

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



**Interim condensed consolidated financial information
and independent auditors' review report
for the period from 1 January 2020 to 30 September 2020
(Unaudited)**

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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.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 2020, and the related interim condensed consolidated statement of profit or loss and the 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 the 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

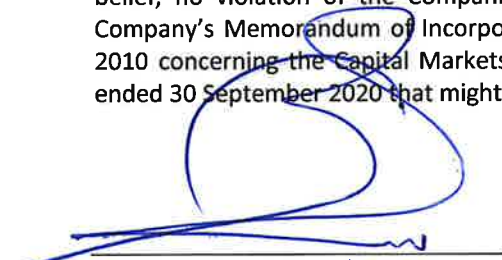
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons 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, or of the provisions of Law No 7 of 2010 concerning the Capital Markets Authority and its related regulations have occurred during the nine-month period ended 30 September 2020 that might have had a material effect on the business of the Group or on its financial position.


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Interim condensed consolidated statement of financial position (Unaudited) as at 30 September 2020

	Notes	Kuwaiti Dinars		
		30 September 2020	31 December 2019 (Audited)	30 September 2019
ASSETS				
Current assets				
Cash and bank balances	3	70,631,140	35,355,264	35,154,500
Trade and other receivables	4	8,788,718	22,425,454	33,021,159
Inventories		69,013	48,024	139,146
		<u>79,488,871</u>	<u>57,828,742</u>	<u>68,314,805</u>
Non-current assets				
Right-of-use assets		963,673	1,049,789	1,078,495
Property and equipment		48,754,436	51,556,641	52,220,254
Intangible assets		6,952,295	7,281,989	7,304,562
Investments in associates		626,005	626,073	725,885
		<u>57,296,409</u>	<u>60,514,492</u>	<u>61,329,196</u>
Total assets		<u>136,785,280</u>	<u>118,343,234</u>	<u>129,644,001</u>
LIABILITIES AND EQUITY				
Current liabilities				
Trade and other payables		921,017	748,898	1,057,756
Accruals and other liabilities		8,441,889	6,494,450	6,426,211
Lease liabilities		214,748	218,994	220,885
Deferred income	6	47,928	6,443,789	25,591,747
Retentions payable		397,150	466,557	853,669
Current portion of long-term debts	7	11,787,542	7,890,000	7,890,000
		<u>21,810,274</u>	<u>22,262,688</u>	<u>42,040,268</u>
Non-current liabilities				
Lease liabilities		713,956	819,648	839,456
Long-term debts	7	5,321,723	10,879,265	12,484,990
Provision for staff indemnity		4,381,227	3,972,194	3,636,343
		<u>10,416,906</u>	<u>15,671,107</u>	<u>16,960,789</u>
Total liabilities		<u>32,227,180</u>	<u>37,933,795</u>	<u>59,001,057</u>
Equity				
Share capital		12,223,680	12,223,680	12,223,680
Share premium		1,512,000	1,512,000	1,512,000
Statutory reserve		9,894,240	9,894,240	6,112,840
Voluntary reserve		6,112,840	6,112,840	6,112,840
Treasury shares	14	(288,877)	(288,877)	(288,877)
Treasury shares reserve		564,013	564,013	564,013
Retained earnings		74,427,455	50,299,035	44,303,814
Foreign currency translation reserve		112,749	92,508	102,634
		<u>104,558,100</u>	<u>80,409,439</u>	<u>70,642,944</u>
Total liabilities and equity		<u>136,785,280</u>	<u>118,343,234</u>	<u>129,644,001</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 2020 to 30 September 2020**

		Kuwaiti Dinars			
		Three months period ended 30 September		Nine months period ended 30 September	
Notes		2020	2019	2020	2019
	Revenues	25,419,714	16,977,429	49,947,322	53,340,840
	Cost of operations	8 (3,594,875)	(3,205,477)	(12,202,723)	(11,709,281)
	Gross profit	21,824,839	13,771,952	37,744,599	41,631,559
	General and administrative expenses	9 (3,790,973)	(3,542,777)	(11,143,316)	(11,091,138)
	Selling expenses	10 (959,044)	(520,463)	(1,695,652)	(2,187,586)
	Finance charges	(170,422)	(315,451)	(557,606)	(1,008,450)
	Share of (loss)/profit of associates	(3,014)	10,230	(7,501)	13,450
	Other income	473,779	51,492	1,010,200	199,014
	Profit before contribution to Kuwait Foundation for Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST"), Zakat and Directors' remuneration	17,375,165	9,454,983	25,350,724	27,556,849
	Contribution to KFAS	(176,122)	(94,887)	(302,545)	(277,930)
	NLST	(440,812)	(243,477)	(649,381)	(699,723)
	Zakat	(178,609)	(97,590)	(270,378)	(282,853)
	Directors' remuneration	-	-	-	(200,000)
	Profit for the period	<u>16,579,622</u>	<u>9,019,029</u>	<u>24,128,420</u>	<u>26,096,343</u>
	Basic and diluted earnings per share (fils)	11 <u>136</u>	<u>74</u>	<u>198</u>	<u>215</u>

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 2020 to 30 September 2020

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2020	2019	2020	2019
Profit for the period	16,579,622	9,019,029	24,128,420	26,096,343
Other comprehensive income				
<i>Items that may be reclassified subsequently to interim condensed consolidated statement of profit or loss:</i>				
Foreign currency translation adjustments	(23,368)	5,921	20,241	5,741
Other comprehensive income for the period	(23,368)	5,921	20,241	5,741
Total comprehensive income for the period	16,556,254	9,024,950	24,148,661	26,102,084

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

Interim condensed consolidated statement of changes in equity (Unaudited) For the period from 1 January 2020 to 30 September 2020

	Kuwaiti Dinars								
	Share capital	Share premium	Statutory reserve	Voluntary reserve	Treasury shares	Treasury shares reserve	Retained earnings	Foreign currency translation reserve	Total
Balance as at 1 January 2020	12,223,680	1,512,000	9,894,240	6,112,840	(288,877)	564,013	50,299,035	92,508	80,409,439
Total comprehensive income for the period	-	-	-	-	-	-	24,128,420	20,241	24,148,661
Balance as at 30 September 2020	<u>12,223,680</u>	<u>1,512,000</u>	<u>9,894,240</u>	<u>6,112,840</u>	<u>(288,877)</u>	<u>564,013</u>	<u>74,427,455</u>	<u>112,749</u>	<u>104,558,100</u>
Balance as at 1 January 2019	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)
Balance as at 30 September 2019	<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>

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 2020 to 30 September 2020

	Notes	Kuwaiti Dinars	
		Nine months period ended	
		2020	2019
OPERATING ACTIVITIES			
Profit before contribution to KFAS, NLST, Zakat and Directors' remuneration		25,350,724	27,556,849
Adjustments for:			
Depreciation and amortisation	9	3,302,315	2,938,196
Provision for staff indemnity		662,091	576,992
Expected credit loss on financial assets		217,159	(114,300)
Loss on disposal of property and equipment		3,173	-
Provision for impairment of goodwill		269,563	-
Finance charges		557,606	1,008,450
Share of loss / (profit) of associates		7,501	(13,450)
Interest income		(814,849)	(78,373)
Operating profit before working capital changes		29,555,283	31,874,364
Trade and other receivables		13,419,271	(11,912,047)
Inventories		(20,989)	(87,103)
Trade and other payables		172,119	31,775
Accruals and other liabilities		2,188,421	176,457
Deferred income		(6,395,861)	19,346,906
Retentions payable		(69,407)	(112,840)
		38,848,837	39,317,512
Payment of staff indemnity		(254,748)	(259,229)
Payment of KFAS		(383,608)	(330,199)
Payment of NLST		(965,576)	(854,510)
Payment of Zakat		(391,850)	(347,347)
Payment of Directors' remuneration		-	(200,000)
Net cash generated from operating activities		36,853,055	37,326,227
INVESTING ACTIVITIES			
Purchase of property and equipment		(327,210)	(755,189)
Payments for intangible assets		(26,704)	(63,627)
Proceeds from disposal of property and equipment		245	-
Interest received		814,849	78,373
Margin deposits		16,933	(21,270)
Term deposits		(47,800,000)	5,000,000
Net cash (used in)/generated from investing activities		(47,321,887)	4,238,287
FINANCING ACTIVITIES			
Finance charges paid		(233,120)	(981,195)
Repayment of lease liabilities		(156,676)	(156,676)
Dividend paid		-	(22,362,487)
Proceeds from bank		-	1,193,964
Repayment to bank		(1,660,000)	(5,727,500)
Net cash used in financing activities		(2,049,796)	(28,033,894)
Net (decrease)/increase in cash and cash equivalents		(12,518,628)	13,530,620
Effects of exchange rate changes on cash and cash equivalents		11,437	551
Cash and cash equivalents at beginning of the period		25,283,956	21,551,948
Cash and cash equivalents at end of the period	3	12,776,765	35,083,119

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 2020 to 30 September 2020**

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 Boursa Kuwait and its registered office is P.O. Box 305, Dasman 15454, State of Kuwait.

The Board of Directors in their meeting dated 07 September 2020 resolved to close down certain training centers and companies in Kuwait, UAE and Qatar. Revenue and operating results from these training centers and companies are not material to the Group’s interim condensed consolidated financial information.

This interim condensed consolidated financial information for the nine-month period ended 30 September 2020 was authorised for issue by the Board of Directors of the Parent Company on 02 November 2020.

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 2019.

Other amendments to IFRSs which are effective for annual accounting period starting from 1 January 2020 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 2020. For further information, refer to the annual audited consolidated financial statements and notes thereto for the year ended 31 December 2019.

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

Notes to the interim condensed consolidated financial information (Unaudited)
For the period from 1 January 2020 to 30 September 2020

2.2 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. The key sources of estimates and judgements are consistent with the annual audited consolidated financial statements of the Group for the year ended 31 December 2019, with the exception of the impact of the COVID - 19 outbreak which is detailed below.

The outbreak of coronavirus ("COVID-19") pandemic across the globe has caused disruption to business and economic activities and uncertainties in the global economic environment. The full outcome of this event is still unknown and therefore the impact on the Group cannot be fully quantified at the date of issuance of this interim condensed consolidated financial information. Management assessed the impact of the pandemic on the significant estimates and judgements applied by them in arriving at the Group's reported amounts of financial and non-financial assets as of 30 September 2020. Management also assessed that the Group has adequate liquidity to settle its current liabilities.

Management is continuously monitoring and revising, where necessary, their assumptions, estimates and judgements and monitoring the liquidity position as events unfold.

3. Cash and bank balances

	Kuwaiti Dinars		
	30 September 2020	31 December 2019 (Audited)	30 September 2019
Cash on hand	27,694	38,532	54,139
Balance with banks	9,803,446	19,316,732	35,100,361
Short-term deposits with bank	60,800,000	16,000,000	-
Cash and bank balances	70,631,140	35,355,264	35,154,500
Less: Margin deposits with banks whose original maturity period exceeds three months from the date of acquisition, included above	(54,375)	(71,308)	(71,381)
Less: Term deposits with bank whose original maturity period exceeds three months from the date of acquisition, included above	(57,800,000)	(10,000,000)	-
Cash and cash equivalents in the statement of cash flows	12,776,765	25,283,956	35,083,119

Term deposits are denominated in Kuwaiti Dinars and are placed with a local bank carrying an effective rate of interest of 2.3% (31 December 2019: 3.6% and 30 September 2019: nil) per annum.

As at 30 September 2020, the undrawn bank overdraft facilities amounted to KD 2,750,000 (31 December 2019: KD 2,750,000 and 30 September 2019: KD 2,750,000).

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

4. Trade and other receivables

	Kuwaiti Dinars		
	30 September 2020	31 December 2019 (Audited)	30 September 2019
Trade receivables	8,093,633	21,653,867	32,301,089
Less: Provision for ECL	(706,149)	(582,927)	(541,803)
	7,387,484	21,070,940	31,759,286
Advance to suppliers	163,560	175,832	227,831
Staff receivables	25,563	11,561	17,807
Refundable deposits	91,562	94,393	93,437
Prepaid expenses and other receivables	1,120,549	1,072,728	922,798
	8,788,718	22,425,454	33,021,159

Notes to the interim condensed consolidated financial information (Unaudited)
For the period from 1 January 2020 to 30 September 2020
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		Nine months period ended	
	30 September		30 September	
	2020	2019	2020	2019
Compensation of key management personnel				
Short-term benefits and Post-employment benefits	177,846	116,986	528,629	350,312

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	31 December	30 September
	2020	2019	2019
		(Audited)	
Current portion	11,787,542	7,890,000	7,890,000
Non-current portion	5,321,723	10,879,265	12,484,990
	<u>17,109,265</u>	<u>18,769,265</u>	<u>20,374,990</u>

These debts are secured by mortgage of freehold land with a carrying value of KD 5,297,030 (31 December 2019: KD 5,297,030 and 30 September 2019: KD 5,297,030) included in property and equipment. These debts carry an effective interest rate of 3.5% per annum.

8. Cost of operations

	Kuwaiti Dinars			
	Three months period ended		Nine months period ended	
	30 September		30 September	
	2020	2019	2020	2019
Staff salaries and related costs	3,494,821	3,053,662	11,961,364	11,347,819
Facilities costs	71,252	89,598	190,447	217,199
Material costs	27,958	61,098	48,075	139,299
Others	844	1,119	2,837	4,964
	<u>3,594,875</u>	<u>3,205,477</u>	<u>12,202,723</u>	<u>11,709,281</u>

9. General and administrative expenses

	Kuwaiti Dinars			
	Three months period ended		Nine months period ended	
	30 September		30 September	
	2020	2019	2020	2019
Staff salaries and related costs	1,253,799	1,151,651	3,840,028	3,620,128
Facilities costs	466,376	477,402	1,355,508	1,408,131
Depreciation and amortisation	1,238,431	956,641	3,302,315	2,938,196
Other administrative expenses	832,367	957,083	2,645,465	3,124,683
	<u>3,790,973</u>	<u>3,542,777</u>	<u>11,143,316</u>	<u>11,091,138</u>

Notes to the interim condensed consolidated financial information (Unaudited)
For the period from 1 January 2020 to 30 September 2020

10. Selling expenses

	Kuwaiti Dinars			
	Three months period ended 30 September		Nine months period ended 30 September	
	2020	2019	2020	2019
	Advertising and sales promotion	774,600	271,711	1,257,815
Staff salaries and related costs	41,238	77,461	142,179	237,196
Allowance for ECL	107,011	138,103	217,159	114,300
Others	36,195	33,188	78,499	153,629
	<u>959,044</u>	<u>520,463</u>	<u>1,695,652</u>	<u>2,187,586</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	
	2020	2019	2020	2019
	Profit for the period	16,579,622	9,019,029	24,128,420
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	(582,448)	(582,448)	(582,448)	(582,448)
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>
Basic and diluted earnings per share (fils)	<u>136</u>	<u>74</u>	<u>198</u>	<u>215</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 2020 to 30 September 2020

Segment information by business segments is as follows:

	Kuwaiti Dinars					Total
	Nine months period ended 30 September 2020					
	Training and Career Development Programs	English Training	Learning Solutions	Higher Education	Others	
Segment revenues	393,935	149,244	437,730	48,966,413	-	49,947,322
Segment expenses	(843,576)	(271,620)	(389,351)	(20,390,153)	(1,066,980)	(22,961,680)
Depreciation and amortisation	(14,442)	(5,268)	(30,987)	(3,244,487)	(7,131)	(3,302,315)
Finance charges	-	-	-	(468,683)	(88,923)	(557,606)
Share of loss of associates	-	-	-	-	(7,501)	(7,501)
Other income	3,927	(429)	-	975,019	31,683	1,010,200
Profit/(loss) for the period	<u>(460,156)</u>	<u>(128,073)</u>	<u>17,392</u>	<u>25,838,109</u>	<u>(1,138,852)</u>	<u>24,128,420</u>
Assets						
Segment total assets	<u>726,515</u>	<u>187,187</u>	<u>684,839</u>	<u>101,094,967</u>	<u>34,091,772</u>	<u>136,785,280</u>
Liabilities						
Segment total liabilities	<u>383,156</u>	<u>141,950</u>	<u>269,747</u>	<u>29,358,366</u>	<u>2,073,961</u>	<u>32,227,180</u>
	Kuwaiti Dinars					Total
	Nine months period ended 30 September 2019					
	Training and Career Development Programs	English Training	Learning Solutions	Higher Education	Others	
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>
Assets						
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>
Liabilities						
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>

13. Commitments and Contingent liabilities

	Kuwaiti Dinars		
	30 September 2020	31 December 2019	30 September 2019
		(Audited)	
Commitments			
Capital commitments for construction	<u>262,364</u>	<u>214,528</u>	<u>552,412</u>
Contingent liabilities			
Letters of guarantee	<u>1,673,418</u>	<u>1,582,252</u>	<u>1,541,464</u>

Notes to the interim condensed consolidated financial information (Unaudited)
For the period from 1 January 2020 to 30 September 2020

14. Treasury shares

	Kuwaiti Dinars		
	30 September 2020	31 December 2019 (Audited)	30 September 2019
Number of shares	582,448	582,448	582,448
Percentage of issued shares	0.48%	0.48%	0.48%
Market value (KD)	1,514,947	1,754,333	1,820,150

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 23 March 2020 approved the audited consolidated financial statements of the Group for the year ended 31 December 2019 and resolved not to pay any dividend for that year (31 December 2018: 185 fils per share).

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.