



**Kuwait National Cinema Company K.P.S.C.  
And its subsidiaries  
State of Kuwait**

**Interim Condensed Consolidated Financial Information  
and Review Report  
Six months ended 30 June 2017  
(Unaudited)**



شركة السينما الكويتية الوطنية  
KUWAIT NATIONAL CINEMA COMPANY

**Kuwait National Cinema Company K.P.S.C.  
And its Subsidiaries  
State of Kuwait**

**Interim Condensed Consolidated Financial Information  
and Review Report  
Six months ended 30 June 2017  
(Unaudited)**

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**Kuwait National Cinema Company K.P.S.C  
State of Kuwait**

**Report on Review of Interim Condensed Consolidated Financial Information to the Board of Directors**

*Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait National Cinema Company - K.P.S.C "the Parent Company" and its subsidiaries "together referred to as the Group" as at 30 June 2017 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six-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 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 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 International Accounting Standard No. (34) "Interim Financial Reporting".

**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 the Parent Company. To the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016 and its executive regulation, or of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the six-month period ended 30 June 2017 that might have had a material effect on the business of the Group or on its consolidated financial position.



**Talal Yousef Al-Muzaini**  
License No. 209-A  
Deloitte & Touche  
Al-Wazzan & Co.

Kuwait, 25 July 2017

Interim Condensed Consolidated Statement of Financial Position as at 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Note	30 June 2017	31 December 2016 (Audited)	30 June 2016
<b>ASSETS</b>				
<b>Non- current assets</b>				
Property, plant and equipment	4	9,915,547	17,050,341	16,025,117
Investment properties	5	7,020,417	-	-
Intangible assets		844,843	536,117	675,638
Investments in associates	6	36,001,368	35,993,349	35,400,443
Available for sale investments	7	22,199,131	21,897,475	22,983,931
		<u>75,981,306</u>	<u>75,477,282</u>	<u>75,085,129</u>
<b>Current assets</b>				
Inventories		389,707	274,906	308,933
Trade and other receivables	8	2,407,126	1,654,137	1,318,360
Cash, current accounts and deposits	9	23,492,550	22,119,607	18,778,295
		<u>26,289,383</u>	<u>24,048,650</u>	<u>20,405,588</u>
<b>Total assets</b>		<u>102,270,689</u>	<u>99,525,932</u>	<u>95,490,717</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Share capital		10,106,250	10,106,250	10,106,250
Treasury shares	10	(6,538,634)	(6,698,660)	(6,576,809)
Statutory reserve		5,053,125	5,053,125	5,053,125
Voluntary reserve		11,414,197	11,414,197	10,438,959
Other reserves	11	19,420,878	18,768,492	19,397,255
Retained earnings		31,312,544	30,280,037	26,856,763
Equity attributable to Company's shareholders		<u>70,768,360</u>	<u>68,923,441</u>	<u>65,275,543</u>
Non-controlling interest		32,212	31,666	28,610
		<u>70,800,572</u>	<u>68,955,107</u>	<u>65,304,153</u>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Post-employment benefits		1,546,732	1,457,775	1,401,670
<b>Current liabilities</b>				
Trade and other payables		8,778,434	9,230,101	8,182,144
Loans and bank facilities	12	21,144,951	19,882,949	20,602,750
		<u>29,923,385</u>	<u>29,113,050</u>	<u>28,784,894</u>
<b>Total liabilities</b>		<u>31,470,117</u>	<u>30,570,825</u>	<u>30,186,564</u>
<b>Total equity and liabilities</b>		<u>102,270,689</u>	<u>99,525,932</u>	<u>95,490,717</u>

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

Abdul Wahab Marzouq Al-Marzouq  
Chairman

Ahmed Abdul Aziz Al Sarawi  
Vice Chairman

Interim Condensed Consolidated Statement of Income for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Note	Three months ended 30 June		Six months ended 30 June	
		2017	2016	2017	2016
Operating revenues		3,637,479	3,947,436	8,544,226	8,220,450
Operating costs		(3,154,092)	(3,109,544)	(6,774,271)	(6,585,057)
Gross profit		483,387	837,892	1,769,955	1,635,393
Other operating income		1,889,405	1,521,928	3,913,399	3,375,181
General and administrative expenses		(419,652)	(370,660)	(1,200,855)	(1,185,453)
Other operating expenses		(507,482)	(416,366)	(1,156,418)	(934,266)
Net profit of financial investments		583,328	134,011	1,430,286	930,180
Gains from associate	6	1,086,420	947,129	1,924,842	1,686,558
Finance costs		(210,105)	(179,901)	(414,582)	(369,425)
<b>Net profit before deductions</b>		<b>2,905,301</b>	<b>2,474,033</b>	<b>6,266,627</b>	<b>5,138,168</b>
Contribution to Kuwait Foundation for the Advancement of Sciences		(17,936)	(14,570)	(42,180)	(32,751)
National Labor Support Tax		(68,934)	(66,845)	(154,344)	(134,783)
Zakat		(16,434)	(17,323)	(41,203)	(35,779)
<b>Net profit for the period</b>		<b>2,801,997</b>	<b>2,375,295</b>	<b>6,028,900</b>	<b>4,934,855</b>
<b>Distributed as follows:</b>					
Company's shareholders		2,801,809	2,375,352	6,027,979	4,934,118
Non-controlling interest		188	(57)	921	737
		<u>2,801,997</u>	<u>2,375,295</u>	<u>6,028,900</u>	<u>4,934,855</u>
Earnings per share (fils)	13	<u>29.72</u>	<u>25.21</u>	<u>64.00</u>	<u>52.35</u>

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

Interim Condensed Consolidated Statement of Comprehensive Income for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Three months ended 30 June		Six months ended 30 June	
	2017	2016	2017	2016
Net profit for the period	2,801,997	2,375,295	6,028,900	4,934,855
<b>Other comprehensive income items:</b>				
<i>Items can be classified later into statement of income:</i>				
Change in fair value of available for sale investments	(560,935)	404,150	934,621	(1,568,147)
Transferred to statement of income from sale of available for sale investments	(239,749)	-	(239,749)	-
Group's share in associates' reserves	(634,356)	1,126,497	(116,823)	919,978
Foreign currency translation of a subsidiary	2,428	(2,008)	(7,291)	(6,234)
Total other comprehensive income items / (loss) for the period	(1,432,612)	1,528,639	570,758	(654,403)
<b>Total comprehensive income for the period</b>	<b>1,369,385</b>	<b>3,903,934</b>	<b>6,599,658</b>	<b>4,280,452</b>
<b>Distributed as follows:</b>				
Company's shareholders	1,369,197	3,903,991	6,598,737	4,279,715
Non-controlling interest	188	(57)	921	737
	<b>1,369,385</b>	<b>3,903,934</b>	<b>6,599,658</b>	<b>4,280,452</b>

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

Kuwait National Cinema Company K.P.S.C  
And its Subsidiaries  
State of Kuwait



شركة الكويت الوطنية  
للأفلام السينمائية  
KUWAIT NATIONAL CINEMA COMPANY

Interim Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Equity attributable to shareholders of the Parent Company						Non-controlling Interest	Total
	Share capital	Treasury shares	Statutory reserve	Voluntary reserve	Other reserves (Note 11)	Retained earnings		
Balance as at 1 January 2016	10,106,250	(6,467,849)	5,053,125	10,438,959	20,051,658	26,915,449	27,873	66,125,465
Net profit for the period	-	-	-	-	-	4,934,118	737	4,934,855
Total other comprehensive income items	-	-	-	-	(654,403)	-	-	(654,403)
Purchase of treasury shares	-	(108,960)	-	-	-	-	-	(108,960)
Cash dividends	-	-	-	-	-	(4,992,804)	-	(4,992,804)
Balance as at 30 June 2016	10,106,250	(6,576,809)	5,053,125	10,438,959	19,397,255	26,856,763	28,610	65,304,153
Balance as at 1 January 2017	10,106,250	(6,698,660)	5,053,125	11,414,197	18,768,492	30,280,037	31,666	68,955,107
Net profit for the period	-	-	-	-	-	6,027,979	921	6,028,900
Total other comprehensive income items	-	-	-	-	570,758	-	-	570,758
Purchase of treasury shares	-	160,026	-	-	81,628	-	-	241,654
Cash dividends (note 14)	-	-	-	-	-	(4,995,472)	(375)	(4,995,847)
Balance as at 30 June 2017	10,106,250	(6,538,634)	5,053,125	11,414,197	19,420,878	31,312,544	32,212	70,800,572

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

Interim Condensed Consolidated Statement of Cash flows for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Six months ended 30 June	
	2017	2016
<b>Cash flows from operating activities</b>		
Net profit for the period	6,028,900	4,934,855
Less:		
Depreciation and amortization	514,491	532,971
Gains from financial investment	(1,430,286)	(930,180)
Group's share in associate's results	(1,924,842)	(1,686,558)
Post-employment benefits	125,387	233,082
Finance costs	414,582	369,425
Operating profit before changes in operating assets and liabilities	3,728,232	3,453,595
Inventories	(114,801)	(53,849)
Trade and other receivables	(752,989)	(156,526)
Trade and other payables	(606,669)	(902,022)
Cash generated from operating activities	2,253,773	2,341,198
Post-employment benefits paid	(36,430)	(40,246)
Net cash generated from operating activities	2,217,343	2,300,952
<b>Cash flows from investment activities</b>		
Paid for purchase of property, plant and equipment and intangible assets	(704,635)	(1,612,377)
Paid for purchase of available for sale investments	-	(77,638)
Proceeds from sale of available for sale investments	769,955	640,909
Dividends received	2,853,547	2,771,089
Net cash generated from investing activities	2,918,867	1,721,983
<b>Cash flows from financing activities</b>		
Net sale / (purchase) of treasury shares	241,654	(108,960)
Loans and bank facilities	1,262,002	1,043,745
Finance costs paid	(396,093)	(362,980)
Dividends paid	(4,870,830)	(4,891,336)
Net cash used in financing activities	(3,763,267)	(4,319,531)
Net change in cash and cash equivalents	1,372,943	(296,596)
Cash and cash equivalents at the beginning of the period	22,109,607	19,064,891
Cash and cash equivalents at the end of the period (Note 9)	23,482,550	18,768,295

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



Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

1. Company's incorporations

Kuwait National Cinema Company K.P.S.C. "The Parent Company" is a Kuwaiti Public Shareholding Company registered and incorporated in Kuwait on 5 October 1954 and is licensed to engage in all activities relating to the cinema industry, entertainment, and cultural events.

The Parent Company is listed on the Kuwait Stock Exchange.

The registered office of the Company is located at Al-Zahara area, 360 Mall, fourth floor, P.O. Box 502 Safat, 13006 Safat, Kuwait.

These Consolidated financial statements include the financial statements of the Parent Company and its Subsidiaries "together referred to as the Group".

	Ownership percentage (%)	Activity	Incorporation country
International Film Distribution Company K.S.C.C.	99.25	Publishing and film distribution	Kuwait
Al Kout Film Production and Distribution Company S.A.E.	100	Production and film distribution	Egypt

The interim condensed consolidated financial information for the six months ended 30 June 2017 was authorized for issuance by the Board of Directors on 25 July 2017.

2. Significant accounting policies

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. (34), "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements in accordance with International Financial Reporting.

In the management's opinion, all necessary adjustments (including recurring accruals) have been included in the interim condensed consolidated financial information for fair presentation. The operating results for the period ended 30 June 2017 are not necessarily indicative of the results that maybe expected for the year ending 31 December 2017. For further information, refer to the consolidated financial statements and its related notes for the year ended 31 December 2016.

The accounting policies used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the consolidated financial statements for the year ended 31 December 2016, except for the adoption of the new and amended IFRS, which become effective for annual periods beginning on or after 1 January 2017 as follows:

- Amendments to IAS 12 *Income Taxes* relating to the recognition of deferred tax assets for unrealised losses
- Amendments to IAS 7 *Statement of Cash Flows* to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities.
- Annual Improvements to IFRS Standards 2014-2016 Cycle - Amendments to IFRS 12

The adoption of these amendments did not have any significant or material impact on the interim condensed consolidated financial information of the Group.

2.1 Investment properties

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at cost, including transaction costs.

Subsequent to initial recognition, investment properties are measured at fair value. Gains and losses arising from changes in the fair value of investment properties are included in profit or loss in the period in which they arise.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period in which the property is derecognised.

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

3. Fair value of the Group's financial assets that are measured on a recurring basis

The fair values of financial assets and financial liabilities are determined as follows:

Level one: Quoted prices in active markets for identical assets or liabilities.

Level two: Quoted prices in an active market for similar instruments. Quoted prices for identical assets or liabilities in market that are not active. Inputs other than quoted prices that are observable for assets and liabilities.

Level three: Evaluation methods that are not based on observable market data.

Fair value of the Group's financial assets that are measured on a recurring basis:

	Fair value as at			Date of valuation	Fair value hierarchy	Valuation technique(s) and Key input(s)	Significant unobservable input(s)
	30/6/2017	31/12/2016	30/06/2016				
Quoted Shares	20,113,350	19,800,767	20,863,816	30/06/2017	Level 1	Last bid price	N/A
Investment Funds	4,272	15,199	38,565	30/06/2017	Level 2	Net quoted unit value of the Fund	N/A

The fair values of other financial assets and financial liabilities which are not measured at fair value on ongoing basis equal approximately their carrying values.

4. Property, plant and equipment

Property, plant and equipment movement represented as follows:

	30 June 2017	31 December 2016	30 June 2016
		(Audited)	
Net carrying value at the beginning of the period / year	17,050,341	15,183,282	15,183,282
Additions during the period / year	133,708	1,162,986	1,057,784
Revaluation of lands	-	1,542,006	-
Transfer to investment properties (note 5)	(7,020,417)	-	-
Depreciation of the period / year	(248,085)	(837,933)	(215,949)
Net carrying value at the end of the period / year	9,915,547	17,050,341	16,025,117

5. Investment Properties

	30 June 2017	31 December 2016	30 June 2016
		(Audited)	
Transfer from property, plant and equipment (note 4)	7,020,417	-	-

Investment properties are represented in a property owned by the company, which was recently constructed or the purpose of utilization in the normal activities of the company as per the Articles of Association and its amendments.

6. Investments in an associate

This represents the Group's investment in Tamdeen Shopping Centres K.S.C. (Closed) at 30%. It follows the Movement of the investment balance during the period/year.

	30 June 2017	31 December 2016	30 June 2016
		(Audited)	
Balance as at the beginning of the period / year	35,993,349	34,593,907	34,593,907
Group's share in an associate's results	1,924,842	3,365,484	1,686,558
Group's share from an associate's fair value change reserve	(91,623)	(166,042)	944,302
Group's share from an associate's foreign currency reserve	(25,200)	-	(24,324)
Dividends	(1,800,000)	(1,800,000)	(1,800,000)
Balance at the end of the period / year	36,001,368	35,993,349	35,400,443

The shares of the associated company are unquoted.

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

7. Investments available for sale

The balance of available for sale investments represents the following:

	30 June 2017	31 December 2016 (Audited)	30 June 2016
Quoted shares	20,113,350	19,800,767	20,863,816
Unquoted shares	2,081,509	2,081,509	2,081,550
Investment funds	4,272	15,199	38,565
	<u>22,199,131</u>	<u>21,897,475</u>	<u>22,983,931</u>

- Fair value is determined based on valuation techniques disclosed in (note 3).
- Unquoted investments are carried at cost since its fair value cannot be reliably measured. The Group's management believes that there are no indications of impairment for these investments.

8. Trade and other receivables

	30 June 2017	31 December 2016 (Audited)	30 June 2016
Trade receivables	504,102	417,785	395,868
Due from related parties (note17)	558,423	532,330	773,962
	<u>1,062,525</u>	<u>950,115</u>	<u>1,169,830</u>
Provision of impairment	(503,028)	(503,028)	(503,028)
	<u>559,497</u>	<u>447,087</u>	<u>666,802</u>
Advance payment to purchase Investments	350,000	-	-
Prepaid expenses	303,031	191,354	84,339
Refundable deposits	775,513	604,021	413,705
Staff receivables	399,085	391,675	133,446
Other receivables	20,000	20,000	20,068
	<u>2,407,126</u>	<u>1,654,137</u>	<u>1,318,360</u>

9. Cash, current accounts and deposits

	30 June 2017	31 December 2016 (Audited)	30 June 2016
Cash on hand	257,817	115,091	26,487
Banks current accounts	12,675,637	19,573,149	16,326,671
Time deposit	7,649,904	10,514	10,420
Cash in investment portfolios	2,909,192	2,420,853	2,414,717
Cash, current accounts and deposits	<u>23,492,550</u>	<u>22,119,607</u>	<u>18,778,295</u>
Less: deposits pledged at banks	(10,000)	(10,000)	(10,000)
Cash and cash equivalents	<u>23,482,550</u>	<u>22,109,607</u>	<u>18,768,295</u>

10. Treasury shares

	30 June 2017	31 December 2016 (Audited)	30 June 2016
Number of treasury shares (share)	6,803,241	6,969,850	6,860,672
Percentage to issued shares (%)	6.73	6.90	6.79
Market value	7,891,759	7,806,232	11,663,142

The Parent Company commits to retain reserves and retained earnings equivalent to the treasury shares throughout the period, in which they are held by the Parent Company, pursuant to the relevant instructions of the relevant regulatory authorities.

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

11. Other reserves

	Land revaluation reserve	Change in fair value reserve	Currency translation reserve	Treasury shares reserve	Total
Balance at 1 January 2016	8,524,134	11,151,746	352,874	22,904	20,051,658
Total other comprehensive items	-	(623,845)	(30,558)	-	(654,403)
Balance at 30 June 2016	8,524,134	10,527,901	322,316	22,904	19,397,255
Balance at 1 January 2017	10,066,140	8,327,810	351,022	23,520	18,768,492
Total other comprehensive items	-	603,249	(32,491)	-	570,758
Selling of treasury shares	-	-	-	81,628	81,628
Balance at 30 June 2017	10,066,140	8,931,059	318,531	105,148	19,420,878

12. Loans and bank facilities

	30 June 2017	31 December 2016 (Audited)	30 June 2016
Short term loans	19,550,000	19,550,000	19,550,000
Banks - overdraft	1,594,951	332,949	1,052,750
	21,144,951	19,882,949	20,602,750

- Loans and bank facilities granted to the Group from local banks are pledged against promissory notes and deposits.
- The weighted effective interest rate on loans and bank facilities is 4.166% as at 30 June 2017 (3.69% as at 31 December 2016 and 3.59% as at 30 June 2016).

13. Earnings per share

Basic and diluted earnings per share are computed by dividing profit during the period by the weighted average number of ordinary shares outstanding during the period as follows:

	Three months ended 30 June		Six months ended 30 June	
	2017	2016	2017	2016
Net profit for the period	2,801,809	2,375,352	6,027,979	4,934,118
Weighted average number of outstanding shares (share)	94,246,134	94,201,960	94,183,285	94,252,674
Earnings per share (fils)	29.72	25.21	64.00	52.35

Both basic and diluted earnings per share are equal since the Parent Company does not have diluted outstanding instruments.

14. Dividends

On 18 April 2017, the General Assembly of the Parent Company's shareholders approved the consolidated financial statements for the year ended 31 December 2016, also approved cash dividends of 53 fils per share from the profits for the year 2016 (cash dividends of 53 fils from the profits for the year 2015).

Notes to the Interim Condensed Consolidated Financial Information for the six months ended 30 June 2017  
(Unaudited)

(All amounts are in Kuwaiti Dinars unless otherwise stated)

15. Segments information

The main objective of the Group is to engage in all activities relating to the cinema industry, entertainment, and culture events. In addition, the Group invests its available excess funds through investment portfolios.

The following is the Group's segment information which consists with the internal reporting presented to management:

- Cinema division: which represents all activities related to cinema shows.
- Concession division: which represents all activities related to concessions supplemented to theaters.
- Investments division: which represents investments in shares, funds and real estate investments.

The following schedule presents the information about revenues, profit, and assets for each division:

	Division activity as at 30 June 2017				
	Cinema division	Concession division	Investment division	Unallocated items	Total
Net revenues	8,544,226	2,634,021	3,355,128	1,279,378	15,812,753
Costs	(6,774,271)	(1,156,418)	-	(1,853,164)	(9,783,853)
Segment's profit	1,769,955	1,477,603	3,355,128	(573,786)	6,028,900
Assets	15,602,058	325,313	63,231,742	23,111,576	102,270,689

  

	Division activity as at 30 June 2016				
	Cinema division	Concession division	Investment division	Unallocated items	Total
Net revenues	8,220,450	2,492,652	2,616,738	882,529	14,212,369
Costs	(6,585,057)	(934,266)	-	(1,758,191)	(9,277,514)
Segment's profit	1,635,393	1,558,386	2,616,738	(875,662)	4,934,855
Assets	13,206,060	248,869	58,765,182	23,270,606	95,490,717

16. Contingent liabilities

Letters of Guarantee were contingently liable for a third party with an amount of KD 346,306 as at 30 June 2017 (KD 167,220 as at 31 December 2016, KD 167,220 as at 30 June 2016).

17. Related parties transactions

Related parties represent the shareholders who have representatives in the Boards of Directors, members of the Boards of Directors, Senior Management and the companies, which are controlled by the major shareholders. Those transactions were conducted in the ordinary course of business and with the usual terms and conditions. Transactions with related parties are subject to the approval of the General Assembly of Shareholders. The following is the volume and nature of those transactions during the period:

Related parties transactions	30 June 2017	30 June 2016
Key management compensation	142,301	141,449
Expenses (rents, consultancy and others) charged in statement of income	658,146	569,717
Other revenue	92,627	62,200

The balances resulting from those transactions are as follows:

	30 June 2017	31 December 2016 (Audited)	30 June 2016
Due from related parties (note 8)	558,423	532,330	773,962
Due to related parties	68,400	51,103	121,046
Cash at investment portfolios (note 9)	2,909,192	2,420,853	2,414,717
Long-term key management compensation	169,595	160,109	150,995
Short-term key management compensation	31,369	12,192	40,330

All transactions are subject to the approval of the shareholders in the General Assembly meeting.