

**Gulf Investment House K.S.C.P. and  
Subsidiaries**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION**

**31 MARCH 2015 (UNAUDITED)**



Building a better  
working world

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## REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF GULF INVESTMENT HOUSE K.S.C.P.

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Gulf Investment House K.S.C.P. (the “Parent Company”) and its subsidiaries (the “Group”) as at 31 March 2015 and the related interim condensed consolidated statement of income, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of cash flows and interim condensed consolidated statement of changes in equity for the three months 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 basis of presentation set out in Note 2. 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 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 the basis of presentation set out in Note 2.

### 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 25 of 2012, as amended and its executive regulation, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, during the three months period ended 31 March 2015 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 32 of 1968, as amended, concerning currency, the Central Bank of Kuwait and the organisation of banking business, and its related regulations, or of the provisions of Law No 7 of 2010 concerning the Capital Markets Authority and its related regulations during the three months period ended 31 March 2015 that might have had a material effect on the business of the Parent Company or on its financial position.

WALEED A. AL OSAIMI  
LICENCE NO. 68 A  
EY  
AL AIBAN, AL OSAIMI & PARTNERS

10 May 2015  
Kuwait

ALI A. AL-HASAWI  
LICENCE NO. 30 A  
RÖDL MIDDLE EAST  
BURGAN - INTERNATIONAL ACCOUNTANTS

Gulf Investment House K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(UNAUDITED)

For the period ended 31 March 2015

		<i>Three months ended</i>	
		<i>31 March</i>	
		<b>2015</b>	<b>2014</b>
		<b>KD</b>	<b>KD</b>
<b>INCOME</b>	<i>Notes</i>		
Realised gain on sale of financial assets at fair value through profit or loss		-	76,859
Unrealised loss on financial assets at fair value through profit or loss	5	(65,446)	(48,156)
Share of results of associates	6	742,802	512,000
Dividend income		508	8,132
Other income		13,300	365,094
<b>TOTAL INCOME</b>		<b>691,164</b>	<b>913,929</b>
<b>EXPENSES</b>			
Administrative expenses		(47,111)	(61,562)
Staff cost		(121,777)	(139,301)
Foreign exchange loss		(48)	(1,477)
Impairment loss on financial assets available for sale		(22,993)	(163,952)
Murabaha charges		(426,465)	(416,666)
Investment expenses		(47,711)	(32,077)
<b>TOTAL EXPENSES</b>		<b>(666,105)</b>	<b>(815,035)</b>
<b>PROFIT FOR THE PERIOD</b>		<b>25,059</b>	<b>98,894</b>
<b>Attributable to:</b>			
Equity holders of the Parent Company		<b>25,059</b>	<b>98,894</b>
<b>Basic and diluted earnings per share attributable to equity holders of the Parent Company</b>	3	<b>0.16 fils</b>	<b>0.63 fils</b>

The attached notes 1 to 10 form part of this interim condensed consolidated financial information.

Gulf Investment House K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE  
INCOME (UNAUDITED)

For the period ended 31 March 2015

	<i>Three months ended</i> <i>31 March</i>	
	<b>2015</b> <b>KD</b>	<b>2014</b> <b>KD</b>
<b>PROFIT FOR THE PERIOD</b>	<b>25,059</b>	<b>98,894</b>
<b>Other comprehensive income:</b>		
<i>Other comprehensive to be reclassified to consolidated statement of income in subsequent periods:</i>		
Financial assets available for sale		
- Net change in fair values	(50,950)	(556,143)
- Transfer to interim condensed consolidated statement of income on impairment	22,993	163,952
Share of other comprehensive income of associates	199,812	(4,912)
Foreign currency translation adjustments	63,114	(3,014)
<b>Other comprehensive income (loss) for the period</b>	<b>234,969</b>	<b>(400,117)</b>
<b>Total comprehensive income (loss) for the period</b>	<b>260,028</b>	<b>(301,223)</b>
<b>Attributable to:</b>		
Equity holders of the Parent Company	255,949	(300,564)
Non-controlling interests	4,079	(659)
	<b>260,028</b>	<b>(301,223)</b>

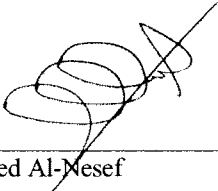
The attached notes 1 to 10 form part of this interim condensed consolidated financial information.

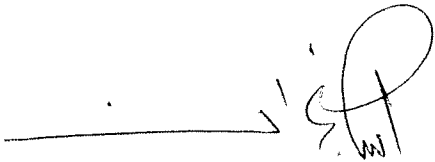
Gulf Investment House K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2015

		(Audited)	
	Notes	31 March 2015 KD	31 December 2014 KD
<b>ASSETS</b>			
Bank balances and short-term deposits	4	3,212,729	4,860,509
Financial assets at fair value through profit or loss	5	702,354	1,004,818
Financial assets available for sale		6,887,209	10,451,390
Investment in associates	6	35,193,637	35,278,549
Investment properties		4,910,786	3,269,022
Other assets		547,493	641,618
Furniture and equipment		3,268	-
<b>TOTAL ASSETS</b>		<b>51,457,476</b>	<b>55,505,906</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		16,420,244	44,219,114
Share options reserve		-	737,322
Statutory reserve		2,041,720	6,907,296
Cumulative changes in fair values		22,387	(64,784)
Foreign currency translation reserve		(87,735)	(353,787)
Treasury shares	7	(2,982,298)	(7,847,874)
Treasury shares reserve		940,578	940,578
Accumulated losses		(1,603,859)	(27,950,868)
<b>Equity attributable to equity holders of the Parent Company</b>		<b>14,751,037</b>	<b>16,586,997</b>
Non-controlling interests		235,933	258,077
<b>TOTAL EQUITY</b>		<b>14,986,970</b>	<b>16,845,074</b>
<b>Liabilities</b>			
Murabaha payables		35,423,843	37,434,035
Other liabilities		1,046,663	1,226,797
<b>TOTAL LIABILITIES</b>		<b>36,470,506</b>	<b>38,660,832</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>51,457,476</b>	<b>55,505,906</b>

  
Talal Khaled Al-Nesef  
Chairman

  
Bashar N. Al-Tuwaijri  
Chief Executive Officer

The attached notes 1 to 10 form part of this interim condensed consolidated financial information.



Gulf Investment House K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
(UNAUDITED)

For the period ended 31 March 2015

	Notes	Three months ended 31 March	
		2015 KD	2014 KD
<b>OPERATING ACTIVITIES</b>			
Profit for the period		25,059	98,894
<i>Non-cash adjustment to reconcile loss for the period to net cash flows:</i>			
Depreciation		183	3,579
Share of results of associates	6	(742,802)	(512,000)
Dividend income		(508)	(8,132)
Impairment of financial assets available for sale		22,993	163,952
Murabaha charges		426,465	416,666
<i>Changes in operating assets and liabilities:</i>			
Financial assets at fair value through profit or loss		75,271	907,060
Other assets		25,973	1,262,435
Other liabilities		17,416	139,610
Net cash flows from operating activities		<u>(149,950)</u>	<u>2,472,064</u>
<b>INVESTING ACTIVITIES</b>			
Purchase of furniture and equipment		(3,295)	-
Acquisition of additional interest in an associate		-	(8,424)
Dividends received from associates	6	647,731	257,036
Dividends received from others		508	8,132
Net cash flows from investing activities		<u>644,944</u>	<u>256,744</u>
<b>FINANCING ACTIVITIES</b>			
Dividends paid		(1,271)	(1,680)
Repayment of murabaha payables		-	(2,830,000)
Murabaha charges paid		(634,932)	(618,276)
Net movement in restricted bank accounts		1,271	1,680
Net cash flows used in financing activities		<u>(634,932)</u>	<u>(3,448,276)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(139,938)</b>	<b>(719,468)</b>
Cash and cash equivalents at beginning of the period		<u>3,160,025</u>	<u>5,299,110</u>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	4	<u><u>3,020,087</u></u>	<u><u>4,579,642</u></u>

The attached notes 1 to 10 form part of this interim condensed consolidated financial information.

Gulf Investment House K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2015

	Share capital KD	Share options reserve KD	Statutory reserve KD	Cumulative changes in fair values KD	Foreign currency translation reserve KD	Treasury shares KD	Treasury shares reserve KD	Accumulated losses KD	Sub-total KD	Non-controlling interests KD	Total equity KD
As at 1 January 2015	16,420,244	-	2,041,720	(149,468)	(146,770)	(2,982,298)	940,578	(1,628,918)	14,495,088	231,854	14,726,942
Profit for the period	-	-	-	-	-	-	-	25,059	25,059	-	25,059
Other comprehensive income	-	-	-	171,855	59,035	-	-	-	230,890	4,079	234,969
Total comprehensive income for the period	-	-	-	171,855	59,035	-	-	25,059	255,949	4,079	260,028
<b>As at 31 March 2015</b>	<b>16,420,244</b>	<b>-</b>	<b>2,041,720</b>	<b>22,387</b>	<b>(87,735)</b>	<b>(2,982,298)</b>	<b>940,578</b>	<b>(1,603,859)</b>	<b>14,751,037</b>	<b>235,933</b>	<b>14,986,970</b>
As at 1 January 2014	44,219,114	737,322	6,907,296	332,319	(351,432)	(7,847,874)	940,578	(28,049,762)	16,887,561	258,736	17,146,297
Profit for the period	-	-	-	-	-	-	-	98,894	98,894	-	98,894
Other comprehensive (loss) income	-	-	-	(397,103)	(2,355)	-	-	-	(399,458)	(659)	(400,117)
Total comprehensive (loss) income for the period	-	-	-	(397,103)	(2,355)	-	-	98,894	(300,564)	(659)	(301,223)
As at 31 March 2014	44,219,114	737,322	6,907,296	(64,784)	(353,787)	(7,847,874)	940,578	(27,950,868)	16,586,997	258,077	16,845,074

The attached notes 1 to 10 form part of this interim condensed consolidated financial information.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

**1 CORPORATE INFORMATION**

This interim condensed consolidated financial information of Gulf Investment House K.S.C.P. (the "Parent Company") and its subsidiaries (the "Group") for the period ended 31 March 2015 were authorised for issue in accordance with a resolution of the Board of Directors on 10 May 2015.

The Parent Company is a closed shareholding company registered and incorporated in State of Kuwait on 8 September 1998 under the Commercial Companies Law No. 15 of 1960 and amendments thereto. The Parent Company is registered with the Central Bank of Kuwait and Capital Markets Authority as an investment company.

The Group is primarily engaged in investment activities and related financial and advisory services. All activities of the Group are carried out in compliance with the Noble Islamic Sharee'a, as approved by the Parent Company's Fatwa and Sharee'a Supervisory Board.

The Parent Company's registered head office is at Dar Al-Awadi Tower, Sharq, Kuwait City, P.O. Box 28808, 13149 Safat, Kuwait.

The Annual General Assembly for the year ended 31 December 2014 has not been held until the date of approval of this interim condensed consolidated financial information. Accordingly, the consolidated financial statements for the year ended 31 December 2014 have not yet been approved. The interim condensed consolidated financial information for the three months period ended 31 March 2015 do not include any adjustments, which might have been required, had the General Assembly not approved the consolidated financial statements for the year ended 31 December 2014.

**2 BASIS OF PRESENTATION AND ACCOUNTING POLICIES**

The interim condensed consolidated financial information of the Group is prepared in accordance with IAS 34, "Interim Financial Reporting", except as noted below.

The audited consolidated financial statements for the year ended 31 December 2014 were prepared in accordance with the regulations of the State of Kuwait for financial services institutions regulated by the Central Bank of Kuwait. These regulations require adoption of all International Financial Reporting Standards (IFRS) except for the IAS 39 requirement for collective impairment provision, which has been replaced by the Central Bank of Kuwait's requirement for a minimum general provision made on all applicable credit facilities (net of certain categories of collateral) that are not provided specifically.

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 consolidated financial statements for the year ended 31 December 2014, except for the adoption of the amendments and annual improvements to IFRSs, relevant to the Group which are effective for annual reporting period starting from 1 July 2014 and did not result in any material impact on the accounting policies, financial position or performance of the Group.

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial information prepared in accordance with the International Financial Reporting Standards, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2014. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included. Operating results for the period ended 31 March 2015 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2015.



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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

**2 BASIS OF PRESENTATION AND ACCOUNTING POLICIES (continued)****Standards issued but not yet effective***IFRS 9: Financial Instruments*

The IASB issued IFRS 9 - Financial Instruments in its final form in July 2014 and is effective for annual periods beginning on or after 1 January 2018 with a permission to early adopt. IFRS 9 sets out the requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial assets. This standard replaces IAS 39 Financial Instruments: Recognition and Measurement. The adoption of this standard will have an effect on the classification and measurement of Group's financial assets but is not expected to have a significant impact on the classification and measurement of financial liabilities. The Group is in the process of quantifying the impact of this standard on the Group's consolidated financial statements, when adopted.

*IFRS 15: Revenue from Contracts with customers*

IFRS 15 was issued by IASB on 28 May 2014 is effective for annual periods beginning on or after 1 January 2017. IFRS 15 supersedes IAS 11 Construction contracts and IAS 18 Revenue along with related IFRIC 13, IFRIC 15, IFRIC 18 and SIC 31 from the effective date. This new standard would remove inconsistencies and weaknesses in previous revenue requirements, provide a more robust framework for addressing revenue issues and improve comparability of revenue recognition practices across entities, industries, jurisdictions and capital markets. The Group is in the process of evaluating the effect of IFRS 15 on the Group and do not expect any significant impact on adoption of this standard.

**3 BASIC AND DILUTED EARNINGS PER SHARE**

Basic and diluted earnings per share is computed by dividing the profit for the period attributable to equity holders of the Parent Company by the weighted average number of shares of the Parent Company, less treasury shares, outstanding during the period.

The following reflects the earnings and share data used in the basic and diluted earnings per share computations:

	<i>Three months ended 31 March</i>	
	<i>2015</i>	<i>2014</i>
	<i>KD</i>	<i>KD</i>
Profit for the period attributable to equity holders of the Parent Company	<b>25,059</b>	98,894
	<i>Shares</i>	<i>Shares</i>
Weighted average number of shares for basic and diluted loss per share (excluding treasury shares)	<b>156,398,254</b>	156,398,254
	<i>Fils</i>	<i>Fils</i>
<b>Basic and diluted earnings per share attributable to equity holders of the Parent Company</b>	<b>0.16</b>	0.63

Gulf Investment House K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows include the following amounts:

	<i>31 March</i> <i>2015</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2014</i> <i>KD</i>	<i>31 March</i> <i>2014</i> <i>KD</i>
Bank balances and short-term deposits	3,212,729	3,353,938	4,860,509
Less: balances in restricted bank accounts	(192,642)	(193,913)	(280,867)
	<u>3,020,087</u>	<u>3,160,025</u>	<u>4,579,642</u>

5 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<i>31 March</i> <i>2015</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2014</i> <i>KD</i>	<i>31 March</i> <i>2014</i> <i>KD</i>
<i>Designated at fair value through profit or loss:</i>			
Quoted securities	362,036	393,938	558,953
Unquoted securities	270,888	306,049	348,440
Unquoted funds managed by external fund managers	69,430	77,638	97,425
	<u>702,354</u>	<u>777,625</u>	<u>1,004,818</u>

Unrealised gain (loss) is analysed as follows:

	<i>Three months ended</i> <i>31 March</i>	
	<i>2015</i> <i>KD</i>	<i>2014</i> <i>KD</i>
<i>Designated at fair value through profit or loss:</i>		
Quoted securities	(31,902)	54,734
Unquoted securities	(35,161)	(100,176)
Unquoted funds managed by external fund managers	1,617	(2,714)
	<u>(65,446)</u>	<u>(48,156)</u>

Fair values of certain unquoted securities are determined using valuation techniques that are not based on observable market prices or rates (Note 10).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

## 6 INVESTMENT IN ASSOCIATES

	<i>31 March</i> <i>2015</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2014</i> <i>KD</i>	<i>31 March</i> <i>2015</i> <i>KD</i>
<i>Carrying amount of investment in associates</i>			
Balance at the beginning of the period	34,898,754	34,050,726	34,050,726
Addition	-	977,771	977,771
Capital redemption	-	(426,905)	-
Share of results	742,802	1,191,277	512,000
Share of other comprehensive income	199,812	(298,786)	(4,912)
Dividends	(647,731)	(595,329)	(257,036)
Balance at the end of the period	<u>35,193,637</u>	<u>34,898,754</u>	<u>35,278,549</u>

## 7 TREASURY SHARES

	<i>31 March</i> <i>2015</i>	<i>(Audited)</i> <i>31 December</i> <i>2014</i>	<i>31 March</i> <i>2014</i>
Number of treasury shares	7,805,275	7,805,275	20,536,596
Percentage of issued shares	4.75%	4.75%	4.64%
Cost (KD)	2,982,298	2,982,298	7,847,874
Market value (KD)	382,458	421,426	924,084
Weighted average market value per share (fills)	0.058	0.042	0.050

## 8 RELATED PARTY TRANSACTIONS

These represent transactions with associates, major shareholders, directors and executive officers of the Parent Company and entities controlled, jointly controlled or significantly influenced by such parties. The Parent Company's management approves pricing policies and terms of these transactions. Significant transactions with Group's related parties included are as follows:

Balances with related parties included in the interim condensed consolidated statement of financial position are as follows:

	<i>Major</i> <i>shareholders</i> <i>KD</i>	<i>31 March</i> <i>2015</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2014</i> <i>KD</i>	<i>31 March</i> <i>2014</i> <i>KD</i>
Bank balances and short-term deposits	54,986	54,986	73,821	796,276
Murabaha payables	35,423,843	35,423,843	35,632,310	37,434,035

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

	<i>Major</i> <i>shareholders</i> <i>KD</i>	<i>Three months ended</i> <i>31 March</i>	
		<i>2015</i> <i>KD</i>	<i>2014</i> <i>KD</i>
Murabaha charges	426,465	426,465	416,666

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

**8 RELATED PARTY TRANSACTIONS (continued)****Key management compensation:**

	<i>Three months ended 31 March</i>	
	<i>2015 KD</i>	<i>2014 KD</i>
Salaries and other short-term benefits	<b>28,944</b>	27,825
Terminal benefits	<b>811</b>	3,087
	<b>29,755</b>	30,912

**9 SEGMENT INFORMATION**

For management purposes, the Group is organised into three main business segments based on internal reporting provided to the chief operating decision maker:

- Islamic financing : Providing a range of Islamic products to corporate customers;  
Investment : Managing direct investments and investments in subsidiaries and associates; and  
Real estate : Managing trading and investment properties.

	<i>Islamic financing KD</i>	<i>Investment KD</i>	<i>Real estate KD</i>	<i>Unallocated KD</i>	<i>Total KD</i>
<b>Three months ended 31 March 2015</b>					
Segment income	-	<b>677,864</b>	-	<b>13,300</b>	<b>691,164</b>
Segment result	-	<b>180,694</b>	-	<b>(155,635)</b>	<b>25,059</b>
<b>As at 31 March 2015</b>					
Segment assets	-	<b>46,543,422</b>	<b>4,910,786</b>	<b>3,268</b>	<b>51,457,476</b>
<b>Three months ended 31 March 2014</b>					
Segment income	-	548,835	-	365,094	913,929
Segment result	-	(63,860)	-	162,754	98,894
<b>As at 31 March 2014</b>					
Segment assets	-	52,236,636	3,269,022	248	55,505,906

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

31 March 2015

**10 FAIR VALUES OF FINANCIAL INSTRUMENTS**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in orderly transactions between market participants at the measurement date. As at the reporting date, the fair values of financial instruments, with the exception of certain financial assets available for sale carried at cost amounting to KD 1,400,332 (31 December 2014: KD 1,400,332 and 31 March 2014: KD 4,038,912), are not materially different from their carrying values.

**Determination of fair value and fair value hierarchy:**

The Group uses the following hierarchy for determining and disclosing the fair values of financial instruments:

Level 1: quoted prices in active market for the same instrument

Level 2: quoted prices in active market for similar instruments or other valuation techniques for which all significant inputs are based on observable market data ; and

Level 3: valuation techniques for which any significant input is not based on observable market data

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

	<i>Level: 1</i> <i>KD</i>	<i>Level: 3</i> <i>KD</i>	<i>Total fair value</i> <i>KD</i>
<b>31 March 2015</b>			
<i>Financial assets at fair value through profit or loss:</i>			
- Quoted securities	362,036	-	362,036
- Unquoted securities	-	270,888	270,888
- Unquoted funds managed by external fund managers	-	69,430	69,430
	<u>362,036</u>	<u>340,318</u>	<u>702,354</u>
<i>Financial assets available for sale:</i>			
- Unquoted investments	-	4,830,144	4,830,144
- Unquoted funds managed by external fund managers	-	656,733	656,733
	-	<u>5,486,877</u>	<u>5,486,877</u>
<b>31 December 2014</b>			
<i>Financial assets at fair value through profit or loss</i>			
- Quoted equity securities	393,938	-	393,938
- Unquoted equity securities	-	306,049	306,049
- Unquoted funds	-	77,638	77,638
	<u>393,938</u>	<u>383,687</u>	<u>777,625</u>
<i>Financial assets available for sale:</i>			
- Unquoted equity securities	-	4,872,567	4,872,567
- Unquoted funds	-	665,259	665,259
	<u>393,938</u>	<u>5,921,513</u>	<u>6,315,451</u>

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

**10 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)**

31 March 2014	<i>Level: 1</i> <i>KD</i>	<i>Level: 3</i> <i>KD</i>	<i>Total fair value</i> <i>KD</i>
<i>Financial assets at fair value through profit or loss:</i>			
- Quoted securities	558,953	-	558,953
- Unquoted securities	-	348,440	348,440
- Quoted funds managed by external fund managers	-	97,425	97,425
	<u>558,953</u>	<u>445,865</u>	<u>1,004,818</u>
<i>Financial assets available for sale:</i>			
- Unquoted investments	-	6,280,003	6,280,003
- Unquoted funds managed by external fund managers	-	132,475	132,475
	<u>-</u>	<u>6,412,478</u>	<u>6,412,478</u>

There were no transfers between fair value hierarchies during the period ended 31 March 2015.

Gulf Investment House K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION (UNAUDITED)

31 March 2015

10 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

	At 1 January KD	Unrealised (loss) gain recorded in the interim consolidated statement of income KD	Unrealised loss recorded in interim condensed statement of comprehensive income KD	Impairment recorded in interim consolidated statement of income KD	Net sales KD	At 31 March KD
<b>31 March 2015:</b>						
<b>Assets measured at fair value</b>						
<i>Financial assets at fair value through profit or loss:</i>						
- Unquoted equity securities	306,049	(35,161)	-	-	-	270,888
- Unquoted funds	77,638	1,617	-	-	(9,825)	69,430
<i>Financial assets available for sale:</i>						
- Unquoted equity securities	4,872,567	-	(19,431)	(22,993)	-	4,830,143
- Unquoted funds	665,259	-	(8,526)	-	-	656,733
	<b>5,921,513</b>	<b>(33,544)</b>	<b>(27,957)</b>	<b>(22,993)</b>	<b>(9,825)</b>	<b>5,827,194</b>
<b>31 March 2014:</b>						
<b>Assets measured at fair value</b>						
<i>Financial assets at fair value through profit or loss:</i>						
- Unquoted equity securities	1,367,963	(100,176)	-	-	(919,347)	348,440
- Unquoted funds	481,927	(2,714)	-	-	(381,788)	97,425
<i>Financial assets available for sale:</i>						
- Unquoted equity securities	5,855,171	-	(391,729)	(163,952)	-	5,299,490
- Unquoted funds	1,113,449	-	(461)	-	-	1,112,988
	<b>8,818,510</b>	<b>(102,890)</b>	<b>(392,190)</b>	<b>(163,952)</b>	<b>(1,301,135)</b>	<b>6,858,343</b>