



الكويتية السورية للشايفة
Kuwait Syrian Holding Company

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

Interim Condensed Consolidated Financial Information (Unaudited)
For the six months ended 30 June 2021
And review report



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Kuwait Syrian

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Index	Page
Review Report	
Interim Condensed Consolidated Statement of Financial Position (Unaudited)	2
Interim Condensed Consolidated Statement of Income (Unaudited)	3
Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited)	4
Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)	5
Interim Condensed Consolidated Statement of Cash Flows (Unaudited)	6
Notes to the Interim Condensed Consolidated Financial Information (Unaudited)	7– 12

Kuwait Syrian Holding Company - K.S.C.P.

Holding Company

State of Kuwait

Report on Review of Interim Condensed Consolidated Financial Information to the Board of Directors

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Syrian Holding Company - K.S.C.P. Holding Company "the Parent Company" and its subsidiaries (collectively referred to as "the Group") as at 30 June 2021 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six-month period then ended. The Parent Company's management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".

Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".

Emphasis of Matter

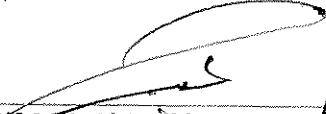
We draw attention to Note (12) to the interim condensed consolidated financial information which discloses that assets amounting to KD 5.92 Million as at 30 June 2021 which represent 55% approximately of the Group's assets is in Syria and that the Group has assessed that the current political and economic events is unlikely to have any material effect on carrying value of these assets.

Our conclusion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

Further, based on our review, the interim condensed consolidated financial information is in agreement with the books of the Parent Company. To the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016, and its executive regulation, as amended, or of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the six-month period ended 30 June 2021, that might have had a material effect on the business of the Group or on its consolidated financial position.

We further report that, during the course of our review, we have not become aware of any material violations provisions of Law No. 7 of 2010, as amended, concerning the Capital Markets Authority and its related regulations during the six-month period ended 30 June 2021, that might had a material effect on the business of Group or on its consolidated financial position.


Abdullatif A. H. Al-Majid
Licence No. 70A
Of Parker Russell (Allied Accountants)

Kuwait, 12 August 2021



(1)

**Interim Condensed Consolidated Statement of Income for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Note	30 June 2021	31 December 2020 (Audited)	30 June 2020
Assets				
Non-current assets				
Property and equipment		718	222,225	603,225
Investment properties	4	2,501,909	8,174,406	19,925,324
Financial investments at FVTOCI	5	1,996,818	3,011,383	6,364,977
		<u>4,499,445</u>	<u>11,408,014</u>	<u>26,893,526</u>
Current assets				
Properties held for trading		3,967,750	3,995,577	4,119,151
Trade and other receivables		41,117	41,656	53,436
Cash and cash equivalents	6	199,066	473,842	490,091
		<u>4,207,933</u>	<u>4,511,075</u>	<u>4,662,678</u>
Assets held for sale	7	1,989,237	-	-
		<u>6,197,170</u>	<u>4,511,075</u>	<u>4,662,678</u>
Total assets		<u>10,696,615</u>	<u>15,919,089</u>	<u>31,556,204</u>
Equity and Liabilities				
Equity				
Share capital		17,627,690	17,627,690	17,627,690
Statutory reserve		139,253	139,253	139,253
Investments revaluation reserve		234,009	1,244,866	4,587,599
Foreign currency translation reserve		(567,184)	(6,292,985)	(206,111)
Accumulated losses		(2,614,834)	(2,551,204)	(2,922,503)
		<u>14,818,934</u>	<u>10,167,620</u>	<u>19,225,928</u>
Amounts recognized directly in equity related to assets held for sale		(7,744,598)	-	-
Total equity attributable to the shareholders of the Parent Company		<u>7,074,336</u>	<u>10,167,620</u>	<u>19,225,928</u>
Non-controlling interest		<u>480,922</u>	<u>1,711,690</u>	<u>5,140,109</u>
Total equity		<u>7,555,258</u>	<u>11,879,310</u>	<u>24,366,037</u>
Non-current liabilities				
Long term loan		-	71,554	177,490
End of service indemnity		14,353	13,577	12,793
		<u>14,353</u>	<u>85,131</u>	<u>190,283</u>
Current liabilities				
Trade and other payables	8	380,427	3,880,141	6,737,839
Term loan		-	74,507	262,045
		<u>380,427</u>	<u>3,954,648</u>	<u>6,999,884</u>
Liabilities related to assets held for sale	7	2,746,577	-	-
		<u>3,127,004</u>	<u>3,954,648</u>	<u>6,999,884</u>
Total liabilities		<u>3,141,357</u>	<u>4,039,779</u>	<u>7,190,167</u>
Total equity and liabilities		<u>10,696,615</u>	<u>15,919,089</u>	<u>31,556,204</u>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Ahmad Abdulrahman Al-Sharqawi
Chairman


Fahad Abdulrahman Al-Mukhaizim
Vice Chairman

**Interim Condensed Consolidated Statement of Income for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Note	Three months ended		Six months ended	
		30 June		30 June	
		2021	2020	2021	2020
Continuing operations:					
Revenue					
Net properties revenue		61,131	8,781	115,060	75,599
Other Income		121	6,524	243	484
Foreign currency gains		765	11,291	749	18,128
Total revenue		62,017	20,225	116,052	94,211
Expenses and other charges					
Staff cost		24,475	45,249	44,877	77,558
Administration and general expenses		30,156	(10,388)	56,326	28,052
Total expenses and other charges		54,631	34,861	101,203	105,610
Net profit/ (loss) for the period from continuing operations		7,386	(14,636)	14,849	(11,399)
Discontinued operations:					
Net loss for the period from discontinued operations	7	(91,802)	(2,127,150)	(82,631)	(3,094,207)
Net loss for the period		(84,416)	(2,141,786)	(67,782)	(3,105,606)
Attributable to:					
Shareholders of the Parent Company					
Profit/ (loss) for the period from continuing operations		3,636	258,718	(685)	372,643
Loss for the period from discontinued operations		(68,964)	(1,595,424)	(62,945)	(2,322,255)
Loss for the period attributable to shareholders of the Parent Company		(65,328)	(1,336,706)	(63,630)	(1,949,612)
Non-controlling interest					
Profit/ (loss) of the profit from continuing operations		3,750	(273,354)	15,534	(384,042)
Loss for the period from discounted operations		(22,838)	(531,726)	(19,686)	(771,952)
Loss for the period attributable to non-controlling interest		(19,088)	(805,080)	(4,152)	(1,155,994)
		(84,416)	(2,141,786)	(67,782)	(3,105,606)
Earnings/ (loss) per share from continuing operations attributable to shareholders of the Parent Company (fils)					
	9	0.02	1.47	(0.004)	2.11
Loss per share from continuing and discontinued operations attributable to shareholders of the Parent Company (fils)					
	9	(0.37)	(7.58)	(0.36)	(11.06)

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Interim Condensed Consolidated Statement of Comprehensive Income for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Three months ended		Six months ended	
	30 June		30 June	
	2021	2020	2021	2020
Net loss for the period	<u>(84,416)</u>	<u>(2,141,786)</u>	<u>(67,782)</u>	<u>(3,105,606)</u>
Other comprehensive income items:				
<i>Items that may be reclassified subsequently to statement of income:</i>				
Foreign currency translation differences	<u>(3,230,451)</u>	<u>(37,675)</u>	<u>(3,245,413)</u>	<u>(2,855,983)</u>
<i>Items that will not be reclassified subsequently to statement of income:</i>				
Change in fair value of investments in equity instruments at FVTOCI	<u>(1,889,577)</u>	<u>2,539,932</u>	<u>(1,010,857)</u>	<u>2,323,981</u>
Total other comprehensive income items	<u>(5,120,028)</u>	<u>2,502,257</u>	<u>(4,256,270)</u>	<u>(532,002)</u>
Total comprehensive (loss)/ income for the period	<u>(5,204,444)</u>	<u>360,471</u>	<u>(4,324,052)</u>	<u>(3,637,608)</u>
Attributable to:				
Shareholders of the Parent Company	<u>(3,961,282)</u>	<u>1,177,458</u>	<u>(3,093,284)</u>	<u>(1,379,283)</u>
Non-controlling interest	<u>(1,243,162)</u>	<u>(816,987)</u>	<u>(1,230,768)</u>	<u>(2,258,325)</u>
	<u>(5,204,444)</u>	<u>360,471</u>	<u>(4,324,052)</u>	<u>(3,637,608)</u>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Interim Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Equity attributable to the shareholders of the Parent Company						Non-		Total equity	
	Share capital	Statutory reserve	Investments revaluation reserve	Foreign currency translation reserve	Accumulated losses	Total	Total	controlling interest		
Balance at 1 January 2020	17,627,690	139,253	2,263,618	1,547,541	(972,891)	20,605,211	-	20,605,211	7,398,434	28,003,645
Net loss for the period	-	-	-	-	(1,949,612)	(1,949,612)	-	(1,949,612)	(1,155,994)	(3,105,606)
Total other comprehensive income items	-	-	2,323,981	(1,753,652)	-	570,329	-	570,329	(1,102,331)	(532,002)
Balance at 30 June 2020	17,627,690	139,253	4,587,599	(206,111)	(2,922,503)	19,225,928	-	19,225,928	5,140,109	24,366,037
Balance at 1 January 2021	17,627,690	139,253	1,244,866	(6,292,985)	(2,551,204)	10,167,620	-	10,167,620	1,711,690	11,879,310
Net loss for the period	-	-	-	-	(63,630)	(63,630)	-	(63,630)	(4,152)	(67,782)
Total other comprehensive income items	-	-	(1,010,857)	(2,018,797)	-	(3,029,654)	-	(3,029,654)	(1,226,616)	(4,256,270)
Transfer during the period	-	-	-	7,744,598	-	7,744,598	(7,744,598)	-	-	-
Balance at 30 June 2021	17,627,690	139,253	234,009	(567,184)	(2,614,834)	14,818,934	(7,744,598)	7,074,336	480,922	7,555,258

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Interim Condensed Consolidated Statement of Cash Flows for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Note	Six months ended	
		30 June	
		2021	2020
Cash flows from operating activities			
Net loss for the period		(67,782)	(3,105,606)
<i>Adjustments:</i>			
Depreciation		682	54,115
Interest income		(243)	(484)
End of service indemnity provision		776	777
Operating losses before changes in working capital		(66,567)	(3,051,198)
Property held for trading		-	(25,126)
Trade and other receivables		(3,622)	110,579
Trade and other payables		101,452	3,298,049
Net cash generated from operating activities		31,263	332,304
Cash flows from investing activities			
Interest income received		243	484
Paid for develop investment properties		-	(390,717)
Net cash generated from/ (used in) investing activities		243	(390,233)
Cash flows from financing activities			
Payment of cash dividends		(2,872)	(1,692)
Paid from term loan		-	(154,316)
Net cash used in financing activities		(2,872)	(156,008)
Net change in cash and cash equivalents		28,634	(213,937)
Impact of foreign currency translation		-	509
Cash and cash equivalents at the beginning of the period		526,484	756,986
Cash and cash equivalents at the end of the period	6	555,118	543,558

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars unless otherwise stated)

1. Incorporation of the Group

Kuwait Syrian Holding Company "the Parent Company" is a Kuwaiti Public Shareholding Company incorporated in 28 July 2002.

The main activities of the Parent Company are:

- Owning stocks in Kuwaiti or Non-Kuwaiti shareholding companies and shares in Kuwaiti or non-Kuwaiti limited liability companies and participating in the establishment, lending and managing of these companies and acting as a guarantor for these companies.
- Lending money to companies in which it owns shares, guaranteeing them with third parties where the holding company owns 20% or more of the capital of the borrowing company.
- Owning industrial rights such as patents, industrial trademarks, royalties, or any other related rights, and leasing to other companies to use it inside and outside state of Kuwait.
- Owning properties and moveable property to conduct its operations within the limits as stipulated by law.
- Utilizing the company's available surplus funds in financial portfolio managed by specialized entities.

The Parent Company's main office is at Rakan Tower, 16th Floor, Fahad Al-Salem Street, Kuwait.

These interim condensed consolidated financial information comprise the financial information of the Parent Company and its subsidiaries (Note 10), known collectively as "the Group".

These interim condensed consolidated financial information were authorized for issuance by the Board of Directors on 12 August 2021.

2. Basis of presentation and significant accounting policies

2.1 Basis of presentation

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. (34), "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements in accordance with International Financial Reporting Standards, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2020.

In the management's opinion, all necessary adjustments, including recurring accruals have been included in the interim condensed consolidated financial information for fair presentation. The operating results for the period ended 30 June 2021 are not necessarily indicative of results that may be expected for the year ending 31 December 2021. For further information, refer to the consolidated financial statements and its related notes for the year ended 31 December 2020.

2.2 Significant accounting policies

The accounting policies used in the preparation of this 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 2020, except for the adoption of the amendments and annual improvements to IFRS, relevant to the Group which are effective for annual reporting period starting from 1 January 2021 and which did not result in any material impact on the interim condensed consolidated financial information of the Group.

- Non-current assets held for sale

Non current assets are classified as assets held for sale if their carrying amount is recovered principally through a sale transaction rather than through a continuing use and stated at lower of carrying amount and fair value less cost to sell.

3. Fair value estimation

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

- Level one: Quoted prices in active markets for identical assets or liabilities.
- Level two: Quoted prices in an active market 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 assets and liabilities.
- Level three: valuation techniques that are not based on observable market data.

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2021 (Unaudited)

(All amounts in Kuwaiti Dinars unless otherwise stated)

The table below gives information about how the fair values of the significant financial assets and liabilities are determined:

	Fair value as at		30 June 2020	Fair value hierarchy	Valuation technique(s) and Key input(s)
	30 June 2021	31 December 2020			
			(Audited)		
Equity instruments designated at FVTOCI:					
Foreign quoted shares	1,142,407	2,155,588	5,533,352	Level 1	Closing price
Local unquoted shares	206,180	203,856	168,825	Level 2	Comparative market price for similar assets
Foreign unquoted shares	554,279	557,987	568,848	Level 3	Discounted cash flow
Foreign unquoted shares	93,952	93,952	93,952	Level 3	Adjusted book value

The fair value of other financial assets and financial liabilities approximately equal its book value as at the interim condensed consolidated financial information date.

4. Investment properties

	30 June 2021	31 December 2020	30 June 2020
		(Audited)	
Balance at the beginning of the period/ year	8,174,406	22,669,024	22,669,024
Additions	7,324	299,181	390,717
Foreign currency translation differences	(4,110,927)	(14,793,799)	(3,134,417)
Net transfer to assets held for sale (Note 7)	(1,568,894)	-	-
Balance at the end of the period/ year	2,501,909	8,174,406	19,925,324

4.1 Investments properties and assets held for sale (Note 7) includes lands with an amount of KD 2,875,636 as at 30 June 2021 (KD 5,784,849 as at 31 December 2020, KD 14,349,400 as at 30 June 2020) located in the Syrian Arab Republic.

4.2 During the previous years, the development of these lands has been started for establishing a residential and commercial complex. The development work is still in its preliminary stages as the development work represents consulting, licensing, drilling works, concrete and constructions.

4.3 Investment properties were evaluated based on the fair value as of 31 December 2020, which approximately equals its carrying value as of 30 June 2021.

5. Financial investments at FVTOCI

	30 June 2021	31 December 2020	30 June 2020
		(Audited)	
Foreign quoted shares	1,142,407	2,155,588	5,533,352
Local unquoted shares	206,180	203,856	168,825
Foreign unquoted shares	648,231	651,939	662,800
	1,996,818	3,011,383	6,364,977

5.1 Investments have been valued based on valuation basis mentioned in Note 3.

5.2 Investments in equity instruments designated as at FVTOCI are not subject to impairment, and their cumulated changes in fair value included in the investments revaluation reserve is not subsequently reclassified to statement of income.

6. Cash and cash equivalents

	30 June 2021	31 December 2020	30 June 2020
		(Audited)	
Cash at banks	145,016	472,669	490,005
Term deposits	54,050	53,815	53,553
Total	199,066	526,484	543,558
Deduct: expected credit losses	-	(52,642)	(53,467)
Cash and cash equivalents	199,066	473,842	490,091
Total cash and cash equivalents	199,066	526,484	543,558
Cash and cash equivalents included in assets held for sale (Note 7)	356,052	-	-
Cash and cash equivalents for cashflows purposes	555,118	526,484	543,558

As at 30 June 2021, the annual interest rate on term deposits is 0.875% (1% as at 31 December 2020, 2% as at 30 June 2020).

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars unless otherwise stated)

7. Assets and liabilities held for sales

On 24 June 2021, the Board of Directors of the Parent Company approved the offer submitted by a shareholder in New Faihaa Shareholding Company to acquire the entire share of the Group of 75.1% in return for acquiring real estate assets amounting to KD 12.1M. Accordingly, the Group's investments in the subsidiary was classified as assets and liabilities held for sale, the assets and liabilities had been accounted for in accordance with the requirements of International Financial Reporting Standard "5".

Subsequent to the date of the financial information, the sale contract was signed and the final procedures for the transaction to be finalized and the assets to be transferred between the parties.

The following are details of assets held for sale and related liabilities:

	30 June 2021
Property and equipment	98,939
Investment properties*	1,568,894
Properties held for trading	13,833
Trade and other receivables	4,161
Cash and cash equivalents	356,052
Deduct: ECL provision related cash and cash equivalents	(52,642)
Total assets held for sale	1,989,237
Long term loan	(35,569)
Trade and other payables	(2,689,960)
Term loan (current)	(21,048)
Total liabilities related to assets held for sale	(2,746,577)
Deduct: non-controlling interest (debit balance)	1,241,035
Net assets of subsidiary classified as held for sale after eliminated the inter-balances**	483,695

* Representing the net value of investment properties after excluding the properties which will be acquired from the subsidiary before disposal amounting to KD 2,113,740 as of 30 June 2021.

** The inter-company due balances from subsidiaries amounting to KD 7,771,351 as of 30 June 2021 had been eliminated.

Investment properties includes properties with a carrying value of KD 1,692,358 as at 30 June 2021 (KD 3,404,477 as at 31 December 2020, KD 8,444,852 as at 30 June 2020) mortgaged against a term loan denominated by Syrian pounds withdrawn from a local bank in the Syrian Arab Republic.

The details of net loss for the period from discontinued operations till disposal date are as follows:

	Three months ended		Six months ended	
	30 June		30 June	
	2021	2020	2021	2020
Other income	-	6,371	-	6,371
Staff costs	(3,274)	(9,879)	(8,305)	(19,624)
Administration and general expenses	(11,054)	(51,652)	(36,630)	(102,387)
Foreign currency losses	(77,474)	(2,071,990)	(37,696)	(2,978,567)
Net loss for the period from discontinued operations	(91,802)	(2,127,150)	(82,631)	(3,094,207)

8. Trade and other payables

	30 June 2021	31 December 2020 (Audited)	30 June 2020
Due from related parties	-	1,645,215	4,080,980
Advances from customers	-	1,728,432	1,824,952
Trade payables	329,419	456,922	744,812
Accrued dividends	28,878	31,750	36,898
Other credit balances	22,130	17,822	50,197
	380,427	3,880,141	6,737,839

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2021 (Unaudited)

(All amounts in Kuwaiti Dinars unless otherwise stated)

9. Loss per share

Loss per share is calculated on the basis of the net loss for the period and the weighted average number of ordinary shares outstanding during the period as follows:

	Three months ended 30 June		Six months ended 30 June	
	2021	2020	2021	2020
Continuing operations				
Profit/ (loss) for the period from continuing operations attributable to the shareholders of the Parent Company	3,636	258,718	(685)	372,643
Weighted average number of shares outstanding and paid (share)	176,276,900	176,276,900	176,276,900	176,276,900
Earnings/ (loss) per share from continuing operations attributable to the shareholders of the Parent Company (fils)	0.02	1.47	(0.004)	2.11
Discontinued operations				
Loss for the period from discontinued operations attributable to the shareholders of the Parent Company	(68,964)	(1,595,424)	(62,945)	(2,322,255)
Weighted average number of shares outstanding and paid (share)	176,276,900	176,276,900	176,276,900	176,276,900
Loss per share from discontinued operations attributable to the shareholders of the Parent Company (fils)	(0.39)	(9.05)	(0.36)	(13.17)
Loss per share from continuing and discontinued operations attributable to the shareholders of the Parent Company (fils)	(0.37)	(7.58)	(0.36)	(11.06)

10. Related parties' transactions

Related parties represent shareholders who have representatives in the Boards of Directors, members of the Boards of Directors, Senior Management and the companies who controlled by the major shareholders. In the ordinary course of business, the Group entered into transactions with related parties during the six months ended 30 June 2021. The following are the transactions and balances resulted from these transactions:

Transaction	Three months ended 30 June		Six months ended 30 June	
	2021	2020	2021	2020
Key management benefits	16,875	17,050	29,550	38,125
Balances				
Key management benefits		20,746		17,458
Trade and other payables		817,833		1,645,215
				18,442
				4,080,980

All transactions with related parties are subject to the approval of the shareholders in the annual General Assembly Meeting.



Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2021 (Unaudited)

(All amounts in Kuwaiti Dinars unless otherwise stated)

11. Subsidiaries

Structure of the Group:

The following financial information of the subsidiaries has been consolidated when preparing the interim condensed consolidated financial information.

Company name	Legal entity	Ownership percentage (direct & indirect) (%)			Activity	Country of corporation
		30 June 2021	31 December 2020 (Audited)	30 June 2020		
Kuwait Syrian Real Estate Company	W.L.L	100	100	100	Real Estate	Kuwait
Syrian Kuwait Limited Company	W.L.L				Trading and tourist services	Syria
Al-Naser Gardens Holding Company	Holding	100	100	100	Holding	Kuwait
- Al-Naser Gardens Real Estate Company	W.L.L	60.98	60.98	60.98	Real Estate	Kuwait
- New Falhaa Shareholding Company*	Shareholding	99	99	99	General	Syria
		75.1	75.1	75.1	Trading	
- Al-Naser Garden Syrian Company	Shareholding				General	Syria
		97.9	97.9	97.9	Trading	
- Kuwait Lebanon Real Estate Development Company *	Offshore				Trading and tourist services	Lebanon
		100	100	100		

The financial information of the subsidiaries has been consolidated based on interim condensed financial information (unaudited) as at 30 June 2021.

Subsidiaries total assets amounted to KD 8,633,823 as at 30 June 2021 (KD 12,845,230 as at 31 December 2020, KD 23,631,797 as at 30 June 2020) and its gains amounted to KD 10,352 during the period ended 30 June 2021 (KD 3,039,062 losses for the period ended 30 June 2020).

* Assets and liabilities of these subsidiaries had been classified as assets and liabilities held for sale and accounted for in accordance with requirements of International Financial Reporting Standards "5".

12. Segment distribution

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The following summary describes the operations in each of the Group's reportable segments:

- Investment: Includes the Group's securities trading and investment activities.
- Real-estates: Includes trading, development and management of real-estates.

	Six months ended 30 June 2020			
	Investment	Real-estate	Other	Total
Segment revenue	24,606	69,605	-	94,211
Segment expenses	(91,150)	(12,957)	(1,503)	(105,610)
Total	(66,544)	56,648	(1,503)	(11,399)
Loss for the period from discontinued operations				(3,094,207)
Loss for the period				(3,105,606)
Segment assets	7,921,453	23,623,788	10,963	31,556,204
Segment liabilities	82,344	7,107,073	750	7,190,167
	Six months ended 30 June 2021			
	Investment	Real-estate	Other	Total
Segment revenue	9	116,043	-	116,052
Segment expenses	(90,700)	(10,503)	-	(101,203)
Total	(90,691)	105,540	-	14,849
Loss for the period from discontinued operations				(82,631)
Loss for the period				(67,782)
Segment assets	2,062,792	8,633,823	-	10,696,615
Segment liabilities	389,508	2,751,849	-	3,141,357



**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2021
(Unaudited)**

(All amounts in Kuwaiti Dinars unless otherwise stated)

Geographical distribution of assets and liabilities:

		30 June 2020			
		Kuwait	Syria	Lebanon	Total
Assets		4,503,458	26,772,499	280,247	31,556,204
Liabilities		84,910	5,332,713	1,772,544	7,190,167

		31 December 2020 (Audited)			
		Kuwait	Syria	Lebanon	Total
Assets		4,413,998	11,231,077	274,014	15,919,089
Liabilities		302,467	2,027,815	1,709,497	4,039,779

		30 June 2021			
		Kuwait	Syria	Lebanon	Total
Assets		4,507,328	5,921,362	267,925	10,696,615
Liabilities		392,057	1,053,007	1,696,293	3,141,357

The Group's assets amounting to KD 5.92 Million as at 30 June 2021 which approximately represent 55% from the Group's Assets is in Syria (KD 11.2 Million as at 31 December 2020 which approximately represent 71% from the Group's Assets), the Group has assessed that the current political and economic events is unlikely to have any material effect on the carrying value of these assets, taking into consideration that these assets are recorded at its fair values which reflect the impact of the current circumstances. In addition, there are no restrictions on the disposition of these assets.

The Group's management believes that the application of IAS 29 has no material impact on the financial statements of the subsidiaries in the Syrian Arab Republic and Republic of Lebanon taking into consideration the above, in additional, most of the long-term assets have been transferred and registered in these companies, so as to reflect the effect of changes in currency rates.

13. Capital commitments

	30 June 2021	31 December 2020 (Audited)	30 June 2020
Projects in progress commitments	386,244	474,934	894,988

14. Dividends

On 10 May 2021, the general assembly for the shareholders of the Parent Company approved the audited consolidated financial statements for the year ended 31 December 2020, also approved the followings:

- Not to distribute cash dividends to the shareholders for year 2020 (Not to distribute cash dividends to the shareholders for year 2019).
- Not to distribute Board of Directors remuneration.

15. Impact of COVID-19

The Coronavirus (Covid-19) pandemic continues to spread rapidly across several global geographic regions, causing major disruptions to business and economic activities and resulting in fundamental uncertainties regarding the global economic environment. Financial and monetary authorities around the world have taken intensive measures that have been allocated to alleviate the dire consequences of this pandemic.

Other effects

The Group has considered the potential impact of fluctuations in current economic conditions when determining the amount recorded for the Group's financial and non-financial assets. These reported amounts represent management's best assessments based on observable information. Nevertheless, the markets remain volatile and the carrying value of the assets is still sensitive to fluctuations in the market. The vulnerability of this uncertain economic environment to a large extent is still a matter of estimation accordingly, the Group will continue to reassess its position and related influence on a regular basis.

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 projections have been prepared covering the Group's future performance, capital and liquidity. The impact of COVID-19 may continue to evolve, but at the present time the projections show that Group has sufficient resources to continue in operational existence and its going concern position remains largely unaffected and unchanged. As a result, this interim condensed consolidated financial information has been appropriately prepared on a going concern basis.