

Trafco Group B.S.C.

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

30 JUNE 2022 (REVIEWED)



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REPORT ON THE REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF TRAFCO GROUP B.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Trafco Group B.S.C. ("the Company") and its subsidiaries (together "the Group") as at 30 June 2022, comprising of the interim consolidated statement of financial position as at 30 June 2022 and the related interim consolidated statement of profit or loss and other comprehensive income for the three and six-month periods then ended and the related interim consolidated statements of cash flows and changes in equity for the six-month period then ended and explanatory notes. The Board of Directors of the Company is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 ('IAS 34') "*Interim Financial Reporting*". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements 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 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Auditor's Registration No. 244
11 August 2022
Manama, Kingdom of Bahrain

Trafco Group B.S.C.

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS ACCOUNT AND OTHER COMPREHENSIVE INCOME

For the period ended 30 June 2022 (Reviewed)

	Notes	Three-month period ended 30 June		Six-month period ended 30 June	
		2022	2021	2022	2021
		BD	BD	BD	BD
Revenue	4	9,787,100	8,382,788	19,677,105	17,383,668
Costs of revenue		(7,739,110)	(6,453,914)	(15,667,342)	(13,612,337)
GROSS PROFIT		2,047,990	1,928,874	4,009,763	3,771,331
Other operating income		23,313	28,317	44,509	64,169
Personnel costs		(947,190)	(926,793)	(1,831,608)	(1,876,315)
General and administration expenses		(241,759)	(212,049)	(434,695)	(419,940)
Selling and distribution expenses		(273,886)	(216,287)	(544,665)	(432,987)
Depreciation on property, plant and equipment		(104,278)	(114,780)	(213,748)	(234,787)
Depreciation on right-of-use assets		(80,373)	(69,921)	(153,045)	(140,022)
PROFIT FROM OPERATIONS		423,817	417,361	876,511	731,449
Investment income	7	29,099	24,755	653,142	588,687
Other income		231,672	63,828	231,672	63,828
Share of results of an associate		(109,024)	(16,837)	(138,319)	(62,733)
Finance costs		(49,909)	(40,303)	(84,973)	(72,254)
Finance costs on lease liabilities		(48,278)	(27,348)	(94,171)	(60,090)
Foreign exchange gains, net		11,530	6,042	24,076	13,959
PROFIT OF THE GROUP FOR THE PERIOD		488,907	427,498	1,467,938	1,202,846
of which profit attributable to non-controlling interest		(149,489)	(208,661)	(313,246)	(338,143)
PROFIT FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS OF TRAFCO GROUP B.S.C.		339,418	218,837	1,154,692	864,703
BASIC AND DILUTED EARNINGS PER SHARE (FILS)	8	5	3	16	12
OTHER COMPREHENSIVE (LOSS) INCOME					
<i>Items not to be reclassified to profit or loss in subsequent periods:</i>					
- Gain on disposals of investment at fair value through other comprehensive income		-	141,220	-	160,427
- Net change in fair value of investment through other comprehensive income		(57,419)	(79,895)	866,203	611,650
- Share of associate's other comprehensive (loss) income		(11,370)	9,921	(11,064)	2,255
		(68,789)	71,246	855,139	774,332
<i>Items to be reclassified to profit or loss in subsequent periods:</i>					
- Exchange differences on translation of foreign operations		(26,672)	8,330	(55,234)	2,424
Other comprehensive (loss) income for the period		(95,461)	79,576	799,905	776,756
TOTAL COMPREHENSIVE (LOSS) INCOME OF THE GROUP FOR THE PERIOD		393,446	507,074	2,267,843	1,979,602
of which attributable to non-controlling interests		(129,092)	(222,332)	(288,165)	(347,910)
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS OF TRAFCO GROUP B.S.C.		264,354	284,742	1,979,678	1,631,692

Ebrahim Mohamed Ali Zainal
Chairman

Yusuf Saleh Abdulla AlSaleh
Vice Chairman

Azzam Moutragi
Group Chief Executive Officer

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Trafco Group B.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2022 (Reviewed)

	30 June 2022 (Reviewed) BD	31 December 2021 (Audited) BD
<i>Note</i>		
ASSETS		
Non-current assets		
Property, plant and equipment	9,560,634	9,185,005
Right-of-use assets	3,866,441	2,321,836
Investment in an associate	-	1,343,583
Investment at fair value through other comprehensive income	15,538,993	14,094,593
	<u>28,966,068</u>	<u>26,945,017</u>
Current assets		
Inventories	9,932,960	8,455,712
Trade and other receivables	9,911,362	8,694,895
Cash, bank balances and short-term deposits	3,843,582	3,534,812
	<u>23,687,904</u>	<u>20,685,419</u>
TOTAL ASSETS	<u><u>52,653,972</u></u>	<u><u>47,630,436</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	8,067,505	8,067,505
Treasury shares	(1,706,644)	(1,706,644)
Share premium	3,386,502	3,386,502
Reserves	18,712,818	17,730,248
Equity attributable to shareholders of Trafco Group B.S.C.	<u>28,460,181</u>	<u>27,477,611</u>
Non-controlling interests	4,948,216	4,660,051
Total equity	<u>33,408,397</u>	<u>32,137,662</u>
Non-current liabilities		
Lease liabilities	3,565,935	2,099,615
Employees' end of service benefits	1,500,255	1,464,015
Term loans	488,560	593,428
Government grant	44,642	44,642
	<u>5,599,392</u>	<u>4,201,700</u>
Current liabilities		
Trade and other payables	7,762,789	6,892,595
Import loans	4,067,334	3,429,810
Lease liabilities	481,793	352,701
Contract and refund liabilities	336,297	229,124
Bank overdrafts	784,728	136,564
Term loans	207,744	202,709
Retentions payable	1,831	43,904
Government grant	3,667	3,667
	<u>13,646,183</u>	<u>11,291,074</u>
Total liabilities	<u>19,245,575</u>	<u>15,492,774</u>
TOTAL EQUITY AND LIABILITIES	<u><u>52,653,972</u></u>	<u><u>47,630,436</u></u>


Ebrahim Mohamed Ali Zainal
Chairman


Yusuf Saleh Abdulla AlSaleh
Vice Chairman


Azzam Moutragi
Group Chief Executive Officer

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Trafco Group B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 June 2022 (Reviewed)

	<i>Six-month period ended</i>	
	<i>30 June</i>	
	2022	<i>2021</i>
	<i>BD</i>	<i>BD</i>
OPERATING ACTIVITIES		
Profit of the Group for the period	1,467,938	1,202,846
Adjustments for:		
Investment income	(653,142)	(588,687)
Depreciation on property, plant and equipment	513,536	537,659
Depreciation on right-of-use assets	205,710	204,082
Finance costs	84,973	72,254
Other income	(231,672)	-
Finance costs on lease liabilities	94,171	60,090
Provision for employees' end of service benefits	89,067	97,499
Share of results of an associate	138,319	62,733
Provision for slow moving and obsolete of inventories	53,357	28,081
Allowance for expected credit losses	6,304	11,005
Gain on termination of lease agreements	-	(3,003)
Amortisation of Government grant	-	648
Gain on disposals of property, plant and equipment	(5,293)	(4,340)
Operating profit before changes in working capital	1,763,268	1,680,867
Working capital changes:		
Inventories	(1,285,843)	148,171
Trade and other receivables	(419,430)	(195,189)
Trade and other payables	606,075	228,027
Contract and refund liabilities	107,173	103,080
Retentions paid	(42,073)	-
Net cash generated from operations	729,170	1,964,956
Directors' remuneration paid	(92,250)	(92,250)
Employees' end of service benefits paid	(111,795)	(165,006)
Net cash flows from operating activities	525,125	1,707,700
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(298,783)	(341,051)
Proceeds from disposals of property, plant and equipment	16,493	6,531
Proceeds from disposals of investment at fair value through other comprehensive income	-	367,538
Purchase of investment at fair value through other comprehensive income	(159,388)	(789,051)
Dividends and interest received	653,142	589,085
Acquisition of associate	(850,951)	-
Short-term deposits with original maturities of more than three months	(1,650,087)	(2,349,321)
Net cash flows used in investing activities	(2,289,574)	(2,516,269)

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Trafco Group B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

For the period ended 30 June 2022 (Reviewed)

	<i>Six-month period ended</i>	
	<i>30 June</i>	
	2022	<i>2021</i>
	<i>BD</i>	<i>BD</i>
FINANCING ACTIVITIES		
Dividends paid	(1,038,654)	(1,116,870)
Net movements in import loans	637,524	(102,737)
Net movements in term loans	(99,833)	(94,454)
Finance costs paid on loans	(69,010)	(21,977)
Payment of principal portion of lease liabilities	(155,654)	(189,837)
Finance costs paid on lease liabilities	(94,171)	(60,090)
Net cash flows used in financing activities	(819,798)	(1,585,965)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,584,247)	(2,394,534)
Foreign currency translation adjustments - net	(55,234)	2,424
Cash and cash equivalents at 1 January	3,398,248	2,972,240
CASH AND CASH EQUIVALENTS AT 30 JUNE (A)	758,767	580,130

(A) Cash and cash equivalents comprise of following amounts:

	<i>Six-month period ended</i>	
	<i>30 June</i>	
	2022	<i>2021</i>
	<i>BD</i>	<i>BD</i>
Cash, bank balances and short-term deposits	3,843,582	3,195,896
Less: Bank overdrafts	(784,728)	(266,445)
Less: Short-term deposits with original maturities of more than three months	(2,300,087)	(2,349,321)
	758,767	580,130

Trafco Group B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2022 (Reviewed)

	Attributable to shareholders of Trafco Group B.S.C.													Non-controlling interests BD	Total equity BD
	Reserves											Total Trafco's shareholders BD			
	Share capital BD	Treasury shares BD	Share premium BD	Statutory reserve BD	General reserve BD	Fair value and other reserves BD	Foreign currency reserves BD	Retained earnings - distributable BD	Retained earnings non-distributable BD	Proposed appropriations BD	Total reserves BD				
Balance at 1 January 2022	8,067,505	(1,706,644)	3,386,502	4,033,753	1,515,000	6,976,287	(19,157)	3,638,863	496,736	1,088,766	17,730,248	27,477,611	4,660,051	32,137,662	
Profit for the period	-	-	-	-	-	-	-	1,154,692	-	-	1,154,692	1,154,692	313,246	1,467,938	
Other comprehensive income (loss) for the period	-	-	-	-	-	853,155	(28,169)	-	-	-	824,986	824,986	(25,081)	799,905	
Total comprehensive income (loss) for the period	-	-	-	-	-	853,155	(28,169)	1,154,692	-	-	1,979,678	1,979,678	288,165	2,267,843	
Deemed disposal of associate	-	-	-	-	-	41,546	-	-	-	-	41,546	41,546	-	41,546	
Dividends (note 11)	-	-	-	-	-	-	-	112	-	(1,038,766)	(1,038,654)	(1,038,654)	-	(1,038,654)	
Transfer to general reserve	-	-	-	-	50,000	-	-	-	-	(50,000)	-	-	-	-	
Balance at 30 June 2022	8,067,505	(1,706,644)	3,386,502	4,033,753	1,565,000	7,870,988	(47,326)	4,793,667	496,736	-	18,712,818	28,460,181	4,948,216	33,408,397	

	Attributable to shareholders of Trafco Group B.S.C.													Non-controlling interests BD	Total equity BD
	Reserves											Total Trafco's shareholders BD			
	Share capital BD	Treasury shares BD	Share premium BD	Statutory reserve BD	General reserve BD	Fair value and other reserves BD	Foreign currency reserves BD	Retained earnings - distributable BD	Retained earnings non-distributable BD	Proposed appropriations BD	Total reserves BD				
Balance at 1 January 2021	8,067,505	(1,644,095)	3,386,502	4,033,753	1,465,000	6,647,047	(16,702)	3,263,579	496,736	1,166,366	17,055,779	26,865,691	4,208,566	31,074,257	
Profit for the period	-	-	-	-	-	-	-	864,703	-	-	864,703	864,703	338,143	1,202,846	
Other comprehensive income for the period	-	-	-	-	-	765,753	1,236	-	-	-	766,989	766,989	9,767	776,756	
Total comprehensive income for the period	-	-	-	-	-	765,753	1,236	864,703	-	-	1,631,692	1,631,692	347,910	1,979,602	
Dividends (note 11)	-	-	-	-	-	-	-	-	-	(1,116,366)	(1,116,366)	(1,116,366)	-	(1,116,366)	
Transfer to general reserve	-	-	-	-	50,000	-	-	-	-	(50,000)	-	-	-	-	
Gains on disposals of investments at fair value through other comprehensive income	-	-	-	-	-	(160,427)	-	160,427	-	-	-	-	-	-	
Balance at 30 June 2021	8,067,505	(1,644,095)	3,386,502	4,033,753	1,515,000	7,252,373	(15,466)	4,288,709	496,736	-	17,571,105	27,381,017	4,556,476	31,937,493	

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

1 CORPORATE INFORMATION

Trafco Group B.S.C. ('the Company' or 'Trafco') is a public joint stock company, the shares of which are listed and publicly traded on Bahrain Bourse. The Company was incorporated in the Kingdom of Bahrain by Amiri Decree No. 10 of November 1977. The Company operates in accordance with the provisions of the Bahrain Commercial Companies Law under commercial registration (CR) number 8500 issued by the Ministry of Industry, Commerce and Tourism on 9 April 1978. The Company's registered office is situated at Building 117, Road 42, Block 343, Mina Salman Industrial Area, Kingdom of Bahrain. The Company's principal activity is trading in food products.

The Group comprises of the Company and its subsidiaries. The details of Company's subsidiaries and an associate are disclosed in the Group's annual consolidated financial statements for the year ended 31 December 2021 and acquisition of remaining stake in it's associate during the the second quarter of 2022 is disclosed in note 6.

The interim condensed consolidated financial statements were authorised for issue by the Board of Directors on 11 August 2022.

2 SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The interim condensed consolidated financial statements for the six-month period ended 30 June 2022 have been prepared in accordance with International Accounting Standard 34 (IAS 34) "Interim Financial Reporting".

The interim condensed consolidated financial statements do not contain all information and disclosures required for full consolidated financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2021. In addition, results for the six-month period ended 30 June 2021 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

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 2021, except for the new and amended standards effective as of 1 January 2022. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The following amendment applies for the first time in 2022, but do not have an impact on the interim condensed consolidated financial statements of the Group.

- *Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37;*
- *Reference to the Conceptual Framework – Amendments to IFRS 3;*
- *Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16;*
- *IFRS 1 First-time Adoption of International Financial Reporting Standards – Subsidiary as a first-time adopter;*
- *IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities; and*
- *IAS 41 Agriculture – Taxation in fair value measurements.*

3 SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The significant accounting judgements and estimates used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2021.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2022 (Reviewed)

4 REVENUE

The following table presents the disaggregation of the Group's revenue for the three-month periods ended 30 June 2022 and 30 June 2021:

	<i>Wholesale operations</i>		<i>Retail operations</i>		<i>Dairy products and beverages</i>		<i>Fruits and vegetables</i>		<i>Storage and logistics</i>		<i>Livestock*</i>		<i>Total</i>	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
<i>Types of revenue</i>	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD
Sale of goods	3,600,542	3,386,044	316,119	275,737	4,935,538	4,030,520	560,104	531,381	-	-	210,816	-	9,623,119	8,223,682
Rendering of services	-	-	-	-	-	-	-	-	163,981	159,106	-	-	163,981	159,106
	3,600,542	3,386,044	316,119	275,737	4,935,538	4,030,520	560,104	531,381	163,981	159,106	210,816	-	9,787,100	8,382,788
<i>Geographic markets</i>														
Bahrain	3,600,542	3,386,044	316,119	275,737	3,703,152	3,024,255	560,104	531,381	163,981	159,106	210,816	-	8,554,714	7,376,523
Kuwait and other countries	-	-	-	-	1,232,386	1,006,265	-	-	-	-	-	-	1,232,386	1,006,265
	3,600,542	3,386,044	316,119	275,737	4,935,538	4,030,520	560,104	531,381	163,981	159,106	210,816	-	9,787,100	8,382,788
<i>Timing of revenue recognition</i>														
At a point in time	3,600,542	3,386,044	316,119	275,737	4,935,538	4,030,520	560,104	531,381	-	-	210,816	-	9,623,119	8,223,682
Over the time	-	-	-	-	-	-	-	-	163,981	159,106	-	-	163,981	159,106
	3,600,542	3,386,044	316,119	275,737	4,935,538	4,030,520	560,104	531,381	163,981	159,106	210,816	-	9,787,100	8,382,788

* New segment as a result of acquisition of Bahrain Livestock Company B.S.C. (c) during second quarter of 2022.

Trafco Group B.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2022 (Reviewed)

4 REVENUE (continued)

The following table presents the disaggregation of the Group's revenue for the six-month periods ended 30 June 2022 and 30 June 2021:

	<i>Wholesale operations</i>		<i>Retail operations</i>		<i>Dairy products and beverages</i>		<i>Fruits and vegetables</i>		<i>Storage and logistics</i>		<i>Livestock*</i>		<i>Total</i>	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD
Types of revenue														
Sale of goods	7,813,620	7,636,520	626,237	563,785	9,572,117	7,888,451	1,110,684	967,006	-	-	210,816	-	19,333,474	17,055,762
Rendering of services	-	-	-	-	-	-	-	-	343,631	327,906	-	-	343,631	327,906
	7,813,620	7,636,520	626,237	563,785	9,572,117	7,888,451	1,110,684	967,006	343,631	327,906	210,816	-	19,677,105	17,383,668
Geographic markets														
Bahrain	7,813,620	7,636,520	626,237	563,785	7,136,404	5,719,413	1,110,684	967,006	343,631	327,906	210,816	-	17,241,392	15,214,630
Kuwait and other countries	-	-	-	-	2,435,713	2,169,038	-	-	-	-	-	-	2,435,713	2,169,038
	7,813,620	7,636,520	626,237	563,785	9,572,117	7,888,451	1,110,684	967,006	343,631	327,906	210,816	-	19,677,105	17,383,668
Timing of revenue recognition														
At a point in time	7,813,620	7,636,520	626,237	563,785	9,572,117	7,888,451	1,110,684	967,006	-	-	210,816	-	19,333,474	17,055,762
Over the time	-	-	-	-	-	-	-	-	343,631	327,906	-	-	343,631	327,906
	7,813,620	7,636,520	626,237	563,785	9,572,117	7,888,451	1,110,684	967,006	343,631	327,906	210,816	-	19,677,105	17,383,668

* New segment as a result of acquisition of Bahrain Livestock Company B.S.C. (c) during second quarter of 2022.

5 INVESTMENT IN AN ASSOCIATE

The Group owned a 36.26% interest in Bahrain Livestock Company B.S.C. (c), as at 31 December 2021, a company registered in the Kingdom of Bahrain and engaged in the import of both livestock and chilled meat in the Kingdom of Bahrain. During second quarter of 2022, the Group acquired remaining shareholding from associate's other shareholders and therefore the associate was converted into a wholly owned subsidiary of the Group (deemed disposal of associate) during second quarter of 2022 (see note 6).

The movements in the carrying values of the investment in an associate, are as follows:

	<i>Six months period ended 30 June 2022 BD</i>	<i>Year ended 31 December 2021 BD</i>
At 1 January	1,343,583	1,439,991
Share of results for the period until deemed disposal	(138,319)	(113,128)
Net changes in fair value of associate's investments at fair value through other comprehensive income during the period until deemed disposal	(11,063)	16,720
Derecognition of associate (note 6)	(1,194,201)	-
At 30 June (deemed disposal)	-	1,343,583

6 ACQUISITION OF ADDITIONAL STAKE IN BAHRAIN LIVESTOCK COMPANY B.S.C. (C)

As at 31 December 2021, the Group had an investment of 36.26% in the Bahrain Livestock Company B.S.C. (c) ("BLSC"), a company that operates for the import of both livestock and chilled meat in the Kingdom of Bahrain. BLSC was treated as an associate and was accounted for under the equity method of accounting in the Group's consolidated financial statements.

During the second quarter of 2022, the Group purchased the remaining 63.74% shareholding in BLSC for BD 1,657,240.

As a result of such increased shareholding, BLSC became a wholly owned subsidiary of the Group and the Group has started consolidating BLSC in the Group's consolidated financial statements from the date of such acquisition. The Group acquired BLSC to increase its operations of trading in food products.

As required by IFRS, the Group has:

- fair valued its previously held shareholding in BLSC and has taken the difference between the carrying value and the fair value at the date of acquisition to profit or loss.
- recycled all amounts previously recorded in Group's equity in relation to the Group's investment in BLSC (pre-acquisition) to profit or loss.
- included the fair value of its previously held stake in BLSC at the date of acquisition as part of purchase consideration for the determination of goodwill / gain on bargain purchase.

The Group has accounted for this acquisition using provisional fair values of the acquired assets and assumed liabilities as at the acquisition date. Adjustment to the provisional values will be finalised within twelve months of the date of acquisition.

The following table summarises the recognised amounts (provisional fair values) of assets acquired and liabilities assumed at the date of acquisition.

**6 ACQUISITION OF ADDITIONAL STAKE IN BAHRAIN LIVESTOCK COMPANY B.S.C. (C)
(continued)**

	2022 BD
Assets	
Property, plant and equipment	601,582
Right-of-use assets	25,643
Investment at fair value through other comprehensive income	418,809
Inventories	244,762
Trade and other receivables	803,341
Cash, bank balances and short-term deposits	1,456,290
	<u>3,550,427</u>
Liabilities	
Employees' end of service benefits	58,968
Trade and other payables	340,406
Lease liabilities	26,394
	<u>425,768</u>
Total identifiable net assets	<u><u>3,124,659</u></u>
Less:	
Fair value of previously held investment in BLSC	942,760
Consideration paid for acquisition of remaining shareholding in BLSC	1,657,240
	<u>2,600,000</u>
Total purchase consideration	2,600,000
Bargain purchase gain (provisional)	524,659
Carrying value of Group's investment in BLSC at the date of acquisition (note 5)	1,194,201
Fair value of Group's investment in BLSC (36.26%) at the date of acquisition	942,760
	<u>(251,441)</u>
Net bargain purchase gain (provisional)	<u><u>273,218</u></u>
Cashflow on acquisition	
Net cash acquired with the subsidiary	806,289
Cash paid	(1,657,240)
	<u><u>(850,951)</u></u>

During the period ended 30 June 2022, the Group incurred acquisition related costs on account of fees to third parties for legal and transaction services as well as costs of third party consultants amounting to BD 1,928. Such amount was charged to profit or loss (general and administration expenses).

From the date of acquisition, BLSC has contributed BD 210,816 of revenue and a loss of BD 36,838 to the results of the Group. If the acquisition had taken place at the beginning of 2022, revenue of the Group for the period ended 30 June 2022 would have been BD 21,361,050 and the results of the Group for the period ended 30 June 2022 would have been BD 1,224,831.

The Group has recorded both the gain on bargain purchase (provisional) and the deemed disposal on associate as a part of other income in profit or loss.

7 SEASONALITY OF RESULTS

Investment income amounting to BD 653,142 (2021: BD 588,687) and other income amounting to nil (2021: BD 63,828) for the six-month period ended 30 June 2022 are of seasonal nature.

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8 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period attributable to shareholders of Trafco Group B.S.C. by the weighted average number of ordinary shares outstanding during the period, excluding the average number of ordinary shares purchased by the Company and held as treasury shares, as follows:

	<i>Three-month period ended</i>		<i>Six-month period ended</i>	
	<i>30 June (Reviewed)</i>		<i>30 June (Reviewed)</i>	
	2022	2021	2022	2021
Profit for the period attributable to shareholders of TRAFCO – (BD)	339,418	218,837	1,154,692	864,703
Weighted average number of shares, net of treasury shares	74,197,577	74,424,401	74,197,577	74,424,401
Basic and diluted earnings per share (fils)	5	3	16	12

Basic and diluted earnings per share are the same as the Company has not issued any instruments that would have a dilutive effect.

9 FINANCIAL INSTRUMENTS

Set out below is an overview of the financial instruments held by the Group as at 30 June 2022 and 31 December 2021:

<i>Financial assets</i>	<i>Fair value through other comprehensive income</i>		<i>Total</i>
	<i>Amortised cost</i>	<i>BD</i>	
<i>At 30 June 2022 (Reviewed)</i>			
Investments at fair value through other comprehensive income	-	15,538,993	15,538,993
Trade and other receivables	9,911,362	-	9,911,362
Cash, bank balances and short-term deposits	3,843,582	-	3,843,582
	13,754,944	15,538,993	29,293,937
<i>Financial assets</i>	<i>Fair value through other comprehensive income</i>		<i>Total</i>
	<i>Amortised cost</i>	<i>BD</i>	
<i>At 31 December 2021 (Audited)</i>			
Investments at fair value through other comprehensive income	-	14,094,593	14,094,593
Trade and other receivables	8,694,895	-	8,694,895
Cash, bank balances and short-term deposits	3,534,812	-	3,534,812
	12,229,707	14,094,593	26,324,300

9 FINANCIAL INSTRUMENTS (continued)

	30 June 2022 (Reviewed) BD	31 December 2021 (Audited) BD
Financial liabilities at amortised cost		
Trade and other payables	7,762,789	6,892,595
Import loans	4,067,334	3,429,810
Lease liabilities	4,047,728	2,452,316
Bank overdrafts	784,728	136,564
Term loans	696,304	796,137
Retentions payable	1,831	43,904
	17,360,714	13,751,326

10 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair value of financial instruments

The fair value of financial instruments are estimated based on the following methods and assumptions:

- a) Bank balances, cash, short term deposits, bank overdrafts, import loans, trade and other receivables, retentions payable and trade and other payables approximate their carrying amounts largely due to the short-term maturities.
- b) Term loans and lease liabilities are evaluated by the Group based on parameters such as interest rates. As at 30 June 2022 and as at 31 December 2021, the carrying amounts are not materially different from their fair values; and
- c) Fair value of quoted equity investments and quoted debt instruments is derived from quoted market prices in active markets or in the case of unquoted investment at fair value through other comprehensive income using fair value provided by the investment managers or other appropriate valuation techniques including fair values determined based on unobservable inputs using market multiples or other appropriate valuation methodologies.

The fair values of financial assets and liabilities are not materially different from their carrying values as at 30 June 2022 and as at 31 December 2021.

Fair value of non-financial assets and liabilities

The Group does not have any non-financial assets or liabilities which have been remeasured at fair value as at 30 June 2022 and as at 31 December 2021.

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

10 FAIR VALUE MEASUREMENT (continued)

Fair value hierarchy (continued)

For assets and liabilities that are recognised in the interim condensed consolidated financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The following table provides fair value hierarchy of the Group's assets and liabilities:

	30 June 2022 (Reviewed)			Total BD
	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs	
	Level 1	Level 2	Level 3	
	BD	BD	BD	
Assets measured at fair value				
<i>Investments at fair value through other comprehensive income</i>				
- Quoted equity investments	9,873,334	-	-	9,873,334
- Unquoted equity investments	-	-	5,479,312	5,479,312
- Quoted debt instruments	186,347	-	-	186,347
	10,059,681	-	5,479,312	15,538,993
	31 December 2021 (Audited)			
	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs	
	Level 1	Level 2	Level 3	Total
	BD	BD	BD	BD
<i>Assets measured at fair value</i>				
<i>Investments at fair value through other comprehensive income</i>				
- Quoted equity investments	9,374,733	-	-	9,374,733
- Unquoted equity investments	-	-	4,533,513	4,533,513
- Quoted debt instruments	186,347	-	-	186,347
	9,561,080	-	4,533,513	14,094,593

Liabilities measured at fair value:

There were no liabilities measured at fair value as of 30 June 2022 and as of 31 December 2021.

During the six-month period ended 30 June 2022 and year ended 31 December 2021, there were no transfers between Level 1 and Level 2 fair value measurements, and there are no transfers into or out of Level 3 fair value measurements.

Reconciliation of fair value measurement of Level 3 assets

Level 3 equity investments have been estimated using fair value provided by the investment managers or other appropriate valuation techniques including fair values determined based on unobservable inputs using market multiples or other appropriate valuation methodologies.

10 FAIR VALUE MEASUREMENT (continued)

Reconciliation of fair value measurement of Level 3 assets (continued)

Movement in the fair values of financial assets classified as level 3 category was as follows:

	Six months period ended	Year ended
	30 June	31 December
	2022	2021
	(Reviewed)	(Audited)
	BD	BD
At beginning of the period / year	4,533,513	4,594,232
Additions during the period / year	-	447,142
Change in fair values	945,799	(507,861)
At end of the period / year	5,479,312	4,533,513

11 DIVIDENDS

At the annual general meeting of the shareholders held on 30 March 2022, a final cash dividend of 14 fils per share, excluding treasury shares, totalling BD 1,038,766 for the year ended 31 December 2021 was declared. (30 June 2022: At the annual general meeting of the shareholders held on 29 March 2021, a final cash dividend of 15 fils per share, excluding treasury shares, totalling BD 1,116,366 for the year ended 31 December 2020 was declared). Dividends payable are included within 'Trade and other payables' in the interim consolidated statement of financial position as at 30 June 2022 and as at 31 December 2021.

12 COMMITMENTS AND CONTINGENCIES

The Group has capital expenditure commitments of BD 57,401 as of 30 June 2022 [31 December 2021 (Audited): BD 75,351].

Tender, advance payment and performance guarantees issued by banks on behalf of the Group, in the normal course of business, outstanding as at 30 June 2022 amounted to BD 837,893 [31 December 2021 (Audited): BD 841,893].

13 SEGMENT REPORTING

For management purposes, the Group is organised into business units based on their products and services and has seven reportable operating segments as follows:

Wholesale operations	Import and distribution of foodstuff.
Retail operations	Import and distribution of foodstuff through supermarkets.
Investments	Investment in quoted and unquoted securities (including investment in an associate).
Dairy products and beverages	Production, processing and distribution of dairy products, juices, ice-cream, bottling of water and other items.
Fruits and vegetables	Import and distribution of fruits, vegetables and other food items.
Storage and logistics	Providing of storage and logistics services.
Livestock	Import and sale of live animals, fresh, chilled and frozen meat and food service products.

No operating segments have been aggregated to form the above reportable operating segments.

13 SEGMENT REPORTING (continued)

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained later in a table, is measured differently from operating profit or loss in the interim condensed consolidated financial statements.

Transfer prices between operating segments are set in a manner similar to transactions with third parties.

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the geographical location of its customers.

Segment assets include all operating assets used by a segment and consist primarily of property, plant and equipment, investment in an associate, right-of-use assets, inventories, trade and other receivables, cash, bank balances and short-term deposits. Whilst the majority of the assets can be directly attributed to individual business segments, the carrying amounts of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis.

Segment liabilities include all operating liabilities and consist primarily of term loans, import loans, lease liabilities, employees' end of service benefits, retention payable, contract and refund liabilities, Government grant, trade and other payables and bank overdrafts. Whilst the majority of the liabilities can be directly attributed to individual business segments, the carrying amounts of certain liabilities used jointly by two or more segments are allocated to the segments on a reasonable basis.

Inter-segment revenues, transactions, assets and liabilities are eliminated upon consolidation and reflected in the adjustment and eliminations column.

Revenue for the three-month period ended 30 June 2022 in the State of Kuwait and Kingdom of Saudi Arabia amounted to BD 1,232,386 (2021: BD 1,006,265) and profit / (loss) for the three-month period ended 30 June 2022 amounted to BD 12,534 (2021: BD (28,193)). The remaining revenue and profit for the three-month period then ended is generated from the primary geographical segment in the Kingdom of Bahrain.

Revenue for the six-month period ended 30 June 2022 in the State of Kuwait and Kingdom of Saudi Arabia amounted to BD 2,435,713 (2021: BD 2,070,749) and profit / (loss) for the six-month period ended 30 June 2022 amounted to BD 29,534 (2021: BD (73,408)). The remaining revenue and profit for the six-month period is generated from the primary geographical segment in the Kingdom of Bahrain.

At 30 June 2022, total assets in the State of Kuwait and Kingdom of Saudi Arabia amounted to BD 2,359,697 [31 December 2021 (Audited): BD 1,996,801] and total liabilities amounted to BD 2,226,254 [31 December 2021 (Audited): BD 1,863,360]. All remaining assets and liabilities arise from the primary geographical segment in the Kingdom of Bahrain.

Trafco Group B.S.C.

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At 30 June 2022 (Reviewed)

13 SEGMENT REPORTING (continued)

Three-month period ended 30 June (Reviewed)

The following table presents the details of segmental operating results for the three-month periods ended 30 June 2022 and 30 June 2021:

	Wholesale operations		Retail operations		Investments		Dairy products and beverages		Fruits and vegetables		Storage and logistics		Livestock*		Adjustments and eliminations		Total	
	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD	2022 BD	2021 BD
Revenue - third parties	3,600,542	3,386,044	316,119	275,737	-	-	4,935,538	4,030,520	560,104	531,381	163,981	159,106	210,816	-	-	-	9,787,100	8,382,788
Revenue - inter segments	370	189,687	214	235	-	-	6,909	7,537	-	4,534	48,187	31,933	14	-	(55,694)	(233,926)	-	-
Total revenue	3,600,912	3,575,731	316,333	275,972	-	-	4,942,447	4,038,057	560,104	535,915	212,168	191,039	210,830	-	(55,694)	(233,926)	9,787,100	8,382,788
Costs of revenue (excluding depreciation)	(2,951,964)	(2,999,811)	(256,980)	(230,347)	-	-	(3,677,084)	(2,748,606)	(444,574)	(431,270)	(52,524)	(51,998)	(193,869)	-	10,442	193,826	(7,566,553)	(6,268,206)
Gross profit	648,948	575,920	59,353	45,625	-	-	1,265,363	1,289,451	115,530	104,645	159,644	139,041	16,961	-	(45,252)	(40,100)	2,220,547	2,114,582
Other operating income	3,085	54,038	495	2,702	-	-	8,696	14,388	11,024	6,563	2,541	4,746	1,107	-	(3,635)	(54,120)	23,313	28,317
Other expenses (excluding depreciation)	(480,563)	(562,811)	(31,734)	(29,430)	-	-	(803,138)	(723,757)	(81,628)	(80,574)	(17,703)	(20,908)	(53,755)	-	5,686	62,351	(1,462,835)	(1,355,129)
Depreciation on property, plant and equipment	(32,531)	(33,031)	(3,533)	(4,449)	-	-	(122,457)	(137,883)	(12,193)	(12,554)	(77,378)	(76,330)	(2,406)	-	(4,127)	(4,127)	(254,625)	(268,374)
Depreciation on right-of-use assets	(26,127)	(27,646)	(8,410)	(11,275)	-	-	(71,376)	(67,972)	(4,922)	(4,820)	(8,869)	(9,559)	(724)	-	17,845	19,237	(102,583)	(102,035)
Profit (loss) from operations	112,812	6,470	16,171	3,173	-	-	277,088	374,227	27,811	13,260	58,235	36,990	(38,817)	-	(29,483)	(16,759)	423,817	417,361
Investment income - (including share of results from an associate)	-	-	-	49	64,141	264,277	18,289	22,605	-	-	-	-	3,100	-	(165,455)	(279,013)	(79,925)	7,918
Other income	231,672	-	-	-	-	-	-	63,518	-	-	-	310	-	-	-	-	231,672	63,828
Finance costs	(36,195)	(33,123)	(1,026)	(844)	-	-	(4,886)	(76)	(7,012)	(6,309)	(14,037)	(17,709)	(791)	-	14,038	17,758	(49,909)	(40,303)
Finance costs on lease liabilities	(28,887)	(14,659)	(188)	(637)	-	-	(27,283)	(16,271)	(4,345)	(2,134)	(12,601)	(6,278)	(330)	-	25,356	12,631	(48,278)	(27,348)
Foreign exchange gains (loss) - net	-	-	-	-	-	-	11,530	6,042	-	-	-	-	-	-	-	-	11,530	6,042
(Loss) profit for the period	279,402	(41,312)	14,957	1,741	64,141	264,277	274,738	450,045	16,454	4,817	31,597	13,313	(36,838)	-	(155,544)	(265,383)	488,907	427,498

* New segment as a result of acquisition of Bahrain Livestock Company B.S.C. (c) during second quarter of 2022.

13 SEGMENT REPORTING (continued)

Six-month period ended 30 June (Reviewed)

The following table presents the details of segmental operating results for the six-month periods ended 30 June 2022 and 30 June 2021:

	Wholesale operations		Retail operations		Investments		Dairy products and beverages		Fruits and vegetables		Storage and logistics		Livestock*		Adjustments and eliminations		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD	BD
Revenue - third parties	7,813,620	7,636,520	626,237	563,785	-	-	9,572,117	7,888,451	1,110,684	967,006	343,631	327,906	210,816	-	-	-	19,677,105	17,383,668
Revenue - inter segments	370	385,308	412	528	-	-	26,931	30,427	6,880	20,913	94,230	64,277	14	-	(128,837)	(501,453)	-	-
Total revenue	7,813,990	8,021,828	626,649	564,313	-	-	9,599,048	7,918,878	1,117,564	987,919	437,861	392,183	210,830	-	(128,837)	(501,453)	19,677,105	17,383,668
Costs of revenue (excluding depreciation)	(6,500,525)	(6,808,032)	(519,639)	(475,465)	-	-	(7,122,297)	(5,479,975)	(908,355)	(803,106)	(116,817)	(102,761)	(193,869)	-	46,613	423,934	(15,314,889)	(13,245,405)
Gross profit	1,313,465	1,213,796	107,010	88,848	-	-	2,476,751	2,438,903	209,209	184,813	321,044	289,422	16,961	-	(82,224)	(77,519)	4,362,216	4,138,263
Other operating income	5,358	58,087	944	3,208	-	-	20,110	27,450	25,374	22,408	5,069	9,236	1,107	-	(13,453)	(56,220)	44,509	64,169
Other expenses (excluding depreciation)	(954,631)	(1,094,181)	(54,861)	(59,284)	-	-	(1,569,160)	(1,443,516)	(151,269)	(160,454)	(36,564)	(41,812)	(53,755)	-	9,272	70,005	(2,810,968)	(2,729,242)
Depreciation on property, plant and equipment	(64,869)	(68,211)	(7,543)	(9,213)	-	-	(251,163)	(274,475)	(24,402)	(25,166)	(154,899)	(152,340)	(2,406)	-	(8,254)	(8,254)	(513,536)	(537,659)
Depreciation on right-of-use of assets	(52,197)	(55,292)	(20,255)	(22,549)	-	-	(140,644)	(135,954)	(9,845)	(9,641)	(17,738)	(19,118)	(724)	-	35,693	38,472	(205,710)	(204,082)
Profit (loss) from operations	247,126	54,199	25,295	1,010	-	-	535,894	612,408	49,067	11,960	116,912	85,388	(38,817)	-	(58,966)	(33,516)	876,511	731,449
Investment income - net (including share of results of an associate)	-	-	-	4,691	804,566	907,501	75,462	63,157	-	-	-	-	3,100	-	(368,305)	(449,395)	514,823	525,954
Other income	231,672	-	-	-	-	-	-	63,518	-	-	-	310	-	-	-	-	231,672	63,828
Finance costs	(62,734)	(58,069)	(2,524)	(1,750)	-	-	(5,699)	(218)	(13,226)	(12,540)	(28,056)	(35,943)	(791)	-	28,057	36,266	(84,973)	(72,254)
Finance costs on lease liabilities	(57,688)	(30,673)	(456)	(1,423)	-	-	(52,491)	(36,412)	(8,715)	(4,289)	(25,202)	(12,554)	(330)	-	50,711	25,261	(94,171)	(60,090)
Foreign exchange gains, net	-	-	-	-	-	-	24,076	13,959	-	-	-	-	-	-	-	-	24,076	13,959
Profit (loss) for the period	358,376	(34,543)	22,315	2,528	804,566	907,501	577,242	716,412	27,126	(4,869)	63,654	37,201	(36,838)	-	(348,503)	(421,384)	1,467,938	1,202,846
Capital expenditure	26,944	1,747	-	4,787	-	-	246,462	315,519	-	-	25,379	18,998	-	-	-	-	298,785	341,051

The following table presents the details of segmental assets and liabilities as at 30 June 2022 and as at 31 December 2021:

	Wholesale operations		Retail operations		Investments		Dairy products and beverages		Fruits and vegetables		Storage and logistics		Livestock*		Adjustments and eliminations		Total	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021	30 June 2022	31 December 2021
	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD	(Reviewed) BD	(Audited) BD
Assets	14,960,060	12,712,944	95,887	418,976	25,026,334	22,661,896	17,739,119	16,998,205	1,933,431	1,635,811	3,933,116	3,494,102	3,481,744	-	(14,515,719)	(10,291,498)	52,653,972	47,630,436
Liabilities	11,797,469	8,176,737	95,887	418,976	-	-	6,753,493	6,538,629	1,316,400	1,037,652	2,231,933	1,856,573	412,079	-	(3,361,686)	(2,535,793)	19,245,575	15,492,774

* New segment as a result of acquisition of Bahrain Livestock Company B.S.C. (c) during second quarter of 2022.

14 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent associate, major shareholders, companies having common 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 interim consolidated statement of profit or loss and other comprehensive income for the six-month periods ended 30 June 2022 and 30 June 2021 respectively, are as follows:

	<i>Six-month period ended 30 June 2022</i>			
	<i>Revenue BD</i>	<i>Purchases BD</i>	<i>Income BD</i>	<i>Expenses BD</i>
Associated companies	8,950	-	-	742
Companies with common directors	272,079	388,256	341,466	88,580
	<u>281,029</u>	<u>388,256</u>	<u>341,466</u>	<u>89,322</u>
	<i>Six-month period ended 30 June 2021</i>			
	<i>Revenue BD</i>	<i>Purchases BD</i>	<i>Income BD</i>	<i>Expenses BD</i>
Associated companies	39,158	2,511	5,262	-
Companies with common directors	166,009	357,496	347,766	117,598
	<u>205,167</u>	<u>360,007</u>	<u>353,028</u>	<u>117,598</u>

Balances with related parties included in the interim consolidated statement of financial position as at 30 June 2022 and as at 31 December 2021, are as follows:

	<i>At 30 June 2022 (Reviewed)</i>		<i>At 31 December 2021 (Audited)</i>	
	<i>Due from BD</i>	<i>Due to BD</i>	<i>Due from BD</i>	<i>Due to BD</i>
Associated companies	-	-	6,546	-
Companies with common directors	210,869	184,522	128,549	323,424
	<u>210,869</u>	<u>184,522</u>	<u>135,095</u>	<u>323,424</u>

Investment in an associate and share of results of an associate are disclosed on the face of interim statement of financial position and interim statement of profit or loss and other comprehensive income respectively. For details of acquisition during the current period please see note 6.

Terms and conditions

Transactions are made at prices agreed mutually with the related parties. Outstanding balances at the period-end and year-end arose in the normal course of business are unsecured, interest free and settlement occurs in cash.

14 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

Compensation of key management personnel

The remuneration of directors and other members of key management personnel during the six-month period ended was as follows:

	<i>Six-month period ended</i>	
	<i>30 June (Reviewed)</i>	
	2022	<i>2021</i>
	BD	<i>BD</i>
Short-term benefits	161,084	167,126
Employees' end of service benefits	13,683	84,185
	174,767	251,311