

**Tijara & Real Estate Investment
Company K.S.C.P. and its subsidiaries**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION (UNAUDITED)**

30 SEPTEMBER 2021

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF TIJARA & REAL ESTATE INVESTMENT COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Tijara & Real Estate Investment Company K.S.C.P. (the "Parent Company") and its subsidiaries (collectively, the "Group") as at 30 September 2021, and the related interim condensed consolidated statement of profit or loss and interim condensed consolidated statement of comprehensive income for the three-months 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 management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 "*Interim Financial Reporting*". Our responsibility is to express a conclusion on the 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.

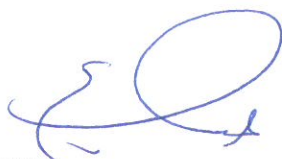
Conclusion

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 books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the nine -month period ended 30 September 2021 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No 7 of 2010 concerning the Capital Markets Authority and its related regulations during the nine - month period ended 30 September 2021 that might have had a material effect on the business of the Parent Company or on its financial position.



ABDULKARIM ALSAMDAN
LICENSE NO. 208 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

27 October 2021
Kuwait

Tijara & Real Estate Investment Company K.S.C.P. and its subsidiaries
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UNAUDITED)

For the period ended 30 September 2021

	Notes	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September</i>		<i>30 September</i>	
		2021	2020	2021	2020
		<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Rental income		951,819	991,540	2,898,819	3,033,215
Other services and operating income		1,091	(785)	21,896	7,117
Property operating expenses		(95,756)	(77,245)	(230,813)	(166,737)
Net profit on investment properties		857,154	913,510	2,689,902	2,873,595
Share of results of an associate	4	32,580	13,378	103,232	36,566
Net investment profit		32,580	13,378	103,232	36,566
Administrative expenses		(221,207)	(223,835)	(695,287)	(654,589)
Foreign exchange gain (loss)		14,298	(41,167)	(43,537)	73,576
Other income		3,170	404	3,270	418
Operating profit		685,995	662,290	2,057,580	2,329,566
Finance costs		(252,700)	(261,374)	(754,308)	(911,535)
Provision for expected credit losses on accounts receivable		(32,155)	(717,126)	(258,888)	(1,501,438)
PROFIT (LOSS) FOR THE PERIOD BEFORE CONTRIBUTION TO KUWAIT FOUNDATION FOR THE ADVANCEMENT OF SCIENCES (KFAS), NATIONAL LABOUR SUPPORT TAX (NLST), ZAKAT AND BOARD OF DIRECTORS' REMUNERATION		401,140	(316,210)	1,044,384	(83,407)
KFAS		(3,610)	2,095	(9,399)	-
NLST		(11,583)	(10,389)	(34,452)	(37,015)
Zakat		(4,633)	(4,156)	(13,781)	(14,806)
Board of directors' remuneration		-	-	-	(30,000)
PROFIT (LOSS) FOR THE PERIOD		381,314	(328,660)	986,752	(165,228)
BASIC AND DILUTED EARNINGS (LOSS) PER SHARE	3	1.03 fils	(0.89) fils	2.67 fils	(0.45) fils

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and its subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE
INCOME (UNAUDITED)

For the period ended 30 September 2021

	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September</i>		<i>30 September</i>	
	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>
<i>Note</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
PROFIT (LOSS) FOR THE PERIOD	381,314	(328,660)	986,752	(165,228)
Other comprehensive income (loss):				
<i>Items that are (or) may be subsequently reclassified to interim condensed consolidated statement of profit or loss in subsequent periods:</i>				
Exchange differences arising on translation of foreign operations	14,548	(37,349)	(36,959)	73,792
Exchange differences arising on translation of foreign associate	4 15,594	(43,435)	(43,483)	85,827
Other comprehensive income (loss) for the period	30,142	(80,784)	(80,442)	159,619
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	411,456	(409,444)	906,310	(5,609)

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and its subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2021

		<i>(Unaudited)</i> 30 September 2021 KD	<i>(Audited)</i> 31 December 2020 KD	<i>(Unaudited)</i> 30 September 2020 KD
ASSETS				
Bank balances and cash		4,575,084	3,882,346	3,427,325
Accounts receivable and prepayments		561,424	656,460	838,222
Inventory properties		608,732	608,732	608,732
Investment in an associate	4	8,096,395	8,171,714	8,310,744
Investment properties	5	60,262,655	60,347,404	60,564,436
Property and equipment		22,870	12,822	15,265
TOTAL ASSETS		74,127,160	73,679,478	73,764,724
LIABILITIES AND EQUITY				
Liabilities				
Accounts payable and accruals		853,541	796,981	960,541
Islamic financing payables	6	32,606,547	33,196,542	33,212,139
Employees' end of service benefits		1,033,047	958,240	935,035
Total liabilities		34,493,135	34,951,763	35,107,715
Equity				
Share capital		37,000,000	37,000,000	37,000,000
Statutory reserve		426,876	426,876	413,180
General reserve		426,876	426,876	413,180
Share options reserve		142,253	142,253	142,253
Foreign currency translation reserve		163,723	244,165	393,427
Treasury shares reserve		18,132	18,132	18,132
Retained earnings		1,456,165	469,413	276,837
Total equity		39,634,025	38,727,715	38,657,009
TOTAL LIABILITIES AND EQUITY		74,127,160	73,679,478	73,764,724

Tareq Fareed Al Othman
Vice Chairman and Executive President

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and its subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 September 2021

	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>General reserve KD</i>	<i>Share options reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Treasury shares reserve KD</i>	<i>Retained earnings KD</i>	<i>Total KD</i>
As at 1 January 2021	37,000,000	426,876	426,876	142,253	244,165	18,132	469,413	38,727,715
Profit for the period	-	-	-	-	-	-	986,752	986,752
Other comprehensive loss for the period	-	-	-	-	(80,442)	-	-	(80,442)
Total comprehensive (loss) income for the period	-	-	-	-	(80,442)	-	986,752	906,310
As at 30 September 2021	37,000,000	426,876	426,876	142,253	163,723	18,132	1,456,165	39,634,025
As at 1 January 2020	37,000,000	413,180	413,180	142,253	233,808	18,132	1,182,065	39,402,618
Loss for the period	-	-	-	-	-	-	(165,228)	(165,228)
Other comprehensive income for the period	-	-	-	-	159,619	-	-	159,619
Total comprehensive income (loss) for the period	-	-	-	-	159,619	-	(165,228)	(5,609)
Dividends (Note 8)	-	-	-	-	-	-	(740,000)	(740,000)
As at 30 September 2020	37,000,000	413,180	413,180	142,253	393,427	18,132	276,837	38,657,009

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)

For the period ended 30 September 2021

		<i>Nine months ended</i>	
		<i>30 September</i>	
Notes	2021	2020	
	KD	KD	
OPERATING ACTIVITIES			
	Profit (loss) for the period before KFAS, NLST, Zakat and board of directors' remuneration	1,044,384	(83,407)
	Adjustments to reconcile profit for the period before KFAS, NLST, Zakat and board of directors' remuneration to net cash flows:		
	Depreciation	7,992	8,749
	Provision for expected credit losses on accounts receivables	258,888	1,501,438
4	Share of results of an associate	(103,232)	(36,566)
	Provision for employees' end of service benefits	77,213	71,996
	Finance costs	754,308	911,535
	Foreign exchange loss (gain)	43,537	(73,576)
		2,083,090	2,300,169
	Changes in operating assets and liabilities:		
	Accounts receivable and prepayments	(165,013)	(978,354)
	Accounts payable and accruals	17,890	58,364
	Cash flows from operations	1,935,967	1,380,179
	Employees' end of service benefits paid	(2,406)	(9,412)
	Board of directors' remuneration paid	-	(30,000)
	Net cash flows from operating activities	1,933,561	1,340,767
INVESTMENT ACTIVITIES			
	Additions to property and equipment	(18,040)	(540)
4	Proceeds from capital redemption of investment in an associate	135,068	122,574
	Net cash flows from investing activities	117,028	122,034
FINANCING ACTIVITIES			
	Proceeds from Islamic financing payables	-	500,000
	Repayment of Islamic financing payables	(583,094)	(100,000)
	Finance costs paid	(744,493)	(872,274)
	Dividends paid	(18,345)	(710,311)
	Net cash flows used in financing activities	(1,345,932)	(1,182,585)
	NET INCREASE IN BANK BALANCES AND CASH	704,657	280,216
	Net foreign exchange differences	(11,919)	4,752
	Bank balances and cash at 1 January	3,882,346	3,142,357
	BANK BALANCES AND CASH AT THE END OF THE PERIOD	4,575,084	3,427,325

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

As at and for the period ended 30 September 2021

1 CORPORATE INFORMATION

The interim condensed consolidated financial information of Tijara & Real Estate Investment Company K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively the “Group”) for the nine months period ended 30 September 2021 were authorised for issue in accordance with a resolution of the Parent Company’s Board of Directors on 27 October 2021.

The Parent Company is a Kuwaiti public shareholding company registered and incorporated in Kuwait on 18 April 1983. The Group operates in accordance with the Islamic Sharia. The registered office of the Parent Company is P.O. Box 5655, Safat, 13057 Kuwait. The Parent Company was listed on the Kuwait Stock Exchange on 26 September 2005.

The Parent Company is engaged in the following activities:

- ▶ Purchase and sale of land and real estate and exchange thereof; constructing buildings, commercial and residential complexes, and lease and rental thereof.
- ▶ Management of own properties and of third parties both inside and outside Kuwait.
- ▶ Sale and purchase of securities of companies carrying on similar activities.
- ▶ Development and building of real estate properties for the Group and for third parties.
- ▶ Maintenance works of buildings and real estate properties owned by the Group, including civil, mechanical, air-conditioning works to preserve all buildings and properties.
- ▶ Investing in equities and other investments.

The consolidated financial statements of the Group for the year ended 31 December 2020 were approved by the shareholders of the Parent Company in the annual general assembly meeting held on 31 March 2021.

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP’S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information for the nine months ended 30 September 2021 has been prepared in accordance with International Accounting Standard 34 “*Interim Financial Reporting*”.

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

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards (“IFRS”) and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2020.

2.2 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2020, except for the adoption of new standards effective as of 1 January 2021. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The adoption of these standards did not have any effect on the financial performance or financial position of the Group.

Tijara & Real Estate Investment Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

As at and for the period ended 30 September 2021

3 BASIC AND DILUTED EARNINGS (LOSS) PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares). Diluted EPS is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares) plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted earnings per share are identical.

	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September (Unaudited)</i>		<i>30 September (Unaudited)</i>	
	<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>
Profit (loss) for the period (KD)	381,314	(328,660)	986,752	(165,228)
Weighted average number of shares outstanding (Shares)*	370,000,000	370,000,000	370,000,000	370,000,000
Basic and diluted earnings (loss) per share (fils)	1.03	(0.89)	2.67	(0.45)

* The weighted average of shares takes into account the weighted average effect of changes in treasury shares during the period.

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of the authorisation of this interim condensed consolidated financial information.

4 INVESTMENT IN AN ASSOCIATE

The Group has the following investment in an associate:

<i>Name of company</i>	<i>Country of incorporation</i>	<i>Equity interest as at</i>			<i>Principal activities</i>
		<i>30 September (Unaudited)</i>	<i>31 December (Audited)</i>	<i>30 September (Unaudited)</i>	
		<i>2021</i>	<i>2020</i>	<i>2020</i>	
		<i>%</i>	<i>%</i>	<i>%</i>	
Al Madar Al Thahabia Company W.L.L. ("Al Madar")	Kingdom of Saudi Arabia	24%	24%	24%	Sale, purchase, rent and lease of real estate properties and lands

Movement in the carrying value of investment in an associate is as follows:

	<i>30 September 2021 (Unaudited) KD</i>	<i>31 December 2020 (Audited) KD</i>	<i>30 September 2020 (Unaudited) KD</i>
At the beginning of the period / year	8,171,714	8,310,925	8,310,925
Share of results	103,232	84,418	36,566
Proceeds from capital redemption of investment in an associate	(135,068)	(230,500)	(122,574)
Foreign currency translation adjustment	(43,483)	6,871	85,827
At the end of the period / year	8,096,395	8,171,714	8,310,744

The share of results from an associate for the period ended 30 September 2021 have been recorded based on the management accounts as at 30 September 2021.

Tijara & Real Estate Investment Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

As at and for the period ended 30 September 2021

5 INVESTMENT PROPERTIES

	<i>30 September 2021 (Unaudited) KD</i>	<i>31 December 2020 (Audited) KD</i>	<i>30 September 2020 (Unaudited) KD</i>
At the beginning of the period / year	60,347,404	60,396,066	60,396,066
Change in fair value of investment properties	-	(59,472)	-
Net foreign exchange (loss) gain	(84,749)	10,810	168,370
At the end of the period / year	60,262,655	60,347,404	60,564,436

As at 30 September 2021, certain investment properties amounting to KD 4,250,000 (31 December 2020: KD 4,250,000 and 30 September 2020: KD 4,160,000) are held in the name of a third party under Ijara agreement (Note 6).

As at 30 September 2021, certain investment properties of KD 31,953,000 (31 December 2020: KD 31,953,000 and 30 September 2020: KD 31,850,000) are pledged as a security against Murabaha agreement of KD 25,250,000 (31 December 2020: KD 25,400,000 and 30 September 2020: KD 24,900,000) (Note 6).

The valuations of the local investment properties were performed at 31 December 2020 by two accredited independent valuers with recognised and relevant professional qualification and experience in the locations and categories of the investment properties being valued. The fair value was determined to be the lower of the two values using the income capitalisation approach. For the foreign properties, the valuation has been performed by a reputable accredited valuer who has valued these properties using income capitalization approach.

Fair value hierarchy disclosures for investment properties are provided in Note 10.

6 ISLAMIC FINANCING PAYABLES

	<i>Ijara KD</i>	<i>Tawarruq KD</i>	<i>Murabaha KD</i>	<i>Total KD</i>
30 September 2021 (Unaudited)				
Gross amount	3,599,470	4,566,795	29,822,846	37,989,111
Less: deferred profit	(500,328)	(309,390)	(4,572,846)	(5,382,564)
	3,099,142	4,257,405	25,250,000	32,606,547
31 December 2020 (Audited)				
Gross amount	3,686,297	5,113,741	30,532,480	39,332,518
Less: deferred profit	(587,155)	(418,388)	(5,130,433)	(6,135,976)
	3,099,142	4,695,353	25,402,047	33,196,542
30 September 2020 (Unaudited)				
Gross amount	3,711,979	4,804,211	30,720,966	39,237,156
Less: deferred profit	(613,154)	(89,598)	(5,322,265)	(6,025,017)
	3,098,825	4,714,613	25,398,701	33,212,139

Tijara & Real Estate Investment Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

As at and for the period ended 30 September 2021

6 ISLAMIC FINANCING PAYABLES (continued)

Islamic financing payables represent facilities obtained from Islamic financial institutions and carry an average profit rate of 1.5% to 3.25% (31 December 2020: 1.5% to 3.25% and 30 September 2020: 1.5% to 3.25%) per annum over Central Bank of Kuwait discount rate. Islamic financing payables are mainly due within range of 1 to 9 years from the reporting date.

As at 30 September 2021, Ijara payable amounting to KD 3,095,644 (31 December 2020: KD 3,095,644 and 30 September 2020: KD 3,095,644) are secured by the investment properties amounting to KD 4,250,000 (31 December 2020: KD 4,250,000 and 30 September 2020: KD 4,160,000) (Note 5).

As at 30 September 2021, Murabaha payable amounting to KD 25,250,000 (31 December 2020: KD 25,400,000 and 30 September 2020: KD 24,900,000) are secured by the investment properties amounting to KD 31,953,000 (31 December 2020: KD 31,953,000 and 30 September 2020: KD 31,850,000) (Note 5).

7 RELATED PARTY TRANSACTIONS

These represent transactions with major shareholders, directors, executive officers and key management personnel of the Group, close members of their families and companies of which they are principal owners or over which they are able to exercise control or significant influence entered into by the Group in the ordinary course of business. Pricing policies and terms of these transactions are approved by the Parent Company's management.

Transactions with related parties included in the interim condensed consolidated statement of profit or loss are as follows:

	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September (Unaudited)</i>		<i>30 September (Unaudited)</i>	
	2021	2020	2021	2020
	KD	KD	KD	KD
Foreign currency exchange differences	18,349	(52,322)	(49,512)	100,514

The Group has recognized a loss of KD 49,512 (30 September 2020: gain of KD 100,514) in the interim condensed consolidated statement of profit or loss on foreign exchange rate fluctuation in SAR relating to the amounts due from one of the Group's subsidiary of SAR 114,607,396 (30 September 2020: SAR 116,153,976).

No balance with related parties included in the interim condensed consolidated statement of financial position as at the reporting date.

Key management personnel:

Key management personnel comprise of the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Group. The aggregate value of transactions and balances related to key management personnel were as follow:

	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September (Unaudited)</i>		<i>30 September (Unaudited)</i>	
	2021	2020	2021	2020
	KD	KD	KD	KD
Salaries and other short-term benefits	76,050	76,050	228,150	228,150
Employees' end of service benefits	15,152	15,151	44,961	45,125
	91,202	91,201	273,111	273,275

8 ANNUAL GENERAL MEETING

The Annual General Assembly "AGM" of the shareholders of the Parent Company held on 31 March 2021 approved the consolidated financial statements for the year ended 31 December 2020. The AGM approved non distribution of cash dividends for the year ended 31 December 2020 (2019: 2 fils per share of KD 740,000).

Tijara & Real Estate Investment Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2021

9 SEGMENT INFORMATION

For management purposes, the Group is organized into business units based on their products and services, and has two reportable operating segments as follows:

- Real Estate management: comprises investment and trading in real estate and construction or development of real estate for the sale in the ordinary course of business and the provision of other related real estate services.
- Investment management: comprises participation in financial and real estate funds and managing the Group's liquidity requirements.
- Other: comprises other activities rather than real estate and investment activities.

	<i>Nine months ended 30 September 2021 (Unaudited)</i>				<i>Nine months ended 30 September 2020 (Unaudited)</i>			
	<i>Real estate activities KD</i>	<i>Investment activities KD</i>	<i>Others KD</i>	<i>Total KD</i>	<i>Real estate activities KD</i>	<i>Investment activities KD</i>	<i>Others KD</i>	<i>Total KD</i>
Net profit on investment property	2,689,902	-	-	2,689,902	2,873,595	-	-	2,873,595
Share of result from an associate	-	103,232	-	103,232	-	36,566	-	36,566
Administrative expenses	(695,287)	-	-	(695,287)	(654,589)	-	-	(654,589)
Other income	-	-	3,270	3,270	-	-	418	418
Foreign exchange (loss) gain	-	-	(43,537)	(43,537)	-	-	73,576	73,576
Finance costs	(754,308)	-	-	(754,308)	(911,535)	-	-	(911,535)
Provision for expected credit losses on accounts receivable	(258,888)	-	-	(258,888)	(1,501,438)	-	-	(1,501,438)
Unallocated expenses	-	-	(57,632)	(57,632)	-	-	(81,821)	(81,821)
Profit (loss) for the period	981,419	103,232	(97,899)	986,752	(193,967)	36,566	(7,827)	(165,228)

	<i>30 September 2021 (Unaudited)</i>				<i>31 December 2020 (Audited)</i>				<i>30 September 2020 (Unaudited)</i>			
	<i>Real estate activities KD</i>	<i>Investment activities KD</i>	<i>Others KD</i>	<i>Total KD</i>	<i>Real estate activities KD</i>	<i>Investment activities KD</i>	<i>Others KD</i>	<i>Total KD</i>	<i>Real estate activities KD</i>	<i>Investment activities KD</i>	<i>Others KD</i>	<i>Total KD</i>
Total assets	66,007,895	8,096,395	22,870	74,127,160	65,494,942	8,171,714	12,822	73,679,478	65,438,715	8,310,744	15,265	73,764,724
Total liabilities	33,460,088	-	1,033,047	34,493,135	33,993,523	-	958,240	34,951,763	34,172,680	-	935,035	35,107,715

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

As at and for the period ended 30 September 2021

10 FAIR VALUE MEASUREMENT

Investment properties have been stated at fair values. For other financial assets and financial liabilities carried at amortized cost, the carrying value is not significantly different from their fair values as most of these assets and liabilities are of short-term maturity or repriced immediately based on market movement in interest rates.

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial information are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- ▶ Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- ▶ Level 2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- ▶ Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The Group's investment properties is valued using level 3 of the fair value measurements.

During the period ended 30 September 2021, there were no transfers into and out of level 3 fair value measurements. The reconciliation of the opening and closing amount of Level 3 are presented in Note 5.

11 IMPACT OF COVID-19

The COVID-19 pandemic continues to spread across global geographies causing disruption to business and economic activities and bringing significant uncertainties to the global economic environment. Fiscal and monetary authorities worldwide launched extensive responses designed to mitigate the severe consequences of the pandemic.

The Group considered the potential impact of the current economic volatility on the reported amounts of the Group's financial and non-financial assets. The reported amounts best represent management's assessment based on observable information. Markets, however, remain volatile and asset carrying values remain sensitive to market fluctuations. The impact of the highly uncertain economic environment remains judgmental, and the Group will accordingly continue to reassess its position and the related impact on a regular basis.