

**Jassim Transport & Stevedoring Company K.S.C.P.  
(Formerly known as Jassim Transport & Stevedoring  
Company K.S.C. (Closed)) and its Subsidiaries**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL INFORMATION (UNAUDITED)**

**30 SEPTEMBER 2022**



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## **INDEPENDENT AUDITOR'S REVIEW REPORT ON INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF JASSIM TRANSPORT & STEVEDORING COMPANY K.S.C.P. (FORMERLY KNOWN AS JASSIM TRANSPORT & STEVEDORING COMPANY K.S.C. (CLOSED))**

### ***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Jassim Transport & Stevedoring Company K.S.C.P. (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed)) ("the Parent Company") and its subsidiaries (collectively, the "Group") as at 30 September 2022, and the related interim condensed consolidated statement of income and interim condensed consolidated statement of comprehensive income for three and nine months periods then ended, and interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the nine months period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard IAS 34: Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

### ***Scope of Review***

We conducted our review in accordance with International Standard on Review Engagements 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### ***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34.

### **Report on Other Legal and Regulatory Requirements**

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of accounts of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine months period ended 30 September 2022 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, 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 during the nine months period ended 30 September 2022 that might have had a material effect on the business of the Parent Company or on its financial position.

WALEED A. AL OSAIMI  
LICENCE NO. 68 A  
EY  
AL AIBAN, AL OSAIMI & PARTNERS

10 November 2022  
Kuwait

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(UNAUDITED)

For the period ended 30 September 2022

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2022	2021	2022	2021
		KD	KD	KD	KD
Revenue from contracts with customers	3	<b>6,691,493</b>	5,597,551	<b>19,708,084</b>	16,249,565
Operating expenses		<b>(5,004,494)</b>	(4,334,648)	<b>(14,251,287)</b>	(12,521,726)
<b>GROSS PROFIT</b>		<b>1,686,999</b>	1,262,903	<b>5,456,797</b>	3,727,839
Other income		<b>142,877</b>	127,705	<b>312,696</b>	275,949
Administrative expenses		<b>(686,023)</b>	(604,341)	<b>(2,066,305)</b>	(1,807,612)
Allowance for expected credit losses on account receivables		<b>(15,328)</b>	(17,448)	<b>(68,655)</b>	(100,295)
Finance costs		<b>(68,115)</b>	(53,192)	<b>(185,332)</b>	(112,871)
<b>PROFIT BEFORE TAX AND DIRECTORS' REMUNERATION</b>		<b>1,060,410</b>	715,627	<b>3,449,201</b>	1,983,010
Contribution to Kuwait Foundation for the Advancement of Sciences (KFAS)		<b>(11,001)</b>	(7,279)	<b>(36,612)</b>	(19,835)
Zakat		<b>(11,001)</b>	(7,279)	<b>(36,612)</b>	(19,835)
National Labour Support Tax (NLST)		<b>(27,502)</b>	-	<b>(91,529)</b>	-
Directors' remuneration		<b>(6,000)</b>	(6,000)	<b>(18,000)</b>	(18,000)
<b>PROFIT FOR THE PERIOD</b>		<b>1,004,906</b>	695,069	<b>3,266,448</b>	1,925,340
<b>BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY (fils)</b>	10	<b>6.7 fils</b>	4.63 fils	<b>21.78 fils</b>	12.84 fils

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

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 30 September 2022

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<b>2022</b> <b>KD</b>	2021 <b>KD</b>	<b>2022</b> <b>KD</b>	2021 <b>KD</b>
<b>Profit for the period</b>	<b>1,004,906</b>	695,069	<b>3,266,448</b>	1,925,340
<b>Other comprehensive (loss) income:</b> <i>Items that are or may be subsequently reclassified to interim condensed consolidated statement of income:</i>				
Exchange difference on translation	<b>(900)</b>	185	<b>(1,156)</b>	(929)
<i>Items that will not be subsequently reclassified to interim condensed consolidated statement of income:</i>				
Unrealized (loss) gain on financial assets at fair value through other comprehensive income	<b>(6,548)</b>	4,474	<b>(21,103)</b>	(42,172)
<b>Other comprehensive (loss) income for the period</b>	<b>(7,448)</b>	4,659	<b>(22,259)</b>	(43,101)
<b>Total comprehensive income for the period</b>	<b>997,458</b>	699,728	<b>3,244,189</b>	1,882,239


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


Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

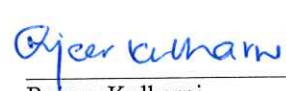
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

For the period ended 30 September 2022

		30 September 2022 KD	(Audited) 31 December 2021 KD	30 September 2021 KD
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property and equipment		44,557,047	43,626,046	42,035,430
Right-of-use assets		1,148,248	922,265	904,682
		<u>45,705,295</u>	<u>44,548,311</u>	<u>42,940,112</u>
<b>Current assets</b>				
Inventories		915,417	737,697	735,960
Financial assets at fair value through other comprehensive income		194,298	215,401	211,865
Account receivables and prepayments		8,458,477	7,190,675	7,228,625
Cash and cash equivalents	4	3,040,118	3,075,687	2,522,238
		<u>12,608,310</u>	<u>11,219,460</u>	<u>10,698,688</u>
<b>TOTAL ASSETS</b>		<u><u>58,313,605</u></u>	<u><u>55,767,771</u></u>	<u><u>53,638,800</u></u>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	5	15,000,000	15,000,000	15,000,000
Statutory reserve		6,360,614	6,360,614	6,111,806
Revaluation surplus		10,489,850	10,489,850	8,843,850
Fair value reserve		87,618	108,721	105,185
Foreign currency translation reserve		(11,231)	(10,075)	(10,589)
Retained earnings		13,363,933	12,497,485	12,263,770
<b>Total equity</b>		<u>45,290,784</u>	<u>44,446,595</u>	<u>42,314,022</u>
<b>Non-current liabilities</b>				
Employees' end of service benefits		1,752,169	1,600,556	1,604,775
Loans and borrowings	6	4,629,542	4,629,542	4,911,240
Lease liabilities		529,818	486,664	396,337
		<u>6,911,529</u>	<u>6,716,762</u>	<u>6,912,352</u>
<b>Current liabilities</b>				
Lease liabilities		644,049	457,712	540,499
Loans and borrowings	6	514,393	514,393	-
Account payables and accruals		4,952,850	3,632,309	3,871,927
		<u>6,111,292</u>	<u>4,604,414</u>	<u>4,412,426</u>
<b>Total liabilities</b>		<u>13,022,821</u>	<u>11,321,176</u>	<u>11,324,778</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>58,313,605</u></u>	<u><u>55,767,771</u></u>	<u><u>53,638,800</u></u>

  
Sheikh Ali Fawaz D. S. Al Sabah  
(Chairman)

  
Adel Kohari  
(Chief Executive Officer)

  
Rajeev Kulkarni  
(Chief Financial Officer)

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

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 September 2022

	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Revaluation surplus KD</i>	<i>Fair Value reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Retained Earnings KD</i>	<i>Total KD</i>
As at 1 January 2022 (Audited)	15,000,000	6,360,614	10,489,850	108,721	(10,075)	12,497,485	44,446,595
Profit for the period	-	-	-	-	-	3,266,448	3,266,448
Other comprehensive loss for the period	-	-	-	(21,103)	(1,156)	-	(22,259)
Total comprehensive (loss) income for the period	-	-	-	(21,103)	(1,156)	3,266,448	3,244,189
Dividend (Note 5)	-	-	-	-	-	(2,400,000)	(2,400,000)
<b>As at 30 September 2022</b>	<b>15,000,000</b>	<b>6,360,614</b>	<b>10,489,850</b>	<b>87,618</b>	<b>(11,231)</b>	<b>13,363,933</b>	<b>45,290,784</b>
	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Revaluation surplus KD</i>	<i>Fair Value reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Retained Earnings KD</i>	<i>Total KD</i>
As at 1 January 2021(Audited)	15,000,000	6,111,806	8,843,850	147,357	(9,660)	13,338,430	43,431,783
Profit for the period	-	-	-	-	-	1,925,340	1,925,340
Other comprehensive loss for the period	-	-	-	(42,172)	(929)	-	(43,101)
Total comprehensive (loss) income for the period	-	-	-	(42,172)	(929)	1,925,340	1,882,239
Dividend (Note 5)	-	-	-	-	-	(3,000,000)	(3,000,000)
As at 30 September 2021	15,000,000	6,111,806	8,843,850	105,185	(10,589)	12,263,770	42,314,022

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

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
(UNAUDITED)

For the period ended 30 September 2022

	<i>Nine months ended 30 September</i>	
	<i>2022</i>	<i>2021</i>
<i>Notes</i>	<i>KD</i>	<i>KD</i>
<b>OPERATING ACTIVITIES</b>		
Profit for the period before tax and after directors' remuneration	<b>3,431,201</b>	1,965,010
Non-cash adjustments to reconcile profit for the period to net cash flows:		
Loss (gain) on disposal of property and equipment	<b>5,407</b>	(181,626)
Gain on termination of lease	<b>(547)</b>	(1,461)
Depreciation	<b>3,630,866</b>	3,220,596
Amortization on right of use asset	<b>501,581</b>	493,710
Provision for employees' end of service benefits	<b>257,614</b>	184,099
Allowance for expected credit losses on account receivables	<b>68,655</b>	100,295
Interest income	<b>(18,170)</b>	(18,380)
Dividend income	<b>(14,050)</b>	(23,751)
Finance costs	<b>185,332</b>	112,871
	<b>8,047,889</b>	5,851,363
Working capital changes:		
Inventories	<b>(177,720)</b>	(127,167)
Account receivables and prepayments	<b>(1,363,664)</b>	553,961
Account payables and accruals	<b>1,006,577</b>	(651,828)
Cash flows from operations	<b>7,513,082</b>	5,586,659
Government grant received during the period	-	33,870
Employees' end of service benefits paid	<b>(103,494)</b>	(85,307)
Payment of taxes	<b>(67,704)</b>	(88,507)
Net cash flows from operating activities	<b>7,341,884</b>	5,446,715
<b>INVESTING ACTIVITIES</b>		
Purchase of property and equipment	<b>(4,538,374)</b>	(8,476,572)
Proceeds from disposal of property and equipment	<b>184,266</b>	254,369
Net movement in fixed deposits with original maturities more than three months	<b>500,000</b>	(1,000,000)
Interest income received	<b>18,170</b>	18,380
Dividend income received	<b>14,050</b>	23,751
Net cash flows used in investing activities	<b>(3,821,888)</b>	(9,180,072)
<b>FINANCING ACTIVITIES</b>		
Dividend paid	<b>(2,375,196)</b>	(3,000,000)
Term loan received	-	4,911,240
Finance costs paid	<b>(33,078)</b>	(39,379)
Finance costs paid on term loan	<b>(111,509)</b>	(27,486)
Finance costs paid on lease liabilities	<b>(40,745)</b>	(46,006)
Lease payments of principal amounts	<b>(497,342)</b>	(506,250)
Net cash flows (used in) from financing activities	<b>(3,057,870)</b>	1,292,119
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>462,126</b>	(2,441,238)
Effect of foreign currency translation	<b>2,305</b>	36,699
Cash and cash equivalents at 1 January	<b>2,575,687</b>	3,426,777
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	<b>3,040,118</b>	1,022,238
<b>Non-cash transactions</b>		
Additions to right of use asset	<b>752,255</b>	384,306
Additions to lease liabilities	<b>(752,255)</b>	(384,306)
Lease modification to right-of-use-asset	<b>16,054</b>	-
Lease modification to lease liabilities	<b>(16,054)</b>	-
	-	-

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

# Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

## NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

30 September 2022

### 1 INCORPORATION AND ACTIVITIES

The interim condensed consolidated financial information of Jassim Transport & Stevedoring Company K.S.C.P. (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed)) (the “Parent Company”) and its subsidiaries (collectively, the “Group”), for the period ended 30 September 2022 were authorised for issue in accordance with a resolution of the Parent Company’s Board of Directors on 10 November 2022.

The registered head office of the Parent Company is at Mirqab, Area No 1, Building No 8, Saleh Sulaiman Al Jarah Real Estate Complex, Office 2, 5<sup>th</sup> floor, P.O. Box 22801, Safat 13089, Kuwait. The Parent Company is registered and incorporated in Kuwait on 25 May 1979. The shares of the Parent Company became listed on the Boursa Kuwait on 17 October 2021, therefore the name of the Parent Company was changed to Jassim Transport & Stevedoring Company K.S.C.P. The commercial register of the Parent Company was amended to reflect this change on 20 April 2022.

The Parent Company is a subsidiary of Qurain Petrochemical Industries Company K.S.C.P. (the “Ultimate Parent Company”), a Company listed on the Kuwait stock exchange.

The activities of the Parent Company as per the Articles of Association comprise of the following:

1. Carry out all road transport operations outside the State of Kuwait and in particular operations related to carrying passengers by any mean of land transportation.
2. Buy, sell, rent, hire and import all kinds of trucks, vehicles, equipment and machinery, light and heavy, and any necessary mean for stevedoring, land , sea materials transportation inside and outside Kuwait.
3. Develop any private road transport industry or related to it (after getting the approval of the Public Authority for Industry).
4. Clearance, shipping and stevedoring operations for imported and issued goods and packaging goods of all kinds.
5. Participate in the management, operation and maintenance and the establishment of maritime and land ports and container terminals related to this activity.
6. Practicing all e-commerce activities, according to the company's activity.
7. Build and rent the necessary buildings for services and crafts related to stevedoring and land and maritime transport.
8. Shipping and services of all kinds of vessels and supply ships and ships agents for companies.
9. Provide all transportation and airport management services, which include ground support services for passengers, aircraft and aviation-related goods.
10. Owns moveable property and real estate to conduct its operations in the permissible limits according to the law.
11. Using the available funds of the Parent Company by investing them in financial portfolios managed by specialized authorities and companies.
12. Stevedoring services, loading and unloading ships and maritime transport.
13. Perform all road transport operations, transporting goods and various materials inside and outside the State of Kuwait. Especially, operations related to the transport of general cargo and bulk fuel, water and precious chemical materials by any mean of transportation.
14. Owns stocks and bonds for the Parent Company account only (Parent Company may have an interest or participate in any way with bodies engaged in similar activities or which may assist in achieving its objectives in Kuwait or abroad and it may arise or participates or buy these bodies or join them in their equity).The Parent Company may perform the aforementioned activities within or outside the State of Kuwait as a legal entity or as an agent.
15. Renting, leasing, setting up and managing warehouses in all its forms and supplying them with the necessary fixtures.
16. Storing goods in accordance with the presentation system under customs supervision inside or outside the customs areas.
17. Metal-turning points, blacksmithing workshops, assembling engines, generators, electrical transformers, and electrical distribution and control devices after the approval of the Public Authority for Industry.
18. Selling and buying shares and bonds for the Company’s account.

The Parent Company may perform other similar, complementary or connected activities to its main activities.

The consolidated financial statements of the Group for the year ended 31 December 2021 were approved by the shareholders of the Parent Company in the Annual General Meeting held on 31 March 2022.



Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

30 September 2022

**2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES**

**2.1 Basis of Preparation**

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". 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 2021.

The Group has not early adopted any other standard, interpretation or amendment that has been issued or not yet effective. Other amendments to IFRSs which are effective for annual accounting period starting from 1 January 2022 did not have any material impact on the accounting policies, financial position or performance of the Group.

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2021.

In addition, results for the nine months period ended 30 September 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included.

**3 REVENUE**

Set out below is the disaggregation of the Group's revenue from contracts with customers based on type of services and equipment:

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<i>2022</i>	<i>2021</i>	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Transportation	<b>1,049,340</b>	934,951	<b>3,071,592</b>	2,733,827
Stevedoring	<b>2,347,102</b>	1,800,820	<b>7,030,773</b>	5,527,306
Leasing equipment	<b>3,171,990</b>	2,705,800	<b>9,267,523</b>	7,504,859
Warehousing	<b>123,061</b>	155,980	<b>338,196</b>	483,573
	<b>6,691,493</b>	5,597,551	<b>19,708,084</b>	16,249,565
<b>Timing of revenue recognition</b>				
Services transferred over time	<b>6,691,493</b>	5,597,551	<b>19,708,084</b>	16,249,565
<b>Geographical markets</b>				
Kuwait	<b>6,160,799</b>	4,995,406	<b>18,037,046</b>	14,489,383
Qatar	<b>255,931</b>	364,952	<b>973,809</b>	1,136,577
Saudi	<b>274,763</b>	237,193	<b>697,229</b>	623,605
<b>Total revenue from contracts with customers</b>	<b>6,691,493</b>	5,597,551	<b>19,708,084</b>	16,249,565

Jassim Transport & Stevedoring Company K.S.C.P. and its Subsidiaries (Formerly known as Jassim Transport & Stevedoring Company K.S.C. (Closed))

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

30 September 2022

**4 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows consist of the following:

	<b>30 September 2022 KD</b>	<i>(Audited)</i> <b>31 December 2021 KD</b>	<b>30 September 2021 KD</b>
Bank balances and cash	<b>1,990,118</b>	1,025,687	972,238
Fixed deposits	<b>1,050,000</b>	2,050,000	1,550,000
Cash and cash equivalents as per interim condensed consolidated statement of financial position	<b>3,040,118</b>	3,075,687	2,522,238
Fixed deposits with original maturities more than three months	-	(500,000)	(1,500,000)
Cash and cash equivalents as per interim condensed consolidated statement of cash flows	<b>3,040,118</b>	2,575,687	1,022,238

Fixed deposits yield an average effective interest rate (EIR) ranging between 2.45% to 2.85% (31 December 2021: 1 % to 2 % and 30 September 2021: 1 % to 2 %) per annum.

Fixed deposits amounting to KD 50,000 (31 December 2021: KD 50,000 and 30 September 2021: KD 50,000) are held as collateral securities against other credit facilities granted to the Group (Note 8).

**5 EQUITY**

**a) Share Capital**

The Parent Company's authorised, issued and fully paid capital consists of 150,000,000 (31 December 2021: 150,000,000 and 30 September 2021: 150,000,000) shares of 100 fils (31 December 2021: 100 fils and 30 September 2021: 100 fils) each, which were fully paid in cash.

**b) Dividends**

Proposed dividends on ordinary shares are not recognised as a liability as at 31 December since they have been approved at the annual general meeting subsequent to the reporting date.

The Board of Directors in their meeting held on 10 March 2022, proposed distribution of cash dividend of 16 fils per share aggregating to KD 2,400,000 in respect of the year ended 31 December 2021. The 2021 proposed dividend was approved at the AGM on 31 March 2022 and paid subsequently.

The Board of Directors in their meeting held on 21 March 2021, proposed distribution of cash dividend of 20 fils per share aggregating to KD 3,000,000 in respect of the year ended 31 December 2020. The 2020 proposed dividend was approved at the AGM on 31 March 2021 and paid subsequently.

**6 LOANS AND BORROWINGS**

	<b>30 September 2022 KD</b>	<i>(Audited)</i> <b>31 December 2021 KD</b>	<b>30 September 2021 KD</b>
Murabaha payables:			
Current portion	<b>514,393</b>	514,393	-
Non-current portion	<b>4,629,542</b>	4,629,542	4,911,240
	<b>5,143,935</b>	5,143,935	4,911,240

The amounts payable under Murabaha agreements are repayable within 1 to 5 years. The amount due is settled on a deferred payment basis and carry profit at 4.125% per annum (31 December 2021: 2.625%, 30 September 2021: 2.625%). Murabaha payables is obtained from a local Islamic bank.

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**7 RELATED PARTY TRANSACTIONS**

Related parties represent shareholders, key management personnel of the Parent Company and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Parent Company's management.

Transactions with related parties are as follows:

	<i>Other affiliates</i> KD	<i>30 September</i> 2022 KD	<i>(Audited)</i> 31 December 2021 KD	<i>30 September</i> 2021 KD
<i>Interim condensed consolidated statement of income:</i>				
Revenue	352,289	352,289	435,853	341,570
Tickets charges	-	-	-	(1,402)
Operating expenses	(211,722)	(211,722)	(286,766)	(68,217)

	<i>Shareholders</i> KD	<i>30 September</i> 2022 KD	<i>(Audited)</i> 31 December 2021 KD	<i>30 September</i> 2021 KD
<i>Interim condensed consolidated statement of financial position:</i>				
Amount due from a related party	<u>69,524</u>	<u>69,524</u>	<u>-</u>	<u>113,457</u>
<i>Other transactions</i>				
Purchases (Sale) of property and equipment, spares and consumables	<u>297,000</u>	<u>297,000</u>	<u>-</u>	<u>(130,296)</u>

**Compensation of key management personnel**

Key management personnel comprise of the key members of management having authority and responsibility for planning, directing and controlling the activities of the Group.

The remuneration to key management personnel during the period was as follows:

	<i>Three months ended 30</i> <i>September</i>		<i>Nine months ended 30</i> <i>September</i>	
	2022 KD	2021 KD	2022 KD	2021 KD
Salaries and other short-term benefit	75,521	85,066	245,964	259,876
Directors' remuneration	6,000	6,000	18,000	18,000
Employees' end of service benefits	5,123	5,044	16,719	15,005
	<u>86,644</u>	<u>96,110</u>	<u>280,683</u>	<u>292,881</u>

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**7 RELATED PARTY TRANSACTIONS (continued)**

	<i>Balance outstanding as at</i>		
	<i>30 September 2022</i>	<i>31 December 2021</i>	<i>30 September 2021</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Salaries and short-term benefits	<b>57,569</b>	56,838	63,326
Employees end of service benefits	<b>121,081</b>	104,362	99,317
	<b>178,650</b>	161,200	162,643

**8 COMMITMENTS AND CONTINGENCIES**

The Group has following commitments and contingent liabilities:

	<i>(Audited)</i>		
	<i>30 September 2022</i>	<i>31 December 2021</i>	<i>30 September 2021</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>Commitments</b>			
Letters of credit	<b>694,065</b>	-	1,006,465
<b>Contingencies</b>			
Letters of guarantee	<b>2,827,758</b>	2,713,689	2,392,321

As at 30 September 2022, the Group had agreed construction contracts with third parties and is consequently committed to future capital expenditure in respect of pre-fabricated buildings of KD 371,478 (31 December 2021: KD 1,222,920 and 30 September 2021: 1,611,237).

Certain fixed deposits are held as collateral security against letter of guarantee issued. (Note 4).

**9 FAIR VALUES OF FINANCIAL INSTRUMENTS**

**Fair value hierarchy**

The fair value of foreign quoted investment carried at fair value through other comprehensive income as at 30 September 2022 amounting to KD 194,298 (31 December 2021: KD 215,401 and 30 September 2021: KD 211,865) is categorised under level 1 of the fair value hierarchy.

For financial instruments quoted in an active market, fair value is determined by reference to quoted market prices. Bid prices are used for assets and offer prices are used for liabilities.

The fair values of financial instruments are not materially different from their carrying values. For financial assets and financial liabilities that are liquid or having a short-term maturity (less than twelve months) it is assumed that the carrying amounts approximate to their fair value.

**10 EARNINGS PER SHARE (EPS)**

Basic EPS amounts are calculated by dividing the profit for the period attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is calculated by dividing the profit attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. There is no impact from dilutive instruments outstanding, basic and diluted EPS are identical.

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**10 EARNINGS PER SHARE (EPS) (continued)**

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<i>2022</i>	<i>2022</i>	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Profit for the period (KD)	<b>1,004,906</b>	695,069	<b>3,266,448</b>	1,925,340
Weighted average number of shares outstanding during the period	<b>150,000,000</b>	150,000,000	<b>150,000,000</b>	150,000,000
<b>Basic and diluted earnings per share (fils)</b>	<b>6.7</b>	4.63	<b>21.78</b>	12.84

There have been no transactions involving ordinary shares between the reporting date and the date of authorisation of this interim condensed consolidated financial information which would require the restatement of EPS.

**11 SEGMENT INFORMATION**

Management has determined the operating segments based on the information reviewed by the board of directors represented by the chief operating decision maker for the purpose of allocating resources and assessing performance. The chief operating decision maker organizes the entity based on different geographical areas, inside and outside Kuwait. The following table presents the geographical analysis of the Group's assets, liabilities as at 30 September 2022, 31 December 2021 and 30 September 2021 and profit for the period ended 30 September 2022 and 30 September 2021. The geographical analysis of the Group's revenue for the period ended 30 September 2022 and 30 September 2021 is presented in Note 3.

**Geographical information**

In presenting the geographic information, segment revenue, results and assets have been based on the geographic location from which income is derived and segment assets were based on the geographic location of the assets.

	<i>Three months ended 30 September</i>		<i>Nine months ended 30 September</i>	
	<i>2022</i>	<i>2021</i>	<i>2022</i>	<i>2021</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>Results –profit (loss) for the period</b>				
Kuwait	<b>1,081,986</b>	644,948	<b>3,395,381</b>	1,892,746
Rest of GCC	<b>(77,080)</b>	50,121	<b>(128,933)</b>	32,594
	<b>1,004,906</b>	695,069	<b>3,266,448</b>	1,925,340
<b>Segment assets</b>				
Kuwait		<b>48,453,655</b>	(Audited) 31 December 2021 <i>KD</i>	46,112,971
Rest of GCC		<b>9,859,950</b>	30 September 2021 <i>KD</i>	43,792,545
		<b>58,313,605</b>		9,846,255
				<b>53,638,800</b>

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11 SEGMENT INFORMATION (continued)

	<i>30 September 2022 KD</i>	<i>(Audited) 31 December 2021 KD</i>	<i>30 September 2021 KD</i>
<b>Segment liabilities</b>			
Kuwait	<b>12,468,623</b>	10,770,443	10,704,026
Rest of GCC	<b>554,198</b>	550,733	620,752
	<b><u>13,022,821</u></b>	<u>11,321,176</u>	<u>11,324,778</u>