

# **Malta International Airport plc**

## **Interim condensed consolidated financial statements and Directors' report**

30 June 2014

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# Malta International Airport plc

## Interim Directors' report pursuant to Listing Rule 5.75.2

Interim condensed consolidated financial statements 30 June 2014

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These interim condensed consolidated financial statements comprise the interim consolidated financial statements of Malta International Airport plc and its subsidiaries Airport Parking Limited, Sky Parks Development Limited and Sky Parks Business Centre Limited.

### Performance Review

Passenger movements in the first six months of 2014 increased by 7.7% over the corresponding period of 2013, reaching 1.86 million passengers (2013 - 1.73 million). This growth was driven by a 7.0% increase in capacity coupled with a 0.5 percentage point increase in seat load factor.

The results of the core markets were all positive. The United Kingdom, which is the largest market, registered an increase of 6.7%, with a second ranked Italy registering a significant growth of 13.0%. Germany, in third place registered an increase of 3.1%, whereas the French market registered an increase of 17.9%

During the first half of the year traffic has exceeded our forecast for the period partly due to the additional capacity that was brought on by the introduction of three new carriers as well as by the strong load factors from all carriers during the period.

The group's turnover for the period increased from Euro 25.2 million in the first six months of 2013 to Euro 28.1 million for the same period in 2014. This increase is the result of the increase in passenger numbers and the increase in non-aviation revenue from the subsidiary companies, particularly from Sky Parks Business Centre Limited. Revenue from the Airport segment compared to total revenue continued to decrease from 69.8% in 2013 to 67.8% in 2014; whilst the revenue from the Retail and Property segment continued to increase from 29.5% of total revenue for the first six months of 2013 to 31.2% in 2014. Staff costs have remained largely the same but depreciation costs are up by Euro 306,787 and operating costs by Euro 374,955. The operating costs have increased largely due to an adjustment on the ground rent of Euro 350,776 whilst depreciation has increased due to larger investments in the air terminal and on the airfield in the first six months of the year.

The profit for the period is Euro 6.64 million compared to the Euro 5.11 million for the same period in 2013.

### Skyparks Business Centre

The fitting out process of the offices in the building has now been completed and at the end of June 2014 all office areas have been leased out.

### Dividends

The group is proposing a net dividend of €0.03 per share on all shares settled as at close of business on Monday 18 August 2014 and payable by not later than Friday 12 September 2014.



**Markus Klaushofer**  
Chief Executive Officer

By Order of the Board  
30 July 2014

# Malta International Airport plc

## Condensed consolidated statement of comprehensive income

Period ended 30 June 2014

	Group	
	30 Jun 2014 6 months (unaudited) EUR	30 Jun 2013 6 months (unaudited) EUR
Revenue	28,058,897	25,162,579
Staff costs	(3,897,546)	(3,942,506)
Depreciation	(2,907,712)	(2,600,925)
Other operating expenses	(10,131,793)	(9,756,838)
Release of deferred income arising on the sale of terminal buildings and fixtures	104,382	144,095
Finance income	432,956	306,901
Finance costs	(1,222,544)	(1,280,782)
Profit before tax	10,436,640	8,032,524
Income tax expense	(3,795,550)	(2,922,758)
<b>Profit for the period attributable to the ordinary equity holders of the Company</b>	<b>6,641,090</b>	<b>5,109,766</b>
<b>Other comprehensive income / (expense)</b>		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Net gain/(loss) on available-for-sale financial assets	3,960	(295)
<i>Items that will not be reclassified subsequently to profit or loss:</i>		
Actuarial losses on defined benefit pension plans	(35,398)	-
Deferred tax credit	12,389	-
	(23,009)	-
<b>Other comprehensive expense for the period attributable to the ordinary equity holders of the Company, net of tax</b>	<b>(19,049)</b>	<b>(295)</b>
<b>Total comprehensive income for the period attributable to the ordinary equity holders of the Company, net of tax</b>	<b>6,622,041</b>	<b>5,109,471</b>
<b>Earnings per share attributable to the ordinary equity holders of the Company</b>	<b>4.91cents</b>	<b>3.78cents</b>

# Malta International Airport plc

## Condensed consolidated statement of financial position

30 June 2014

	Group	
	30 Jun 2014 (unaudited) EUR	31 Dec 2013 (audited) EUR
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	97,077,910	97,400,230
Investment property	17,365,957	18,203,441
Available-for-sale financial assets	1,178,741	1,069,546
Deferred tax assets	3,421,118	3,473,806
	<u>119,043,726</u>	<u>120,147,023</u>
<b>Current assets</b>		
Inventories	833,882	861,473
Trade and other receivables	18,764,433	11,920,130
Cash and short term deposits	23,540,761	29,178,589
	<u>43,139,076</u>	<u>41,960,192</u>
<b>TOTAL ASSETS</b>	<u>162,182,802</u>	<u>162,107,215</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to ordinary shareholders of the Company</b>		
Share capital	33,825,000	33,825,000
Other reserve	1,349,726	1,374,042
Fair value reserve	12,205	8,245
Retained earnings	32,343,475	31,776,471
<b>Total equity</b>	<u>67,530,406</u>	<u>66,983,758</u>
<b>Non-current liabilities</b>		
Bank loans	57,645,640	59,554,563
Deferred income	6,411,253	6,520,638
Provision for retirement benefit plan	4,243,743	4,070,876
Provision for MIA benefit plan	139,788	115,930
	<u>68,440,424</u>	<u>70,262,007</u>
<b>Current liabilities</b>		
Trade and other payables	19,919,493	20,900,920
Bank loans	2,346,423	2,346,423
Current tax liabilities	3,946,056	1,614,107
	<u>26,211,972</u>	<u>24,861,450</u>
<b>Total liabilities</b>	<u>94,652,396</u>	<u>95,123,457</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>162,182,802</u>	<u>162,107,215</u>

## Malta International Airport plc

### Condensed consolidated statement of changes in equity

Period ended 30 June 2014

Group	Share capital EUR	Other reserve EUR	Fair value reserve EUR	Retained earnings EUR	Total EUR
<b>Balance at 1 January 2013</b>	<b>33,825,000</b>	<b>1,422,687</b>	<b>6,479</b>	<b>27,091,067</b>	<b>62,345,233</b>
Profit for the period	-	-	-	5,109,766	5,109,766
Other comprehensive expense	-	-	(295)	-	(295)
Total comprehensive income/ (expense) for the period	-	-	(295)	5,109,766	5,109,471
Difference between historical cost depreciation charge and actual depreciation for the year calculated on the revalued amount	-	(37,423)	-	37,423	-
Deferred tax	-	13,107	-	-	13,107
Dividends	-	-	-	(5,412,000)	(5,412,000)
<b>Balance at 30 June 2013 (unaudited)</b>	<b>33,825,000</b>	<b>1,398,371</b>	<b>6,184</b>	<b>26,826,256</b>	<b>62,055,811</b>
	<b>Share capital EUR</b>	<b>Other reserve EUR</b>	<b>Fair value reserve EUR</b>	<b>Retained earnings EUR</b>	<b>Total EUR</b>
<b>Balance at 1 January 2014</b>	<b>33,825,000</b>	<b>1,374,042</b>	<b>8,245</b>	<b>31,776,471</b>	<b>66,983,758</b>
Profit for the period	-	-	-	6,641,090	6,641,090
Other comprehensive income/ (expense)	-	-	3,960	(23,009)	(19,049)
Total comprehensive income for the period	-	-	3,960	6,618,081	6,622,041
Difference between historical cost depreciation charge and actual depreciation for the year calculated on the revalued amount	-	(37,423)	-	37,423	-
Deferred tax	-	13,107	-	-	13,107
Dividends	-	-	-	(6,088,500)	(6,088,500)
<b>Balance at 30 June 2014 (unaudited)</b>	<b>33,825,000</b>	<b>1,349,726</b>	<b>12,205</b>	<b>32,343,475</b>	<b>67,530,406</b>

# Malta International Airport plc

## Condensed consolidated statement of cash flows

Period ended 30 June 2014

	Group	
	30 Jun 2014 6 months (unaudited) EUR	30 Jun 2013 6 months (unaudited) EUR
<b>Cash flows from operating activities</b>		
Profit before tax	10,436,640	8,032,524
<i>Adjustments for:</i>		
Operating items	3,703,243	3,374,147
Working capital movements	(7,601,414)	1,011,741
Cash flows from operations	6,538,469	12,418,412
Interest paid	(1,222,544)	(1,280,782)
Income taxes paid	(1,278,483)	(1,268,468)
<i>Net cash flows from operating activities</i>	4,037,442	9,869,162
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(2,173,303)	(1,298,401)
Payments for investment property	-	(786,131)
Interest received	432,956	306,901
<i>Net cash flows used in investing activities</i>	(1,740,347)	(1,777,631)
<b>Cash flows from financing activities</b>		
Repayment of bank loans	(1,846,423)	(1,846,423)
Dividends paid	(6,088,500)	(5,412,000)
<i>Net cash flows used in financing activities</i>	(7,934,923)	(7,258,423)
<b>Net movement in cash and cash equivalents</b>	(5,637,828)	833,108
<b>Cash and cash equivalents at the beginning of the period</b>	29,178,589	17,466,190
<b>Cash and cash equivalents at the end of the period</b>	23,540,761	18,299,298

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

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### 1. Corporate information

The interim condensed consolidated financial statements of the group for the six months ended 30 June 2014 were authorised for issue in accordance with a resolution of the directors of the 30 July 2014.

Malta International Airport plc is a public company incorporated and domiciled in Malta whose shares are publicly traded.

The principal activities of the company and its subsidiaries ('the group') are the development, operation and management of Malta's airport.

### 2. Basis of preparation, significant accounting policies and International Financial Reporting Standards in issue but not yet effective

#### *Basis of preparation*

These interim condensed consolidated financial statements for the six months ended 30 June 2014 have been extracted from the unaudited management accounts of the group and have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* and in terms of the Malta Financial Services Authority Listing Rules.

The financial information of the group as at 30 June 2014 and for the six months then ended reflect the financial position and the performance of Malta International Airport plc and its subsidiaries Airport Parking Limited, Sky Parks Development Limited, and Sky Parks Business Centre Limited. The comparative amounts reflect the position of the group as included in the audited financial statements ended 31 December 2013 and the unaudited results for the period ended 30 June 2013.

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 financial statements as at 31 December 2013.

#### *Significant accounting policies*

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 financial statements for the year ended 31 December 2013.

#### *International Financial Reporting Standards in issue but not yet effective*

At the date of authorisation of these condensed financial statements, the following International Financial Reporting Standards were in issue but not yet effective.

IFRS 9, *Financial Instruments* – IFRS 9 represents the completion of the classification and measurement part of the IASB's project to replace IAS 39. This Standard addresses the classification and measurement of certain financial assets and financial liabilities. IFRS 9 requires financial assets to be classified on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristics of the assets. The requirements for financial liabilities address the problem of volatility in profit or loss arising from measuring own debt at fair value. During a meeting held by the IASB on 20 February 2014, the IASB decided that the effective date for IFRS 9 shall be 1 January 2018. The Standard has not been endorsed by the EU at the date of these financial statements.



# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

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### 2. Basis of preparation, significant accounting policies and International Financial Reporting Standards in issue but not yet effective (continued)

#### *International Financial Reporting Standards in issue but not yet effective (continued)*

IFRS 15, Revenue from Contracts with Customers - IFRS 15 specifies how and when an IFRS reporter will recognise revenue as well as requiring such entities to provide users of financial statements with more informative, relevant disclosures. The standard supersedes IAS 18 'Revenue', IAS 11 'Construction Contracts' and a number of revenue-related interpretations. Application of the standard is mandatory for all IFRS reporters and it applies to nearly all contracts with customers: the main exceptions being leases, financial instruments and insurance contracts. IFRS 15 is applicable for annual periods beginning on or after 1 January 2017, with earlier application being permitted. The Standard has not been endorsed by the EU at the date of these financial statements.

The group is in the process of assessing the potential impact of these standards on the financial position and performance of the group. The Board of Directors of the company anticipate that the adoption of the International Financial Reporting Standards that were in issue at the date of authorisation of these condensed financial statements, but not yet effective, other than the above, will have no material impact on the financial statements of the group in the period of initial application.

### 3. Judgments in applying accounting policies and key sources of estimation uncertainty

Except as discussed below, the directors did not make any significant judgments in the process of applying the company's accounting policies which can significantly affect the amounts recognised in the interim condensed consolidated financial statements and, at the end of the reporting period, there were no key assumptions concerning the future, or any other key sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

IFRIC 12 *Service Concession Arrangements* was endorsed by the EU for financial years beginning after 29 March 2009. The Interpretation, which is limited in scope, clarifies the accounting of service concession arrangements by private sector operators which provide public services on behalf of government or other public sector entities. The Interpretation states that for arrangements falling within its scope, the infrastructure assets are not recognised as property, plant and equipment of the operator. Rather, depending on the terms of the arrangement, the operator will recognise:

1. a financial asset (where the operator has an unconditional right to receive a specified amount of cash or other financial asset over the life of the arrangement); or
2. an intangible asset (where the operator's future cash flows are not specified, for example, where they will vary according to usage of the infrastructure asset); or
3. both a financial asset and an intangible asset where the operator's return is provided partially by a financial asset and partially by an intangible asset.

The company and the group's business activities and operations are governed under a 65 year concession which was granted by the Government in July 2002. The directors have conducted a detailed analysis to determine the applicability of IFRIC 12 and concluded that IFRIC 12 does not apply in its entirety to the company and its group. Based on the company's and the group's proportion of regulated and unregulated activities, the directors have determined that the extent of unregulated business activities cannot be deemed as insignificant.

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

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### 4. Operating segment information

IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segments and to assess their performance.

For management purposes the group is organised into operating segments based on the nature of its operations and has three reportable segments as shown below.

Management monitors the operating results of its segments separately for the purposes of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on earnings before interest, tax and deferred income arising from the sale of terminal buildings and fixtures (EBIT). However, the Group and the Company financing (including finance income and finance costs), deferred income arising from the sale of terminal buildings and fixtures and income tax are managed on a Group and Company basis and are not allocated to operating segments.

The results of the segments are reported below:

	<b>Group</b>	
	<b>30 Jun 2014</b>	30 Jun 2013
	<b>EUR</b>	EUR
<b>Airport</b>		
Segment revenue (external)	<b>19,035,688</b>	17,563,862
Segment EBIT	<b>6,015,260</b>	4,824,223
<b>Retail and property</b>		
Segment revenue (external)	<b>8,757,779</b>	7,419,017
Segment EBIT	<b>4,841,156</b>	3,858,387
<b>Other segment</b>		
Segment revenue (external)	<b>265,430</b>	179,700
Segment EBIT	<b>265,430</b>	179,700
<b>Total</b>		
Segment revenue (external)	<b>28,058,897</b>	25,162,579
Segment EBIT	<b>11,121,846</b>	8,862,310

#### Airport segment

The Airport segment basically comprises of the activities usually carried out by an airport. These services include revenue from airport regulated fees, aviation concessions and PRMs (persons with reduced mobility) and their associated costs. This segment also includes the operations and maintenance of the terminal, runways, taxiways and aircraft parks.

The revenue from this segment has increased by 8.4%, mainly from an increase in passenger throughput in the first 6 months of the year.

The segment's EBIT has increased by 24.7% when compared to the previous six months.

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

### 4. Operating segment information (continued)

#### Retail & Property segment

The Retail & Property segment includes various services that support the airport operations. These include the operations of the various retail outlets within the airport perimeter, advertising sites and rental of offices, warehouses and income from the running of the VIP lounges. Income and costs from Airport Parking Limited, Sky Parks Development Limited, and Sky Parks Business Centre Limited are also allocated within the Retail & Property segment. Revenue from this segment has increased by 18% over the same period last year.

#### Other segment

Other segment comprises the services that do not fall under the Airport and the Retail and Property segments. These include miscellaneous income and disbursement fees from third parties and any costs associated with this income.

#### 30 June 2014

	Airport EUR	Retail and property EUR	Other segment EUR	Group EUR
Segment revenue (external)	19,035,688	8,757,779	265,430	28,058,897
Segment operating costs	(13,020,428)	(3,916,623)	-	(16,937,051)
Segment EBIT	<u>6,015,260</u>	<u>4,841,156</u>	<u>265,430</u>	<u>11,121,846</u>
Finance income				432,956
Finance cost				(1,222,544)
Release of deferred income arising on the sale of terminal buildings and fixtures				104,382
<b>Profit before tax</b>				<b><u>10,436,640</u></b>

#### 30 June 2013

	Airport EUR	Retail and property EUR	Other segment EUR	Group EUR
Segment revenue (external)	17,563,862	7,419,017	179,700	25,162,579
Segment operating costs	(12,739,639)	(3,560,630)	-	(16,300,269)
Segment EBIT	<u>4,824,223</u>	<u>3,858,387</u>	<u>179,700</u>	<u>8,862,310</u>
Finance income				306,901
Finance cost				(1,280,782)
Release of deferred income arising on the sale of terminal buildings and fixtures				144,095
<b>Profit before tax</b>				<b><u>8,032,524</u></b>

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

### 4. Operating segment information (continued)

#### Segment assets

	Group	
	30 Jun 2014 (unaudited) EUR	31 Dec 2013 (audited) EUR
<b>Assets by segment</b>		
Airport	80,545,239	74,081,413
Retail and property	52,663,061	53,442,388
<b>Total assets in reported segments</b>	<u>133,208,300</u>	<u>127,523,801</u>
<b>Assets not allocated to a specified segment</b>		
Financial assets	1,178,741	1,069,546
Deferred tax assets	3,421,118	3,473,806
Inventories	833,882	861,473
Cash and short term deposits	23,540,761	29,178,589
<b>Total not allocated</b>	<u>28,974,502</u>	<u>34,583,414</u>
<b>Group assets</b>	<u>162,182,802</u>	<u>162,107,215</u>

### 5. Income tax

The interim period income tax is based on the corporate tax rate of 35%.

### 6. Property, plant and equipment

During the first six months of the year the group spent €2.2 million (2013 - €1.3 million) on the completion of various projects within the terminal.

#### *Borrowing costs*

No borrowing costs were capitalised during the first six months of 2014 (€Nil in 2013).

### 7. Available-for-sale financial assets

	Local unlisted Equity Shares	Local Listed Fund	Total
	EUR	EUR	EUR
At 31 December 2013	984,696	84,850	1,069,546
<b>At 30 June 2014</b>	<u>1,089,931</u>	<u>88,810</u>	<u>1,178,741</u>

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

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### 7. Available-for-sale financial assets (continued)

#### Available-for-sale financial asset - Local unlisted equity shares

The company has an investment in unlisted securities which present it with an opportunity for returns through dividends.

#### Available-for-sale financial asset - Fund

The company holds an investment in a fund whose fair value is determined by prices quoted on the Malta Stock Exchange.

#### Fair Value Hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

As at 30 June 2014, the group and the company held the following financial instruments measured at fair value:

	30.06.2014 EUR	Level 1 EUR	Level 2 EUR	Level 3 EUR
<b>Assets measured at fair value</b>				
Fund	<b>88,810</b>	<b>88,810</b>	-	-

As at 31 December 2013 the group and the company held the following financial instruments measured at fair value:

	31.12.2013 EUR	Level 1 EUR	Level 2 EUR	Level 3 EUR
<b>Assets measured at fair value</b>				
Fund	<b>84,850</b>	<b>84,850</b>	-	-

As per the group's and company's accounting policy, investments in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost.

During the reporting periods ended 30 June 2014 and 31 December 2013, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

### 8. Borrowings

Repayments of bank loans amounting to €1.8 million (2013: €1.8 million) were made in line with previously disclosed repayment terms.

### 9. Contingencies and commitments

There were no changes in contingent liabilities as reported in the group's annual financial statements of 2013.

At 30 June 2014, the group had capital commitments of approximately €1.8 million (31.12.2013 - €1.2 million) in respect of works within the terminal.

### 10. Related party disclosures

During the course of the period, the group entered into transactions with related parties as set out below:

The related party transactions in question were:

	30.06.2014			30.06.2013		
	Related party activity EUR	Total activity EUR	%	Related party activity EUR	Total activity EUR	%
Revenue:						
<i>Related party transactions with:</i>						
Entities which are controlled by Government	9,441,360			8,620,246		
Entities which jointly control the Company's parent	1,390			2,056		
	<b>9,442,750</b>	<b>28,058,897</b>	<b>34</b>	<b>8,622,302</b>	<b>25,162,579</b>	<b>34</b>
Staff and other operating costs:						
<i>Related party transactions with:</i>						
Key management personnel of the Group	333,447			324,420		
Related parties other than the parent and key management personnel of the Group	2,858,777			1,828,616		
	<b>3,192,224</b>	<b>14,029,339</b>	<b>23</b>	<b>2,153,036</b>	<b>13,699,344</b>	<b>16</b>

In addition to the above, the details of the material contracts entered into by the company in the period ended 30 June 2014 with its substantial shareholders and their related parties are listed below:

#### **Malta Mediterranean Link Consortium Limited**

The provision for Technical Services by the Company's strategic partners VIE Operations Limited and SNC-Lavalin Inc., gives rise to an expense of EUR699,530 (30.06.2013 – EUR586,886).

# Malta International Airport plc

## Notes to the interim condensed consolidated financial statements

30 June 2014

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### 10. Related party disclosures (continued)

#### *The Government of Malta*

- (i) The terminal and other land lease agreements with Malita Investments plc for EUR497,743 (30.06.2013 – EUR497,743);
- (ii) The contract for contribution to the Malta Tourism Authority for EUR116,468 (30.06.2013 – EUR116,468);
- (iii) The contract with the Armed Forces of Malta for the security of the restricted areas at the Airport for an expense of EUR900,000 (30.06.2013 – EUR900,000);
- (iv) The provision of Air Navigation Services and other services by Malta Air Traffic Services Limited for an expense of EUR451,449 (30.06.2013 – EUR451,449);
- (v) The provision of Meteorological Services and other services to Malta Air Traffic Services Limited for revenue of EUR368,469 (30.06.2013 – EUR361,159);
- (vi) The contract with Enemalta Corporation for fuel throughput charges generated the amount of EUR157,238 (30.06.2013 – EUR155,832) in revenue;
- (vii) The ground handling and concession agreements with Air Malta plc and its subsidiaries that generated income of EUR873,055 (30.06.2013 – EUR875,657).

Property, plant and equipment includes land held on temporary emphyteusis, which relates to the land assigned by the Government of Malta to the group and the company by title of temporary emphyteusis. This is amortised over the remaining term of the lease by equal annual instalments.

### 11. Dividends

During the interim period, a net dividend of €0.045 (2013: €0.040) per share was paid to the shareholders of the parent company.

### 12. Fair value of financial assets and financial liabilities

At 30 June 2014 and 31 December 2013 the carrying amounts of financial assets and financial liabilities classified with current assets and current liabilities respectively approximated their fair values due to the short term maturities of these assets and liabilities that are not measured at fair value. The fair values of non-current financial liabilities are not materially different from their carrying amounts.

Investments in available for sale equity instruments that do not have a quoted market price in an active market and whose fair values cannot be reliably measured are stated at cost since the range of reasonable fair value estimates is significant and the probabilities of the various estimates cannot be reliably assessed. It is not possible to disclose the range of estimates within which fair value is highly likely to lie.

### 13. Seasonality of the airport business

The revenue and earnings of the first six months of the year generally represents around 48% of the total annual revenue and earnings of the group. The first quarter of the year is generally around 18% and the second quarter is approximately 30% of the total revenue and earnings of the group.

## Malta International Airport plc

### Statement pursuant to Listing Rule 5.75.3 issued by the Listing Authority

30 June 2014

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I confirm that to the best of my knowledge:

- a. the condensed consolidated financial statements give a true and fair view of the financial position of the group as at 30 June 2014, financial performance and cash flows for the period then ended, in accordance with accounting standards adopted for use in the EU for interim financial statements (*adopted IAS 34 'Interim Financial Reporting'*); and
- b. the interim Directors' report includes a fair review of the information required in terms of Listing Rules 5.81 to 5.84.



**Austin Calleja**  
Chief Financial Officer