

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



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

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

	30 September 2011	(Audited) 31 December 2010	30 September 2010
	KD	KD	KD
Assets			
Cash - current and call accounts	8,011,067	5,458,657	7,688,025
Placements	14,724,241	17,560,000	13,800,000
Loans and advances	9,069,240	10,314,973	13,588,256
Available for sale investments	180,371,055	200,664,633	207,168,767
Investments in associates	6,451,476	6,344,691	4,339,523
Investment properties	3,662,757	3,161,790	3,315,468
Other assets	8,546,479	13,294,440	9,194,856
Total assets	230,836,315	256,799,184	259,094,895
Liabilities and equity			
Liabilities			
Call and notice accounts	756,711	1,258,839	1,210,448
Deposits from banks	60,034,105	66,627,961	71,845,098
Customers' deposits	54,882,905	62,509,595	57,765,671
Accrued interest payable	162,793	359,865	458,273
Dividends payable	513,242	513,242	513,242
Accruals and other liabilities	6,534,706	6,667,682	9,465,972
Total liabilities	122,884,462	137,937,184	141,258,704
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 deficit	(15,373,770)	(16,454,147)	(10,844,143)
Fair value reserve	9,123,527	21,644,442	14,987,530
Foreign currency translation reserve	(73,081)	(87,711)	5,190
Equity attributable to owners of the Parent Company	98,074,201	109,500,109	108,546,102
Non-controlling interests	9,877,652	9,361,891	9,290,089
Total equity	107,951,853	118,862,000	117,836,191
Total liabilities and equity	230,836,315	256,799,184	259,094,895

Interim condensed consolidated statement of income (Unaudited)
Period ended 30 September 2011

	Three months ended		Nine months ended	
	30 September		30 September	
	2011	2010	2011	2010
	KD	KD	KD	KD
Income				
Interest income	254,884	352,554	1,048,339	1,436,328
Dividend and other investment income	233,519	13,815	3,233,372	2,943,056
Commissions	1,475,968	1,730,826	5,181,846	5,283,242
Income from property rental and management services (net)	672,608	539,109	3,648,766	2,693,960
Realised gain from investments at fair value through profit or loss		-	-	30,010
Gain (loss) on sale of available for sale investments	37,595	(484,945)	1,925,966	(481,000)
Impairment loss on available for sale investments	(2,269,485)	(2,949,275)	(3,327,953)	(4,189,654)
Foreign exchange loss	(323,324)	(426,478)	(644,230)	(386,855)
Reversal of / (allowance for) credit losses	29,816	163,000	(2,370,454)	36,111
Share of results of an associate	(22,720)	54,829	46,874	271
Total income/ (loss)	88,861	(1,006,565)	8,742,526	7,365,469
Expenses and charges				
Interest expense	(551,917)	(635,809)	(1,739,753)	(1,983,416)
General and administrative expenses	(1,435,409)	(1,023,324)	(4,524,756)	(5,401,217)
Depreciation and amortization	(131,100)	(108,177)	(389,449)	(339,302)
Total expenses and charges	(2,118,426)	(1,767,310)	(6,653,958)	(7,723,935)
Operating (loss)/profit	(2,029,565)	(2,773,875)	2,088,568	(358,466)
Other income	103,400	4,718	221,876	6,332,631
(Loss)/ profit before National Labour Support Tax ("NLST") and Zakat	(1,926,165)	(2,769,157)	2,310,444	5,974,165
NLST	54,508	72,690	(33,229)	(62,452)
Zakat	13,933	29,076	-	(5,781)
(Loss) / profit for the period	(1,857,724)	(2,667,391)	2,277,215	5,905,932
Attributable to :				
Owners of the Parent Company	(2,111,880)	(2,755,493)	1,080,377	2,557,476
Non-controlling interests	254,156	88,102	1,196,838	3,348,456
	(1,857,724)	(2,667,391)	2,277,215	5,905,932
(Loss)/ earnings per share attributable to owners of the Parent Company (Basic and diluted) (fils)	(3.846)	(5.02)	1.967	4.66

Interim condensed consolidated statement of comprehensive income (Unaudited)
Period ended 30 September 2011

	Three months ended		Nine months ended	
	30 September		30 September	
	2011	2010	2011	2010
	KD	KD	KD	KD
(Loss) / profit for the period	<u>(1,857,724)</u>	<u>(2,667,391)</u>	<u>2,277,215</u>	<u>5,905,932</u>
Other comprehensive (loss) / income				
Foreign currency translation differences	(3,328)	(60,148)	14,630	(31,906)
Unrealized loss on available for sale investments	(6,004,859)	(2,637,537)	(16,088,945)	(4,754,553)
Impairment loss on available for sale investments	<u>2,269,485</u>	<u>1,974,002</u>	<u>3,327,953</u>	<u>3,150,789</u>
Other comprehensive loss for the period	<u>(3,738,702)</u>	<u>(723,683)</u>	<u>(12,746,362)</u>	<u>(1,635,670)</u>
Total comprehensive (loss) / income for the period	<u>(5,596,426)</u>	<u>(3,391,074)</u>	<u>(10,469,147)</u>	<u>4,270,262</u>
Total comprehensive (loss) / income attributable to:				
Owners of the Parent Company	(5,653,252)	(3,483,012)	(11,425,908)	920,425
Non-controlling interests	<u>56,826</u>	<u>91,938</u>	<u>956,761</u>	<u>3,349,837</u>
	<u>(5,596,426)</u>	<u>(3,391,074)</u>	<u>(10,469,147)</u>	<u>4,270,262</u>