

**Interim Condensed Consolidated
Financial Information and Review Report
Rasiyat Holding Company - KPSC
and Subsidiaries
Kuwait
30 September 2022 (Unaudited)**

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Report on review of interim condensed consolidated financial information

To the Board of Directors
Rasiyat Holding Company – KPSC
Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Rasiyat Holding Company (Kuwaiti Public Shareholding Company) (the "Parent Company") and its subsidiaries (collectively the "Group") as of 30 September 2022 and the interim condensed consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the nine month period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated 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 financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.


Conclusion

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

Report on review of other legal and regulatory requirements

Based on our review, the interim condensed consolidated financial information is in agreement with the books of the Parent Company. We further report that, to the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016 and its Executive Regulations, as amended, or of the Memorandum of Incorporation and Articles of Association of the Parent Company, as amended, have occurred during the nine month period ended 30 September 2022 that might have had a material effect on the business or financial position of the Parent Company.

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 violations of the provisions of Law No. 7 of 2010, as amended, concerning the Capital Markets Authority and its related regulations, during the nine month period ended 30 September 2022 that might have had material effect on the business of the Parent Company or on its financial position.


Rabea Saad Al-Muhanna
License No. 152 A
Crowe Al-Muhanna & Co

Kuwait
27 October 2022

Rasiyat Holding Company –KPSC and Subsidiaries
Interim Condensed Consolidated Statement of Financial Position as at 30 September
2022 (Unaudited)

	Notes	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Assets				
Non-current assets				
Property, plant and equipment	5	8,095,126	8,275,813	8,372,775
Intangible assets		454,861	486,111	496,528
Investment properties	6	7,149,852	7,192,172	7,249,314
Financial assets at fair value through other comprehensive income		351,858	421,772	421,772
Investment in associates	7	16,956	18,514	8,393
Total non-current assets		16,068,653	16,394,382	16,548,782
Current assets				
Accounts receivable and other assets	8	937,627	1,383,484	1,719,781
Cash and cash equivalents	9	498,493	654,116	3,224,055
Total current assets		1,436,120	2,037,600	4,943,836
Total assets		17,504,773	18,431,982	21,492,618
Equity and liabilities				
Equity				
Share capital		15,000,000	15,000,000	15,000,000
Statutory reserve		-	751,821	751,821
Voluntary reserve		-	751,821	751,821
Foreign currency translation reserve		1,520,061	1,493,489	1,493,481
Fair value reserve		(1,146,104)	(1,391,150)	(1,391,150)
Accumulated losses		(4,245,269)	(5,247,030)	(5,883,254)
Total equity attributable to the owners of the parent company		11,128,688	11,358,951	10,722,719
Non-controlling interests		3,313,793	3,397,568	5,957,148
Total equity		14,442,481	14,756,519	16,679,867
Liabilities				
Non-current liabilities				
Borrowings-noncurrent portion	10	1,626,600	2,033,250	2,168,800
Accounts payable and other liabilities – noncurrent portion	11	326,128	370,576	363,568
Provision for employees' end of service benefits		179,967	152,485	140,505
Total non-current liabilities		2,132,695	2,556,311	2,672,873
Current liabilities				
Borrowings – current portion	10	542,200	542,200	542,200
Accounts payable and other liabilities	11	387,397	576,952	1,597,678
Total current liabilities		929,597	1,119,152	2,139,878
Total liabilities		3,062,292	3,675,463	4,812,751
Total equity and liabilities		17,504,773	18,431,982	21,492,618

Meshari Ayman Abdullah Boodai
Chairman

Saleh Mohammad Alroomi
General Manager

The notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

Rasiyat Holding Company –KPSC and Subsidiaries
Interim Condensed Consolidated Statement of Profit or Loss for the period ended
30 September 2022 (Unaudited)

	Notes	Three months ended		Nine months ended	
		30 Sept 2022 (Unaudited) KD	30 Sept 2021 (Unaudited) KD	30 Sept 2022 (Unaudited) KD	30 Sept 2021 (Unaudited) KD
Continuing operations					
Revenue					
Tuition fees and related income		565,906	638,974	1,880,686	2,114,124
Management fees		2,250	2,250	6,750	6,750
Loss on settlement of advance for purchase of investment property		-	(2,494)	-	(2,494)
Realised gain on disposal of investments at fair value through profit or loss		-	-	-	273
Share of results of associates		(881)	(585)	(2,058)	(1,756)
Foreign exchange loss		-	(307)	-	(258)
Lease concession		-	19,208	-	30,733
Dividend income		35,037	-	43,812	-
Other income	13	2,950	28,209	149,583	48,717
Gain on disposals of property, plant and equipment		-	94	-	184
		605,262	685,349	2,078,773	2,196,273
Expenses and other charges					
Direct cost of tuition fees and related income		(589,472)	(553,456)	(1,524,237)	(1,328,270)
General and administrative expenses		(89,277)	(138,555)	(260,354)	(261,373)
Depreciation		(127,356)	(111,735)	(371,516)	(326,769)
Amortisation of intangible assets		(10,417)	(10,416)	(31,250)	(31,250)
Finance costs		(34,135)	(14,930)	(107,508)	(51,706)
Property, plant and equipment written off		-	-	(1,919)	-
		(850,657)	(829,092)	(2,296,784)	(1,999,368)
(Loss)/profit for the period from continuing operations		(245,395)	(143,743)	(218,011)	196,905
Profit from discontinued operation		-	-	-	35,484
(Loss)/profit before NLST and ZAKAT		(245,395)	(143,743)	(218,011)	232,389
Reversal of provision/(provision) for NLST		1,346	3,008	-	(3,521)
Reversal of provision/(provision) for Zakat		539	1,204	-	(1,408)
(Loss)/profit for the period		(243,510)	(139,531)	(218,011)	227,460
Attributable to:					
Owners of the parent company		(228,875)	(126,357)	(200,298)	93,937
Non-controlling interests		(14,635)	(13,174)	(17,713)	133,523
(Loss)/profit for the period		(243,510)	(139,531)	(218,011)	227,460
Basic and diluted (loss)/earnings per share attributable to the owners of the parent company	12	(1.53) Fils	(0.84) Fils	(1.34) Fils	0.63 Fils

The notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

Rasiyat Holding Company –KPSC and Subsidiaries
Interim Condensed Consolidated Statement of Profit or Loss and Other
Comprehensive Income for the period ended 30 September 2022 (Unaudited)

	Three months ended		Nine months ended	
	30 Sept 2022 (Unaudited) KD	30 Sept 2021 (Unaudited) KD	30 Sept 2022 (Unaudited) KD	30 Sept 2021 (Unaudited) KD
(Loss)/profit for the period	(243,510)	(139,531)	(218,011)	227,460
Other comprehensive income/(loss):				
<i>Items that will not be reclassified subsequently to consolidated statement of profit or loss:</i>				
Changes in fair value of investments at fair value through other comprehensive income (FVOCI)	(69,914)	(122,900)	(28,373)	(122,743)
<i>Items that will be reclassified subsequently to consolidated statement of profit or loss:</i>				
Exchange differences arising on translation of foreign operations	(5,019)	(6,336)	(23,564)	(60,338)
Exchange difference arising on translation of foreign operation transferred to profit & loss	-	-	-	(19,782)
Total other comprehensive loss for the period	(74,933)	(129,236)	(51,937)	(202,863)
Total comprehensive (loss)/income for the period	(318,443)	(268,767)	(269,948)	24,597
Total comprehensive income attributable to:				
Owners of the parent company	(266,689)	(217,676)	(186,173)	(33,764)
Non-controlling interests	(51,754)	(51,091)	(83,775)	58,361
Total comprehensive (loss)/income for the period	(318,443)	(268,767)	(269,948)	24,597

The notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

Rasiyat Holding Company – KPSC and Subsidiaries
Interim Condensed Consolidated Statement of Changes in Equity for the period ended 30 September 2022 (Unaudited)

	Equity attributable to the owners of the Parent Company									
	Share capital KD	Statutory reserve KD	Voluntary reserve KD	Foreign currency translation reserve		Fair value reserve KD	Accumulated losses KD	Sub-total KD	Non-controlling interests KD	Total KD
				KD	USD					
Balance at 1 January 2022	15,000,000	751,821	751,821	1,493,489	(1,391,150)	(5,247,030)	11,358,951	3,397,568	14,756,519	
Loss for the period	-	-	-	-	-	(200,298)	(200,298)	(17,713)	(218,011)	
Other comprehensive income/(loss)	-	-	-	26,572	(12,447)	-	14,125	(66,062)	(51,937)	
Total comprehensive income/(loss) for the period	-	-	-	26,572	(12,447)	(200,298)	(186,173)	(83,775)	(269,948)	
Transfer of reserves to accumulated losses (note 16)	-	(751,821)	(751,821)	-	-	1,503,642	-	-	-	
Transfer upon de-recognition of FVOCI investments	-	-	-	-	257,493	(257,493)	-	-	-	
Cost of acquisition of non-controlling interest adjusted	-	-	-	-	-	(44,090)	(44,090)	-	(44,090)	
Balance at 30 September 2022	15,000,000	-	-	1,520,061	(1,146,104)	(4,245,269)	11,128,688	3,313,793	14,442,481	
Balance at 1 January 2021	15,000,000	751,821	751,821	1,530,221	(1,300,219)	(5,979,714)	10,753,930	5,912,352	16,666,282	
Profit for the period	-	-	-	-	-	93,937	93,937	133,523	227,460	
Other comprehensive loss	-	-	-	(36,740)	(90,961)	-	(127,701)	(75,162)	(202,863)	
Total comprehensive (loss)/income for the period	-	-	-	(36,740)	(90,961)	93,937	(33,764)	58,361	24,597	
Acquisition of minority interest from existing subsidiaries	-	-	-	-	-	2,553	2,553	(13,565)	(11,012)	
Transfer upon de-recognition of FVOCI investments	-	-	-	-	30	(30)	-	-	-	
Balance at 30 September 2021	15,000,000	751,821	751,821	1,493,481	(1,391,150)	(5,883,254)	10,722,719	5,957,148	16,679,867	

The notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information

Rasiyat Holding Company – KPSC and Subsidiaries
Interim Condensed Consolidated Statement of Cash Flows for the period ended
30 September 2022 (Unaudited)

	Notes	Nine months ended 30 Sept 2022 (Unaudited) KD	Nine months ended 30 Sept 2021 (Unaudited) KD
OPERATING ACTIVITIES			
(Loss)/profit for the period		(218,011)	227,460
Adjustments for:			
Depreciation	5	371,516	326,769
Amortisation of intangible assets		31,250	31,250
Realised gain on disposal of investment at fair value through profit or loss		-	(273)
Loss on settlement of advance for purchase of investment property		-	2,494
Gain on disposals of property, plant and equipment		-	(184)
Property, plant and equipment written off		1,919	-
Share of results of associates		2,058	1,756
Dividend income		(43,812)	-
Finance costs		107,508	51,706
Provision for employees' end of service benefits		37,812	43,252
		290,240	684,230
Changes in operating assets and liabilities:			
Accounts receivable and other assets		505,702	(331,090)
Accounts payable and other liabilities		(295,922)	503,492
Cash from operations		500,020	856,632
Employees' end of service benefits paid		(10,330)	(1,291)
Net cash from operating activities		489,690	855,341
INVESTING ACTIVITIES			
Proceeds from disposal of investment at fair value through profit or loss		-	3,261
Proceeds from disposal of financial assets at fair value through other comprehensive income		16,733	157
Purchase of property, plant and equipment	5	(192,748)	(162,494)
Proceeds from disposals of property, plant and equipment		-	221
Proceeds from settlement of advance for purchase of investment property		-	312,659
Payment for investment in associate	7	(500)	-
Dividend received		8,775	-
Net cash (used in)/from investing activities		(167,740)	153,804
FINANCING ACTIVITIES			
Changes in borrowings		(406,650)	1,495,357
Finance costs paid		(89,679)	(51,706)
Payment for acquiring non-controlling		-	(11,012)
Net cash (used in)/from financing activities		(496,329)	1,432,639
Net impact of foreign currency translation adjustments		18,756	(18,038)
(Decrease)/Increase in cash and cash equivalents		(155,623)	2,423,746
Cash and cash equivalents at the beginning of the period		654,116	800,309
Cash and cash equivalents at the end of the period	9	498,493	3,224,055

The notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

Rasiyat Holding Company – KPSC and Subsidiaries
Notes to the Interim Condensed Consolidated Financial Information for the period
ended 30 September 2022 (Unaudited)

1 Incorporation and activities

Rasiyat Holding Company – KPSC (the Parent Company) was incorporated on 3 December 2005 as a Kuwaiti Shareholding Company. The General Assembly meeting for establishment of the Parent Company was held at the Ministry of Commerce and Industry on 14 December 2005. The Parent Company's shares were listed on the Boursa Kuwait Securities Company on 23 March 2010. The name of the Parent Company is changed from "Gulf North Africa Holding Company–KPSC" to "Rasiyat Holding Company–KPSC" during the period (refer note 16).

The main objectives of the parent company are as follows:

- Extending loans to investee companies and providing guarantees for third parties, provided that the share of the holding company in the investee company is not less than 20%.
- Acquisition of industrial rights and related intellectual properties or any other industrial trade marks or royalties and any other property related thereto, and renting such properties to the others whether inside Kuwait or abroad.
- Acquisition of properties and buildings necessary to carry out the business activities as allowable by the law.
- Ownership of shares in Kuwaiti and foreign shareholding companies in addition to ownership of shares in Kuwaiti and foreign limited liability companies and the participation in the share capital of both types of companies including management, lending and guaranteeing against third parties.
- Utilizing excess funds through investing in financial portfolios managed by specialized companies and institutions.

The parent company has the right to carry out its activities inside Kuwait or abroad whether directly or through power of attorney.

The parent company is authorized to have interest in or participate with any party or institution carrying out similar activities or those parties who will assist the company in achieving its objectives whether in Kuwait or abroad. The parent company has the right to establish, participate in or acquire such institutions.

The Group comprises the parent company and its subsidiaries.

In all cases, the Parent Company is governed in all its activities by Islamic Sharia'a and all activities which are in compliance of Islamic Sharia'a board are obligatory to the Parent Company.

The address of the Parent Company's registered office is PO Box 4425, Safat 13045, State of Kuwait.

The interim condensed consolidated financial information of the Group for the period ended 30 September 2022 was authorised for issue by the parent company's board of directors on 27 October 2022.

2 Basis of preparation

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard (IAS) 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.

New standards, interpretations and amendments

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in these condensed consolidated interim financial statements.

This interim condensed consolidated financial information does not include all information and disclosures required to complete financial statements prepared in accordance with the International Financial Reporting Standards. In the opinion of the management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included.

Operating results for the nine months ended 30 September 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022. For further details, refer to the consolidated financial statements and its related disclosures for the year ended 31 December 2021.

The interim condensed consolidated financial information has been presented in Kuwaiti Dinars ("KD") which is the functional and presentation currency of the parent company.

Rasiyat Holding Company – KPSC and Subsidiaries
Notes to the Interim Condensed Consolidated Financial Information for the period
ended 30 September 2022 (Unaudited)

3 Judgement and estimates

The preparation of interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2021.

4 Subsidiaries

Composition of the Group

Set out below details of the subsidiaries held by the Group:

	Country of incorporation	Voting capital held			Activities
		30 Sept 2022	31 Dec. 2021	30 Sept 2021	
Al-Janzour Real Estate Company S.P.C.	Kuwait	100%	100%	100%	Real estate
Casablanca Real Estate Co. Ltd	Cayman Islands	48.29%	48.29%	48.29%	Real estate
Dream Real Estate Co. Ltd	Cayman Islands	47.09%	47.09%	47.09%	Real estate
SARL EL Awras El Khalijia Promotion Immo	Algeria	100%	100%	100%	Real estate
Morocco North Africa Holding Company Ltd.	Morocco	100%	100%	100%	Real estate
Al-Siraj Group Holding Company – KSCC	Kuwait	93.10%	93.10%	63.45%	Education
Rawaj Holding Company K.S.C.(Closed)	Kuwait	54.49%	54.49%	54.49%	Real estate

5 Property, plant and equipment

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
At 1 January	8,275,813	8,537,087	8,537,087
Additions	192,748	211,862	162,494
Depreciation	(371,516)	(443,099)	(326,769)
Impairment loss	-	(30,000)	-
Write off/disposals	(1,919)	(37)	(37)
	<u>8,095,126</u>	<u>8,275,813</u>	<u>8,372,775</u>

6 Investment properties

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
At 1 January	7,192,172	7,311,396	7,311,396
Change in fair value	-	(46,652)	-
Foreign currency translation change	(42,320)	(72,572)	(62,082)
	<u>7,149,852</u>	<u>7,192,172</u>	<u>7,249,314</u>

Rasiyat Holding Company – KPSC and Subsidiaries
Notes to the Interim Condensed Consolidated Financial Information for the period
ended 30 September 2022 (Unaudited)

7 Investment in associates

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
At the beginning of the year	18,514	10,149	10,149
Payment for investment in associate	500	-	-
Share of results of associates	(2,058)	8,365	(1,756)
	<u>16,956</u>	<u>18,514</u>	<u>8,393</u>

8 Accounts receivable and other assets

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Accounts receivable	385,555	1,001,059	1,381,080
Letter of guarantee deposit	375,119	256,310	256,310
Prepayments and prepaid expenses	119,560	88,476	6,525
Other receivables	57,393	37,639	75,866
	<u>937,627</u>	<u>1,383,484</u>	<u>1,719,781</u>

9 Cash and cash equivalents

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

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Saving accounts	9,533	9,533	8,426
Cash in hand	6,174	3,472	4,157
Bank balances	482,372	640,697	3,211,057
Balance in investment portfolio account	414	414	415
	<u>498,493</u>	<u>654,116</u>	<u>3,224,055</u>

10 Borrowings

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Tawarruq financing	2,168,800	2,575,450	2,711,000
Less: Borrowings current portion	(542,200)	(542,200)	(542,200)
Borrowings – non-current portion	<u>1,626,600</u>	<u>2,033,250</u>	<u>2,168,800</u>

11 Accounts payable and other liabilities

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Accounts payable and accruals	155,881	332,475	1,319,081
Lease liabilities	342,954	399,981	394,440
Due to related parties (note : 14)	117,106	143,173	180,318
Staff leave provision	89,034	63,349	58,857
Dividend payable	8,550	8,550	8,550
	<u>713,525</u>	<u>947,528</u>	<u>1,961,246</u>
Amount due after one year	<u>(326,128)</u>	<u>(370,576)</u>	<u>(363,568)</u>
	<u>387,397</u>	<u>576,952</u>	<u>1,597,678</u>

Rasiyat Holding Company – KPSC and Subsidiaries
Notes to the Interim Condensed Consolidated Financial Information for the period
ended 30 September 2022 (Unaudited)

12 Basic and diluted (loss)/earnings per share

Basic and diluted (loss)/earnings per share is calculated by dividing the (loss)/profit for the period by the weighted average number of shares in issue excluding treasury shares.

	Three months ended		Nine months ended	
	30 Sept 2022 (Unaudited)	30 Sept 2021 (Unaudited)	30 Sept 2022 (Unaudited)	30 Sept 2021 (Unaudited)
(Loss)/profit for the period attributable to the owners of the parent company (KD)	(228,875)	(126,357)	(200,298)	93,937
Weighted average number of shares	150,000,000	150,000,000	150,000,000	150,000,000
Basic and diluted (loss)/earnings per share	(1.53) Fils	(0.84) Fils	(1.34) Fils	0.63 Fils

13 Other income

Other income includes write back of provisions and payables recognised during the previous years amounting KD131,927 which are no longer liabilities of the Group.

14 Related party transactions

These represent transactions with certain related parties (directors and executive officers of the parent company and their related concerns) entered into by the group in the ordinary course of business and key management compensation. Details of significant related party transactions and balances are as follows:

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Included in the interim condensed consolidated financial position:			
Due to related parties (note :11)			
Due to associate	19,979	30,000	65,000
Due to minority shareholder of a subsidiary	97,127	113,173	115,318
	<u>117,106</u>	<u>143,173</u>	<u>180,318</u>

	Three months ended		Nine months ended	
	30 Sept 2022 (Unaudited) KD	30 Sept 2021 (Unaudited) KD	30 Sept 2022 (Unaudited) KD	30 Sept 2021 (Unaudited) KD
Transaction included in the interim condensed consolidated statement of profit or loss				
Management fees	2,250	2,250	6,750	6,750
Key management compensation:				
Salaries and other short term benefits	17,436	10,363	60,683	41,255
End of service benefits	860	516	2,266	1,530
Total	<u>18,296</u>	<u>10,879</u>	<u>62,949</u>	<u>42,785</u>

Rasiyat Holding Company – KPSC and Subsidiaries
Notes to the Interim Condensed Consolidated Financial Information for the period
ended 30 September 2022 (Unaudited)

15 Segmental analysis

	Local KD	International KD	Total KD
Three months ended 30 September 2022 (Unaudited)			
Revenue	570,225	35,037	605,262
Segment (loss)/profit	(273,373)	29,863	(243,510)
Loss for the period			(243,510)

	Local KD	International KD	Total KD
Three months ended 30 September 2021 (Unaudited)			
Revenue	685,656	-	685,656
Segment loss	(133,381)	(5,843)	(139,224)
Foreign exchange loss			(307)
Loss for the period			(139,531)

	Local KD	International KD	Total KD
Nine months ended 30 September 2022 (Unaudited)			
Revenue	2,034,961	43,812	2,078,773
Segment (loss)/profit	(247,803)	29,792	(218,011)
Loss for the period			(218,011)
Total assets	9,950,594	7,554,179	17,504,773
Total liabilities	2,959,589	102,703	3,062,292

	Local KD	International KD	Total KD
Nine months ended 30 September 2021 (Unaudited)			
Revenue	2,196,531	-	2,196,531
Segment profit	205,995	21,723	227,718
Foreign exchange loss			(258)
Profit for the period			227,460
Total assets	13,769,349	7,723,269	21,492,618
Total liabilities	4,690,818	121,933	4,812,751

16 General assembly and extra ordinary assembly

The Annual General Assembly of shareholders held on 22 February 2022, approved the consolidated financial statements for the year ended 31 December 2021 and the directors' proposal not to distribute any dividends for the year then ended. The Annual General Assembly approved the transfer of balances in the statutory reserve KD 751,821 and voluntary reserve KD 751,821 to accumulated losses, and after the transfer the remaining balance of accumulated losses was KD 3,743,388.

Further the extra ordinary assembly of shareholders held on the above date decided and approved to change the name of the Parent Company from "Gulf North Africa Holding Company–KPSC" to "Rasiyat Holding Company–KPSC", and the name change was registered with the Ministry

17 Fair value measurement

17.1 Fair value hierarchy

Fair value represents 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. Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three Levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

Rasiyat Holding Company – KPSC and Subsidiaries
Notes to the Interim Condensed Consolidated Financial Information for the period
ended 30 September 2022 (Unaudited)

17 Fair value measurement (continued)

17.1 Fair value hierarchy (continued)

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

17.2 Fair value measurement of financial instruments

The carrying amounts of the group's financial assets and liabilities as stated in the interim condensed consolidated statement of financial position are as follows:

	30 Sept 2022 (Unaudited) KD	31 Dec. 2021 (Audited) KD	30 Sept 2021 (Unaudited) KD
Financial assets:			
<i>Amortised cost:</i>			
Cash and cash equivalents	498,493	654,116	3,224,055
Accounts receivable and other assets	818,067	1,295,008	1,713,256
<i>Fair value through other comprehensive income:</i>			
Financial assets at fair value through other comprehensive income	351,858	421,772	421,772
	<u>1,668,418</u>	<u>2,370,896</u>	<u>5,359,083</u>
Financial liabilities:			
<i>Financial liabilities at amortised cost:</i>			
Accounts payable and other liabilities	713,525	947,528	1,961,246
Borrowings	2,168,800	2,575,450	2,711,000
	<u>2,882,325</u>	<u>3,522,978</u>	<u>4,672,246</u>

Management considers that the carrying amounts of the financial assets and all financial liabilities, which are stated at amortised cost, approximate their fair values. The level within which the financial asset or liability is classified is determined based on the lowest level of significant input to the fair value measurement.

The financial assets and liabilities measured at fair value on a recurring basis in the interim condensed consolidated financial position are grouped into the fair value hierarchy as follows:

		Level 3 KD	Total KD
30 September 2022 (Unaudited)			
Financial assets at FVOCI			
Unquoted securities	(c)	351,858	351,858
		<u>351,858</u>	<u>351,858</u>
31 December 2021 (Audited)			
Financial assets at FVOCI			
Unquoted securities	(c)	421,772	421,772
		<u>421,772</u>	<u>421,772</u>
30 September 2021 (Unaudited)			
Financial assets at FVOCI			
Unquoted securities	(c)	421,772	421,772
		<u>421,772</u>	<u>421,772</u>

There have been no significant transfers between levels 1 and 2 during the reporting period.

17 Fair value measurement (continued)

17.2 Fair value measurement of financial instruments (continued)

Measurement at fair value

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared to the previous reporting period.

a) Quoted securities

All the listed equity securities are publicly traded in stock exchanges. Fair values have been determined by reference to their quoted bid prices at the reporting date.

b) Local managed funds

The underlying investments in local managed funds primarily comprise of local quoted securities whose fair values has been determined by reference to their quoted bid prices at the reporting date.

c) Unquoted securities

Unlisted securities are measured at fair value estimated using various models like discounted cash flow model, which includes some assumptions that are not supportable by observable market prices or rates.

d) Financial liabilities

The group does not have any financial liabilities at fair value.

Level 3 fair value measurements

The group's financial assets and liabilities classified in Level 3 uses valuation techniques based on significant inputs that are not based on observable market data. The financial instruments within this level can be reconciled from beginning to ending balances as follows:

	Unquoted Equity investments at FVOCI		
	30 Sept 2022 KD	31 Dec. 2021 KD	30 Sept 2021 KD
Opening balances	<u>421,772</u>	<u>544,672</u>	<u>544,672</u>
Additions	<u>235,408</u>	-	-
Disposals	<u>(276,949)</u>	<u>(157)</u>	<u>(157)</u>
Gain recognised in:			
- Other comprehensive loss	<u>(28,373)</u>	<u>(122,743)</u>	<u>(122,743)</u>
Closing balance	<u><u>351,858</u></u>	<u><u>421,772</u></u>	<u><u>421,772</u></u>

The group's finance team performs valuations of financial items for financial reporting purposes, including Level 3 fair values, in consultation with third party valuation specialists for complex valuations, where required. Valuation techniques are selected based on the characteristics of each instrument, with the overall objective of maximising the use of market-based information.

The impact on interim condensed consolidated statement of profit or loss and consolidated statement of profit or loss and other comprehensive income would be immaterial if the relevant risk variable used to fair value the level 3 investments were changed by 5%.

18 Impact of Covid-19

The outbreak of the Covid-19 in most countries has caused widespread disruptions to business, with a consequential negative impact on economic activities. The Group is continually monitoring its impact to manage the potential disruption. The Group's main revenue generating activity is providing education services. In response to the situation the Group used online learning (or e-learning) facilities to reach learners remotely and limit the disruption of education services. The Group has considered whether any adjustments and changes in judgments, estimates and risk management are required to be considered and reported in the condensed consolidated interim financial information. Below are the key assumptions about the future and other key source of estimation that may have a significant risk of causing material adjustment to the condensed consolidated interim financial information:

18 Impact of Covid-19 (continued)

Impairment of non-financial assets including fair valuation of investment properties

The Group has considered any impairment indicators arising due to the above situation and any significant uncertainties around its property, plant and equipment, intangible assets, other non-financial assets and fair valuation of investment properties arising due to disruption to business and concluded that there is no material impact due to Covid-19 during the period.

Impairment of financial assets

The Group has assessed its financial assets for any indicators of impairment and concluded there is no material impact on account of Covid-19 during the period.

Commitments and contingent liabilities

The Group has assessed the impact of any operational disruptions with a view of potential increase in contingent liabilities and commitments and no major impact was identified during the period.

Going concern

The Group has performed an assessment of whether it is a going concern in the light of current economic conditions and all available information about future risks and uncertainties. The Group has concluded that it has enough resources to continue in operational existence and its going concern position remains largely unaffected and unchanged from 31 December 2021. As a result, this condensed consolidated interim financial information has been prepared on a going concern basis.