

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**And its subsidiaries**  
**State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)**  
**And Review Report for the Nine Month Period Ended 30 September 2019**

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**And its subsidiaries**  
**State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)**  
**And review report for the nine month period ended 30 September 2019**

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**Report on Review of the Interim Condensed Consolidated Financial Information**  
**The Board of Directors**  
**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**State of Kuwait**

*Introduction*

We have reviewed the interim condensed consolidated financial information of Dar Al-Thuraya Real Estate Co. K.S.C. (Public) ("the Parent Company") and its subsidiaries (together referred to as "the Group") which comprise the interim condensed consolidated statement of financial position as at 30 September 2019, and the interim condensed consolidated statements of income, income and other comprehensive income, changes in equity, and cash flows for the nine month period then ended. The preparation and fair presentation of this interim condensed consolidated financial information is the responsibility of the Parent Company's management in accordance with IAS 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 the 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 34 "Interim Financial Reporting".

**Report on Other Legal and Regulatory Requirements**

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that nothing has come to our attention indicating occurrence of contraventions during the nine month period ended 30 September 2019, of the Companies' Law No. 1 of 2016 and its executive regulations, as amended, or of the Parent Company's memorandum of incorporation and articles of association, as amended, during the nine month period ended 30 September 2019 that might have had a material effect on business of the Group or on its interim condensed consolidated financial position.



**Faisal Saqer Al Saqer**  
**License No. 172 "A"**  
**BDO Al Nisf & Partners**

**Kuwait: 7 November 2019**

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**And its subsidiaries**  
**State of Kuwait**

**Interim Condensed Consolidated Statement of Financial Position (Unaudited)**  
**As at 30 September 2019**

	Notes	30 September 2019 KD	31 December 2018 (Audited) KD	30 September 2018 KD
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment		1,015	305,352	6,583,094
Right of utilization		-	150	150
Intangible assets		-	251,250	382,471
Investment properties	4	2,445,000	19,523,000	13,823,639
Financial assets at fair value through other comprehensive income		-	1	3,873
Due from related parties	5	1,120,056	-	206,041
		<u>3,566,071</u>	<u>20,079,753</u>	<u>20,999,268</u>
<b>Current assets</b>				
Inventories		188,234	468,660	409,976
Trade and other receivables	6	12,249,751	609,753	884,791
Financial assets at fair value through profit or loss	7	364,005	-	-
Cash and bank balances	8	1,577,009	1,993,144	256,897
		<u>14,378,999</u>	<u>3,071,557</u>	<u>1,551,664</u>
<b>Total assets</b>		<u>17,945,070</u>	<u>23,151,310</u>	<u>22,550,932</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Share capital		14,650,000	14,650,000	14,650,000
Statutory reserve		866,845	866,845	866,845
Voluntary reserve		866,845	866,845	866,845
Change of fair value reserve for financial assets at fair value through other comprehensive income		-	(705)	936
Accumulated losses		(733,475)	(1,515,756)	(1,718,223)
<b>Equity attributable to shareholders of the Parent Company</b>		<u>15,650,215</u>	<u>14,867,229</u>	<u>14,666,403</u>
Non-controlling interests		3,578	23,152	20,824
<b>Total equity</b>		<u>15,653,793</u>	<u>14,890,381</u>	<u>14,687,227</u>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Employees' end of service indemnity		27,018	193,678	515,654
Due to related parties	5	2,100,655	6,008,373	5,234,166
		<u>2,127,673</u>	<u>6,202,051</u>	<u>5,749,820</u>
<b>Current liabilities</b>				
Ijara payable	9	-	1,852,881	1,824,372
Other credit balances		163,604	205,997	289,513
		<u>163,604</u>	<u>2,058,878</u>	<u>2,113,885</u>
<b>Total liabilities</b>		<u>2,291,277</u>	<u>8,260,929</u>	<u>7,863,705</u>
<b>Total equity and liabilities</b>		<u>17,945,070</u>	<u>23,151,310</u>	<u>22,550,932</u>

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

**Ahmad Abdurazzaq Albahr**  
*Chairman*

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**And its subsidiaries**  
**State of Kuwait**

**Interim Condensed Consolidated Statement of Income (Unaudited)**  
**For the Nine month period ended 30 September 2019**

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2019 KD	2018 KD	2019 KD	2018 KD
<b>Continuing operations:</b>					
Net rental income	10	94,084	191,673	411,164	555,012
Other income		-	701	7,130	80,087
Loss from sale of investment properties	4	(323,000)	-	(133,000)	-
Unrealized losses from financial assets at fair value through profit or loss		(5,682)	-	(5,682)	-
Realized losses on sale of financial assets at fair value through profit or loss		(43,244)	-	(43,244)	-
General and administrative expenses		(36,719)	(69,982)	(137,801)	(214,256)
Finance costs		(10,634)	(28,471)	(63,584)	(85,618)
Depreciation and amortization		(73)	(1,609)	(221)	(4,799)
<b>Profit for the period from continuing operations before contributions to National Labor Support Tax and Zakat</b>		<b>(325,268)</b>	<b>92,312</b>	<b>34,762</b>	<b>330,426</b>
National Labour Support Tax		4,636	(3,731)	(11,250)	(11,449)
Zakat		1,854	(1,493)	(4,500)	(4,580)
<b>Profit for the period from continuing operations</b>		<b>(318,778)</b>	<b>87,088</b>	<b>19,012</b>	<b>314,397</b>
<b>Discontinued operations:</b>					
Profit from discontinued operations	3	485,153	56,094	762,752	113,598
<b>Net profit for the period</b>		<b>166,375</b>	<b>143,182</b>	<b>781,764</b>	<b>427,995</b>
<b>Attributable to:</b>					
Shareholders of the Parent Company		169,095	147,191	782,281	432,884
Non-controlling interests		(2,720)	(4,009)	(517)	(4,889)
<b>Net profit for the period</b>		<b>166,375</b>	<b>143,182</b>	<b>781,764</b>	<b>427,995</b>
<b>Basic and diluted earnings per share for the period from the continuing and discontinued operations attributable to the shareholders of the Parent Company (fils)</b>	11	<b>1.15</b>	<b>1.00</b>	<b>5.34</b>	<b>2.95</b>
<b>Basic and diluted (loss) / earnings per share for the period from the continuing operations attributable to the shareholders of the Parent Company (fils)</b>	11	<b>(2.16)</b>	<b>0.62</b>	<b>0.13</b>	<b>2.18</b>
<b>Basic and diluted earnings per share for the period from the discontinued operations attributable to the shareholders of the Parent Company (fils)</b>	11	<b>3.31</b>	<b>0.38</b>	<b>5.21</b>	<b>0.78</b>

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

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**And its subsidiaries**  
**State of Kuwait**

**Interim Condensed Consolidated Statement of Income and Other Comprehensive Income (Unaudited)**  
**For the Nine month period ended 30 September 2019**

	<b>Three months ended 30 September</b>		<b>Nine months ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>	<b>KD</b>
Net profit for the period	166,375	143,182	781,764	427,995
Other comprehensive income items:				
<i>Items that will not be reclassified subsequently in the interim condensed consolidated statement of income:</i>				
Change in fair value of Financial assets at fair value through other comprehensive income	705	747	705	1,210
Total comprehensive income	705	747	705	1,210
<b>Total comprehensive income for the period</b>	<b>167,080</b>	<b>143,929</b>	<b>782,469</b>	<b>429,205</b>
<b>Attributable to:</b>				
Shareholders of the Parent Company	169,800	147,938	782,986	434,094
Non-controlling interests	(2,720)	(4,009)	(517)	(4,889)
<b>Total comprehensive income for the period</b>	<b>167,080</b>	<b>143,929</b>	<b>782,469</b>	<b>429,205</b>

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

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
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**Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)**  
**For the Nine month period ended 30 September 2019**

	Share capital	Statutory reserve	Voluntary reserve	Change of fair value reserve for financial assets at fair value through other comprehensive income	Accumulated losses	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
	KD	KD	KD	KD	KD	KD	KD	KD
As at 1 January 2019	14,650,000	866,845	866,845	(705)	(1,515,756)	14,867,229	23,152	14,890,381
Net profit / (loss) for the period	-	-	-	-	782,281	782,281	(517)	781,764
Total comprehensive income	-	-	-	705	-	705	-	705
Total comprehensive income / (loss) for the period	-	-	-	705	782,281	782,986	(517)	782,469
Impact of disposal of a subsidiary	-	-	-	-	-	-	(19,057)	(19,057)
As at 30 September 2019	14,650,000	866,845	866,845	-	(733,475)	15,650,215	3,578	15,653,793
As at 1 January 2018	14,650,000	866,845	866,845	(274)	(2,151,107)	14,232,309	21,132	14,253,441
Net profit/(loss) for the period	-	-	-	-	432,884	432,884	(4,889)	427,995
Total comprehensive income	-	-	-	1,210	-	1,210	-	1,210
Total comprehensive income / (loss) for the period	-	-	-	1,210	432,884	434,094	(4,889)	429,205
Effect of change in non-controlling interests	-	-	-	-	-	-	4,581	4,581
As at 30 September 2018	14,650,000	866,845	866,845	936	(1,718,223)	14,666,403	20,824	14,687,227

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



**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
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**Interim Condensed Consolidated Statement of Cash Flows (Unaudited)**  
**For the Nine month period ended 30 September 2019**

	<b>Nine months ended 30 September</b>	
	<b>2019</b>	<b>2018</b>
	<b>KD</b>	<b>KD</b>
<b>Operating activities</b>		
Net profit for the period	781,764	427,995
<i>Adjustments for:</i>		
Depreciation and amortization	33,373	130,798
Finance costs	63,584	85,618
Loss from sale of investment properties	133,000	-
Profit on sale of a subsidiary	(346,703)	-
Unrealized losses from financial assets at fair value through profit or loss	5,682	-
Realized losses on sale of financial assets at fair value through profit or loss	43,244	-
Impairment on available for sale financial assets	-	703
Losses from sale of property, plant and equipment	-	29,423
Employees' end of service indemnity	38,632	46,170
	<u>752,576</u>	<u>720,707</u>
<i>Changes in working capital:</i>		
Financial assets at fair value through profit or loss	(415,531)	-
Inventories	(106)	2,137
Trade and other receivables	(57,993)	(55,139)
Due from / to related parties - net	(5,027,774)	(778,770)
Other credit balances	84,033	(221,349)
<b>Cash used in operations</b>	<u>(4,664,795)</u>	<u>(332,414)</u>
Payment of employees' end of service indemnity	(77,264)	(25,579)
<b>Net cash flows used in operating activities</b>	<u>(4,742,059)</u>	<u>(357,993)</u>
<b>Investing activities</b>		
Paid for the acquisition of property, plant and equipment	-	(22,002)
Proceeds from sale of property, plant and equipment	-	22,485
Proceeds from sale of investment properties	8,920,000	500,000
Paid for purchase of investment properties	(2,445,000)	(8,839)
<b>Net cash flows generated from investing activities</b>	<u>6,475,000</u>	<u>491,644</u>
<b>Financing activities</b>		
Net movement in Ijara payables	(1,762,981)	(229,681)
Finance costs paid	(153,484)	(85,618)
Net movement in non-controlling interests	20,345	4,581
<b>Net cash flows used in financing activities</b>	<u>(1,896,120)</u>	<u>(310,718)</u>
Net decrease in cash and bank balances	(163,179)	(177,067)
Impact of disposal of a subsidiary (Note 3)	(252,956)	-
Bank balances and cash at beginning of the period	1,993,144	433,964
<b>Cash and bank balances at end of the period (Note 8)</b>	<u>1,577,009</u>	<u>256,897</u>

The Group has the following non-cash transactions during the period, which is not reflected in the interim condensed consolidated statement of cash flows:

	<b>Note</b>	<b>Nine months ended 30 September</b>	
		<b>2019</b>	<b>2018</b>
		<b>KD</b>	<b>KD</b>
<b>Non-cash transactions</b>			
Amounts due from sale of investment properties	6	4,875,000	-
Investment property transferred to a related party		-	150,000

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



**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
**And its subsidiaries**  
**State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the Nine month period ended 30 September 2019

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**1. General Information**

Dar Al-Thuraya Real Estate Co. K.S.C. (Public) ("the Parent Company") was incorporated on 30 May 2004 in accordance with provisions of Companies Law, and was registered with the commercial register on 5 June 2004 under No. 101003

The objectives for which the Parent Company is established in accordance with the Islamic Sharia are as follows:

- Owning, selling, purchasing, developing real estate and land plots for the Company's account in the State of Kuwait or abroad in addition to third party management, without violation of the provisions stipulated in the applicable laws, and their restriction on trading in private housing plots as stated there in.
- Acquiring, selling and purchasing shares and bonds of the real estate companies only in favour of the Company inside and outside Kuwait.
- Preparing studies and providing consultancy in real estate sector in all its types provided that meeting the required terms as for who carries out this profession.
- Carrying out maintenance works related to the buildings and properties owned by the Company and others, including maintenance works and carrying out civil, mechanical and electrical works, elevators and air conditioning works in such a way that maintains buildings and their safety.
- Organizing real estate exhibitions for the Company's real estate projects in accordance with the regulations applied in the Ministry.
- Arranging real estate auctions as per the Ministry regulations.
- Acquisition and management of commercial and residential complexes.
- Using the financial surplus available with the Company via investing the same in portfolios managed by specialized companies and entities.
- Direct contribution in the infrastructure of residential, commercial and industrial areas and projects through (B.O.T) system and management of real estate facilities under the same system.

The Parent Company carries out the above activities directly in the State of Kuwait and abroad, for itself or through agency. The Parent Company may have interest or participate in entities with similar activities or that may help the Company achieving its objectives inside State of Kuwait or abroad. The Parent Company may also establish, participate in, or purchase these entities or affiliate them.

The Parent Company's shares were listed on Boursa Kuwait on 18 August 2009.

The Company's registered office is situated at P.O. Box 1376 Safat, 13014 - State of Kuwait.

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

The Parent Company is a subsidiary of Al Madar Finance and Investment Company K.S.C. (Public) (the "Parent Company"), which is listed in Boursa Kuwait, and is a subsidiary of Al Thekair General Trading and Contracting Company S.P.C. (the "Ultimate Parent Company").

The interim condensed consolidated financial information of Dar Al-Thuraya Real Estate Co. K.S.C. (Public) and its subsidiaries ("the Group") for the nine month period ended 30 September 2019 were authorized for issue by the Parent Company's board of directors on 7 November 2019.

**Dar Al-Thuraya Real Estate Co. K.S.C. (Public)**  
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**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
**For the Nine month period ended 30 September 2019**

**2. Basis of Preparation**

This interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The interim condensed consolidated 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 2019 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2019. For further information, refer to the Company's annual audited consolidated financial statements for the year ended 31 December 2018.

The interim condensed consolidated financial information is presented in Kuwaiti Dinars (KD), which is the functional currency.

The same accounting policies and calculation methods adopted in the consolidated financial statements for the year ended 31 December 2018 were adopted in the preparation of the interim condensed consolidated financial information, except for the adoption of the following new standards and amendments effective as of 1 January 2019. The nature and the effect of these changes are disclosed below. Although these new standards and amendments will be applied for the first time in 2019, they do not have a material impact on the annual consolidated financial statements of the Group or the interim condensed consolidated financial information of the Group as follows:

- IFRS 16: Leases.
- Amendments to IFRS 9: Benefits of advance payment with negative compensation.
- Amendments to IAS (28): Long-term Investments in Associates and Joint Ventures.
- Annual Improvements to IFRSs 2015-2017 Cycle (issued on December 2017) on the following:
  - IFRS 3 - Business combinations
  - IFRS 11 - Joint arrangements
  - IAS 23 - Borrowing Costs

**3. Subsidiaries**

The details of subsidiaries are as follows:

Company's name	Country of incorporation	Shareholding			Activity
		30 September 2019	31 December 2018 (Audited)	30 September 2018	
Althuraya Star Co. - W.L.L.	Kuwait	99%	99%	99%	General trading and contracting
Kuwait Building Real Estate Company - K.S.C. (Closed)	Kuwait	96%	96%	96%	Real estate
Pack & Move Holding - K.S.C. (Closed) (a)	Kuwait	-	99.88%	99.88%	Holding
Golden Madar Real Estate Company - W.L.L.	Kuwait	98%	98%	98%	Real estate

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**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the Nine month period ended 30 September 2019

**3. Subsidiaries (Continued)**

a) During the period ended on 30 September 2019, the Group disposed its interest of 99.88% in its subsidiary "Pack & Move Holding Company K.S.C (Closed)" of KD 7,000,000, which resulted in a profit from sale of subsidiary of KD 346,703.

Below are the details of the carrying value of the subsidiary at the date of disposal:

	KD
<b>Assets</b>	
Property, plant and equipment	270,964
Right of utilization	150
Intangible assets	251,250
Investment properties	5,595,000
Financial assets at fair value through other comprehensive income	1
Inventories	280,532
Trade and other receivables	262,292
Financial assets at fair value through profit or loss	2,600
Cash and bank balances	252,956
<b>Liabilities</b>	
Employees' end of service benefits	(128,028)
Due to related parties	-
Trade payables and other credit balances	(126,426)
<b>Net Assets</b>	6,661,291
The Company's share in Pack & Move Holding Company K.S.C (Closed) (99.88%)	6,653,297
Disposal consideration	7,000,000
Profit on sale of a subsidiary	346,703

b) Below is a summary of business results related to the discontinued operation:

	<b>Three months ended</b>		<b>Nine months ended</b>	
	<b>30 September</b>		<b>30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>	<b>KD</b>
Revenues	353,667	301,170	1,066,810	1,011,012
Expenses	(215,051)	(245,009)	(650,261)	(897,278)
Profit from discontinued operations	138,616	56,161	416,549	113,734
Group's share of discontinued operations profit (99.88%)	138,450	56,094	416,049	113,598
Profit on sale of a subsidiary	346,703	-	346,703	-
	485,153	56,094	762,752	113,598

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**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
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**3. Subsidiaries (Continued)**

c) Net cash flows related to discontinued operations as follows:

	<b>Nine months ended 30 September</b>	
	<b>2019</b>	<b>2018</b>
	<b>KD</b>	<b>KD</b>
Net cash flows from operating activities	24,579	27,321
Net cash flows from investing activities	-	30,552
Net cash flows used in financing activities	(10,427)	(10,200)
Net cash inflows	<u>14,152</u>	<u>47,673</u>

**4. Investment properties**

	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
Balance at begging of the period / year	19,523,000	12,407,999	12,407,999
Additions	2,445,000	-	-
Transferred from projects in progress	-	2,065,639	-
Transferred to a related party	-	-	(150,000)
Transfers from property, plant and equipment	-	5,595,000	-
Change in fair value	-	754,362	-
Disposals	(13,928,000)	(1,300,000)	(500,000)
Effect of disposal of a subsidiary (Note 3)	(5,595,000)	-	-
Balance at end of the period / year	<u>2,445,000</u>	<u>19,523,000</u>	<u>11,757,999</u>
<b>Projects in progress</b>			
Balance at begging of the period / year	-	2,056,801	2,056,801
Additions	-	8,838	8,839
Transfers to investment properties	-	(2,065,639)	-
Balance at end of the period / year	<u>-</u>	<u>-</u>	<u>2,065,640</u>
	<u>2,445,000</u>	<u>19,523,000</u>	<u>13,823,639</u>

During the period ended 30 September 2019, the Group sold investment properties with carrying amount of KD 13,928,000, which resulted in net loss of KD 133,000 recognized in the interim condensed consolidated statement of income.

**5. Balances and transactions with related parties**

Related parties comprise of the Group's shareholders who are members of the Board of Directors, key management personnel, and subsidiaries in which the Parent Company has representatives in their board. In the normal course of business and subject to the approval of the Group's management, transactions were made with such parties during the period ended 30 September 2019. Balances and transactions between the Parent Company and its subsidiaries, which are related parties of the Group, have been eliminated on consolidation and are not disclosed in this note.

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For the Nine month period ended 30 September 2019

**5. Balances and transactions with related parties (Continued)**

Balances due from/to related parties and related party transaction are as follows:

	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Consolidated statement of financial position:</b>			
Due from related parties	1,120,056	-	206,041
Due to related parties	2,100,655	6,008,373	5,234,166
Transaction with related parties:			
Investment property transferred to a related party	-	-	150,000
	<b>Three months ended 30 September</b>	<b>31 December 2018</b>	<b>Nine months ended 30 September</b>
	<b>2019</b>	<b>2018</b>	<b>2019</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Interim condensed consolidated statement of income:</b>			
Senior management benefits and salaries	-	25,860	10,106
			61,307

**6. Trade and other receivables**

	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
Trade receivables	187,285	620,968	537,935
Less: provision for ECLs - Trade receivables	(17,000)	(365,016)	(246,394)
	170,285	255,952	291,541
Accrued rentals	775,766	757,036	781,106
Less: provision for ECLs - accrued rentals	(750,292)	(750,292)	(617,258)
	25,474	6,744	163,848
Amount due from sale of investment properties (a)	4,875,000	-	-
Amount due from sale of a subsidiary (b)	7,000,000	-	-
Advance payments for projects	-	54,802	40,685
Advances for purchase of lands under development	84,128	84,128	-
Accrued revenues	-	50,000	-
Staff receivables	7,892	17,098	14,927
Prepaid expenses	40,429	47,508	229,700
Refundable deposits	46,543	52,843	77,109
Other debit balances	-	40,678	66,981
	<b>12,249,751</b>	<b>609,753</b>	<b>884,791</b>

a) It represents the amounts due from transaction of the Group when it sold some of its investment properties during the period ended 30 September 2019 (Note 4).

b) It represents the amounts due from sale of a subsidiary "Pack & Move Holding" during the period ended 30 September 2019 (Note 3).

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**7. Financial assets at fair value through profit or loss**

	<b>30 September 2019</b>	<b>31 December 2018 (audited)</b>	<b>30 September 2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
Investments in quoted local shares - investment portfolio	364,005	-	-
	<u>364,005</u>	<u>-</u>	<u>-</u>

Valuation techniques of the financial assets at fair value through other comprehensive income are disclosed in Note 14.

**8. Cash and bank balances**

	<b>30 September 2019</b>	<b>31 December 2018 (audited)</b>	<b>30 September 2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
Bank balances	1,576,409	1,979,873	233,326
Cash on hand	600	13,271	23,571
	<u>1,577,009</u>	<u>1,993,144</u>	<u>256,897</u>

Bank balances represent unrestricted current and saving accounts.

The annual average effective return rate on savings accounts was 0.75% as at 30 September 2019 (31 December 2018: 0.78% and 30 September 2018: 0.75%).

**9. Ijara payable**

	<b>30 September 2019</b>	<b>31 December 2018 (audited)</b>	<b>30 September 2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
Ijara payable	-	1,912,800	1,912,800
Future finance costs	-	(59,919)	(88,428)
	<u>-</u>	<u>1,852,881</u>	<u>1,824,372</u>

During the period ended 30 September 2019, the debt due to the bank was settled. Properties related to Ijara payable were sold to a third party (Note 4).

**10. Net rental income**

	<b>Three months ended 30 September</b>		<b>Nine months ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>	<b>KD</b>
Rental income	119,200	218,460	519,120	701,190
Rental costs	(25,116)	(26,787)	(107,956)	(146,178)
	<u>94,084</u>	<u>191,673</u>	<u>411,164</u>	<u>555,012</u>

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**11. Basic and diluted earnings / (loss) per share for the period attributable to the Parent Company's shareholders (fils)**

Basic and diluted earnings per share is computed by dividing net profit for the period attributable to the Parent Company's shareholders by the weighted average number of ordinary shares outstanding during the period.

	<b>Three months ended 30 September</b>		<b>Nine months ended 30 September</b>	
	<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
Net profit for the period attributable to shareholders of the Parent Company (KD)	<u>169,095</u>	<u>147,191</u>	<u>782,281</u>	<u>432,884</u>
(Loss) / profit from the continuing operations attributable to the shareholders of the Parent Company (KD)	<u>(316,058)</u>	<u>91,097</u>	<u>19,529</u>	<u>319,286</u>
Profit from the discontinued operations attributable to the shareholders of the Parent Company (KD)	<u>485,153</u>	<u>56,094</u>	<u>762,752</u>	<u>113,598</u>
Weighted average number of outstanding shares during the period (share)	<u>146,500,000</u>	<u>146,500,000</u>	<u>146,500,000</u>	<u>146,500,000</u>
Basic and diluted earnings per share for the period from the continuing and discontinued operations attributable to the shareholders of the Parent Company (fils)	<u>1.15</u>	<u>1.00</u>	<u>5.34</u>	<u>2.95</u>
Basic and diluted (loss) / earnings per share for the period from the continuing operations attributable to the shareholders of the Parent Company (fils)	<u>(2.16)</u>	<u>0.62</u>	<u>0.13</u>	<u>2.18</u>
Basic and diluted earnings per share for the period from the discontinued operations attributable to the shareholders of the Parent Company (fils)	<u>3.31</u>	<u>0.38</u>	<u>5.21</u>	<u>0.78</u>



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**12. General assembly of shareholders**

The annual general assembly meeting of the shareholders was held on 8 April 2019 and approved the Group's annual consolidated financial statements for the year ended 31 December 2018. It also approved not to distribute dividends and not to distribute board of directors remuneration for the financial year ended 31 December 2018.

The annual general assembly meeting of the shareholders was held on 28 May 2018 and approved the Group's annual consolidated financial statements for the year ended 31 December 2017. It also approved not to distribute dividends and not to distribute the board of directors remuneration for the financial year ended 31 December 2017.

**13. Segmental information**

The management has classified the significant operating segments and services of the Group into the following operating segments under IFRS 8 as follows:

**Operating Segments**

The Group has determined the following three major business segments for internal reporting purposes:

- Investment property sector.
- Financial investment sector.
- Trading and contracting sector.

Financial information on business segments for the period ended 30 September is as follows:

	<b>Investment properties</b>	<b>Financial investments</b>	<b>Other</b>	<b>Total</b>
	KD	KD	KD	KD
<b>2019</b>				
Total revenue	411,164	-	7,130	418,294
Segment results	278,164	(112,510)	(146,642)	19,012
Segment assets	7,345,474	8,941,014	1,658,582	17,945,070
Segment liabilities	2,100,655	-	200,544	2,301,199
<b>2018</b>				
Total revenue	555,012	-	80,087	635,099
Segment results	555,012	(85,618)	(154,997)	314,397
Segment assets	19,574,365	260,770	2,715,797	22,550,932
Segment liabilities	5,234,166	1,824,372	805,167	7,863,705

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**14. Fair Value Measurement**

The fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, Grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (inputs relating to prices).
- Level 3: inputs are unobservable inputs for the asset or liability.

<b>30 September 2019</b>	<b>Level 1 KD</b>	<b>Level 2 KD</b>	<b>Total KD</b>
Financial assets:			
Financial assets at fair value through profit or loss	-	364,005	364,005
	<u>-</u>	<u>364,005</u>	<u>364,005</u>

<b>31 December 2018 (Audited)</b>	<b>Level 1 KD</b>	<b>Level 2 KD</b>	<b>Total KD</b>
Financial assets:			
Financial assets at fair value through other comprehensive income	1	-	1
	<u>1</u>	<u>-</u>	<u>1</u>

<b>30 September 2018</b>	<b>Level 1 KD</b>	<b>Level 2 KD</b>	<b>Total KD</b>
Financial assets:			
Financial assets at fair value through other comprehensive income	3,873	-	3,873
	<u>3,873</u>	<u>-</u>	<u>3,873</u>