

**HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED)
AND SUBSIDIARIES**



H O L D I N G

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION AND INDEPENDENT AUDITORS' REVIEW
REPORT FOR THE PERIOD FROM 1 JANUARY TO 30 JUNE 2011
(UNAUDITED)**

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION AND INDEPENDENT
AUDITORS' REVIEW REPORT
(UNAUDITED)**

For the period from 1 January to 30 June 2011



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**INDEPENDENT AUDITORS' REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION
TO THE BOARD OF DIRECTORS OF HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Humansoft Holding Company K.S.C. (Closed) ("the Parent Company") and its subsidiaries (together referred to as "the Group") as at 30 June 2011 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six-month period then ended and explanatory notes. The Parent Company's management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Financial Reporting Standard IAS 34, Interim Financial Reporting ("IAS 34"). 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 IAS 34.

Report on other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the accounting records of the Parent Company. We further report that to the best of our knowledge and belief, no violation of the Commercial Companies Law of 1960, as amended, or the Articles of Association of the Parent Company have occurred during the six-month period ended 30 June 2011 that might have had a material effect on the business of the Group or on its financial position.



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9 August 2011

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)



As at 30 June 2011

		30 June 2011	(Audited) 31 December 2010	30 June 2010
	Notes	KD	KD	KD
ASSETS				
Current assets				
Cash and bank balances	4	1,929,721	1,068,266	1,033,772
Trade receivables		2,719,501	2,449,760	1,448,780
Inventories		68,439	80,240	75,871
Prepayments and other assets		696,344	591,555	758,844
		<u>5,414,005</u>	<u>4,189,821</u>	<u>3,317,267</u>
Non-current assets				
Investment available for sale		468	28,023	28,023
Property and equipment		14,922,004	14,865,158	13,511,620
Intangible assets		8,828,303	8,908,125	8,983,345
Investment in associates	6	474,695	460,682	477,070
		<u>24,225,470</u>	<u>24,261,988</u>	<u>23,000,058</u>
Total assets		<u>29,639,475</u>	<u>28,451,809</u>	<u>26,317,325</u>
LIABILITIES AND EQUITY				
Current liabilities				
Bank overdrafts	4	225,262	462,557	128,441
Trade and other payables		619,326	564,348	692,630
Accruals and other liabilities	7	1,036,263	759,395	756,373
Deferred income		1,254,859	1,151,291	745,265
Retentions payable		375,952	184,130	248,750
Current portion of long-term debts	8	3,109,000	2,431,000	1,064,333
		<u>6,620,662</u>	<u>5,552,721</u>	<u>3,635,792</u>
Non-current liabilities				
Long-term debts	8	3,137,000	4,201,891	4,485,235
Retentions payable		16,707	342,684	274,062
Provision for staff indemnity		423,037	418,990	352,646
		<u>3,576,744</u>	<u>4,963,565</u>	<u>5,111,943</u>
Total liabilities		<u>10,197,406</u>	<u>10,516,286</u>	<u>8,747,735</u>
Equity				
Share capital		11,424,000	11,424,000	11,424,000
Share premium		1,512,000	1,512,000	1,512,000
Statutory reserve		1,137,664	1,137,664	1,113,795
Voluntary reserve		1,137,664	1,137,664	1,113,795
Treasury shares		-	(1,095,127)	(991,192)
Gain on sale of treasury shares		495,654	484,906	484,906
Retained earnings		3,774,052	3,348,418	2,871,783
Foreign currency translation reserve		(38,965)	(14,002)	40,503
Total equity		<u>19,442,069</u>	<u>17,935,523</u>	<u>17,569,590</u>
Total liabilities and equity		<u>29,639,475</u>	<u>28,451,809</u>	<u>26,317,325</u>

Mr. Hasan Qasim Al-Ali
Chairman

The accompanying notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME
(UNAUDITED)**


For the period from 1 January to 30 June 2011

	Notes	Three months ended		Six months ended	
		30 June 2011	30 June 2010	30 June 2011	30 June 2010
		KD	KD	KD	KD
Revenues from activities		2,330,648	1,605,947	4,558,761	3,177,998
Cost of activities		(768,410)	(629,890)	(1,557,391)	(1,207,550)
Gross profit		1,562,238	976,057	3,001,370	1,970,448
General and administrative expenses	9	(1,031,860)	(918,604)	(2,000,377)	(1,731,826)
Selling expenses	10	(254,299)	(300,624)	(443,831)	(460,520)
Finance charges		(95,559)	(57,463)	(177,154)	(119,953)
Group's share of profits of associates	6	13,619	16,022	24,090	18,526
Other income / (expenses)		29,654	(8,729)	43,609	20,126
Profit / (loss) for the period before provisions for contribution to Kuwait Foundation for Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST") and Zakat		223,793	(293,341)	447,707	(303,199)
Contribution to KFAS	11	(2,014)	-	(4,029)	-
NLST		(5,171)	-	(11,883)	-
Zakat		(3,086)	-	(6,161)	-
Profit / (loss) for the period		<u>213,522</u>	<u>(293,341)</u>	<u>425,634</u>	<u>(303,199)</u>
Basic and diluted earnings / (loss) per share (fils)	12	<u>1.87</u>	<u>(2.63)</u>	<u>3.77</u>	<u>(2.71)</u>

The accompanying notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES**INTERIM CONDENSED CONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME
(UNAUDITED)**

For the period from 1 January to 30 June 2011

	Three months ended		Six months ended	
	30 June 2011	30 June 2010	30 June 2011	30 June 2010
	KD	KD	KD	KD
Profit / (loss) for the period	<u>213,522</u>	<u>(293,341)</u>	<u>425,634</u>	<u>(303,199)</u>
Other comprehensive income				
Net foreign exchange (losses) / gains	<u>(14,495)</u>	<u>10,210</u>	<u>(24,963)</u>	<u>16,054</u>
Other comprehensive (loss) / income for the period	<u>(14,495)</u>	<u>10,210</u>	<u>(24,963)</u>	<u>16,054</u>
Total comprehensive income / (loss) for the period	<u>199,027</u>	<u>(283,131)</u>	<u>400,671</u>	<u>(287,145)</u>

The accompanying notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(UNAUDITED)



For the period from 1 January to 30 June 2011

	Share capital	Share premium	Statutory reserve	Voluntary reserve	Treasury shares	Gain on sale of treasury shares	Retained earnings	Foreign currency translation reserve	Total
	KD	KD	KD	KD	KD	KD	KD	KD	KD
Balance at 1 January 2011	11,424,000	1,512,000	1,137,664	1,137,664	(1,095,127)	484,906	3,348,418	(14,002)	17,935,523
Profit for the period	-	-	-	-	-	-	425,634	-	425,634
Other comprehensive loss	-	-	-	-	-	-	-	(24,963)	(24,963)
Total comprehensive income for the period	-	-	-	-	-	-	425,634	(24,963)	400,671
Sale of treasury shares	-	-	-	-	1,095,127	10,748	-	-	1,105,875
Balance at 30 June 2011	11,424,000	1,512,000	1,137,664	1,137,664	-	495,654	3,774,052	(38,965)	19,442,069
Balance at 1 January 2010	11,424,000	1,512,000	1,113,795	1,113,795	(643,202)	484,906	3,174,982	24,449	18,204,725
Loss for the period	-	-	-	-	-	-	(303,199)	-	(303,199)
Other comprehensive income	-	-	-	-	-	-	-	16,054	16,054
Total comprehensive loss for the period	-	-	-	-	-	-	(303,199)	16,054	(287,145)
Purchase of treasury shares	-	-	-	-	(347,990)	-	-	-	(347,990)
Balance at 30 June 2010	11,424,000	1,512,000	1,113,795	1,113,795	(991,192)	484,906	2,871,783	40,503	17,569,590

The accompanying notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF
CASH FLOWS (UNAUDITED)**



For the period from 1 January to 30 June 2011

	Note	Six months ended	
		30 June	30 June
		2011	2010
		KD	KD
OPERATING ACTIVITIES			
Profit / (loss) for the period before provisions for contribution to KFAS, NLST and Zakat		447,707	(303,199)
Adjustments for:			
Depreciation and amortisation		439,269	347,413
Interest income		(660)	(3,028)
Finance charges		177,154	119,953
Provision for staff indemnity		83,389	69,233
Allowance for doubtful debts		21,703	16,387
Group's share of profits of associates		(24,090)	(18,526)
Gain on disposal of property and equipment and intangible assets		(131)	(448)
Operating cash flows before movements in working capital		<u>1,144,341</u>	<u>227,785</u>
(Increase) / decrease in trade receivables		(291,049)	842,487
Decrease in inventories		11,801	11,298
Increase in prepayments and other assets		(104,789)	(263,757)
Increase in trade and other payables		54,978	142,849
Increase in accruals and other liabilities		275,300	110,932
Increase / (decrease) in deferred income		103,568	(362,644)
Retention paid		(143,618)	(23,322)
Payment of staff indemnity		(77,469)	(70,525)
Net cash generated by operating activities		<u>973,063</u>	<u>615,103</u>
INVESTING ACTIVITIES			
Payments for capital work in progress		(347,907)	(2,153,500)
Purchase of property and equipment		(65,676)	(126,988)
Proceeds on disposal of property and equipment and intangible assets		136	2,955
Partial liquidation proceeds of investment available for sale		27,555	-
Payments for intangible assets		-	(2,213)
Interest income received		660	4,910
Net cash used in investing activities		<u>(385,232)</u>	<u>(2,274,836)</u>
FINANCING ACTIVITIES			
Proceeds from sale / (payment for purchase) of treasury shares		1,105,875	(347,990)
Finance charges paid		(197,659)	(143,631)
(Decrease) / increase in long-term debts		(386,891)	1,434,001
Net cash generated by financing activities		<u>521,325</u>	<u>942,380</u>
Effect of foreign currency translation		(10,406)	11,715
Net increase / (decrease) in cash and cash equivalents		<u>1,098,750</u>	<u>(705,638)</u>
Cash and cash equivalents at beginning of the period		605,709	1,610,969
Cash and cash equivalents at end of the period	4	<u><u>1,704,459</u></u>	<u><u>905,331</u></u>
NON-CASH TRANSACTIONS			
Investing activities:			
Additions to capital work in progress adjusted against retentions payable		<u>9,463</u>	<u>206,985</u>

The accompanying notes set out on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)



For the period from 1 January to 30 June 2011

1. INCORPORATION AND PRINCIPAL ACTIVITIES

Humansoft Holding Company K.S.C. (Closed) ("the Parent Company") is a closed Kuwaiti shareholding company incorporated on 14 September 1997.

The Parent Company and its subsidiaries (together referred to as "the Group") are engaged in establishing and managing private universities and colleges, providing computer education, language training, executive courses and electronic commerce and media. The Group is also permitted to invest surplus funds in shares and other securities and to acquire interests in related businesses in Kuwait and abroad.

The Parent Company is listed on the Kuwait Stock Exchange and its registered office is P.O. Box 305, Dasman 15454, State of Kuwait.

This interim condensed consolidated financial information for the six-month period ended 30 June 2011 was authorised for issue by the Parent Company's Board of Directors on 9 August 2011.

2. BASIS OF PRESENTATION

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting". Accordingly, they do not include all of the information and footnotes required for complete financial statements prepared in accordance with International Financial Reporting Standards.

This interim condensed consolidated financial information has been drawn up in accordance with the same accounting policies and methods of computation followed in the most recent annual audited consolidated financial statements for the year ended 31 December 2010 except for the adoption of new and revised standards that came into effect for annual period beginning on 1 January 2011. The adoption of these standards did not have any effect on this interim condensed consolidated financial information.

In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for fair presentation have been included in the interim condensed consolidated financial information. Operating results for the six-month interim period are not necessarily indicative of the results that may be expected for the year ending 31 December 2011.

This interim condensed consolidated financial information is presented in Kuwaiti Dinars ("KD") which is the functional and presentation currency of the Parent Company.

3. JUDGEMENTS AND ESTIMATES

The preparation of interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2010.

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)**


For the period from 1 January to 30 June 2011

4. CASH AND CASH EQUIVALENTS

	30 June 2011	(Audited) 31 December 2010	30 June 2010
	KD	KD	KD
Cash on hand and at banks	1,742,871	877,266	915,392
Time deposits	186,850	191,000	118,380
Cash and bank balances	1,929,721	1,068,266	1,033,772
Less: bank overdrafts	(225,262)	(462,557)	(128,441)
Cash and cash equivalents	<u>1,704,459</u>	<u>605,709</u>	<u>905,331</u>

Overdraft facilities from local banks are denominated in KD and bear interest at 2.5% (31 December 2010: 2.5% and 30 June 2010: 2.5%) per annum over the Central Bank of Kuwait discount rate.

As at the interim condensed consolidated statement of financial position date, the undrawn bank overdrafts amounted to KD 824,738 (31 December 2010: KD 337,443 and 30 June 2010: KD 671,559).

Time deposits are denominated in the following currencies:

	2011	2010	
	Average interest rate per annum	(Audited) 31 December 2010	30 June 2010
		KD	KD
UAE Dirhams	0.70%	<u>186,850</u>	<u>118,380</u>
		<u>186,850</u>	<u>118,380</u>

5. RELATED PARTY TRANSACTIONS

Related parties comprise major shareholders, directors and executive officers of the Group, their families and companies of which they are the principal owners. The Group's management decides on the terms and conditions of the transactions with related parties. The related party transactions are subject to the approval of the Shareholders' General Assembly.

The related party transactions included in this interim condensed consolidated financial information are as follows:

	Three months ended		Six months ended	
	30 June 2011	30 June 2010	30 June 2011	30 June 2010
	KD	KD	KD	KD
a) Compensation of key management personnel:				
Short-term benefits	170,912	54,841	225,488	91,523
Post-employment benefits	6,059	3,457	9,602	6,110
	<u>176,971</u>	<u>58,298</u>	<u>235,090</u>	<u>97,633</u>
b) Expenses paid to related party	<u>5,000</u>	<u>23,250</u>	<u>10,000</u>	<u>24,000</u>
c) Purchase of property and equipment from Al-Othman Commercial Enterprises Company W.L.L.	-	-	-	<u>31,608</u>

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)



For the period from 1 January to 30 June 2011

6. INVESTMENT IN ASSOCIATES

Summarised financial information in respect of the Group's associates is set out below:

Group's share of associates' statement of financial position:

	30 June 2011	(Audited) 31 December 2010	30 June 2010
	KD	KD	KD
Total assets	1,339,553	1,305,196	1,309,765
Total liabilities	406,042	412,290	391,743
Net assets	933,511	892,906	918,022
Group's share of net assets	373,405	357,162	367,209
Goodwill from acquisition of investment in associates	101,290	103,520	109,861
	474,695	460,682	477,070

The associates' interim condensed consolidated statement of income is summarised as follows:

	Three months ended		Six months ended	
	30 June 2011	30 June 2010	30 June 2011	30 June 2010
	KD	KD	KD	KD
Total revenue	278,806	253,360	516,377	467,727
Total profit for the period	34,047	40,054	60,224	46,315
Group's share of profits of associates	13,619	16,022	24,090	18,526

7. ACCRUALS AND OTHER LIABILITIES

	30 June 2011	(Audited) 31 December 2010	30 June 2010
	KD	KD	KD
Accrued expenses	605,681	578,567	531,261
Advance from students	336,162	102,250	161,156
Others	94,420	78,578	63,956
	1,036,263	759,395	756,373

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)



For the period from 1 January to 30 June 2011

8. LONG-TERM DEBTS

	30 June	(Audited)	30 June
	2011	31 December	2010
	KD	KD	KD
Current portion	3,109,000	2,431,000	1,064,333
Non-current portion	3,137,000	4,201,891	4,485,235
	<u>6,246,000</u>	<u>6,632,891</u>	<u>5,549,568</u>

Long-term debts represent loans obtained from local banks which are denominated in KD and bear interest at 3% to 4% (31 December 2010: 3% to 4% and 30 June 2010: 3% to 4%) per annum over the Central Bank of Kuwait discount rate, and are repayable in equal monthly instalments the last of which is due on 31 December 2013. Long-term debt amounting to KD 4,585,000 (31 December 2010: KD 5,418,891 and 30 June 2010: KD 4,032,569) is secured by mortgage of land held at cost of KD 5,297,030 (31 December 2010: KD 5,297,030 and 30 June 2010: 5,297,030) and included in property and equipment.

As at the reporting date, the undrawn long-term debt amounted to KD 5,000,000 (31 December 2010: KD 81,109 and 30 June 2010: 1,467,431).

9. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended		Six months ended	
	30 June	30 June	30 June	30 June
	2011	2010	2011	2010
	KD	KD	KD	KD
Staff salaries and related costs	448,624	337,820	851,816	613,467
Facilities costs	142,218	137,536	295,079	320,634
Depreciation and amortisation	225,715	178,349	439,269	347,413
Others	215,303	264,899	414,213	450,312
	<u>1,031,860</u>	<u>918,604</u>	<u>2,000,377</u>	<u>1,731,826</u>

10. SELLING EXPENSES

	Three months ended		Six months ended	
	30 June	30 June	30 June	30 June
	2011	2010	2011	2010
	KD	KD	KD	KD
Staff salaries and related costs	88,639	75,502	178,117	151,426
Advertising and sales promotion	110,979	177,592	151,680	220,521
Allowance for doubtful debts	12,192	11,378	21,703	16,387
Others	42,489	36,152	92,331	72,186
	<u>254,299</u>	<u>300,624</u>	<u>443,831</u>	<u>460,520</u>

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)**



For the period from 1 January to 30 June 2011

11. PROVISION FOR CONTRIBUTION TO KFAS

Provision for contribution to KFAS is comprised of the following:

	Three months ended		Six months ended	
	30 June 2011	30 June 2010	30 June 2011	30 June 2010
	KD	KD	KD	KD
Provision for contribution to KFAS by the Parent Company	501	-	1,485	-
Provision for contribution to KFAS by Humansoft Learning Company K.S.C. (Closed)	1,513	-	2,544	-
	<u>2,014</u>	<u>-</u>	<u>4,029</u>	<u>-</u>

12. BASIC AND DILUTED EARNINGS / (LOSS) PER SHARE

Basic and diluted earnings / (loss) per share is calculated as follows:

	Three months ended		Six months ended	
	30 June 2011	30 June 2010	30 June 2011	30 June 2010
	KD	KD	KD	KD
Profit / (loss) for the period	<u>213,522</u>	<u>(293,341)</u>	<u>425,634</u>	<u>(303,199)</u>
Number of shares outstanding:	Shares			
Weighted average number of paid up shares	<u>114,240,000</u>	<u>114,240,000</u>	<u>114,240,000</u>	<u>114,240,000</u>
Less: Weighted average number of treasury shares	<u>-</u>	<u>(2,685,385)</u>	<u>(1,386,298)</u>	<u>(2,450,166)</u>
Weighted average number of outstanding shares	<u>114,240,000</u>	<u>111,554,615</u>	<u>112,853,702</u>	<u>111,789,834</u>
Basic and diluted earnings/ (loss) per share (fils)	<u>1.87</u>	<u>(2.63)</u>	<u>3.77</u>	<u>(2.71)</u>

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)



For the period from 1 January to 30 June 2011

13. SEGMENT INFORMATION

Primary segment information – business segments:

The Group is organised into functional divisions in order to manage its various lines of business. All of the segment revenue reported below is from external customers. For the purpose of segment reporting, the Parent Company's management has grouped the Group's activities into the following business segments:

- a) Training and career development programs
- b) English training
- c) Learning solutions
- d) Higher education

Segment results include revenues and expenses directly attributable to a segment. There are no significant inter-segment transactions.

Segment information by business segments is as follows:

	Training and career development programs	English training	Learning solutions	Higher education	Unallocated	Total
	KD	KD	KD	KD	KD	KD
3 months ended 30 June 2011						
Segment revenues	373,340	239,987	181,222	1,536,099	-	2,330,648
Segment expenses	(326,068)	(161,257)	(158,291)	(1,001,846)	(191,663)	(1,839,125)
Depreciation and amortisation	(7,169)	(2,919)	(6,031)	(207,800)	(1,796)	(225,715)
Finance charges	-	-	-	(79,567)	(15,992)	(95,559)
Group's share of profits of associates	-	-	-	-	13,619	13,619
Other income	7,329	101	7,976	14,248	-	29,654
Profit for the period	<u>47,432</u>	<u>75,912</u>	<u>24,876</u>	<u>261,134</u>	<u>(195,832)</u>	<u>213,522</u>
6 months ended 30 June 2011						
Segment revenues	695,270	450,468	553,424	2,859,599	-	4,558,761
Segment expenses	(608,783)	(314,779)	(411,830)	(1,926,529)	(322,482)	(3,584,403)
Depreciation and amortisation	(14,002)	(5,456)	(17,241)	(398,905)	(3,665)	(439,269)
Finance charges	-	-	-	(139,754)	(37,400)	(177,154)
Group's share of profits of associates	-	-	-	-	24,090	24,090
Other income	7,623	197	7,976	27,813	-	43,609
Profit for the period	<u>80,108</u>	<u>130,430</u>	<u>132,329</u>	<u>422,224</u>	<u>(339,457)</u>	<u>425,634</u>

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
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For the period from 1 January to 30 June 2011

13. SEGMENT INFORMATION (CONTINUED)

	Training and career development programs	English training	Learning solutions	Higher education	Unallocated	Total
	KD	KD	KD	KD	KD	KD
3 months ended 30 June 2010						
Segment revenues	366,202	223,272	200,241	816,232	-	1,605,947
Segment expenses	(284,064)	(184,990)	(177,471)	(900,987)	(123,257)	(1,670,769)
Depreciation and amortisation	(9,132)	(3,406)	(11,094)	(140,341)	(14,376)	(178,349)
Finance charges	-	-	-	(33,086)	(24,377)	(57,463)
Group's share of profits of associates	-	-	-	-	16,022	16,022
Other (expenses) / income	(206)	112	78	2,045	(10,758)	(8,729)
Profit / (loss) for the period	<u>72,800</u>	<u>34,988</u>	<u>11,754</u>	<u>(256,137)</u>	<u>(156,746)</u>	<u>(293,341)</u>
6 months ended 30 June 2010						
Segment revenues	712,899	440,996	359,008	1,665,095	-	3,177,998
Segment expenses	(583,938)	(356,315)	(330,711)	(1,532,024)	(249,495)	(3,052,483)
Depreciation and amortisation	(18,348)	(6,875)	(21,859)	(271,550)	(28,781)	(347,413)
Finance charges	-	-	-	(66,302)	(53,651)	(119,953)
Group's share of profits of associates	-	-	-	-	18,526	18,526
Other income	124	782	4,647	13,098	1,475	20,126
Profit / (loss) for the period	<u>110,737</u>	<u>78,588</u>	<u>11,085</u>	<u>(191,683)</u>	<u>(311,926)</u>	<u>(303,199)</u>

HUMANSOFT HOLDING COMPANY K.S.C. (CLOSED) AND SUBSIDIARIES**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)**

For the period from 1 January to 30 June 2011

14. COMMITMENTS AND CONTINGENT LIABILITIES

	30 June 2011	(Audited) 31 December 2010	30 June 2010
	KD	KD	KD
Commitments			
Capital commitments for construction	390,622	488,653	1,811,367
Operating lease commitments for land	1,504,500	1,595,000	1,595,000
Minimum operating lease commitments under these operating leases are as follows:			
Within one year	90,500	90,500	90,500
Later than one year but not later than five years	362,000	362,000	362,000
Later than five years	1,052,000	1,142,500	1,142,500
	1,504,500	1,595,000	1,595,000
Contingencies			
Letters of guarantee	1,248,029	1,194,023	1,536,730

15. ANNUAL GENERAL ASSEMBLY

The annual general assembly of the shareholders' held on 28 April 2011 approved the annual audited consolidated financial statements for the year ended 31 December 2010 and also approved the Board of Directors' proposal to not distribute any dividends for the year ended 31 December 2010 (31 December 2009: Nil).