

Interim Financial Information form for Kuwaiti companies

نموذج نتائج البيانات المالية المرحلية للشركات الكويتية

Interim Financial Information for the Third Quarter Period Ended -31/12/2016 Form in (KD)			نموذج نتائج البيانات المالية المرحلية عن فترة الربع الثالث المنتهية في 2016/12/31 (د.ك.)
شركة مينا العقارية			اسم الشركة
MENA REAL ESTATE COMPANY K.S.C.P.			Company's Name
08/02/2017			تاريخ اجتماع مجلس الإدارة
			The Date of Board of Directors Meeting
نسبة التغير Change Percentage	الفترة المقارنة Comparative Period 31/12/2015	الفترة الحالية Current Period 31/12/2016	البيان Statement
-146%	254,562	(116,572)	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
-146%	1.31	(0.60)	ربحية / (خسارة) السهم الأساسية والمخفضة - فلس Diluted Earnings per share - Fils
-14%	3,176,782	2,736,907	الموجودات المتداولة Current Assets
-8%	16,290,143	15,006,013	إجمالي الموجودات Total Assets
39%	2,531,849	2,882,989	المطلوبات المتداولة Current Liabilities
28%	2,983,763	3,195,117	إجمالي المطلوبات Total Liabilities
-11%	13,251,047	11,757,557	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
-61%	699,984	273,652	إجمالي الإيرادات التشغيلية Total Operating Revenue
-172%	174,617	(126,027)	صافي الربح / (الخسارة) التشغيلي Net Operating Profit (Loss)
-146%	0.013	(0.006)	صافي الربح (الخسارة) / رأس المال المدفوع Net Profit (Loss)/ Paid-up Share Capital



- يعود سبب الارتفاع / (الانخفاض) في صافي الربح / (الخسارة) إلى:

صافي الخسارة للفترة الحالية يرجع للإنخفاض في الدخل التشغيلي ، على الرغم من الإنخفاض في تكاليف الموظفين وتكاليف

التمويل .

- The increase (decrease) in the net profit/(loss) is due to the followings:

Net loss for the current period is due to the operational income even though reduction in staff costs and finance costs.

- بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة مبلغ **لا يوجد** دينار كويتي.

- Total revenues realized from dealing with related parties amounting to KD. NIL

- بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة مبلغ **لا يوجد** دينار كويتي.

- Total expenditures incurred from dealing with related parties amounting to KD. NIL

الاسم	المسمى الوظيفي	التوقيع	ختم الشركة
Shabnan Al Mutairi	Executive Board Member		

Report on review of interim condensed consolidated financial information

To the Board of Directors of
MENA Real Estate Company – K.S.C.P.
Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of MENA Real Estate Company K.S.C.P. (the "Parent Company") and Subsidiaries (together the "Group"), as of 31 December 2016 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. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting". 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 International Accounting Standard 34, "Interim Financial Reporting".

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 my knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016 and its Executive Regulations or of the Parent Company's Memorandum of Incorporation and Articles of Association during the nine months period ended 31 December 2016, that might have had a material effect on the Group's financial position or results of its operation.

Abdullatif M. Al-Aiban (CPA)
(Licence No. 94-A)
of Grant Thornton – Al-Qatami, Al-Aiban & Partners

Nayef M. Al Bazie
(Licence No. 91-A)
RSM Albazie & Co.

		Three months ended		Nine months ended	
	Note	31 Dec. 2016 KD	31 Dec. 2015 KD	31 Dec. 2016 KD	31 Dec. 2015 KD
Income					
Service Income		-	-	51,640	-
Realised gain on sale and redemption of available for sale investments		-	-	118,528	57,551
Dividend and distribution income from available for sale investments		4,453	5,624	25,307	76,933
Rental income		23,340	30,066	94,103	87,544
Gain on sale of investment properties		-	-	-	347,432
Change in fair value of investment properties	6	-	-	(15,926)	130,524
Other income		5,139	679	9,455	79,945
		32,932	36,369	283,107	779,929
Expenses and other charges					
Staff costs		31,219	74,406	143,240	236,073
Depreciation		2,570	2,665	7,784	8,035
General, administrative and other expenses		51,193	64,074	122,626	140,964
Foreign exchange loss /(gain)		38,573	(9,628)	85,297	18,918
Finance costs		14,305	17,530	42,508	112,227
		137,860	149,047	401,455	516,217
(Loss)/profit for the period before provision for National Labor Support Tax (NLST) and Zakat					
		(104,928)	(112,678)	(118,348)	263,712
Reversal of/(Provision for) NLST		-	2,679	-	(7,087)
Reversal of/(Provision for) Zakat		-	1,072	-	(2,761)
(Loss)/profit for the period		(104,928)	(108,927)	(118,348)	253,864
Attributable to:					
Owners of the Parent Company		(104,423)	(108,698)	(116,572)	254,562
Non-controlling interests		(505)	(229)	(1,776)	(698)
		(104,928)	(108,927)	(118,348)	253,864
Basic & diluted (loss)/earnings per share attributable to owners of the Parent Company (Fils)					
	5	(0.54)	(0.56)	(0.60)	1.31

The notes set out on pages 7 to 12 form an integral part of this interim condensed consolidated financial information.

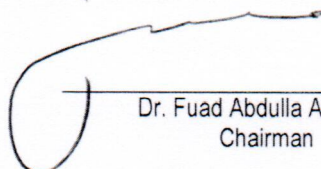
	Three months ended		Nine months ended	
	31 Dec.	31 Dec.	31 Dec.	31 Dec.
	2016	2015	2016	2015
	KD	KD	KD	KD
(Loss)/profit for the period	(104,928)	(108,927)	(118,348)	253,864
Other comprehensive (loss) /income:				
Items to be reclassified to profit or loss				
in subsequent periods:				
Exchange differences arising on translation of foreign operations	(60,460)	16,491	(78,457)	(44,994)
Available for sale investments:				
- Net change in fair value arising during the period	292	(1,267)	(50,270)	6,630
- Transferred to profit or loss on sale	-	-	-	(89,693)
Total other comprehensive (loss) / income	(60,168)	15,224	(128,727)	(128,057)
Total comprehensive (loss)/income for the period	(165,096)	(93,703)	(247,075)	125,807
Attributable to:				
Owners of the Parent Company	(164,591)	(93,474)	(245,299)	126,505
Non-controlling interests	(505)	(229)	(1,776)	(698)
Total comprehensive (loss)/income for the period	(165,096)	(93,703)	(247,075)	125,807

The notes set out on pages 7 to 12 form an integral part of this interim condensed consolidated financial information.

MENA REAL ESTATE COMPANY – K.S.C.P. AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 31 DECEMBER 2016

4

	Note	31 December 2016 KD	(Audited) 31 March 2016 KD	31 December 2015 KD
Assets				
Non-current assets				
Property and equipment		4,221	12,005	14,587
Investment properties	6	5,386,081	5,402,163	5,368,085
Available for sale investments	7	6,712,725	6,418,472	7,541,188
Accounts receivable	8	166,079	164,087	189,501
Total non-current assets		12,269,106	11,996,727	13,113,361
Current assets				
Accounts receivable and other assets	8	134,356	222,356	281,171
Properties under development	9	2,300,127	2,473,087	2,260,230
Investments at fair value through profit or loss		228,000	228,000	330,000
Deposit with a bank		10,000	100,000	100,000
Cash and bank balances		64,424	64,402	205,381
Total current assets		2,736,907	3,087,845	3,176,782
Total assets		15,006,013	15,084,572	16,290,143
Equity and liabilities				
Equity				
Share capital	10	19,650,015	19,650,015	19,650,015
Share premium		22,500	22,500	22,500
Treasury shares	10	(272,254)	(272,254)	(272,254)
Statutory reserve		1,751,153	1,751,153	1,751,153
Voluntary reserve		1,751,153	1,751,153	1,751,153
Foreign currency translation reserve		(291,610)	(213,153)	(231,554)
Cumulative changes in fair value		458,426	508,696	480,010
Accumulated losses		(11,311,826)	(11,195,254)	(9,899,976)
Equity attributable to owners of the Parent Company		11,757,557	12,002,856	13,251,047
Non-controlling interests		53,339	55,115	55,333
Total equity		11,810,896	12,057,971	13,306,380
Non-current liabilities				
Islamic financing payables	12	243,756	320,760	323,096
Employees end of service indemnity		68,372	133,583	128,818
Total non-current liabilities		312,128	454,343	451,914
Current liabilities				
Accounts payable and other liabilities	11	2,639,233	2,411,878	2,370,301
Islamic financing payables	12	243,756	160,380	161,548
Total current liabilities		2,882,989	2,572,258	2,531,849
Total liabilities		3,195,117	3,026,601	2,983,763
Total equity and liabilities		15,006,013	15,084,572	16,290,143


Dr. Fuad Abdulla Al-Omar
Chairman

The notes set out on pages 7 to 12 form an integral part of this interim condensed consolidated financial information.