



الكويتية السورية القابضة  
Kuwait Syrian Holding

**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 2020**  
**And review report**



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Interim Condensed Consolidated Financial Information (Unaudited)  
For the six months ended 30 June 2020  
And review report

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**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 2020 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 26.8 Million as at 30 June 2020 which represent 85% 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 2020, that might have had a material effect on the business of the Group or on its consolidated financial position, except of owning properties by the Parent Company.



**Abdullatif A. H. Al-Majid**  
Licence No. 70A  
Of Parker Randall (Allied Accountants)  
Kuwait, 13 August 2020



Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2020  
(Unaudited)

(All amounts in Kuwaiti Dinars unless otherwise stated)

	Note	30 June 2020	31 December 2019 (Audited)	30 June 2019
<b>Assets</b>				
<b>Non-current assets</b>				
Property and equipment		603,225	760,070	693,514
Investment properties	5	19,925,324	22,669,024	18,001,636
Financial investments at FVTOCI	6	6,364,977	4,043,919	3,989,079
		<u>26,893,526</u>	<u>27,473,013</u>	<u>22,684,229</u>
<b>Current assets</b>				
Properties held for trading		4,119,151	4,105,100	4,117,906
Trade and other receivables		53,436	164,015	213,932
Cash and cash equivalents	7	490,091	704,344	1,054,005
		<u>4,662,678</u>	<u>4,973,459</u>	<u>5,385,843</u>
<b>Total assets</b>		<u>31,556,204</u>	<u>32,446,472</u>	<u>28,070,072</u>
<b>Equity and Liabilities</b>				
<b>Equity</b>				
Share capital		17,627,690	17,627,690	17,627,690
Statutory reserve		139,253	139,253	139,253
Investments revaluation reserve		4,587,599	2,263,618	2,212,007
Foreign currency translation reserve		(206,111)	1,547,541	(481,221)
Accumulated losses		(2,922,503)	(972,891)	(844,071)
<b>Total equity attributable to the shareholders of the Parent Company</b>		<u>19,225,928</u>	<u>20,605,211</u>	<u>18,653,658</u>
<b>Non-controlling interest</b>		<u>5,140,109</u>	<u>7,398,434</u>	<u>4,201,140</u>
<b>Total equity</b>		<u>24,366,037</u>	<u>28,003,645</u>	<u>22,854,798</u>
<b>Non-current liabilities</b>				
Long term loan		177,490	302,362	441,225
End of service indemnity		12,793	12,016	46,314
		<u>190,283</u>	<u>314,378</u>	<u>487,539</u>
<b>Current liabilities</b>				
Trade and other payables	8	6,737,839	3,836,960	4,727,735
Term loan		262,045	291,489	-
		<u>6,999,884</u>	<u>4,128,449</u>	<u>4,727,735</u>
<b>Total liabilities</b>		<u>7,190,167</u>	<u>4,442,827</u>	<u>5,215,274</u>
<b>Total equity and liabilities</b>		<u>31,556,204</u>	<u>32,446,472</u>	<u>28,070,072</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 2020  
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Note	Three months ended		Six months ended	
		30 June		30 June	
		2020	2019	2020	2019
<b>Revenue</b>					
Net properties revenue		8,781	59,911	75,599	111,626
Net gains from investments		-	10,581	-	12,716
Other Income		6,524	2,199	6,855	4,887
<b>Total revenue</b>		<b>15,305</b>	<b>72,691</b>	<b>82,454</b>	<b>129,229</b>
<b>Expenses and other charges</b>					
Staff cost		35,504	68,337	77,558	139,139
Administration and general expenses		60,888	202,672	150,063	362,131
Foreign currency losses/ (gains)		2,060,699	5,432	2,960,439	(55,433)
Total expenses and other charges		2,157,091	276,441	3,188,060	445,837
<b>Net loss for the period</b>		<b>(2,141,786)</b>	<b>(203,750)</b>	<b>(3,105,606)</b>	<b>(316,608)</b>
<b>Attributable to:</b>					
Shareholders of the Parent Company		(1,336,706)	(176,277)	(1,949,612)	(292,594)
Non-controlling interest		(805,080)	(27,473)	(1,155,994)	(24,014)
		<b>(2,141,786)</b>	<b>(203,750)</b>	<b>(3,105,606)</b>	<b>(316,608)</b>
<b>Loss per share</b>	9	<b>(7.58)</b>	<b>(1.00)</b>	<b>(11.06)</b>	<b>(1.66)</b>

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 2020  
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Three months ended		Six months ended	
	30 June		30 June	
	2020	2019	2020	2019
<b>Net loss for the period</b>	(2,141,786)	(203,750)	(3,105,606)	(316,608)
<b>Other comprehensive income items:</b>				
<i>Items that may be reclassified subsequently to statement of income:</i>				
Foreign currency translation differences	(37,675)	(88,124)	(2,855,983)	(154,040)
<i>Items that will not be reclassified subsequently to statement of income:</i>				
Change in fair value of investments in equity instruments at FVTOCI	2,539,932	(203,683)	2,323,981	814,332
Total other comprehensive income items	2,502,257	(291,807)	(532,002)	660,292
<b>Total comprehensive income/ (loss) for the period</b>	360,471	(495,557)	(3,637,608)	343,684
Attributable to:				
Shareholders of the Parent Company	1,177,458	(468,084)	(1,379,283)	367,698
Non-controlling interest	(816,987)	(27,473)	(2,258,325)	(24,014)
	360,471	(495,557)	(3,637,608)	343,684

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 2020**  
**(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Equity attributable to the shareholders of the Parent Company						Non- controlling interest	Total equity
	Share capital	Statutory reserve	Investments revaluation reserve	Foreign currency translation reserve	Accumulated losses	Total		
<b>Balance at 1 January 2019</b>	17,627,690	139,253	1,397,675	(327,181)	(551,477)	18,285,960	4,225,154	22,511,114
Net loss for the period	-	-	-	-	(292,594)	(292,594)	(24,014)	(316,608)
Total other comprehensive income items	-	-	814,332	(154,040)	-	660,292	-	660,292
<b>Balance at 30 June 2019</b>	17,627,690	139,253	2,212,007	(481,221)	(844,071)	18,653,658	4,201,140	22,854,798
<b>Balance at 1 January 2020</b>	17,627,690	139,253	2,263,618	1,547,541	(972,891)	20,605,211	7,398,434	28,003,645
Net loss for the period	-	-	-	-	(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	(1,102,331)	(532,002)
<b>Balance at 30 June 2020</b>	17,627,690	139,253	4,587,599	(206,111)	(2,922,503)	19,225,928	5,140,109	24,366,037

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 2020  
(Unaudited)**

(All amounts in Kuwaiti Dinars)

	Note	Six months ended	
		30 June	
		2020	2019
<b>Cash flows from operating activities</b>			
Net loss for the period		(3,105,606)	(316,608)
<i>Adjustments:</i>			
Net gains from investments		-	(13,765)
Depreciation		54,115	
Interest income		(484)	(4,887)
End of service indemnity provision		777	9,351
Operating losses before changes in working capital		(3,051,198)	(325,909)
Property held for trading		(25,126)	-
Trade and other receivables		110,579	(98,328)
Investments at fair value through profit or loss		-	617,190
Trade and other payables		3,298,049	230,892
End of service indemnity- paid		-	(117,987)
Net cash generated from operating activities		332,304	305,858
<b>Cash flows from investing activities</b>			
Dividends income received		-	8,721
Interest income received		484	4,887
Paid for develop investment properties		(390,717)	(566,237)
Net cash used in investing activities		(390,233)	(552,629)
<b>Cash flows from financing activities</b>			
Payment of cash dividends		(1,692)	(19,608)
(Paid)/ proceed from long term loan		(154,316)	441,225
Net cash (used in)/ generated from financing activities		(156,008)	421,617
<b>Net change in cash and cash equivalents</b>		(213,937)	174,846
Impact of foreign currency translation		509	-
<b>Cash and cash equivalents at the beginning of the period</b>		756,986	879,159
<b>Cash and cash equivalents at the end of the period</b>	7	543,558	1,054,005

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 2020  
(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 11), known collectively as "the Group".

These interim condensed consolidated financial information were authorized for issuance by the Board of Directors on 13 August 2020.

**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 2019.

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 2020 are not necessarily indicative of results that may be expected for the year ending 31 December 2020. For further information, refer to the consolidated financial statements and its related notes for the year ended 31 December 2019.

**2.2 Significant accounting policies**

The accounting policies used in preparing the interim condensed consolidated financial information similar to those used in the preparation of consolidated financial statements for the year ended 31 December 2019 except for the effect of the adoption of certain new and revised standards, that became effective in the current period as set out below.

**2.2.1 New and amended standards adopted by the Group**

Effective for annual periods beginning on or after 1 January 2020

**Effective for  
annual periods  
beginning on or after**

Definition of Material - Amendments to IAS 1 *Presentation of Financial Statements* and IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* 1 January 2020

The new definition states that, 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity'.

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2020  
(Unaudited)**

(All amounts in Kuwaiti Dinars unless otherwise stated)

**Effective for  
annual periods  
beginning on or after**

1 January 2020

**Definition of a Business – Amendments to IFRS 3 *Business Combinations***

The amendments clarify that to be considered a business, an integrated set of activities and assets must include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create output. IASB also clarify that a business can exist without including all of the inputs and processes needed to create outputs. That is, the inputs and processes applied to those inputs must have 'the ability to contribute to the creation of outputs' rather than 'the ability to create outputs'.

**Amendments to References to the Conceptual Framework in IFRS Standards**

1 January 2020

Amendments to References to the Conceptual Framework in IFRS Standards related IFRS 2, IFRS 3, IFRS 6, IFRS 14, IAS 1, IAS 8, IAS 34, IAS 37, IAS 38, IFRIC 12, IFRIC 19, IFRIC 20, IFRIC 22, and SIC-32 to update those pronouncements with regard to references to and quotes from the framework or to indicate where they refer to a different version of the Conceptual Framework.

**IFRS 7 Financial Instruments: Disclosures and IFRS 9 – Financial Instruments**

1 January 2020

Amendments regarding pre-replacement issues in the context of the IBOR reform

Amendments to IFRSs which are effective for annual accounting period starting from 1 January 2020 did not have any material impact on the accounting policies, financial position or performance of the Group.

**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.

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

	Fair value as at			Fair value hierarchy	Valuation technique(s) and Key input(s)
	30 June 2020	31 December 2019	30 June 2019		
<b>(Audited)</b>					
<b>Equity instruments designated at FVTOCI:</b>					
Foreign quoted shares	5,533,352	3,165,978	3,113,303	Level 1	Closing price
Local unquoted shares	168,825	212,218	213,282	Level 2	Comparative market price for similar assets
Foreign unquoted shares	568,848	571,771	568,542	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. Judgment and estimates**

**Changes in judgements and estimation uncertainty**

The critical judgements and estimates used in the preparation of this interim condensed financial information are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2019 except for the changes highlighted below:

*Fair value measurements and valuation techniques*

Subsequent to the year end, the COVID-19 pandemic and downturn in global economy has effected the fair value of the unquoted investments. Accordingly, the management has updated the fair value studies for the unquoted shares (note 3). There is no material impact on the interim condensed consolidated financial information.

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2020  
(Unaudited)**

(All amounts in Kuwaiti Dinars unless otherwise stated)

*Revaluation of investment properties*

The Group recognizes the investment properties at fair value and changes in fair value are included in the consolidated statement of income. The Group estimated the fair value as at 30 June 2020 using external valuer for properties. Management believes that there is no material impact as at 30 June 2020

*Commitment and contingent liabilities*

The Group has assessed the impact of any operational disruptions, including any contractual challenged and change in business or commercial relationships among the Group, customers and suppliers, with a view of potential increase in contingent liabilities and commitment and no material impact were noted.

*Going concern*

The Group has performed an assessment of whether there is a going concern in 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 in operational existence and its going concern position remains largely unaffected and unchanged from 31 December 2019. As a result, this considered consolidated interim financial information has been appropriately prepared on a going concern basis.

**5. Investment properties**

	<b>30 June 2020</b>	<b>31 December 2019 (Audited)</b>	<b>30 June 2019</b>
Balance at the beginning of the period/ year	22,669,024	18,165,848	18,165,848
Additions	390,717	2,028,855	566,237
Transfer to property and equipment	-	(721,559)	(693,514)
Foreign currency translation differences	(3,134,417)	3,195,880	(36,935)
Balance at the end of the period/ year	<u>19,925,324</u>	<u>22,669,024</u>	<u>18,001,636</u>

5.1 Investments properties includes lands with an amount of KD 14,349,400 as at 30 June 2020 (KD 16,651,828 as at 31 December 2019, KD 14,109,564 as at 30 June 2019) located in the Syrian Arab Republic.

5.2 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.

5.3 The fair value of the Group's investment properties as at the interim condensed consolidated information date has been arrived at on the basis of a valuation carried out by independent valuer not related to the Group. This valuer is registered, and he has appropriate and recent experience in the valuation of properties in the relevant locations (level 2). In estimating the fair value of the investment properties, their current use was assumed to be highest and best use of these properties.

5.4 Investment properties includes properties with a carrying value of KD 8,444,852 as at 30 June 2020 (KD 9,736,610 as at 31 December 2019, KD 8,307,939 as at 30 June 2019) mortgaged against a term loan denominated by Syrian pounds withdrawn from a local bank in the Syrian Arab Republic.

**6. Financial investments at FVTOCI**

	<b>30 June 2020</b>	<b>31 December 2019 (Audited)</b>	<b>30 June 2019</b>
Foreign quoted shares	5,533,352	3,165,978	3,113,303
Local unquoted shares	168,825	212,218	213,282
Foreign unquoted shares	662,800	665,723	662,494
	<u>6,364,977</u>	<u>4,043,919</u>	<u>3,989,079</u>

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

6.2 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.



**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2020 (Unaudited)**

(All amounts in Kuwaiti Dinars unless otherwise stated)

**7. Cash and cash equivalents**

	<b>30 June 2020</b>	<b>31 December 2019 (Audited)</b>	<b>30 June 2019</b>
Cash at banks	490,005	703,942	855,915
Term deposits	53,553	53,044	198,090
	543,558	756,986	1,054,005
Expected credit losses	(53,467)	(52,642)	-
	<u>490,091</u>	<u>704,344</u>	<u>1,054,005</u>

As at 30 June 2020, the annual interest rate on term deposits is 2% (2.5% as at 31 December 2019, 2.5% as at 30 June 2019).

**8. Trade and other payables**

	<b>30 June 2020</b>	<b>31 December 2019 (Audited)</b>	<b>30 June 2019</b>
Due from related parties	4,080,980	1,643,953	3,385,417
Advances from customers	1,824,952	1,698,109	1,183,177
Trade payables	744,812	348,565	60,926
Accrued dividends	36,898	38,590	45,210
Other credit balances	50,197	107,743	53,005
	<u>6,737,839</u>	<u>3,836,960</u>	<u>4,727,735</u>

**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:

	<b>Three months ended 30 June</b>		<b>Six months ended 30 June</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Net loss for the period attributable to the shareholders of the Parent Company	(1,336,706)	(176,277)	(1,949,612)	(292,594)
Weighted average number of shares outstanding and paid (share)	176,276,900	176,276,900	176,276,900	176,276,900
<b>Loss per share (fils)</b>	<u>(7.58)</u>	<u>(1.00)</u>	<u>(11.06)</u>	<u>(1.66)</u>

**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 2020. The following are the transactions and balances resulted from these transactions:

Transaction	<b>Three months ended 30 June</b>		<b>Six months ended 30 June</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Key management benefits	17,050	39,725	38,125	79,993

	<b>30 June 2020</b>	<b>31 December 2019 (Audited)</b>	<b>30 June 2019</b>
<b>Balances</b>			
Key management benefits	18,442	1,424	33,694
Trade and other payables	4,080,980	1,643,953	3,385,417

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 2020 (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 2020	31 December 2019 (Audited)	30 June 2019		
Kuwait Syrian Real Estate Company	W.L.L	100	100	100	Real Estate	Kuwait
Syrian Kuwait Limited Company	W.L.L	100	100	100	Trading and tourist services	Syria
Al-Naser Gardens Holding Company	Holding	60.98	60.98	60.98	Holding	Kuwait
- Al-Naser Gardens Real Estate Company	W.L.L	99	99	99	Real Estate	Kuwait
- New Faihaa Shareholding Company	Shareholding	75.1	75.1	100	General	Syria
- Al-Naser Garden Syrian Company	Shareholding	97.9	97.9	97.9	Trading General	Syria
- Kuwait Lebanon Real Estate Development Company	Offshore	100	100	100	Trading and tourist services	Lebanon

The financial information of the subsidiaries has been consolidated based on interim condensed financial information (unaudited) as at 30 June 2020.

Subsidiaries total assets amounted to KD 23,631,797 as at 30 June 2020 (KD 26,839,994 as at 31 December 2019, KD 22,398,854 as at 30 June 2019) and its losses amounted to KD 3,039,062 during the period ended 30 June 2020 (KD 149,714 losses for the period ended 30 June 2019).

**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 2019			
	Investment	Real-estate	Other	Total
Segment revenue	41,813	86,835	581	129,229
Segment expenses	(208,707)	(236,328)	(802)	(445,837)
Segment results	(166,894)	(149,493)	(221)	(316,608)
Segment assets	5,671,212	22,325,797	73,063	28,070,072
Segment liabilities	142,223	5,072,301	750	5,215,274
	Six months ended 30 June 2020			
	Investment	Real-estate	Other	Total
Segment revenue	24,606	57,848	-	82,454
Segment expenses	(91,150)	(3,095,407)	(1,503)	(3,188,060)
Segment results	(66,544)	(3,037,559)	(1,503)	(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

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2020 (Unaudited)**

*(All amounts in Kuwaiti Dinars unless otherwise stated)*

Geographical distribution of assets and liabilities:

	<b>30 June 2019</b>			
	<b>Kuwait</b>	<b>Syria</b>	<b>Lebanon</b>	<b>Total</b>
Assets	4,894,349	22,889,685	286,038	28,070,072
Liabilities	144,775	3,962,682	1,107,817	5,215,274
	<b>31 December 2019 (Audited)</b>			
	<b>Kuwait</b>	<b>Syria</b>	<b>Lebanon</b>	<b>Total</b>
Assets	4,554,235	27,610,196	282,041	32,446,472
Liabilities	84,368	2,722,634	1,635,825	4,442,827
	<b>30 June 2020</b>			
	<b>Kuwait</b>	<b>Syria</b>	<b>Lebanon</b>	<b>Total</b>
Assets	4,503,458	26,772,499	280,247	31,556,204
Liabilities	84,910	5,332,713	1,772,544	7,190,167

The Group's assets amounting to KD 26.8 Million as at 30 June 2020 which represent 85% from the Group's Assets is in Syria (KD 27.6 Million as at 31 December 2019 which represent 85% 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 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**

	<b>30 June 2020</b>	<b>31 December 2019 (Audited)</b>	<b>30 June 2019</b>
Projects in progress commitments	894,988	1,166,491	2,024,024

**14. Dividends**

On 10 June 2020, the general assembly for the shareholders of the Parent Company approved the audited consolidated financial statements for the year ended 31 December 2019, also approved the followings:

- Not to distribute cash dividends to the shareholders for year 2019 (Nil - 2018).
- Not to distribute Board of Directors remuneration.