MAZAYA
AIM TO LEAD

KUWAIT HEAD OFFICE
www.mazayaholding.com

DUBAI OFFICE
Jumeirah Lake Towers

التاريخ : 2017/11/05
المرجع: MAZ-FI-11-2017-0337

السادة/ سوق دبي المالي المحترمين
عناية السيد/ حسن عبدالرحمن السركال المحترم
نائب رئيس أول - رئيس تنفيذي العمليات - رئيس قطاع العمليات

تحية طيبة وبعد،،،

الموضوع : المعلومات المالية المرحلية المكثفة المجمعة للفترة المنتهية في 2017/09/30 لشركة المزايا القابضة

نود إفادتكم بأن مجلس إدارة الشركة قد اجتمع اليوم الأحد الموافق 2017/11/05، واعتمد المعلومات المالية المرحلية المكثفة المجمعة للفترة المنتهية في 2017/09/30 وفقا لما يلي :-

We would like to inform you that Al Mazaya Holding Co. K.S.C.P board of directors has met today Sunday 05 November 2017, and approved the interim condensed consolidated financial information for the period ended 30/09/2017 according to the following:

1. Current Period — **1-الفترات المقارنة:**

البند Item	فترة الثلاثة أشهر المنتهية في For the 3 months period ended 2017/09/30 دولار امريكي Amount in USD	فترة التسعة أشهر المنتهية في For the 9 months period ended 2017/09/30 دولار امريكي Amount in USD
الربح Net Profit	8,938,839	22,737,632
ربح السهم- (سنت أمريكي) EPS – Cent	1.44	3.65
إجمالي الموجودات المتداولة Total Current Assets	-	242,087,389
إجمالي الموجودات Total Assets	-	770,018,522
إجمالي المطلوبات المتداولة Total Current Liabilities	-	127,023,152
إجمالي المطلوبات Total Liabilities	-	380,313,521
إجمالي حقوق الملكية Total Equity	-	389,705,001

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Knowing that the net profit includes: | **علماً بأن صافي الربح يتضمن :**

دولار أمريكي USD	صفر Nil	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة مبلغ Revenues from related parties' transactions.
دولار أمريكي USD	صفر Nil	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة مبلغ Expenses resulted from related parties' transactions.

2. Comparative Period | **2-الفترات المقارنة:**

فترة التسعة أشهر المنتهية في For the 9 months period ended	فترة الثلاثة أشهر المنتهية في For the 3 months period ended	البند Item
2016/09/30	2016/09/30	
دولار امريكي Amount in USD	دولار امريكي Amount in USD	
22,649,624	8,947,924	الربح Net Profit
3.65	1.44	ربح السهم- (سنت أمريكي) EPS – Cent
271,246,232	-	إجمالي الموجودات المتداولة Total Current Assets
755,943,840	-	إجمالي الموجودات Total Assets
137,765,715	-	إجمالي المطلوبات المتداولة Total Current Liabilities
368,091,509	-	إجمالي المطلوبات Total Liabilities
387,852,331	-	إجمالي حقوق الملكية Total Equity

3- تفاصيل التحفظات أو أي فقرة توضيحية واردة في تقرير مراقب الحسابات:
لا يوجد أي تحفظات أو فقرات توضيحية واردة في تقرير مراقب الحسابات.

3- Qualification or emphasis of matter on audit report:
There are no qualifications or emphasis of matter paragraphs mentioned in the auditor's report.

ابراهيم عبدالرحمن الصقعبي

الرئيس التنفيذي

MAZAYA
شركة المزايا القابضة ش.م.ك.ع (قابضة)
AL MAZAYA HOLDING CO. K.S.C.P (HOLDING)

Interim Financial Information form for Kuwaiti companies

نموذج نتائج المعلومات المالية المرحلية للشركات الكويتية

Interim Financial Information for the Period Ended 30/09/2017 - Form in KD			**نموذج نتائج المعلومات المالية المرحلية عن الفترة المنتهية في 2017/09/30 - (د.ك)**
شركة المزايا القابضة			**اسم الشركة**
AL Mazaya Holding Co.			**Company's Name**
2017/11/05			**تاريخ اجتماع مجلس الإدارة** **The Date of Board of Directors Meeting**
نسبة التغير **Change Percentage**	**الفترة المقارنة** **Comparative Period** **2016/09/30**	**الفترة الحالية** **Current Period** **2017/09/30**	**البيان** **Statement**
0.55%	6,836,789	**6,874,723**	**صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم** **Net Profit (Loss) represents the amount attributable to the owners of the parent Company**
0.27% 0.18%	11.01 10.93	**11.04** **10.95**	**ربحية / (خسارة) السهم الأساسية – فلس** **Basic Earnings per share– Fils** **ربحية / (خسارة) السهم المخففة– فلس** **Diluted Earnings per share– Fils**
(10.60)%	81,875,675	**73,195,122**	**الموجودات المتداولة** **Current Assets**
2.03%	228,181,648	**232,815,100**	**إجمالي الموجودات** **Total Assets**
(7.64)%	41,584,581	**38,405,450**	**المطلوبات المتداولة** **Current Liabilities**
3.49%	111,108,422	**114,987,793**	**إجمالي المطلوبات** **Total Liabilities**
(1.05)%	109,427,346	**108,276,211**	**إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم** **Total Equity attributable to the owners of the Parent Company**
11.06%	42,534,206	**47,238,668**	**اجمالي الإيرادات التشغيلية** **Total Operating Revenue**
2.37%	10,915,757	**11,174,839**	**صافي الربح / (الخسارة) التشغيلي** **Net Operating Profit (Loss)**
0.60%	9.93%	**9.99%**	**صافي الربح (الخسارة) / رأس المال المدفوع** **Net Profit (Loss)/ Paid-up Share Capital**

- يعود سبب الارتفاع في صافي الربح بشكل رئيسي إلى:
  - ❖ الزيادة في الأرباح التشغيلية الناجمة عن زيادة إيرادات الإيجارات و المبيعات والأرباح التشغيلية الأخرى مقابل الزيادة في تكاليف التمويل والمصروفات الأخرى.

- **The increase in the net profit is mainly due to the followings:**
  - ❖ Increase in the operating income due to the increase in rental income, sales and other operating profits, which was offset by the increase in finance cost and other expenses.

- **بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة مبلغ صـفـر دينار كويتي.**
- **Total revenues realized from dealing with related parties amounting to KD Nil.**

- **بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة مبلغ صـفـر دينار كويتي.**
- **Total expenditures incurred from dealing with related parties amounting to KD Nil.**

ختم الشركة	التوقيع	المسمى الوظيفي	الاسم
MAZAYA شركة المزايا القابضة ش.م.ك (قابضة) AL MAZAYA HOLDING CO. K.S.C.P (HOLDING)		رئيس مجلس الإدارة	رشيد يعقوب النفيسي

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2017 (UNAUDITED)

	Notes	*30 September 2017 KD*	*(Audited) 31 December 2016 (Restated) KD*	*30 September 2016 KD*
ASSETS				
Non-current assets				
Goodwill		**2,254,210**	2,266,732	2,266,732
Property and equipment		**532,115**	595,221	569,622
Investment properties		**127,080,317**	129,286,975	115,289,477
Investment in a joint venture and associate		**9,794,188**	9,352,843	12,876,839
Financial assets available-for-sale		**8,595,853**	9,126,960	9,529,111
Advances for purchase of properties		**11,363,295**	7,495,086	5,774,192
		159,619,978	158,123,817	146,305,973
Current assets				
Properties held for trading		**48,717,961**	69,036,258	52,650,140
Accounts receivable and other debit balances		**15,329,102**	17,438,418	20,193,207
Cash and bank balances	4	**9,148,059**	10,185,452	9,032,328
		73,195,122	96,660,128	81,875,675
TOTAL ASSETS		**232,815,100**	254,783,945	228,181,648
EQUITY AND LIABILITIES				
Equity				
Share capital		**68,827,896**	68,827,896	68,827,896
Share premium		**21,655,393**	21,655,393	21,655,393
Statutory reserve		**13,195,539**	13,195,539	12,123,874
Voluntary reserve		**10,260,619**	10,260,619	9,188,954
Fair value reserve		**361,402**	549,283	721,465
Treasury shares	5	**(20,707,103)**	(21,310,897)	(21,310,897)
Employees' share option plan		**381,662**	360,360	287,972
Other reserves		**731,986**	845,160	893,389
Foreign currency translation reserve		**(2,659,778)**	411,577	2,924,058
Retained earnings		**16,228,595**	14,715,271	14,115,242
Equity attributable to equity holders of the Parent Company		**108,276,211**	109,510,201	109,427,346
Non-controlling interests		**9,551,096**	9,471,589	7,645,880
Total equity		**117,827,307**	118,981,790	117,073,226
Liabilities				
Non-current liabilities				
Employees' end of service benefits		**946,390**	873,797	824,718
Tawarruq and ijara payable		**66,628,304**	66,522,971	68,699,123
Term loans		**9,007,649**	7,471,129	-
		76,582,343	74,867,897	69,523,841
Current liabilities				
Tawarruq and ijara payable		**13,731,799**	10,319,641	9,749,463
Term loans		**3,059,967**	2,322,458	15,828,393
Advances from customers		**6,345,412**	27,789,257	-
Accounts payable and other credit balances		**15,268,272**	20,502,902	16,006,725
		38,405,450	60,934,258	41,584,581
Total liabilities		**114,987,793**	135,802,155	111,108,422
TOTAL LIABILITIES AND EQUITY		**232,815,100**	254,783,945	228,181,648

Rasheed Y. Al Nafisi
Chairman

Ibrahim A. Al Soqabi
Chief Executive Officer

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

For the period ended 30 September 2017 (UNAUDITED)

		Three months ended 30 September		*Nine months ended 30 September*	
		2017	*2016*	***2017***	*2016*
	Notes	***KD***	*KD*	***KD***	*KD*
Revenue from sale of properties held for trading		**13,998,648**	14,984,794	**41,514,714**	36,916,071
Rental income		**1,864,942**	1,815,396	**5,597,520**	5,421,011
Net management fees and commission income		**54,065**	65,911	**126,434**	197,124
REVENUE		**15,917,655**	16,866,101	**47,238,668**	42,534,206
Cost of sale of properties held for trading		**(11,677,976)**	(11,653,645)	**(34,826,781)**	(30,539,464)
Cost of rental		**(475,511)**	(373,603)	**(1,237,048)**	(1,078,985)
COST OF REVENUE		**(12,153,487)**	(12,027,248)	**(36,063,829)**	(31,618,449)
GROSS PROFIT		**3,764,168**	4,838,853	**11,174,839**	10,915,757
Gain on sale of a subsidiary		**-**	-	**-**	1,184,979
Loss on disposal of investment properties		**-**	-	**-**	(104,923)
Share of results from joint venture and associate		**103,898**	577,740	**394,153**	1,083,705
General and administrative expenses		**(1,703,676)**	(1,284,196)	**(4,345,551)**	(3,662,795)
Write back of impairment loss on properties held for trading		**1,635,306**	-	**1,635,306**	-
OPERATING INCOME		**3,799,696**	4,132,397	**8,858,747**	9,416,723
Net investment income (loss)		**231,649**	(14,515)	**496,357**	614,569
Other (expenses) income		**(389,752)**	100,165	**(211,841)**	560,585
Reversal of provision no longer required	10	**-**	14,524	**970,452**	-
Finance costs		**(748,738)**	(901,653)	**(2,763,284)**	(2,681,975)
Foreign exchange gain (loss)		**55,179**	(362,312)	**7,469**	(90,853)
Profit for the period before contribution for Kuwait Foundation for Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST") and Zakat		**2,948,034**	2,968,606	**7,357,900**	7,819,049
KFAS		**(18,765)**	(18,354)	**(42,309)**	(44,914)
NLST		**(67,936)**	(63,526)	**(116,233)**	(119,301)
Zakat		**(7,294)**	(17,903)	**(16,220)**	(27,449)
PROFIT FOR THE PERIOD		**2,854,039**	2,868,823	**7,183,138**	7,627,385
Attributable to:					
Equity holders of the Parent Company		**2,702,658**	2,700,931	**6,874,723**	6,836,789
Non-controlling interests		**151,381**	167,892	**308,415**	790,596
		2,854,039	2,868,823	**7,183,138**	7,627,385
EARNING PER SHARE:					
BASIC - ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	3	**4.34 fils**	4.35 fils	**11.04 fils**	11.01 fils
DILUTED - ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	3	**4.30 fils**	4.32 fils	**10.95 fils**	10.93 fils

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF AL MAZAYA HOLDING COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Mazaya Holding Company K.S.C.P. (the "Parent Company") and its subsidiaries (collectively the "Group") as at 30 September 2017 and the related interim condensed consolidated statement of income and interim condensed consolidated statement of comprehensive income for the three months and nine months periods then ended, and the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the nine months period then ended. The 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 IAS 34 "Interim Financial Reporting" ("IAS 34"). 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 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 information is not prepared, in all material respects, in accordance with IAS 34.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of accounts of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016 and its executive regulation as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association of the Parent Company during the nine months period ended 30 September 2017 that might have had a material effect on the business of the Parent Company or on its financial position.

BADER A. AL-ABDULJADER
LICENCE NO. 207 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

5 November 2017
Kuwait