

Directors' Report

for the year ended 31 December 2017

The Directors present their report together with the audited carve-out financial statements of Abu Dhabi National Oil Company for Distribution PJSC. (the "Company") and its subsidiary (collectively referred to as "the Group") for the year ended 31 December 2017.

Principal activities

The principal activities of the Group are marketing of petroleum products, natural gas and ancillary products.

Review of business

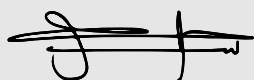
During the year, the Group reported a revenue of AED 19,756,294 thousand (2016: AED 17,670,071 thousand). Profit for the year was AED 1,804,207 thousand (2016: AED 1,780,960 thousand).

The appropriation of the results for the year is follows:

	AED'000
Retained earnings at 1 January 2017	1,845,017
Total comprehensive income for the year	1,804,207
Transfer to statutory reserve	(166,667)
Dividend	(2,134,688)
Retained earnings at 31 December 2017	1,347,869

On 25 February 2018, the Board of Directors resolved to recommend the distribution to shareholders of dividend of AED 0.0588 per share in respect of the fiscal year ended 31 December 2017.

For the Board of Directors



Dr. Sultan Ahmed Al Jaber

Chairman of the Board of Directors

25 February 2018