



Saudi Airlines Catering Co. announces the interim financial results for the period ending on 30-06-2017 (Six Months)

ELEMENT	CURRENT QUARTER	SIMILAR QUARTER FOR PREVIOUS YEAR	% CHANGE CURRENT	PREVIOUS QUARTER	% CHANGE PREVIOUS
NET PROFIT (LOSS)	131.02	141.76	-7.58%	121.39	7.93%
GROSS PROFIT (LOSS)	196.27	193.09	1.64%	166.99	17.54%
OPERATIONAL PROFIT (LOSS)	144.92	144.56	0.26%	129.83	11.62%

ELEMENT	CURRENT PERIOD	SIMILAR PERIOD FOR PREVIOUS YEAR	% CHANGE
NET PROFIT (LOSS)	252.40	272.15	-9.27%
GROSS PROFIT (LOSS)	363.26	385.18	-5.69%
OPERATIONAL PROFIT (LOSS)	276.91	284.85	-2.79%
EARNING OR LOSS PER SHARE, RIYALS	3.08	3.32	-7.23%

All figures are in MSR

ELEMENT	EXPLANATION
REASONS OF INCREASE (DECREASE) FOR QUARTER COMPARED WITH SAME QUARTER LAST YEAR	Net profit decreased by 7.58% mainly due to an adjustment with negative impact of 3.5M SAR in Zakat and tax provision related to prior years. The remainder of the decrease is due to a decrease in Catering Sales to Other and Foreign Airlines (other than Saudi Airlines Est.), and due to a decrease in Airline Equipment sales to Saudi Airlines Est. (Saudia). This was largely compensated by an increase in Catering Sales to Saudia and a decrease in both variable and fixed costs.
REASONS OF INCREASE (DECREASE) FOR PERIOD COMPARED WITH SAME PERIOD LAST YEAR	Net profit decreased by 7.26% mainly attributable to a decrease in Catering Sales to Other and Foreign Airlines and due to a decrease in Airline Equipment sales to Saudia. This was partly compensated by an increase in Catering Sales to Saudia and an increase in Retail Sales at the airports. Additionally, there was a reduction in the provision for bad debts as per SACCs accounting policy, which contributed to the improvement of the result. An adjustment with negative impact of 3.5M SAR was made in the Zakat and tax provision related to prior years.
REASONS OF INCREASE (DECREASE) FOR QUARTER COMPARED WITH PREVIOUS QUARTER	Net profit increased by 7.93% mainly due to an increase in Catering Sales to Saudia and the high volume of guests in Lounges. This compensated the decrease in Airline Equipment sales to Saudia.
RECLASSIFICATIONS IN QUARTERLY FINANCIAL RESULTS	Items, elements and notes of the comparatives Condensed Interim Financial Statements have been redisplayed, regrouped and reclassified for the current and the previous periods, which have been prepared in accordance to the International Financial Reporting Standards (IFRS) that are endorsed in the Kingdom of Saudi Arabia, to meet with the applied accounting policies. For more information,



	please see the note 15 (Explanation of Transition to IFRS) in the condensed Interim Financial Statements for the period ended in 30 th June 2017.
OTHER NOTES	<p>- The total sales for the second quarter of 2017 amounted to 551.1M SAR compared to the same quarter last year of 570.4M SAR, with a decrease of 3.39%.</p> <p>The total sales for the period ended on 30th Jun 2017 amounted to 1,084.9 M SAR compared to the same period last year of 1129.6 M SAR, with a decrease of 3.95%.</p> <p>- The total shareholders equity at 30th June 2017 (no minority interest) amounted to 1,307.9M SAR compared to 1,305.9M SAR at 30th Jun 2016 (no minority interest), with an increase of 0.15%.</p> <p>- Total Comprehensive income for the second quarter of 2017 amounted to 131.0M SAR compared to the first quarter 2017 of 121.4M SAR with a increase of 7.93%, and compared to the similar quarter of the last year amounted to 141,8 M SAR with a decrease of 7.58%.</p> <p>Total Comprehensive income for the period ended on 30th Jun 2017 amounted to 252.4 M SAR compared to the same period last year ended on 30th Jun 2016 of 272.1 M SAR with a decrease of 7.25%.</p>