

**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Interim condensed consolidated financial information and review  
report for the three month period ended  
31 March 2014 (Unaudited)**

**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Interim condensed consolidated financial information (Unaudited)  
For the three month period ended 31 March 2014**

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**Independent auditors' report on review of interim condensed consolidated financial information to the Board of Directors' of Shuaiba Industrial Company K.P.S.C.**

***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Shuaiba Industrial Company K.P.S.C. ("the Parent Company") and its subsidiary (together referred to as "the Group") as at 31 March 2014, and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three month period then ended. The Parent Company's management is responsible for preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

***Scope of review***


We conducted our review in accordance with 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 respects, in accordance with the 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 accounting records of the Parent Company. We further report that, to the best of our knowledge and belief, no violations of the Companies Law No. 25 of 2012, as amended, nor of the Articles and Memorandum of Association of the Parent Company, as amended, have occurred during the three month period ended 31 March 2014 that might have had a material effect on the business of the Group or on its interim condensed consolidated financial position.

  
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Qais M. Al Nisf  
Licence No. 38 "A"  
BDO Al Nisf & Partners

Kuwait: 29 April 2014

  
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Barrak Al-Ateeqi  
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Al-Ateeqi Certified Accountants  
Member firm of B.K.R. International

**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Interim condensed consolidated statement of financial position (Unaudited)  
As at 31 March 2014**

		(Unaudited) 31 March 2014	(Audited) 31 December 2013	(Unaudited) 31 March 2013
	Notes	KD	KD	KD
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	3	8,737,667	8,831,688	8,902,043
Investment in associate		2,560,297	2,550,930	2,452,747
Available for sale financial assets	4	36,843	36,843	224,357
		<u>11,334,807</u>	<u>11,419,461</u>	<u>11,579,147</u>
<b>Current assets</b>				
Inventories		3,553,888	3,258,961	2,930,818
Trade receivables		2,659,108	2,618,960	2,166,719
Other receivables		209,055	130,525	196,969
Due from related parties	11	680	-	36,000
Financial assets at fair value through profit or loss	5	302,117	347,740	540,736
Cash and cash equivalents	6	2,657,104	1,766,750	1,479,589
		<u>9,381,952</u>	<u>8,122,936</u>	<u>7,350,831</u>
<b>Total assets</b>		<u>20,716,759</u>	<u>19,542,397</u>	<u>18,929,978</u>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Share capital	7	6,137,405	6,137,405	6,137,405
Share premium		2,294,444	2,294,444	2,294,444
Statutory reserve		1,653,044	1,653,044	1,505,648
Voluntary reserve		1,562,036	1,562,036	1,414,640
Treasury shares	8	(253,265)	(253,265)	(253,265)
Treasury shares reserve		404,979	404,979	404,979
Fair value reserve		-	-	4,000
Foreign currency translation reserve		12,304	20,668	106,660
Retained earnings		4,818,617	4,579,106	4,412,445
<b>Total equity</b>		<u>16,629,564</u>	<u>16,398,417</u>	<u>16,026,956</u>
<b>Non-current liabilities</b>				
Non-current portion of term loans	9	667,941	477,941	647,941
Provision for staff indemnity		441,238	408,119	361,456
		<u>1,109,179</u>	<u>886,060</u>	<u>1,009,397</u>
<b>Current liabilities</b>				
Trade and other payables		2,778,016	2,057,920	1,693,625
Current portion of term loans	9	200,000	200,000	200,000
		<u>2,978,016</u>	<u>2,257,920</u>	<u>1,893,625</u>
<b>Total liabilities</b>		<u>4,087,195</u>	<u>3,143,980</u>	<u>2,903,022</u>
<b>Total equity and liabilities</b>		<u>20,716,759</u>	<u>19,542,397</u>	<u>18,929,978</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Chairman of the Board of Directors



**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Interim condensed consolidated statement of profit or loss (Unaudited)  
Period ended 31 March 2014**

	Note	Three months ended	
		31 March	
		2014	2013
		KD	KD
Sales		3,023,836	2,897,331
Cost of sales		(2,407,051)	(2,382,641)
<b>Gross profit</b>		<b>616,785</b>	<b>514,690</b>
Unrealised (loss) / gain on financial assets at fair value through profit or loss		(45,623)	29,751
Gain on sale of financial assets at fair value through profit or loss		-	5,537
Share of results of associate		12,776	94,862
Foreign exchange (loss) / gain		(4,016)	20,414
Profit on disposal of property, plant and equipment		-	691
Other income		21,031	23,436
General and administrative expenses		(181,124)	(154,200)
Selling and distribution expenses		(158,184)	(186,459)
Finance costs		(10,764)	(13,278)
<b>Profit before provisions for Kuwait Foundation for the Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST") and Zakat</b>		<b>250,881</b>	<b>335,444</b>
KFAS		(2,258)	(3,019)
NLST		(6,272)	(8,385)
Zakat		(2,840)	(3,484)
<b>Profit for the period</b>		<b>239,511</b>	<b>320,556</b>
<b>Earnings per share (basic and diluted)</b>	10	<b>3.801 fils</b>	<b>5.081 fils</b>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Interim condensed consolidated statement of comprehensive income (Unaudited)**  
*Period ended 31 March 2014*

	<b>Three months ended 31 March</b>	
	<b>2014</b>	<b>2013</b>
	<b>KD</b>	<b>KD</b>
<b>Profit for the period</b>	<u>239,511</u>	<u>320,556</u>
<b>Other comprehensive income</b>		
<i>Items that may be reclassified subsequently to the consolidated statement of profit or loss:</i>		
Change in fair value of available for sale financial assets	-	35,696
Share of associates other comprehensive income	(3,409)	37,611
Foreign exchange translation adjustments	<u>(4,955)</u>	<u>52,833</u>
<b>Other comprehensive income for the period</b>	<u>(8,364)</u>	<u>126,140</u>
<b>Total comprehensive income for the period</b>	<u>231,147</u>	<u>446,696</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

**Shuaiba Industrial Company K.P.S.C. and its subsidiary**  
State of Kuwait

**Interim condensed consolidated statement of changes in equity (Unaudited)**  
*Period ended 31 March 2014*

	Share capital	Share premium	Statutory reserve	Voluntary reserve	Treasury shares	Treasury shares reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total equity
	KD	KD	KD	KD	KD	KD	KD	KD	KD	KD
<b>Balance at 1 January 2014</b>	6,137,405	2,294,444	1,653,044	1,562,036	(253,265)	404,979	-	20,668	4,579,106	16,398,417
Profit for the period	-	-	-	-	-	-	-	-	239,511	239,511
Other comprehensive income for the period	-	-	-	-	-	-	-	(8,364)	-	(8,364)
Total comprehensive income for the period	-	-	-	-	-	-	-	(8,364)	-	(8,364)
<b>Balance at 31 March 2014</b>	<u>6,137,405</u>	<u>2,294,444</u>	<u>1,653,044</u>	<u>1,562,036</u>	<u>(253,265)</u>	<u>404,979</u>	<u>-</u>	<u>(8,364)</u>	<u>239,511</u>	<u>16,629,564</u>
<b>Balance at 1 January 2013</b>	6,137,405	2,294,444	1,505,648	1,414,640	(253,265)	404,979	(31,696)	16,216	4,091,889	15,580,260
Profit for the period	-	-	-	-	-	-	-	-	320,556	320,556
Other comprehensive income for the period	-	-	-	-	-	-	35,696	90,444	-	126,140
Total comprehensive income for the period	-	-	-	-	-	-	35,696	90,444	320,556	446,696
<b>Balance at 31 March 2013</b>	<u>6,137,405</u>	<u>2,294,444</u>	<u>1,505,648</u>	<u>1,414,640</u>	<u>(253,265)</u>	<u>404,979</u>	<u>4,000</u>	<u>106,660</u>	<u>4,412,445</u>	<u>16,026,956</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Interim condensed consolidated statement of cash flows (Unaudited)**  
*Period ended 31 March 2014*

	Note	Three months ended 31 March	
		2014 KD	2013 KD
<b>OPERATING ACTIVITIES</b>			
Profit for the period		239,511	320,556
Adjustments for:			
Depreciation		112,094	110,641
Unrealised loss / (gain) on financial assets at fair value through profit or loss		45,623	(29,751)
Gain on sale of financial assets at fair value through profit or loss		-	(5,537)
Share of results of associate		(12,776)	(94,862)
Profit on disposal of property, plant and equipment		-	(691)
Finance costs		10,764	13,278
Provision for staff indemnity		35,136	12,918
		<u>430,352</u>	<u>326,552</u>
Movements in working capital:			
Inventories		(294,927)	191,871
Trade receivables		(40,148)	(381,034)
Other receivables		(78,530)	(91,238)
Due from related parties		(680)	30,000
Trade and other payables		720,096	130,067
Notes payable		-	(204,765)
<b>Cash generated from operations</b>		<u>736,163</u>	<u>1,453</u>
Staff indemnity paid		(2,017)	-
<b>Net cash generated from operating activities</b>		<u>734,146</u>	<u>1,453</u>
<b>INVESTING ACTIVITIES</b>			
Purchase of financial assets at fair value through profit or loss		-	(55,934)
Proceed from disposal of financial assets at fair value through profit or loss		-	28,463
Purchase of property, plant and equipment		(22,232)	(38,819)
Proceeds on disposal of property, plant and equipment		-	691
Dividend received from investment in associate		-	33,572
<b>Net cash used in investing activities</b>		<u>(22,232)</u>	<u>(32,027)</u>
<b>FINANCING ACTIVITIES</b>			
Net movement in term loans		190,000	(30,000)
Finance costs paid		(10,764)	(6,391)
<b>Net cash generated from / (used in) financing activities</b>		<u>179,236</u>	<u>(36,391)</u>
Effect of foreign currency translation		(796)	1,556
<b>Net increase / (decrease) in cash and cash equivalents</b>		<u>890,354</u>	<u>(65,409)</u>
Cash and cash equivalents at beginning of the period		1,766,750	1,544,999
<b>Cash and cash equivalents at end of the period</b>	6	<u>2,657,104</u>	<u>1,479,589</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.



**1. GENERAL INFORMATION**

Shuaiba Industrial Company K.P.S.C. ("the Parent Company"), is a public shareholding company incorporated in 1978 under the Laws of the State of Kuwait and is listed on the Kuwait Stock Exchange.

The Parent Company is engaged in the manufacture and sale of paper products. At the annual general assembly held on 29 March 2009, the shareholders approved the Group to conduct its activities in accordance with Islamic Sharia Principles.

The Parent Company is domiciled in Kuwait and the address of its principal place of business is Plot No. 150, Street No. 30, Block No.3, Subhan, State of Kuwait.

The interim condensed consolidated financial information of the Group for the three month period ended 31 March 2014 were authorised for issue in accordance with a resolution of the Board of Directors of the Parent Company on 29 April 2014.

**2. BASIS OF PREPARATION**

These interim condensed consolidated financial information have been prepared in accordance with IAS 34, Interim Financial Reporting. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2013 annual consolidated financial statements. 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 three month period ended 31 March 2014 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2014.

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

The accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in the preparation of annual consolidated financial statements for the year ended 31 December 2013, except for the following:

- ***Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)***  
Amendments were made to IFRS 10 Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 27 Separate Financial Statements to:
  - provide 'investment entities' (as defined) an exemption from the consolidation of particular subsidiaries and instead require that an investment entity measure the investment in each eligible subsidiary at fair value through profit or loss in accordance with IFRS 9 Financial Instruments or IAS 39 Financial Instruments: Recognition and Measurement;
  - require additional disclosure about why the entity is considered an investment entity, details of the entity's unconsolidated subsidiaries, and the nature of relationship and certain transactions between the investment entity and its subsidiaries;
  - require an investment entity to account for its investment in a relevant subsidiary in the same way in its consolidated and separate financial statements (or to only provide separate financial statements if all subsidiaries are unconsolidated).

These amendments became effective on 1 January 2014. These amendments had no impact on the Group.

**2. BASIS OF PREPARATION (continued)**

▪ ***IAS 32 Offsetting Financial Assets and Financial Liabilities***

The amendment to IAS 32 Financial Instruments: Presentation clarifies certain aspects because of diversity in application of the requirements on offsetting, focusing on the following aspects:

- the meaning of 'currently has a legally enforceable right of set-off';
- the application of simultaneous realisation and settlement;
- the offsetting of collateral amounts;
- the unit of account for applying the offsetting requirements.

These amendments became effective on 1 January 2014. These amendments had no impact on the Group.

▪ ***IAS 36 Recoverable Amount Disclosures for Non-Financial Assets***

The amendment to IAS 36 Impairment reduces the circumstances in which the recoverable amount of assets or cash-generating units is required to be disclosed, clarify the disclosures required, and to introduce an explicit requirement to disclose the discount rate used in determining impairment (or reversals) where recoverable amount (based on fair value less costs of disposal) is determined using a present value technique.

These amendments became effective on 1 January 2014. These amendments had no impact on the Group.

**Basis of consolidation**

This interim condensed consolidated financial information for the three month period ended 31 March 2014 includes the Parent Company and its wholly owned subsidiary - Advance Technologies (International Agencies) Company W.L.L. The financial information of this subsidiary has been consolidated based on management accounts. The Group's management do not expect any material differences in the figures if reviewed financial information would have been available as at 31 March 2014.

**Shuaiba Industrial Company K.P.S.C. and its subsidiary  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (Unaudited)  
Period ended 31 March 2014**

**3. PROPERTY, PLANT AND EQUIPMENT**

	Leasehold land KD	Buildings KD	Machinery KD	Furniture and fixtures KD	Motor vehicles KD	Capital work in progress KD	Total KD
<b>Cost</b>							
Balance at 1 January 2013	555,000	3,569,483	6,863,020	648,320	253,747	10,349	11,899,919
Additions	-	-	-	-	-	317,489	317,489
Transfers	-	30,988	-	79,428	21,400	(131,816)	-
Disposals	-	-	-	-	(54,048)	-	(54,048)
Foreign currency exchange difference	-	1,980	2,253	(178)	44	(2)	4,097
Balance at 31 December 2013	555,000	3,602,451	6,865,273	727,570	221,143	196,020	12,167,457
Additions	-	-	-	-	-	22,232	22,232
Transfers	-	-	-	8,401	6,000	(14,401)	-
Foreign currency exchange difference	-	(1,980)	(2,253)	(137)	(44)	(1)	(4,415)
Balance at 31 March 2014	555,000	3,600,471	6,863,020	735,834	227,099	203,850	12,185,274
<b>Accumulated depreciation</b>							
Balance at 1 January 2013	-	715,823	1,570,735	495,739	195,135	-	2,977,432
Charge for the year	-	136,451	234,743	56,191	18,654	-	446,039
Relating to disposals	-	-	-	-	(47,609)	-	(47,609)
Reversal of impairment	-	-	(40,184)	-	-	-	(40,184)
Foreign currency exchange difference	-	27	43	18	3	-	91
Balance at 31 December 2013	-	852,301	1,765,337	551,948	166,183	-	3,335,769
Charge for the period	-	34,851	58,429	14,251	4,563	-	112,094
Foreign currency exchange difference	-	(105)	(114)	(21)	(16)	-	(256)
Balance at 31 March 2014	-	887,047	1,823,652	566,178	170,730	-	3,447,607
<b>Carrying amount</b>							
As at 31 March 2014	555,000	2,713,424	5,039,368	169,656	56,369	203,850	8,737,667
As at 31 December 2013	555,000	2,750,150	5,099,936	175,622	54,960	196,020	8,831,688
As at 31 March 2013	555,000	2,845,098	5,259,984	170,444	60,549	10,968	8,902,043
<b>Annual depreciation rates</b>	-	3.33%	3.33%	20%	20%	-	-

The Group's certain property, plant and equipment have been assigned as security for the term loan facility granted to the Group (see note 9).  
The buildings are constructed on leasehold land from the government of Kuwait and the government of Dubai.

**4. AVAILABLE FOR SALE FINANCIAL ASSETS**

	(Unaudited) 31 March 2014 <u>KD</u>	(Audited) 31 December 2013 <u>KD</u>	(Unaudited) 31 March 2013 <u>KD</u>
Quoted securities	-	-	187,514
Unquoted securities	36,843	36,843	36,843
	<u>36,843</u>	<u>36,843</u>	<u>224,357</u>

Unquoted securities amounting to KD 36,843 (31 December 2013: KD 36,843 and 31 March 2013: KD 36,843) are carried at cost since their fair values could not be measured reliably. The management is not aware of any impairment of these investments. Available for sale financial assets are managed by a portfolio manager, under a portfolio management agreement.

**5. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	(Unaudited) 31 March 2014 <u>KD</u>	(Audited) 31 December 2013 <u>KD</u>	(Unaudited) 31 March 2013 <u>KD</u>
<b>Trading:</b>			
Local quoted securities	208,117	249,740	441,236
Local funds	94,000	98,000	99,500
	<u>302,117</u>	<u>347,740</u>	<u>540,736</u>

Financial assets at fair value through profit or loss are managed by a portfolio manager, under a portfolio management agreement.

**6. CASH AND CASH EQUIVALENTS**

	(Unaudited) 31 March 2014 <u>KD</u>	(Audited) 31 December 2013 <u>KD</u>	(Unaudited) 31 March 2013 <u>KD</u>
Cash at bank and on hand	2,437,835	1,339,010	901,784
Short term deposits	217,000	425,000	550,000
Cash balance with portfolio manager	2,269	2,740	27,805
	<u>2,657,104</u>	<u>1,766,750</u>	<u>1,479,589</u>

The Group's short term deposits with banks yield at an average rate of 0.62% (31 December 2013: 0.62% and 31 March 2013: 0.55% to 1.125%) per annum and mature within 90 days from the date of deposit.

**7. SHARE CAPITAL**

The authorized, issued and paid up share capital is KD 6,137,405 (31 December 2013: KD 6,137,405 and 31 March 2013: KD 6,137,405) comprising of 61,374,047 shares of 100 fils each and all shares are in cash.

**Notes to the interim condensed consolidated financial information (Unaudited)  
Period ended 31 March 2014**

**8. TREASURY SHARES**

	<b>(Unaudited) 31 March 2014</b>	<b>(Audited) 31 December 2013</b>	<b>(Unaudited) 31 March 2013</b>
Number of shares	1,362,240	1,362,240	1,362,240
Percentage of issued shares	2.22%	2.22%	2.22%
Market value (KD )	340,560	347,371	269,723
Cost (KD)	253,265	253,265	253,265

Reserves of the Parent Company equivalent to the cost of treasury shares have been earmarked as non-distributable.

**9. TERM LOANS**

	<b>(Unaudited) 31 March 2014 KD</b>	<b>(Audited) 31 December 2013 KD</b>	<b>(Unaudited) 31 March 2013 KD</b>
Current portion	200,000	200,000	200,000
Non-current portion	667,941	477,941	647,941
	<u>867,941</u>	<u>677,941</u>	<u>847,941</u>

Term loans from local banks carry finance cost at 3.5% (31 December 2013 and 31 March 2013: 3.5%) per annum.

Group's certain property, plant and equipment and time deposits are pledged as collateral against the term loans obtained from a local bank.

**10. EARNINGS PER SHARE**

Earnings per share is computed by dividing the profit for the period by the weighted average number of shares outstanding during the period, excluding treasury shares.

	<b>Three months ended 31 March</b>	
	<b>2014</b>	<b>2013</b>
Profit for the period (KD)	239,511	320,556
Weighted average number of shares outstanding:		
Number of issued shares (shares)	64,442,749	64,442,749
Weighted average number of treasury shares (shares)	(1,430,352)	(1,430,352)
Weighted average number of shares outstanding (shares)	<u>63,012,397</u>	<u>63,012,397</u>
<b>Earnings per share (Basic and diluted) (fils)</b>	<u>3.801</u>	<u>5.087</u>

Earnings per share was 5.342 fils for the period ended 31 March 2013 before retrospective adjustment to the number of shares following the bonus issue during 2014.

**11. RELATED PARTY TRANSACTIONS**

Related parties represent major shareholders, directors and key management personnel of the Group, and entities controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Parent Company's management. Balances and transactions with related parties are as follows:

	(Unaudited 31 March 2014 KD	(Audited) 31 December 2013 KD	(Unaudited) 31 March 2013 KD
<b>Statement of financial position</b>			
a) Due from related parties:			
• Other related parties	680	-	36,000
		<b>Three months ended 31 March</b>	
		<b>2014</b>	<b>2013</b>
		KD	KD
<b>Statement of profit or loss</b>			
b) Key management compensation			
• Salaries and other short-term benefits		97,801	56,820
• Termination benefits		5,009	3,106

**12. SEGMENT INFORMATION**

The group identifies its operating segments based on internal management reporting information that is regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. The Parent Company's Chief Executive Officer is the Group's chief operating decision maker and has grouped the Group's products into the following operating segments.

- *Industrial Packaging Division:* Produces and supplies multi-wall paper sacks for industrial use.
- *Consumer Packaging Division:* Produces and supplies various types of superior value and high quality bags and wrapping sheets to major regional and international chains.
- *Flexible Packaging Division:* Produces and supplies multi-ply printed and laminated films, including aluminum foil lamination.
- *Trading Division:* Importing and trading in various types of paper related products such as photo copier paper, offset paper, NCR, coated paper and ink.

**12. SEGMENT INFORMATION (Continued)**

The following is an analysis of the Group's revenue and results by operating segments for the period:

	<b>Three months ended 31 March</b>			
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
	KD	KD	KD	KD
	<b>Revenue</b>		<b>Segment result</b>	
Industrial Packaging Division	1,932,835	1,936,620	355,784	323,106
Consumer Packaging Division	816,339	704,336	217,827	153,991
Flexible Packaging Division	202,335	217,805	34,175	33,680
Trading Division	72,327	38,570	8,999	3,913
	<u>3,023,836</u>	<u>2,897,331</u>	<u>616,785</u>	<u>514,690</u>
Unrealised (loss) / gain on financial assets at fair value through profit or loss			(45,623)	29,751
Gain on sale of financial assets at fair value through profit or loss			-	5,537
Share of results of associate			12,776	94,862
Foreign exchange (loss) / gain			(4,016)	20,414
Profit on disposal of property, plant and equipment			-	691
Other income			21,031	23,436
General and administrative expenses			(181,124)	(154,200)
Selling and distribution expenses			(158,184)	(186,459)
Finance costs			(10,764)	(13,278)
KFAS			(2,258)	(3,019)
NLST			(2,840)	(8,385)
Zakat			(6,272)	(3,484)
<b>Profit for the period</b>			<u>239,511</u>	<u>320,556</u>

The following is an analysis of the Group's revenue by geographical area for the period:

	<b>Three months ended 31 March</b>	
	<b>2014</b>	<b>2013</b>
	KD	KD
	<b>Revenue</b>	
Kuwait	1,145,211	1,034,684
GCC	1,501,467	1,268,325
Asia	276,453	186,397
Africa	100,705	407,925
	<u>3,023,836</u>	<u>2,897,331</u>

For the purpose of monitoring segment performance the Group does not allocate its total assets and liabilities between segments.

**13. ANNUAL GENERAL ASSEMBLY MEETING**

The Annual General Assembly meetings of shareholders held on 16 April 2014, approved the annual audited consolidated financial statements of the Group for the year ended 31 December 2013 and approved a cash dividend of 12% equivalent to 12 fils per share (2012: 10% equivalent to 10 fils per share) and bonus share of 5% equivalent to 5 shares for each 100 shares (2012: Nil) to the shareholders of record as of the date of the Annual General Assembly.

**14. FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE**

Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2: inputs are inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs are unobservable inputs for the asset or liability.

<b>31 March 2014</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Financial assets at fair value through profit or loss</b>			
Local quoted securities	208,117	-	208,117
Local funds	-	94,000	94,000
<b>Total</b>	<b>208,117</b>	<b>94,000</b>	<b>302,117</b>
<b>31 December 2013</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Financial assets at fair value through profit or loss</b>			
Local quoted securities	249,740	-	249,740
Local funds	-	98,000	98,000
<b>Total</b>	<b>249,740</b>	<b>98,000</b>	<b>347,740</b>
<b>31 March 2013</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Financial assets at fair value through profit or loss</b>			
Local quoted securities	441,236	-	441,236
Local funds	-	99,500	99,500
<b>Total</b>	<b>441,236</b>	<b>99,500</b>	<b>540,736</b>



**Notes to the interim condensed consolidated financial information (Unaudited)**  
*Period ended 31 March 2014*

**15. CONTINGENT LIABILITIES AND COMMITMENTS**

	<b>(Unaudited)</b> <b>31 March</b> <b>2014</b>	<b>(Audited)</b> <b>31 December</b> <b>2013</b>	<b>(Unaudited)</b> <b>31 March</b> <b>2013</b>
	<u>KD</u>	<u>KD</u>	<u>KD</u>
<b>Contingent liabilities</b>			
Letters of credit	354,412	376,778	2,695,059
Letters of guarantee	<u>21,505</u>	<u>12,520</u>	<u>123,354</u>
	<u>375,917</u>	<u>389,298</u>	<u>2,818,413</u>

**Operating lease commitments**

The minimum operating lease commitments under non-cancelable operating leases are as follows:

	<b>(Unaudited)</b> <b>31 March</b> <b>2014</b>	<b>(Audited)</b> <b>31 December</b> <b>2013</b>	<b>(Unaudited)</b> <b>31 March</b> <b>2013</b>
	<u>KD</u>	<u>KD</u>	<u>KD</u>
Not later than one year	50,080	34,089	34,315
Later than one year but not later than five years	200,320	132,356	127,260