Al Salam Group Holding Company

K.S.C (Public)
and its subsidiaries
Kuwait
Interim condensed consolidated financial information
for the nine months ended September 30, 2013
with review report
(Unaudited)

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K.S.C (Public)
and its subsidiaries
Kuwait

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The Board of Directors,
Al Salam Group Holding Company
K.S.C (Public)
and its subsidiaries
Kuwait

Review report on the interim condensed consolidated financial information

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Salam Group Holding Company - K.S.C (Public) - (the Parent Company) and its subsidiaries (together referred to as "the Group") - as of September 30, 2013 and the interim condensed consolidated statements of income, comprehensive income, cash flows and changes in equity for the nine months period then ended. Management of the Parent Company 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".

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 and to the best of our knowledge and belief, no violations of the amended Companies' Law no. 25 of year 2012 nor of the Articles of Association and the 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.

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Adel Al- Sanea
Auditors Registry No. 86 Category (A)
Kuwaiti Accounting Auditing
A member of H.L.B International

November 12, 2013
State of Kuwait

Al Salam Group Holding Company

K.S.C (Public)
and its subsidiaries
Kuwait

Interim condensed consolidated statement of financial position as of September 30, 2013
(Unaudited)
"All amounts are in Kuwaiti Dinar"

	Note	September 30, 2013	December 31, 2012 (Audited)	September 30, 2012
Assets				
Cash and cash equivalents		**148,876**	271,493	182,748
Investments at fair value - statement of income	6	**6,745,545**	6,733,079	3,222,800
Finance and Musharka		**444,401**	444,401	3,803,600
Accounts receivable and other debit balances	7	**2,577,222**	2,252,050	743,079
Available for sale investments	8	**2,184,778**	-	13,725
Investments in associates	9	**19,780,204**	22,593,497	22,454,905
Intangible assets		**2,654,644**	2,654,644	-
Property and equipment		**1,289,253**	982,354	-
Total assets		**35,824,923**	35,931,518	30,420,857
Liabilities and equity				
Liabilities				
Accounts payable and other credit balances	10	**2,697,198**	2,171,302	592,299
Provision for end of service indemnity		**116,019**	105,182	6,163
Total liabilities		**2,813,217**	2,276,484	598,462
Equity				
Share capital		**25,680,000**	24,000,000	24,000,000
Share premium		**5,904,559**	5,904,559	5,904,559
Statutory reserve		**596,930**	596,930	340,153
Voluntary reserve		**17,978**	17,978	17,978
Cumulative changes in fair value		**(808,715)**	-	-
Treasury shares		-	-	(1,680,000)
Group's share in associates' reserves		**21,927**	21,927	481,537
Gains on sale of treasury shares		**730,372**	730,372	395,465
Retained earnings		**840,322**	2,357,682	362,703
Equity attributable to Shareholders of the Parent Company		**32,983,373**	33,629,448	29,822,395
Non-controlling interests		**28,333**	25,586	-
Total equity		**33,011,706**	33,655,034	29,822,395
Total liabilities and equity		**35,824,923**	35,931,518	30,420,857

Meshari Ahmed Al Majed
Chairman

AL SALAM
مجموعة السلام القابضة

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

Al Salam Group Holding Company

K.S.C (Public)
and its subsidiaries
Kuwait

Interim condensed consolidated statement of income for the nine months ended September 30, 2013
(Unaudited)
"All amounts are in Kuwaiti Dinar"

	Note	Three months ended September 30, 2013	Three months ended September 30, 2012	Nine months ended September 30, 2013	Nine months ended September 30, 2012
Revenue					
(Losses) / gains on investments	11	-	(18,818)	**12,466**	583,978
Net contracting income		**65,364**	-	**362,431**	-
Group's share of associates' results		-	(441)	**(24,622)**	(476,606)
Finance and Musharka income		-	81,491	-	241,815
Dividends income		-	-	-	900
General and administrative expenses		**(55,166)**	(59,718)	**(177,005)**	(97,864)
Net profit for the period before calculate Contribution to Kuwait Foundation for the Advancement of Science, Zakat and National Labor Support Tax		**10,198**	2,514	**173,270**	252,223
Contribution to Kuwait Foundation for the Advancement of Science		**(67)**	(23)	**(1,535)**	(2,270)
Zakat		**(109)**	(28)	**(1,814)**	(2,541)
National Labor Support Tax		**(273)**	(63)	**(4,534)**	(6,283)
Net profit for the period		**9,749**	2,400	**165,387**	241,129
Attributable to:					
Shareholders of the Parent Company		**9,376**	2,400	**162,640**	241,129
Non-controlling interests		**373**	-	**2,747**	-
Net profit for the period		**9,749**	2,400	**165,387**	241,129
Earnings per share/(fils)	12	**0.04**	0.01	**0.63**	0.97

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

Exhibit - C

Al Salam Group Holding Company

K.S.C (Public)
and its subsidiaries
Kuwait

Interim condensed consolidated statement of comprehensive income for the nine months ended September 30, 2013 (Unaudited)
"All amounts are in Kuwaiti Dinar"

	Three months ended September 30,		Nine months ended September 30,	
	2013	2012	**2013**	2012
Net profit for the period	**9,749**	2,400	**165,387**	241,129
Other comprehensive income:				
Transferred to statement of income as result of selling available for sale investments	-	662,396	-	2,649,579
Cumulative changes in fair value	**(808,715)**	(95,831)	**(808,715)**	(22,855)
Gains on sale of treasury shares	-	-	-	(114)
Group's share of associates' reserves	-	100,001	-	175,773
Total other comprehensive (loss) / income for the period	**(808,715)**	666,566	**(808,715)**	2,802,383
Total comprehensive (loss) / income for the period	**(798,966)**	668,966	**(643,328)**	3,043,512
Attributable to:				
Shareholders of the Parent Company	**(799,339)**	668,966	**(646,075)**	3,043,512
Non-controlling interests	**373**	-	**2,747**	-
Total comprehensive (loss) / income for the period	**(798,966)**	668,966	**(643,328)**	3,043,512

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

Al Salam Group Holding Company

K.S.C (Public)
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Interim condensed consolidated statement of cash flows for the nine months ended September 30, 2013
(Unaudited)
"All amounts are in Kuwaiti Dinar"

	Nine months ended September 30,	
	2013	2012
Cash flows from operating activities		
Net profit for the period	165,387	241,129
Adjustments		
Gains on investments	(12,466)	(583,978)
Depreciation of property and equipment	137,791	-
Group's share in results of associates	24,622	476,606
Finance and Musharka income	-	(241,815)
Dividends income	-	(900)
Provision for end of service indemnity	10,837	1,889
Profit / (loss) before calculating the effect of change in working capital items	326,171	(107,069)
Investments at fair value - statement of income	-	3,418
Accounts receivable and other debit balances	(325,172)	2,720,473
Accounts payable and other credit balances	115,513	(425,525)
Net cash generated from operating activities	116,512	2,191,297
Cash flows from investing activities		
Available for sale investments	(2,993,493)	3,749,827
Property and equipment	(34,307)	-
Investments in associates	2,788,671	-
Dividends income received	-	900
Net cash (used in) /generated from investing activities	(239,129)	3,750,727
Cash flows from financing activities		
Cash dividends	-	(1,160,000)
Islamic debt instruments	-	(4,649,723)
Net cash used in financing activities	-	(5,809,723)
Net (decrease)/ increase in cash and cash equivalents	(122,617)	132,301
Cash and cash equivalents at beginning of the period	271,493	50,447
Cash and cash equivalents at end of the period	148,876	182,748

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

Exhibit - E

Al Salam Group Holding Company

K.S.C (Public)
and its subsidiaries
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Interim condensed consolidated statement of changes in equity for the nine months ended September 30, 2013

(Unaudited)
"All amounts are in Kuwaiti Dinar"

	Equity attributable to Shareholders of the Parent Company											
	Share capital	Share premium	Statutory reserve	Voluntary reserve	Cumulative changes in fair value	Treasury shares	Group's share of associates' reserves	Gains on sale of treasury shares	Retained earrings	Total	Non controlling interests	Total
Balance at January 1, 2012	24,000,000	5,904,559	340,153	17,978	(2,605,197)	(1,680,000)	284,237	395,579	1,281,574	27,938,883	-	27,938,883
Net profit for the period	-	-	-	-	-	-	-	-	241,129	241,129	-	241,129
Other comprehensive income for the period	-	-	-	-	2,605,197	-	197,300	(114)	-	2,802,383	-	2,802,383
Total comprehensive income for the period	-	-	-	-	2,605,197	-	197,300	(114)	241,129	3,043,512	-	3,043,512
Cash dividend	-	-	-	-	-	-	-	-	(1,160,000)	(1,160,000)	-	(1,160,000)
Balance at September 30, 2012	24,000,000	5,904,559	340,153	17,978	-	(1,680,000)	481,537	395,465	362,703	29,822,395	-	29,822,395
Balance at January 1, 2013	24,000,000	5,904,559	596,930	17,978	-	-	21,927	730,372	2,357,682	33,629,448	25,586	33,655,034
Bonus shares (Note - 15)	1,680,000	-	-	-	-	-	-	-	(1,680,000)	-	-	-
Net profit for the period	-	-	-	-	-	-	-	-	162,640	162,640	2,747	165,387
Other comprehensive loss for the period	-	-	-	-	(808,715)	-	-	-	-	(808,715)	-	(808,715)
Total comprehensive loss for the period	-	-	-	-	(808,715)	-	-	-	162,640	(646,075)	2,747	(643,328)
Balance at September 30, 2013	**25,680,000**	**5,904,559**	**596,930**	**17,978**	**(808,715)**	-	**21,927**	**730,372**	**840,322**	**32,983,373**	**28,333**	**33,011,706**

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

Al Salam Group Holding Company

K.S.C (Public)
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Notes to the interim condensed consolidated financial information for the nine months ended September 30, 2013 (Unaudited)
"All amounts are in Kuwaiti Dinar unless stated otherwise"

1- Incorporation and activity

Al Salam Group Holding Company - K.S.C (Public) was incorporated on November 9, 1997.

The Parent Company's main activities are as follow:

- Owning shares in Kuwaiti or Foreign shareholding or limited liability companies, or participating in establishing these companies and managing and lending them and providing guarantees on their behalf to others.
- Lending the companies in which it owns shares and providing guarantees on behalf of those companies to others, providing that the holding Company's ownership percentage in the share capital of the borrowed Company must be at least 20%.
- Owning industrial equity of patents, industrial trademarks, industrial fees or any other rights related to that and renting them to other companies to utilize them inside Kuwait or abroad.
- Owning the necessary movables and properties to carry out its activity in accordance with the Law.

The Parent Company may have an interest in, or may participate in any form with the institutions that have a similar business or that will assist it to achieve its objectives inside or outside Kuwait. Also it may establish or participate in or acquire these institutions or join them.

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

On 29 September 2013, Ministry of Commerce and Industry issued its regulation No. 425/2013 regarding the Executive by-laws of the Companies Law. All existing companies are required to comply with articles of these by-laws within one year from the date of its issuance.

The registered address of the Parent Company is: Qibla – Plot (5) – Building (11) owned by Mousa Abdullwahab Al Naqy - Kuwait.

The Board of Directors approved this interim condensed consolidated financial information for the nine months ended September 30, 2013 for issue on November 12, 2013.

2- Basis of presentation

This interim condensed consolidated financial information of the Parent Company has been prepared in compliance with the International Accounting Standard No. 34 "Interim Financial Reporting". 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.

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standard. In addition results for the nine months ending September 30, 2013 are not necessarily indicative of the results that may be expected for the year ending December 31, 2013. For further information, refer to the Parent Company's audited consolidated financial statements for the year ended December 31, 2012.

3- Judgments and estimates

The preparation of interim condensed consolidated financial information requires management to make judgments, estimates and assumptions that may affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results my differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended December 31, 2012.

4- Changes to accounting policies

Adoption of new IASB Standards and amendments during the period
The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2012, except for the adoption of new standards and amendments effective as of 1 January 2013.

The Group applies, for the first time, certain standards and amendments that require restatement of previous financial statements. These include IFRS 13 Fair Value Measurement and amendments to IAS 1 Presentation of Financial Statements. As required by IAS 34, the nature and the effect of these changes are disclosed below.

Several other new standards and amendments apply for the first time in 2013. However, they do not impact the annual consolidated financial statements nor the interim condensed consolidated financial information of the Group.

The nature and the impact of each new standard/amendment is described below:

Standard or interpretation	*Effective for annual periods beginning*
IFRS 13 Fair Value Measurement	January 1, 2013
IFRS 7 Financial Instruments: Disclosures – amendments	January 1, 2013
Annual Improvements 2009-2011	January 1, 2013

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 Group.

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 Group provides these disclosures in Note (16). The requirements of IAS 14 and transition provisions of IFRS 13 do not require comparative information for periods before initial application of IFRS 13. Consequentially, the Group does not provide the comparative information.

IFRS 7 Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities (Amendments to IFRS 7)

Qualitative and quantitative disclosures have been added to IFRS 7 'Financial Instruments: Disclosures' (IFRS 7) relating to gross and net amounts of recognized financial instruments that are (a) set off in the consolidated statement of financial position and (b) subject to enforceable master netting arrangements and similar agreements, even if not set off in the consolidated statement of financial position. As the Group is not setting off financial instruments in accordance with IAS 32 and does not have relevant offsetting arrangements, the amendment does not have an impact on the Group.

Annual Improvements 2009-2011 (the Annual Improvements)

The Annual Improvements 2009-2011 (the Annual Improvements) made several minor amendments to a number of IFRSs. The amendments relevant to the Group are summarised below:

Clarification of the requirements for opening consolidated statement of financial position (amendments to IAS 1):

- Clarifies that the appropriate date for the opening consolidated statement of financial position is the beginning of the preceding period (related notes are no longer required to be presented)

- Addresses comparative requirements for the opening consolidated statement of financial position when an entity changes accounting policies or makes retrospective restatements or reclassifications, in accordance with IAS 8.

Under IAS 34, the minimum items required for the interim condensed consolidated financial information do not include a third balance sheet.

Clarification of the requirements for comparative information provided beyond minimum requirements (amendments to IAS 1):

- Clarifies that additional financial statement information need not be presented in the form of a complete set of consolidated financial statements for periods beyond the minimum requirements
- Requires that any additional information presented should be presented in accordance with IFRS and the entity should present comparative information in the related notes for that additional information.

IASB Standards issued but not yet effective

At the date of authorization of these interim condensed consolidated financial information, certain new standards, amendments and interpretations to existing standards have been published by the IASB but are not yet effective, and have not been adopted early by the Group.

Management anticipates that all of the relevant pronouncements will be adopted in the Group's accounting policies for the first period beginning after the effective date of the pronouncement. Information on new standards, amendments and interpretations that are expected to be relevant to the Group's consolidated financial statements is provided below. Certain other new standards and interpretations have been issued but are not expected to have a material impact on the Group's consolidated financial statements.

Standard or Interpretation	*Effective for annual periods beginning*
IFRS 9 Financial Instruments: Classification and Measurement	January 1, 2015
IAS 32 Financial Instruments: Presentation – amendments	January 1, 2014

IFRS 9 Financial Instruments
The IASB aims to replace IAS 39 Financial Instruments: Recognition and Measurement in its entirety. The replacement standard (IFRS 9) is being issued in phases. To date, the chapters dealing with recognition, classification, measurement and derecognition of financial assets and liabilities have been issued. These chapters are effective for annual periods beginning 1 January 2015. Further chapters dealing with impairment methodology and hedge accounting are still being developed. Further, in November 2011, the IASB tentatively decided to consider making limited modifications to IFRS 9's financial asset classification model to address application issues.

Although earlier application of this standard is permitted, the Technical Committee of the Ministry of Commerce and Industry of Kuwait decided on December 2009, to postpone this early application till further notice.

Management has not yet to assess the impact that this amendment is likely to have on the consolidated financial statements of the Group. However, they do not expect to implement the amendments until all chapters of IFRS 9 have been published and they can comprehensively assess the impact of all changes.

Offsetting Financial Assets and Financial Liabilities (Amendments to IAS 32)
The Amendments to IAS 32 add application guidance to address inconsistencies in applying IAS 32's criteria for offsetting financial assets and financial liabilities in the following two areas:

- The meaning of 'currently has a legally enforceable right of set-off'
- That some gross settlement systems may be considered equivalent to net settlement.

The Amendments are effective for annual periods beginning on or after 1 January 2014 and are required to be applied retrospectively. Management does not anticipate a material impact on the Group's interim condensed consolidated financial information from these Amendments.

Al Salam Group Holding Company

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"All amounts are in Kuwaiti Dinar unless stated otherwise"

5- Basis of consolidation

The interim condensed consolidated financial information includes the Parent Company's interim condensed financial information and its subsidiaries mentioned below:

	Shareholding percentage	Country of incorporation	Activity
Al Dosser International for General Trading and Contracting Company (W.L.L) (previously : Syria International for General Trading and Contracting Company -W.L.L)	99%	Kuwait	General trading and contracting
Asal Holding Company - K.S.C.(Holding)	99.2%	Kuwait	Holding

The interim condensed financial information of the subsidiaries has been consolidated based on financial statements prepared by the management as of September 30, 2013.
During the period, the subsidiary (Al Dosser International for General Trading and Contracting Company -W.L.L) (Previously :Syria International for General Trading and Contracting Company -W.L.L) has acquired a subsidiary, the acquisition cost amounting to KD 50,000 that equal the carrying value of this company at the acquisition date therefore there was no goodwill resulted from this acquisition process.

6- Investments at fair value - statement of income

	September 30, 2013	December 31, 2012 (Audited)	September 30, 2012
Investments in local shares - quoted	**6,656,545**	6,644,079	3,133,800
Investments in local shares - unquoted	**89,000**	89,000	89,000
	6,745,545	6,733,079	3,222,800

- Investments in unquoted shares are evaluated in accordance with the estimated operations based on the available information on the financial position, results of operations of the investee companies , the expected future profits of these companies and also take in consideration recently transactions on the shares with other parties in investee companies or similar companies.

7- Accounts receivable and other debit balances

	September 30, 2013	December 31, 2012 (Audited)	September 30, 2012
Due from related parties (Note - 13)	**356,040**	379,997	291,378
Advance payments for purchasing investments	**619,841**	444,841	444,841
Trade receivables	**514,369**	421,460	-
Refundable deposits	**5,494**	5,000	-
Banks guarantees	**944,519**	913,575	-
Prepaid expenses	**83,494**	10,710	-
Staff receivables	**46,635**	64,644	-
Other	**6,830**	11,823	6,860
	2,577,222	2,252,050	743,079

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8- Available for sale investments

	September 30, 2013	December 31, 2012 (Audited)	September 30, 2012
Investments in local shares – quoted	**1,979,956**	-	-
Investments in local shares –unquoted	**204,822**	-	13,725
	2,184,778	-	13,725

9- Investments in associates

The details of these investments are as follows:

	Shareholding percentage %	September 30, 2013	December 31,2012 (Audited)	September 30, 2012
Sarh Capital Real Estate Company K.S.C (Closed)	%31.28	**11,319,246**	14,130,840	-
India Holding Company K.S.C (Holding)	%33.98	**8,460,958**	8,462,657	-
Al-Madina Finance and Investment Company K.S.C (Closed)	-	-	-	22,454,905
		19,780,204	22,593,497	22,454,905

The Group's share in results of associates has been recognized based on financial information prepared by the management as of September 30, 2013.
During the period, the Group sold an interest in Sarh Capital Real Estate Company - K.S.C (Closed) with amount of KD 2,788,671 and there were no gains or losses reuslted from this transaction.

10- Accounts payable and other credit balances

	September 30, 2013	December 31, 2012 (Audited)	September 30, 2012
Due to related parties (Note -13)	**1,249,396**	1,325,370	232,856
Payables for purchasing property and equipment	**610,331**	199,948	-
Accrued expenses	**143,267**	141,057	-
Tax deductions	**283,590**	275,707	188,896
Dividends payables	**112,249**	126,805	131,367
Trade payables	**6,576**	11,452	-
Payables for purchasing investments	**222,191**	17,369	17,369
Staff-leave provision	**67,185**	49,844	21,672
Other	**2,413**	23,750	139
	2,697,198	2,171,302	592,299

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Notes to the interim condensed consolidated financial information for the nine months ended September 30, 2013 (Unaudited)

"All amounts are in Kuwaiti Dinar unless stated otherwise"

11- (Losses)/gains on investments

	Three months ended September 30		Nine months ended September 30	
	2013	2012	**2013**	2012
Change in fair value of investments at fair value - statement of income	-	(541)	**12,466**	960
Net (losses)/gains on investments	-	(18,277)	-	583,018
	-	(18,818)	**12,466**	583,978

12- Earnings per share / (fils)

Earnings per share is computed by dividing net profit for the period by the weighted average number of outstanding shares during the period as follow:

	Three months ended September 30		Nine months ended September 30	
	2013	2012	**2013**	2012
Net profit for the period	**9,376**	2,400	**162,640**	241,129
Weighted average of outstanding shares during the period	**256,800,000**	256,800,000	**256,800,000**	256,800,000
Weighted average of treasury shares	-	(8,560,000)	-	(8,560,000)
Weighted average number of shares less treasury shares	**256,800,000**	248,240,000	**256,800,000**	248,240,000
Earnings per share / (fils)	**0.04**	0.01	**0.63**	0.97

The bonus shares issued have taken into consideration when calculating the weighted average number of issued and outstanding shares for both periods ended on Sepetember 30, 2013 / 2012 and effectively from the beginning of each period.

13- Related parties' transactions

Related parties comprise of associates, major shareholders, Board of Directors, key management personnel of the Group and companies which they controlled or jointly controlled or significantly influence. The Group's management approved the pricing policies and terms of these transactions. The balances and amounts due from/to related parties are interest free and have no specific maturity date except Finance and Musharka.

The balances and movement of transactions with related parties included in the interim condensed consolidated financial information are as follows:

Interim condensed consolidated statement of financial position :	**September 30, 2013**	December 31, 2012 (Audited)	September 30, 2012
Finance and Musharka	**444,401**	444,401	3,803,600
Due from related parties (Note - 7)	**356,040**	379,997	291,378
Due to related parties (Note - 10)	**1,249,396**	1,325,370	232,856

	Three months ended September 30		**Nine months ended September 30**	
Interim condensed consolidated statement of income :	**2013**	2012	**2013**	2012
Finance and Musharka income	-	81,491	-	241,815

14- Segmental information

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

Operating segments:
The Group's operating segments primarily operates concentrated on investing activity and general trading and contracting.

Geographical segments:
The Group operates in one main geographical segment that is local market in State of Kuwait.

15- Shareholders' General Assembly

On May 13, 2013, the Ordinary and Extraordinary General Assembly of the Shareholders held and approved the consolidated financial statements for the year ended December 31, 2012 and approved the Board of Directors' proposal to distribute bonus shares by 7% of the Parent Company's Share Capital for the year ended December 31, 2012.

16- Financial instruments

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

Financial assets	**September 30, 2013**
Cash and cash equivalents	**148,876**
Investments at fair value - statement of income	**6,745,545**
Finance and Musharka	**444,401**
Accounts receivable and other debit balances	**2,577,222**
Available for sale investments	**2,184,778**
	12,100,822

Financial liabilities	**September 30, 2013**
Accounts payable and other credit balances	**2,697,198**

Fair value of financial instruments

Fair value of financial instruments is defined as the amounts at which the asset could be exchanged or a liability settled in a current transaction between knowledgeable willing parties in an arm's length transaction other than in forced or liquidation sale. The Group used recognized assumptions and methods to estimate the fair value of the financial instruments. The fair value of financial assets and financial liabilities are determined as follows:

- The fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid market is determined with reference to quoted market prices.
- The fair value of other financial assets and financial liabilities (excluding derivative instruments) is determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from identifiable current market transactions and dealer quotes for similar financial instruments.
- The fair values of financial instruments carried at amortized cost are not significantly different from their carrying values.

Fair value measurement recognized in the interim condensed consolidated statement of financial position

The Group adopted the amendments to IFRS 7 effective from January 1, 2011. These amendments require the Group to present certain information about financial instruments measured at fair value in the interim condensed consolidated statement of financial position. The following table presents financial assets and financial liabilities measured at fair value in the interim condensed consolidated statement of financial position in accordance with the fair value hierarchy. This hierarchy group's financial assets and liabilities into nine levels based on the significance of inputs used in measuring the fair value of the financial assets and financial liabilities.

The fair value hierarchy has the following levels:

- Level 1: quoted prices (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 liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

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.

The financial assets and financial liabilities measured at fair value in the interim condensed consolidated statement of financial position are grouped into the fair value hierarchy as follows:

September 30, 2013:	Level 1	Level 2	Level 3	Total
Assets:				
Investments at fair value - statement of income				
Quoted securities	6,656,545	-	-	6,656,545
Unquoted securities	-	-	89,000	89,000
Available for sale investments				
Quoted securities	1,979,956	-	-	1,979,956
Unquoted securities	-	-	204,822	204,822
	8,636,501	-	293,822	8,930,323
Liabilities:	-	-	-	-
Net fair value	8,636,501	-	293,822	8,930,323

There were no transfers between the three levels during the period.

17- Comparative figures

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