Ekttitab Holding Company - K.S.C (Public)
And its subsidiary
State of Kuwait
Interim Condensed Consolidated Financial Information
(Unaudited)
For the nine months ended September 30, 2013
With Review Report

Ekttitab Holding Company - K.S.C (Public)
And its subsidiary
State of Kuwait
Interim Condensed Consolidated Financial Information
(Unaudited)
For the nine months ended September 30, 2013
With Review Report

Contents

Rödl
Middle East
Burgan– International Accountants
Ali Al Hassawi & Partners
P.O. Box: 22351 Safat 13084 Kuwait
Sharq – Dasman Complex – Block 2 – 9 Floor
Tel 22464574-6 /22426862-3 Fax: 22414956
Email: info-kuwait@rodlme.com
www.rodlme.com

AL-BASSAM & CO.
Al – bassam& co.
(Pubic Accountatants and Tax Experts)
P.O.Box 1545, Safat-Kuwait
Area Code:13016
Tel. :(00965) 22409880/1/2/3
Fax : (00965) 22409884
Email: associates@albassam-taxauditing.net

The Board of Directors
Ekttitab Holding Company
K.S.C (Public)
And its subsidiary
Kuwait

Review report on the interim condensed consolidated financial information

Introduction

We have reviewed the accompanying interim condensed consolidated financial information of Ekttitab Holding Company K.S.C (Public)- Kuwait "the parent company" and its subsidiary (together referred to as "the Group") which comprise the interim condensed consolidated statement of financial position as of September 30, 2013 and the related interim condensed consolidated statements of income, comprehensive income, cash flows and changes in equity for the nine-months period then ended. The parent company's management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard No. (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information performed by the Independent Auditors of the Entity".
A review of interim condensed consolidated 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 information is not prepared, in all material respects, in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".

Explanatory paragraph

We draw attention to note (8) to the interim condensed consolidated financial information which describes the uncertainty related to the outcome of the lawsuits between the Group and the creditors of Murabahat and Tawaruq contracts that are due and unpaid.

Other matters

The interim condensed consolidated financial information for the period ended September 30, 2012 were reviewed by another auditors' whose report dated October 31, 2012.

Report on review of other legal and regulatory matters

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of the parent company. Also, to the best of our knowledge and belief, no violations of the adjusted Companies' law no. 25 of year 2012, nor of the Articles and Memorandum of Association of the parent company have occurred during the nine months period ended September 30, 2013 that might have had a material effect on the business of the parent company or on its consolidated financial position.

Ali Abdul Rahman Al Hasawi	**Dr. Sadik Al-Bassam**
Licence No.30-A	**Acc. Reg. No. 64 A**
Rödl middle East	**Al-Bassam and Co.**
Burgan - International Accountants	**Kreston International**

November 12, 2013
State of Kuwait

Exhibit – A

Ektitab Holding Company
K.S.C (Public)
And its subsidiary

Interim Condensed Consolidated Statement of Financial Position as at September 30, 2013 (Unaudited)
(All amounts are in Kuwaiti Dinars)

	Note	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Assets				
Cash and cash equivalents	4	**1,040,239**	3,081,147	4,436,226
Investments at fair value – statement of income	5	**11,450,234**	9,025,967	7,476,509
Available for sale investments	6	**6,236,183**	1,336,796	1,776,196
Investment in Islamic instruments	7	**12,521,413**	12,521,413	12,521,413
Receivables and other debit balances		**117,043**	142,559	136,232
Due from related parties	13	**6,823,355**	4,727,374	4,593,656
Property and equipment		**643**	5,053	5,966
Total assets		**38,189,110**	30,840,309	30,946,198
Liabilities and equity				
Liabilities				
Murabahat and Tawaruq Contracts payable	8	**7,062,729**	7,062,729	7,062,729
Payables and other credit balances		**1,056,109**	444,051	458,449
Total liabilities		**8,118,838**	7,506,780	7,521,178
Equity				
Share capital	9	**31,862,423**	22,862,423	22,862,423
Treasury shares	10	-	(11,094)	(135,801)
Statutory reserve		**94,506**	94,506	-
Cumulative change in fair value reserve		**(1,764,898)**	(624,294)	(601,441)
(Accumulated losses)/retained earnings		**(147,116)**	921,305	1,299,839
Total equity attributable to the shareholders of the Parent company		**30,044,915**	23,242,846	23,425,020
Non-controlling interests		**25,357**	90,683	-
Total equity		**30,070,272**	23,333,529	23,425,020
Total liabilities and equity		**38,189,110**	30,840,309	30,946,198

Emad Hussain Nameh
Chairman

Abdul Mohsen Shahrayan
Vice chairman

The accompanying notes form an integral part of this interim condensed consolidated financial information

Exhibit - B

Ekttitab Holding Company
K.S.C (Public)
And its subsidiary

Interim Condensed Consolidated Statement of Income For the nine months ended September 30, 2013
(Unaudited)
(All amounts are in Kuwaiti Dinars)

	Note	The three months ended September 30		The nine months ended September 30	
		2013	2012	**2013**	2012
Revenue					
(Losses)/ Gains from investments	11	**(240,650)**	258,965	**(848,144)**	1,753,836
Investments income in Islamic instruments		**-**	87,637	**-**	263,649
Other income		**5,880**	3,197	**36,380**	9,057
Total revenue		**(234,770)**	349,799	**(811,764)**	2,026,542
Expenses and other charges					
Finance cost		**(8,820)**	-	**(32,709)**	(47,107)
General and administrative expenses		**(57,219)**	(105,206)	**(231,815)**	(336,687)
Provision for doubtful debts		**-**	(87,637)	**-**	(398,291)
Total Expenses and other charges		**(66,039)**	(192,843)	**(264,524)**	(782,085)
Net (loss)/profit for the period before KFAS, National Labour Support Tax and Zakat		**(300,809)**	156,956	**(1,076,288)**	1,244,457
Kuwait Foundation for Advancement of Science (KFAS)		**-**	(193)	**-**	(2,617)
National Labor Support Tax		**-**	(3,860)	**-**	(30,239)
Zakat		**-**	(1,502)	**-**	(7,471)
Net (loss)/profit for the period		**(300,809)**	151,401	**(1,076,288)**	1,204,130
Attributable to:					
Shareholders of the parent company		**(300,078)**	151,401	**(1,067,631)**	1,204,130
Non-controlling interests		**(731)**	-	**(8,657)**	-
Net (loss)/profit for the period		**(300,809)**	151,401	**(1,076,288)**	1,204,130
(Loss)/ earning per share/(fils)	12	**(1.04)**	0.66	**(3.58)**	5.29

The accompanying notes form an integral part of this interim condensed consolidated financial information

Exhibit - C

Ekttitab Holding Company
K.S.C (Public)
And its subsidiary

Interim Condensed Consolidated Statement of comprehensive Income For the nine months ended September 30, 2013
(Unaudited)
(All amounts are in Kuwaiti Dinars)

	The three months ended September 30		The nine months ended September 30	
	2013	2012	**2013**	2012
Net (loss)/ profit for the period	**(300,809)**	151,401	**(1,076,288)**	1,204,130
Change in fair value of available for sale investments	**(795,247)**	(36,403)	**(1,393,077)**	(332,649)
Transferred to statement of income on sale of available for sale investments	-	294,641	**223,090**	529,124
Impairment of available for sale investments	-	-	-	300,062
Other comprehensive (losses)/ income for the period	**(795,247)**	258,238	**(1,169,987)**	496,537
Total comprehensive (loss)/ income for the period	**(1,096,056)**	409,639	**(2,246,275)**	1,700,667
Attributable to:				
Shareholders of the Parent company	**(1,082,488)**	409,639	**(2,208,235)**	1,700,667
Non-controlling interests	**(13,568)**	-	**(38,040)**	-
Total comprehensive (loss)/income for the period	**(1,096,056)**	409,639	**(2,246,275)**	1,700,667

The accompanying notes form an integral part of this interim condensed consolidated financial information

Exhibit - D

Ekttitab Holding Company
K.S.C (Public)
And its subsidiary

Interim Condensed Consolidated Statement of Cash Flows For the nie months ended September 30, 2013 (Unaudited)
(All amounts are in Kuwaiti Dinars)

	Note	The nine months ended September 30 2013	2012
Cash flows from operating activities			
Net (loss)/ profit for the period		(1,076,288)	1,204,130
Adjustments:			
Losses/ (Gains) from investments		848,144	(1,753,836)
Depreciation		4,455	3,997
Investments income in Islamic instruments		-	(263,649)
Finance cost		32,709	47,107
Provision for doubtful debt		-	398,291
Operating loss before changes in working capital items		(190,980)	(363,960)
Investments at fair value - statement of income		(2,788,055)	2,766,635
Receivables and other debit balances		25,516	(27,141)
Due from related parties		(2,095,981)	(895,970)
Payables and other credit balances		579,349	(162,870)
Net cash (used in)/generated from operating activities		(4,470,151)	1,316,694
Cash flows from investing activities			
Paid for purchase of available for sale investments		(12,029,767)	(1,999,203)
Proceeds from sale of available for sale investments		5,474,689	2,439,118
Paid for purchase of property and equipment		(45)	-
Dividends received		1,348	49,507
Net cash (used in)/generated from investing activities		(6,553,775)	489,422
Cash flows from financing activities			
Share capital increase – cash		9,000,000	-
Purchase of treasury shares		(7,932)	(1,208,914)
Sale of treasury shares		18,205	1,342,217
Net movement on non-controlling interests		(27,255)	-
Net cash generated from financing activities		8,983,018	133,303
Net (decrease)/increase in cash and cash equivalents		(2,040,908)	1,939,419
Cash and cash equivalents at the beginning of the period		3,081,147	2,496,807
Cash and cash equivalents at the end of the period	4	1,040,239	4,436,226

The accompanying notes form an integral part of this interim condensed consolidated financial information

Ekttitab Holding Company
K.S.C (Public)
And its subsidiary

Interim Condensed Consolidated Statement of Changes in Equity For the nine months ended September 30, 2013
(Unaudited)
(All amounts are in Kuwaiti Dinars)

	Equity attributable to the shareholders of the parent Company							
	Share capital	Treasury shares	Statutory reserve	Cumulative change in fair value reserve	Retained earnings / (accumulated losses)	Total	Non-controlling interests	Total equity
Balance at January 1, 2012	22,862,423	(149,589)	-	(1,097,978)	(23,806)	21,591,050	-	21,591,050
Net profit for the period	-	-	-	-	1,204,130	1,204,130	-	1,204,130
Other comprehensive income items								
Change in fair value of available for sale investments	-	-	-	(332,649)	-	(332,649)	-	(332,649)
Transferred to statement of income on sale of available for sale investments	-	-	-	529,124	-	529,124	-	529.124
Impairment of available for sale investments	-	-	-	300,062	-	300,062	-	300,062
Total other comprehensive income items	-	-	-	496,537	-	496,537	-	496,537
Purchase of treasury shares	-	(1,208,914)	-	-	-	(1,208,914)	-	(1,208,914)
Sale of treasury shares	-	1,222,702	-	-	119,515	1,342,217	-	1,342,217
Balance at September 30, 2012	22,862,423	(135,801)	-	(601,441)	1,299,839	23,425,020	-	23,425,020
Balance at January 1, 2013	22,862,423	(11,094)	94,506	(624,294)	921,305	23,242,846	90,683	23,333,529
Share capital increase – cash (Note 9)	9,000,000	-	-	-	-	9,000,000	-	9,000,000
Net loss for the period	-	-	-	-	(1,067,631)	(1,067,631)	(8,657)	(1,076,288)
Other comprehensive loss items								
Change in fair value of available for sale investments	-	-	-	(1,363,694)	-	(1,363,694)	(29,383)	(1,393,077)
Transferred to statement of income on sale of available for sale investments	-	-	-	223,090	-	223,090	-	223,090
Total other comprehensive loss items	-	-	-	(1,140,604)	-	(1,140,604)	(29,383)	(1,169,987)
Purchase of treasury shares	-	(7,932)	-	-	-	(7,932)	-	(7,932)
Sale of treasury shares	-	19,026	-	-	(790)	18,236	(31)	18,205
Net movement on non-controlling interests	-	-	-	-	-	-	(27,255)	(27,255)
Balance at September 30, 2013	**31,862,423**	-	**94,506**	**(1,764,898)**	**(147,116)**	**30,044,915**	**25,357**	**30,070,272**

The accompanying notes form an integral part of this interim condensed consolidated financial information

Ekttitab Holding Company
K.S.C (Public)
And its subsidiary

Notes to Interim Condensed Consolidated Financial Information For the nine months ended September 30, 2013
(Unaudited)
(All amounts are in Kuwaiti Dinars unless otherwise stated)

1. **Company's Overview**

Ekttitab Holding Company (the Company) - K.S.C. (Public) - established in 1999. The Company is registered in the Commercial Register under No. 105414, and listed in Kuwait Stock Exchange on December 19, 2005.

The Company's office is located at Jassim Al Asfour Building – Kuwait city, P. O. Box 2799 Safat 13028 State of Kuwait.

The Company's activities are represented in carrying out all transactions related to establishing and acquiring companies with limited liability, Kuwaiti shareholding and foreign companies, borrowings and acting as grantor for such companies.

The Companies Law issued on November 26, 2012 by Decree Law no 25 of 2012 (the "Companies Law"), which was published in the Official Gazette on November 29, 2012, cancelled the Commercial Companies Law No 15 of 1960. The Companies Law was subsequently amended on March 27, 2013 by Decree Law no 97 of 2013 (the Decree).

According to article 2 and 3 of the Decree, Executive Regulations which shall be issued by the Minister of Industry and Commerce will determine the basis and rules which the Company shall adopt to regularise its affairs with the Companies Law as amended.

2. **Basis of preparation of interim condensed consolidated financial information**

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard (34) "Interim financial reporting".

The interim condensed consolidated financial information does not contain all information and disclosures required for complete consolidated financial statements prepared in accordance with the International Financial Reporting Standards. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included in the interim condensed consolidated financial information. The operation results for the period ended September 30, 2013 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2013. For further information, refer to the consolidated financial statements and its related disclosures for the year ended December 31, 2012.

The accounting policies used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the consolidated financial statements for the year ended December 31, 2012, except for the adoption of the new and amended IFRS that have become effective from January 1, 2013:

IFRS 7 Financial Instruments: Disclosures - Transfers of Financial Assets

The amendment requires additional disclosure about financial assets that have been transferred but not derecognized to enable the user of the Group's financial statements to understand the relationship with those assets that have not been derecognized and their associated liabilities. In addition, the amendment requires disclosures about the entity's continuing involvement in derecognized assets to enable the users to evaluate the nature of, and risks associated with, such involvement. The Company does not have any assets with these characteristics so there has been no effect on the interim condensed consolidated financial information of the Group.

IFRS 10 Consolidated Financial Statements

IFRS 10 replaces the parts of IAS 27 Consolidated and Separate Financial Statements that deal with consolidated financial statements and of SIC-12 Consolidation – Special Purpose Entities.

Under IFRS 10, there is only one basis for consolidation, that is, control. In addition, IFRS 10 includes a new definition of control that contains three elements: (a) power over an investee, (b) exposure, or rights, to variable returns from its involvement with the investee, and (c) the ability to use its power over the investee to affect the amount of the investor's returns. The adoption of this standard has not resulted in any significant impact on the condensed consolidated financial position or performance of the Group.

IFRS 11 Joint Arrangements

The standard replaces IAS 31 "Interests in Joint Ventures". The standard removes the option to account for jointly controlled entities (JCEs) using proportionate consolidation. Instead, JCEs must be accounted for using the equity method. The standard has no significant effect on the interim condensed consolidated financial information.

IFRS 12 Disclosure of Involvement with Other Entities

IFRS 12 is a disclosure standard and is applicable to entities that have interests in subsidiary, joint arrangements, associates and/or unconsolidated structured entities. In general, the disclosure requirements in IFRS 12 are more extensive than those in the current standards. The Group will review before the year end and may disclose any additional disclosure in the annual financial statements of the Group.

As a consequence of the new IFRS 11 and IFRS 12; IAS 28 has been renamed IAS 28 "Investments in Associates and Joint Ventures", and describes the application of the equity method to investments in joint ventures in addition to associates. The adoption of this standard has not resulted in any impact on the consolidated financial position or performance of the Group.

IFRS 13 Fair Value Measurement

IFRS 13 establishes a single source of guidance under IFRS for all fair value measurements. IFRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under IFRS when fair value is required or permitted. The application of IFRS 13 has not materially impacted the fair value measurements carried out by the Company.

IFRS 13 also requires specific disclosures on fair values, some of which replace existing disclosure requirements in other standards, including IFRS 7 Financial Instruments: Disclosures. Some of these disclosures are specifically required for financial instruments by IAS 34, thereby affecting the interim condensed consolidated financial information period. The Company provides these disclosures in No. 14. The requirements of IAS 34 and transition provisions of IFRS 13 do not require comparative information for periods before initial application of IFRS 13. Consequentially, the Company does not provide the comparative information.

IAS 1 Presentation of Financial Statement

The amendments to IAS 1 require items of other comprehensive income to be grouped into two categories in the other comprehensive income section: (a) items that will not be reclassified subsequently to profit or loss and (b) items that may be reclassified subsequently to profit or loss when specific conditions are met. The amendment affects presentation only and has no impact on the Company's financial position or performance.

Other amendments to IFRSs which are effective for annual accounting period starting from January 1, 2013 did not have any material impact on the accounting policies, consolidated financial position or performance of the Group.

Notes to Interim Condensed Consolidated Financial Information For the nine months ended September 30, 2013
(Unaudited)
(All amounts are in Kuwaiti Dinars unless otherwise stated)

3. Subsidiaries

This interim condensed consolidated financial information include the financial information of the Parent Company and its subsidiary (together referred to as "the Group"):

			Ownership percentage %		
Company's name	**Legal form**	**Incorporation country**	**September 30, 2013**	December 31, 2012 (audited)	September 30, 2012
Petro Integrated Business Holding Company	K.S.C.H	Kuwait	**96.25**	92.5	100

The financial information of the subsidiary as at September 30, 2013 was consolidated based on financial statements prepared by the management. The total assets of this Company amounted to KD 14,965,319 as at September 30, 2013 (KD 6,578,220 as at December 31, 2012 as at September 30, 2012: 5,406,960) and net losses of KD 229,363 for the period ended September 30, 2013 (profit KD 860,726 for the period ended September 30, 2012).

During the period, the parent company increased its ownership percentage in the subsidiary Petro Integrated Business Holding Company share capital to become its ownership percentage 96.25% through the re-issuing new capital and fully paid by the parent company at cost.

4. Cash and cash equivalents

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Cash on hand	**947**	102	378
Cash at bank and financial institutions	**931,075**	1,042,981	1,359,448
Cash at investments portfolios and Kuwait Clearing Company	**108,217**	2,038,064	3,076,400
	1,040,239	3,081,147	4,436,226

5. Investments at fair value – statement of income

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Investments held for trading	**1,412,004**	6,110,391	4,561,127
Investments at fair value through statement of income at acquisition	**10,038,230**	2,915,576	2,915,382
	11,450,234	9,025,967	7,476,509
Investments in local shares – quoted	**1,412,004**	6,110,391	4,506,668
Investments in local shares – unquoted	**9,775,844**	2,607,939	2,597,688
Investments in foreign shares – quoted	-	-	54,459
Investments in local funds – unquoted	**262,386**	307,637	317,694
	11,450,234	9,025,967	7,476,509

The fair value of the quoted investments is determined based on the last bid price. The fair value of unquoted investments is determined based on other technical assessment methods as at September 30, 2013 and December 31, 2012. The fair value of the investment in funds is determined based on the net assets value of those funds.

Investments in local quoted and unquoted shares include KD 66,169 as at September 30, 2013 (KD 58,959 as at December 31, 2012 – KD 65,824 as at September 30, 2012) recorded in the name of related parties, and there is a letters of assignment of ownership to these investments in favor of the Group.

Investments at fair - the statement of income value includes investments secured against Murabaha payables (note - 8).

6. Available for sale investments

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Local quoted shares	**6,051,183**	1,151,796	1,591,196
Local unquoted shares	**185,000**	185,000	185,000
	6,236,183	1,336,796	1,776,196

Local unquoted shares were carried at cost as its fair value could not be reliably determined, the Group's management believes that no indication of impairment of these investments.

Investments available for sale includes investments secured against Murabaha payables (note - 8).

7. Investment in Islamic instruments

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Musharakat	**12,521,413**	12,521,413	12,521,413
	12,521,413	12,521,413	12,521,413
Average yield (%)	-	-	-

All Islamic instruments generated to related parties and matured during 2013.

The Group does not calculate fixed returns based on Sharia Supervisory board advice until the settlement of these contracts.

A list of guarantees received by the Group against investments in Islamic debt instruments:

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Investment portfolio mortgaged - second level - managed by related party	**6,102,822**	8,530,827	7,743,366
Unquoted foreign shares	**574,207**	574,207	-
Unquoted local shares	**3,625,240**	3,625,240	5,679,213

The Group obtained this guarantee as per mortgage contract signed with those parties but it is not registered in favor of the Group.

8. **Murabahat and Tawaruq contracts payable**

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Murabahat and Tawaruq contracts payables from local financial institutions (Kuwaiti Dinar)	**4,764,718**	4,764,718	4,764,718
Murabahat payables from foreign financial institutions (Sterling Pound)	**2,298,011**	2,298,011	2,298,011
	7,062,729	7,062,729	7,062,729

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Murabahat payables	**5,533,422**	5,533,422	5,533,422
Tawaruq contracts payables	**1,529,307**	1,529,307	1,529,307
	7,062,729	7,062,729	7,062,729

Murabahat and Tawaruq contracts payable were past due and not paid due to lawsuits between the Group and all creditors. The Group has stopped recognizing finance costs of Murabahat and Tawaruq contracts that were past due and unpaid since the due date. Such lawsuits are still in its initial stages and currently it is difficult to predict the resultant outcome thereof.

Murabahat payables are secured against investments at fair value - statement of income and available for sale investment with fair value of KD 2,805,750 as of September 30, 2013 (KD 2,973,050 as of December 31, 2012, KD 3,025,550 as of September 30, 2012).

9. **Share capital**

On December 21, 2011, the General Assembly approved to increase the share capital in cash with an amount of KD 9,000,000 distributed over 90,000,000 shares with nominal value of 100 fils each without share premium. This increase has been registered in the Commercial Register on January 9, 2012.

During the period the Board of Directors called the capital increase was full subscription in the capital increase. Accordingly, the issued and fully paid capital become KD 31,862,423 divided into 318,624,230 shares with a nominal value of 100 fils per share and all shares in cash.

10. **Treasury shares**

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Number of treasury shares (share)	-	123,547	1,475,816
Percentage to the total share capital (%)	-	0.05	0.65
Market value	-	8,772	124,354

Ekttitab Holding Company
K.S.C (Public)
And its subsidiary

Notes to Interim Condensed Consolidated Financial Information For the nine months ended September 30, 2013
(Unaudited)
(All amounts are in Kuwaiti Dinars unless otherwise stated)

11. (Losses)/Gains from investments

	The three months ended September 30		The nine months ended September 30	
	2013	2012	**2013**	2012
Investments at fair value – statement of income				
Realized (losses)/gains	**(14,155)**	(189,296)	**4,186**	2,188,872
(Losses)/Gains from change in fair value	**(173,956)**	750,554	**(367,974)**	3,070
Dividends income	**-**	-	**1,348**	49,507
	(188,111)	561,258	**(362,440)**	2,241,449
Available for sale investments				
Realized losses	**(52,539)**	(302,293)	**(485,704)**	(187,551)
Impairment in value	**-**	-	**-**	(300,062)
	(52,539)	(302,293)	**(485,704)**	(487,613)
	(240,650)	258,965	**(848,144)**	1,753,836

12. (Loss)/ earning per share/(fils)

(Loss)/ earning per share to shareholders of the Parent Company is calculated by dividing net (loss)/ profit for the period by the weighted average number of outstanding shares during the period as follows the calculation of (loss)/ earning per share:

	The three months ended September 30		The nine months ended September 30	
	2013	2012	**2013**	2012
Net (loss)/ profit for the period attributable to shareholders of the parent company	**(300,078)**	151,401	**(1,067,631)**	1,204,130
Weighted average number of outstanding shares during the period/(share)	**287,854,193**	228,454,437	**298,261,569**	228,454,437
(Loss)/ earning per share/(fils)	**(1.04)**	0.66	**(3.58)**	5.29

13. Related party transactions

Related parties are the Company's shareholders who have representation in the Board of Directors, members of the Board of Directors and major shareholders. In the normal course of business, subject to the Company's management approval, there were transactions with related parties, the existing major shareholder, its subsidiary, the significant transactions and outstanding balances with related parties, other than what disclosed in other notes, were as follows:

	The three months ended September 30		The nine months ended September 30	
Interim condensed consolidated statement of income	**2013**	2012	**2013**	2012
Income from investment in Islamic instruments	-	87,637	-	263,649

	September 30, 2013	December 31, 2012 (audited)	September 30, 2012
Condensed Consolidated Statement of Financial position			
Investments in Islamic instruments	**12,521,413**	12,521,413	12,521,413
Due from related parties	**6,823,355**	4,727,374	4,593,656
Due to a related party	-	-	92
Cash at investments portfolios	-	915,869	2,340,144

Investments at fair value - statement of income include a portfolio which the fair value amounted to KD 704,101 as at September 30, 2013 (KD 1,225,523 – December 31, 2012 as at September 30, 2012: 1,460,803) pledged against Murabahat payable granted to a related party.

These transactions are subject to the approval of the Shareholders General Assembly.

14. Financial instruments

Categories of financial instruments
The Group's financial assets and financial liabilities are categorized in the interim condensed consolidated statement of financial position as follows:

Financial assets:

	September 30, 2013
Cash and cash equivalents	**1,040,239**
Investments at fair value – statement of income	**11,450,234**
Availables for sale investments	**6,236,183**
Investments in Islamic instruments	**12,521,413**
Receivables and other debit balances	**117,043**
Due from related parties	**6,823,355**
	38,188,467

Financial liabilities:

	September 30, 2013
Murabahat and Tawaruq Contracts payable	**7,062,729**
Payables and other credit balances	**1,056,109**
	8,118,838

Fair value of financial instruments
The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The Group has used the assumptions and accepted methods in the assessment of fair values of financial instruments. The fair values of the Group's financial assets and financial liabilities are determined as follows:

- The fair values of financial assets and financial liabilities with standard terms and conditions and traded on active market are determined with reference to quoted market prices.

- The fair values of other financial assets and financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flows analysis using prices from observable current market transactions and dealer quotes for similar instrument.
  Fair value of the non-derivative financial instruments is not materially different from its respective carrying value.

The following table presents financial assets and liabilities measured at fair value in the interim condensed consolidated statement of financial position in accordance with the fair value hierarchy, where the hierarchy classifies the financial assets and liabilities to three levels based on the importance of the inputs used in the measurement of the fair value of the financial assets and liabilities.

The hierarchy levels of fair value are set out below:
- Level 1: prices included (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (inputs relating to prices).
- Level 3: inputs for assets and liabilities that are not based on observable market information (non observable information).

The level within which the financial asset or liability is classified is determined based on the lowest level of significant inputs to the fair value measurement.

	Level 1	Level 2	Level 3	Total
September 30, 2013				
Assets:				
Investments at fair value - statement of income				
Quoted shares	1,412,004	-	-	1,412,004
Unquoted shares	-	-	9,775,844	9,775,844
Investments funds	-	262,386	-	262,386
Available for sale investments				
Quoted shares	6,051,183	-	-	6,051,183
Unquoted shares	-	-	185,000	185,000
Net fair value	7,463,187	262,386	9,960,844	17,686,417

15. **Segment distribution**
The Group's activities are mainly concentrated in the investment segment.

16. **Comparative figures**
Certain comparative figures for the previous year/period have been reclassified to conform with the current period presentation.

17. **financial statements approval**
This interim condensed consolidated financial information was approved for issuance by the Board of Directors on November 12, 2013.

Shareholders General assembly held on May 15, 2013 and which approved the consolidated financial statements for the year ended December 31, 2012.