

**Rasiyat Holding Company K.P.S.C.  
and its subsidiaries  
State of Kuwait**

Condensed consolidated interim financial information (Unaudited)  
and independent auditor's review report for the nine-month period ended 30 September 2023

**Rasiyat Holding Company K.P.S.C.  
and its subsidiaries  
State of Kuwait**

Condensed consolidated interim financial information (Unaudited)  
and independent auditor's review report for the nine-month period ended 30 September 2023

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## The Board of Directors

**Rasiyat Holding Company K.P.S.C.  
State of Kuwait**

### Report on review of condensed consolidated interim financial information

#### Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Rasiyat Holding Company K.P.S.C. (the "Parent Company") and its subsidiaries (together referred to as the "Group") as at 30 September 2023, and the related condensed consolidated interim statements of income and comprehensive income for the three-month and nine-month periods then ended, and the condensed consolidated interim statements of changes in equity and cash flows for the nine-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

#### Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed consolidated 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34").

### Report on review of other legal and regulatory requirements

Furthermore, based on our review, the condensed consolidated interim financial information is in agreement with the books of account of the Parent Company. We further report that nothing has come to our attention indicating any violations of the Companies Law No. 1 of 2016, and its Executive Regulations nor of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the nine-month period ended 30 September 2023, that might have had a material effect on the business of the Parent Company or its financial position.

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



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Khalid Ebrahim Al-Shatti  
Licence No. 175  
PricewaterhouseCoopers (AlShatti & Co.)

5 November 2023  
Kuwait

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Rasiyat Holding Company K.P.S.C.  
and its Subsidiaries  
State of Kuwait

Condensed consolidated interim statement of financial position (Unaudited)

As at 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Notes	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
<b>Assets</b>				
<b>Non-current assets</b>				
Property and equipment	5	8,144,023	8,094,917	8,095,126
Intangible assets		413,194	444,444	454,861
Investment properties	6	6,376,386	7,586,511	7,149,852
Financial assets at fair value through other comprehensive income		351,858	351,858	351,858
Assets held for sale	17	140,099	-	-
Investment in an associate	7	11,582	15,879	16,956
		<u>15,437,142</u>	<u>16,493,609</u>	<u>16,068,653</u>
<b>Current assets</b>				
Accounts receivable and other assets	8	2,726,589	1,752,928	937,627
Cash and cash equivalents	9	2,457,566	152,380	498,493
		<u>5,184,155</u>	<u>1,905,308</u>	<u>1,436,120</u>
<b>Total assets</b>		<u>20,621,297</u>	<u>18,398,917</u>	<u>17,504,773</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Share capital		15,000,000	15,000,000	15,000,000
Foreign currency translation reserve		1,692,712	1,481,669	1,520,061
Fair value reserve		(1,146,104)	(1,146,104)	(1,146,104)
Accumulated losses		(3,734,739)	(3,610,004)	(4,245,269)
<b>Total equity attributable to the owners of the Parent Company</b>		<u>11,811,869</u>	<u>11,725,561</u>	<u>11,128,688</u>
Non-controlling interests		3,481,249	3,587,321	3,313,793
<b>Net equity</b>		<u>15,293,118</u>	<u>15,312,882</u>	<u>14,442,481</u>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Borrowings	10	2,084,400	1,491,050	1,626,600
Accounts payable and other liabilities	11	290,697	323,351	326,128
Provision for employees' end of service benefits		265,294	208,313	179,967
		<u>2,640,391</u>	<u>2,022,714</u>	<u>2,132,695</u>
<b>Current liabilities</b>				
Borrowings	10	542,200	542,200	542,200
Accounts payable and other liabilities	11	2,145,588	521,121	387,397
		<u>2,687,788</u>	<u>1,063,321</u>	<u>929,597</u>
<b>Total liabilities</b>		<u>5,328,179</u>	<u>3,086,035</u>	<u>3,062,292</u>
<b>Total equity and liabilities</b>		<u>20,621,297</u>	<u>18,398,917</u>	<u>17,504,773</u>

Meshari Ayman Abdullah Boodai  
Chairman

Saleh Mohammad Alroomi  
Board member and General Manager

The notes on pages 7 to 15 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of income (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Notes	Three-months ended		Nine-months ended	
		30 September		30 September	
		2023	2022	2023	2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Revenue</b>					
Tuition fees and related income		766,960	565,906	2,516,631	1,880,686
Management fees		2,250	2,250	6,750	6,750
Share of results of investment in an associate		(596)	(881)	(4,096)	(2,058)
Dividend income		46,614	35,037	124,888	43,812
Foreign exchange loss		(2,837)	-	(11,418)	-
Other income	12	6,248	2,950	51,581	149,583
		<u>818,639</u>	<u>605,262</u>	<u>2,684,336</u>	<u>2,078,773</u>
<b>Expenses and other charges</b>					
Direct cost of tuition fees and related income		(547,839)	(589,472)	(1,669,547)	(1,524,237)
General and administrative expenses		(116,800)	(89,277)	(360,409)	(260,354)
Net impairment losses on financial assets		(7,928)	-	(7,928)	-
Depreciation	5	(144,414)	(127,356)	(422,327)	(371,516)
Amortisation of intangible assets		(10,416)	(10,417)	(31,250)	(31,250)
Finance costs		(46,888)	(34,135)	(116,777)	(107,508)
Property and equipment written off		-	-	-	(1,919)
Gain/(Loss) on sale of subsidiary	17	10,084	-	(391,535)	-
		<u>(864,201)</u>	<u>(850,657)</u>	<u>(2,999,773)</u>	<u>(2,296,784)</u>
<b>Loss before contribution to Kuwait Foundation for the Advancement of Sciences (KFAS) and Zakat</b>					
		(45,562)	(245,395)	(315,437)	(218,011)
Contribution to KFAS		(8,266)	1,346	(8,266)	-
Contribution to Zakat		(9,227)	539	(9,227)	-
<b>Loss for the period</b>		<u>(63,055)</u>	<u>(243,510)</u>	<u>(332,930)</u>	<u>(218,011)</u>
<b>Attributable to:</b>					
Equity holders of the Parent Company		(59,904)	(228,875)	(124,735)	(200,298)
Non-controlling interests		(3,151)	(14,635)	(208,195)	(17,713)
<b>Loss for the period</b>		<u>(63,055)</u>	<u>(243,510)</u>	<u>(332,930)</u>	<u>(218,011)</u>
<b>Basic and diluted losses per share attributable to the equity holders of the Parent Company ( fils)</b>					
	13	<u>(0.40)</u>	<u>(1.53)</u>	<u>(0.83)</u>	<u>(1.34)</u>

The notes on pages 7 to 15 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of comprehensive income (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Three-months ended 30 September		Nine-months ended 30 September	
	2023 (Unaudited)	2022 (Unaudited)	2023 (Unaudited)	2022 (Unaudited)
<b>Loss for the period</b>	<b>(63,055)</b>	<b>(243,510)</b>	<b>(332,930)</b>	<b>(218,011)</b>
<b>Other comprehensive loss/income:</b>				
<b>Items that will not be reclassified subsequently to statement of income:</b>				
Changes in fair value of investments at fair value through other comprehensive income (FVOCI)	-	(69,914)	-	(28,373)
<b>Items that will be reclassified subsequently to statement of loss:</b>				
Exchange differences arising on translation of foreign operations	31,636	(5,019)	97,587	(23,564)
Exchange difference arising on translation of foreign operation transferred to profit & loss	-	-	349,859	-
Total other comprehensive income/loss for the period	31,636	(74,933)	447,446	(51,937)
<b>Total comprehensive (loss)/profit for the period</b>	<b>(31,419)</b>	<b>(318,443)</b>	<b>114,516</b>	<b>(269,948)</b>
Total comprehensive (loss)/profit attributable to:				
Equity holders of the Parent Company	(44,764)	(266,689)	86,308	(186,173)
Non-controlling interests	13,345	(51,754)	28,208	(83,775)
<b>Total comprehensive (loss)/profit for the period</b>	<b>(31,419)</b>	<b>(318,443)</b>	<b>114,516</b>	<b>(269,948)</b>

The notes on pages 7 to 15 form an integral part of this condensed consolidated interim financial information.

Rasiyat Holding Company K.P.S.C.  
and its Subsidiaries  
State of Kuwait

Condensed consolidated interim statement of changes in equity (Unaudited)

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Equity attributable to the owners of the Parent Company								
	Share capital	Statutory reserve	Voluntary reserve	Foreign currency translation reserve	Fair value reserve	Accumulated losses	Sub-total	Non-controlling interests	Total
Balance at 1 January 2023	15,000,000	-	-	1,481,669	(1,146,104)	(3,610,004)	11,725,561	3,587,321	15,312,882
Loss for the period	-	-	-	-	-	(124,735)	(124,735)	(208,195)	(332,930)
Other comprehensive income	-	-	-	211,043	-	-	211,043	236,403	447,446
Total comprehensive income/(loss) for the period	-	-	-	211,043	-	(124,735)	86,308	28,208	114,516
Disposal of a subsidiary	-	-	-	-	-	-	-	(134,280)	(134,280)
<b>Balance at 30 September 2023</b>	<b>15,000,000</b>	<b>-</b>	<b>-</b>	<b>1,692,712</b>	<b>(1,146,104)</b>	<b>(3,734,739)</b>	<b>11,811,869</b>	<b>3,481,249</b>	<b>15,293,118</b>
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	-	(751,821)	(751,821)	-	-	1,503,642	-	-	-
Transfer upon derecognition of FVOCI investments	-	-	-	-	257,493	(257,493)	-	-	-
Cost of acquisition of non-controlling interest adjusted	-	-	-	-	-	(44,090)	(44,090)	-	(44,090)
<b>Balance at 30 September 2022</b>	<b>15,000,000</b>	<b>-</b>	<b>-</b>	<b>1,520,061</b>	<b>(1,146,104)</b>	<b>(4,245,269)</b>	<b>11,128,688</b>	<b>3,313,793</b>	<b>14,442,481</b>

The notes on pages 7 to 15 form an integral part of this condensed consolidated interim financial information.

**Condensed consolidated interim statement of cash flows (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Note	Nine-months ended	
		30 September	
		2023 (Unaudited)	2022 (Unaudited)
<b>OPERATING ACTIVITIES</b>			
<b>Loss for the period before contribution to Kuwait Foundation for the Advancement of Sciences (KFAS) and Zakat</b>		<b>(315,437)</b>	<b>(218,011)</b>
Adjustments for:			
Depreciation	5	422,327	371,516
Amortisation of intangible assets		31,250	31,250
Loss on sale of subsidiary		391,535	-
Impairment of investment in associate		201	-
Share of results of investment in an associate		4,096	2,058
Property and equipment written off		-	1,919
Foreign exchange loss		11,418	-
Dividend income		(124,888)	(43,812)
Finance costs		116,777	107,508
Provision for employees' end of service benefits		62,165	37,812
		<u>599,444</u>	<u>290,240</u>
Changes in operating assets and liabilities:			
Accounts receivable and other assets		(760,176)	505,702
Accounts payable and other liabilities		1,961,419	(295,922)
Cash from operations		1,800,687	500,020
Employees' end of service benefits paid		(5,184)	(10,330)
<b>Net cash generated from operating activities</b>		<u>1,795,503</u>	<u>489,690</u>
<b>INVESTING ACTIVITIES</b>			
Proceeds from disposal of financial assets at fair value through other comprehensive income		-	16,733
Net cash on disposal of subsidiary	17	384,448	-
Purchase of equipment	5	(471,433)	(192,748)
Payment for investment in associate		-	(500)
Dividend received		124,888	8,775
<b>Net cash used in investing activities</b>		<u>37,903</u>	<u>(167,740)</u>
<b>FINANCING ACTIVITIES</b>			
Proceeds from borrowings		1,000,000	-
Repayment of borrowings		(406,650)	(406,650)
Finance costs paid		(116,777)	(89,679)
<b>Net cash generated from/(used in) financing activities</b>		<u>476,573</u>	<u>(496,329)</u>
Net impact of foreign currency translation adjustments		(4,793)	18,756
Increase/(decrease) in cash and cash equivalents		2,305,186	(155,623)
Cash and cash equivalents at the beginning of the period		152,380	654,116
<b>Cash and cash equivalents at the end of the period</b>	9	<u>2,457,566</u>	<u>498,493</u>
<b>Non-cash investing and financing activities as a result on sale of subsidiary</b>			
Asset held for sale		145,012	-
Accounts receivable and other assets		(224,903)	-
Accounts payable and other liabilities		69,807	-

The notes on pages 7 to 15 form an integral part of this condensed consolidated interim financial information.



**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

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**1. INCORPORATION AND ACTIVITIES**

Rasiyat Holding Company K.P.S.C. (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. On 22 February 2022, the extra ordinary assembly of shareholders approved to change the name of the Parent Company from "Gulf North Africa Holding Company K.P.S.C." to "Rasiyat Holding Company K.P.S.C."

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 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 condensed consolidated interim financial information of the Group for the period ended 30 September 2023 was authorised for issue by the Parent Company's board of directors on 5 November 2023.

**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023  
(All amounts are in Kuwaiti Dinar unless otherwise stated)

**1. INCORPORATION AND ACTIVITIES (Continued)**

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

Name of subsidiaries	Country of incorporation	Shareholding interest (%)			Activities
		30 September 2023	31 December 2022	30 September 2022	
Al-Janzour Real Estate Company S.P.C.	Kuwait	100%	100%	100%	Real estate
Casablanca Real Estate Company Ltd	Cayman Islands	48.29%	48.29%	48.29%	Real estate
Dream Real Estate Company 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 K.S.C.(Closed)	Kuwait	93.10%	93.10%	93.10%	Education
Rawaj Holding Company K.S.C. (Closed)	Kuwait	54.49%	54.49%	54.49%	Real estate

**2. BASIS OF PREPARATION**

The condensed consolidated interim financial information has been prepared in accordance with the International Accounting Standard 34, Interim Financial Reporting. The condensed consolidated interim financial information does not include all the information and notes required for complete annual consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRS). In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for fair presentation have been included.

Operating results for the nine-month period ended 30 September 2023 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2023. For further information, refer to the annual audited consolidated financial statements of the Group for the financial year ended 31 December 2022.

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

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of annual consolidated financial statements for the year ended 31 December 2022 and the corresponding interim reporting period, unless otherwise stated.

**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

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**2. BASIS OF PREPARATION (Continued)**

*(a) New and amended standards adopted by the Group:*

The Group has applied the following amendments for the first time for their annual reporting period commencing on 1 January 2023:

- Disclosure of Accounting Policies – Amendments to IAS 1 and IFRS Practice Statement 2
- Definition of Accounting Estimates – Amendments to IAS 8

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

*(b) New standards and amendments not yet effective for the financial period beginning on 1 January 2023 and have not been early adopted by the Group:*

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 31 December 2023 reporting periods and have not been early adopted by the Group. The management of the Group is in the process of assessing the impact of these new standards, interpretations and amendments which will be adopted in the Group's consolidated financial statement as and when they are applicable.

*(c) Going concern*

The Group's management has made an assessment of the Group's ability to continue as a going concern and is satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Group's ability to continue as a going concern. Therefore, the consolidated financial statements continue to be prepared on the going concern basis.

**3. JUDGEMENT AND ESTIMATES**

The preparation of condensed consolidated interim 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 condensed consolidated interim 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 audited annual consolidated financial statements as at and for the year ended 31 December 2022.

**4. FAIR VALUE ESTIMATION**

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

- Level 1:** Quoted prices in active markets for quoted financial instruments.  
Quoted prices in active markets for similar instruments. Quoted prices for identical assets or liabilities in market that is not active. Inputs other than quoted prices that are observable for
- Level 2:** assets and liabilities.
- Level 3:** Inputs for the asset or liabilities that are not based on observable market data.

**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023  
(All amounts are in Kuwaiti Dinar unless otherwise stated)

**4. FAIR VALUE ESTIMATION (Continued)**

The following table shows the fair value measurement hierarchy of the Group's financial assets recorded at fair value:

	Level 1	Level 2	Level 3	Total fair value
<b>30 September 2023 (Unaudited)</b>				
Financial assets at fair value through other comprehensive income	-	-	351,858	351,858
<b>31 December 2022 (Audited)</b>				
Financial assets at fair value through other comprehensive income	-	-	351,858	351,858
<b>30 September 2022 (Unaudited)</b>				
Financial assets at fair value through other comprehensive income	-	-	351,858	351,858

The method of valuation used in Level 3 has been consistent with that used in the recent annual consolidated financial statements, which is measured at fair value estimated using various models like the discounted cash flow model, which includes some assumptions that are not supportable by observable market prices or rates or the latest financial statements or information available on these investments the future financial flows of which are unpredictable.

The following table represents the changes in Level 3 instruments:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
Opening balance	351,858	421,772	421,772
Additions	-	235,408	235,408
Disposals	-	(276,949)	(276,949)
Change in fair value	-	(28,373)	(28,373)
<b>Ending balance</b>	<b>351,858</b>	<b>351,858</b>	<b>351,858</b>

**5. PROPERTY AND EQUIPMENT**

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
At 1 January	8,094,917	8,275,813	8,275,813
Additions	471,433	323,984	192,748
Depreciation	(422,327)	(504,880)	(371,516)
Disposals	-	-	(1,919)
	<b>8,144,023</b>	<b>8,094,917</b>	<b>8,095,126</b>

Notes to the condensed consolidated interim financial information (Unaudited)

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

**6. INVESTMENT PROPERTIES**

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
At 1 January	7,586,511	7,192,172	7,192,172
Change in fair value	-	472,244	-
Disposal of investment property resulted from sale of subsidiary	(1,315,201)	-	-
Foreign currency translation change	105,076	(77,905)	(42,320)
	<u>6,376,386</u>	<u>7,586,511</u>	<u>7,149,852</u>

**7. INVESTMENT IN AN ASSOCIATE**

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
At 1 January	15,879	18,514	18,514
Additions	-	500	500
Impairment of investment in an associate	(201)	-	-
Share of results of investment in an associate	(4,096)	(3,135)	(2,058)
	<u>11,582</u>	<u>15,879</u>	<u>16,956</u>

**8. ACCOUNTS RECEIVABLES AND OTHER ASSETS**

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
Trade receivables	2,565,000	1,786,675	429,591
Provision for impairment of trade receivables	(353,775)	(343,444)	(44,036)
	<u>2,211,225</u>	<u>1,443,231</u>	<u>385,555</u>
Letter of guarantee	-	118,810	375,119
Prepaid expenses	93,184	123,613	119,560
Dividend receivable	-	34,514	17,899
Staff receivable	17,028	17,758	19,833
Refundable deposits	11,640	6,300	5,600
Due from a related party	32,318	-	-
Other receivables	361,194	13,107	18,466
Provision for impairment of other receivables	-	(4,405)	(4,405)
	<u>2,726,589</u>	<u>1,752,928</u>	<u>937,627</u>

**9. CASH AND CASH EQUIVALENTS**

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
Saving accounts	9,428	9,533	9,533
Cash in hand	4,143	4,667	6,174
Bank balances	2,443,584	137,766	482,372
Balance in investment portfolio account	411	414	414
	<u>2,457,566</u>	<u>152,380</u>	<u>498,493</u>

**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023  
(All amounts are in Kuwaiti Dinar unless otherwise stated)

**10. BORROWINGS**

	<b>30 September 2023 (Unaudited)</b>	<b>31 December 2022 (Audited)</b>	<b>30 September 2022 (Unaudited)</b>
Tawarruq financing	2,626,600	2,033,250	2,168,800
Less: current portion	<u>(542,200)</u>	<u>(542,200)</u>	<u>(542,200)</u>
Non-current portion	<u>2,084,400</u>	<u>1,491,050</u>	<u>1,626,600</u>

Tawarruq financing represents Islamic financing obtained from a local financial institution and it is repayable in 20 equal quarterly installments and secured against the insurance policy of the buildings. It carries a profit rate of 2.5% per annum (31 December 2022: 3.5% and 30 September 2022: 3.5%) above the discount rate of the Central Bank of Kuwait.

**11. ACCOUNTS PAYABLE AND OTHER LIABILITIES**

	<b>30 September 2023 (Unaudited)</b>	<b>31 December 2022 (Audited)</b>	<b>30 September 2022 (Unaudited)</b>
Accounts payable and accruals	227,006	206,701	142,485
Unearned income	1,717,330	38,774	13,396
Lease liabilities	316,843	348,124	342,954
Due to related parties (note 14)	44,448	145,743	117,106
Staff leave provision	122,108	96,580	89,034
Dividend payable	8,550	8,550	8,550
	<u>2,436,285</u>	<u>844,472</u>	<u>713,525</u>
	<b>30 September 2023 (Unaudited)</b>	<b>31 December 2022 (Audited)</b>	<b>30 September 2022 (Unaudited)</b>
Current	2,145,588	521,121	387,397
Non-current (lease liabilities)	<u>290,697</u>	<u>323,351</u>	<u>326,128</u>
	<u>2,436,285</u>	<u>844,472</u>	<u>713,525</u>

**12. OTHER INCOME**

Included within other income for the period ended 30 September 2022 was an amount of KD 131,927 representing trade payables from prior years written off.

**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

**13. BASIC AND DILUTED LOSSES PER SHARE**

Basic and diluted losses per share is calculated by dividing the loss for the period by the weighted average number of shares in issue excluding treasury shares.

	Three-months ended 30 September		Nine-months ended 30 September	
	2023	2022	2023	2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
loss for the period attributable to the equity holders of the Parent Company (KD)	<u>(59,904)</u>	<u>(228,875)</u>	<u>(124,735)</u>	<u>(200,298)</u>
Weighted average number of shares	<u>150,000,000</u>	<u>150,000,000</u>	<u>150,000,000</u>	<u>150,000,000</u>
Basic and diluted losses per share (fils)	<u>(0.40)</u>	<u>(1.53)</u>	<u>(0.83)</u>	<u>(1.34)</u>

**14. RELATED PARTY TRANSACTIONS**

Related parties represent, major shareholders, directors and key management personnel of the Group, their close family members, and entities controlled, or significantly influenced by the Parent Company. In the ordinary course of business, and subject to the approval of the Group's management, transactions were made with such related parties during the period ended 30 September. Detail of the significant related party transactions and balances are as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)	30 September 2022 (Unaudited)
<b>Included in the interim condensed consolidated financial position:</b>			
<b>Due from a related party (note 8)</b>			
Assets held for sale	<u>32,318</u>	<u>-</u>	<u>-</u>
<b>Due to related parties (note 11)</b>			
Due to an associate	<u>44,448</u>	<u>44,593</u>	<u>19,979</u>
Due to minority shareholder of a subsidiary	<u>-</u>	<u>101,150</u>	<u>97,127</u>
	<u>44,448</u>	<u>145,743</u>	<u>117,106</u>
Assets held for sale	<u>140,099</u>	<u>-</u>	<u>-</u>
Investment in an associate	<u>11,582</u>	<u>15,879</u>	<u>-</u>

	Three-months ended 30 September		Nine-months ended 30 September	
	2023	2022	2023	2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Transaction included in the interim condensed consolidated statement of income:</b>				
Management fees	<u>2,250</u>	<u>2,250</u>	<u>6,750</u>	<u>6,750</u>
Share of results of investment in an associate	<u>(596)</u>	<u>(881)</u>	<u>(4,096)</u>	<u>(2,058)</u>
<b>Key management compensation:</b>				
Salaries and other short term benefits	<u>49,261</u>	<u>17,436</u>	<u>140,752</u>	<u>60,683</u>
End of service benefits	<u>7,328</u>	<u>860</u>	<u>14,080</u>	<u>2,266</u>
	<u>56,589</u>	<u>18,296</u>	<u>154,832</u>	<u>62,949</u>

**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023  
(All amounts are in Kuwaiti Dinar unless otherwise stated)

**15. SEGMENTAL ANALYSIS**

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses and whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which separate financial information is available. The management organises the entity based on different geographical areas, inside and outside Kuwait. The geographical analysis based on location of revenue, profit for the period and total assets is as follows:

	Local KD	International KD	Total KD
<b>Nine-months ended 30 September 2023 (Unaudited)</b>			
Revenue	2,570,866	134,972	2,705,838
Segment loss	(15,383)	(288,636)	(304,019)
Foreign exchange loss	-	(11,418)	(11,418)
Loss for the period	(15,383)	(300,054)	(315,437)
Total assets	12,834,561	7,786,736	20,621,297
Total liabilities	5,326,375	1,804	5,328,179

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

**16. GENERAL ASSEMBLY AND EXTRA ORDINARY ASSEMBLY**

The Annual General Assembly of the shareholders held on 9 April 2023 approved the consolidated financial statements for the year ended 31 December 2022 and the directors' proposal not to distribute any dividends for the year then ended (for the year ended 31 December 2021: Annual General Assembly of the shareholders approved the consolidated financial statements on 22 February 2022 and the directors' proposal not to distribute any dividends for the year then ended).



**Notes to the condensed consolidated interim financial information (Unaudited)**

For the nine-month period ended 30 September 2023

(All amounts are in Kuwaiti Dinar unless otherwise stated)

**17. SUBSIDIARIES AND NON-CONTROLLING INTERESTS**

During the period ended 30 September 2023, the Group signed an agreement to sell 70% of its ownership of Dream Building SARL, an indirect subsidiary of the Group reducing its ownership from 85% to 15%. Accordingly, the Group no longer has control of the subsidiary. Simultaneously, the Group has signed another agreement comprising a promise to sell the remaining 15% ownership of the indirect subsidiary. Management expects to finalise the sale before the year ended 31 December 2023. Accordingly, the remaining 15% ownership has been classified as asset held for sale. Management believes that the carrying amount of net assets approximates the fair value as the major underlying asset representing investment property is carried at fair value. Other financial assets and financial liabilities are at amortised cost which approximates fair value. Details of the book value of net assets disposed as at the date of losing control are as follows:

	<u>Dream Building SARL</u>
<b>Assets</b>	
<b>Non-current assets</b>	
Investment properties	1,315,201
Cash and cash equivalents	11
<b>Total assets</b>	<u>1,315,212</u>
<b>Liabilities</b>	
Due to related parties	381,103
Accounts payable and other liabilities	6,006
<b>Total liabilities</b>	<u>387,109</u>
<b>Net assets</b>	<u>928,103</u>
<b>Share attributable to non-controlling interests</b>	<u>134,280</u>
<b>Consideration</b>	607,996
<b>Less: Share attributable to Parent company</b>	649,672
<b>Loss on sale of subsidiary</b>	<u>(41,676)</u>
<b>Exchange difference arising on translation of foreign operation transferred to interim condensed consolidated statement of income</b>	<u>(349,859)</u>
<b>Total loss</b>	<u>(391,535)</u>