

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



**CONSOLIDATED FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2015**

**KUWAIT INVESTMENT COMPANY S.A.K. AND SUBSIDIARIES**
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2015



	<b>2015</b>	<b>2014</b>
	<b>KD</b>	<b>KD</b>
<b>ASSETS</b>		
Cash and bank balances	29,290,704	14,517,923
Placements	5,404,215	3,073,688
Financial assets at fair value through profit or loss	29,141,043	29,305,238
Accounts receivable and other assets	6,000,051	6,591,927
Wakala receivables	3,437,554	3,819,505
Loans and advances	3,738,600	3,865,692
Available for sale financial assets	119,604,171	124,348,095
Investments held to maturity	3,009,353	4,875,000
Investments in associates	17,624,989	16,695,113
Investment properties	18,441,222	17,779,819
Intangible assets	11,042,602	15,000,000
Property and equipment	21,481,177	18,332,757
	<b>268,215,681</b>	<b>258,204,757</b>
Assets of disposal group classified as held for sale	29,033,302	24,954,683
<b>Total assets</b>	<b>297,248,983</b>	<b>283,159,440</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits from banks	25,418,449	27,043,376
Customers' deposits	80,107,717	59,469,540
Accounts payable and other liabilities	10,484,338	11,876,641
Islamic financing payables	14,239,164	12,161,399
	<b>130,249,668</b>	<b>110,550,956</b>
Liabilities of disposal group classified as held for sale	3,630,200	4,039,363
<b>Total liabilities</b>	<b>133,879,868</b>	<b>114,590,319</b>
<b>Equity</b>		
Share capital	55,125,000	55,125,000
Treasury shares	(734,629)	(734,629)
Statutory reserve	26,770,996	26,616,863
Voluntary reserve	16,805,110	16,650,977
Revaluation reserve	5,488,831	5,488,831
Fair value reserve	21,639,614	23,000,955
Foreign currency translation reserve	2,237,473	1,083,673
Retained earnings	3,184,684	7,462,139
<b>Equity attributable to owners of the Parent Company</b>	<b>130,517,079</b>	<b>134,693,809</b>
Non-controlling interests	32,852,036	33,875,312
<b>Total equity</b>	<b>163,369,115</b>	<b>168,569,121</b>
<b>Total liabilities and equity</b>	<b>297,248,983</b>	<b>283,159,440</b>

KUWAIT INVESTMENT COMPANY S.A.K. AND SUBSIDIARIES



CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2015

	<u>2015</u>	<u>2014</u>
	KD	KD
<b>Continuing operations</b>		
<b>Income</b>		
Management fees and commission income	5,873,033	6,255,682
Dividend income	2,907,407	1,694,265
Gain on redemption / sale of available for sale financial assets	5,030,171	6,526,043
Interest income	925,572	482,823
Rental income / (expense) (net)	2,993,365	(486,592)
Unrealised loss on financial assets at fair value through profit or loss (net)	(2,619,409)	(1,838,677)
Gain on sale of financial assets at fair value through profit or loss (net)	143,006	43,134
Change in fair value of investment properties	507,854	532,993
Share of results of associates	551,681	349,461
Loss on sale of a subsidiary	-	(1,777)
Gain on reclassification of associate to subsidiary	-	201,154
Foreign exchange loss	(2,191,166)	(1,712,671)
<b>Total income</b>	<u>14,121,514</u>	<u>12,045,838</u>
<b>Expenses and other charges</b>		
General and administrative expenses	(7,844,324)	(5,919,489)
Impairment loss on available for sale financial assets	(2,506,999)	(1,288,069)
Impairment loss on intangible assets	(3,957,398)	-
(Provision for) / release of provision for credit losses	(1,207,423)	772,955
Interest expense	(1,301,396)	(571,609)
<b>Total expenses and other charges</b>	<u>(16,817,540)</u>	<u>(7,006,212)</u>
<b>Operating (loss) / profit</b>	<u>(2,696,026)</u>	<u>5,039,626</u>
Other income	324,486	145,431
<b>(Loss) / profit before contribution to Kuwait Foundation for the Advancement of Science ("KFAS"), National Labour Support Tax ("NLST") Zakat and Board of Directors remuneration</b>	<u>(2,371,540)</u>	<u>5,185,057</u>
KFAS	-	(47,474)
NLST	(30,639)	(169,699)
Zakat	-	(58,820)
Board of Directors' remuneration	-	(99,000)
<b>(Loss) / profit for the year from continuing operations</b>	<u>(2,402,179)</u>	<u>4,810,064</u>
<b>Discontinued operations</b>		
Profit for the year from discontinued operations	3,389,575	2,620,372
<b>Profit for the year</b>	<u>987,396</u>	<u>7,430,436</u>
<b>Attributable to:</b>		
Owners of the Parent Company	1,510,695	6,385,483
Non-controlling interests	(523,299)	1,044,953
	<u>987,396</u>	<u>7,430,436</u>
<b>Earnings/(loss) per share attributable to owners of the Parent Company (Basic and diluted) (fils)</b>		
From continuing and discontinued operations	2.757	11.653
From continuing operations	(0.398)	9.213
From discontinued operations	3.155	2.440

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

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**



For the year ended 31 December 2015

	<b>2015</b>	<b>2014</b>
	<b>KD</b>	<b>KD</b>
<b>Profit for the year</b>	<b>987,396</b>	7,430,436
<b>Other comprehensive income:</b>		
<i>Items that will not be reclassified to the consolidated statement of profit or loss:</i>		
Share on gain on property revaluation of associate	-	1,288,764
<i>Items that may be reclassified subsequently to the consolidated statement of profit or loss:</i>		
Available for sale financial assets:		
- Change in fair value	<b>1,054,780</b>	1,069,640
- Gain on redemption / sale of available for sale financial assets	<b>(5,030,171)</b>	(6,526,043)
- Transferred to consolidated statement of profit or loss on impairment	<b>2,506,999</b>	1,288,069
Share of associates other comprehensive income	<b>48,074</b>	99,806
Foreign exchange translation adjustments	<b>1,153,800</b>	503,634
<b>Other comprehensive loss for the year</b>	<b>(266,518)</b>	(2,276,130)
<b>Total comprehensive income for the year</b>	<b>720,878</b>	5,154,306
<b>Total comprehensive income attributable to:</b>		
Owners of the Parent Company	<b>1,303,154</b>	4,041,328
Non-controlling interests	<b>(582,276)</b>	1,112,978
	<b>720,878</b>	5,154,306
<b>Total comprehensive income attributable to Owners of the Parent Company arises from:</b>		
Continuing operations	<b>(2,559,117)</b>	2,673,689
Discontinued operations	<b>3,279,995</b>	2,480,617
	<b>720,878</b>	5,154,306