

# ALMANAR

FINANCING & LEASING



2024



**Al Manar Financing and Leasing Company K.S.C. (Public)  
and its Subsidiaries  
State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)  
For the three month period ended 31 March 2024  
With Review Report**



**Al Manar Financing and Leasing Company K.S.C. (Public)**  
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State of Kuwait

Interim Condensed Consolidated Financial Information (Unaudited)  
For the three month period ended 31 March 2024  
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Interim Condensed Consolidated Statement of Financial Position as at 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Notes	31 March 2024	31 December 2023 (Audited)	31 March 2023 (Restated) (Note 18)
<b>Assets</b>				
Cash and cash equivalents	4	2,281,131	1,874,539	2,573,164
Investments in Murabaha and Wakala receivables	5	9,347,321	9,347,321	9,347,321
Investment in an associate	6	11,276,641	10,882,423	-
Finance receivables	7	14,358,439	14,892,316	15,090,807
Other receivables and prepayments	8	249,212	302,675	247,431
Investments in financial securities	9	10,958,436	10,536,688	10,723,121
Investment properties		4,412,000	4,412,000	4,510,000
Other assets		11,536	12,272	52,056
<b>Total assets</b>		<b>52,894,716</b>	<b>52,260,234</b>	<b>42,543,900</b>
<b>Liabilities and equity</b>				
<b>Liabilities</b>				
Accounts payable and other credit balances	10	1,449,259	1,513,613	1,979,766
Islamic financing payables	11	17,810,961	18,050,406	12,084,263
Provision for staff indemnity		309,996	303,289	305,212
<b>Total liabilities</b>		<b>19,570,216</b>	<b>19,867,308</b>	<b>14,369,241</b>
<b>Equity</b>				
Share capital		26,374,759	26,374,759	26,374,759
Treasury shares reserve		4,995	4,995	4,995
Statutory reserve		494,271	494,271	295,272
Voluntary reserve		494,271	494,271	295,272
Fair value reserve		(558,211)	(881,258)	(1,142,668)
Group's share in associate's reserve		(41,389)	(51,040)	-
Retained earnings		3,170,708	2,690,096	2,347,029
Equity attributable to shareholders of the Parent Company		29,939,404	29,126,094	28,174,659
Non-controlling interests		3,385,096	3,266,832	-
<b>Total equity</b>		<b>33,324,500</b>	<b>32,392,926</b>	<b>28,174,659</b>
<b>Total liabilities and equity</b>		<b>52,894,716</b>	<b>52,260,234</b>	<b>42,543,900</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Statement of Income for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Notes	Three months ended 31 March	
		2024	2023 (Restated) (Note 18)
<b>Revenues</b>			
Finance revenues		552,368	493,906
Share of associate's results	6	380,432	-
Rental income		71,515	69,610
Net gains from investments in financial securities	12	109,692	120,889
Other income		24,946	171,709
		<b>1,138,953</b>	<b>856,114</b>
<b>Expenses</b>			
Finance cost		256,150	182,308
Staff costs		157,249	147,369
Reversal of provisions for credit facilities	7	2,088	97,489
Other expenses		106,535	102,192
		<b>522,022</b>	<b>529,358</b>
Profit before deductions		616,931	326,756
NLST		12,570	7,853
Zakat		5,095	2,932
KFAS		4,525	2,827
Net profit for the period		<b>594,741</b>	<b>313,144</b>
<b>Attributable to:</b>			
The Parent Company's Shareholders		480,612	313,144
Non-controlling interests		114,129	-
Net profit for the period		<b>594,741</b>	<b>313,144</b>
Basic and diluted earnings per share (fils)	13	<b>1.82</b>	<b>1.19</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Statement of Comprehensive Income for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Three months ended 31 March	
	2024	2023 (Restated) (Note 18)
Net profit for the period	594,741	313,144
<i>Items that will not be reclassified subsequently to interim condensed consolidated statement of comprehensive income.</i>		
Change in fair value of equity investments at fair value through other comprehensive income	323,047	(355,223)
Items that will be reclassified subsequently to consolidated statement of income:		
Group's share in associate's reserve	13,786	-
Other comprehensive income/ (loss) for the period	336,833	(355,223)
<b>Total comprehensive income/ (loss)</b>	<b>931,574</b>	<b>(42,079)</b>
<b>Attributable to:</b>		
The Parent Company's Shareholders	813,310	(42,079)
Non-controlling interests	118,264	-
<b>Total comprehensive income/ (loss)</b>	<b>931,574</b>	<b>(42,079)</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Statements of Changes in Equity for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

Equity attributable to shareholders of the Parent Company

	Share capital	Treasury shares reserve	Statutory reserve	Voluntary reserve	Fair value reserve	Group's share in associate's reserve	Retained earnings	Total	Non-controlling interests	Total equity
<b>Balance at 1 January 2023 (as previously stated)</b>	26,374,759	4,995	295,272	295,272	(787,445)	-	1,346,334	27,529,187	-	<b>27,529,187</b>
Impact from restatement (note 18)	-	-	-	-	-	-	687,551	687,551	-	<b>687,551</b>
<b>Balance at 1 January 2023 (Restated)</b>	26,374,759	4,995	295,272	295,272	(787,445)	-	2,033,885	28,216,738	-	<b>28,216,738</b>
Net profit for the period (Restated)	-	-	-	-	-	-	313,144	313,144	-	<b>313,144</b>
Other comprehensive loss for the period	-	-	-	-	(355,223)	-	-	(355,223)	-	<b>(355,223)</b>
<b>Balance at 31 March 2023</b>	26,374,759	4,995	295,272	295,272	(1,142,668)	-	2,347,029	28,174,659	-	<b>28,174,659</b>
<b>Balance at 1 January 2024</b>	26,374,759	4,995	494,271	494,271	(881,258)	(51,040)	2,690,096	29,126,094	3,266,832	<b>32,392,926</b>
Net profit for the period	-	-	-	-	-	-	480,612	480,612	114,129	<b>594,741</b>
Other comprehensive income for the period	-	-	-	-	323,047	9,651	-	332,698	4,135	<b>336,833</b>
<b>Balance at 31 March 2024</b>	26,374,759	4,995	494,271	494,271	(558,211)	(41,389)	3,170,708	29,939,404	3,385,096	<b>33,324,500</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Statement of Cash Flows for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Notes	Three months ended 31 March	
		2024	2023 (Restated) (Note 18)
<b>Operating activities</b>			
Net profit for the period		594,741	313,144
Adjustments for:			
Share of associate's results	6	(380,432)	-
Net gains from investments in financial securities	12	(109,692)	(120,889)
Depreciation and amortization		1,511	9,543
Provide of provisions for credit facilities		2,088	97,489
Finance cost		256,150	182,308
Provision for staff indemnity		6,707	2,872
Operating profit before changes in working capital		371,073	484,467
Finance receivables		531,789	(203,817)
Other receivables and prepayments		53,463	135,046
Financial assets at fair value through profit or loss (net movement)		2,665	34,104
Accounts payable and other credit balances		(56,562)	(167,319)
Payment of staff indemnity		-	(23,785)
Net cash generated from operating activities		902,428	258,696
<b>Investing activities</b>			
Dividends income received		12,776	18,270
Purchase of other assets		(775)	-
Net cash generated from investing activities		12,001	18,270
<b>Financing activities</b>			
Proceeds from Islamic financing payables		-	3,476,700
Payment for Islamic financing payables		(239,445)	(2,401,469)
Payment for capital reduction		(10,203)	(28,928)
Dividends paid		(2,039)	(1,624)
Finance cost paid		(256,150)	(182,308)
Net cash (used in)/ generated from financing activities		(507,837)	862,371
<b>Net increase in cash and cash equivalents</b>		<b>406,592</b>	<b>1,139,337</b>
<b>Cash and cash equivalents at beginning of the period</b>		<b>1,874,539</b>	<b>1,433,827</b>
<b>Cash and cash equivalents at end of the period</b>	4	<b>2,281,131</b>	<b>2,573,164</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024**  
**(Unaudited)**

*(All amounts are in Kuwaiti Dinars unless otherwise stated)*

**1. Formation and principal activities**

Al Manar Financing and Leasing Company K.S.C. (Public) (“the Parent Company”) was incorporated in the State of Kuwait in 2003 by the authorized letter of incorporation no. 4857 file 1 dated 6 December 2003.

The main activities of the Parent Company and its subsidiaries (together referred to as “the Group”) are all financing and investing activities according to the Islamic Shari’a principles.

The Parent Company is subject to instructions and monitoring by the Central Bank of Kuwait and Capital Markets Authority.

The registered office of the Parent Company is P.O. Box 22828, Safat 13089, Kuwait.

The interim condensed consolidated financial information includes the financial information of the Parent Company and its subsidiaries (the Group) as follows:

Company name	Ownership percentage (%)			Activity	Country of incorporation
	31 March 2024	31 Dec 2023	31 March 2023		
Manarat Tasaheel Real Estate Company W.L.L	100	100	100	Real estate	Kuwait
Al-Manar Express for Marketing Consulting Company W.L.L	100	100	100	Consulting	Kuwait
Al- Manar Watania for Administrative Consulting Company W.L.L	100	100	100	Consulting	Kuwait
Al Jawhara Company for Buying and Selling Shares & Bonds W.L.L.	70	70	-	Investments	Kuwait

Subsidiaries’ management accounts have been used for the consolidation purposes as at 31 March 2024.

The total assets of the subsidiaries are KD 15,781,427 (KD 15,394,230 as at 31 December 2023, KD 4,631,974 as at 31 March 2023), net gains of KD 379,718 during the three months ended 31 March 2024 (net gains KD 117,230 during the three months ended 31 March 2023).

The shareholders’ general assembly has not been held up to date and therefore the consolidated financial statements for the year ended on 31 December 2023 have not been approved.

The interim condensed consolidated financial information was approved for issue by the Board of Directors on 7 May 2024.

**2. Basis of preparation and significant accounting policies**

**2.1 Basis of preparation**

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard (IAS) 34, ‘Interim Financial Reporting’.

The annual consolidated financial statements for the year ended 31 December 2023 were prepared in accordance with the regulations of the State of Kuwait for financial services institutions regulated by the CBK. These regulations require expected credit loss (‘ECL’) to be measured at the higher of the ECL on credit facilities computed under IFRS 9 according to the CBK guidelines or the provisions as required by CBK instructions; the consequent impact on related disclosures; and the adoption of all other requirements of International Financial Reporting Standards (‘IFRS’) as issued by the International Accounting Standards Board (‘IASB’). (collectively referred to as IFRS, as adopted for use by the State of Kuwait).

The interim condensed consolidated financial information does not contain all information and disclosures required for the annual consolidated financial statements prepared in accordance with IFRSs, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2023. Further, results for interim periods are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024..

**2.2 Material accounting policies**

The accounting policies used in the preparation of these interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of the amendments and annual improvements to IFRS, relevant to the Group which are effective for annual reporting period starting from 1 January 2024 and which did not result in any material impact on the accounting policies, financial position or performance of the Group. The Group has not early adopted any standards,

interpretations and amendments that had been issued but is not yet effective..

**Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024 (Unaudited)**

(All amounts are in Kuwaiti Dinars unless otherwise stated)

**3. Fair value estimation**

The fair values of financial assets and financial liabilities are determined as follows:

- Level one: Quoted prices in active markets for identical assets or liabilities.
- Level two: Quoted prices in an active market for similar instruments. Quoted prices for identical assets or liabilities in market that are not active. Inputs other than quoted prices that are observable for assets and liabilities.
- Level three: Inputs for the asset or liabilities that are not based on observable market data.

**Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis:**

Financial assets	Fair value as at			Fair value hierarchy	Valuation technique(s) and Key input(s)	Significant unobservable inputs)	Relationship of unobservable inputs to fair value
	31 March 2024	31 Dec. 2023 (Audited)	31 March 2023				
<b>Financial assets at fair value through profit or loss:</b>							
- Quoted foreign funds	1,367,635	1,278,938	1,114,159	Level 1	Last bid prices	N/A	N/A
- Quoted local shares	73,645	66,583	57,945	Level 1	Last bid prices	N/A	N/A
- Unquoted foreign funds	543,771	545,279	609,626	Level 2	Net assets value	Net assets value	N/A
- Unquoted local shares	374,400	374,400	477,664	Level 3	Market comparatives and Net assets value	Illiquidity discount	The higher the discount rate the lower the value
- Unquoted foreign shares	130,640	130,640	106,170	Level 3	Market comparatives and Net assets value	Illiquidity discount	The higher the discount rate the lower the value
<b>Financial assets at fair value through OCI:</b>							
- Quoted local shares	4,416,051	4,094,883	3,695,521	Level 1	Last bid prices	N/A	N/A
- Quoted foreign shares	709,958	708,079	1,133,128	Level 1	Last bid prices	N/A	N/A
- Unquoted foreign shares	1,237,811	1,237,811	1,399,012	Level 3	Market comparatives and Net assets value	Illiquidity discount	The higher the discount rate the lower the value
<b>Financial assets at amortized costs:</b>							
- Debt sukuks – quoted at foreign stock exchanges	1,940,477	1,913,592	1,919,411	Level 1	Last bid prices	N/A	N/A

**Reconciliation of level 3 fair value measurements**

	31 March 2024	31 December 2023 (Audited)	31 March 2023
Balance at the beginning of the period/ year	1,742,851	2,013,476	2,013,476
Change in fair value	-	(239,995)	-
Disposal during the period/ year	-	(30,630)	(30,630)
Balance at the end of the period/ year	1,742,851	1,742,851	1,982,846

Fair values of the Group's other financial assets and financial liabilities are approximately equal to their carrying value.

Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

4. Cash and cash equivalents

	31 March 2024	31 December 2023 (Audited)	31 March 2023
Cash at banks and portfolios	1,429,981	1,073,539	1,071,414
Wakala with banks (less than 3 months)	850,000	800,000	1,500,000
Cash on hand	1,150	1,000	1,750
	<b>2,281,131</b>	<b>1,874,539</b>	<b>2,573,164</b>

As at 31 March 2024, the effective yield rate on Wakala is 4% (4.6% as at 31 December 2023 and 4% as at 31 March 2023) per annum.

5. Investments in Murabaha and Wakala receivables

Investments in Murabaha and Wakala receivables have been deposited at local financial institutions according to Murabaha and Wakala contracts. The average yield on those contracts is 4.125% - 4.5% per annum as at 31 March 2024 (31 December 2023: 4.125% - 4.5% and 31 March 2023: 4.125% - 5.00% per annum). Expected credit losses amounted to KD 17,679 as at 31 March 2024 (KD 17,679 as at 31 December 2023 and 31 March 2023).

6. Investment in an associate

Company's name	Activities	31 March 2024		31 December 2023 (Audited)		31 March 2023	
		%	KD	%	KD	%	KD
Injazzat Real Estate Development Company K.S.C.P.	Real Estate	27.629	11,276,641	27.629	10,882,423	-	-

Investment in an associate is accounted for using equity method in this interim condensed consolidated financial information.

The Group's share in associate's results of KD 380,432 as at 31 March 2024 has been recorded based on reviewed financial information (unaudited).

The associate is listed in active market for which the fair value of the Group's Investment amounted at KD 9,161,061 as at 31 March 2024 (KD 8,132,778 as of 31 December 2023, KD nil as at 31 March 2023).

7. Finance receivables

	31 March 2024	31 December 2023 (Audited)	31 March 2023
Finance receivables	19,883,353	20,420,126	20,743,025
Less: deferred revenues	(2,641,477)	(2,740,782)	(2,864,053)
Less: provision for impairment in value/ expected credit losses	(2,883,437)	(2,787,028)	(2,788,165)
<b>Finance receivables – net</b>	<b>14,358,439</b>	<b>14,892,316</b>	<b>15,090,807</b>

- 7.1 Expected credit losses on credit facilities determined under IFRS 9 according to CBK guidelines amounted to KD 2,693,188 as at 31 March 2024 (31 December 2023: KD 2,787,028 and 31 March 2023: KD 2,788,165), which is lower than/ equal to the provision for credit facilities required by CBK instructions of KD 2,883,437 as at 31 March 2024 (31 December 2023: KD 2,787,028 and 31 March 2023: KD 2,788,165).

Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

7.2 The movement in gross credit facilities is as follows:

	Stage 1	Stage 2	Stage 3	Total
<b>Balance at 1 January 2023</b>	<b>15,047,533</b>	<b>1,765,319</b>	<b>3,537,597</b>	<b>20,350,449</b>
Net financing/ (collection)	874,889	(348,711)	(133,602)	392,576
Transfer from/ to Stage 1	(695,749)	695,749	-	-
Transfer from/ to Stage 2	112,517	(288,088)	175,571	-
Balance at 31 March 2023	15,339,190	1,824,269	3,579,566	20,743,025
<b>Balance at 1 January 2023</b>	<b>15,047,533</b>	<b>1,765,319</b>	<b>3,537,597</b>	<b>20,350,449</b>
<b>Balance at 1 January 2024</b>	<b>15,672,403</b>	<b>1,056,822</b>	<b>3,690,901</b>	<b>20,420,126</b>
Net financing/ (collection)	(256,986)	(160,999)	(118,788)	(536,773)
Transfer from/ to Stage 1	(296,930)	296,930	-	-
Transfer from/ to Stage 2	123,570	(134,883)	11,313	-
<b>Balance at 31 March 2024</b>	<b>15,242,057</b>	<b>1,057,870</b>	<b>3,583,426</b>	<b>19,883,353</b>

7.3 The movement in the provisions for expected credit losses effected during the current period is as follows:

	Stage 1	Stage 2	Stage 3	Total
<b>Balance at 1 January 2023</b>	<b>68,363</b>	<b>66,268</b>	<b>2,537,166</b>	<b>2,671,797</b>
Credit losses charged during the period	37,477	32,834	46,057	116,368
Transfer from/ to Stage 1	(4,187)	4,187	-	-
Transfer from/ to Stage 2	944	(12,262)	11,318	-
<b>Balance at 31 March 2023</b>	<b>102,597</b>	<b>91,027</b>	<b>2,594,541</b>	<b>2,788,165</b>
<b>Balance at 1 January 2024</b>	<b>70,053</b>	<b>20,483</b>	<b>2,696,492</b>	<b>2,787,028</b>
Credit losses (reversed)/ charged during the period	(178)	5,155	(98,817)	(93,840)
Transfer from/ to Stage 1	1,156	(1,970)	814	-
<b>Transfer from/ to Stage 2</b>	<b>68,313</b>	<b>26,386</b>	<b>2,598,489</b>	<b>2,693,188</b>

7.4 The movement in the provisions for credit facilities required by CBK instructions effected is as follows:

	31 March 2024	31 March 2023
<b>Balance at 1 January</b>	<b>2,787,028</b>	<b>2,671,797</b>
Provided during the period	96,409	116,368
<b>Balance at 31 March</b>	<b>2,883,437</b>	<b>2,788,165</b>

7.5 The Group holds collateral amounting to KD 2,336,482 as at 31 March 2024 (KD 2,346,172 - 31 December 2023; KD 2,629,326 - 31 March 2023) over its finance receivables. Management believes that there is no further credit provision required in excess of the provision for credit losses.

7.6 During the current period, the Group recovered an amount of KD 94,321 (KD 18,879 - 31 March 2023) from the written off finance receivables and reversed the same in the interim condensed consolidated statement of income in provision for credit facilities.

Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

8. Other receivables and prepayments

	31 March 2024	31 December 2023 (Audited)	31 March 2023
Staff advances	28,236	30,228	30,341
Due against collection on behalf of the Group	-	-	19,191
Others	220,976	272,447	197,899
	<b>249,212</b>	<b>302,675</b>	<b>247,431</b>

9. Investments in financial securities

	31 March 2024	31 December 2023 (Audited)	31 March 2023
<b>Financial assets at fair value through profit or loss ("FVTPL")</b>			
Quoted foreign funds	1,367,635	1,278,938	1,114,159
Quoted local shares	73,645	66,583	57,945
Unquoted foreign funds	543,771	545,279	609,626
Unquoted local shares	374,400	374,400	477,664
Unquoted foreign shares	130,640	130,640	106,170
	<b>2,490,091</b>	<b>2,395,840</b>	<b>2,365,564</b>
<b>Financial assets at fair value through other comprehensive income ("FVTOCI")</b>			
Quoted local shares	4,416,051	4,094,883	3,695,521
Quoted foreign shares	709,958	708,079	1,133,128
Unquoted foreign shares	1,237,811	1,237,811	1,399,012
	<b>6,363,820</b>	<b>6,040,773</b>	<b>6,227,661</b>
<b>Financial assets at amortized cost</b>			
Debt sukuks – quoted at foreign stock exchanges	2,104,525	2,100,075	2,129,896
	<b>2,104,525</b>	<b>2,100,075</b>	<b>2,129,896</b>
	<b>10,958,436</b>	<b>10,536,688</b>	<b>10,723,121</b>

- Fair value of investments has been determined in the manner described in Note 3.

10. Accounts payable and other credit balances

	31 March 2024	31 December 2023 (Audited)	31 March 2023
Trade payables	370,359	433,668	1,079,234
Capital reduction payables	162,812	173,015	336,145
Accrued salaries and other staff accruals	328,690	316,806	275,886
Dividends payable	140,380	142,419	109,592
NLST	76,085	63,515	46,481
Zakat	30,361	25,266	18,043
KFAS	22,435	17,910	16,746
Others	318,137	341,014	97,639
	<b>1,449,259</b>	<b>1,513,613</b>	<b>1,979,766</b>

**Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024 (Unaudited)**

(All amounts are in Kuwaiti Dinars unless otherwise stated)

**11. Islamic financing payables**

Islamic financing payables are obtained from local and foreign banks and are denominated in KD and USD. The average cost is 5.375% - 5.50% and 5.21% - 7.20% for KD and USD respectively as at 31 March 2024 (5.375% - 5.50% and 5.285% - 7.66% for KD and USD, respectively - 31 December 2023; 4.25% - 5.25% and 8.95% - 9.25% for KD and USD, respectively - 31 March 2023).

Islamic finance payables are guaranteed against the following:

	31 March 2024	31 December 2023 (Audited)	31 March 2023 (Restated)
Investment in Murabaha receivables	9,347,321	9,347,321	9,347,321
Assigning receivables – net	2,229,571	2,513,931	3,035,517
Investment properties	4,292,000	4,292,000	4,390,000
Investment in financial securities	9,141,940	8,727,254	8,682,330

**12. Net gains/ (losses) from investments in financial securities**

Three months ended  
31 March

2024                      2023

*Financial assets at fair value through profit or loss ("FVTPL")*

Change in fair value	96,916	102,619
Dividend income	9,383	9,943
	<b>106,299</b>	<b>112,562</b>

*Financial assets at fair value through other comprehensive income ("FVTOCI")*

Dividend income	3,393	8,327
	<b>109,692</b>	<b>120,889</b>

**13. Basic and diluted earnings per share (fils)**

Basic and diluted earnings per share are calculated based on the profit for the period attributable to shareholders of the Parent Company divided by the weighted average number of shares outstanding during the period, as follows:

Three months ended  
31 March

2024                      2023  
(Restated)

*Financial assets at fair value through profit or loss ("FVTPL")*

Net profit for the period	480,612	313,144
Weighted average number of the Parent Company's outstanding shares	263,747,591	263,747,591
Basic and diluted earnings per share (fils)	1.82	1.19

**14. Related parties' transactions and balances**

Related parties consist of major shareholders, directors and executive officers of the Group, their families and companies of which they are the principal owners. All related parties' transactions are at arm's length terms and are approved by the Group's management.

The related parties' balances and transactions included in the interim condensed consolidated financial information are as follows:

Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

	31 March 2024	31 December 2023 (Audited)	31 March 2023
<b>Balances:</b>			
a) Finance receivables (gross)	2,626,296	2,628,420	1,612,663
b) Key management's benefits payable	274,287	271,669	163,107
c) Advance to staff	13,754	16,076	-
d) Board of Directors committees' remunerations payables	61,000	61,000	55,000
		<b>31 March 2024</b>	<b>31 March 2023</b>
<b>Transactions:</b>			
a) Remuneration of key management personnel Staff costs		68,702	60,207
b) Finance revenue		39,880	15,221

15. **Segmental information**

Operating segments are to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segments and to assess their performance. The operating segments are divided into two major business segments which are finance (including the credit facilities for consumers), investment (including the investments in financial securities and investment properties). Business segments are distinguishable components of the Group that provide products or services subject to risks and returns different from those of other business segments.

	31 Mach 2024			
	Finance	Investment	Others	Total
Segment revenues	494,743	636,886	7,324	<b>1,138,953</b>
Segment expenses	(196,433)	(169,289)	(156,300)	<b>(522,022)</b>
Segment results	298,310	467,597	(148,976)	<b>616,931</b>
Segment assets	21,249,313	31,076,499	568,904	<b>52,894,716</b>
Segment liabilities	9,153,020	9,028,300	1,388,896	<b>19,570,216</b>
	31 Mach 2024 (Restated)			
	Finance	Investment	Others	Total
Segment revenues	509,824	212,856	133,434	<b>856,114</b>
Segment expenses	(273,747)	(120,552)	(135,059)	<b>(529,358)</b>
Segment results	236,077	92,304	(1,625)	<b>326,756</b>
Segment assets	26,431,923	15,362,545	749,432	<b>42,543,900</b>
Segment liabilities	9,074,197	4,089,300	1,205,744	<b>14,369,241</b>

16. **General Assembly**

On 27 March 2024, the Board of Directors proposed:

- To distribute cash dividends amounted to KD 791,243 at 3 fils per share to the shareholders of the Parent Company for the year ended 31 December 2023.
- Board of Directors' remunerations amounting to Nil for year 2023 (Nil for year 2022).
- Board of Directors Committees' remunerations of KD 61,000 for year 2023 (KD 55,000 for year 2022).

17. **Acquisition of subsidiary**

During the prior year, the management voluntarily changed its accounting policy on investment properties relating to measurement after recognition under IAS 40 – Investment Property in order to provide a reliable and more relevant information about the Group's financial position, financial performance and cash flows to its shareholders. Historically, the Group chose the cost model as its accounting policy for measurement after recognition which is now voluntarily changed to fair value model under which the respective investment properties are annually re-measured at fair value to reflect the current market prices. Accordingly, the Group restated the comparatives figures in accordance with the requirements of IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors and IAS 1 Preparation of Financial Statements.

**Notes to the Interim Condensed Consolidated Financial Information for the nine months ended 31 March 2024**  
**(Unaudited)**

*(All amounts are in Kuwaiti Dinars unless otherwise stated)*

A summary of the impact of the above matter is as follows:  
As at 31 March 2023

*Condensed consolidated statement of financial position*

	Kuwaiti Dinars		
	As previously stated	Effect of restatement	As restated
<b>ASSETS</b>			
<b>Non-current assets</b>			
Investment properties	3,809,817	700,183	4,510,000
<b>Total assets</b>	<b>41,843,717</b>	<b>700,183</b>	<b>42,543,900</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Equity</b>			
Retained earnings	1,646,846	700,183	2,347,029
Equity attributable to shareholders of the Parent Company	27,474,476	700,183	28,174,659
Total equity	27,474,476	700,183	28,174,659
<b>Total liabilities and equity</b>	<b>41,843,717</b>	<b>700,183</b>	<b>42,543,900</b>

*Condensed consolidated statement of income for the period ended 31 March 2023*

	Kuwaiti Dinars		
	As previously stated	Effect of restatement	As restated
Other expenses	(114,824)	12,632	(102,192)
Total expenses	(541,990)	12,632	(529,358)
Profit before deductions	314,124	12,632	326,756
<b>Net profit for the period</b>	<b>300,512</b>	<b>12,632</b>	<b>313,144</b>
<b>Basic and diluted earnings per share (fils)</b>	<b>1.14</b>	<b>0.05</b>	<b>1.19</b>

*Condensed consolidated statement of comprehensive income for the period ended 31 March 2023*

	Kuwaiti Dinars		
	As previously stated	Effect of restatement	As restated
Net profit for the period	300,512	12,632	313,144
<b>Total comprehensive (loss)/ income</b>	<b>(54,711)</b>	<b>12,632</b>	<b>(42,079)</b>

*Condensed consolidated statement of cash flows for the period ended 31 March 2023*

	Kuwaiti Dinars		
	As previously stated	Effect of restatement	As restated
<b>Cash flows from operating activities</b>			
Net profit for the period	300,512	12,632	313,144
Depreciation and amortisation	22,175	(12,632)	9,543

# AL MANAR

FINANCING & LEASING



2024