

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The Board of Directors
Al Imtiaz Investment Group Company - K.S.C. (Public)
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Imtiaz Investment Group Company K.S.C. (Public) ("the Parent Company") and its subsidiaries (collectively, "the Group") as at September 30, 2021, and the related interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the nine months period then ended. The Parent Company's management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of presentation set out in Note 2. 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 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 the basis of presentation set out in Note 2.

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, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No.1 of 2016 and its Executive Regulations, as amended, or by the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine months period ended September 30, 2021, that might have had a material effect on the business of the Parent Company or on its financial position.

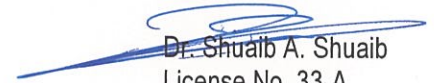
-2-

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. 32 of 1968, as amended, concerning Currency, the Central Bank of Kuwait and the organization of banking business, and its related regulations or of the provisions of Law No. 7 of 2010, concerning the Capital Markets Authority and its related regulations during the three months period ended March 31, 2021, that might have had a material effect on the business of the Parent Company or on its financial position.

A handwritten signature in blue ink, appearing to read 'Qais M. Al Nisf'.

Qais M. Al Nisf
License No. 38 "A"
BDO Al Nisf & Partners

State of Kuwait
October 20, 2021

A handwritten signature in blue ink, appearing to read 'Dr. Shuaib A. Shuaib'.

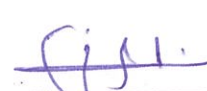
Dr. Shuaib A. Shuaib
License No. 33-A
RSM Albazie & Co.

AL IMTIAZ INVESTMENT GROUP COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDIARIES (THE GROUP)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2021
(All amounts are in Kuwaiti Dinars)

<u>ASSETS</u>	Note	September 30, 2021	(Audited) December 31, 2020	September 30, 2020
Cash and short-term funds	4	19,771,878	23,066,451	22,954,215
Term deposits		1,572,396	205,000	205,000
Financial assets at fair value through profit or loss ("FVTPL")	5	33,890,981	40,950,014	38,194,892
Accounts receivable and other debit balances	6	43,132,085	79,818,638	80,494,515
Other assets		9,558,230	11,854,521	10,594,517
Properties under development		1,329,119	1,329,119	1,329,119
Financial assets at fair value through other comprehensive income ("FVOCI")	7	15,626,514	15,376,902	24,557,882
Investment in associates	8	38,257,933	35,359,464	37,478,240
Investment properties		42,764,215	45,768,561	50,731,299
Property, plant and equipment		23,135,932	40,070,837	42,027,895
Intangible assets		22,286,728	22,507,338	22,642,027
Goodwill		36,306,549	36,306,549	36,306,549
Total assets		287,632,560	352,613,394	367,516,150
<u>LIABILITIES AND EQUITY</u>				
Liabilities:				
Bank facilities		9,962,018	9,632,528	9,147,119
Accounts payable and other credit balances		27,066,601	62,365,652	62,987,064
Lease liabilities		1,159,195	2,525,634	4,165,393
Murabaha and Wakala payable	9	34,594,314	55,882,010	53,794,601
Provision for end of service indemnity		5,629,765	8,724,637	7,780,605
Total liabilities		78,411,893	139,130,461	137,874,782
Equity				
Share capital		113,361,735	113,361,735	113,361,735
Share premium		34,108,277	34,108,277	34,108,277
Treasury shares	10	(8,937,109)	(10,041,090)	(10,041,090)
Statutory reserve		26,534,020	26,534,020	26,534,020
Voluntary reserve		12,304,061	12,304,061	12,304,061
Other equity items	11	(15,471,668)	(16,552,134)	(6,908,329)
Retained earnings		23,645,650	22,026,572	26,516,773
Equity attributable to shareholders of the Parent Company		185,544,966	181,741,441	195,875,447
Non-controlling interests		23,675,701	31,741,492	33,765,921
Total equity		209,220,667	213,482,933	229,641,368
Total liabilities and equity		287,632,560	352,613,394	367,516,150

The accompanying notes from (1) to (21) form an integral part of the interim condensed consolidated financial information.


Khaled Sultan Bin Essa
Chairman


Nawaf H. Marafi
Chief Executive Officer of the Group and
Board Member

AL IMTIAZ INVESTMENT GROUP COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDIARIES (THE GROUP)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2021
(All amounts are in Kuwaiti Dinars)

	Note	Three months ended September 30,		Nine months ended September 30,	
		2021	2020	2021	2020
Continuing operations:					
Operating revenues		18,821,581	16,666,534	56,513,529	57,199,517
Operating costs		(12,133,118)	(11,008,601)	(35,230,239)	(38,084,274)
Gross profit from subsidiaries		6,688,463	5,657,933	21,283,290	19,115,243
Group's share of results from associates	8	707,858	(221,359)	1,014,614	(129,637)
Gain on disposal of an associate	8	-	-	256,830	-
Change in fair value of investment properties		-	155,738	(46,023)	(6,487,345)
Gain on disposal of investments properties		470,000	-	470,000	-
Net investment (loss) income	12	(2,011,924)	(844,801)	471,254	(8,455,948)
Impairment loss and other net provisions		(379,739)	(1,196,134)	(1,637,279)	(3,431,088)
Rental income		591,395	607,860	1,866,263	1,994,643
Profit from operating activities		6,066,053	4,159,237	23,678,949	2,605,868
General and administrative expenses		(3,970,242)	(4,349,660)	(14,372,171)	(15,019,779)
Selling and marketing expenses		(1,580,556)	(627,089)	(4,664,835)	(3,080,599)
Management and consultancy costs		(148,281)	(518,872)	(576,315)	(1,142,405)
Foreign exchange gain (loss)		10,661	(104,415)	(17,048)	61,426
Net profit (loss) from operating activities		377,635	(1,440,799)	4,048,580	(16,575,489)
Finance charges		(644,157)	(440,036)	(2,233,541)	(2,373,540)
Depreciation and amortization		(400,436)	(425,581)	(1,235,281)	(1,531,071)
Other income		256,619	93,240	703,174	1,399,759
(Loss) profit for the period from continuing operations		(410,339)	(2,213,176)	1,282,932	(19,080,341)
Discontinued operations:					
(Loss) profit for the period from discontinued operations	13	-	(506,772)	2,373,597	(457,177)
(Loss) profit for the period before NLST and Zakat		(410,339)	(2,719,948)	3,656,529	(19,537,518)
Contribution to NLST		-	-	(118,155)	-
Zakat		-	-	(31,927)	-
(Loss) profit for the period		(410,339)	(2,719,948)	3,506,447	(19,537,518)
Attributable to:					
Shareholders of the Parent Company		(1,194,366)	(2,507,283)	2,419,982	(16,505,597)
Non-controlling interests		784,027	(212,665)	1,086,465	(3,031,921)
(Loss) profit for the period		(410,339)	(2,719,948)	3,506,447	(19,537,518)
Basic and diluted (loss) earnings per share:					
		<u>Fils</u>	<u>Fils</u>	<u>Fils</u>	<u>Fils</u>
Basic and diluted (loss) earnings per share attributable to shareholders of the Parent Company	14	<u>(1.15)</u>	<u>(2.44)</u>	<u>2.33</u>	<u>(16.06)</u>
Basic and diluted (loss) earnings per share from the continuing operations:					
Basic and diluted (loss) earnings per share attributable to shareholders of the Parent Company	14	<u>(1.15)</u>	<u>(2.19)</u>	<u>0.04</u>	<u>(15.83)</u>
Basic and diluted (loss) earnings per share from discontinued operations:					
Basic and diluted (loss) earnings per share attributable to shareholders of the Parent Company	14	<u>-</u>	<u>(0.25)</u>	<u>2.29</u>	<u>(0.23)</u>

The accompanying notes from (1) to (21) form an integral part of the interim condensed consolidated financial information.