of new standards effective as of 1 January 2020. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments and interpretations apply for the first time in 2020, but do not have an impact on the interim condensed consolidated financial statements of the Group.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the condensed consolidated interim financial statements

30 June 2020

2 Basis of preparation and changes to the Group's accounting policies *(continued)*

2.2 *New standards, interpretations and amendments adopted by the Group (continued)*

Amendments to IFRS 3: Definition of a Business

The amendment to IFRS 3 clarifies that to be considered a business, an integrated set of activities and assets must include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create output. Furthermore, it clarified that a business can exist without including all of the inputs and processes needed to create outputs. These amendments had no impact on the condensed consolidated interim financial statements of the Group but may impact future periods should the Group enter into any business combinations.

Amendments to IFRS 7, IFRS 9 and IAS 39: Interest Rate Benchmark Reform

The amendments to IFRS 9 and IAS 39 Financial Instruments: Recognition and Measurement provide a number of reliefs, which apply to all hedging relationships that are directly affected by interest rate benchmark reform. A hedging relationship is affected if the reform gives rise to uncertainties about the timing and or amount of benchmark-based cash flows of the hedged item or the hedging instrument. These amendments had no impact on the condensed consolidated interim financial statements of the Group as it does not have any interest rate hedge relationships.

Amendments to IAS 1 and IAS 8: Definition of Material

The amendments provide a new definition of material that states "information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity."

The amendments clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. These amendments had no impact on the condensed consolidated interim financial statements of, nor is there expected to be any future impact to the Group.

Conceptual Framework for Financial Reporting issued on 29 March 2018

The Conceptual Framework is not a standard, and none of the concepts contained therein override the concepts or requirements in any standard. The purpose of the Conceptual Framework is to assist the IASB in developing standards, to help preparers develop consistent accounting policies where there is no applicable standard in place and to assist all parties to understand and interpret the standards.

The revised Conceptual Framework includes some new concepts, provides updated definitions and recognition criteria for assets and liabilities and clarifies some important concepts.

These amendments had no impact on the condensed consolidated interim financial statements of the Group.

2.3 *Use of judgements and estimates*

In preparing these condensed consolidated interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2019.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the condensed consolidated interim financial statements

30 June 2020

2 Basis of preparation and changes to the Group's accounting policies *(continued)*

2.4 Basis of consolidation

These condensed consolidated interim financial statements incorporate the financial statements of the Company and its subsidiaries for the six months period ended 30 June 2020.

The financial statements of the subsidiaries are prepared for the same reporting period as the Group, using consistent accounting policies. All intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions are eliminated in full.

The condensed consolidated interim financial statements include the financial statements of the Company and its subsidiaries listed below:

	Country of incorporation	30 June 2020 %	31 December 2019 %
Al Ramz Capital LLC	UAE	99	99
ARC Real Estate LLC	UAE	99	99
ARC Investment LLC	UAE	99	99
ARC Properties LLC	UAE	99	99

The above subsidiaries are considered as wholly owned by the Group as non-controlling interest is held for the beneficial interest of the Group. Accordingly, no non-controlling interest is accounted for in relation to these entities in these condensed consolidated interim financial statements.

Generally, the Group is operating in a single segment; the brokerage and money markets, in single geographic area; the United Arab Emirates.

3. Functional and presentation currency

These condensed consolidated interim financial statements have been presented in United Arab Emirates Dirhams ("AED"), which is the functional currency of the Group and all values are rounded to the nearest thousand dirhams, except where otherwise indicated.

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Notes to the condensed consolidated interim financial statements

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4. Investment loss, net

	three months ended 30 June		six months ended 30 June	
	2020 AED'000 (Unaudited)	2019 AED'000 (Unaudited)	2020 AED'000 (Unaudited)	2019 AED'000 (Unaudited)
Unrealised gain/(loss) on investments carried at fair value through profit of loss	17,937	5,396	(45,141)	(13,508)
Realised gain on investments carried at fair value through profit or loss	1,057	2,237	(8,054)	2,471
Dividend income	1,141	842	1,377	7,562
Custody and service fees	(97)	(412)	(114)	(833)
Finance cost	(616)	(1,663)	(1,746)	(4,309)
	<u>19,422</u>	<u>6,400</u>	<u>(53,678)</u>	<u>(8,617)</u>

5. General and administrative expenses

	three months ended 30 June		six months ended 30 June	
	2020 AED'000 (Unaudited)	2019 AED'000 (Unaudited)	2020 AED'000 (Unaudited)	2019 AED'000 (Unaudited)
Staff costs	6,050	6,697	13,859	13,534
Depreciation	869	647	1,728	1,366
Subscription and membership	935	670	1,565	1,148
IT expenses	166	268	398	503
Advertisement and marketing	184	316	340	446
Communication expenses	116	155	246	277
Legal expenses	49	56	136	375
Rent expenses	97	78	158	206
Other expenses	536	666	983	1,302
	<u>9,002</u>	<u>9,553</u>	<u>19,413</u>	<u>19,157</u>

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Notes to the condensed consolidated interim financial statements

30 June 2020

6. Margin and trade receivables

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Margin receivables	282,524	327,865
Trade receivables, net	23,688	144,574
	306,212	472,439

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Trade receivables	27,448	147,466
Less: provision for expected credit losses	(3,760)	(2,892)
Trade receivables, net	23,688	144,574

Provision for expected credit losses receivables movement for the period:

	Unaudited 30 June 2020 AED'000	Unaudited 30 June 2019 AED'000
Opening balance	2,892	3,458
Provided during the period	868	-
Ending balance	3,760	3,458

The Group is licensed to provide finance to its clients as a percentage of the market value of pledged securities. The Group charges interest on amounts due.

Customers are required to provide additional cash or securities if the price of pledged securities drops against the minimum eligibility of 125% (2019:125%). If minimum eligibility is breached, the Group commences liquidation of the pledged securities. The fair value of pledged securities held as collateral against margin receivables amounted to AED 1,512,210 thousand as at 30 June 2020 (31 December 2019: AED 1,053,698 thousand).

There are no significant changes to the overall commitments to extend margins during the period. Such commitments are revocable in nature.

At 30 June 2020, the Group had certain exposures against which allowances amounting to AED 3,760 thousand (31 December 2019: AED 2,892 thousand) were held.

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Notes to the condensed consolidated interim financial statements

30 June 2020

7 Bank balances and cash

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Cash in hand	57	49
Current account balances with banks	162,868	153,672
Deposit account balances with banks	63,788	33,006
	<u>226,713</u>	<u>186,727</u>

Bank balances are located within the UAE. Bank deposits carry interest at market rates. Bank balances include balances amounting to AED 62,500 thousand (31 December 2019: AED 33,006 thousand) held as security against bank overdrafts.

Cash and cash equivalents for the purpose of the condensed consolidated interim statement of cash flows comprise of the following:

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Bank balance and cash	226,713	186,727
Deposits with original maturity greater than three months	(63,788)	(33,006)
Bank overdrafts (note 13)	(104,203)	(124,946)
	<u>58,722</u>	<u>28,775</u>

8 Investments at fair value through profit and loss

These represent equity investments, primarily in listed entities and are held for trading purpose. Movements in the investments at fair value through profit or loss are as follows:

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
At 1 January	206,379	258,623
Additions during the period / year	43,910	230,119
Disposals during the period / year	(53,275)	(263,961)
Unrealised loss (note 4)	(45,141)	(18,402)
	<u>151,873</u>	<u>206,379</u>

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Notes to the condensed consolidated interim financial statements

30 June 2020

9 Share capital

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
<i>Authorised, issued and fully paid share capital:</i>		
549,915,858 shares of AED 1 each	549,916	549,916

10 Acquisition and statutory reserves

An addition was made to share capital of AED 399,916 thousand in 2016, which represents an adjustment made to bring the share capital equal to share capital of Al Ramz Corporation Investment and Development PJSC with corresponding debit to acquisition reserve bringing the acquisition reserve to a total debit balance of AED 283,966 thousand.

In their Annual General Meeting (AGM) held on 23 March 2020, the Shareholders of the Group have resolved to transfer the general reserve amounting to AED 19,525 thousand as at 31 December 2019 to the statutory reserve.

11 Employees' end of service benefits

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Beginning of the period / year	5,059	5,434
Charge for the period / year	569	1,061
Paid during the period / year	(1,004)	(1,436)
As at the end of the period / year	4,624	5,059

12 Accounts payable and accruals

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Trading payables	124,653	142,069
Accrued expenses	2,085	3,568
Other payables	3,341	7,891
	130,079	153,528

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Notes to the condensed consolidated interim financial statements

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13 Short term borrowings

Short term borrowings are to finance margin trading operations of the Group.

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Facility 1	-	10,460
Facility 2	16,900	16,900
Facility 3	19,373	38,349
Facility 4	-	17,794
Facility 5	10,351	22,787
Facility 6	-	49,963
Facility 7	21,652	35,280
Bank overdrafts (<i>note 7</i>)	104,203	124,946
	<hr/> 172,479 <hr/>	<hr/> 316,479 <hr/>

Facility 1

This represents loan obtained from a shareholder. It carries a fixed interest rate. The term of the agreement is one month, renewed automatically. This facility was fully repaid during the period.

Facility 2

This represents loan obtained from a shareholder. It carries a fixed interest rate. The term of the agreement is one month, renewed automatically.

Facility 3 and 5

These represent short term facilities obtained from local banks to finance the purchase of investments at fair value through profit or loss and are secured by these investments. They carry interest at market rate and are repayable within 12 months from the reporting date.

Facility 4

This represents short term facility obtained from a local bank to finance the purchase of investments at fair value through profit or loss and is secured by these investments. It carries interest at market rate and is repayable within 12 months from the reporting date. This facility was fully repaid during the period.

Facility 6

This represents a short-term facility obtained from a branch of a foreign bank to finance the margin lending activities. This facility was fully repaid during the period.

Facility 7

This represents a Wakala Agreement obtained from a financing company to finance the purchase of investments at fair value through profit or loss and is secured by these investments. It carries interest at market rate.

Bank overdrafts

These carry interest at prevailing market rates. Bank overdrafts are secured against promissory note, personal guarantee of a related party, security cheques and bank balances.

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Notes to the condensed consolidated interim financial statements

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14 Commitments and contingencies

The Group's bankers have issued in the normal course of business, the following letters of guarantee:

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Dubai Financial Market	25,000	45,000
Abu Dhabi securities exchange	25,000	25,000
NASDAQ Dubai Limited	1,000	1,000
Market making (ADX and DFM)	8,000	9,000
	59,000	80,000

At 30 June 2020, the guarantees were secured by a cash deposit of AED 20,000 thousand (31 December 2019: AED 31,064 thousand).

The Group had no capital commitments and contingencies during the period (2019: none).

The Group had a financial commitment of AED 21,467 thousand (31 December 2019: 24,500 thousand) at the reporting date in relation to the full acquisition of a UAE domiciled financial entity.

15 Related parties

Related parties represent associated companies, major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

Transactions with related parties included in the condensed consolidated interim statement of comprehensive income are as follows:

	Unaudited 30 June 2020 AED'000	Audited 31 Dec 2019 AED'000
Loans from related parties	16,900	27,359
Margin and trade receivables	4,976	21,677
Trade accounts payable	10,591	264

Transactions with related parties included in the consolidated statement of profit or loss and other comprehensive income are as follows:

	Unaudited 30 June 2020 AED'000	Unaudited 30 June 2019 AED'000
Commission income	191	32
Interest and Margin income	222	-
Finance costs	352	1,046
Performance and management fees	24	55

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Notes to the condensed consolidated interim financial statements

30 June 2020

15 Related parties (continued)

Terms and conditions of transactions with related parties

Transactions from related parties are made at normal market prices. Outstanding balances at the year-end are unsecured and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the period ended 30 June 2020, the Group has not recorded any impairment of receivables relating to amounts owed by related parties (31 December 2019: nil).

16 Basic and diluted earnings / (losses) per share

Basic earnings / (losses) per share amounts are calculated by dividing the profit / (loss) for the period attributable to the equity holders of the Parent by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings / (losses) per share are calculated by dividing the profit / (loss) for the period attributable to the equity holders of the Parent by the weighted average number of ordinary shares outstanding during the period, adjusted for the effects of any financial instruments with dilutive effects.

	three months ended		six months ended	
	30 June		30 June	
	2020	2019	2020	2019
Profit / (loss) for the period (AED'000s)	21,509	12,634	(47,039)	177
Weighted average number of shares ('000s)	549,916	549,916	549,916	549,916
Basic and diluted earnings / loss per share	0.039	0.023	(0.086)	0.000

17 Fiduciary activities

The Group held assets under management in a fiduciary capacity for its customers at 30 June 2020 amounting to AED 375,620 thousand (31 December 2019: AED 315,528 thousand). These assets held in a fiduciary capacity are excluded from these condensed consolidated interim financial statements of the Group.

18 Dividends declared

In their Annual General Meeting (AGM) held on 23 March 2020, the Shareholders of the Group have resolved no dividends to be distributed for the year ended 31 December 2019.

In their Annual General Meeting (AGM) held on 19 March 2019, the Shareholders of the Group have resolved no dividends to be distributed for the year ended 31 December 2018.

19 Comparative figures

Certain comparative figures have been reclassified to conform to current period's classification with no impact on profit or retained earnings.