NATIONAL REAL ESTATE COMPANY K.S.C.
AND ITS SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONSOLIDATED FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2009
(UNAUDITED)
WITH
REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION

NATIONAL REAL ESTATE COMPANY K.S.C.
AND ITS SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONSOLIDATED FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2009
(UNAUDITED)
WITH
REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION

CONTENTS

	Pages
Report on review of interim consolidated financial information	
Interim condensed consolidated statement of financial position (Unaudited)	3
Interim condensed consolidated statement of income (Unaudited)	4
Interim condensed consolidated statement of comprehensive income (Unaudited)	5
Interim condensed consolidated statement of changes in equity (Unaudited)	6
Interim condensed consolidated statement of cash flows (Unaudited)	7 - 8
Notes to interim consolidated financial information (Unaudited)	9 - 26

AL-WAHA
AUDITING OFFICE
ALI OWAID RUKHAEYES

Member of The International Group of Accounting Firms

P.O. Box 27387 Safat
13134 – State of Kuwait
Telephone: (965) 22423415
Facsimile : (965) 22423417

Albazie & Co.

Member of RSM International

Public Accountants

Kuwait Airways Building, 7th Floor
Shuhada Street, P.O. Box 2115 Safat
13022 – State of Kuwait
T + 965 22410010
T + 965 22961000
F + 965 22412761
www.albazie.com

REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION

The Board of Directors
National Real Estate Company K.S.C.
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Real Estate Company K.S.C. (the Parent Company) and its subsidiaries (the Group) as of March 31, 2009 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended. Management is responsible for the preparation and presentation of this interim consolidated financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim 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 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 consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34.

Report on other Legal and Regulatory Requirements

Furthermore, the interim consolidated financial information is in agreement with the Parent Company's books of account and to the best of our knowledge and belief, there were no contraventions during the period of either the Commercial Companies Law or the Parent Company's Articles of Association, which might have materially affected the Group's financial position or results of its operations, except that the Parent Company holds certain direct investments in shares in violation of its objectives.

Emphasis of matter

Without qualifying our conclusion we would like to draw attention to notes (6), (15) and (17) to the interim consolidated financial information.

Ali Owaid Rukheyes
Licence No. 72-A
Member of the International Group
of Accounting Firms

Dr. Shuaib A. Shuaib
Licence No. 33-A
Albazie & Co.
Member of RSM International

State of Kuwait
May 12, 2009

NATIONAL REAL ESTATE COMPANY K.S.C. AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS OF MARCH 31, 2009
(All amounts are in Kuwaiti Dinars)

ASSETS	Note	**March 31, 2009**	December 31, 2008 (Audited)	March 31, 2008
Cash and cash equivalents		**17,645,373**	16,678,195	22,278,838
Investments at fair value through income statement		**-**	-	7,127,774
Accounts receivable and other debit balances		**12,852,188**	13,286,083	72,024,890
Investments available for sale		**18,358,191**	19,607,670	15,229,413
Investment in associates	4	**189,527,408**	177,842,974	189,304,496
Investment in a joint venture		**387,017**	370,465	356,029
Capital work in progress	5	**245,413,678**	235,429,364	41,274,525
Fixed assets		**3,067,599**	3,053,855	1,372,353
Investment properties	7	**71,464,236**	66,680,147	66,314,696
Total assets		**558,715,690**	532,948,753	415,283,014
LIABILITIES AND EQUITY				
Liabilities:				
Accounts payable and other credit balances		**141,017,506**	136,072,035	26,385,335
Bank facilities	8	**164,527,535**	156,556,310	128,757,070
Bonds		**6,710,783**	6,816,724	3,165,750
Provision for end of service indemnity		**771,090**	740,053	623,781
Total liabilities		**313,026,914**	300,185,122	158,931,936
Equity:				
Share capital		**81,419,506**	81,419,506	74,017,733
Treasury shares	9	**(7,118,276)**	(7,015,148)	(5,104,958)
Statutory reserve		**36,332,700**	36,332,700	34,503,518
Treasury shares reserve		**12,859,431**	12,859,431	12,854,484
Effect of changes in associates' equity	4	**(6,276,800)**	(9,667,825)	3,023,181
Cumulative changes in fair value		**(5,313,833)**	(4,116,430)	50,479
Foreign currency translation adjustments		**4,333,024**	(655,172)	(72,482)
Retained earnings		**106,699,317**	100,959,845	115,479,456
		222,935,069	210,116,907	234,751,411
Non - controlling interests		**22,753,707**	22,646,724	21,599,667
Total equity		**245,688,776**	232,763,631	256,351,078
Total liabilities and equity		**558,715,690**	532,948,753	415,283,014

The accompanying notes (1) to (19) form an integral part of the interim consolidated financial information

Jamil Sultan Al-Essa
Chairman and Managing Director

NATIONAL REAL ESTATE COMPANY K.S.C. AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2009
(All amounts are in Kuwaiti Dinars)

	Note	Three months ended March 31, 2009	2008
Revenues:			
Rental income		**2,092,897**	1,896,207
Share in the associates' results	4	**8,293,409**	8,801,188
Change in fair value of investment properties		**(1,168,938)**	(117,419)
		9,217,368	10,579,976
Expenses:			
Staff costs		**(1,092,888)**	(1,292,058)
General and administrative		**(1,502,686)**	(1,225,771)
Depreciation and amortization		**(145,918)**	(83,600)
		(2,741,492)	(2,601,429)
Operating profit		**6,475,876**	7,978,547
Net investment (loss) income	10	**(34,286)**	1,923,515
Other income	11	**749,741**	1,438,142
Share in the joint venture results		**(14,925)**	(11,910)
Interest income		**888,238**	769,440
Interest expense		**(663,985)**	(2,187,340)
Foreign exchange (loss) gain		**(869,547)**	270,751
Provision for interest income and doubtful debts	6	**(687,528)**	(622,359)
Profit for the period before contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labor Support Tax (NLST), Zakat and Board of Directors' remuneration		**5,843,584**	9,558,786
Contribution to KFAS	12	**-**	-
National Labor Support Tax	12	**-**	(20,601)
Contribution to Zakat	12	**-**	-
Board of Director's remuneration		**(17,500)**	(17,500)
Net profit for the period		**5,826,084**	9,520,685
Attributable to :			
Equity holders of the Parent Company		**5,739,472**	9,393,816
Non - controlling interests		**86,612**	126,869
		5,826,084	9,520,685
Earnings per share attributable to equity holders of the Parent Company (fils)	13	**7.40**	12.00

The accompanying notes (1) to (19) form an integral part of the interim consolidated financial information

NATIONAL REAL ESTATE COMPANY K.S.C. AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2009
(All amounts are in Kuwaiti Dinars)

	Note	Three months ended March 31, 2009	2008
Net profit for the period		**5,826,084**	9,520,685
Other comprehensive income:			
Foreign currency translation adjustments		**5,523,809**	(502,319)
Investments available for sale		**(1,199,347)**	(954,315)
Share of other comprehensive income of associates	4	**3,257,260**	(2,873,942)
Other Comprehensive income (loss) for the period		**7,581,722**	(4,330,576)
Total comprehensive income for the period		**13,407 ,806**	5,190,109
Attributable to:			
Equity holders of the parent company		**12,787,525**	5,126,304
Non-controlling interests		**620,281**	63,805
Total comprehensive income for the period		**13,407 ,806**	5,190,109

The accompanying notes (1) to (19) form an integral part of the interim consolidated financial information.

NATIONAL REAL ESTATE COMPANY K.S.C. AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2009
(All amounts are in Kuwaiti Dinars)

	Attributable to equity holders of the Parent Company										
	Share capital	Treasury shares	Statutory reserve	Treasury shares reserve	Effect of changes in associates' equity	Cumulative changes in fair value	Foreign currency translation adjustments	Retained earnings	Subtotal	Non - controlling interests	Total
Balance at December 31, 2008	81,419,506	(7,015,148)	36,332,700	12,859,431	(9,667,825)	(4,116,430)	(655,172)	100,959,845	210,116,907	22,646,724	232,763,631
Share of changes in associates' equity – Note 4	-	-	-	-	133,765	-	-	-	133,765	-	133,765
Purchase of treasury shares	-	(103,128)	-	-	-	-	-	-	(103,128)	-	(103,128)
Paid to non - controlling interests	-	-	-	-	-	-	-	-	-	(513,298)	(513,298)
Total comprehensive income for the period	-	-	-	-	3,257,260	(1,197,403)	4,988,196	5,739,472	12,787,525	620,281	13,407,806
Balance at March 31, 2009	81,419,506	(7,118,276)	36,332,700	12,859,431	(6,276,800)	(5,313,833)	4,333,024	106,699,317	222,935,069	22,753,707	245,688,776
Balance at December 31, 2007	74,017,733	(5,554,583)	34,503,518	12,051,208	5,897,123	997,834	373,733	106,085,640	228,372,206	21,541,899	249,914,105
Sale of treasury shares	-	449,625	-	803,276	-	-	-	-	1,252,901	-	1,252,901
Paid to non - controlling interests	-	-	-	-	-	-	-	-	-	(6,037)	(6,037)
Total comprehensive income for the period	-	-	-	-	(2,873,942)	(947,355)	(446,215)	9,393,816	5,126,304	63,805	5,190,109
Balance at March 31, 2008	74,017,733	(5,104,958)	34,503,518	12,854,484	3,023,181	50,479	(72,482)	115,479,456	234,751,411	21,599,667	256,351,078

The accompanying notes (1) to (19) form an integral part of the interim consolidated financial information

NATIONAL REAL ESTATE COMPANY K.S.C. AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2009
(All amounts are in Kuwaiti Dinars)

	Three months ended March 31,	
	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit for the period before contribution to KFAS, NLST, Zakat and Board of Directors' remuneration	**5,843,584**	9,558,786
Adjustments for:		
Depreciation and amortization	**145,918**	83,600
Net investment loss (income)	**34,286**	(1,923,515)
Share in the associates' results	**(8,293,409)**	(8,801,188)
Share in the joint venture results	**14,925**	11,910
Change in fair value of investment properties	**1,168,938**	117,419
Interest income	**(888,238)**	(769,440)
Interest expense	**663,985**	2,187,340
Interest capitalized on capital work in progress	**(1,647,739)**	-
Capital work in progress written off	**11,292**	-
Provision for interest income and doubtful debts	**687,528**	622,359
Provision for end of service indemnity	**38,685**	32,682
	(2,220,245)	1,119,953
Changes in operating assets and liabilities:		
Accounts receivable and other debit balances	**(67,386)**	3,552,878
Accounts payable and other credit balances	**1,560,888**	(1,599,709)
Cash generated from operations	**(726,743)**	3,073,122
Payment for end of service indemnity	**(7,648)**	(15,211)
Net cash (used in) generated from operating activities	**(734,391)**	3,057,911
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments at fair value through income statement	**-**	(14,458,296)
Proceeds from sale of investments at fair value through income statement	**-**	9,033,762
Purchase of investments available for sale	**(39,336)**	(933,702)
Proceeds from sale of investments available for sale	**54,456**	-
Purchase of additional investment in an associate	**-**	(17,934)
Proceeds from partial disposal of investment in an associate	**-**	7,576,952
Payment for long term loan to joint venture	**(23,030)**	(65,246)
Payment for capital work in progress	**(3,770,348)**	(3,762,363)
Purchase of fixed assets	**(93,442)**	(217,868)
Advance payment for purchase of land	**-**	(4,395,302)
Payment for additions to investment properties	**(28,068)**	(20,602)
Dividend income received	**726**	2,157
Interest received	**191,536**	140,069
Net cash used in investing activities	**(3,707,506)**	(7,118,373)

	Three months ended March 31,	
	2009	2008
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net (payment) proceeds from bank overdraft	**(828,990)**	1,497,814
Net proceeds from term loans	**8,800,215**	12,451,828
Paid for purchase of treasury shares	**(103,128)**	-
Proceeds from sale of treasury shares	**-**	1,252,901
Dividends paid	**(50,610)**	-
Interest paid	**(1,779,671)**	(2,156,951)
Paid to non – controlling interests	**(13,298)**	(6,037)
Net cash generated from financing activities	**6,024,518**	13,039,555
Foreign currency translation adjustments	**(615,443)**	339,873
Net increase in cash and cash equivalents	**967,178**	9,318,966
Cash and cash equivalents at beginning of the period	**16,678,195**	12,959,872
Cash and cash equivalents at end of the period	**17,645,373**	22,278,838

The accompanying notes (1) to (19) form an integral part of the interim consolidated financial information

1. Incorporation and activities

National Real Estate Company K.S.C. (the Parent Company) is a Kuwaiti public shareholding company registered in Kuwait and listed on the Kuwait Stock Exchange and Dubai Financial Market. It is engaged in real estate investment and management, as well as undertaking real estate construction and maintenance. The Parent Company also holds investments in securities.

The Parent Company was registered in the Commercial register under reference number 19628 dated November 15, 1973.

The address of the Parent Company's registered office is P.O. Box 22644, Safat 13087, State of Kuwait.

The interim consolidated financial information was authorized for issue by the Board of Directors on May 12, 2009.

2. Basis of presentation

The interim consolidated financial information has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The accounting policies used in the preparation of the interim consolidated financial information for the period are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2008 except for the changes due to implementation of certain amendments to the following International Financial Reporting Standards:

IAS 1 "Presentation of Financial Statements" (Revised)
Effective January 1, 2009, The Group has applied IAS 1 (Revised), which has impacted the presentation of financial statements to enhance the usefulness of the information presented. The revised Standard has introduced a number of terminology changes (including revised titles for the condensed financial statements) and has resulted in a number of changes in presentation and disclosure. The revised IAS 1 has introduced a new statement of comprehensive income, wherein all changes in equity arising from transactions other than with owners in their capacity as owners should be presented. Accordingly only changes in equity arising from transactions with owners in their capacity as owners are permitted to be presented in the statement of changes in equity.

IFRS 8 "Operating Segments"
Effective January 1, 2009, The Group has applied IFRS 8, which requires disclosure of information to evaluate the nature and financial effects of the business activities in which it engages and the economic environments in which it operates. Accordingly, operating segments should be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

The interim consolidated financial information do not include all of the information and footnotes required for complete financial statements prepared in accordance with International Financial Reporting Standards. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included. Operating results for the period ended March 31, 2009 are not necessarily indicative of the results that may be expected for the year ending December 31, 2009. For further information, refer to the consolidated financial statements and notes thereto for the year ended December 31, 2008.

3. Basis of consolidation

The interim consolidated financial information includes the financial information of National Real Estate Company K.S.C. (the Parent Company) and the following subsidiaries:

		Percentage of ownership(%)		
	Country of incorporation	**March 31, 2009**	December 31, 2008 (Audited)	March 31, 2008
1) Dasman Commercial Complex – Joint venture	Kuwait	**62.117**	62.117	62.094
2) HRD International for Human Resources Development Company W.L.L.	Kuwait	**80**	80	80
3) Al-Takafouh Al-Thahabi General Trading and Contracting Company W.L.L.	Kuwait	**100**	100	100
4) Aqaba National Real Estate Projects Co. (private shareholding company)	Jordan	**70**	70	70
5) Kuwait National Real Estate (PVT) Ltd	Pakistan	**100**	100	100
6) National Holding Group Company (Lebanese shareholding company)	Lebanon	**100**	100	100
7) Kuwait Touristic Enterprises Development Company (private shareholding company)	Tunisia	**100**	100	100
8) Kuwait National Real Estate Company (Egyptian shareholding company)	Egypt	**100**	100	100
9) National Project Holding K.S.C. (Holding)	Kuwait	**98**	93	93.33
10) National Investment & Development Company (private shareholding company)	Jordan	**100**	100	100
11) KREDCO Real Estate Company – Limited	Iraq	**51**	51	51
12) Fresh World International Catering Co. K.S.C. (Closed)	Kuwait	**70**	70	70
13) Yemen Kuwait Co. for General Trading & Contracting W.L.L.	Yemen	**100**	100	100
14) Middle East Projects General Trading Company W.L.L.	Kuwait	**100**	100	100
15) Kuwait Wadi El-Nile Urban Development Company (Egyptian shareholding Company)	Egypt	**80**	80	80
16) Masaken Global Real Estate Co. K.S.C. (Closed)	Kuwait	**100**	100	-
17) Victus Food Development Co. W.L.L.	Kuwait	**100**	100	-

During the period, the Group has increased its share from National Project Holding K.S.C. (Holding) by 5% which has resulted in other income amounting to KD 13,322 under "Excess of the Group's interest in the net fair value of acquiree's identifiable assets, liabilities and contingent liabilities over cost of acquisition" included in "others" in other income – Note (11).

The accompanying interim consolidated financial information includes proportionate consolidation of the Parent Company's 50% investment in Mediterranean Investment Holding P.L.C. (joint venture), a company registered in Malta. The principal activities are investing and developing real estate projects.

4. Investment in associates

Name of the associate	Country of Incorporation	Percentage of ownership (%)					
		March 31, 2009	December 31, 2008 (Audited)	March 31, 2008	**March 31, 2009**	December 31, 2008 (Audited)	March 31, 2008
(i) Public Warehousing Company K.S.C. (Agility)	Kuwait	**22.444**	22.444	22.932	**182,554,863**	170,870,429	181,483,455
Goodwill					**4,505,307**	4,505,307	4,896,720
					187,060,170	175,375,736	186,380,175
(ii) Kuwait Bulgarian Dairy Company W.L.L.	Kuwait	**40**	40	40	**120,000**	120,000	120,000
(iii) Al-Seef International Holding K.S.C.C.	Kuwait	**25**	25	25	**2,347,238**	2,347,238	2,804,321
					189,527,408	177,842,974	189,304,496

(i) Public Warehousing Company K.S.C. (Agility) is a public shareholding company registered in Kuwait and listed on the Kuwait Stock Exchange and Dubai Financial Market. Its principal activities are storing goods, management and renting of warehouses, all transportation activities, distribution, handling and customs clearance for goods.

The fair value of the Group's investment in Public Warehousing Company K.S.C. (Agility) as of March 31, 2009 is KD 145,668,547 (December 31, 2008 – KD 145,668,547, March 31, 2008 – KD 253,158,685).

The movement during the period / year is as follows:

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Balance at the beginning of the period / year	**177,842,974**	185,405,109	185,405,109
Additional investment in the associate	**-**	17,931	17,931
Transferred from investments available for sale	**-**	2,625,000	2,625,000
Partial disposal of investment in the associate	**-**	(8,645,722)	(4,670,790)
Net share in the associate's results	**8,293,409**	31,464,824	8,801,188
Cash dividends received	**-**	(17,459,220)	-
Effect of changes in associate's equity (b)	**3,391,025**	(15,564,948)	(2,873,942)
Balance at the end of the period / year	**189,527,408**	177,842,974	189,304,496

a) During 2006, the Parent Company made a provision amounting to KD 1,226,082 for its share of interest of a bank performance guarantee that has been encashed in favor of General Administration of Customs for Kuwait in relation to non-performance of obligations under a contract operated by a subsidiary of the associate.

The subsidiary of the associate appealed against that encashment through case No. 224/2007 "Administrative – 7". In the opinion of the external legal consulting firms, the violations against which a portion of the bank guarantee provided has been cashed, are non-contractual violations and believe the verdict shall be issued in favor of the subsidiary to return the cashed portion of the guarantee plus interest. Accordingly, no provision has been made in the associate's books as of the interim condensed consolidated statement of financial position date.

The Parent Company has provided for its share of the encashed portion of the bank guarantee on a conservatism approach and not as surrender to the validity of the encashment.

b) The change in associate's equity is as follows:

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Loss on sale of treasury shares	**(162,941)**	(506,776)	(254,112)
Changes in hedging reserve	**(2,765,068)**	(2,009,612)	-
Movement in treasury shares	**133,765**	(10,869,726)	-
Foreign currency translation adjustment	**6,185,943**	(2,180,993)	(2,608,888)
Cumulative changes in fair value of available for sale investments	**(674)**	2,159	(10,942)
	3,391,025	(15,564,948)	(2,873,942)

During the period, no shares were sold from investment in the associate (December 31, 2008 – sale of 10,682,500 shares, March 31, 2008 – sale of 5,567,500 shares). The goodwill relating to these shares amounted to KD Nil (December 31, 2008 – KD 817,453, March 31, 2008 – KD 426,040).

The associate's contingent liabilities are as follows:

a. A dispute has arisen between the associate and a third party with respect to a partnership agreement dated July 30, 2002 for the purpose of bidding for the provision of services for Prime Vendor Services Contract with the U.S. Government. The partnership agreement provided for the preparation of all infrastructure and assets for that purpose. The associate had submitted all evidences to the Execution Department in proof of the partnership not having any funds, assets or properties and the eventual non-existence of the partnership, as a consequence of the partners not providing any capital contributions to the partnership.

On January 7, 2008, the Supreme Court of Kuwait ruled in favor of the associate confirming that the partnership agreement between the associate and the third party was not legally enforceable and is void.

b. On November 27, 2006, and based on the recommendation by the Ministers' Council, the Ministry of Commerce & Industry issued the Resolution No. 30/2006 to terminate three contracts of those concluded between the associate and the Public Authority of Industry for Mina Abdulla Zone, Kuwait.

The associate protested against this order through the Case No. 940/2006 "Administrative". In the hearing held on December 25, 2006, the Court pronounced its ruling to repeal the aforesaid resolution of the Ministry of Commerce & Industry and its resultant impacts.

However, the Government requested the Board of Public Authority of Industry to hold a meeting chaired by the Minister of Commerce & Industry, who issued a new resolution No. 1/2007 to terminate the same contract, being the subject of the previous resolution.

The associate, again, appealed against the new resolution through the Case No. 36/2007 and assured, in its statement of defense, which is in agreement with the clauses of the law, as confirmed by the Supreme Court including the Kuwait Court of Cassation, that the new resolution is void, because it has been made on the same subject of the previous resolution. From legal perspective the Court shall issue its judgment to revoke the new resolution issued by the Public Authority of Industry, because it has been based on a wrong basis.

The associate is in the process of performing an assessment of the final losses arising from the aforementioned resolutions, so that a claim can be filed with the Government of Kuwait for recovery of these amounts. The associate has not recognized any revenue on the three aforesaid contracts since January 1, 2007.

Whereas the resolutions issued by the governmental authorities are not expected, from a legal perspective, to remain effective, no provision should be made in the books of the associate, as the outcomes of the legal cases issued by the courts in this respect are in favour of the associate.

c. On January 9, 2007 the Ministry of Finance terminated Al-Jahra Fish, Meat and Vegetables Market Project Contract with the associate according to the resolution of the Council of Ministers No. 2/ 2007. The associate appealed to the Court of First Instance against this resolution through Case No. 200/2007 "Administrative - 3". In January 2008, the Court of Appeal ruled in favor of the associate whereby Al-Jahra Fish, Meat and Vegetables Market Project Contract are to be given back to the associate. The Court of Appeal also ruled out that the associate be compensated for losses and expenses that arose as a result of this case.

d. In addition to the above, the associate is involved in various claims and legal proceedings including employee compensation and contractors disputes. The external legal counsel of the associate believes that such claims are not valid and will not have a material adverse effect on the interim consolidated financial information of the associate as of March 31, 2009.

(ii) The Group has not accounted for its share of results in Kuwait Bulgarian Dairy Company W.L.L. due to non-availability of financial information.

(iii) The Group's share in the contingent liabilities and capital commitments of the associate amounted to KD 26,897,896 (December 31, 2008 – KD 37,954,092, March 31, 2008 – KD 17,194,118).

5. Capital work in progress

This represents mainly work-in-progress relating to foreign subsidiaries. The movement during the period / year is as follows:

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Balance at the beginning of the period / year	**235,429,364**	38,216,590	38,216,590
Transfers from accounts receivable and other debit balances relating to advance payments	**-**	55,934,302	-
Additions	**3,770,348**	138,681,339	3,762,363
Transferred to fixed assets	**-**	(1,145,547)	-
Transferred to investment properties	**(5,907,520)**	(3,771,166)	-
Disposals	**(11,292)**	(90,075)	-
Foreign currency translation adjustments	**10,485,039**	1,707,744	(704,428)
Provisions against additions in Kuwait Free Trade Zone set off against contractual obligations	**-**	(123,110)	-
Interest capitalized on capital work in progress	**1,647,739**	6,019,287	-
Balance at the end of the period / year	**245,413,678**	235,429,364	41,274,525

6. Net amount due from Kuwait Ports Authority

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Due from Kuwait Ports Authority			
Rehabilitation costs of properties (a)	**6,417,653**	6,417,653	6,417,653
Accrued interest on the balance (b)	**12,838,231**	12,150,703	10,187,898
	19,255,884	18,568,356	16,605,551
Rent due from Kuwait Ports Authority (c)	**15,633,440**	15,633,440	15,633,440
Gross amount due from Kuwait Ports Authority before its share in rental income of Kuwait Free Trade Zone	**34,889,324**	34,201,796	32,238,991
Due to Kuwait Ports Authority			
Gross share of Kuwait Ports Authority in rental income of Kuwait Free Trade Zone (d)	**7,566,312**	7,566,312	7,566,312
Less: Refunded share of the outstanding and unpaid rent of Kuwait Ports Authority (e)	**(637,756)**	(637,756)	(637,756)
Net share of Kuwait Ports Authority in rental income of Kuwait Free Trade Zone	**6,928,556**	6,928,556	6,928,556
Gross amount due from Kuwait Ports Authority after its share in rental income of Kuwait Free Trade Zone	**27,960,768**	27,273,240	25,310,435
Provision for doubtful debts (b,c,f)	**(27,960,768)**	(27,273,240)	(25,310,435)
	-	-	-

(a) According to clause number 11 in Kuwait Free Trade Zone management contract, if National Real Estate Company K.S.C. (the managing company) makes any rehabilitation for the properties according to the plan implemented by the Ministry of Commerce and Industry, then the managing company has the right to recover all the expenses it incurred for the rehabilitation work for those properties before accounting for the assigned share of Kuwait Ports Authority. These costs need to be approved by the Ministry of Commerce and Industry. In accordance with this clause and the letter from the Ministry of Commerce and Industry dated November 25, 1998, at which the Ministry approved the costs that amounted to KD 6,449,034; the managing company had charged the amounts incurred in the renovation and overhauling of some properties of Kuwait Ports Authority to its account, including borrowing costs that can be capitalized amounting to KD 73,122 and the interest for the bank loans amounting to KD 100,393 that can be capitalized for the period from the date of commencement of activities till December 31, 1999.

The actual rehabilitation costs incurred by the managing company for Kuwait Ports Authority properties amounted to KD 6,417,653. The Consulting Committee of the Free Zones had approved the rehabilitation costs of KD 5,033,000 during its meeting on January 23, 2002, for the period from May 30, 1998 till October 31, 2000.

(b) The managing company also computes interest on the monthly outstanding balance due from Kuwait Ports Authority at 10% per annum. Interest income recorded in the interim condensed consolidated statement of comprehensive income for the period ended March 31, 2009 amounted to KD 687,528 (December 31, 2008 – KD 2,585,164, March 31, 2008 – KD 622,359). The managing company has fully provided for this interest.

(c) Also, the balance due from Kuwait Ports Authority as of March 31, 2009 includes an amount of KD 15,633,440 (December 31, 2008 - KD 15,633,440, March 31, 2008 – KD 15,633,440) being the balance due for the rents of utilized properties by Kuwait Ports Authority in the Kuwait Free Trade Zone. The managing company has recorded a provision for those rents in the balance due from Kuwait Ports Authority.

(d) According to the management contract, 80% of the rent collected in the Kuwait Free Trade Zone from the existing properties that were handed over from Kuwait Ports Authority is assigned to it. As a result of the resolution issued by the Ministry of Commerce and Industry mentioned in (f) below, the Parent Company lost its control over the assets of Kuwait Free Trade Zone and on its management. Accordingly, Kuwait Ports Authority's share of rent was not calculated for the years 2007 and 2008 and also for the three months ended March 31, 2009.

(e) The 80% share relating to the outstanding and unpaid rent of Kuwait Ports Authority is deducted from the gross share of Kuwait Ports Authority in rental income of the Kuwait Free Trade Zone. In case of any settlement regarding those outstanding and unpaid rents, its relative share previously deducted will be refunded back to the share of Kuwait Ports Authority in rental income of Kuwait Free Trade Zone.

(f) As a result of the resolution issued by the Ministry of Commerce and Industry No. 507 / 2006 relating to the cancellation of the management contract of Kuwait Free Trade Zone with the managing company (Note 15f), the managing company has fully provided for the amount due from Kuwait Ports Authority on a conservatism approach and not as a surrender to the validity of the cancellation resolution.

7. Investment properties

During the period, capital work in progress amounting to KD 5,907,520 have been completed and hence transferred to investment properties during the period ended March 31, 2009.

8. Bank facilities

	Currency	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Current				
Overdraft facility from a local bank carrying an interest rate of 2.25% per annum over the Central Bank of Kuwait discount rate repayable on April 23, 2009.	KD	**8,354,907**	8,883,405	8,549,673
Overdraft facility from a local bank carrying an interest rate of 2% per annum over the Central Bank of Kuwait discount rate repayable on April 1, 2009.	KD	**510,954**	585,327	1,014,983
Revolving multi currency loans from a local bank carrying an interest rate of 2.25% per annum over the Central Bank of Kuwait discount rate for KD loans, repayable on April 23, 2009.	KD	**38,000,000**	30,000,000	78,609,414
Revolving loan from a local bank carrying an interest rate of 2.5% per annum over the Central Bank of Kuwait discount rate, repayable on April 1, 2009.	KD	**30,500,000**	28,000,000	-
Revolving multi currency loan from an International Bank carrying an interest rate of 1.5% per annum over the LIBOR out of which 25% is repayable on April 26, 2009 and 75% is repayable on June 24, 2009	USD	**11,672,000**	16,587,000	7,983,000
Revolving multi currency loan from an International Bank carrying an interest rate of 1% per annum over the KIBOR repaid on December 24, 2008.	KD	**-**	-	8,600,000
Total current portion of bank facilities		**89,037,861**	84,055,732	104,757,070
Non-current				
Term loan from a local bank against a pledge of certain shares of the Group's investment in The Public Warehousing Co. K.S.C. (Agility) carrying an interest rate of 2.25% per annum over the Central Bank of Kuwait discount rate, maturing in June 28, 2013 and repayable on 11 equal quarterly installments of KD 2,916,667 each and a balloon payment of KD 37,916,663.	KD	**70,000,000**	70,000,000	-
Parent company's share of a multi currency term loan from an international bank secured by a general mortgage over the joint venture's assets (Mediterranean Investments Holding P.L.C. and its subsidiaries) subject to floating interest rates. As of March 31, 2009, the effective interest rate on Libyan Dinar borrowings amounted to 6%, whilst the effective interest rate on Euro borrowings amounted to 2.5% over 3 months EURIBOR. These borrowings are 70% repayable on equal installments starting July 8, 2010, the balance of 30% is due on March 18, 2014.	Libyan Dinar / Euro	**5,489,674**	2,500,578	-
Term loan from a local bank carrying an interest rate of 1.25% per annum over the Central Bank of Kuwait discount rate, repaid on August 1, 2008	KD	**-**	-	24,000,000
Total non-current portion of bank facilities		**75,489,674**	72,500,578	24,000,000
Total bank facilities		**164,527,535**	156,556,310	128,757,070

Bank facilities amounting to KD 76,854,908 (December 31, 2008 - KD 66,883,405, March 31, 2008 – KD 111,159,088) have been secured by promissory notes amounting to KD 122,000,000 (December 31, 2008 – KD 122,000,000, March 31, 2008 - KD 122,000,000).

As of March 31, 2009, the Group had available KD 55,106,465 (December 31, 2008 – KD 62,324,440, March 31, 2008 – KD 9,325,930) of undrawn bank facilities in respect of which all conditions precedent had been met.

The Group is currently negotiating the renewal/restructuring of its current facilities presented above with the related financial institutions, which is in the opinion of the Group's management will be completed successfully in the near future considering the quality of the Group's assets and the stability of its cash inflows - Note (17)

9. Treasury shares

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Number of treasury shares	**38,688,251**	38,188,251	29,179,297
Percentage of issued shares (%)	**4.75**	4.69	3.94
Market value (KD)	**6,577,003**	9,012,427	14,151,959
Cost (KD)	**7,118,276**	7,015,148	5,104,958

10. Net investment (loss) income

	Three months ended March 31,	
	2009	2008
Dividend income	**726**	2,157
Unrealized loss from investments at fair value through income statement	**-**	(1,199,906)
Realized gain on sale of investments at fair value through income statement	**-**	215,105
Realized gain on partial disposal of investment in an associate	**-**	2,906,159
Realized gain on sale of investments available for sale	**(35,012)**	-
	(34,286)	1,923,515

11. Other income

	Three months ended March 31,	
	2009	2008
Promotional income	**31,742**	59,075
Service income – programs and courses fees	**322,562**	319,160
Service and registration income – others	**74,828**	24,765
Consultancy fees	**37,250**	31,890
Gain from money market funds	**-**	4,490
Reversal of accrued expenses	**-**	915,003
Miscellaneous	**283,359**	83,759
	749,741	1,438,142

12. Contribution to KFAS, NLST and Zakat

Contribution to Kuwait Foundation for the Advancement of Sciences (KFAS) is calculated at 1% of the profit of the Parent Company after deducting its share of income from shareholding subsidiaries and associates and transfer to statutory reserve. For the period ended March 31, 2009, contribution to KFAS has not been recognized since there was no income based on which KFAS could be calculated.

National Labor Support Tax is calculated at 2.5% of the profit of the Parent Company and after deducting its share of income from listed shareholding subsidiaries and associates and cash dividends from Kuwaiti listed shareholding companies. For the period ended March 31, 2009, NLST has not been recognized since there was no income based on which NLST could be calculated.

Zakat is calculated at 1% of the profit of the Parent Company in accordance with Law No. 46/2006 and the Ministry of Finance Resolution No. 58/2007. For the period ended March 31, 2009, Zakat has not been recognized since there was no income based on which Zakat could be calculated.

13. Earnings per share

Earnings per share is computed by dividing net profit for the period attributable to equity holders of the Parent Company by the weighted average number of shares outstanding during the period as follows:

	Three months ended March 31,	
	2009	2008 (Restated)
Net profit for the period attributable to equity holders of the Parent Company	**5,739,472**	9,393,816
	2009 Shares	2008 Shares
Number of issued and fully paid-up shares	**814,195,063**	740,177,330
Add: bonus shares	**-**	74,017,733
Less: Weighted average number of treasury shares	**(38,490,474)**	(31,279,242)
Weighted average number of shares outstanding	**775,704,589**	782,915,821
	Fils	Fils
Earnings per share attributable to equity holders of the Parent Company	**7.40**	12.00

Basic earnings per share for the three months period ended March 31, 2008 before restatement for the issue of bonus shares amounted to 13.25 Fils.

14. Related party balances and transactions

Related parties represent major shareholders, directors, associates, key management personnel and parties related to them. Pricing policies and terms of these transactions are approved by the Parent Company's management. Related party balances and transactions are summarized as follows:

	Major shareholders	Key management personnel	Associates	Joint Ventures	Others	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Balances:								
Accounts receivable and other debit balances	**786,484**	**93,000**	**699,600**	**-**	**1,982,154**	**3,561,238**	3,864,863	2,585,041
Long term loan	**-**	**-**	**-**	**572,700**	**-**	**572,700**	541,223	-
Accounts payable and other credit balances	**40,015**	**-**	**-**	**-**	**-**	**40,015**	23,063	20,743

						Three months ended March 31,	
	Major shareholders	Key management personnel	Associate	Joint Ventures	Others	2009	2008
Transactions:							
Rental income	**115,148**	**-**	**-**	**-**	**-**	**115,148**	117,737
Other income	**107,448**	**-**	**-**	**-**	**-**	**107,448**	9,333
Interest income	**6,092**	**-**	**-**	**8,447**	**26,639**	**41,178**	16,607
General and administrative expenses	**(52,910)**	**-**	**-**	**-**	**-**	**(52,910)**	(45,438)

	Three months ended March 31,	
	2009	2008
Key management compensation:		
Short term benefits	**217,811**	207,245
Termination benefits	**9,663**	8,406
Board of Director's remuneration	**17,500**	17,500

15. Contingencies and capital commitments

a) At March 31, 2009, the Group's management authorized capital commitments amounting to KD 11,071,499 (December 31, 2008 – KD 15,677,501, March 31, 2008 – KD 111,159,088).

b) At March 31, 2009, capital expenditure commitments arising from the Parent Company's interest in Mediterranean Investment Holding (joint venture) is as follows:

(i) Capital expenditure contracted for the construction and development of real estate projects but not yet incurred amounted to KD 5,989,200 (December 31, 2008 – KD 6,476,250, March 31, 2008 – KD 5,997,615).

(ii) Capital expenditure authorized by the board of directors of the joint venture but has not yet been contracted for amounted to KD 540,960 (December 31, 2008 – KD 1,373,750, March 31, 2008 - KD 7,357,448).

c) At March 31, 2009, the Parent Company had commitments under a non-cancelable operating lease, primarily for land leased from the Government of Kuwait for the Water Front Project as follows:

Year	KD
2009 – 2013	141,000
2014 – 2018	141,000
2019 – 2019	28,200
	310,200

For the operating lease commitments, the Parent Company is required to give a bank guarantee of 0.5% of the total value of the capital project concerned for the purpose of maintenance services to be provided by the final lessor.

d) The Group was contingently liable in respect of the following:

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Letters of guarantee	**453,745**	418,560	365,500
Letters of credit	**439,384**	412,368	16,198
	893,129	830,928	381,698

e) One of the tenants of the Kuwait Free Trade Zone had filed a complaint against the Parent Company claiming for a compensation amounting to KD 11,632,382. An Arbitration Committee was formed under the supervision of Ministry of Commerce and Industry. The Parent Company's management submitted many memoranda objecting about the non-competency of the Arbitration Committee, disapproving the arbitration procedures and agreement, and request for denying the case. However, the Arbitration Committee continued to perform its function and declared a verdict on November 15, 2003 obliging the Parent Company to pay compensation for losses suffered amounting to KD 3,600,000.

The Parent Company's management appealed against the verdict of the Arbitration Committee dated November 15, 2003. On January 19, 2004, the General Court declared that the verdict by Arbitration Committee dated November 15, 2003 is void, and forwarded the case to the Experts Department in Ministry of Justice which had concluded in its report that no compensation to be done to the tenant and the Court of First Instance issued its ruling in which the Arbitration decision was nullified and the managing company is not entitled to any compensation. The Court of Appeal sustained the decision of the Court of First Instance. The tenant has appealed against the decision of the Court of Appeal in the Court of Cassation which has issued the verdict in favor of the Parent Company on June 17, 2008.

f) As per the decision No. 507 in 2006, the Ministry of Commerce and Industry cancelled the management contract of Kuwait Free Trade Zone in Shuwaikh port dated May 30, 1998 between the Ministry of Commerce and Industry and National Real Estate Company K.S.C (the managing company). Due to this, the managing company had lost its control over the assets located in KFTZ. Accordingly, the managing company had recognized the following provisions:

	2006
Assets located in KFTZ	11,172,070
Provision for contractual obligations relating to the cancellation of management's contract of Kuwait Free Trade Zone	1,653,236
Provision for doubtful debts	535,118
	13,360,424

All these provisions were made on a conservatism approach and not as surrender to the validity of the resolution.

The managing company had filed case 939/2006 for an appeal against the decision of Ministry of Commerce and Industry for the cancellation of management contract for KFTZ. On April 15, 2007, the Court forwarded the case to the Experts Department in the Ministry of Justice. The Experts Department had issued its report and the date of hearing of the report at the Court of First Instance is set for May 25, 2009.

As per the opinion of the managing company's external legal counsel, the decision of the Ministry of Commerce and Industry would be cancelled and in case the decision is not cancelled, then the managing company has the right to recover all expenses incurred due to cancellation of the contract before its maturity and has also the right to be compensated for future benefits for the rest of the managing contract term.

The managing company is in process of performing an assessment of the compensation in case the Court sustains the cancellation resolution. In such event, the managing company proposes to offer an initiative for a considerate settlement of its rights with the government. In the event of failure of the initiative, a claim is proposed to be filed by the managing company for the recovery of those compensation claims as per the law.

g) The Parent Company has certain properties erected on land leased from the Government for 25 years. The Ministry of Finance had issued a resolution to terminate those contracts after the expiry of this 25 years period. However, the Parent Company appealed against this resolution claiming for the renewal of those contracts for another 25 years with the same terms. The Court of First Instance sustains the resolution of the Ministry of Finance, after which the Parent Company appealed against the resolution of the Court of First Instance. The Court of Appeal in its sitting dated June 24, 2007 had decided in its verdict to cancel the resolution of the Court of First Instance and to cancel the resolution of the Minister of Finance to withdraw those properties and consider it as void along with all its consequent effects. The Ministry of Finance appealed against this verdict at the Court of Cassation, at which legal proceedings are currently in progress.

16. Shareholders' Annual General Assembly

The Board of Directors of the Parent Company proposed no cash dividends or bonus shares for the year ended December 31, 2008.

The Shareholders' Annual General Assembly for the year ended December 31, 2008 has not been held till the date of preparation of these interim consolidated financial information. Consequently, the consolidated financial statements for the year ended December 31, 2008 have not been approved till that date. The interim consolidated financial information for the period ended March 31, 2009 does not include any adjustments that may be necessary, if the consolidated financial statements for the year ended December 31, 2008 have been approved from the shareholder's Annual General Assembly.

17. Working capital

	March 31, 2009	December 31, 2008 (Audited)	March 31, 2008
Current assets:			
Cash and cash equivalents	**17,645,373**	16,678,195	22,278,838
Investment at fair value through income statement	**-**	-	7,127,774
Accounts receivable and other debit balances	**7,420,271**	6,572,404	32,254,378
Quoted investments available for sale	**10,019,868**	11,269,350	7,528,975
Total current assets	**35,085,512**	34,519,949	69,189,965
Current liabilities:			
Accounts payable and other credit balances	**(36,651,859)**	(38,185,282)	(12,171,055)
Bank facilities	**(89,037,861)**	(84,055,732)	(104,757,070)
Total current liabilities	**(125,689,720)**	(122,241,014)	(116,928,125)
Working capital	**(90,604,208)**	(87,721,065)	(47,738,160)

The Group's current liabilities exceed its current assets by an amount of KD 90,604,208 (December 31, 2008 - KD 87,721,065, March 31, 2008 – KD 47,738,160). The consolidated financial statements have been prepared assuming the Group will continue as a going concern. The interim consolidated financial information do not include any adjustment that might result from the outcome of the uncertainty.

The Group's going concern assumption relies on necessary support from financial institutions, shareholders as well as the Group's ability to promote its cash inflows. The Group's management is currently negotiating its renewals or restructures of borrowings from the respective financial institutions as well as availing new facilities.

As of the interim condensed consolidated statement of financial position date, the Group had undrawn outstanding credit facilities of KD 55,106,465. In the Group's management opinion, its lender financial institutions will renew the Group's outstanding borrowings on their respective due dates considering the quality of the Group's assets and the stability of its cash inflows, and that the major shareholders of the Parent Company as well as the associates will provide necessary support, if needed, to enhance the Group's cash inflows.

18. Geographical distribution

For the management purposes, the group is divided into five geographical segments, which are: State of Kuwait, GCC, Asia, Africa and others.

The geographical segments information are as follows:

	March 31, 2009						March 31, 2008					
	Kuwait	GCC	Asia	Africa	Others	Total	Kuwait	GCC	Asia	Africa	Others	Total
Cash on hand & at banks	4,515,722	128,109	250,045	435,949	5,985,917	11,315,742	10,415,790	20,472	644,401	729,859	2,783,445	14,593,967
Bank deposits	-	879,779	1,370,929	4,078,923	-	6,329,631	2,333,054	30,070	1,401,328	3,920,419	-	7,684,871
Advances for real estate investments	-	-	-	-	-	-	-	37,547,364	-	22,053,805	-	59,601,169
Other receivables and debit balances	7,223,522	438,822	3,382,422	111,029	1,696,393	12,852,188	7,493,618	36,070	2,974,536	18,959	1,900,538	12,423,721
Total Accounts receivable & other debit balances	7,223,522	438,822	3,382,422	111,029	1,696,393	12,852,188	7,493,618	37,583,434	2,974,536	22,072,764	1,900,538	72,024,890
Investments at fair value	-	-	-	-	-	-	6,664,334	-	-	-	463,440	7,127,774
Investments available for sale	12,848,739	4,116,552	-	-	1,392,900	18,358,191	6,912,438	4,195,907	-	-	4,121,068	15,229,413
Investment in associates	189,527,408	-	-	-	-	189,527,408	189,304,496	-	-	-	-	189,304,496
Investment in a joint venture	387,017	-	-	-	-	387,017	356,029	-	-	-	-	356,029
Capital work in process	5,963,982	108,802,913	12,430,410	102,744,722	15,471,651	245,413,678	3,624,497	7,991,175	18,143,950	2,504,828	9,010,075	41,274,525
Fixed Assets	1,340,856	-	1,555,129	139,439	32,175	3,067,599	1,015,060	-	149,198	167,150	40,945	1,372,353
Investment properties	65,539,277	-	5,924,959	-	-	71,464,236	66,314,696	-	-	-	-	66,314,696
Total assets	287,346,523	114,366,175	24,913,894	107,510,062	24,579,036	558,715,690	294,434,012	49,821,058	23,313,413	29,395,020	18,319,511	415,283,014
Bank facilities	159,037,861	-	-	-	5,489,674	164,527,535	128,757,070	-	-	-		128,757,070
Other liabilities	28,195,823	36,388,885	312,078	75,046,072	8,556,521	148,499,379	25,758,999	-	279,377	484,308	3,652,182	30,174,866
Total liabilities	187,233,684	36,388,885	312,078	75,046,072	14,046,195	313,026,914	154,516,069	-	279,377	484,308	3,652,182	158,931,936

	March 31, 2009						March 31, 2008					
	Kuwait	GCC	Asia	Africa	Others	Total	Kuwait	GCC	Asia	Africa	Others	Total
Revenues												
Rental income	2,019,529	-	73,368	-	-	2,092,897	1,863,243	-	32,964	-	-	1,896,207
Share in the associates' results	8,293,409	-	-	-	-	8,293,409	8,801,188	-	-	-	-	8,801,188
Net Investment (Loss) Income	(34,286)	-	-	-	-	(34,286)	2,082,809	-	-	-	(159,294)	1,923,515
Interest Income	771,950	7,294	13,102	92,349	3,543	888,238	651,765	748	31,471	66,863	18,593	769,440
Other income	740,687	-	9,054	-	-	749,741	1,434,306	-	3,836	-	-	1,438,142
Total revenues	11,791,289	7,294	95,524	92,349	3,543	11,989,999	14,833,311	748	68,271	66,863	(140,701)	14,828,492
Expenses												
Staff costs	(961,856)	(82,319)	(47,682)	(1,031)	-	(1,092,888)	(1,226,727)	-	(65,331)	-	-	(1,292,058)
General & Administrative	(1,082,390)	(276,067)	(89,847)	(29,476)	(24,906)	(1,502,686)	(1,026,412)	(35,489)	(122,270)	(12,354)	(29,246)	(1,225,771)
Change in fair value of investment properties	(1,168,938)	-	-	-	-	(1,168,938)	(117,419)	-	-	-	-	(117,419)
Depreciation and amortization	(106,972)	-	(34,214)	(2,204)	(2,528)	(145,918)	(75,068)	-	(3,830)	(2,406)	(2,296)	(83,600)
Interest expense	(663,739)	-	-	-	(246)	(663,985)	(2,129,260)	-	-	-	(58,080)	(2,187,340)
Provision for interest income and doubtful debts	(687,528)	-	-	-	-	(687,528)	(622,359)	-	-	-	-	(622,359)
Others (expenses) income	(901,972)	-	-	-	-	(901,972)	220,740	-	-	-	-	220,740
Total expenses	(5,573,395)	(358,386)	(171,743)	(32,711)	(27,680)	(6,163,915)	(4,976,505)	(35,489)	(191,431)	(14,760)	(89,622)	(5,307,807)
Net profit for the period	6,217,894	(351,092)	(76,219)	59,638	(24,137)	5,826,084	9,856,,806	(34,741)	(123,160)	52,103	(230,323)	9,520,685
Attributable to:												
Equity Holders of parent company	6,151,856	(347,790)	(87,063)	46,606	(24,137)	5,739,472	9,727,826	(17,735)	(127,483)	41,531	(230,323)	9,393,816
Non-controlling interest	66,038	(3,302)	10,844	13,032	-	86,612	128,980	(17,006)	4,323	10,572	-	126,869
	6,217,894	(351,092)	(76,219)	59,638	(24,137)	5,826,084	9,856,,806	(34,741)	(123,160)	52,103	(230,323)	9,520,685

For more information on the accounting policies used and the nature of the above captions, please refer to Note (2) and the related notes thereto in the accompanying interim consolidated financial information.

19. Comparative figures

Certain prior periods amounts have been reclassified to conform to the current period presentation.