17 April 2014

Ms. Noura Al Hatimi
Assistant Vice President-Head of Listing & Disclosure Department
Dubai Financial Market

Subject: Consolidated Financial Statements for the year ended on 31 December 2013 of Al-Madina For Finance & Investment co. & It's Subsidiaries.

In reference to the above subject, please note that Al-Madina For Finance & Investment Co. has got the approval from the Capital Markets Authority (Copy Attached) on the Consolidated Financial Statements for the year ended on 31 December 2013 on the date of 16/6/2014, as follows:

1) Current & Comparative Periods: (All Amounts Are in Kuwaiti Dinars)

Details	31.12.2013	31.12.2012
Total revenues	7,680,777	7,894,771
Net loss For The Year	(8,214,000)	(3,337,962)
Loss basic per share (Fils)	(21.15)	(8.69)
Total current assets	23,402,353	32,224,839
Total assets	106,132,889	143,790,770
Total current liabilities	55,171,560	63,366,346
Total liabilities	59,700,658	69,468,888
Total Equity	39,544,381	50,566,748

- **Total Revenues from transactions with related parties amounting to Kuwaiti Dinar 152,600.**
- **Total Expenses from transactions with related parties amounting to Kuwaiti Dinar 589,961.**

2) Explanation Paragraph.
Without qualifying our opinion, we draw attention to Note 2.1 from these consolidated financial statements which indicates that the Wakala and other Payable are due and unpaid, also to lawsuits between the Group and the creditors, An executive confiscation has been made on the Company's pledged assets for Wakala payables. The company submitted an application to a Kuwaiti court for protection from creditors in accordance with Law No.2 " Financial stability Law" (the law) for the year 2009. These conditions, along with other matters as set forth in Note mentioned above, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

3) other legal and regulatory requirements:
With reference to the note # (13) in this Consolidated Financial Statements related to obtained Murabaha from investment funds.

The board of Directors will be held on Tuesday 22 April 2014 at 1:30 pm to approve the above mentioned financial statement.

شركة المدينة للتمويل والإستثمار
AL-MADINA FOR FINANCE AND INVESTMENT

Mohamed Darwesh Al-Shamali
Chairman