**Ekttitab Holding Company**
**K.S.C. (Public)**
**And its subsidiaries**
**State of Kuwait**
**Interim Condensed Consolidated Financial Information**
**For the Nine month ended September 30, 2023**
**With Review Report**

**AL- WAHA AUDITING OFFICE**

**MEMBER OF NEXIA INTERNATIONAL (ENGLAND)**

**Ekttitab Holding Company**
**K.S.C. (Public)**
**And its Subsidiaries**
**State of Kuwait**
**The Interim Condensed Consolidated Financial Information for the Nine month ended September 30, 2023 (Unaudited)**

**Contents** Page

# Review Report of Interim Condensed Consolidated Financial Information

**The Board of Directors**
**Ekttitab Holding Company - K.S.C. Public**
**And its subsidiaries**
**State of Kuwait**

## Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Ekttitab Holding Company - K.S.C. (Public) – "The parent company" and its subsidiaries (together referred to as "the Group") as of September 30, 2023 and the related interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the Nine month period then ended and notes to the interim condensed consolidated financial information. Management of the parent Company is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 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 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 for the Nine-month period ended as of September 30, 2023 is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

## Emphasis of matter

We would like to draw attention to the Note No (2) on the consolidated financial information regarding the continuity of a subsidiary company (Petro integrated Business Holding Company - K.S.C closed)). This does not qualify our conclusion.



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**<u>Report on other Legal and Regulatory Requirements</u>**

Furthermore, the Interim Condensed Consolidated Financial Information of Ekttitab Holding Company - K.S.C. (Public) – "The parent company" and its subsidiaries (the Group) is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we are not become aware of any violations of the Companies Law No. 1 of 2016 and its amendments, and its executive regulation, the parent company's Articles of incorporation and Articles of Association during the period Nine month ended September 30, 2023 that might have a material effect on the Group's financial position or results of its operations.

In our opinion, we are not become aware of any material violations of Law No. 7 of 2010 regarding the Capital Markets Authority and the Securities Regulations during the Nine months ended September 30, 2023 in a manner that materially affects the Parent Company's consolidated financial position and the results of its operations.

**DR. ALI Owaid Rukheyes**
Public Accountant – 72 A
Member of NEXIA international
**AL- Waha Auditing Office**

**Kuwait – November 12, 2023**

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

Interim Condensed Consolidated Statement of financial position as of September 30, 2023

| | Note | 30-Sep-23 K.D Unaudited | 31-Dec-22 K.D Audited | 30-Sep-22 K.D Unaudited |
|---|---|---|---|---|
| **Assets** | | | | |
| Cash and cash equivalents | 3 | 2,147 | 19,902 | 6,483 |
| Trade receivables and other debit balances | 4 | 8,022 | 32,960 | 56,547 |
| Due from related parties | 5 | 1,141,576 | 784,955 | 2,496,935 |
| Financial assets at fair value through profit or loss | 6 | 81,164 | 94,844 | 113,164 |
| Financial assets at fair value through other comprehensive income | 7 | 5,003,324 | 5,020,917 | 5,193,860 |
| Investment in an associate | 8 | 3,574,595 | 3,742,728 | 3,584,931 |
| Musharaka | 9 | - | 390,552 | 1,591,172 |
| Property and equipment | | 4 | 4 | 4 |
| Total assets | | 9,810,832 | 10,086,862 | 13,043,096 |
| **Liabilities and Equity :** | | | | |
| **Liabilities** | | | | |
| Payable and other credit balances | 10 | 411,664 | 383,446 | 373,805 |
| Due to related parties | 5 | 33,282 | 32,850 | 3,085,659 |
| Total liabilities | | 444,946 | 416,296 | 3,459,464 |
| **Equity** | | | | |
| Capital | 11 | 31,862,423 | 31,862,423 | 31,862,423 |
| Statutory reserve | | 94,506 | 94,506 | 94,506 |
| Cumulative changes in fair value | | (415,745) | (418,481) | (245,272) |
| Share in reserves of associate | | (1,267,529) | (1,096,178) | (1,252,849) |
| Accumulated losses | | (20,910,727) | (20,738,005) | (20,840,562) |
| **Equity attributable to shareholders of the Parent Company** | | 9,362,928 | 9,704,265 | 9,618,246 |
| **Non-controlling interests** | | 2,958 | (33,699) | (34,614) |
| **Total equity** | | 9,365,886 | 9,670,566 | 9,583,632 |
| **Total liabilities and Equity** | | 9,810,832 | 10,086,862 | 13,043,096 |

**Emad husain nemah**
**Chairman**

**The accompanying notes are an integral part of the interim condensed consolidated financial information.**

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

## Interim Condensed Consolidated Statement of profit or loss for the Nine months period ended September 30, 2023 ( Unaudited )

| | Note | The Three months ended 30 September | | The Nine months ended September 30 | |
|---|---|---|---|---|---|
| | | 2023 | 2022 | 2023 | 2022 |
| | | K.D | K.D | K.D | K.D |
| Investment loss | 12 | (8,890) | (7,383) | (13,680) | (70,634) |
| Musharaka income | | - | - | 15,622 | 15,622 |
| Share of results from the associates | 8 | - | - | 2,613 | 817 |
| Dividend income | | - | 2,871 | - | 2,871 |
| Other income | | - | (738) | - | (562) |
| **Gross(loss) profit** | | (8,890) | (5,250) | 4,555 | (51,886) |
| **Expenses and other charges** | | | | | |
| General and administrative expenses | | (23,113) | (36,328) | (120,914) | (158,797) |
| Total of expenses and other charges | | (23,113) | (36,328) | (120,914) | (158,797) |
| **Net loss for the period** | | (32,003) | (41,578) | (116,359) | (210,683) |
| **Attributable to:** | | | | | |
| Shareholders of the Parent Company | | (31,932) | (41,596) | (116,232) | (210,700) |
| Non-controlling interests | | (71) | 18 | (127) | 17 |
| **Net loss for the period** | | (32,003) | (41,578) | (116,359) | (210,683) |
| **Loss per share (fils)** | 13 | (0.10) | (0.13) | (0.36) | (0.66) |

**The accompanying notes are an integral part of the interim condensed consolidated financial information**

## Interim Condensed Consolidated Statement of profit or loss and other comprehensive income for the Nine months period ended September 30, 2023 ( Unaudited )

| | The Three months ended 30 September | | The Nine months ended 30 September | |
|---|---|---|---|---|
| | **2023** | 2022 | **2023** | 2022 |
| | **K.D** | K.D | **K.D** | K.D |
| Net loss for the period | **(32,003)** | (41,578) | **(116,359)** | (210,683) |
| **Other comprehensive income:** | | | | |
| Items that may be reclassified subsequently to profit or loss | | | | |
| Share of Group in the reserves of associate | **(33,021)** | (166,004) | **(171,351)** | (172,810) |
| | **(33,021)** | (166,004) | **(171,351)** | (172,810) |
| Items that will not be reclassified subsequently to profit or loss | | | | |
| Change in fair value of investments at FVOCI | 374 | 4,834 | 3,383 | (28,784) |
| Opposite result from the sale of investments at FVOCI | - | - | (20,353) | 3,192 |
| | 374 | 4,834 | (16,970) | (25,592) |
| **Total other comprehensive loss for the period** | **(32,647)** | (161,170) | **(188,321)** | (198,402) |
| **Total comprehensive loss for the period** | **(64,650)** | (202,748) | **(304,680)** | (409,085) |
| **Attributable to:** | | | | |
| Shareholders of the Parent Company | **(64,401)** | (201,671) | **(341,337)** | (407,930) |
| Non-controlling interests | **(249)** | (1,077) | **36,657** | (1,155) |
| **Net comprehensive loss for the period** | **(64,650)** | (202,748) | **(304,680)** | (409,085) |

**The accompanying notes are an integral part of the interim condensed consolidated financial information**

**Interim condensed Consolidated statement of changes in equity**
**For the Nine months period ended September 30, 2023 (unaudited)**

| | Equity attributable to shareholders of the Parent Company | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Capital | Statutory reserve | Cumulative changes in fair value | Share in reserves of associate | Accumulated losses | Subtotal | Non controlling Interests | Total equity |
| | K.D | K.D | K.D | K.D | K.D | K.D | K.D | K.D |
| Balance at January 1, 2023 | 31,862,423 | 94,506 | (418,481) | (1,096,178) | (20,738,005) | 9,704,265 | (33,699) | 9,670,566 |
| Net loss for the period | - | - | - | - | (116,232) | (116,232) | (127) | (116,359) |
| Total comprehensive loss for the period | - | - | 2,736 | (171,351) | (20,274) | (188,889) | (3,902) | (192,791) |
| Effect of sale of Financial assets at fair value through other comprehensive income | - | - | - | - | (36,216) | (36,216) | 40,686 | 4,470 |
| **Balance at September 30, 2023** | **31,862,423** | **94,506** | **(415,745)** | **(1,267,529)** | **(20,910,727)** | **9,362,928** | **2,958** | **9,365,886** |
| Balance at January 1, 2022 | 31,862,423 | 94,506 | (220,852) | (1,080,039) | (20,628,138) | 10,027,900 | (33,438) | 9,994,462 |
| Net loss for the period | - | - | - | - | (210,700) | (210,700) | 17 | (210,683) |
| Total comprehensive loss for the period | - | - | (24,420) | (172,810) | - | (197,230) | (1,172) | (198,402) |
| Effect of sale of Financial assets at fair value through other comprehensive income | - | - | - | - | (1,724) | (1,724) | (21) | (1,745) |
| Balance at September 30, 2022 | 31,862,423 | 94,506 | (245,272) | (1,252,849) | (20,840,562) | 9,618,246 | (34,614) | 9,583,632 |

**The accompanying notes are an integral part of the interim condensed consolidated financial information**

## Interim Condensed consolidated statement of cash flows
## For the Nine months period ended September 30, 2023 (unaudited)

| | The Nine months ended September 30, 2023 K.D | 2022 K.D |
|---|---|---|
| **Cash flows from operating activities** | | |
| Net loss for the period | (116,359) | (210,683) |
| **Adjustments** | | |
| Share of results from the associates | (2,613) | (817) |
| Investment prouft (loss) income | 13,680 | 70,634 |
| | (105,292) | (140,866) |
| Changes in operating assets and liabilities: | | |
| Trade receivables and other debit balances | 24,938 | - |
| Related parties | (356,189) | 43,736 |
| Payable and other credit balances | 28,218 | 59,270 |
| Net cash used in operating activities | (408,325) | (37,860) |
| **Cash flows from investing activities** | | |
| Financial assets at fair value through profit or loss | - | (297) |
| Purchase of Financial assets at fair value through other comprehensive income | - | (7,589) |
| Sale of Financial assets at fair value through other comprehensive income | - | 13,084 |
| Musharaka | 390,552 | - |
| **Net cash generated from investing activities** | 390,552 | 5,198 |
| **Cash flows from Financing activities** | | |
| Net movement in non-controlling interest | 18 | 10 |
| **Net cash generated from financing activities** | 18 | 10 |
| Net decrease in Cash and cash equivalents | (17,755) | (32,652) |
| Cash and cash equivalents at the beginning of the period | 19,902 | 39,135 |
| **Cash and cash equivalents at the end of the period** | 2,147 | 6,483 |

**The accompanying notes are an integral part of the interim condensed consolidated financial information.**

## 1- Incorporation and activity

Ekttitab Holding Company - K.S.C.P. ("The parent Company") 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 purposes for which the parent company was established are as follows:

- Owning shares of Kuwait and Foreign shareholding companies, as well as ownership of shares in Kuwaiti and Foreign limited liability companies or participation in the incorporation of this companies and its management.
- Lending the companies in which it owns shares and acting as its sponsor in front of third parties and in such case, the participation of the holding company in the capital of the putative company shouldn't be less than 20% at least.
- The ownership of the industrial property rights, patents, industrial relationships , industrial fees or any other relevant rights and lease the same to others to be utilized within or outside Kuwait.
- Owns moveable properties or real estate which it need to carry out its activities in accordance with law.
- Utilization of excess funds available with the company by investing them in financial portfolios managed by specialized companies.
- The parent company operates its activities as per the Islamic sharia regulations.
- The company's registered head office of the parent company is Sharq - Complex , Muhammad Saleh Yousef El Behbahani - Floor 16 - Kuwait City.

- Issuance of the interim condensed consolidated financial information was approved by the Company's board of directors on November 12, 2023.

## 2- Significant accounting policies

### Basis of the presentations

This interim condensed consolidated financial information has been prepared in accordance with IAS 34. The accounting policies used in the preparation of this interim financial information for the period are consistent with those applied in the preparation of the annual financial statements for the year ended 31 December 2022.

The interim condensed financial information does not include all the information and disclosures required for full financial statements in accordance with International Financial Reporting Standards. In the opinion of the management, all the amendments that are necessary for fair presentation have been included.

The results for the financial period ended September 30, 2023 are not necessarily indicative of the results of operations that can be expected for the financial year ended 31 December 2023. For Further information, refer to the financial statements and their related notes for the year ended 31 December 2022.

- **The subsidiaries**

The interim condensed consolidated financial information includes the financial statements of "the parent company" and its subsidiaries (together referred to as "The Group " ) as stated below:

| Company name | Activity | Country | 30-Sep-23 | 31-Dec-22 | 30-Sep-22 |
|---|---|---|---|---|---|
| Petro for integrated Business Holding Company - K.S.C (Closed). | Holding Company | State of Kuwait | **99.46%** | 98.75% | 98.75% |
| Ektettab International Holding Group Company- W.L.L | Holding Company | State of Kuwait | **100.00%** | 100.00% | 100.00% |

The financial information of the subsidiaries as of september 30, 2023 was consolidated based on financial information prepared by the management.

* As of September 30, 2023 the financial statements of the subsidiary (Petro integrated Business Holding Company - K.S.C (Closed).) has been prepared on going concern basis whereas the accumulated loss of the company reached at KD 5,249,720. The accumulated losses amounted to 75% of the capital, (December 31, 2022 KD 5,211,599 The accumulated losses amounted to 173.72% of the capital) (September 30, 2022 KD 5,178,339, The accumulated losses amounted to 172.61% of the capital), As per the unordianary general assembly held on June 5, 2023 and approved the increase in autherized, issued and paid up share capital from KD 3,000,000 to KD 7,000,000 with amount KD 4,000,000 by issuing the 40,000,000 new ordinary shares at 100 fils per share without premium share and on the credit provision of Ektitab Holding Company, by transfering the current share holders rights in the Ektitab, to become the autherized, issued and paid up capital of the Company KD 7,000,000 distributed on 70,000,000 shares

** The parent company contributed to the establishment of the subsidiary company with 50% ownership as direct ownership and 50% ownership of indirect ownership registered in the name of related parties, and there is an undocumented written waiver in favor of the parent company, and accordingly the parent company has control over the financial and operational policies of this company. the financial statements of this company has been consolidated at 100% .

## 3- Cash and cash equivalents

| | **30-Sep-23**<br>**K.D**<br>**(Unaudited)** | 31-Dec-22<br>K.D<br>(Audited) | 30-Sep-22<br>K.D<br>(Unaudited) |
|---|---|---|---|
| Cash on hand | - | 146 | 20 |
| Cash at banks | 402 | 6,476 | 4,193 |
| Cash at investment portfolios | **1,745** | 13,280 | 2,270 |
| | **2,147** | 19,902 | 6,483 |

## 4- Trade receivables and other debit balances

| | **30-Sep-23**<br>**K.D**<br>**(Unaudited)** | 31-Dec-22<br>K.D<br>(Audited) | 30-Sep-22<br>K.D<br>(Unaudited) |
|---|---|---|---|
| Accrued revenue | - | - | 48,025 |
| Refundable deposit | **5,022** | 5,022 | 5,022 |
| Others | **3,000** | 27,938 | 3,500 |
| | **8,022** | 32,960 | 56,547 |

## 5- Related parties 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 management approval of the parent company, there were transactions with related parties , the existing major shareholder, its subsidiary during the period ended, the transactions was conducted based on the terms and conditions with others also with the approval of the Board of Directors, the significant transactions and outstanding balances with related parties, other than what disclosed in other notes, were as follows:

**Related parties transactions**

**Balances included in the condensed consolidated statement of financial position**

| | 30-Sep-23 K.D (Unaudited) | 31-Dec-22 K.D (Audited) | 30-Sep-22 K.D (Unaudited) |
|---|---|---|---|
| Due from related parties* | **3,812,625** | 3,456,004 | 5,276,584 |
| Less: provision for expected credit loss | **(2,671,049)** | (2,671,049) | (2,779,649) |
| | **1,141,576** | 784,955 | 2,496,935 |
| Musharaka | - | 390,552 | 1,591,172 |
| Due to related parties | **33,282** | 32,850 | 3,085,659 |

**Transactions included in the condensed consolidated statement of profit or loss:**

| | | | |
|---|---|---|---|
| Revenue from Musharaka (Note 9). | **15,622** | 63,647 | 15,622 |

* The balance due from related parties include the amount of KD 576,420 , KD 378,696 represented a debt owed by one of the parties ( British United Company - India Holding Company ) respectively, as a result of the end of the participation contract concluded between the party and the company and the lack of intention of the two parties to renew it.

- The related party transactions are subject to the approval of share holders general assembly.

## 6- Financial assets at fair value through profit or loss

| | 30-Sep-23 K.D (Unaudited) | 31-Dec-22 K.D (Audited) | 30-Sep-22 K.D (Unaudited) |
|---|---|---|---|
| Investments in local shares - quoted | **60,364** | 74,044 | 92,364 |
| Investments in local funds - unquoted * | **20,800** | 20,800 | 20,800 |
| | **81,164** | 94,844 | 113,164 |

* The investments in unquoted local funds (Madina Fund) were evaluated based on the net asset value of the fund as of December 31, 2021, whereas that fund is under liquidation.

- The investments at fair value through profit or loss were evaluated based on the evaluation method disclosed in Note No (16).

7- Financial assets at fair value through other comprehensive income

| | 30-Sep-23 K.D (Unaudited) | 31-Dec-22 K.D (Audited) | 30-Sep-22 K.D (Unaudited) |
|---|---|---|---|
| Investment in quoted securities | **15,158** | 32,751 | 38,212 |
| Investments in unquoted securities | **4,988,166** | 4,988,166 | 5,155,648 |
| | **5,003,324** | 5,020,917 | 5,193,860 |

- The movement during the period / year is as follows:

| | 30-Sep-23 K.D (Unaudited) | 31-Dec-22 K.D (Audited) | 30-Sep-22 K.D (Unaudited) |
|---|---|---|---|
| Balance at the beginning of the period / year | **5,020,917** | 5,225,527 | 5,225,527 |
| Addition | - | 7,589 | 7,589 |
| Transfer from parent company | **(404,771)** | - | - |
| Addition to the subsidiary | **404,771** | - | - |
| Disposal | **(19,701)** | (11,600) | (11,600) |
| Changes in fair value | **2,108** | (200,599) | (27,656) |
| **Balance at the end of the period / year** | **5,003,324** | 5,020,917 | 5,193,860 |

- The financial assets at fair value through other comprehensive income has been evaluated as per the evaluation method disclosed in the Note No (16).

* According to the decision of the Board of Directors passed on January 25 ,2023. part of the shares owned by the parent company (Ekttitab Holding Company) was transferred to the subsidiary company (Petro Integrated Works Company) with a value of KD 404,771. According to the declarations and certificates of ownership issued by the Kuwait Clearing Company on May 16, 2023, the ownership of these shares was transferred from the parent company ( Ekttitab Holding Company) to the subsidiary company ( Petro Integrated Works Company) and this transaction did not result in profit or loss.

8- **Investment in associates**

The details of the associated companies are as follow:-

| Company Name | Value (KD) | | | Contribution Percentage % | | |
|---|---|---|---|---|---|---|
| | **30-Sep-23** | 31-Dec-22 | 30-Sep-22 | **30-Sep-23** | 31-Dec-22 | 30-Sep-22 |
| Dar al salam Takaful Insurance Company- K.S.C (closed). | **3,574,595** | 3,742,728 | 3,584,931 | **44.48%** | 44.48% | 44.48% |

- The share of result for the "Group" from the associate is recorded as KD 2,613 as per the last financial statements prepared by the management for the period ended September 30,2023.
- According to the decision passed by the Board of Directors , the share of the parent company (Ekttitab Holding Company) was transferred to the subsidiary company (Petro Integrated Works Company) and this process did not result in profit or loss.

9- **Musharaka**

- it represent a musharak contract has been signed by the related party , the contract has expired and the parties do not intend to renew it. (December 31, 2022: KD 390,552 - September 30, 2022: 1,591,172 KD ) .

10- **Payable and other credit balances**

| | **30-Sep-23** | 31-Dec-22 | 30-Sep-22 |
|---|---|---|---|
| | **K.D** | K.D | K.D |
| | **(Unaudited)** | (Audited) | (Unaudited) |
| Accrued expenses | **128,108** | 96,114 | 37,917 |
| Dividend payable | **23,583** | 23,583 | 23,583 |
| Taxable deductions | **246,029** | 246,029 | 246,029 |
| Other | **13,944** | 17,720 | 66,276 |
| | 411,664 | 383,446 | 373,805 |

11- **Share capital**

The Authorized, issued and paid up capital is determined by an amount of KD 31,862,423 distributed into 318,624,230 shares of 100 fils each. All shares are in cash.

12- **Investments Loss**

| | The Three months ended | | The Nine months ended | |
|---|---|---|---|---|
| | **30-Sep-23** | 30-Sep-22 | **30-Sep-23** | 30-Sep-22 |
| | **K.D** | K.D | **K.D** | K.D |
| | **(Unaudited)** | (Unaudited) | **(Unaudited)** | (Unaudited) |
| Unrealized losses from changes in the fair value of financial assets at fair value through profit or loss | **(8,890)** | (7,383) | **(13,680)** | (70,634) |
| | **(8,890)** | (7,383) | **(13,680)** | (70,634) |

## 13- Loss per share

The loss per share related to the parent company's shareholders is calculated by dividing the net loss for the period by the weighted average number of shares outstanding during the period as follows:-

| | The Three months ended September 30, | | The Nine months ended September 30, | |
|---|---|---|---|---|
| | **2023** | 2022 | **2023** | 2022 |
| | **K.D** | K.D | **K.D** | K.D |
| | **(Unaudited)** | (Unaudited) | **(Unaudited)** | (Unaudited) |
| Net loss for the period | **(31,932)** | (41,596) | **(116,232)** | (210,700) |
| | **Shares** | Shares | **Shares** | Shares |
| Weighted average number of shares outstanding | **318,624,230** | 318,624,230 | **318,624,230** | 318,624,230 |
| **Loss per share (fils)** | **(0.10)** | (0.13) | **(0.36)** | (0.66) |

## 14- General Assembly

The shareholders' Ordinary General Assembly was held on May 31, 2023 approved the financial statements and agreed not to distribute any profit dividend and Board of directors' remuneration during the year ended December 31, 2022.

## 15- Financial instruments

The Groups' financial assets and liabilities are categorized in the interim condensed consolidated statements of financial position as follows:

| | **30-Sep-23** | 31-Dec-22 | 30-Sep-22 |
|---|---|---|---|
| | **K.D** | K.D | K.D |
| | **(Unaudited)** | Audited | (Unaudited) |
| **Financial assets:-** | | | |
| Cash and cash equivalents | **2,147** | 19,902 | 6,483 |
| Investments at fair value through profit or loss | **81,164** | 94,844 | 113,164 |
| Investments at fair value through other comprehensive income | **5,003,324** | 5,020,917 | 5,193,860 |
| Investment in associates | **3,574,595** | 3,742,728 | 3,584,931 |
| Musharaka | - | 390,552 | 1,591,172 |
| Receivables and other debit balances | **8,022** | 32,960 | 56,547 |
| Due from related parties | **1,141,576** | 784,955 | 2,496,935 |
| | **9,810,828** | 10,086,858 | 13,043,092 |
| **Financial liabilities:-** | | | |
| Payables and other credit balances | **411,664** | 383,446 | 373,805 |
| Due to related parties | **33,282** | 32,850 | 3,085,659 |
| | **444,946** | 416,296 | 3,459,464 |

## 16- Fair value measurement

The Group measures financial assets such as investments at fair value through profit or loss and Financial assets at fair value through other comprehensive income and non–financial assets such as investment properties at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows an analysis of captions recorded at fair value by level of the fair value hierarchy:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| **30-Sep-23** | | | | |
| **Financial assets at fair value through profit or loss** | | | | |
| Quoted shares | 60,364 | - | - | 60,364 |
| Investment funds | - | 20,800 | - | 20,800 |
| | 60,364 | 20,800 | - | 81,164 |
| **Financial assets at fair value through other comprehensive income** | | | | |
| Quoted shares | 15,158 | - | - | 15,158 |
| Unquoted shares | - | - | 4,988,166 | 4,988,166 |
| | 15,158 | - | 4,988,166 | 5,003,324 |

| 30-Sep-22 | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| Financial assets at fair value through profit or loss | | | | |
| Quoted shares | 92,364 | - | - | 92,364 |
| Investment funds | - | 20,800 | - | 20,800 |
| | 92,364 | 20,800 | - | 113,164 |
| Financial assets at fair value through other comprehensive income | | | | |
| Quoted shares | 38,212 | - | - | 38,212 |
| Unquoted shares | - | - | 5,155,648 | 5,155,648 |
| | 38,212 | - | 5,155,648 | 5,193,860 |

At September 30 2023, the fair values of financial instruments approximate their carrying amounts. The management of the Group has assessed that fair value of its financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

During the year, there were no transfers between Level 1, Level 2 and Level 3.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization based on the lowest level input that is significant to the fair value measurement as a whole at the end of each reporting period.

## 17- Lawsuits and possible claims

The Group has some potential lawsuits represented in cases pending at various levels of courts with other parties and the results of which cannot be determined till the date of consolidated financial statements. The Group believes that there is no need to make provisions for this amounts before determining the outcome of this claims and issues.