

**DAR AL-THURAYA REAL ESTATE COMPANY
K.S.C.P. AND ITS SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)**

31 MARCH 2023





Ernst & Young
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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF DAR AL-THURAYA REAL ESTATE COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Dar Al-Thuraya Real Estate Company K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively, the “Group”) as at 31 March 2023, and the related interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the three-month period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard IAS 34 *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Emphasis of Matter

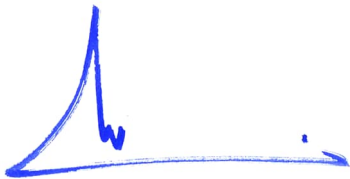
We draw attention to Note 7 in the interim condensed consolidated financial information which states that the Group is the ultimate beneficiary of certain investment properties with a carrying value of KD 1,603,000 (31 December 2022: KD 1,603,000 and 31 March 2022: KD 1,700,000) registered in the name of a related party on behalf of the Group. Our conclusion is not modified in respect of this matter.

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF DAR AL-THURAYA REAL ESTATE COMPANY K.S.C.P. (continued)

Report on Other Legal and Regulatory Matters

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, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, nor of the Parent Company's Articles of Association and Memorandum of Incorporation, as amended, during the three-month period ended 31 March 2023 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 7 of 2010, concerning the Capital Markets Authority and its related regulations during the three-month period ended 31 March 2023 that might have had a material effect on the business of the Parent Company or on its financial position.



BADER A. AL-ABDULJADER
LICENCE NO. 207 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

10 May 2023
Kuwait

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 March 2023

	Notes	Three months ended 31 March	
		2023 KD	2022 KD
INCOME			
Net real estate income	3	107,427	79,973
Net (loss) gain on investments securities	4	(55,857)	26,021
		51,570	105,994
EXPENSES			
Administrative expenses		(38,946)	(32,599)
Finance costs	9	(10,845)	(9,584)
		(49,791)	(42,183)
PROFIT BEFORE TAX			
		1,779	63,811
Contribution to Kuwait Foundation for Advancement of Sciences (KFAS)		(16)	(574)
National Labour Support Tax (NLST)		(35)	(1,618)
PROFIT FOR THE PERIOD			
		1,728	61,619
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD			
		1,728	61,619
BASIC AND DILUTED EARNINGS PER SHARE			
	5	0.012 Fils	0.421 Fils

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2023

	<i>Notes</i>	<i>31 March 2023 KD</i>	<i>(Audited) 31 December 2022 KD</i>	<i>31 March 2022 KD</i>
ASSETS				
Non-current assets				
Investment properties	6	19,914,000	19,914,000	12,450,000
Current assets				
Trade and other receivables	7	73,476	39,031	6,493,177
Financial assets at fair value through profit or loss	11	835,737	891,594	1,012,935
Bank balances and cash		151,418	121,111	111,935
		<u>1,060,631</u>	<u>1,051,736</u>	<u>7,618,047</u>
TOTAL ASSETS		<u><u>20,974,631</u></u>	<u><u>20,965,736</u></u>	<u><u>20,068,047</u></u>
EQUITY AND LIABILITIES				
Equity				
Share capital		14,650,000	14,650,000	14,650,000
Statutory reserve		959,442	959,442	917,748
Voluntary reserve		866,845	866,845	866,845
Retained earnings		793,534	791,806	492,413
Total equity		<u>17,269,821</u>	<u>17,268,093</u>	<u>16,927,006</u>
Liabilities				
Non-current liabilities				
Employees' end of service benefits		23,960	24,332	19,995
Current liabilities				
Other liabilities		3,680,850	3,673,311	3,121,046
Total liabilities		<u>3,704,810</u>	<u>3,697,643</u>	<u>3,141,041</u>
TOTAL EQUITY AND LIABILITIES		<u><u>20,974,631</u></u>	<u><u>20,965,736</u></u>	<u><u>20,068,047</u></u>

Ahmad Abdulrazaq Al-Bahar
Chairman

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2023

	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Voluntary reserve KD</i>	<i>Retained earnings KD</i>	<i>Total equity KD</i>
As at 1 January 2023 (audited)	14,650,000	959,442	866,845	791,806	17,268,093
Total comprehensive income for the period	-	-	-	1,728	1,728
At 31 March 2023	14,650,000	959,442	866,845	793,534	17,269,821
As at 1 January 2022 (audited)	14,650,000	917,748	866,845	430,794	16,865,387
Total comprehensive income for the period	-	-	-	61,619	61,619
At 31 March 2022	14,650,000	917,748	866,845	492,413	16,927,006

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)

For the period ended 31 March 2023

		<i>Three months ended</i>	
		<i>31 March</i>	
	<i>Note</i>	2023	2022
		KD	KD
OPERATING ACTIVITIES			
Profit before tax		1,779	63,811
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Changes in fair value on financial assets at FVPL	4	55,857	15,018
Realised gain on sale of financial assets at FVPL	4	-	(41,039)
Provision for employees' end of service benefits		2,628	900
Finance costs	9	10,845	9,584
		71,109	48,274
<i>Working capital changes:</i>			
Trade and other receivables		(34,445)	(2,960)
Other liabilities		(3,357)	(144,237)
Cash flow from (used in) operations		33,307	(98,923)
Employees' end of service benefits paid		(3,000)	(500)
Net cash flows from (used in) operating activities		30,307	(99,423)
INVESTING ACTIVITIES			
Purchase of financial assets at FVPL		-	(455,476)
Net cash flows used in investing activities		-	(455,476)
NET INCREASE (DECREASE) IN BANK BALANCES AND CASH		30,307	(554,899)
Bank balances and cash at 1 January		121,111	666,834
BANK BALANCES AND CASH AT 31 MARCH		151,418	111,935

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

1.1 CORPORATE INFORMATION

The interim condensed consolidated financial information of Dar Al-Thuraya Real Estate Co. K.S.C. P. (the “Parent Company”) and its subsidiaries (collectively, the “Group”) for the three months ended 31 March 2023 was authorised for issue in accordance with a resolution of the Board of Directors of the Parent Company on 10 May 2023.

The annual general assembly meeting (“AGM”) of the Parent Company for the year ended 31 December 2022 has not been held yet. Accordingly, the shareholders of the Parent Company have not yet approved the consolidated financial statements for the year ended 31 December 2022. The interim condensed consolidated financial information for the three-month period ended 31 March 2023 do not include any adjustments, which might have been required.

The Parent Company is a public shareholding company, incorporated and domiciled in the State of Kuwait, and whose shares are publicly traded in Boursa Kuwait.

The Parent Company’s head office is located at Al Salam Tower, Fahad Al Salem Street, Al Salhia and its registered postal address is P.O. Box 1376, Safat 13014, State of Kuwait.

The Group principally operates in Kuwait and engages in financial investments and properties as detailed in the Group’s annual consolidated financial statements for the year ended 31 December 2022. The principal activities of the Group are described in Note 10.

The Group carries out its activities in accordance with the principles of Islamic Shari’a as approved by the Fatwa and Shari’a board appointed by the Parent Company.

The Parent Company is a subsidiary of Al Madar Investment Company K.S.C.P. (the “Intermediate Parent Company”) listed on Boursa Kuwait. The Intermediate Company is a subsidiary of Al Thekair General Trading and Contracting Company W.L.L. (the “Ultimate Parent Company”).

1.2 GROUP INFORMATION

Subsidiaries

The consolidated financial statements of the Group include:

Name	Principal activities	Country of Incorporation	% equity interest		
			31 March 2023	31 December 2022 (Audited)	31 March 2022
Al Thuraya Star Company W.L.L.	General trading and contracting	Kuwait	100%	100%	100%
Kuwait Building Real Estate Company K.S.C. (Closed) *	Real estate	Kuwait	99%	99%	99%
Golden Madar Real Estate Company W.L.L.	Real estate	Kuwait	100%	100%	100%

* The remaining shares in this subsidiary is held by other parties on behalf of the Group. Therefore, the effective ownership of the Group in this subsidiary is 100%.

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP’S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard 34: “*Interim Financial Reporting*” (“IAS 34”). The Group has prepared the interim condensed consolidated financial information on the basis that it will continue to operate as a going concern. The management considers that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES (continued)

2.1 Basis of preparation (continued)

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at and for the year ended 31 December 2022.

2.2 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022, except for the adoption of new standards effective as of 1 January 2023. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments and interpretations apply for the first time in 2023, but do not have an impact on the interim condensed consolidated financial information of the Group.

Definition of Accounting Estimates - Amendments to IAS 8

The amendments to IAS 8 clarify the distinction between changes in accounting estimates, and changes in accounting policies and the correction of errors. They also clarify how entities use measurement techniques and inputs to develop accounting estimates.

These amendments had no impact on the interim condensed consolidated financial information.

Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2

The amendments to IAS 1 and IFRS Practice Statement 2 *Making Materiality Judgements* provide guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments had no impact on the Group's interim condensed consolidated financial information, but are expected to affect the accounting policy disclosures in the Group's annual consolidated financial statements.

3 NET REAL ESTATE INCOME

	<i>Three months ended</i>	
	<i>31 March</i>	
	2023	2022
	KD	KD
Rental income arising from operating leases on investment properties	111,385	81,765
Property operating expenses	(3,958)	(1,792)
	107,427	79,973

4 NET (LOSS) GAIN ON INVESTMENTS SECURITIES

	<i>Three months ended</i>	
	<i>31 March</i>	
	2023	2022
	KD	KD
Changes in fair value of financial assets at FVPL	(55,857)	(15,018)
Realised (loss) gain on sale of financial assets at FVPL	-	41,039
	(55,857)	26,021

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

5 EARNINGS PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is calculated by dividing the profit by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted EPS are identical.

	<i>Three months ended</i>	
	<i>31 March</i>	
	2023	2022
Profit for the period (KD)	1,728	61,619
Weighted average number of ordinary shares outstanding during the period (shares)	146,500,000	146,500,000
Basic and diluted EPS (fils)	0.012	0.421

There have been no transactions involving ordinary shares between the reporting date and the date of authorisation of this interim condensed consolidated financial information which would require the restatement of EPS.

6 INVESTMENT PROPERTIES

	<i>(Audited)</i>		
	31 March	<i>31 December</i>	<i>31 March</i>
	2023	2022	2022
	KD	KD	KD
As at the beginning of the period/ year	19,914,000	12,450,000	12,450,000
Additions	-	848,000	-
Reinstated properties upon revocation of sale contract (Refer to Note 7 for further details)	-	6,381,900	-
Capital expenditure on owned property	-	55,452	-
Change in fair value in investment properties	-	178,648	-
As at the end of the period/ year	19,914,000	19,914,000	12,450,000

Included within investment properties an income generating developed property in the State of Kuwait with a carrying value of KD 1,603,000 (31 December 2022: KD 1,603,000 and 31 March 2022: KD 1,700,000) which is financed through an Islamic profit-bearing loan payable to a related party amounting to KD 1,054,943 as at 31 March 2023 (31 December 2022: KD 1,044,099 and 31 March 2022: KD 1,050,880) included under other liabilities in the interim condensed consolidated statement of financial position. The property is registered in the name of a related party (shareholder of the Ultimate Parent Company) who has confirmed in writing through an irrevocable power of attorney that the risks and rewards associated with the property lies with the Group (Note 9).

The Group's investment property portfolio consists of the following:

	<i>(Audited)</i>		
	31 March	<i>31 December</i>	<i>31 March</i>
	2023	2022	2022
	KD	KD	KD
Properties under development	10,805,000	10,805,000	10,750,000
Developed properties	9,109,000	9,109,000	1,700,000
	19,914,000	19,914,000	12,450,000

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

6 INVESTMENT PROPERTIES (continued)

The valuations of investment properties were performed at 31 December by two accredited independent valuers with recognised and relevant professional qualification and experience in the locations and categories of the investment properties being valued. As required by the Capital Market Authority (CMA), the Group has selected the lower of these valuations. The valuation models applied are consistent with the principles in IFRS 13 and fair value is determined using a mix of the income capitalisation method and the market comparison approach considering the nature and usage of each property. Valuation of the Group's investment property portfolio is performed on an annual basis as management believes that there are no significant circumstances that have arisen during the interim reporting period, which may have a material impact on fair value.

7 PREPAYMENTS AND OTHER RECEIVABLES

	<i>31 March</i> <i>2023</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2022</i> <i>KD</i>	<i>31 March</i> <i>2022</i> <i>KD</i>
Tenant receivables	17,284	-	2,169
Receivables from sale of investment properties	-	-	6,381,900
Prepaid expenses	20,817	34,406	34,038
Refundable deposits	31,375	-	27,000
Other receivables	4,000	4,625	48,070
	<u>73,476</u>	<u>39,031</u>	<u>6,493,177</u>

8 COMMITMENTS AND CONTINGENCIES

8.1 Capital commitments

As at 31 March 2023, the Group had agreed construction contracts with third parties and is consequently committed to future capital expenditure in respect of investment property under development of KD Nil (31 December 2022: KD Nil and 31 March 2022: KD 1,021,812). There are no contractual commitments in respect of completed investment property.

8.2 Contingent liabilities

The Group had no material contingent liabilities as at 31 March 2023, 31 December 2022 and 31 March 2022.

9 RELATED PARTY DISCLOSURES

These represent transactions with certain parties (associates, major shareholders, directors and executive officers of the Group, close members of their families and entities of which they are principal owners or over which they are able to exercise control or significant influence) entered into by the group in the ordinary course of business. Pricing policies and terms of these transactions are approved by the Parent Company's management.

The following table provides the total amount of transactions that have been entered into with related parties during the three months ended 31 March 2023 and 2022, as well as balances with related parties as at 31 March 2023, 31 December 2022 and 31 March 2022:

	<i>Other related</i> <i>party</i> ¹ <i>KD</i>	<i>Intermediate</i> <i>Parent</i> <i>Company</i> ² <i>KD</i>	<i>31 March</i> <i>2023</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2022</i> <i>KD</i>	<i>31 March</i> <i>2022</i> <i>KD</i>
<i>Statement of financial position</i>					
Other liabilities	<u>1,054,943</u>	<u>2,501,566</u>	<u>3,556,509</u>	<u>3,550,049</u>	<u>3,030,143</u>

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

9 RELATED PARTY DISCLOSURES (continued)

¹ Other related party includes an amount of KD 1,054,943 due to a major shareholder of the Ultimate Parent Company (31 December 2022: KD 1,044,099 and 31 March 2022: KD 1,050,880), bearing a fixed interest rate of 3.8% (31 March 2022: 3.8%). The amount represents financing the purchase of an investment property. The amount is repayable on maturity on 30 June 2023 and is therefore classified as a current liability. The Group had incurred finance costs amounting to KD 10,845 for the three months ended 31 March 2023 (31 March 2022: KD 9,584).

² Amounts due to a related party are unsecured, interest free and have no fixed repayment schedule. There have been no guarantees provided or received for related party payables.

Transactions with key management personnel

Key management personnel comprise of the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Group. The aggregate value of transactions and outstanding balances related to key management personnel were as follows.

	<i>Transaction values for the three months ended</i>		<i>Balance outstanding as at</i>		
	<i>31 March 2023</i>	<i>31 March 2022</i>	<i>31 March 2023</i>	<i>31 December 2022</i>	<i>31 March 2022</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Salaries and other short-term benefits	8,663	8,520	18,602	16,368	15,696
Employees end of service benefits	1,301	1,285	12,406	16,604	13,121
	9,964	9,805	31,008	32,972	28,816

10 SEGMENT INFORMATION

For management purposes, the Group is organised into three major business segments. The principal activities and services under these segments are as follows:

- ▶ **Real estate:** Buying, selling, capital appreciation and investing in real estate
- ▶ **Investment:** investment in subsidiaries, associates and equity securities
- ▶ **Other unallocated items:** assets, liabilities, revenues and expenses that are not allocated to the above segments

	<i>31 March 2023</i>			
	<i>Real estate</i>	<i>Investment</i>	<i>Other unallocated items</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Assets	19,931,284	835,738	207,610	20,974,631
Liabilities	1,107,943	338	2,596,529	3,704,810
Income	107,427	(55,857)	-	51,570
Segment profit (loss)	107,427	(55,857)	(49,842)	1,728

Dar Al-Thuraya Real Estate Company K.S.C. P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

10 SEGMENT INFORMATION (continued)

	31 March 2022			
	<i>Real estate KD</i>	<i>Investment KD</i>	<i>Other unallocated items KD</i>	<i>Total KD</i>
Assets	18,855,182	1,059,790	153,075	20,068,047
Liabilities	1,053,880	338	2,086,823	3,141,041
Income	79,973	26,021	-	105,994
Segment profit (loss)	79,973	26,021	(44,375)	61,619

	31 December 2022 (Audited)			
	<i>Real estate KD</i>	<i>Investment KD</i>	<i>Other unallocated items KD</i>	<i>Total KD</i>
Assets	19,917,425	891,594	156,717	20,965,736
Liabilities	1,099,724	338	2,597,581	3,697,643

11 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value hierarchy

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole, as follows:

- ▶ Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ▶ Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- ▶ Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For financial assets and liabilities that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There were no transfers between Level 1 and Level 2 fair value measurements during the period, and no transfers into or out of Level 3 fair value measurements during the three months ended 31 March 2023.

There were no changes in the Group's valuation processes, valuation techniques, and types of inputs used in the fair value measurements during the period.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2023

11 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Valuation methods and assumptions

The following methods and assumptions were used to estimate the fair values:

Listed investment in equity securities

As at 31 March 2023, financial assets at fair value through profit or loss with a carrying value of KD 835,737 (31 December 2022: KD 891,594 and 31 March 2022: KD 1,012,935) are classified under Level 1 of the fair value hierarchy.

Other financial assets and liabilities at amortised cost

Fair value of other financial instruments is not materially different from their carrying values, at the reporting date, as these instruments are of short-term maturities or repriced immediately based on market movements in interest rates. The fair value of financial assets and financial liabilities with a demand feature is not less than its face value.

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