

**KUWAIT INVESTMENT COMPANY S.A.K.
AND ITS SUBSIDIARIES**



**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
AND REVIEW REPORT
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2011**

Interim condensed consolidated statement of financial position (Unaudited)
 At 30 June 2011

	30 June 2011	(Audited) 31 December 2010	30 June 2010
	KD	KD	KD
Assets			
Cash - current and call accounts	6,879,906	5,458,657	5,839,319
Placements	16,070,069	17,560,000	13,800,000
Loans and advances	9,174,328	10,314,973	14,500,958
Available for sale investments	186,689,329	200,664,633	214,038,339
Investments in associates	6,302,255	6,344,691	4,308,556
Investment properties	3,287,092	3,161,790	2,469,630
Other assets	11,032,659	13,294,440	8,429,197
Total assets	239,435,638	256,799,184	263,385,999
Liabilities and equity			
Liabilities			
Call and notice accounts	2,158,946	1,258,839	2,636,081
Deposits from banks	58,828,601	66,627,961	63,222,678
Customers' deposits	57,820,986	62,509,595	68,446,427
Accrued interest payable	325,458	359,865	692,951
Dividends payable	513,242	513,242	513,242
Accruals and other liabilities	6,240,126	6,667,682	6,738,119
Total liabilities	125,887,359	137,937,184	142,249,498
Equity			
Share capital	55,125,000	55,125,000	55,125,000
Treasury shares	(587,845)	(587,845)	(587,845)
Statutory reserve	24,930,185	24,930,185	24,930,185
General reserve	24,930,185	24,930,185	24,930,185
Accumulated losses	(13,261,890)	(16,454,147)	(8,088,650)
Fair value reserve	12,661,571	21,644,442	15,654,901
Foreign currency translation reserve	(69,753)	(87,711)	65,338
Equity attributable to Owners of the Parent Company	103,727,453	109,500,109	112,029,114
Non-controlling interests	9,820,826	9,361,891	9,107,387
Total equity	113,548,279	118,862,000	121,136,501
Total liabilities and equity	239,435,638	256,799,184	263,385,999

Interim condensed consolidated statement of income (Unaudited)

Period ended 30 June 2011

	Three months ended 30 June		Six months ended 30 June	
	2011	2010	2011	2010
	KD	KD	KD	KD
Income				
Interest income	444,484	575,437	793,455	1,083,774
Dividend and other investment income	1,882,410	597,483	2,999,853	2,929,241
Commissions	1,841,832	1,728,159	3,705,878	3,552,416
Income from property rental and management services (net)	945,419	820,690	2,976,158	2,154,851
Realised gain from investments at fair value through statement of income	-	-	-	30,010
Unrealized loss from investments at fair value through statement of income	-	(12,760)	-	-
Profit/(loss) on sale of available for sale investments	156,410	(90,578)	1,888,371	3,945
Impairment loss on available for sale investments	(822,777)	(1,192,440)	(1,058,468)	(1,240,379)
Foreign exchange (loss) /gain	(170,315)	31,745	(320,906)	39,623
Provision / (reversal of provision) for loans and receivables	(2,469,270)	14,446	(2,400,270)	(126,889)
Share of results of an associate	16,581	22,844	69,594	(54,558)
Total income	1,824,774	2,495,026	8,653,665	8,372,034
Expenses and charges				
Interest expense	(587,395)	(627,076)	(1,187,836)	(1,347,607)
General and administrative expenses	(1,449,833)	(2,468,137)	(3,089,347)	(4,377,893)
Depreciation and amortization	(134,628)	(115,491)	(258,349)	(231,125)
Total expenses and charges	(2,171,856)	(3,210,704)	(4,535,532)	(5,956,625)
Operating (loss)/ profit	(347,082)	(715,678)	4,118,133	2,415,409
Other income /(expenses)	67,383	(3,497)	118,476	6,327,913
(Loss)/ profit before contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST") and Zakat	(279,699)	(719,175)	4,236,609	8,743,322
Contribution to KFAS	-	56,177	-	-
NLST	11,085	19,601	(87,737)	(135,141)
Zakat	15,325	7,840	(13,933)	(34,857)
(Loss) / profit for the period	(253,289)	(635,557)	4,134,939	8,573,324
Attributable to :				
Owners of the Parent Company	(514,051)	(675,356)	3,192,257	5,312,969
Non-controlling interests	260,762	39,799	942,682	3,260,355
	(253,289)	(635,557)	4,134,939	8,573,324
Earnings /(loss) per share (Basic and diluted) (fils)	(0.94)	(1.23)	5.81	9.68

Kuwait Investment Company S.A.K and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of changes in equity (Unaudited)

Period ended 30 June 2011

	Three months ended 30 June		Six months ended 30 June	
	2011	2010	2011	2010
	KD	KD	KD	KD
(Loss)/ profit for the period	(253,289)	(635,557)	4,134,939	8,573,324
Other comprehensive income:				
Foreign currency translation differences	76	14,147	17,958	28,242
Unrealized loss on available for sale investments	(4,790,204)	(6,688,648)	(10,084,086)	(2,180,608)
Impairment loss on available for sale investments transferred to statement of income	822,777	1,192,440	1,058,468	1,240,379
Other comprehensive loss	(3,967,351)	(5,482,061)	(9,007,660)	(911,987)
Total comprehensive (loss) / income for the period	(4,220,640)	(6,117,618)	(4,872,721)	7,661,337
Total comprehensive (loss) / income attributable to:				
Owners of the Parent Company	(4,447,468)	(6,113,483)	(5,772,656)	4,403,437
Non-controlling interests	226,828	(4,135)	899,935	3,257,900
	(4,220,640)	(6,117,618)	(4,872,721)	7,661,337