National International Holding Company K.S.C.P.
And its subsidiaries
State of Kuwait

Interim Condensed Consolidated Financial Information
And Review Report
For the six months period ended 30 June 2023
(Unaudited)

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National International Holding Company K.S.C.P.
State of Kuwait

Report on Review of Interim Condensed Consolidated Financial Information to the Board of Directors

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National International Holding Company K.S.C.P. (the "Parent Company") and its subsidiaries (together referred to as "the Group") as at 30 June 2023, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six 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 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 International Accounting Standard No. (34) "Interim Financial Reporting".

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 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, the executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the six months period ended 30 June 2023 that might have had a material effect on the business of the Group or on its consolidated financial position.

We further report that, during the course of our review, we have not become aware of any material violations of the provisions of Law No. 7 of 2010, concerning the Capital Markets Authority and its related regulations, as amended, during the six-month period ended 30 June 2023, that might have had a material effect on the business of the Group or on its consolidated financial position.

Bader A. Al Wazzan
Licence No. 62 A
Deloitte & Touche - Al-Wazzan & Co.

Kuwait, 2 August 2023

National International Holding Company K.S.C.P.
And its subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Financial Position as at 30 June 2023 (Unaudited)

(All amounts are in Kuwaiti Dinar)

	Notes	30 June 2023	31 December 2022 (Audited)	30 June 2022
Assets				
Cash and cash equivalents	4	2,904,114	1,136,072	1,087,313
Accounts receivable and other assets	5	1,978,973	2,476,783	3,385,975
Inventories		713,348	740,654	927,852
Investments at fair value through profit or loss	6	5,508,409	5,411,852	5,706,854
Investments at fair value through OCI	7	16,325,877	16,203,713	16,728,103
Investments in debt instruments at amortized cost	8	9,850,000	9,850,000	9,567,166
Investment in associates	9	12,962,280	13,930,064	13,293,195
Investment properties		-	-	345,999
Property and equipment		4,584,613	4,608,303	4,703,409
Total assets		54,827,614	54,357,441	55,745,866
Liabilities and equity				
Liabilities				
Bank facilities	10	2,677,673	2,953,739	3,288,073
Accounts payable and other liabilities	11	6,389,485	5,838,876	6,297,870
Total liabilities		9,067,158	8,792,615	9,585,943
Equity				
Share capital		23,455,302	23,455,302	22,772,138
Share premium		2,813,184	2,813,184	2,813,184
Statutory reserve		1,498,868	1,498,868	1,322,233
Fair value reserve		9,104,059	9,153,180	10,563,094
Treasury shares	12	(1,538,448)	(1,616,019)	(1,540,240)
Treasury shares reserve		620,888	616,198	490,638
Group's share in associates' reserves		58,284	(64,140)	(283,976)
Retained earnings		1,246,743	1,390,447	2,031,201
Equity attributable to the shareholders of the Parent Company		37,258,880	37,247,020	38,168,272
Non-controlling interests		8,501,576	8,317,806	7,991,651
Total equity		45,760,456	45,564,826	46,159,923
Total liabilities and equity		54,827,614	54,357,441	55,745,866

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

Abdul Wahab Mohamed Al-Wazzan
Chairman

Mamdouh Abdul Ghani El Sherbiny
Chief Executive Officer

National International Holding Company K.S.C.P.
And its subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Income for the six months ended 30 June 2023 (Unaudited)

(All amounts are in Kuwaiti Dinar)

	Notes	Three months ended 30 June		Six months ended 30 June	
		2023	**2022**	**2023**	**2022**
Revenues					
Net investment income/(loss)	13	861,509	(216,294)	1,432,066	795,923
Group share of results from associates		(137,662)	608,303	2,648	691,842
Profit from operating activities		918,863	728,300	2,272,835	1,629,346
Net loss from investment properties		-	(19,196)	-	(25,449)
Other income		65	5,509	11,780	16,036
		1,642,775	1,106,622	3,719,329	3,107,698
Expenses					
Cost of sales from operating activities		734,788	520,030	1,793,462	1,237,535
Other expenses		392,126	378,117	801,014	730,937
Finance costs		47,376	39,012	107,407	73,043
		1,174,290	937,159	2,701,883	2,041,515
Profit for the period before deductions		468,485	169,463	1,017,446	1,066,183
Contribution to KFAS		(4,847)	6,143	(4,847)	(2,064)
National Labour Support Tax		(15,851)	18,247	(27,491)	(5,136)
Zakat		(6,880)	7,632	(7,167)	(1,150)
Net Profit for the period		440,907	201,485	977,941	1,057,833
Attributable to:					
Shareholders of the Parent Company		456,268	218,546	961,736	1,098,295
Non-controlling interests		(15,361)	(17,061)	16,205	(40,462)
		440,907	201,485	977,941	1,057,833
Basic and diluted earnings per share (fils)	14	2.05	0.99	4.33	4.99

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

National International Holding Company K.S.C.P.
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Interim Condensed Consolidated Statement of Comprehensive Income for the six months ended 30 June 2023 (Unaudited)

(All amounts are in Kuwaiti Dinar)

	Three months ended 30 June		Six months ended 30 June	
	2023	**2022**	**2023**	**2022**
Net Profit for the period	440,907	201,485	977,941	1,057,833
Other comprehensive income items:				
Items that are or may be reclassified subsequently to the interim condensed consolidated statement of income:				
Group's share in associates' reserves	133,780	121,858	131,797	40,431
Items that will not be reclassified subsequently to interim condensed consolidated statement of income:				
Change in fair value of equity investments at fair value through other comprehensive income	124,172	(990,693)	122,164	(1,082,699)
Group's share in associates' reserves	(9,373)	(79,836)	(9,373)	3,703
	114,799	(1,070,529)	112,791	(1,078,996)
Total other comprehensive loss items	248,579	(948,671)	244,588	(1,038,565)
Total comprehensive income/(loss) for the period	689,486	(747,186)	1,222,529	19,268
Attributable to:				
Shareholders of the Parent Company	659,485	(346,695)	1,038,759	452,292
Non-controlling interests	30,001	(400,491)	183,770	(433,024)
	689,486	(747,186)	1,222,529	19,268

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

National International Holding Company K.S.C.P.
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Interim Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2023 (Unaudited)

(All amounts are in Kuwaiti Dinar)

	Equity attributable to the shareholders of the Parent Company									Non-controlling interests	Total equity
	Share capital	Share premium	Statutory reserve	Fair value reserve	Treasury shares	Treasury shares reserve	Group's share in associates' reserves	Retained earnings	Total		
Balance as at 1 January 2022	22,772,138	2,813,184	1,322,233	11,253,231	(1,539,404)	490,638	(328,110)	2,002,419	38,786,329	8,424,675	47,211,004
Net profit for the period	-	-	-	-	-	-	-	1,098,295	1,098,295	(40,462)	1,057,833
Other comprehensive loss items	-	-	-	(690,137)	-	-	44,134	-	(646,003)	(392,562)	(1,038,565)
Purchase of treasury shares	-	-	-	-	(836)	-	-	-	(836)	-	(836)
Cash dividends	-	-	-	-	-	-	-	(1,069,513)	(1,069,513)	-	(1,069,513)
Balance as at 30 June 2022	22,772,138	2,813,184	1,322,233	10,563,094	(1,540,240)	490,638	(283,976)	2,031,201	38,168,272	7,991,651	46,159,923
Balance as at 1 January 2023	23,455,302	2,813,184	1,498,868	9,153,180	(1,616,019)	616,198	(64,140)	1,390,447	37,247,020	8,317,806	45,564,826
Net profit for the period	-	-	-	-	-	-	-	961,736	961,736	16,205	977,941
Other comprehensive income items	-	-	-	(45,401)	-	-	122,424	-	77,023	167,565	244,588
Purchase of treasury shares	-	-	-	-	(1,167,377)	-	-	-	(1,167,377)	-	(1,167,377)
Sale of treasury shares	-	-	-	-	1,244,948	4,690	-	-	1,249,638	-	1,249,638
Group's share from transfer to retained earnings in an associate	-	-	-	(3,720)	-	-	-	3,720	-		-
Cash dividends (Note 17)	-	-	-	-	-	-	-	(1,109,160)	(1,109,160)	-	(1,109,160)
Balance as at 30 June 2023	23,455,302	2,813,184	1,498,868	9,104,059	(1,538,448)	620,888	58,284	1,246,743	37,258,880	8,501,576	45,760,456

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

National International Holding Company K.S.C.P.
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Interim Condensed Consolidated Statement of Cash Flows for the six months ended 30 June 2023 (Unaudited)

(All amounts are in Kuwaiti Dinar)

	Note	Six months ended 30 June	
		2023	**2022**
Cash flow from operating activities			
Net profit for the period		977,941	1,057,833
Adjustments:			
Net investment income		(1,432,066)	(795,923)
Share of results from associates		(2,648)	(691,842)
Depreciation and amortization		56,200	56,716
Net loss from investment properties		-	25,449
Finance costs		107,407	73,043
Provision for employees' end of service benefits		131,932	68,297
Operating losses before changes in working capital		(161,234)	(206,427)
Accounts receivable and other assets		525,510	(91,436)
Financial assets at fair value through profit or loss		842,465	(297,286)
Inventories		27,306	(310,792)
Accounts payable and other liabilities		(709,772)	(784,477)
Employees' end of service benefits - paid		(5,227)	-
Net cash generated from / (used in) operating activities		519,048	(1,690,418)
Cash flow from investing activities			
Cash dividends received		1,558,200	654,640
Purchase of investments at FVTOCI		-	(436,081)
Proceeds from sale of investment properties		-	582,340
Purchase of property and equipment		(1,970)	(51,306)
Net cash generated from investing activities		1,556,230	749,593
Cash flow from financing activities			
Net changes in bank facilities		(276,066)	579,540
Finance costs paid		(107,407)	(73,043)
Cash dividends paid		(6,024)	(7,183)
Purchase of treasury shares		(1,167,377)	(836)
Proceeds from sale of treasury shares		1,249,638	-
Net cash (used in) / generated from financing activities		(307,236)	498,478
Net change in cash and cash equivalents		1,768,042	(442,347)
Cash and cash equivalents at the beginning of the period		1,136,072	1,529,660
Cash and cash equivalents at the end of the period	4	2,904,114	1,087,313

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

1. Incorporation and activities

The Parent Company is a Kuwaiti Public Shareholding Company registered and incorporated in Kuwait on 14 January 1979 whose shares are listed on the Kuwait Stock Exchange and the Dubai Financial Market. The Parent Company is engaged in investing activities in both local and international markets as set forth in Article No. 5 of the Parent Company's Articles of Association. The Parent Company is regulated by the Capital Market Authority ("CMA").

The registered office of the Parent Company is located at Al –Raya Tower 2, Floor 45, Abdulaziz Al-Saqer Street, P.O. Box 25825 Safat Kuwait.

The interim condensed consolidated financial information includes the financial statements of the Parent Company and its subsidiaries, together referred to as "the Group" as follows:

Company Name	Country of incorporation	Principal activity	Equity interest (%)		
			30 June 2023	31 December 2022 (Audited)	30 June 2022
Al Ola National Real Estate Company *sole proprietorship*	Kuwait	Real estate activities	100	100	100
Al Ghad Project Management Company *sole proprietorship*	Kuwait	Real estate projects management	100	100	100
Al Ghad International General Trading W.L.L.	Kuwait	General Trading	100	100	100
Asoul Sukuk Musharaka for General Trading W.L.L	Kuwait	General Trading	100	100	100
Smart Wood for General Trading Company W.L.L	Kuwait	General Trading	54.8	54.8	54.8
Al Ahlia Chemicals Company K.S.C.C. (Note 10)	Kuwait	Manufacturing	62.6	62.6	62.6

The Group has pledged 48.46% of the share of Al Ahlia Chemicals Company against credit facilities granted by a local bank.

This interim condensed consolidated financial information was approved for issuance by the Board of Directors in the meeting held on 2 August 2023.

2. Basis of preparation and significant accounting policies

2.1 Basis of preparation

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. (34), "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements in accordance with International Financial Reporting Standards.

In the management's opinion, all necessary adjustments, including recurring accruals have been included in the interim condensed consolidated financial information for fair presentation. The operating results for the period ended 30 Jun 2023 are not necessarily indicative of results that may be expected for the year ending 31 December 2023. For further information, refer to the consolidated financial statements and its related notes for the year ended 31 December 2022.

2.2 Significant accounting policies

The accounting policies used in the preparation of these interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2022, except for the adoption of the amendments revised IFRS which are effective for annual reporting period starting from 1 January 2023 and did not result in any material impact on the accounting policies, financial position or performance of the Group.

The Group has not applied any standards, interpretations or amendments that have been issued but not yet effective.

3. Fair value measurement

The fair values of financial assets and financial liabilities are determined as follows:

- Level one: Quoted prices in active markets for identical financial instruments.
- Level two: Quoted prices in an active market for similar instruments. Quoted prices for identical assets or liabilities in market that are not active. Inputs other than quoted prices that are observable for assets and liabilities.
- Level three: Inputs for the asset or liabilities that are not based on observable market data.

Fair value of the Group's financial assets that are measured at fair value on a recurring basis, the table below gives information about how the fair values of the financial assets are determined:

Financial assets	**Fair value as at**			**Fair value hierarchy**	**Valuation technique(s) and Key input(s)**	**Significant unobservable input(s)**	**Relationship of unobservable inputs to fair value**
	30/6/2023	**31/12/2022**	**30/6/2022**				
Investments at fair value through profit or loss							
Quoted shares	2,717,995	2,647,169	2,942,948	1	Bid prices	-	-
Unquoted shares	2,790,414	2,764,683	2,763,906	3	i) Peer market price to book value of similar companies in the same industry ii) Discounted future cash flows	i) Peer market price to book value factor and discount for lack of market availability ii) Discount rate and growth rate	i) Changes in market multiple and discount rate will result change in fair values ii) The higher the discount rate, the lower the fair value
Investments at fair value through OCI							
Local and foreign equity securities – Unquoted	16,325,877	16,203,713	16,728,103	3	i) Peer market price to book value of similar companies in the same industry ii) Discounted future cash flows	i) Peer market price to book value factor and discount for lack of market availability ii) Discount rate and growth rate	i) Changes in market multiple and discount rate will result change in fair values ii) The higher the discount rate, the lower the fair value

The following table shows a reconciliation of the opening and closing amount of level 3:

	Unquoted investments		
	30 June 2023	**31 December 2022 (Audited)**	**30 June 2022**
Balance as at beginning period/ year	18,968,396	20,209,541	20,209,541
Additions	-	939,040	436,080
Change in fair value during the period/ year	147,895	(2,180,185)	(1,153,612)
Balance as at ending period/ year	19,116,291	18,968,396	19,492,009

The fair values of financial assets and financial liabilities that are not measured at fair value on a recurring basis approximately equals their carrying values as on the date of the interim condensed consolidated financial information.

4. Cash and cash equivalents

	30 June 2023	**31 December 2022 (Audited)**	**30 June 2022**
Cash at banks and financial institutions	1,315,016	265,745	758,436
Cash at clearing company	1,588,882	870,111	328,661
Cash on hand	216	216	216
	2,904,114	1,136,072	1,087,313

5. Accounts receivable and other assets

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Trade receivables	1,734,220	2,347,102	1,734,006
Due from selling of investment properties	-	-	600,000
Advanced paid to acquire an investment	-	-	250,000
Dividends receivable from associate	-	-	735,961
Other receivables	497,198	382,126	318,453
	2,231,418	2,729,228	3,638,420
Expected credit losses	(252,445)	(252,445)	(252,445)
	1,978,973	2,476,783	3,385,975

6. Investments at fair value through profit or loss

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Quoted shares	2,717,995	2,647,169	2,942,948
Unquoted shares	2,790,414	2,764,683	2,763,906
	5,508,409	5,411,852	5,706,854

- Fair value hierarchy disclosures for investments are provided in Note 3.
- Investments at fair value through profit or loss include securities with fair value of KD 827,490 as at 30 June 2023 (KD 2,764,683 - 31 December 2022, KD 2,763,906 - 30 June 2022) pledged as collateral against credit facilities granted by a local bank (Note 10).
- Investments at fair value through profit or loss include quoted shares with fair value of KD 1,956,021 as of 30 June 2023 (KD 995,739 – 31 December 2022) pledged as collateral of the amount due to the margin broker.

7. Investments at fair value through OCI

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Unquoted Foreign equity securities	13,268,255	12,901,085	12,235,460
Unquoted local equity securities	3,057,622	3,302,628	4,492,643
	16,325,877	16,203,713	16,728,103

- Fair value hierarchy disclosures for investments are provided in Note 3.

8. Investments in debt instruments at amortized cost

- During 2018, the Group acquired credit impaired debt instruments (sukuk) for contractual amount of KD 10.5M.
- The Group's management expects to obtain future cash flows during 2023 amounted by KD 9,850,000.

9. Investment in associates

Company's name	Country of incorporation	Ownership percentage (%)	30 June 2023	31 December 2022 (Audited)	30 June 2022
Coast Development and Investment Company	Kuwait	31.65	5,815,298	6,715,527	6,342,445
Specialties Group Holding Company	Kuwait	31.54	7,146,982	7,214,537	6,950,750
			12,962,280	13,930,064	13,293,195

The movement over investment in associates summarized as below:

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Opening balance	13,930,064	13,639,644	13,639,644
Share of results	2,648	1,513,113	691,842
Share of other comprehensive income / (losses)	122,424	(140,268)	44,134
Cash dividends	(1,092,856)	(1,082,425)	(1,082,425)
	12,962,280	13,930,064	13,293,195

- Investment above are accounted for using equity method in this interim condensed consolidated financial information.
- The Group's share in the results and other comprehensive losses of the associates is calculated based on the most recent available reviewed financial information for the six months period ended 30 June 2023.
- The fair value based on quoted price (level 1) for the investment in associates as below:

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Coast Development and Investment Company	11,701,793	12,216,967	15,013,622
Specialties Group Holding Company	5,398,690	5,506,380	4,833,378

- The Group stake of 98% of its owned shares of Specialties Group Holding Company are pledged against credit facilities granted by a local bank (Note 10).

10. Bank facilities

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Bank overdraft	739,251	529,917	738,651
Wakala and murabha payable	1,938,422	2,423,822	2,549,422
	2,677,673	2,953,739	3,288,073

- The average interest rate on wakala and murabaha payable is 3.5% - 4.5% as of 30 June 2023 - 31 December & 30 June 2022.
- The bank facilities are granted to the Group against the following assets:

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Investments in an associate (Note 9)	7,004,042	7,074,883	6,811,735
Investments at fair value through profit or loss (Note 6)	827,490	2,764,683	2,736,906
Property and equipment	3,946,919	4,217,181	4,240,845
	11,778,451	14,056,747	13,789,486

In addition to that, the Group has pledged 48.46% of the shares of Al Ahlia Chemical Company "the Subsidiary" of the Group (Note 1).

11. Accounts payable and other liabilities

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Trade payables	608,259	1,069,093	769,769
Employees' end of service benefits	1,116,578	989,873	939,850
Accrued expenses	574,709	618,822	490,973
Dividends payables (Note 17)	1,336,877	233,741	1,270,759
Lease liability	272,992	198,633	215,519
Advances received	24,912	208,854	33,835
Due to a margin trading broker	401,891	378,750	-
Other liabilities	2,053,267	2,141,110	2,577,165
	6,389,485	5,838,876	6,297,870

12. Treasury shares

	30 June 2023	31 December 2022 (Audited)	30 June 2022
Number of shares	12,720,986	13,449,885	13,823,717
Percentage of issued shares (%)	5	6	6
Market value (KD)	1,590,123	1,708,135	1,921,497

The Parent Company is required to retain reserves and retained earnings equivalent to the cost of treasury shares value throughout the period, in which they are held by the Parent Company, in accordance with the instructions of the relevant regulatory authorities. These shares are not pledged.

During previous year, the Group signed a liquidity agreement on liquidity provision, with a market maker/ provider (Liquidity Provider). The Liquidity provider's role is the provision of liquidity for the issuer's securities listed in Boursa Kuwait and Dubai Financial Market.

13. Net Investment (loss) / income

	Three months ended 30 June		Six months ended 30 June	
	2023	2022	2023	2022
Investments at fair value through profit or loss				
Dividends income	47,153	140,158	425,194	308,176
Change in fair value	787,167	(507,017)	902,464	(83,742)
Realized (loss)/gain from selling investments	(603)	12,208	36,558	296,776
	833,717	(354,651)	1,364,216	521,210
Investments at fair value through profit or loss				
Dividend income	27,792	-	67,850	-
Investments in debt instruments at amortized cost				
Interest income	-	138,357	-	274,713
	861,509	(216,294)	1,432,066	795,923

14. Basic and diluted earnings per share

Basic earnings per share are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares). Diluted earnings per share is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares) plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. As at 30 June, the Parent Company has no outstanding dilutive potential ordinary shares.

The information necessary to calculate basic and diluted earnings per share for the six months period ended 30 June is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2023	**2022**	**2023**	**2022**
Net profit for the period	456,268	218,546	961,736	1,098,295
Weighted average number of outstanding ordinary shares (share)	222,124,813	220,315,961	221,907,958	220,317,764
Earnings per share (fils)	2.05	0.99	4.33	4.99

Basic and diluted shares earnings per shares for current and comparative periods has been adjusted to reflect the effect of bonus shares for 2021 (Note 18).

15. Related party transactions

These represent transactions with related parties that include major shareholders, directors, executive officers and key management personnel of the Group, close members of their families and companies of which they are principal owners or over which they are able to exercise control or significant influence entered into by the Group in the ordinary course of business. The Parent Company's management approves pricing policies and terms of these transactions.

Balances and transactions included in the interim condensed consolidated financial information are as follows:

	Three months ended 30 June		Six months ended 30 June	
	2023	**2022**	**2023**	**2022**
Key management compensation:				
Salaries and other short term benefits	64,643	65,510	129,693	130,560
Employees' end of service benefits	31,709	14,018	78,784	28,038
Board committee remuneration	3,400	3,400	3,400	3,400
	99,752	82,928	211,877	161,998

Balances a raising from such transactions	**30 June 2023**	**31 December 2022 (Audited)**	**30 June 2022**
Accrued expenses	-	82,474	-
Employees' end of service benefits	493,463	414,679	386,640
Board committee remuneration	-	40,000	-

16. Segment information

The Group is organized into business units based on their products and services, and has two reportable operating segments as follows:

- Financial investing activities comprise participation in financial and real estate funds and managing the Group's liquidity requirements;
- Real estate investing activities comprise investing and trading in real estate and construction or development of real estate for the purpose of sale in the ordinary course of business and other related real estate services; and
- Industrial activities comprise manufacturing and selling of chemical products.

The segment reporting information is as follows:

	Period ended 30 June 2023				
	Industrial activities	**Real estate investing activities**	**Financial investing activities**	**Unallocated**	**Total**
Segments revenues	2,272,835	-	1,434,714	11,780	3,719,329
Segments expenses	(2,165,298)	-	(576,090)	-	(2,741,388)
Total segments' results	107,537	-	858,624	11,780	977,941
Segments assets	10,181,048	-	44,646,566	-	54,827,614
Segment liabilities	2,677,673	-	6,389,485	-	9,067,158

	Year ended 31 December 2022				
	Industrial activities	**Real estate investing activities**	**Financial investing activities**	**Unallocated**	**Total**
Segments assets	8,961,812	-	45,395,629	-	54,357,441
Segment liabilities	2,953,739	-	5,838,876	-	8,792,615

	Period ended 30 June 2022				
	Industrial activities	**Real estate investing activities**	**Financial investing activities**	**Unallocated**	**Total**
Segments revenues	1,629,346	(25,449)	1,487,765	16,036	3,107,698
Segments expenses	(1,549,264)	-	(500,601)	-	(2,049,865)
Total segments' results	80,082	(25,449)	987,164	16,036	1,057,833
Segments assets	10,104,549	345,999	45,295,318	-	55,745,866
Segment liabilities	3,288,073	-	6,297,870	-	9,585,943

17. Dividends

On 24 May 2023, the General Assembly of the parent company approved the consolidated financial statements for the year ended 31 December 2022 and approved the following:

- Cash dividend of 5% (5 fils per share) after excluding treasury shares.
- Distribution of bonus shares from the company's treasury shares at 1% (one treasury share for every 100 shares) for the year ended 31 December 2022.
- Distributing a remuneration to the members of the Board of Directors of the parent company in the amount of KD 40,000 for the same year.

Cash dividends of KD 1,109,160 was recorded in the creditors and other liabilities (Note 11) as at 30 June 2023. The treasury shares will be reduced by bonus shares with cost of KD 268,279 (2,218,320 shares). Cash dividends and bonus shares has been transferred during the subsequent period.

18. Commitments and contingent liabilities

	30 June 2023	**31 December 2022 (Audited)**	**30 June 2022**
Letters of guarantee	64,161	293,317	291,317
Letters of credit and acceptance	323,129	245,533	508,603
	387,290	538,850	799,920

19. Legal cases

The judgements were issued by Court of Appeal and Court of Cassation in favor of the Group concerning the lawsuits of nullifying the share capital increase as well as a call for holding the extraordinary general assembly meeting relating to a subsidiary owned by 62.6%. In addition, there are first instance judgments in favor of the Group in one of the related lawsuits deliberated before Capital Markets Court. Based on the Attorney's opinion, it is likely that all lawsuits shall be adjudicated in favor of the Group. The net carrying amount of investment in the Subsidiary is amounting to KD 4 million approximately as at 30 June 2023.