

**Humansoft Holding Company K.S.C.P.  
and Subsidiaries**



**Interim condensed consolidated financial information  
and independent auditor's review report  
for the period from 1 January 2019 to 30 September 2019  
(Unaudited)**

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## **INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

### **TO THE BOARD OF DIRECTORS OF HUMANSOFT HOLDING COMPANY K.S.C.P.**

#### *Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of Humansoft Holding Company K.S.C.P. ("the Parent Company") and subsidiaries (together referred to as "the Group") as at 30 September 2019 and the related interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended and the related interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the nine-month 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 International Accounting Standard 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 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 IAS 34.

#### *Report on other Legal and Regulatory Requirements*

Furthermore, based on our review, the accompanying 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 Companies Law No. 1 of 2016 and its executive regulations, as amended, or the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the nine-month period ended 30 September 2019 that might have had a material effect on the business of the Group or on its financial position.



**Bader A. Al-Wazzan**  
**Licence No. 62A**  
**Deloitte & Touche**  
**Al-Wazzan & Co**

15 October 2019  
Kuwait

**Interim condensed consolidated statement of financial position (Unaudited)  
as at 30 September 2019**

	Notes	Kuwaiti Dinars		
		30 September 2019	31 December 2018 (Audited)	30 September 2018
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and bank balances	3	35,154,500	26,602,059	26,391,725
Trade and other receivables	4	33,021,159	20,994,756	32,824,738
Inventories		139,146	52,043	72,793
		<u>68,314,805</u>	<u>47,648,858</u>	<u>59,289,256</u>
<b>Non-current assets</b>				
Right-of-use assets		1,078,495	-	-
Property and equipment		52,220,254	54,222,104	54,150,942
Intangible assets		7,304,562	7,335,593	7,369,202
Investment in associates		725,885	707,439	686,580
		<u>61,329,196</u>	<u>62,265,136</u>	<u>62,206,724</u>
<b>Total assets</b>		<u>129,644,001</u>	<u>109,913,994</u>	<u>121,495,980</u>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities</b>				
Bank overdrafts	3	-	-	531,867
Trade and other payables		1,057,756	1,025,981	1,323,108
Accruals and other liabilities		6,426,211	6,402,888	6,462,925
Lease liabilities		156,676	-	-
Deferred income	6	25,591,747	6,244,841	24,998,911
Retentions payable		853,669	966,509	1,378,366
Current portion of long-term debts	7	7,890,000	7,700,000	7,619,000
		<u>41,976,059</u>	<u>22,340,219</u>	<u>42,314,177</u>
<b>Non-current liabilities</b>				
Long-term debts	7	12,484,990	17,208,526	18,269,009
Provision for staff indemnity		3,636,343	3,318,334	3,096,671
Lease liabilities		903,665	-	-
		<u>17,024,998</u>	<u>20,526,860</u>	<u>21,365,680</u>
<b>Total liabilities</b>		<u>59,001,057</u>	<u>42,867,079</u>	<u>63,679,857</u>
<b>Equity</b>				
Share capital		12,223,680	12,223,680	12,223,680
Share premium		1,512,000	1,512,000	1,512,000
Statutory reserve		6,112,840	6,112,840	6,111,840
Voluntary reserve		6,112,840	6,112,840	6,111,840
Treasury shares	14	(288,877)	(288,877)	(288,877)
Treasury shares reserve		564,013	564,013	564,013
Retained earnings		44,303,814	40,713,526	31,480,282
Foreign currency translation reserve		102,634	96,893	101,345
<b>Total equity</b>		<u>70,642,944</u>	<u>67,046,915</u>	<u>57,816,123</u>
<b>Total liabilities and equity</b>		<u>129,644,001</u>	<u>109,913,994</u>	<u>121,495,980</u>

  
Ms. Dalal-Hasan Al-Sabti  
Chairperson

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

**Interim condensed consolidated statement of profit or loss (Unaudited) for the period from 1 January 2019 to 30 September 2019**

		<b>Kuwaiti Dinars</b>			
		<b>Three months period ended 30 September</b>		<b>Nine months period ended 30 September</b>	
<b>Notes</b>		<b>2019</b>	<b>2018</b>	<b>2019</b>	<b>2018</b>
	Revenues	16,977,429	16,017,117	53,340,840	49,938,899
	Cost of operations	(3,205,477)	(3,167,540)	(11,709,281)	(11,194,642)
	Gross profit	13,771,952	12,849,577	41,631,559	38,744,257
	General and administrative expenses	(3,542,777)	(3,784,660)	(11,091,138)	(11,609,166)
	Selling expenses	(520,463)	(510,077)	(2,187,586)	(2,633,349)
	Finance charges	(315,451)	(384,420)	(1,008,450)	(1,144,308)
	Share of profit of associates	10,230	16,562	13,450	17,722
	Other income	51,492	53,947	199,014	171,836
	<b>Profit before contribution to Kuwait Foundation for Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST"), Zakat and Directors' remuneration</b>	9,454,983	8,240,929	27,556,849	23,546,992
	Contribution to KFAS	(94,887)	(83,531)	(277,930)	(241,186)
	NLST	(243,477)	(212,980)	(699,723)	(604,773)
	Zakat	(97,590)	(86,192)	(282,853)	(247,413)
	Directors' remuneration	-	-	(200,000)	(200,000)
	<b>Profit for the period</b>	<b>9,019,029</b>	<b>7,858,226</b>	<b>26,096,343</b>	<b>22,253,620</b>
	<b>Basic and diluted earnings per share (fils)</b>	<b>74</b>	<b>65</b>	<b>215</b>	<b>183</b>

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

**Interim condensed consolidated statement of profit or loss and other comprehensive income (Unaudited) for the period from 1 January 2019 to 30 September 2019**

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2019	2018	2019	2018
<b>Profit for the period</b>	9,019,029	7,858,226	26,096,343	22,253,620
<b>Other comprehensive income</b>				
<i>Items that may be reclassified subsequently to consolidated statement of profit or loss:</i>				
Foreign currency translation adjustments	5,921	4,559	5,741	9,543
<b>Other comprehensive income for the period</b>	5,921	4,559	5,741	9,543
<b>Total comprehensive income for the period</b>	<u>9,024,950</u>	<u>7,862,785</u>	<u>26,102,084</u>	<u>22,263,163</u>

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

Humansoft Holding Company K.S.C.P. and Subsidiaries



Interim condensed consolidated statement of changes in equity (Unaudited)  
For the period from 1 January 2019 to 30 September 2019

	Kuwaiti Dinars								
	Share capital	Share premium	Statutory reserve	Voluntary reserve	Treasury shares	Treasury shares reserve	Retained earnings	Foreign currency translation reserve	Total
<b>Balance as at 1 January 2019</b>	12,223,680	1,512,000	6,112,840	6,112,840	(288,877)	564,013	40,713,526	96,893	67,046,915
Total comprehensive income for the period	-	-	-	-	-	-	26,096,343	5,741	26,102,084
Dividend (Note 15)	-	-	-	-	-	-	(22,506,055)	-	(22,506,055)
<b>Balance as at 30 September 2019</b>	<u>12,223,680</u>	<u>1,512,000</u>	<u>6,112,840</u>	<u>6,112,840</u>	<u>(288,877)</u>	<u>564,013</u>	<u>44,303,814</u>	<u>102,634</u>	<u>70,642,944</u>
<b>Balance as at 1 January 2018</b>	12,223,680	1,512,000	6,111,840	6,111,840	(288,877)	564,013	30,542,681	91,802	56,868,979
Transition adjustment on adoption of IFRS 9 at 1 January 2018	-	-	-	-	-	-	(26,507)	-	(26,507)
<b>Balance as at 1 January 2018 (restated)</b>	<u>12,223,680</u>	<u>1,512,000</u>	<u>6,111,840</u>	<u>6,111,840</u>	<u>(288,877)</u>	<u>564,013</u>	<u>30,516,174</u>	<u>91,802</u>	<u>56,842,472</u>
Total comprehensive income for the period	-	-	-	-	-	-	22,253,620	9,543	22,263,163
Dividend (Note 15)	-	-	-	-	-	-	(21,289,512)	-	(21,289,512)
<b>Balance as at 30 September 2018</b>	<u>12,223,680</u>	<u>1,512,000</u>	<u>6,111,840</u>	<u>6,111,840</u>	<u>(288,877)</u>	<u>564,013</u>	<u>31,480,282</u>	<u>101,345</u>	<u>57,816,123</u>

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

**Interim condensed consolidated statement of cash flows (Unaudited)**  
**For the period from 1 January 2019 to 30 September 2019**

	Notes	Kuwaiti Dinars	
		Nine months period ended	
		30 September	
		2019	2018
<b>OPERATING ACTIVITIES</b>			
Profit before contribution to KFAS, NLST, Zakat and Directors' remuneration		27,556,849	23,546,992
Adjustments for:			
Depreciation and amortisation	9	2,938,196	2,510,328
Provision for staff indemnity		576,992	592,103
Allowance for doubtful debts		(114,300)	192,354
Gain on disposal of property and equipment		-	(2,497)
Finance charges		1,008,450	1,144,308
Share of profit of associates		(13,450)	(17,722)
Interest income		(78,373)	(29,144)
Operating profit before working capital changes		31,874,364	27,936,722
Trade and other receivables		(11,912,047)	(12,952,688)
Inventories		(87,103)	(20,116)
Trade and other payables		31,775	252,698
Accruals and other liabilities		176,457	205,324
Deferred income		19,346,906	19,227,386
Retentions payable		(112,840)	(299,498)
		39,317,512	34,349,828
Payment of staff indemnity		(259,229)	(167,055)
Payment of KFAS		(330,199)	(304,688)
Payment of NLST		(854,510)	(758,988)
Payment of Zakat		(347,347)	(310,449)
Payment of Directors' remuneration		(200,000)	(200,000)
<b>Net cash generated from operating activities</b>		<b>37,326,227</b>	<b>32,608,648</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment		(755,189)	(6,497,286)
Payments for intangible assets		(63,627)	(44,796)
Proceeds from disposal of property and equipment		-	3,562
Term deposits		5,000,000	(5,000,000)
Interest received		78,373	29,144
Margin deposits		(21,270)	(11,629)
<b>Net cash generated from / (used in) investing activities</b>		<b>4,238,287</b>	<b>(11,521,005)</b>
<b>FINANCING ACTIVITIES</b>			
Finance charges paid		(981,195)	(1,132,366)
Repayment of lease liabilities		(156,676)	-
Dividend paid		(22,362,487)	(21,162,439)
Proceeds from bank		1,193,964	7,354,507
Repayment to bank		(5,727,500)	(4,804,500)
<b>Net cash used in financing activities</b>		<b>(28,033,894)</b>	<b>(19,744,798)</b>
<b>Net increase in cash and cash equivalents</b>		<b>13,530,620</b>	<b>1,342,845</b>
Effects of exchange rate changes on cash and cash equivalents		551	4,009
Cash and cash equivalents at beginning of the period		21,551,948	19,456,996
<b>Cash and cash equivalents at end of the period</b>	3	<b>35,083,119</b>	<b>20,803,850</b>

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



**Notes to the interim condensed consolidated financial information (Unaudited)  
For the period from 1 January 2019 to 30 September 2019**

**1. Ownership and activities**

Humansoft Holding Company K.S.C.P. ("the Parent Company") is a Kuwaiti shareholding company incorporated on 14 September 1997. The Parent Company and its subsidiaries are together referred to as "the Group".

The principal activities of the Parent Company are as follows:

1. Owning shares of Kuwaiti shareholding or foreign companies, as well as owning shares or stocks in Kuwaiti or foreign limited liability companies or participating in the establishment of these companies, in their two types, and their management, lending and guarantee for others.
2. Lending to companies in which it owns shares and guaranteeing them with third parties. In this case, the Parent company's share in the capital of the borrowing company should not be less than 20%.
3. Owning industrial property rights such as patents, industrial trademarks, or industrial fees or any other related rights and lease them to other companies to exploit them, whether inside or outside Kuwait.
4. Owning movables and properties necessary to carry out its operations within parameters allowed as per law.
5. Exploit surplus funds available with the Parent Company through investing in portfolios managed by specialized companies.

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

This interim condensed consolidated financial information for the nine-month period ended 30 September 2019 was authorised for issue by the Board of Directors of the Parent Company on 15 October 2019.

**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 IAS 34, "Interim Financial Reporting". Accordingly, it does not include all of the information and footnotes required for complete consolidated financial statements prepared in accordance with International Financial Reporting Standards.

The accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in the preparation of the annual audited consolidated financial statements of the Group for the year ended 31 December 2018 except for the adoption of IFRS 16: Leases. The change in the accounting policies arising from the adoption of this standard is explained below.

Other amendments to IFRSs which are effective for annual accounting period starting from 1 January 2019 did not have any material impact on the accounting policies, financial position or performance of the Group.

In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for fair presentation have been included. Operating results for the interim period are not necessarily indicative of the results that may be expected for the year ending 31 December 2019. For further information, refer to the annual audited consolidated financial statements and notes thereto for the year ended 31 December 2018.

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

**2.2 New standards and amendments effective from 1 January 2019**

The accounting policies applied are consistent with those used in the previous year except for the changes arising from the adoption of IFRS 16: Leases effective from 1 January 2019.

**Impact of changes in accounting policies due to adoption of IFRS 16**

The Group has adopted IFRS 16 issued in January 2016 with a date of initial application of 1 January 2019. IFRS 16 replaces IAS 17, IFRIC 4, SIC-15 and SIC-27. IFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases.

At inception of a contract, the Group assesses whether the contract is a lease. A contract is a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for a

**Notes to the interim condensed consolidated financial information (Unaudited)  
For the period from 1 January 2019 to 30 September 2019**

consideration. If the contract is identified as a lease, the Group recognises a right-of-use asset and a lease liability at the lease commencement date.

The Group has adopted modified retrospective approach in accordance with IFRS 16 and elected not to restate the comparative financial information. The Group did not recorded the impact in opening retained earnings and recognised right of use of assets and lease liabilities of the leased branches.

**2.3 Judgments 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 applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2018.

**3. Cash and bank balances**

	<b>Kuwaiti Dinars</b>		
	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
Cash on hand	54,139	53,884	77,276
Balance with banks	35,100,361	21,548,175	21,314,449
Short-term deposits with bank	-	5,000,000	5,000,000
Cash and bank balances	35,154,500	26,602,059	26,391,725
Less: Bank overdrafts	-	-	(531,867)
Less: Margin deposits with banks whose original maturity period exceeds three months from the date of acquisition, included above	(71,381)	(50,111)	(56,008)
Less: Term deposits with bank whose original maturity period exceeds three months from the date of acquisition, included above	-	(5,000,000)	(5,000,000)
Cash and cash equivalents in the statement of cash flows	<u>35,083,119</u>	<u>21,551,948</u>	<u>20,803,850</u>

As at 30 September 2019, the undrawn bank overdraft facilities amounted to KD 2,750,000 (31 December 2018: KD 2,750,000 and 30 September 2018: KD 2,218,133).

Margin deposits with banks are held as margin money deposits against letter of guarantees facilities from local commercial banks.

**4. Trade and other receivables**

	<b>Kuwaiti Dinars</b>		
	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
Trade receivables	32,301,089	20,513,693	31,970,107
Less: Allowance for doubtful debts	(541,803)	(859,420)	(765,455)
	31,759,286	19,654,273	31,204,652
Prepaid expenses	922,798	911,373	973,067
Advance to suppliers	227,831	312,634	477,211
Staff receivables	17,807	25,051	81,553
Refundable deposits	93,437	91,425	88,255
	<u>33,021,159</u>	<u>20,994,756</u>	<u>32,824,738</u>

Notes to the interim condensed consolidated financial information (Unaudited)  
For the period from 1 January 2019 to 30 September 2019

**5. Related party transactions**

Related parties comprise of major shareholders and executive officers of the Group, their families and companies of which they are the principal owners. The Group enters into transactions with related parties. Pricing policies and terms are approved by the Group's management.

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

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2019	2018	2019	2018
<b>Compensation of key management personnel</b>				
Short-term benefits	109,367	105,213	346,012	370,082
Post-employment benefits	7,619	9,042	4,300	26,852
	<u>116,986</u>	<u>114,255</u>	<u>350,312</u>	<u>396,934</u>

**6. Deferred income**

This represents fees received/billed in advance to be recognized as revenue as and when the service is rendered.

**7. Long-term debts**

	Kuwaiti Dinars		
	30 September 2019	31 December 2018 (Audited)	30 September 2018
Current portion	7,890,000	7,700,000	7,619,000
Non-current portion	12,484,990	17,208,526	18,269,009
	<u>20,374,990</u>	<u>24,908,526</u>	<u>25,888,009</u>

These debts are secured by mortgage of freehold land with a carrying value of KD 5,297,030 (31 December 2018: KD 5,297,030 and 30 September 2018: KD 5,297,030) included in property and equipment. These debts carry an effective interest rate of 5.5% per annum.

As at the interim condensed consolidated statement of financial position date, the undrawn long-term debts amounted to KD 3,350,010 (31 December 2018: KD 4,543,974 and 30 September 2018: KD 5,455,991).

**8. Cost of operations**

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2019	2018	2019	2018
Staff salaries and related costs	3,053,662	3,005,046	11,347,819	10,790,218
Facilities costs	89,598	78,844	217,199	210,964
Material costs	61,098	81,458	139,299	188,151
Others	1,119	2,192	4,964	5,309
	<u>3,205,477</u>	<u>3,167,540</u>	<u>11,709,281</u>	<u>11,194,642</u>

Notes to the interim condensed consolidated financial information (Unaudited)  
For the period from 1 January 2019 to 30 September 2019

9. General and administrative expenses

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2019	2018	2019	2018
Staff salaries and related costs	1,151,651	1,341,576	3,620,128	4,377,671
Facilities costs	477,402	518,082	1,408,131	1,622,363
Depreciation and amortisation	956,641	890,561	2,938,196	2,510,328
Other administrative expenses	957,083	1,034,441	3,124,683	3,098,804
	<u>3,542,777</u>	<u>3,784,660</u>	<u>11,091,138</u>	<u>11,609,166</u>

10. Selling expenses

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2019	2018	2019	2018
Staff salaries and related costs	77,461	76,592	237,196	236,366
Advertising and sales promotion	271,711	241,697	1,682,461	2,025,458
Allowance for doubtful debts	138,103	160,664	114,300	218,861
Others	33,188	31,124	153,629	152,664
	<u>520,463</u>	<u>510,077</u>	<u>2,187,586</u>	<u>2,633,349</u>

11. Basic and diluted earnings per share

Basic and diluted earnings per share is calculated as follows:

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2019	2018	2019	2018
Profit for the period	<u>9,019,029</u>	<u>7,858,226</u>	<u>26,096,343</u>	<u>22,253,620</u>
Number of shares outstanding:	Shares			
Weighted average number of paid up shares	122,236,800	122,236,800	122,236,800	122,236,800
Less: Weighted average number of treasury shares outstanding	<u>(582,448)</u>	<u>(582,448)</u>	<u>(582,448)</u>	<u>(582,448)</u>
Weighted average number of outstanding shares	<u>121,654,352</u>	<u>121,654,352</u>	<u>121,654,352</u>	<u>121,654,352</u>
<b>Basic and diluted earnings per share (fils)</b>	<u>74</u>	<u>65</u>	<u>215</u>	<u>183</u>

12. 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 segregates 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.

Notes to the interim condensed consolidated financial information (Unaudited)  
For the period from 1 January 2019 to 30 September 2019

Segment information by business segments is as follows:

	<b>Kuwaiti Dinars</b>					
	<b>Nine months period ended 30 September 2019</b>					
	<b>Training and Career Development Programs</b>	<b>English Training</b>	<b>Learning Solutions</b>	<b>Higher Education</b>	<b>Others</b>	<b>Total</b>
Segment revenues	924,572	649,388	434,144	51,332,736	-	53,340,840
Segment expenses	(874,293)	(506,476)	(393,465)	(20,584,609)	(1,151,472)	(23,510,315)
Depreciation and amortisation	(11,129)	(10,101)	(34,631)	(2,868,806)	(13,529)	(2,938,196)
Finance charges	-	-	-	(862,262)	(146,188)	(1,008,450)
Share of profit of associates	-	-	-	-	13,450	13,450
Other income	16,923	18,728	5,341	156,894	1,128	199,014
Profit / (loss) for the period	<u>56,073</u>	<u>151,539</u>	<u>11,389</u>	<u>27,173,953</u>	<u>(1,296,611)</u>	<u>26,096,343</u>
<b>Assets</b>						
Segment total assets	<u>1,000,290</u>	<u>494,164</u>	<u>559,475</u>	<u>119,288,740</u>	<u>8,301,332</u>	<u>129,644,001</u>
<b>Liabilities</b>						
Segment total liabilities	<u>486,349</u>	<u>245,998</u>	<u>248,029</u>	<u>56,371,498</u>	<u>1,649,183</u>	<u>59,001,057</u>
	<b>Kuwaiti Dinars</b>					
	<b>Nine months period ended 30 September 2018</b>					
	<b>Training and Career Development Programs</b>	<b>English Training</b>	<b>Learning Solutions</b>	<b>Higher Education</b>	<b>Others</b>	<b>Total</b>
Segment revenues	894,190	662,660	492,015	47,890,034	-	49,938,899
Segment expenses	(900,983)	(586,411)	(461,832)	(20,964,604)	(1,306,371)	(24,220,201)
Depreciation and amortisation	(12,052)	(14,075)	(34,197)	(2,442,087)	(7,917)	(2,510,328)
Finance charges	-	-	-	(993,531)	(150,777)	(1,144,308)
Share of profit of associates	-	-	-	-	17,722	17,722
Other income	7,688	6,157	6,872	141,922	9,197	171,836
Profit / (loss) for the period	<u>(11,157)</u>	<u>68,331</u>	<u>2,858</u>	<u>23,631,734</u>	<u>(1,438,146)</u>	<u>22,253,620</u>
<b>Assets</b>						
Segment total assets	<u>886,731</u>	<u>478,335</u>	<u>676,562</u>	<u>111,098,063</u>	<u>8,356,289</u>	<u>121,495,980</u>
<b>Liabilities</b>						
Segment total liabilities	<u>520,627</u>	<u>318,531</u>	<u>318,034</u>	<u>60,459,614</u>	<u>2,063,051</u>	<u>63,679,857</u>

Notes to the interim condensed consolidated financial information (Unaudited)  
For the period from 1 January 2019 to 30 September 2019

**13. Commitments and Contingent liabilities**

	Kuwaiti Dinars		
	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
<b>Commitments</b>			
Capital commitments for construction	552,412	957,529	1,549,033
Capital commitments for software upgradation	-	-	16,321
<b>Contingent liabilities</b>			
Letters of guarantee	1,541,464	1,510,500	1,514,728

**14. Treasury shares**

	Kuwaiti Dinars		
	<b>30 September 2019</b>	<b>31 December 2018 (Audited)</b>	<b>30 September 2018</b>
Number of shares	582,448	582,448	582,448
Percentage of issued shares	0.48%	0.48%	0.48%
Market value (KD)	1,820,150	1,910,429	1,863,834

An amount equivalent to the cost of purchase of the treasury shares have been earmarked as non-distributable from statutory reserve, share premium, treasury shares reserve and retained earnings throughout the holding period of treasury shares.

**15. Dividend Distribution**

The Shareholders' annual general assembly held on 07 April 2019 approved the audited consolidated financial statements of the Group for the year ended 31 December 2018 and the payment of cash dividend of 185 fils per share (31 December 2017: 175 fils per share). The cash dividend was subsequently paid after obtaining the necessary regulatory approvals.

**16. Comparative Information**

Certain comparative figures have been reclassified to conform to the current period's presentation with no effect on the previously reported profits or equity.