

Date : 12/11/2015

UMM Al Qaiwain Cement Industries Co. P.S.C
Executive Management Report
For
The Nine months Period ended September 30, 2015

The company recorded a net loss of AED (2.23) million up to September 30, 2015 compared to a net profit of AED 30.24 million during the comparative period of 2014 and business results can be summarized as follows:

<i>Statement</i>	<i>Nine months ended September 30,2015</i>	<i>Nine months ended September 30,2014</i>
<i>loss from operating activities</i>	<i>(7,549,273)</i>	<i>(8,420,986)</i>
<i>Profit from investments</i>	<i>5,936,198</i>	<i>39,332,432</i>
<i>Finance costs</i>	<i>(612,672)</i>	<i>(667,763)</i>
<i>Net (loss) /Profit for the period</i>	<i>(2,225,747)</i>	<i>30,243,683</i>

From the table above it is clear that the drop in gross investments profit from AED 39.33 million to AED 5.94 million was significant to absorb losses from operating activities (AED 7.55 million), which resulted in a net (loss) of AED (2.23) million in current period, compared to a net profit of AED 30.24 million in the comparative period.

It should be noted that the company has a portfolio of investments in securities at fair value through profit and loss (AED 89.17 million) as well as the portfolio of securities at fair value through comprehensive income (AED 412.14 million) both generate significant dividends income, which enabled the company to achieve gross profit of AED 5.94 million of investments portfolio at fair value through profit and loss despite the sharp continuous downturn in the financial markets since the beginning of the year.



(2)

It worth's mentioning that the decision of the general assembly of the company held on 18 April 2015 which approved the cease loss-making operating activities and change the operational activity of the company to the investment activity (real estate and financial markets) is under progress and regulatory steps to put the decision into effect are in progress.

Salem Abdullah Salem Al Hosani



Managing Director