

March 28, 2013
Dubai Financial Market
United Arab Emirates
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Securities and Commodities Authority
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Financial Results for full year ending 31st December 2012

Please be informed that the board of directors has met on Thursday the 28th of March 2013 and approved the financial results for the year ending 31/12/2012 according to the following:

1. Year End Results:

	Year Ending 31/12/2012	Year Ending 31/12/2011
Net Profit (000 KD)	34,297	27,043
Earning per Share (fils)	34.42	26.94
Total Current Assets ('000 KD)	510,139	503,667
Total Assets ('000 KD)	1,432,824	1,399,975
Total Current Liabilities ('000 KD)	426,159	423,247
Total Liabilities ('000 KD)	522,922	500,883
Total Shareholders' Equity ('000 KD)	909,902	899,092

- Total Revenue from related parties reached 4,527,000 Kuwaiti Dinar
- Total Expenses with related parties reached 873,000 Kuwaiti Dinar

2. Proposed Distribution

The Board of Directors has proposed the below distribution for the year ending 31/12/ 2012.

Cash Dividends	30 % of the par value	30 Fils per share
Bonus shares	5% of the capital	5 shares for every 100 shares

The Board of Directors also approved a forward looking minimum dividend policy recommendation of 30 fils per share distribution for the fiscal years 2013, 2014, and 2015, as with all such recommendations, this will be subject to the approval of the General Assembly of the Shareholders as well as the concerned authorities.

3. Source of distribution

Annual profits

4. Details of the Qualification and Emphasis of Matter expressed in the auditors report

Basis of Qualified Opinion

As further discussed in Note 28 (c) to the consolidated financial statements, during the year ended 31 December 2006, a performance guarantee amounting to KD 10.1 million was called by a counterparty in relation to non performance of obligations under a contract operated by a subsidiary of the Parent Company and encashed during the year ended 31 December 2007. We have qualified our audit opinions in this regard on the consolidated financial statements since 31 December 2006. In 2009, the expert department of the Ministry of Justice issued a report on this matter which stated that the verdict should be issued in favour of the subsidiary in respect of most of the issues arising from the case. Pending final court ruling on this matter, in our opinion, other current assets should be decreased by KD 10.1 million and retained earnings attributable to the equity holders of the Parent Company should be decreased by KD 6.1 million and non-controlling interests should be decreased by KD 4.0 million.

Qualified Opinion

In our opinion, except for the effect of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of the Group as of 31 December 2012 and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.

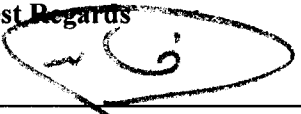
Emphasis of Matter

We draw attention to:

- (i) Note 2 to the consolidated financial statements which describes that the Parent Company was indicted by a federal grand jury in the United States of America ("US") on multiple counts of False Claims Act Violations. Furthermore, the United States Department of Justice also joined a civil qui tam lawsuit against the Parent Company under the False Claims Act. The Department of Justice is claiming substantial damages for alleged violations in both the criminal and civil proceedings. The Group Companies (including the Parent Company) are suspended from bidding for new contracts with the US Government pending the outcome of the cases. The Group is also engaged in settlement discussions with the US Department of Justice. The ultimate outcome of these matters cannot presently be determined, and therefore no provision has been made in the consolidated financial statements; and
- (ii) Note 28 (a) to the consolidated financial statements which describe the contingency relating to the investigations into the freight forwarding business.

Our opinion is not qualified in respect of the matters set out above.

Best Regards


Tarek Abdulaziz Sultan Al Essa
Chairman and Managing Director

