

**B.S.D Crown Ltd (LSE:BSD)**  
**("BSD" or "the Company")**  
**Financial Statements – Q1 2015**

**UNAUDITED**

**IN U.S. DOLLARS**

**B.S.D CROWN LTD.**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2015**

**UNAUDITED**

**IN U.S. DOLLARS**

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**Report on Review of Interim Condensed Consolidated Financial Statements  
To the Shareholder and Board of Directors of  
B.S.D CROWN LTD.**

**Introduction:**

We have reviewed the accompanying interim condensed consolidated statement of financial position of **B.S.D CROWN LTD.** and its subsidiaries ("the Group") as of 31 March 2015 and the related interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34, "Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

The Group's financial statements as of 31 March 2014 and for the three months then ended reviewed by another auditor who expressed an unqualified opinion on those statements on May 29, 2014.

**Scope of review:**

We conducted our review in accordance with 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.

**Brightman Almagor Zohar & Co.**  
**Certified Public Accountants**  
**A member firm of Deloitte Touche Tohmatsu Limited**

**Tel-Aviv 28 May ,2015**

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**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	<b>31 March</b>		<b>31 December</b>
	<b>2015</b>	<b>2014</b>	<b>2014</b>
	<b>Unaudited</b>		<b>Audited</b>
	<b>U.S. dollars in thousands</b>		
<b>ASSETS</b>			
<b>CURRENT ASSETS:</b>			
Cash and cash equivalents	23,755	15,195	25,325
Short-term deposits	54,232	41,301	54,196
Short-term deposits held in trust	-	82,425	-
Financial assets at fair value through profit or loss	38,881	-	42,724
Available for sale financial assets	-	230	-
Trade receivables	25,110	-	22,301
Other receivables and prepaid expenses	2,656	710	3,484
Investment in a fund designated at fair value through profit or loss	3,660	-	3,582
Inventories	12,980	-	12,502
	<b>161,274</b>	<b>139,861</b>	<b>164,114</b>
<b>NON-CURRENT ASSETS:</b>			
Property, plant and equipment, net	13,544	64	13,923
Intangible assets:			
Customer relationships	5,132	-	5,415
Supplier relationships	2,777	-	3,016
Brands	1,359	-	1,448
Non-competition agreements	1,194	-	1,222
Goodwill	22,040	-	22,556
	<b>46,046</b>	<b>64</b>	<b>47,580</b>
<b>Total non-current assets</b>	<b>46,046</b>	<b>64</b>	<b>47,580</b>
<b>Total assets</b>	<b>207,320</b>	<b>139,925</b>	<b>211,694</b>

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	31 March		31 December
	2015	2014	2014
	Unaudited		Audited
	U.S. dollars in thousands		
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES:</b>			
Short-term debt	7	-	-
Current maturities of debentures	3,352	-	3,472
Trade payables	5,062	323	4,191
Other accounts payable and deferred revenues	2,893	1,480	4,006
Employee benefit liabilities, net	883	40	789
Financial liability for non – controlling interest put option	6,694	-	7,217
	18,891	1,843	19,675
<b>Total current liabilities</b>	18,891	1,843	19,675
<b>NON-CURRENT LIABILITIES:</b>			
Employee benefit liabilities, net	174	41	199
Liability for non- competition payments	1,401	-	1,425
Deferred taxes	3,051	-	3,242
	4,626	41	4,866
<b>Total non-current liabilities</b>	4,626	41	4,866
<b>EQUITY:</b>			
Share capital	416	416	416
Share premium	469,935	469,927	469,935
Treasury shares	(76,962)	(76,962)	(76,962)
Available for sale reserve	-	148	-
Reserve from transactions with non- controlling interests	(1,047)	-	(998)
Foreign currency translation reserve	(11,732)	-	(9,936)
Accumulated deficit	(259,833)	(255,048)	(259,700)
	120,777	138,481	122,755
Equity attributable to Company's equity holders	120,777	138,481	122,755
Non- controlling interests	63,026	(440)	64,398
	183,803	138,041	187,153
<b>Total equity</b>	183,803	138,041	187,153
	207,320	139,925	211,694
<b>Total liabilities and equity</b>	207,320	139,925	211,694

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

28 May, 2015			
Date of approval of the financial statements	<b>Oleksandr Granovskyi</b> Chairman of the Board	<b>Israel Jossef Schneorson</b> CEO and Vice Chairman of the Board	<b>Eyal Merdler</b> CFO

**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER**  
**COMPREHENSIVE INCOME**

	<u>Three months ended</u> <u>31 March</u>		<u>Year ended</u> <u>31 December</u>
	<u>2015</u>	<u>2014</u>	<u>2014</u>
	<u>Unaudited</u>		<u>Audited</u>
	<u>U.S. dollars in thousands</u> <u>(except earnings(loss) per share)</u>		
Revenues	22,488	28	58,505
Cost of sales	(17,830)	(28)	(44,310)
Gross profit	<u>4,658</u>	<u>-</u>	<u>14,195</u>
Research and development	261	317	1,263
Selling expenses	2,862	-	8,001
General and administrative expenses	2,968	1,468	13,000
Other income	(777)	-	(1,975)
<b>Total operating expenses</b>	<u>5,314</u>	<u>1,785</u>	<u>20,289</u>
Operating loss	(656)	(1,785)	(6,094)
Financial income	993	911	4,680
Financial expense	(261)	(12)	(3,220)
Income (loss) before taxes on income	76	(886)	(4,634)
Taxes on income	(115)	-	(429)
<b>Net income (loss)</b>	<u>(39)</u>	<u>(886)</u>	<u>(5,063)</u>
<b><u>Other comprehensive income (loss) to be reclassified to profit</u></b> <b><u>or loss in subsequent periods :</u></b>			
Gain (loss) from available-for-sale financial assets	-	25	25
Reclassification adjustment for gain on available- for- sale financial assets included in profit or loss	-	-	(148)
Adjustments arising from translation of financial statements of foreign operations	(3,311)	-	(18,351)
<b><u>Other comprehensive income (loss) not to be reclassified to profit or loss in subsequent periods :</u></b>			
Remeasurement loss from defined benefit plans	-	-	10
<b>Total other comprehensive loss</b>	<u>(3,311)</u>	<u>25</u>	<u>(18,464)</u>
<b>Total comprehensive income (loss)</b>	<u>(3,350)</u>	<u>(861)</u>	<u>(23,527)</u>
<b>Net income (loss) attributable to:</b>			
Equity holders of the Company	(133)	(859)	(5,515)
Non- controlling interests	94	(27)	452
<b>Net loss</b>	<u>(39)</u>	<u>(886)</u>	<u>(5,063)</u>
Total comprehensive income (loss) attributable to:Equity holders of the Company	(1,929)	(834)	(15,570)
Non- controlling interests	(1,421)	(27)	(7,957)
<b>Total comprehensive income (loss)</b>	<u>(3,350)</u>	<u>(861)</u>	<u>(23,527)</u>
Basic and diluted net earnings per share attributable to Company's equity holders (in U.S dollars):			
<b>Net loss per share</b>	<u>-(*)</u>	<u>(0.01)</u>	<u>(0.05)</u>

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

(\*) Less than, 0.01 per share USD.

**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Attributable to equity holders of the Company								
	Share capital	Share premium	Treasury shares	Reserve from transactions with non-controlling interest	Foreign currency translations reserve	Accumulated deficit	Total	Non-controlling interests	Total equity
U.S. dollars in thousands									
Unaudited									
<b>Balance as of 1 January 2015</b>	416	469,935	(76,962)	(998)	(9,936)	(259,700)	122,755	64,398	187,153
Non- controlling interests arising from initially consolidated company									
Net income (loss)	-	-	-	-	-	(133)	(133)	94	(39)
Other comprehensive income (loss):									
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	(1,796)	-	(1,796)	(1,515)	(3,311)
<b>Total comprehensive loss</b>	-	-	-	-	(1,796)	(133)	(1,929)	(1,421)	(3,350)
Transaction with non-controlling interest purchase share of subsidiary	-	-	-	1,011	-	-	1,011	(1,011)	-
Additional non-controlling interest relating to outstanding share-based payment transaction of subsidiary	-	-	-	(943)	-	-	(943)	943	-
Transactions with non-controlling interests - cost of share based payment in subsidiary	-	-	-	(117)	-	-	(117)	117	-
<b>Balance as of 31 March 2015</b>	416	469,935	(76,962)	(1,047)	(11,732)	(259,833)	120,777	63,026	183,803

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Attributable to equity holders of the Company							Total equity
	Share capital	Share premium	Treasury shares	Available-for-sale reserve	Accumulated deficit	Total	Non-controlling interests	
	U.S. dollars in thousands							
<b>Unaudited</b>								
<b>Balance as of 1 January 2014 (audited)</b>	416	469,925	(76,962)	123	(254,189)	139,313	(413)	138,900
Loss	-	-	-	-	(859)	(859)	(27)	(886)
Other comprehensive income	-	-	-	25	-	25	-	25
Total comprehensive income (loss)	-	-	-	25	(859)	(834)	(27)	(861)
Cost of share based payment	-	2	-	-	-	2	-	2
<b>Balance as of 31 March 2014</b>	<u>416</u>	<u>469,927</u>	<u>(76,962)</u>	<u>148</u>	<u>(255,048)</u>	<u>138,481</u>	<u>(440)</u>	<u>138,041</u>



**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Attributable to equity holders of the Company									
	Share capital	Share premium	Treasury shares	Available for sale reserve	Reserve from transactions with non- controlling interest	Foreign currency translations reserve	Accumulated deficit	Total	Non- controlling interests	Total equity
	U.S. dollars in thousands									
<b>Balance as of 1 January 2014</b>	416	469,925	(76,962)	123	-	-	(254,189)	139,313	(413)	138,900
Non- controlling interests arising from initially consolidated company	-	-	-	-	-	-	-	-	73,516	73,516
Net (loss) income	-	-	-	-	-	-	(5,515)	(5,515)	452	(5,063)
Other comprehensive (loss) income:	-	-	-	-	-	-	-	-	-	-
Gain from available for sale financial assets	-	-	-	25	-	-	-	25	-	25
Reclassification adjustment for gain on available- for- sale financial assets included in profit or loss	-	-	-	(148)	-	-	-	(148)	-	(148)
Remeasurement of net defined benefit obligation	-	-	-	-	-	-	4	4	6	10
Adjustments arising from translation of financial statements of foreign operations	-	-	-	-	-	(9,936)	-	(9,936)	(8,415)	(18,351)
<b>Total comprehensive loss</b>	-	-	-	(123)	-	(9,936)	(5,511)	(15,570)	(7,957)	(23,527)
Cost of share based payment	-	10	-	-	-	-	-	10	-	10
Transactions with non-controlling interests - cost of share based payment in subsidiary	-	-	-	-	(857)	-	-	(857)	857	-
Transactions with non-controlling interest purchase of shares in subsidiary	-	-	-	-	(141)	-	-	(141)	(1,605)	(1,746)
<b>Balance as of 31 December 2014</b>	<u>416</u>	<u>469,935</u>	<u>(76,962)</u>	<u>-</u>	<u>(998)</u>	<u>(9,936)</u>	<u>(259,700)</u>	<u>122,755</u>	<u>64,398</u>	<u>187,153</u>

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	<b>Three months ended</b>		<b>Year ended</b>
	<b>31 March</b>		<b>31 December</b>
	<b>2015</b>	<b>2014</b>	<b>2014</b>
	<b>Unaudited</b>		<b>Audited</b>
	<b>U.S. dollars in thousands</b>		
<b><u>Cash flows from operating activities:</u></b>			
Loss	(39)	(886)	(5,063)
Adjustments to reconcile loss from continuing operations to net cash provided by (used in) operating activities :			
Depreciation and amortisation	662	9	1,878
Loss (gain) on disposal of fixed assets	(11)	12	10
Employee benefit liabilities, net	(2)	(41)	(41)
Cost of share-based payment	166	2	1,172
Change in financial assets at fair value through profit or loss	(219)	-	2,589
Change in investment fund designated at fair value through profit or loss	(161)	-	319
Interest income	(495)	(293)	(1,627)
Interest expense on short-term loan	-	7	7
Decrease in deferred tax	41	-	(706)
Taxes on income	356	-	1,135
Exchange rate differences on deposit and short-term loan	-	(611)	(1,800)
Gain from sale of available for sale financial assets	-	-	(214)
Financial expenses (income) from debentures	(40)	-	56
Financial expenses on financial liabilities	31	-	147
Exchange differences on balances of cash and cash equivalents	41	-	-
	<u>369</u>	<u>(915)</u>	<u>2,925</u>
<b><u>Changes in asset and liability items:</u></b>			
Decrease (increase) in inventories	(771)	-	1,552
Decrease in trade receivables	(3,347)	-	5,241
Decrease (increase) in receivables and prepaid expenses	782	83	(587)
Increase (decrease) in trade payables, other payables and accrued expenses	149	(804)	(948)
	<u>(3,187)</u>	<u>(721)</u>	<u>5,258</u>
Cash received (paid) during the period:			
Interest received	428	52	700
Interest paid	-	(92)	(275)
Income taxes paid	(481)	-	(1,706)
	<u>(53)</u>	<u>(40)</u>	<u>(1,281)</u>
<b>Net cash provided by (used in) operating activities</b>	<u>(2,910)</u>	<u>(2,562)</u>	<u>1,839</u>

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

**B.S.D CROWN LTD.**  
**INTERIM CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

Three months ended 31 March		Year ended 31 December
2015	2014	2014
Unaudited		Audited
U.S. dollars in thousands		

**flows from investing activities:**

Proceeds from sale of property and equipment	33	-	65
Purchase of property and equipment	(386)	(18)	(1,820)
Maturing of (investment in) short-term deposits, net	20	(24,516)	122,404
Withdrawal of (investment in) deposit held in trust	-	39,334	(37,954)
Proceeds from sale of financial assets at fair value through profit or loss	3,110	-	7,134
Proceeds from sale of financial assets at fair value through profit or loss and available for sale financial assets	-	-	304
Acquisition of subsidiary	-	-	(62,088)

**Net cash provided by (used in) investing activities from continuing operations**

2,777	14,800	28,045
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Cash flows from financing activities:

Proceeds from share base payment	887	-	-
Bank overdraft, net	7	-	(820)
Purchase share of subsidiary	(1,600)	-	(1,746)
Redemption of debentures	-	-	(3,397)

**Net cash used in financing activities from continuing operations**

(706)	-	(5,963)
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Exchange differences on balances of cash and cash equivalents	(731)	-	(1,553)
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Net increase (decrease) in cash and cash equivalents	(1,570)	12,238	22,368
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Cash and cash equivalents at the beginning of the period	25,325	2,957	2,957
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Cash and cash equivalents at the end of the period	23,755	15,195	25,325
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**a. Non-cash transactions:**

Repayment of short-term loan from deposit held in trust	-	(18,727)	(18,727)
Purchase of property, plant and equipment on credit	(160)	-	160

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

**B.S.D CROWN LTD.**  
**NOTES TO INTERIM CONSOLIDATED CONDENSED FINANCIAL STATEMENTS**

**NOTE 1 - GENERAL**

B.S.D Crown Ltd. ("**B.S.D**" or the "**Company**") is a corporation registered in Israel.

In August 2014 the Company effected a change of its name from Emblaze Ltd. to B.S.D Crown Ltd.

**NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES**

**a. Basis of preparation of the interim consolidated financial statements:**

The interim condensed consolidated financial statements for three month periods ended 31 March 2015 have been prepared in accordance with IAS 34, Interim Financial Reporting, as adopted by the European Union. 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 2014.

**b. Income tax:**

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. In order to calculate the average annual effective income tax, the company reduces tax losses that no deferred tax assets were recognized in respect to them, and it expects them to reduce the annual current taxable profit.

The major components of income tax expense in the interim condensed statement of profit or loss are: Current income tax expense, Deferred income tax expense relating to origination and reversal of temporary Differences except to the extent that the tax arises from transactions which recognized directly in equity and business combinations.

**NOTE 3 - DISCLOSURE OF NEW STANDARDS IN THE PERIOD PRIOR TO THE ADOPTION**

**a. IFRS 13 Fair Value Measurement:**

The amendment is applied prospectively and clarifies that the portfolio exception in IFRS 13 can be applied not only to financial assets and financial liabilities, but also to other contracts within the scope of IFRS 9 (or IAS 39, as applicable). This amendment has no impact on the financial statements.

**b. Amendments to IAS 19 Defined Benefit Plans: Employee Contributions**

IAS 19 requires an entity to consider contributions from employees or third parties when accounting for defined benefit plans. Where the contributions are linked to service, they should be attributed to periods of service as a negative benefit. These amendments clarify that, if the amount of the contributions is independent of the number of years of service, an entity is permitted to recognise such contributions as a reduction in the service cost in the period in which the service is rendered, instead of allocating the contributions to the periods of service. This amendment is effective for annual periods beginning on or after 1 July 2014. These amendments have no impact on the financial statements.

**c. An amendment to IAS 24 "Related Party Disclosures" (regarding key management personnel)**

The amendment clarifies that a management company providing key management personnel services to the reporting entity is a "related party" of the reporting entity. The amendment is applied retrospectively for annual reporting periods beginning on or after July 1, 2014 or thereafter.

## **B.S.D CROWN LTD.**

### **NOTES TO INTERIM CONSOLIDATED CONDENSED FINANCIAL STATEMENTS**

#### **NOTE 4 - SUPPLEMENTARY INFORMATION**

**a. Loan agreement to controlling shareholder:**

On 24 February, 2015, Israel 18, Israel 180 Ltd. ("**Israel 180**") and Orot Israel 18 Ltd. ("**Orot Israel**" and together, the "**Israel 18 Group**") entered into a loan agreement (the "**Loan Agreement**") for a loan to be provided by Zwi Williger ("**ZW**") and Joseph Williger ("**JW**" and together, the "**Willigers**"), either in their personal capacities or through companies under their control (the "**Lenders**"), pursuant to which Israel 18 was to borrow a sum of NIS 83 million (approximately USD 20.9 million) (the "**Loan Amount**").

The Loan Amount was to be used, among others, for the purposes of exercising the call options in respect of a further 19.09 per cent of the Company's shares (the "**Options**").

Following the failure by the parties to the Loan Agreement to reach completion thereof The Loan Amount was returned to the Willigers on 7 May, 2015.

**b. Put options over Company shares:**

(1) On 4 March, 2015, ZW, a director of Willi-Food Investments Ltd. ("**WFI**") and the chairman of the board of directors of G. Willi-Food International Ltd. ("**WFINT**") and JW, the president of WFINT and chairman of the board of directors of WFI, each, exercised options over 66,667 shares of WFINT (the "**Williger Shares**"). In consideration for the Williger Shares, each of ZW and JW paid the amount of USD 433 thousand to WFI, reflecting an exercise price of USD 6.5 per each of the Williger Shares.

(2) Following ZW and JW's acquisition of the abovementioned Williger Shares, on 24 March 2015, the Company paid an amount of USD 800 thousand to each of ZW and JW and acquired 66,667 shares of WFINT from each of ZW and JW, reflecting an exercise price of USD 12 per share of WFINT.

(3) Following a further exercise by ZW of part of his put options in respect of 166,666 shares of WFINT, on 7 May, 2015, the Company paid an aggregate total amount of USD 2 million and acquired an aggregate of 166,666 shares of WFINT. As such, the Company now directly holds 2.29% of the shares of WFINT and indirectly holds a further approximately 36.59% of the shares of WFINT through WFI.

(4) On 26 May 2015, the Company paid amount of USD 1 Million to ZW as partial pre-payment in accordance with the terms of an agreement for the acquisition of 337,741 shares of WFINT.

**c. Claim against controlling shareholder:**

On 24 February, 2015, Public Joint Stock Company Alfa Bank ("**Alfa**"), a Ukrainian banking entity, submitted a request to the Tel Aviv District Court (the "**Court**") to attach certain assets as well as direct and indirect holdings of the Company's ultimate controlling shareholder, Oleksandr Granovskyi. This request was submitted as part of a claim filed by Alfa against Mr Granovskyi and others with respect to alleged debts owing by them to Alfa. On 11 April, 2015, Alfa and Mr Granovskyi entered into a settlement agreement, following which the Court cancelled all interim measures previously ordered by it in the course of the relevant proceedings.

**B.S.D CROWN LTD.**  
**NOTES TO INTERIM CONSOLIDATED CONDENSED FINANCIAL STATEMENTS**

**NOTE 5 - FINANCIAL INSTRUMENTS**

**Financial instruments that are not measured at fair value:**

Except as detailed in the following table, the Group believes that the carrying amount of financial assets and liabilities that are presented at amortised cost in the financial statements approximates their fair value.

**Financial liabilities:**

	<b>Carrying amount</b>	<b>Fair value</b>
	<b>31 March</b>	<b>31 March</b>
	<b>2015</b>	<b>2015</b>
	<b>Unaudited</b>	
	<b>U.S. dollars in thousands</b>	
Debentures and interest payable	3,362	3,259

Below are details of the Group's financial assets that are measured in the Company's statement of financial position at fair value by levels:

**Financial assets at fair value:**

	<b>31 March 2015</b>		
	<b>Unaudited</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
	<b>U.S. dollars in thousands</b>		
<b>Financial assets at fair value through profit or loss:</b>			
Financial asset at fair value through profit or loss	37,884	997	38,881
Investment in a fund designated at fair value through profit or loss	-	3,660	3,660
	37,884	4,657	42,541

	<b>31 March 2015</b>		
	<b>Unaudited</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
	<b>U.S. dollars in thousands</b>		
Financial assets at fair value through profit or loss	230	-	230

	<b>31 December 2014</b>		
	<b>Audited</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
	<b>U.S. dollars in thousands</b>		
<b>Financial assets at fair value through profit or loss:</b>			
Financial asset at fair value through profit or loss	41,579	1,145	42,724
Investment in a fund designated at fair value through profit or loss	-	3,582	3,582
	41,579	4,727	46,306

**B.S.D CROWN LTD.****NOTES TO INTERIM CONSOLIDATED CONDENSED FINANCIAL STATEMENTS****NOTE 6 - OPERATING SEGMENTS****a. General:**

Upon the completion of the Company's acquisition of WFI in May 2014, the Group's main activity and its sole operating segment are import, marketing and distribution of food products to retail chains, supermarkets, wholesalers, and institutions mainly in Israel.

An operating segment is identified on the basis of information that is reviewed by the chief operating decision maker ("CODM") to make decisions about resources to be allocated and assess its performance.

**b. Reporting segments:**

	<b>Three months ended 31 March</b>	<b>Year ended 31 December</b>
	<b>Unaudited</b>	<b>Audited</b>
	<b>U.S. dollars in thousands</b>	
	<b>2015</b>	<b>2014</b>
<b>Revenues</b>		
Import marketing and distribution of food products	21,869	-
Other	619	28
	<u>22,488</u>	<u>58,505</u>
<b>Segment income (loss)</b>		
Import marketing and distribution of food products	(11)	-
Other *)	(645)	(1,785)
	<u>(656)</u>	<u>(1,785)</u>
Operating loss	(656)	(1,785)
Financial income, net	732	899
	<u>76</u>	<u>(886)</u>
Income (loss) before taxes	76	(886)
	<u>76</u>	<u>(4,634)</u>

(\*) Other includes mainly unallocated corporate general and administrative expenses and expenses relating to research and development activities.

**Seasonality**

The operating results of WFI and its subsidiaries (the "WFI Group") may be subject to variations from quarter to quarter depending, among others, the timing of sales campaigns and major Jewish holidays. Therefore, the operating results of WFI Group in the period ended 31 March 2015 are not necessarily indicative of its operating results for the year.

**B.S.D CROWN LTD.**  
**NOTES TO INTERIM CONSOLIDATED CONDENSED FINANCIAL STATEMENTS**

**NOTE 6 - OPERATING SEGMENTS (Cont.)**

- c. Revenues from major customers that contributed 10% or more to the Company's group (the "Group") revenues (as percentage of the total revenue):

	Three months ended 31 March 2015		Year ended 31 December 2014	
	Unaudited		Audited	
	U.S. dollars in thousands	%	U.S. dollars in thousands	%
Customer A	2,963	14	9,322	16

The revenues from the following products contributed 10% or more to the Group revenues (as percentage of the total segment revenue):

	Three months ended 31 March 2015		Year ended 31 December 2014	
	Unaudited		Audited	
	U.S. dollars in thousands	%	U.S. dollars in thousands	%
Canned vegetables	2,975	14	9,985	17
Dairy and dairy substitute products	6,621	30	15,277	26
Dried fruit, nuts and beans	2,091	10	6,248	11

**NOTE 7 - SUBSEQUENT EVENTS**

On 1 April 2015 the Company appointed Mr. Oleksandr Granovskyi, as the chairman of the board of directors instead of Abraham Wolff who was appointed as a director of the Company and as a the chairman of its board of directors, on 14 August 2013. Mr. Wolff announced on the same day, his resignation as a director of the Company.