



- Stock Code : 616

Interim Financial Statements

{ True Copy Of The Original }

Third Quarter Report 2014

First Quarter
31/03/2014

Second Quarter
30/06/2014

Third Quarter
30/09/2014

Fourth Quarter
31/12/2014

**Automated Systems Company K.P.S.C.
Kuwait**

**Independent Auditors' Review Report
and
Interim Financial Information (Unaudited)**

30 September 2014

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Automated Systems Company K.P.S.C.
Kuwait

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS

Report on Review of Interim Financial Information

Introduction

We have reviewed the accompanying condensed statement of financial position of Automated Systems Company K.P.S.C. ("the Company") as at 30 September 2014, the related condensed statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, condensed statement of changes in equity and condensed statement of cash flows for the nine-month period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 - Interim Financial Reporting. Our responsibility is to express a conclusion on this interim 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 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 financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 - Interim Financial Reporting.

Report on Review of Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim financial information is in agreement with the books of account of the Company and to the extent of information made available to us, nothing has come to our attention that causes us to believe that there are contraventions of the Companies Law No. 25 of 2012, as amended, or of the Articles of Association of the Company during the nine-month period ended 30 September 2014 that might have had a material effect on the business of the Company or on its financial position.



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10 November 2014

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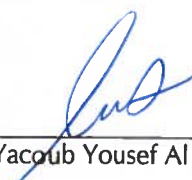
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Condensed Statement of Financial Position as at 30 September 2014 (Unaudited)

	Notes	Kuwaiti Dinars		
		30 September 2014 (Unaudited)	31 December 2013 (Audited)	30 September 2013 (Unaudited)
ASSETS				
Non-current assets				
Property and equipment		626,204	674,817	685,450
Current assets				
Inventories		8,787	8,139	11,482
Trade and other receivables		1,307,004	1,009,847	1,443,206
Investments at fair value through statement of income		1,030,373	998,225	1,064,446
Fixed deposits	3	-	6,250,000	6,250,000
Cash and cash equivalents	3	9,457,337	4,504,174	3,676,498
		<u>11,803,501</u>	<u>12,770,385</u>	<u>12,445,632</u>
Total assets		<u>12,429,705</u>	<u>13,445,202</u>	<u>13,131,082</u>
EQUITY & LIABILITIES				
Equity				
Share capital	4	4,004,000	4,004,000	4,004,000
Statutory reserve		2,189,664	2,189,664	2,189,664
Voluntary reserve		1,439,273	1,439,273	1,439,273
Retained earnings		3,066,753	3,533,834	3,497,792
		<u>10,699,690</u>	<u>11,166,771</u>	<u>11,130,729</u>
Non-current liabilities				
End of service benefits		423,274	407,038	410,555
Current liabilities				
Trade and other payables		1,306,741	1,871,393	1,589,798
Total liabilities		<u>1,730,015</u>	<u>2,278,431</u>	<u>2,000,353</u>
Total equity and liabilities		<u>12,429,705</u>	<u>13,445,202</u>	<u>13,131,082</u>

The accompanying notes on pages 6 to 12 form an integral part of this interim financial information.



Eng. Hadeel Yacoub Yousef Al Ghunaim
Chairperson

Condensed Statement of Profit or Loss and Other Comprehensive Income – For the period ended 30 September 2014 (Unaudited)

	Kuwaiti Dinars		Kuwaiti Dinars		
	Three months ended 30 September		Nine months ended 30 September		
	2014	2013	2014	2013	
Revenue	1,424,425	1,281,151	4,800,592	4,152,175	
Cost of sales and services	(856,926)	(765,804)	(2,903,422)	(2,551,663)	
Gross profit	567,499	515,347	1,897,170	1,600,512	
Distribution and administrative costs	(154,224)	(102,762)	(491,620)	(332,963)	
Profit from operations	413,275	412,585	1,405,550	1,267,549	
Writeback of provision for slow moving inventory	-	-	-	93,022	
Other income	2,606	1,152	5,719	2,819	
Dividend income	5,231	4,988	5,231	5,104	
Profit on sale of investments at fair value through statement of income	435	519	10,676	519	
Changes in fair value of investments at fair value through statement of income	64,666	29,179	84,341	42,692	
Foreign exchange gain	3,926	3,866	16,570	9,964	
Interest income	24,870	31,550	79,753	94,670	
Profit before KFAS, NLST & Zakat	515,009	483,839	1,607,840	1,516,339	
Provision for Kuwait Foundation for the Advancement of Sciences (KFAS)	(5,150)	(4,838)	(16,078)	(15,163)	
Provision for National Labor Support Tax (NLST)	(12,203)	(10,987)	(40,602)	(34,867)	
Zakat	(4,881)	(4,395)	(16,241)	(13,947)	
Profit for the period	492,775	463,619	1,534,919	1,452,362	
Other comprehensive income	-	-	-	-	
Total comprehensive income for the period	492,775	463,619	1,534,919	1,452,362	
Basic and diluted earnings per share (Fils)	5	12.31	11.58	38.33	36.27

The accompanying notes on pages 6 to 12 form an integral part of this interim financial information.

Condensed Statement of Changes in Equity – For the period ended 30 September 2014 (Unaudited)

	Kuwaiti Dinars				Total
	Share capital	Statutory reserve	Voluntary reserve	Retained earnings	
Balance as at 31 December 2013 (Audited)	4,004,000	2,189,664	1,439,273	3,533,834	11,166,771
Cash dividend (Note 6)	-	-	-	(2,002,000)	(2,002,000)
Transactions with owners	-	-	-	(2,002,000)	(2,002,000)
Total comprehensive income for the period	-	-	-	1,534,919	1,534,919
Balance as at 30 September 2014 (Unaudited)	<u>4,004,000</u>	<u>2,189,664</u>	<u>1,439,273</u>	<u>3,066,753</u>	<u>10,699,690</u>
Balance as at 31 December 2012 (Audited)	4,004,000	2,189,664	1,439,273	4,047,430	11,680,367
Cash dividend (Note 6)	-	-	-	(2,002,000)	(2,002,000)
Transactions with owners	-	-	-	(2,002,000)	(2,002,000)
Total comprehensive income for the period	-	-	-	1,452,362	1,452,362
Balance as at 30 September 2013 (Unaudited)	<u>4,004,000</u>	<u>2,189,664</u>	<u>1,439,273</u>	<u>3,497,792</u>	<u>11,130,729</u>

The accompanying notes on pages 6 to 12 form an integral part of this interim financial information

Condensed Statement of Cash Flows – For the period ended 30 September 2014 (Unaudited)

	Note	Kuwaiti Dinars	
		Nine months ended 30 September	
		2014	2013
Cash flows – operating activities			
Profit before KFAS, NLST and Zakat		1,607,840	1,516,339
<i>Adjustments for:</i>			
Depreciation		106,451	113,326
Changes in fair value of investments at fair value through statement of income		(84,341)	25,070
Profit on sale of investments at fair value through statement of income		(10,676)	-
Dividend income		(5,231)	(5,104)
Write back of provision for slow moving inventory		-	(93,022)
Other income		(5,719)	(2,819)
Interest income		(79,753)	(94,670)
Operating cash before working capital changes		1,528,571	1,459,120
(Increase)/decrease in inventories		(648)	133,075
(Increase)/decrease in trade and other receivables		(291,438)	369,976
Decrease in trade and other payables		(766,173)	(248,139)
Increase/ (decrease) in end of service benefits		16,236	(28,652)
Net cash from operating activities		486,548	1,685,380
Cash flows – investing activities			
Purchase of property and equipment (net)		(57,838)	(176,450)
Decrease/(increase) in fixed deposits with banks with original maturity period exceeding 3 months		6,250,000	(950,000)
Proceeds from sale of investments at fair value through statement of income		62,869	-
Dividend income received		5,231	5,104
Interest income received		79,753	94,670
Net cash from/ (used in) investing activities		6,340,015	(1,026,676)
Cash flows – financing activities			
Payment of dividend		(1,873,400)	(1,926,000)
Net cash used in financing activities		(1,873,400)	(1,926,000)
Net increase/ (decrease) in cash and cash equivalents		4,953,163	(1,267,296)
Cash and cash equivalents			
beginning of period		4,504,174	4,943,794
end of period	3	9,457,337	3,676,498

The accompanying notes on pages 6 to 12 form an integral part of this interim financial information.

1. Constitution and activities

Automated Systems Company K.P.S.C. (the Company) is a shareholding company registered in Kuwait and is engaged in the operation of computerised passenger reservation systems, trading in automation equipment and secondment of staff.

The objectives of the Company also include the following:

- Ownership directly and indirectly in other local and foreign companies operating in the field of information technology and in the same field and activity of the Company.
- Design and equipment of computer centres and information systems for the Company and third parties for the Company's objectives only.
- Development of computer systems and software and Arabization systems of computer hardware and accessories for the Company's objectives only.
- Training to institutions and individuals on integrated systems and electronic trade at the Company premises for the Company's objectives only.

The Company is also permitted to invest surplus funds in shares and other securities managed by portfolio managers.

The Company is a subsidiary of Kuwait Airways Corporation (the Parent), a Kuwaiti registered entity.

The registered head office of the Company is P.O. Box 27159, 13132 Safat, Kuwait.

The Company was listed on the Kuwait Stock Exchange on 17 November 2002.

The interim financial information for the nine-month period ended 30 September 2014 was approved for issue by the Board of Directors on 10 November 2014.

2. Basis of presentation

This interim financial information has been prepared in accordance with International Accounting Standard IAS 34, Interim Financial Reporting.

This interim financial information does not contain all information and disclosures required for complete financial statements prepared in accordance with International Financial Reporting Standards. In the opinion of the management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. Operating results for the nine months ended 30 September 2014 are not necessarily indicative of the results that may be expected for the year ending 31 December 2014. For further information refer to the financial statements and notes thereto included in the Company's annual audited financial statements for the year ended 31 December 2013.

This interim 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 financial information are consistent with those used in the preparation of annual financial statements for the year ended 31 December 2013 except for the adoption of the new and amended IFRS that have become effective from 1 January 2014 and those which are applicable to the Company:

Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)

These amendments are effective for annual periods beginning on or after 1 January 2014 provide an exception to the consolidation requirement for entities that meet the definition of an investment entity under IFRS 10. The exception to consolidation requires investment entities to account for subsidiaries in accordance with IAS 39. This amendment is not relevant to the Company, as the Company does not qualify to be an investment entity under IFRS 10.

Notes to the Interim Financial Information – 30 September 2014 (Unaudited)

IAS 32: Financial Instruments: Presentation - Offsetting Financial Assets and Financial liabilities (Amendment)

These amendments are effective for annual periods beginning on or after 1 January 2014. The amendments clarify the meaning of "currently has a legally enforceable right to set-off" and also clarify the application of the IAS 32 offsetting criteria to settlement systems (such as central clearing house systems) which apply gross settlement mechanisms that are not simultaneous. The Company is currently assessing the impact that this standard will have on its financial position and performance.

IAS 36 Impairment of Assets: Recoverable Amount Disclosures for Non-Financial Assets (Amendment)

These amendments remove the unintended consequences of IFRS 13 on the disclosures required under IAS 36. In addition, these amendments require disclosure of the recoverable amounts for the assets or CGUs for which impairment loss has been recognised or reversed during the period. These amendments are effective retrospectively for annual periods beginning on or after 1 January 2014 with earlier application permitted, provided IFRS 13 is also applied. Though these amendments have not resulted in any additional disclosures currently, the same would continue to be considered for future disclosures.

IAS 39 Novation of Derivatives and Continuation of Hedge Accounting (Amendment)

These amendments provide relief from discontinuing hedge accounting when novation of a derivative designated as a hedging instrument meets certain criteria. These amendments are effective for annual periods beginning on or after 1 January 2014. These amendments have not resulted in any impact on the financial position or performance of the Company.

New and revised IASB Standards, but not yet effective

IFRS 9: Financial Instruments: Classification and Measurement

IFRS 9 issued in November 2009 introduced new requirements for the classification and measurement of financial assets. IFRS9 was subsequently amended in October 2010 to include requirements for the classification and measurement of financial liabilities and for derecognition, and in November 2013 to include the new requirements for general hedge accounting. Another revised version of IFRS 9 was issued in July 2014 mainly to include a) impairment requirements for financial assets and b) limited amendments to the classification and measurement requirements by introducing a 'fair value through other comprehensive income' measurement category for certain simple debt instruments.

The management of the Company anticipate that the application of IFRS9 in the future may have a material impact on amounts reported in respect of the Company's financial assets and financial liabilities. Management is currently assessing the impact that this standard will have on the financial position and performance of the Company.

IFRS 15 – Revenue from contracts with customers

IFRS 15 specifies how and when an entity will recognize revenue as well as requiring such entities to provide users of financial statements with more informative, relevant disclosures. The standard provides a single, principles based five-step model to be applied to all contracts with customers. The standard was issued in May 2014 and applies to an annual financial statements beginning on or after 1 January 2017. Management is currently assessing the impact that this standard will have on the financial position and performance of the Company.

Annual Improvements to IFRSs 2010–2012 Cycle: effective 1 July 2014

- (i) Amendments to IFRS 13- the addition to the Basis for Conclusions confirms the existing measurement treatment of short-term receivables and payables.
- (ii) Amendments to IFRS 8-Disclosures are required regarding judgements made by management in aggregating operating segments (i.e. description, economic indicators).

A reconciliation of reportable segments' assets to total entity assets is required if this is regularly provided to the chief operating decision maker.

Notes to the Interim Financial Information – 30 September 2014 (Unaudited)

- (iii) Amendments to IAS 16 and IAS 38- When items are revalued, the gross carrying amount is adjusted on a consistent basis to the revaluation of the net carrying amount.
- (iv) Amendments to IAS 24- Entities that provide key management personnel services to a reporting entity, or the reporting entity's parent, are considered to be related parties of the reporting entity.

Annual Improvements 2011-2013 Cycle: effective 1 July 2014

Makes amendments to the following standards:

- (i) Amendments to IFRS 1-the amendment to the Basis for Conclusions clarifies that an entity preparing its IFRS financial statements in accordance with IFRS 1 is able to use both:

- IFRSs that are currently effective
- IFRSs that have been issued but are not yet effective, that permits early adoption

The same version of each IFRS must be applied to all periods presented. IFRS also clarify which versions of IFRSs can be used on initial adoption (amends basis for conclusions only).

- (ii) Amendments to IFRS 13- the scope of the portfolio exemption (IFRS 13.52) includes all items that have offsetting positions in market and/or counterparty credit risk that are recognised and measured in accordance with IAS 39/IFRS 9, irrespective of whether they meet the definition of a financial asset/liability.

3. Cash and cash equivalents

	Kuwaiti Dinars		
	30 September 2014 (Unaudited)	31 December 2013 (Audited)	30 September 2013 (Unaudited)
Cash on hand	964	964	965
Cash at banks	270,154	214,210	275,533
Fixed deposits	9,186,219	10,539,000	9,650,000
	<u>9,457,337</u>	<u>10,754,174</u>	<u>9,926,498</u>
Less: Fixed deposits with original maturity period exceeding three months	-	(6,250,000)	(6,250,000)
Cash and cash equivalents in the statement of cash flows	<u>9,457,337</u>	<u>4,504,174</u>	<u>3,676,498</u>

The effective interest rate of fixed deposits is 0.90%-1.25% p.a. (31 December 2013: 1%-1.375% p.a., 30 September 2013: 0.825%-1.375% p.a.).

4. Share capital

The share capital of the Company comprises of 40,040,000 authorised, issued and fully paid up shares of 100 fils each (31 December 2013 and 30 September 2013: 40,040,000 shares of 100 fils each).

5. Basic & diluted earnings per share (Fils)

Earnings per share is calculated as follows:

	Kuwaiti Dinars			
	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2014	2013	2014	2013
Profit for the period	492,775	463,619	1,534,919	1,452,362
Weighted average number of shares outstanding during the period	<u>40,040,000</u>	<u>40,040,000</u>	<u>40,040,000</u>	<u>40,040,000</u>
Basic and diluted earnings per share (fils)	<u>12.31</u>	<u>11.58</u>	<u>38.33</u>	<u>36.27</u>

Notes to the Interim Financial Information – 30 September 2014 (Unaudited)

6. Annual general meeting

The annual financial statements of the Company for the year ended 31 December 2013 were approved by the shareholders at the Annual General Meeting (AGM) on 1 June 2014.

The AGM also approved distribution of cash dividend of 50 fils (31 December 2012: 50 fils) per share of the paid up share capital to the shareholders registered in the Company's register as at the date of the AGM for the year ended 31 December 2013 to be paid by transfers from retained earnings. The dividend amounted to KD 2,002,000 for the year ended 31 December 2013 (KD 2,002,000 for the year ended 31 December 2012).

7. Segment reporting

The Company's operating segments are determined based on the reports reviewed by the chief executive functions that are used for strategic decisions. These segments are strategic business units that offer different products and services. They are managed separately since the nature of the products and services, class of customers and marketing strategies of these segments are different.

These operating segments meet the criteria for reportable segments and are as follows:

Computerized passenger reservation system	-	Comprising of installation, operation and maintenance of airline passenger ticketing system.
Services and solutions	-	Services & solutions division provides a range of functions from consulting, implementing, upgrading and managing applications in areas such as Enterprise Resource Planning (ERP) and Customer Relationship Management (CRM). The department is also managing projects & human capital outsourcing.
Investments	-	Comprising of investments in local equity funds and shares and funds managed by portfolio managers.
Other operations	-	Comprising of sale of customer flow management equipment and accounting packages..

Management monitors the operating segments separately for the purpose of making decisions about resource allocation and performance assessment.

The Company measures the performance of operating segments through measure of segment profit or loss net of taxes in management and reporting system.

Segment results include revenue and expenses directly attributable to a segment. Segment assets principally comprise of all assets.

The following table presents revenue, profit for the period and total assets information regarding the Company's reportable segment.

For the nine months ended 30 September 2014

	Kuwaiti Dinars				Total
	Computerized passenger reservation system	Services and solutions	Investments	Other operations	
Revenue					
External revenue	4,248,936	539,221	-	12,435	4,800,592
Segment results	1,795,313	111,466	202,290	(9,609)	2,099,460
Distribution & administrative costs and foreign exchange gain					(475,050)
KFAS, NLST & Zakat					(72,921)
Profit for the period					1,534,919
Segment assets	1,273,310	24,504	10,487,710	644,181	12,429,705

Notes to the Interim Financial Information – 30 September 2014 (Unaudited)

For the nine months ended 30 September 2013

	Kuwaiti Dinars				Total
	Computerized passenger reservation system	Services and solutions	Investments	Other operations	
Revenue					
External revenue	3,696,087	311,884	-	144,203	4,152,174
Segment results	1,559,425	102,127	142,985	34,800	1,839,337
Distribution & administrative costs and foreign exchange gain					(322,999)
KFAS, NLST & Zakat					(63,977)
Profit for the period					<u>1,452,362</u>
Segment assets	1,372,702	23,413	10,990,944	744,023	13,131,082

8. Related party transactions and balances

During the period ended 30 September 2014, the Company has entered into transactions with related parties including the Parent, for the sale or purchase of goods and services on terms approved by the management.

Transactions with related parties are as follows:

Condensed statement of financial position

	Kuwaiti Dinars		
	30 September 2014 (Unaudited)	31 December 2013 (Audited)	30 September 2013 (Unaudited)
Due from parent (included under trade and other receivables)	-	162,384	-
Due to parent (included under trade and other payables)	244,088	-	129,553

Condensed statement of comprehensive income

	Kuwaiti Dinars			
	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2014	2013	2014	2013
Sale of goods and services to the Parent	172,813	42,650	524,448	285,806

9. Financial instruments

The fair value of a financial instrument is 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 fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The estimated fair values of financial assets and liabilities approximated their respective net book values at the reporting date, except for certain unquoted equity instruments classified as investments at fair value through statement of income.

Notes to the Interim Financial Information – 30 September 2014 (Unaudited)

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:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

	Kuwaiti Dinars			Total fair value
	Level: 1	Level: 2	Level: 3	
30 September 2014				
Investments at fair value through statement of income				
- Local equity funds	129,547	269,012	-	398,559
- Managed portfolios	281,957	85,507	172,750	540,214
- Local quoted securities	30,000	-	-	30,000
- Local unquoted securities	-	-	61,600	61,600
	<u>441,504</u>	<u>354,519</u>	<u>234,350</u>	<u>1,030,373</u>

	Kuwaiti Dinars			Total fair value
	Level: 1	Level: 2	Level: 3	
31 December 2013				
Investments at fair value through statement of income				
- Local equity funds	99,332	267,663	-	366,995
- Managed portfolios	247,387	84,999	202,244	534,630
- Local quoted securities	35,000	-	-	35,000
- Local unquoted securities	-	-	61,600	61,600
Total	<u>381,719</u>	<u>352,662</u>	<u>263,844</u>	<u>998,225</u>

	Kuwaiti Dinars			Total fair value
	Level: 1	Level: 2	Level: 3	
30 September 2013				
Investments at fair value through statement of income				
- Local equity funds	-	383,024	-	383,024
- Managed portfolios	282,648	92,264	203,410	578,322
- Local quoted securities	41,500	-	-	41,500
- Local unquoted securities	-	-	61,600	61,600
Total	<u>324,148</u>	<u>475,288</u>	<u>265,010</u>	<u>1,064,446</u>

There have been no significant transfers between level 1 and level 2 in the reporting period.

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared to the previous reporting period.

Notes to the Interim Financial Information – 30 September 2014 (Unaudited)

Level 3 fair value measurements

The Company's financial assets and liabilities classified in Level 3 uses valuation techniques based on significant inputs that are not based on observable market data. The financial instruments within this level can be reconciled from beginning to ending balances as follows:

	Kuwaiti Dinars
	<u>Total</u>
30 September 2014	
Opening balance	263,844
Sales	(47,461)
Gain or loss recognized in statement of profit or loss and other comprehensive income	17,967
Closing balance	<u>234,350</u>
30 September 2013	
Opening balance	358,891
Sales	(47,083)
Gains or loss recognized in statement of profit or loss and other comprehensive income	(46,798)
Closing balance	<u>265,010</u>

Movement within level 3 is on account of unrealised gains recognised in the statement of profit or loss and other comprehensive income.

Changing inputs to the level 3 valuations to reasonably possible alternative assumptions would not change significantly amounts recognised in the statement of profit or loss and other comprehensive income or total assets.

All aspects of the Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended 31 December 2013.

10. Commitments and contingent liabilities

The Company has the following commitments and contingent liabilities:

	Kuwaiti Dinars		
	30 September 2014 (Unaudited)	31 December 2013 (Audited)	30 September 2013 (Unaudited)
Commitments			
Capital expenditure and others	<u>20,821</u>	<u>26,359</u>	<u>570,501</u>
Contingent liabilities			
Against the letters of guarantee	<u>209,082</u>	<u>205,677</u>	<u>221,177</u>