

Grand Real Estate Projects Company
K.S.C. (Closed)
and its Subsidiaries
State of Kuwait
Review report on the interim consolidated
financial information
For the Six months ended June 30, 2008
(unaudited)

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Grand Real Estate Projects Company

**K.S.C. (Closed)
and its Subsidiaries
State of Kuwait**

**Review report on the interim consolidated
financial information
For the Six months ended June 30, 2008
(unaudited)**

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Messrs/ Chairman and Board of Directors
Grand Real Estate Projects Company- K.S.C. (Closed)
And Its subsidiaries
State of Kuwait

Review Report on the interim financial information

Introduction

We have reviewed the accompanying interim condensed consolidated balance sheet of Grand Real Estate Projects Company K.S.C. (Closed) - (the Parent Company) and its subsidiaries (the Group)) as of June 30, 2008 and the related condensed consolidated statements of income, cash flows and changes in equity for the six months then ended. Management is responsible for the preparation and presentation of this interim consolidated financial information in accordance with International Accounting Standard No (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of review

We conducted our review in accordance with the 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 respect in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".

Report on review of other legal and regulatory matters

Furthermore, based on our review, the interim condensed consolidated financial information are in agreement with the books of the Company. Also, to the best of our knowledge and belief, no violations of the Commercial Companies Law of 1960, as amended, or of the Articles of Association of the Company have occurred during the six months ended June 30, 2008 that might have had a material effect on the business of the parent Company or on its financial position.

Ali A. Al-Hasawi
License No. 30 (A)
BDO Burgan-International Accountants

August 14, 2008
State of Kuwait

Tariq Majid Bouresli
License No. 75 (A)
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Grand Real Estate Projects Company K.S.C. (Closed)
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Exhibit - A

Condensed consolidated balance sheet as of June 30, 2008
(Unaudited)

"All amounts are in Kuwaiti Dinars"

	Note	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Assets				
Non-Current assets				
Investment properties	3	67,594,898	58,066,174	30,201,199
Investment in associates	4	23,928,316	23,544,607	54,031,161
Intangible assets		21,880,657	25,605,559	11,096,577
Projects in progress		1,383,761	1,383,761	905,556
Property and equipment		171,181	199,563	129,842
Joint ventures		1	1	-
Available for sale Investments		11,953,993	7,161,567	16,340,953
Mudarabat receivables		-	-	193,364
		<u>126,912,807</u>	<u>115,961,232</u>	<u>112,898,652</u>
Current assets				
Receivables and other debit balances	5	56,059,673	46,397,012	20,012,736
Property held for trading		-	137,695	-
Investments at fair value - statement of income	6	23,699,191	25,028,383	24,738,434
Mudarabat Investment		25,455,479	25,455,479	25,455,479
Cash and cash equivalent		2,717,093	4,226,702	4,950,279
		<u>107,931,436</u>	<u>101,245,271</u>	<u>75,156,928</u>
Total assets		<u>234,844,243</u>	<u>217,206,503</u>	<u>188,055,580</u>
Equity and Liabilities				
Equity				
Share capital		45,480,162	36,384,130	30,320,108
Share premium		24,702,252	24,710,977	24,719,900
Statutory reserve	7	6,032,791	6,032,791	3,861,981
Voluntary reserve	7	6,032,791	6,032,791	3,861,981
Treasury shares		(229,218)	(229,218)	(234,261)
Profit on sale of treasury shares	7	101,100	101,100	97,688
Shares option reserve	7	248,472	267,013	285,974
Cumulative changes in fair value	7	1,556,750	40,052	(4,205)
Foreign currency translation reserve	7	(283,275)	(110,471)	-
Retained earnings		21,021,516	25,549,980	26,607,618
Group's share in associate reserves	7	(201,373)	(216,399)	-
Equity attributable to the shareholders of the parent company		<u>104,461,968</u>	<u>98,562,746</u>	<u>89,516,784</u>
Minority interests		34,213,924	26,352,559	18,730,189
Total Equity		<u>138,675,892</u>	<u>124,915,305</u>	<u>108,246,973</u>
Non-Current Liabilities				
End of service indemnity		67,932	89,125	51,988
Islamic debt instruments	8	3,710,398	3,710,398	3,914,594
		<u>3,778,330</u>	<u>3,799,523</u>	<u>3,966,582</u>
Current Liabilities				
Islamic debt instruments	8	44,872,092	50,740,438	37,936,241
Payables and other credit balances	9	47,517,929	37,751,237	37,905,784
		<u>96,168,351</u>	<u>92,291,198</u>	<u>79,808,607</u>
Total liabilities and equity		<u>234,844,243</u>	<u>217,206,503</u>	<u>188,055,580</u>


Mohammad Abdulsalam Shuaib
Chairman and Managing Director

The accompanying notes from an integral part of these interim condensed consolidated financial information.

Grand Real Estate Projects Company K.S.C. (Closed)
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Exhibit - B

Condensed consolidated statement of income for the Six months ended June 30, 2008
(Unaudited)

"All amounts are in Kuwaiti Dinars"

	Note	Three months ended June 30		Six months ended June 30	
		2008	2007	2008	2007
Gains from evaluation of investment property		3,234,075	3,749,066	12,348,253	6,361,254
Net profit / (loss) from investments in securities	10	539,304	652,965	427,208	(3,575,382)
(loss) / profit from sale of share in a subsidiary		(678,729)	138,057	(1,580,498)	1,356,028
Profit from sale of investment property and property held for trading		63,690	260,303	182,295	260,303
Share in results of associate company		-	(10,762)	-	(10,762)
Exceed in net assets of an associate over the acquisition cost (Negative Goodwill)		-	-	-	7,176,339
Other income		16,021	112,661	16,162	169,328
Mudarabat income		731,845	3,047,084	1,493,417	3,530,890
General and administrative expenses		(556,903)	(1,305,616)	(1,154,208)	(2,053,183)
Finance cost		(687,631)	-	(1,418,602)	-
Operating profit		2,661,672	6,643,758	10,314,027	13,214,815
Contribution to Kuwait Foundation for the advancement of Sciences		(27,549)	(37,898)	(96,420)	(97,035)
National labor support tax		(79,477)	(109,468)	(235,728)	(273,747)
Zakat		(28,437)	-	(90,938)	-
Net profit for the period		2,526,209	6,496,392	9,890,941	12,844,033
Attributable to:					
Parent Company shareholders		2,203,451	5,794,079	8,200,039	11,408,108
Minority interests		322,758	702,313	1,690,902	1,435,925
Net profit for the period		2,526,209	6,496,392	9,890,941	12,844,033
Earnings per share attributable to the shareholders of the parent company / (Fils)	11	4.85	12.76	18.06	25.12

The accompanying notes from an integral part of these interim condensed consolidated financial information.

Grand Real Estate Projects Company K.S.C. (Closed)
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Exhibit - C

Condensed consolidated statement of cash flows for the Six months ended June 30, 2008
(Unaudited)

"All amounts are in Kuwaiti Dinars"

	Six months ended June 30	
	2008	2007
Cash flows from operating activities:		
Net profit for the period	9,890,941	12,844,033
Adjustments		
Depreciation	29,116	11,324
Change in fair value of investments at fair value - income statement	1,094,536	2,404,525
Gains / (Losses) from sale of investments at fair value - income statement	(293,300)	1,806,832
Losses / (gains) from sale of share in subsidiary	1,580,498	(1,356,028)
Change in fair value of investments properties	(12,348,253)	(6,361,254)
Dividends	(1,228,444)	(635,975)
Income from Murabahat and Mudarabat	(1,493,417)	(3,530,890)
Gains from sale of investments properties and Property held for trading	(182,295)	-
Exceed in net assets of an associate over the acquisition cost (Negative Goodwill)	-	(7,176,339)
Operating losses before changes in working capital	(2,950,618)	(1,993,772)
Investments at fair value - income statement	2,192,428	1,763,045
Proceeds from sale of Property held for trading	242,887	-
Accounts receivable and other debit balances	(2,355,201)	7,920,440
Projects in progress	-	(908,987)
Accounts payable and other credit balances	415,296	43,915,792
Cash (used in) / generated from operating activities	(2,455,208)	50,696,518
End of service indemnity benefit	(21,193)	1,309
Net cash (used in) / generated from operating activities	(2,476,401)	50,697,827
Cash flows from investing activities:		
Investments properties	-	(8,497,027)
Proceeds from sale of investments properties	2,896,632	-
Investment in associates	-	(46,654,885)
Property and equipment	(734)	(53,739)
Investments available for sale	-	(100,000)
Dividends received	1,228,444	635,975
Proceeds from sale of investments available for sale	-	522,490
Net cash generated from / (used in) investing activities	4,124,342	(54,147,186)
Cash flows from financing activities		
Purchase of treasury shares	-	(161,724)
Proceeds from sale of treasury shares	-	88,573
Net movement on monitory interest	6,170,463	13,807,126
Islamic debt instruments	(5,868,346)	19,855,212
Paid cash dividends	(3,632,471)	(3,026,892)
Net cash (used in) / generated from financing activities	(3,330,354)	30,562,295
Foreign currency translation difference	172,804	5,031
Net changes in cash and cash equivalents	(1,509,609)	27,117,967
Cash and cash equivalents at the beginning of the period	29,682,181	3,287,791
Cash and cash equivalents at the end of the period	28,172,572	30,405,758

The accompanying notes from an integral part of these interim condensed consolidated financial information.

Grand Real Estate Projects Company K.S.C. (Closed)
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Exhibit - D

Statement of changes in equity for Six months ended 30 June 2008
(Unaudited)

"All amounts are in Kuwaiti Dinars"

Shareholders' Equity Available for Parent Company Shareholders

	Share Capital	Share Premium	Reserves (Note 7)	Treasury shares	Retained earnings	Total Parent company shareholders' equity	Minority Interests	Total equity
Balance as January 1, 2007	30,320,108	24,719,900	8,102,209	(166,614)	18,106,302	81,081,905	3,487,138	84,569,043
Prior years adjustments	-	-	-	-	120,100	120,100	-	120,100
Balance at December 31, 2006 (Adjusted)	30,320,108	24,719,900	8,102,209	(166,614)	18,226,402	81,202,005	3,487,138	84,689,143
Cash dividends	-	-	-	-	(3,026,892)	(3,026,892)	-	(3,026,892)
Treasury shares purchase	-	-	-	(161,724)	-	(161,724)	-	(161,724)
Treasury shares sale	-	-	-	94,077	-	94,077	-	94,077
Profit on sale of treasury shares	-	-	(5,504)	-	-	(5,504)	-	(5,504)
Cumulative changes in fair value	-	-	1,683	-	-	1,683	-	1,683
Foreign currency translation reserve	-	-	5,031	-	-	5,031	-	5,031
Profit recognised directly in equity	-	-	1,210	(67,647)	(3,026,892)	(3,093,329)	-	(3,093,329)
Profit for the period	-	-	-	-	11,408,108	11,408,108	1,435,925	12,844,033
Total Profit recognized during the period	-	-	1,210	(67,647)	8,381,216	8,314,779	1,435,925	9,750,704
Net change in minority interest	-	-	-	-	-	-	13,807,126	13,807,126
Balance as on June 30, 2007	30,320,108	24,719,900	8,103,419	(234,261)	26,607,618	89,516,784	18,730,189	108,246,973

The accompanying notes from an integral part of these interim condensed consolidated financial information.

Grand Real Estate Projects Company K.S.C. (Closed)

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Continue exhibit - D

Statement of changes in equity for the Six months ended 30 June 2008

(Unaudited)

"All amounts are in Kuwaiti Dinars"

	Shareholders' Equity Available for Parent Company Shareholders							
	Share Capital	Share Premium	Reserves (Note 7)	Treasury shares	Retained earnings	Total Parent company shareholders' equity	Minority Interest	Total equity
Balance as of January 1, 2008	36,384,130	24,710,977	12,146,877	(229,218)	25,549,980	98,562,746	26,352,559	124,915,305
The group share in a subsidiary's share premium	-	(8,725)	-	-	-	(8,725)	-	(8,725)
Bonus shares issued	9,096,032	-	-	-	(9,096,032)	-	-	-
Cash dividends	-	-	-	-	(3,632,471)	(3,632,471)	-	(3,632,471)
Cost of shares based on payments	-	-	(18,541)	-	-	(18,541)	-	(18,541)
Camulative changes in fair value	-	-	1,516,698	-	-	1,516,698	-	1,516,698
The group's share from associate's reserves	-	-	15,026	-	-	15,026	-	15,026
Foreign currency translation reserve	-	-	(172,804)	-	-	(172,804)	-	(172,804)
Profit recognized directly in equity	9,096,032	(8,725)	1,340,379	-	(12,728,503)	(2,300,817)	-	(2,300,817)
Net profit for the period	-	-	-	-	8,200,039	8,200,039	1,690,902	9,890,941
Total profit recognized during the period	9,096,032	(8,725)	1,340,379	-	(4,528,464)	5,899,222	1,690,902	7,590,124
Net change in minority interest	-	-	-	-	-	-	6,170,463	6,170,463
Balance as of June 30, 2008	45,480,162	24,702,252	13,487,256	(229,218)	21,021,516	104,461,968	34,213,924	138,675,892

The accompanying notes from an integral part of these interim condensed consolidated financial information.

Grand Real Estate Projects Company K.S.C. (Closed)

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**Notes to the interim condensed consolidated financial information for the Six months ended June 30, 2008
(Unaudited)**

"All amounts are in Kuwaiti Dinars unless stated otherwise"

1- Incorporation and activities

Grand Real Estate Projects Company K.S.C. (Closed) was incorporated on June 20, 1989 as per Articles of Association No. 29 volume 216 under the name of Nour Al Sharq Real Estate Company K.S.C. (Closed).

Based on the resolutions of the Extraordinary General Assembly, it was approved at the Commercial register in the Ministry of Commerce and Industry to amend Article (2) of the Articles of Association and Article (1) of the Memorandum of Association to change the name of the company several times to reach to the current name (Grand Real Estate Projects Co. K.S.C. (Closed)).

The company's main objectives are to conduct activities according to Islamic Sharia' including:

- Acquisition, buying, improving and selling real estate and land, and importing their necessary materials, with the intention of selling or leasing them, as well as managing others' properties without violating the law.
- Investing surplus funds of the company in real estate and financial portfolios managed by the company or specialized companies and institutions.
- Providing real estate studies and researches and other technical services related to real estate investment operations.
- Performing real estate brokerage and investments operations.
- Performing real estate investment operations with the intention of development and promotion of land, residential and commercial complexes, for the purpose of managing or selling them in cash or by installments or leasing them.
- Acquisition and managing hotels, health clubs and touristic utilities to lease or rent.
- Performing maintenance works related to buildings and properties owned by the company or by others including the civil, mechanical, electrical works, elevators and air-conditioning works in order to maintain buildings and their safety.
- Managing, operating, investing and renting of hotels, clubs, motels, guest houses, rest houses, parks, gardens, exhibitions, residential complexes, entertainment and health resorts and recreational and sport projects in different classes and levels including all utilities and all their services.
- Conducting real estate auctions.
- Establishing and managing real estate investment funds according to the law and the approval of concerned authorities.

The company can conduct the above objectives inside and outside Kuwait, by itself or by an agent.

The company may have an interest in, or may participate in any form with the institutions that have similar activities or that will assist the company to achieve its objectives inside or outside Kuwait. Also it may establish or participate in or acquire these institutions or join them.

- The postal address of the company is P.O. Box 2734 - Safat - 13028 - Kuwait.
- The interim condensed consolidated financial Information for the Six months ended June 30, 2008 were authorized for issue by the chairman on August 14, 2008.

Grand Real Estate Projects Company K.S.C. (Closed)
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Notes to the interim condensed consolidated financial information for the Six months ended June 30, 2008
(Unaudited)

"All amounts are in Kuwaiti Dinars unless stated otherwise"

2- Significant accounting policies

2/1) Basis of presentation

The interim condensed consolidated financial information has been prepared in compliance with the International Accounting Standard (No. 34) related to the financial reports and the guidelines issued by the Kuwait Stock Exchange. Accordingly, they do not include all of the information and footnotes required for complete financial information prepared in accordance with International Financial Reporting Standards. In the opinion of management, all adjustments considered necessary for a fair presentation have been included in the interim condensed consolidated financial information. The operations results for the interim period ended June 30, 2008 are not necessarily indicative of the results that may be expected for the year ended December 31, 2008. For further information, refer to the financial statements and notes thereto in the annual report for the year ended December 31, 2007.

The interim condensed consolidated financial information have been prepared in accordance with the same accounting policies and methods of computation followed in the most recent audited financial statements for the year ended December 31, 2007. prepared in accordance with International Financial Reporting standards.

2/2) Consolidated financial information and subsidiaries

The consolidated financial information comprise the financial information of Grand Real Estate Projects Company K.S.C. (Closed) and its following subsidiaries:

	Country	Activity	Share percentage		
			June 2008	December 2007	June 2007
Investors Holding Group Company K.S.C. (Closed) previously, Grand Real Estate and Touristic Development Company K.S.C (Closed)	Kuwait	Investment properities	73.08%	78.53%	84.11%
Esdarat Holding Co. K.S.C. (Closed)	Kuwait	consultancy	95%	95%	-
Lagoon Egypt Real Estate and Touristic Investment Company - E.S.C.	Egypt	Real Estate	86.54%	89.26%	-
Grand Real Estate Projects Co. / Jordan - Private Limited	Jordan	Real Estate – Industrial	100%	100%	100%
Arabian Family Leisure Co. W.L.L .	Kuwait	Tourism marketing	95 %	95 %	95 %
IDG International Property Group Co. W.L.L.	Kuwait	Properties management	100 %	100 %	100 %
Sakani Housing Projects Co. K.S.C.C.	Kuwait	Contracting	100 %	100 %	100 %

The Parent Company use interim condensed consolidated financial statements (unaudited) for Investors Holding Group Company. (previously Grand Real Estate and Touristic Development Company K.S.C. (Closed)) when preparing interim condensed consolidated financial information for the six months ended June 30, 2008, subsidiary company total assets amounting to K.D. 134,003,906 as at June 30, 2008, and net profit of subsidiary is K.D. 7,174,000 for the six months ended June 30, 2008.

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The Parent Company use financial information prepared by the subsidiaries managements which has been taken from unaudited condensed consolidated financial information for the period of the six months ended June 30, 2008. Subsidiary companies' total assets amounting to K.D. 40,367,643 as of June 30, 2008 and their total profits amounting to K.D. 7,445,585 for the six months ended June 30, 2008.

3- Investment properties

The movements on the investments are as follows:

	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Balance at the beginning of the period / year	58,066,174	22,451,902	15,342,918
Additions during the period / year	–	26,870,963	8,785,775
Change in fair value	12,348,253	14,245,082	6,361,254
Disposal during the period	(2,819,529)	(5,501,773)	(288,748)
Balance at the end of the period / year	67,594,898	58,066,174	30,201,199

Investment properties included property mortgaged against credit Murabahat (Note 8), the value of the property as at June 30, 2008 amounted to K.D. 12,227,480.

4- Investment in associates

The associated companies have been recorded at cost as no financial information for these companies where available for the six months ended as at June 30, 2008.

5- Accounts receivable and other debit balances

	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Trade receivables	7,215,249	7,640,727	280,360
Due from related parties	25,573,785	21,330,031	2,911,263
Advance payments for purchasing investments	15,723,415	13,389,154	13,205,196
Prepaid expenses	239,666	235,996	21,740
Accrued revenues	7,253,237	3,539,021	3,554,407
Other debit balances (Net)	54,321	262,083	39,770
	56,059,673	46,397,012	20,012,736

6- Investments at fair value – statement of income

	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Local securities - quoted	23,157,222	24,911,283	24,317,994
Foreign securities - quoted	541,969	117,100	420,440
	23,699,191	25,028,383	24,738,434

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Notes to the interim condensed consolidated financial information for the Six months ended June 30, 2008

(Unaudited)

"All amounts are in Kuwaiti Dinars unless stated otherwise"

7- Reserves

	Statutory reserve	Voluntary reserve	Profit from sale of Treasury Shares	Shares option reserve	Accumulate d changes in fair value	Foreign currency translation reserve	Group's share in associate's reserves	Total
Balance as of January 1, 2007	3,861,981	3,861,981	103,192	285,974	(5,888)	(5,031)	-	8,102,209
Profit from sale of treasury shares	-	-	(5,504)	-	-	-	-	(5,504)
Accumulated changes in fair value	-	-	-	-	1,683	-	-	1,683
Foreign currency translation reserve	-	-	-	-	-	5,031	-	5,031
Balance as of June 30, 2007	<u>3,861,981</u>	<u>3,861,981</u>	<u>97,688</u>	<u>285,974</u>	<u>(4,205)</u>	<u>-</u>	<u>-</u>	<u>8,103,419</u>
Balance as of January 1, 2008	6,032,791	6,032,791	101,100	267,013	40,052	(110,471)	(216,399)	12,146,877
Cost of shares based payments	-	-	-	(18,541)	-	-	-	(18,541)
Accumulated changes in fair value	-	-	-	-	1,516,698	-	-	1,516,698
Foreign currency translation reserve	-	-	-	-	-	(172,804)	-	(172,804)
Group's share from associate's reserves	-	-	-	-	-	-	15,026	15,026
Balance as of June 30, 2008	<u>6,032,791</u>	<u>6,032,791</u>	<u>101,100</u>	<u>248,472</u>	<u>1,556,750</u>	<u>(283,275)</u>	<u>(201,373)</u>	<u>13,487,256</u>

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Notes to the interim condensed consolidated financial information for the Six months ended June 30, 2008
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"All amounts are in Kuwaiti Dinars unless stated otherwise"

8- Islamic debt instruments

	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Murabahat – Long term portion	3,710,398	3,710,398	3,914,594
Murabahat – Short term portion	3,090,146	7,288,060	7,829,213
Investment Agencies – Short term	41,781,946	43,452,378	30,107,028
	<u>48,582,490</u>	<u>54,450,836</u>	<u>41,850,835</u>

The actual average cost equal to (5.5 % : 7.5 %) as of June 30, 2008.

The Murabahat has been granted against mortgaging of investment property.

Contracts of Investment Agencies are contracted with related parties (Note 12).

9- Accounts payable and other credit balances

	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Payables	16,530,998	12,998,805	7,898,241
Due to related parties	18,096,119	19,046,825	23,202,758
Dividends	6,164,301	201,757	3,979,784
Accrued expenses	4,671,503	3,334,096	1,212,609
National labor support tax	1,314,408	1,399,095	1,074,241
Kuwait Foundation for the Advancement of Sciences	477,893	511,188	249,622
Zakat	159,118	14,505	-
Other credit balances	103,589	244,966	288,529
	<u>47,517,929</u>	<u>37,751,237</u>	<u>37,905,784</u>

10- Net profits / (losses) on investments in securities

	Three months ended June 30		Six months ended June 30	
	2008	2007	2008	2007
Profits / (Losses) from sale of investments at fair value - statement of income	379,033	(921,535)	293,300	(1,806,832)
Changes of fair value of investments at fair value – statement of income	(1,068,173)	938,525	(1,094,536)	(2,404,525)
Cash dividends	1,228,444	635,975	1,228,444	635,975
	<u>539,304</u>	<u>652,965</u>	<u>427,208</u>	<u>(3,575,382)</u>

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Notes to the interim condensed consolidated financial information for the Six months ended June 30, 2008
(Unaudited)*"All amounts are in Kuwaiti Dinars unless stated otherwise"***11- Earning per share**

Earning per share is calculated by dividing net profit for the period by the weighted average for the number of shares outstanding during the period as follows:

	Three months ended		Six months ended	
	June 30		June 30	
	2008	2007	2008	2007
Net profit for the period	2,203,451	5,794,079	8,200,039	11,408,108
Weighted average number of group's shares issued and paid up in full (share)	454,801,620	454,801,620	454,801,620	454,801,620
Weighted average number of group's purchased shares (share)	(794,542)	(860,775)	(794,542)	(741,990)
Weighted average of outstanding shares (share)	454,007,078	453,940,845	454,007,078	454,059,630
Earning per share available for Parent Company shareholders (Fils)	4.85	12.76	18.06	25.12

The earning per share calculation has been adjusted to reflect the issued bonus shares on June 12, 2008 (Note 13).

12- Transactions with related parties

Related parties represent company's shareholders who have representation in the Board of Directors, members of the Board of Directors, Senior management individuals and associates. In the normal course of business, subject to the group's management approval, there were transactions with related parties during the period ended June 30, 2008, and these transactions and balances which are related to those parties are as follows:

	June 30, 2008	December 31, 2007 (Audited)	June 30, 2007
Transactions			
Mudaraba revenues	1,493,417	3,599,396	3,530,890
Profits / (losses) from investments in marketable securities	64,115	(872,234)	(537,196)
Finance costs	(1,418,602)	(1,756,145)	--
Salaries and remunerations of senior management	(77,400)	(776,418)	(30,000)
Balances			
Investment in Mudarabat	25,455,479	25,455,479	25,455,479
Due from related parties	25,573,785	21,330,031	2,911,263
Accrued revenues	7,253,237	3,148,846	3,045,153
Islamic debt instruments	41,781,946	43,452,378	30,107,028
Due to related parties	18,096,119	19,046,825	23,202,758

13- Dividends

The Ordinary General Assembly Meeting for the shareholders of the Parent Company held on 12 June 2008 approved bonus shares of 25 % of the outstanding shares and cash dividends of (10 fils per share) proposed for the year ended December 31, 2007 for the parent company shareholders registered at the company's registry as on the date of the General Assembly Meeting.

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"All amounts are in Kuwaiti Dinars unless stated otherwise"

14- Segmental analysis

The company's activities are divided into two primary business segments which are real estate investments and direct investments. The company operates in two geographical regions which are G.C.C. (Kuwait and the other G.C.C. countries) and International area (rest of the world).

	Direct investments		Real estate investments		Unallocated		Total	
	June 30		June 30		June 30		June 30	
	2008	2007	2008	2007	2008	2007	2008	2007
Primary segments								
Operating revenues	340,127	8,477,113	15,372,082	6,906,043	16,162	169,328	15,728,371	15,552,484
Operating expenses	(2,572,810)	(2,053,183)	(2,841,534)	(284,486)	-	-	(5,414,344)	(2,337,669)
Other unallocated expenses	-	-	-	-	(423,086)	(370,782)	(423,086)	(370,782)
Net profit for the period	(2,232,683)	6,423,930	12,530,548	6,621,557	(406,924)	(201,454)	9,890,941	12,844,033
Assets	162,977,310	151,867,021	68,978,659	31,106,755	2,888,274	5,081,804	234,844,243	188,055,580
Liabilities	86,985,897	66,605,560	7,095,804	11,743,807	2,086,650	1,459,240	96,168,351	79,808,607

	G.C.C.		International		Total	
	June 30		June 30		June 30	
	2008	2007	2008	2007	2008	2007
Geographic segments						
Operating revenues	5,833,539	13,167,329	9,894,832	2,385,155	15,728,371	15,552,484
Operating expenses	(5,414,344)	(2,337,669)	-	-	(5,414,344)	(2,337,669)
Other unallocated expenses	(423,086)	(370,782)	-	-	(423,086)	(370,782)
Net profit for the period	(3,891)	10,458,878	9,894,832	2,385,155	9,890,941	12,844,033
Assets	196,039,380	163,224,627	38,804,863	24,830,953	234,844,243	188,055,580
Liabilities	85,078,048	69,069,558	11,090,303	10,739,049	96,168,351	79,808,607

15-Comparative figures

Certain comparative figures of previous year / period have been reclassified to conform with the current period presentation.