

INOVEST B.S.C.

**SHARI'A SUPERVISORY BOARD REPORT
INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

30 SEPTEMBER 2021 (REVIEWED)

Commercial registration number

48848 obtained on 18 June 2002

Board of Directors

| | |
|---------------------------------|-----------------|
| Mohammad Hamad Al-Shalfan | - Chairman |
| Mohammad Salah Al-Ayoub | - Vice-Chairman |
| Abdulaziz Asaad Al-Sanad | - Director |
| Mohamed Abdulwahab Al Matook | - Director |
| Abdullah Mohammed Al-Abduljader | - Director |
| Dr. Abdulaziz Fahad Al Dakheel | - Director |
| Ausama Abdulrahim Al-Khaja | - Director |

Chief Executive Officer

Yaser Hamad Al-jar

Board Secretary

Riyadh Mahmood Mulla Ahmed

Sharia'a Supervisory Board

| | |
|-------------------------------------|-----------------|
| Sheikh Dr. Khalid Shuja'a Al-Otaibi | - Chairman |
| Sheikh Dr. Dawoud Salman Bin Essa | - Vice-Chairman |
| Sheikh Dr. Murad Bou Daia | - Member |

Corporate Governance, Nomination and Remuneration Committee members

| | |
|---------------------------------|-----------------|
| Abdulaziz Asaad Al-Sanad | - Chairman |
| Abdullah Mohammed Al-Abduljader | - Vice-Chairman |
| Mohammed Abdulwahab Al Matook | - Member |

Audit and Risk Committee members

| | |
|--------------------------------|-----------------|
| Ausama Abdulrahim Al-Khaja | - Chairman |
| Mohammad Salah Al-Ayoub | - Vice-Chairman |
| Dr. Abdulaziz Fahad Al Dakheel | - Member |

Registered office

35th floor, East Tower
Bahrain Financial Harbour
P.O. Box 18334
Manama
Kingdom of Bahrain
Telephone no. +973 1715 5777

Bankers

Bahrain Islamic Bank B.S.C.
Ithmaar Bank B.S.C.
Kuwait Finance House (Bahrain) B.S.C. (c)
Kuwait Finance House (Kuwait) K.S.C.P.
Boubyan Bank (Kuwait)
Khaleeji Commercial Bank B.S.C.
Al Baraka Islamic Bank B.S.C. (c)
Al Salam Bank, Bahrain B.S.C.

Auditors

Ernst & Young (EY)
P.O. Box 140
10th Floor, East Tower
Bahrain World Trade Center
Manama, Kingdom of Bahrain

Share registrars

Bahrain Clear
Bahrain Financial Harbour, Harbour Gate,
Level 4, P.O.Box 3203
Manama
Kingdom of Bahrain

Kuwait Clearing Company S.A.K.
P.O. Box 22077
Safat 13081
State of Kuwait

In the name of Allah, The Beneficent, The Merciful

**Sharia Supervisory Board Report on the activities of INOVEST Company B.S.C
For the Nine Months Period Ended 30 September 2021**

All praise is due to Allah , Lord of the worlds, Prayers and Peace are upon the last messenger, our prophet Mohammed, his family and companions.

To the Shareholders of INOVEST B.S.C “the Company”,
Acting as Sharia Supervisory Board “SSB” pursuant to the appointment resolution passed by the General Assembly of the Company and SSB meeting on Sunday 31 October 2021 in State of Kuwait, we are required to provide the following report:

The SSB has reviewed the Company’s principles, contracts related transactions, and applications submitted by the Company’s management for the Nine months period ended 30 September 2021 , and based on the Sharia auditor presentation of the Company’s activities for the abovementioned period, and comparing it with the fatwa and rulings issued.

The Company’s management is responsible for ensuring that the Company conducts its business in accordance with the Islamic Shari’a Rules and principles. It is our responsibility to form an independent opinion, based on our review of the Company’s operations and to report to you.

We planned and performed our review so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Company has not violated Islamic Shari rules and principles.

In our opinion:

The contracts and transactions concluded by the Company during the Nine months period ended 30 September 2021 that we have reviewed are in compliance with the Islamic Shari’a Rules and Principles.

Also, the SSB has approved the financial statements and concluded that it’s prepared in an acceptable form from Islamic Sharia view. The respective report has been prepared based on the information provided by the Company.

Prayers and Peace are upon the last messenger, our prophet Mohammed, his family and companions.

Shaikh Dr. Khalid Shuja'a Al-Otaibi
Chairman

Shaikh Dr. Dawoud Salman Bin Essa
Vice-Chairman

Shaikh Dr. Murad Bou Daia
Member

REPORT ON REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF INOVEST B.S.C.

Introduction

We have reviewed the accompanying interim consolidated statement of financial position as at 30 September 2021 of Inovert B.S.C. (the "Company") and its subsidiaries (together the "Group"), the related interim consolidated statements of income and sources and uses of charity fund for the three and nine month periods then ended and the interim consolidated statements of changes in owners' equity and cash flows for the nine month period then ended and explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with the accounting policies disclosed in note 2. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with the accounting policies disclosed in note 2.



9 November 2021
Manama, Kingdom of Bahrain

Inovest B.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2021 (Reviewed)

| | | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|--|-------------|--|--|
| ASSETS | <i>Note</i> | | |
| Cash and bank balances | 4 | 27,852 | 23,399 |
| Accounts receivable | 5 | 18,579 | 23,072 |
| Investments | 6 | 12,950 | 12,593 |
| Investment in joint ventures and associates | 7 | 95,054 | 95,681 |
| Investment in real estate | 8 | 79,300 | 76,824 |
| Property, plant and equipment | 9 | 8,567 | 9,045 |
| Right of use asset | 10 | 292 | - |
| Other assets | 11 | 619 | 818 |
| TOTAL ASSETS | | 243,213 | 241,432 |
| LIABILITIES AND OWNERS' EQUITY | | | |
| Liabilities | | | |
| Other liabilities and accounts payable | 12 | 71,394 | 69,263 |
| ljarah liability | 13 | 302 | - |
| Financing from a bank | 14 | 5,686 | 5,439 |
| Total liabilities | | 77,382 | 74,702 |
| Owners' Equity | | | |
| Share capital | | 120,334 | 120,334 |
| Less: Treasury shares | 15 | (1,309) | (1,309) |
| | | 119,025 | 119,025 |
| Reserves | | 6,751 | 6,071 |
| Retained earnings | | 14,868 | 16,527 |
| Equity attributable to Parent's shareholders | | 140,644 | 141,623 |
| Non-controlling interest | | 25,187 | 25,107 |
| Total owners' equity | | 165,831 | 166,730 |
| TOTAL LIABILITIES AND OWNERS' EQUITY | | 243,213 | 241,432 |


Mohamed Al-Shalfan
Chairman


Mohamed Al-Ayoub
Vice-Chairman


Yaser Hamad Al-Jar
Chief Executive Officer

The attached explanatory notes 1 to 24 form part of these interim condensed consolidated financial statements.

Inovest B.S.C.

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the nine month period ended 30 September 2021 (Reviewed)

| | Note | Three months ended | | Nine months ended | |
|--|-------|--------------------|--------------|-------------------|--------------|
| | | 30 September | | 30 September | |
| | | 2021 | 2020 | 2021 | 2020 |
| | | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 |
| OPERATING INCOME | | | | | |
| Net income from construction contracts | 16 | 68 | 1,421 | 467 | 1,290 |
| Income from investment in real estate | 17 | 773 | 1,123 | 2,314 | 3,752 |
| Fee for management and other services - net | | 580 | 298 | 1,010 | 949 |
| Net share of income / (loss) from investment in joint ventures and associates | 7 | 78 | (153) | (217) | (213) |
| Other income | 18 | 317 | 308 | 1,035 | 1,827 |
| TOTAL OPERATING INCOME | | 1,816 | 2,997 | 4,609 | 7,605 |
| OPERATING EXPENSES | | | | | |
| Staff costs | | 927 | 1,163 | 2,993 | 3,590 |
| General and administrative expenses | | 244 | 676 | 1,637 | 1,894 |
| Property related expenses | | 349 | 590 | 934 | 1,651 |
| Financing costs | | 76 | 51 | 247 | 216 |
| Depreciation | 9 | 190 | 188 | 556 | 673 |
| Net ijarah cost | 19 | 32 | - | 43 | - |
| TOTAL OPERATING EXPENSES | | 1,818 | 2,668 | 6,410 | 8,024 |
| NET OPERATING (LOSS) / PROFIT | | (2) | 329 | (1,801) | (419) |
| Net reversal of expected credit losses | 4 & 5 | 29 | 239 | 222 | 6,158 |
| PROFIT / (LOSS) FOR THE PERIOD | | 27 | 568 | (1,579) | 5,739 |
| Attributable to : | | | | | |
| Equity shareholders of the parent | | 12 | 420 | (1,659) | 5,208 |
| Non-controlling interest | | 15 | 148 | 80 | 531 |
| PROFIT / (LOSS) FOR THE PERIOD | | 27 | 568 | (1,579) | 5,739 |
| BASIC AND DILUTED (LOSS) / EARNINGS PER SHARE (US cents) | 20 | 0.00 | 0.14 | (0.56) | 1.75 |



Mohamed Al-Shalfan
Chairman



Mohamed Al-Ayoub
Vice-Chairman



Yaser Hamad Al-Jar
Chief Executive Officer

The attached explanatory notes 1 to 24 form part of these interim condensed consolidated financial statements.

Inovest B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the nine month period ended 30 September 2021 (Reviewed)

| | <i>Equity attributable to Parent's shareholders</i> | | | | | | | <i>Total owners' equity</i> US\$ '000 |
|--|---|-------------------------------------|---------------------------------------|--|---------------------------------------|----------------------------------|--|--|
| | <i>Share capital</i> US\$ '000 | <i>Treasury shares</i> US\$ '000 | <i>Statutory reserve</i> US\$ '000 | <i>Reserves</i> | | <i>Total equity</i> US\$ '000 | <i>Non-controlling interest</i> US\$ '000 | |
| | | | | <i>Fair value through reserve</i> US\$ '000 | <i>Retained earnings</i> US\$ '000 | | | |
| As of 1 January 2021 | 120,334 | (1,309) | 4,576 | 1,495 | 16,527 | 141,623 | 25,107 | 166,730 |
| Cumulative movement in fair value of investments | - | - | - | 680 | - | 680 | - | 680 |
| (Loss) / profit for the period | - | - | - | - | (1,659) | (1,659) | 80 | (1,579) |
| At 30 September 2021 | 120,334 | (1,309) | 4,576 | 2,175 | 14,868 | 140,644 | 25,187 | 165,831 |
| As of 1 January 2020 as previously reported | 114,604 | (1,239) | 4,073 | - | 20,529 | 137,967 | 24,609 | 162,576 |
| Impact of adopting FAS 30 | - | - | - | - | (1,065) | (1,065) | (79) | (1,144) |
| Restated balance at 1 January 2020 | 114,604 | (1,239) | 4,073 | - | 19,464 | 136,902 | 24,530 | 161,432 |
| Appropriation to charity funds | - | - | - | - | (10) | (10) | - | (10) |
| Bonus shares issued as dividend | - | (70) | - | - | (5,660) | (5,730) | - | (5,730) |
| Shares issued | 5,730 | - | - | - | - | 5,730 | - | 5,730 |
| Profit for the period | - | - | - | - | 5,208 | 5,208 | 531 | 5,739 |
| At 30 September 2020 | 120,334 | (1,309) | 4,073 | - | 19,002 | 142,100 | 25,061 | 167,161 |

The attached explanatory notes 1 to 24 form part of these interim condensed consolidated financial statements.

Inovent B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine month period ended 30 September 2021 (Reviewed)

| | Note | Nine months ended 30 September | |
|---|-------|-----------------------------------|-----------|
| | | 2021 | 2020 |
| | | US\$ '000 | US\$ '000 |
| OPERATING ACTIVITIES | | | |
| (Loss) / profit for the period | | (1,579) | 5,739 |
| Adjustments for: | | | |
| Depreciation | 9 | 731 | 767 |
| Net ijarah cost | 19 | 43 | - |
| Net share of loss from investment in joint ventures and associates | 7 | 217 | 213 |
| Loss on sale of investment in real estate | | - | 157 |
| Net reversal of ECL | 4 & 5 | (222) | (6,158) |
| | | (810) | 718 |
| Net changes in operating assets and liabilities: | | | |
| Short-term deposits (with an original maturity of more than 90 days) | 4 | (315) | 7,114 |
| Movement in restricted cash | 4 | (35) | - |
| Accounts receivable | | 4,716 | (1,147) |
| Other assets | | 199 | (98) |
| Accounts payable | | 2,131 | (683) |
| Ijara payment | | (33) | - |
| Net cash from operating activities | | 5,853 | 5,904 |
| INVESTING ACTIVITIES | | | |
| Proceeds from capital reduction for FVTE investment | | 323 | 2,197 |
| Distributions received from a joint venture and associates | 7 | 410 | - |
| Purchase of investment in joint ventures and associates | 7 | - | (9,266) |
| Additional capitalisation of investment in real estate | 8 | (2,476) | (859) |
| Purchase of property, plant and equipment | 9 | (253) | (56) |
| Net cash used in investing activities | | (1,996) | (7,984) |
| FINANCING ACTIVITY | | | |
| Net movement in financing from a bank | | 247 | (889) |
| Net cash from / (used in) financing activity | | 247 | (889) |
| NET MOVEMENT IN CASH AND CASH EQUIVALENTS | | | |
| Cash and cash equivalents at the beginning of the period | 4 | 17,568 | 22,062 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | 4 | 21,672 | 19,093 |
| Non cash transactions: | | | |
| Changes in Investment fair value reserve | | 680 | 171 |
| Contributions by the Company towards charity funds | | - | (10) |
| Impact of adoption of FAS 30 | | - | (1,144) |

The attached explanatory notes 1 to 24 form part of these interim condensed consolidated financial statements.

Inovent B.S.C.

INTERIM CONSOLIDATED STATEMENT OF SOURCES AND USES OF CHARITY FUND

For the nine month period ended 30 September 2021 (Reviewed)

| | <i>Three months ended</i> | | <i>Nine months ended</i> | |
|--|---------------------------|-----------|--------------------------|-----------|
| | <i>30 September</i> | | <i>30 September</i> | |
| | 2021 | 2020 | 2021 | 2020 |
| | US\$ '000 | US\$ '000 | US\$ '000 | US\$ '000 |
| Sources of charity funds | | | | |
| Undistributed charity funds at the beginning of the period | 24 | 24 | 24 | 14 |
| Contributions by the Company | - | - | - | 10 |
| Total sources of charity funds during the period | 24 | 24 | 24 | 24 |
| Undistributed charity funds at end of period | 24 | 24 | 24 | 24 |

The attached explanatory notes 1 to 24 form part of these interim condensed consolidated financial statements.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

1 INCORPORATION AND ACTIVITIES

a) Incorporation

Inovest B.S.C. (the "Company") is a public shareholding company incorporated in the Kingdom of Bahrain on 18 June 2002 and operates under Commercial Registration (CR) number 48848. The Company commenced operations on 1 October 2002. Under the terms of its Memorandum and Articles of Association, the duration of the Company is 50 years, renewable for further similar periods unless terminated earlier by law or as stated in the Memorandum and Articles of Association. The address of the Company's registered office is 35th floor, East Tower, Bahrain Financial Harbour, Manama, Kingdom of Bahrain.

The Company is listed on the Bahrain Bourse and cross-listed on the Kuwait Stock Exchange.

The Company has been issued an Investment Business Firm License – Category 1 (Islamic Principles) by the Central Bank of Bahrain ("CBB"), to operate under the Islamic Sharia'a principles, and is supervised and regulated by the CBB.

b) Activities

The principal activities of the Company together with its subsidiaries (the "Group") include:

- Engaging directly in all types of investments, including direct investment and securities, and various types of investment funds.
- Establishing and managing various investment funds.
- Dealing in financial instruments in the local, regional and international markets.
- Providing information and studies related to different types of investments for others.
- Providing financial services and investment consultations to others.
- Establishing joint ventures with real estate, industrial and services companies inside or outside the Kingdom of Bahrain.
- Engaging in contracting activities.
- Engaging in the management of commercial and industrial centres and residential buildings, property leasing, development and their maintenance.
- Having interest or participating in any way with companies and other entities engaged in similar activities that may work and co-operate to achieve the Company's objectives inside and outside the Kingdom of Bahrain, and also merge its activities with the above mentioned entities and/or buy or join with them.

Impact of COVID-19

On 11 March 2020, the World Health Organization made an assessment that the outbreak of a coronavirus (COVID-19) can be characterised as a pandemic. As a result, businesses have subsequently seen reduced customer movements and, where governments mandated, temporary suspension of travel and closure of non-essential businesses. The existing and anticipated effects of the outbreak on the global economy is expected to continue to evolve. Although these developments have not significantly impacted the Group's operations as of 30 September 2021, the scale and duration of these developments remain uncertain at this stage and could potentially negatively impact the Group's financial position, financial performance and cash flows in the future, the extent of which is presently undeterminable.

Other income of US\$ 1,023 thousand includes financial support from the Government of the Kingdom of Bahrain received towards salary of Bahraini employees from June to September 2021 of US\$ 161 thousand and electricity charges in January 2021 of US\$ 87 thousand (30 September 2020: support received towards salary of Bahraini employees from April to September 2020 of US\$ 649 thousand and electricity charges of US\$ 313 thousand).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

1 INCORPORATION AND ACTIVITIES (continued)

The number of staff employed by the Group as at 30 September 2021 was 378 employees (31 December 2020: 394 employees).

The interim condensed consolidated financial statements for the nine months period ended 30 September 2021 were authorised for issue in accordance with a resolution of the Board of Directors dated 9 November 2021.

2 ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial statements of the Group for the nine months period ended 30 September 2021 have been prepared in accordance with the guidance given by International Accounting Standard 34 - *Interim Financial Reporting*. The interim condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2020. These interim condensed consolidated financial statements are presented in US Dollars, which is the functional currency of the Group. All values are rounded to US Dollar thousands unless otherwise indicated.

2.2 Statement of compliance

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2020 which were prepared in accordance with the Financial Accounting Standards ("FAS") issued by Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI"), the Shari'a rules and principles as determined by the Shari'a Supervisory Board of the Company, the Bahrain Commercial Companies Law, Central Bank of Bahrain ("CBB") and the Financial Institutions Law and the CBB Rule Book (Volume 4). In accordance with the requirements of AAOIFI, for matters for which no AAOIFI standards exist, including interim financial reporting, the Group uses the relevant International Financial Reporting Standards ("IFRS").

2.3 Basis of consolidation

The interim condensed consolidated financial statements include the financial statements of the Company and its subsidiaries. All intercompany balances and transactions are eliminated in full on consolidation.

The following are the principle subsidiaries of the Company, which are consolidated in these interim condensed consolidated financial statements:

| <i>Name of the subsidiary</i> | Ownership 2021 | <i>Ownership 2020</i> | <i>Country of incorporation</i> | <i>Year of incorporation</i> | <i>Activity</i> |
|-------------------------------------|-----------------------|-----------------------|---------------------------------|------------------------------|---|
| Held directly by the Company | | | | | |
| Al Khaleej Development Co. W.L.L | 100.00% | 100.00% | Kingdom of Bahrain | 2009 | Purchase, sale, management and development of properties. |

The following are the subsidiaries held indirectly through Al Khaleej Development Co. W.L.L.:

| | | | | | |
|---|----------------|---------|--------------------|------|--|
| Held indirectly by the Company | | | | | |
| Bahrain Investment Wharf B.S.C (c) | 100.00% | 100.00% | Kingdom of Bahrain | 2006 | Development, maintenance, leasing and management of commercial and industrial centres, residential buildings and property. |
| Tamcon Contracting Co. W.L.L | 100.00% | 100.00% | Kingdom of Bahrain | 2007 | Contracting activities. |
| Dannat Resort Development Company Limited | 67.57% | 67.57% | Cayman Islands | 2008 | Managing and Development of Real Estate Projects. |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

2 ACCOUNTING POLICIES (continued)

2.3 Basis of consolidation (continued)

| <i>Name of the subsidiary</i> | Ownership 2021 | <i>Ownership 2020</i> | <i>Country of incorporation</i> | <i>Year of incorporation</i> | <i>Activity</i> |
|---|-----------------------|-----------------------|---------------------------------|------------------------------|--|
| Held indirectly by the Company (continued) | | | | | |
| Tamcon Trading W.L.L | 100.00% | 100.00% | Kingdom of Bahrain | 2009 | Import, export, sale of electronic & electrical equipment, appliances, its spare parts and sale of building materials. |
| Eresco Tamcon JV B.S.C (c) | 100.00% | 100.00% | Kingdom of Bahrain | 2014 | Construction and maintenance of villas. |
| Panora Interiors W.L.L | 100.00% | 100.00% | Kingdom of Bahrain | 2015 | Carpentry and joinery works. |
| BIW Labor Accommodation Co W.L.L | 60.21% | 60.21% | Kingdom of Bahrain | 2007 | Buying, selling and management of properties. |

2.4 New standards, interpretations and amendments

These interim condensed consolidated financial statements have been prepared using accounting policies, which are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2020, except for the adoption of following FASs as explained below.

- **FAS 31 “Investment Agency (Al-Wakala Bi Al-Istithmar)” (effective 1 January 2021)**

This standard defines the accounting principles and reporting requirements for investment agency (Al-Wakala Bi Al-Istithmar) transactions and instruments, in the hands of both the principal and the agent. The standard requires the principal to evaluate the nature of the investment as either a) a pass-through investment or b) wakala venture.

Adoption of the above standard did not have any impact on the interim condensed consolidated financial statements of the Group for the period ended 30 September 2021.

- **FAS 32 “Ijarah” (effective 1 January 2021)**

This standard supersedes FAS 8 “Ijarah and Ijarah Muntahia Bittamleek”. The standard aims at setting out principles for the classification, recognition, measurement, presentation and disclosure of Ijarah type transactions including their different forms entered into by an institution, in both the capacities of lessor and lessee.

Under this standard, an institution, in its capacity either as lessor or lessee shall classify each of its Ijarah into a) operating Ijarah b) Ijarah Muntahia Biltamleek with expected transfer of ownership after the end of the Ijarah term – either through sale or gift; and c) Ijarah Muntahia Biltamleek with gradual transfer – with gradual transfer of ownership during the Ijarah term including Diminishing Musharaka Ijarah.

The standard includes two recognition exemptions for Ijarah – Ijarah of “low-value” assets (e.g., personal computers) and short-term Ijarah (i.e., Ijarah with a Ijarah term of 12 months or less). At the commencement date of the Ijarah, a lessee will recognise an asset representing the right to use the underlying asset during the Ijarah term (i.e., the right-of-use asset) and a net Ijarah liability, duly comprising of a) gross Ijarah liability and b) deferred Ijarah cost (shown as contra-liability). Further, the net Ijarah liabilities should be netted off against the advance rental's payments made prior to the commencement of Ijarah term.

The Group recognises lease liabilities to make lease payments and right-of-use asset representing the right to use the underlying assets. The Group has not recognised any right of use assets or corresponding Ijarah liability on 1 January 2021, as the Group has opted to apply the short-term Ijarah exemption on their leases.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

2 ACCOUNTING POLICIES (continued)

2.4 New standards, interpretations and amendments (continued)

- **FAS 32 "Ijarah" (effective 1 January 2021) (continued)**

a) Right of use asset

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use asset is measured at cost, less any accumulated amortisation and impairment losses, and adjustment for any effect of Ijarah modification or reassessment. The cost of right-of-use assets represents the fair value of total consideration paid/payable and includes initial direct costs and any dismantling or decommissioning costs. The Group amortises the right-of-use asset from the commencement date to the end of the useful economic life of the right-of-use assets which coincides with the end of the Ijarah term using a systematic basis that is reflective of the pattern of utilization of benefits from the right-of-use asset. Right-of-use asset is also subject to impairment in line with FAS 30 requirements.

b) Ijara liability

At the commencement date of the lease (i.e., the date the underlying asset is available for use), the Group recognises Ijarah liability measured at the fair value of total rentals payable for Ijarah term. After the commencement date, the amount of Ijarah liability is increased to reflect return on the Ijarah liability – by way of amortisation of deferred Ijarah cost and reduced to reflect the Ijarah rentals made. In addition, the carrying amount of Ijarah liability is remeasured if there is a modification, a change in the Ijarah term or change in the in-substance fixed lease payments.

- **FAS 34 "Financial Reporting for Sukuk-holders" (effective 1 January 2021)**

This standard prescribes the accounting principles and reporting requirements for underlying assets of a sukuk instrument. It requires the originator to prepare or cause to prepare financing reports as needed under this standard.

Adoption of the above standard did not have any impact on the interim condensed consolidated financial statements of the Group for the period ended 30 September 2021.

- **FAS 35 "Risk reserves" (effective 1 January 2021)**

FAS 35 intends to establish the principles of accounting and financial reporting for risk reserves established to mitigate various risk faced by stakeholders, mainly the profit and loss taking investors, of Islamic financial institutions.

Adoption of the above standard did not have any impact on the interim condensed consolidated financial statements of the Group for the period ended 30 September 2021.

2.5 New standards, amendments and interpretations issued but not yet effective

Standards, interpretations and amendments to existing standards issued but not yet effective up to the date of issuance of the Group's consolidated financial statements are disclosed below. The Group reasonably expects these issued standards, interpretations and amendments to existing standards to be applicable at a future date. The Group intends to adopt these standards, interpretations and amendments to existing standards, if applicable, when they become effective:

- **FAS 37 "Financial Reporting by Waqf Institutions" (effective 1 January 2022)**

The standard establishes principles of financial reporting by Waqf financial institutions, which are established and operated in line with Shari'ah principle and rules.

- **FAS 38 Wa'ad, Khiyar and Tahawwut (effective 1 January 2022)**

The standard prescribes the accounting and reporting principles and requirements for Wa'ad (promise), Khiyar (option) and Tahawwut (hedging) arrangements for the institutions.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

3 CYCLICALITY OF OPERATIONS

The interim consolidated net income for the nine-month period ended 30 September 2021 may not represent a proportionate share of the annual net profit or loss due to the variability of income and operating expenses.

4 CASH AND BANK BALANCES

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|--|--|---|
| Current account balances with banks | 11,542 | 7,929 |
| Short-term deposits (with an original maturity of 90 days or less) | 10,150 | 9,628 |
| Cash in hand | 15 | 11 |
| Less: restricted cash | (35) | - |
| | <hr/> | <hr/> |
| Total cash and cash equivalents | 21,672 | 17,568 |
| Short-term deposits (with an original maturity of more than 90 days) | 6,288 | 5,973 |
| Restricted cash | 35 | - |
| | <hr/> | <hr/> |
| | 27,995 | 23,541 |
| Less: Provisions for expected credit loss | (143) | (142) |
| | <hr/> | <hr/> |
| Total cash and bank balances | <u>27,852</u> | <u>23,399</u> |

Movements in the provision for expected credit loss:

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|--|--|---|
| At 1 January | 142 | 475 |
| Charge / (reversal) during the period / year | 1 | (333) |
| | <hr/> | <hr/> |
| | <u>143</u> | <u>142</u> |

5 ACCOUNTS RECEIVABLE

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|--|--|---|
| Amounts due from related parties (note 21) | 12,822 | 12,797 |
| Trade receivables | 9,230 | 13,809 |
| Other receivables | 18,649 | 18,391 |
| Rent receivable | 1,560 | 1,980 |
| | <hr/> | <hr/> |
| | 42,261 | 46,977 |
| Less: provision for expected credit losses | (23,682) | (23,905) |
| | <hr/> | <hr/> |
| | <u>18,579</u> | <u>23,072</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

5 ACCOUNTS RECEIVABLE (continued)

Amounts due from related parties are unsecured, bear no profit and have no fixed repayment terms and are authorised by the Group's management.

The movement in the Group's provision for expected credit losses is as follows:

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|-------------------------------------|--|---|
| At 1 January | 23,905 | 27,397 |
| Write back during the period / year | (223) | (6,038) |
| Impact of adoption of FAS 30 | - | 2,546 |
| | 23,682 | 23,905 |

6 INVESTMENTS

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|--|--|---|
| Equity-type instruments at fair value through equity - unquoted | | |
| Equity investments in real estate | 12,950 | 12,593 |

These are unquoted equity investments that are classified as fair value through equity (FVTE). All these investments have underlying real estate development projects. The recoverable amount of these investments has been determined by management based on valuations carried out by independent real estate experts.

7 INVESTMENT IN JOINT VENTURES AND ASSOCIATES

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|--|--|---|
| At 1 January | 95,681 | 87,387 |
| Acquisitions during the period / year | - | 9,265 |
| Net share of loss | (217) | (10,173) |
| Gain on bargain purchase | - | 9,574 |
| Distributions during the period / year | (410) | (372) |
| | 95,054 | 95,681 |

8 INVESTMENT IN REAL ESTATE

| | <i>Reviewed</i> 30 September 2021 <i>US\$ '000</i> | <i>Audited</i> 31 December 2020 <i>US\$ '000</i> |
|------------------------------------|--|---|
| At 1 January | 76,824 | 77,402 |
| Additions during the period / year | 2,476 | 1,776 |
| Disposals during the period / year | - | (2,354) |
| | 79,300 | 76,824 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

9 PROPERTY, PLANT AND EQUIPMENT

| | <i>Buildings on leasehold land US\$ '000</i> | <i>Machinery, equipment furniture and fixtures US\$ '000</i> | <i>Computer hardware and software US\$ '000</i> | <i>Motor vehicles US\$ '000</i> | <i>Total US\$ '000</i> |
|--|--|--|---|---|----------------------------|
| Cost | | | | | |
| At 1 January 2021 | 10,122 | 10,470 | 1,585 | 2,203 | 24,380 |
| Additions | - | 197 | 5 | 51 | 253 |
| At 30 September 2021 | <u>10,122</u> | <u>10,667</u> | <u>1,590</u> | <u>2,254</u> | <u>24,633</u> |
| Accumulated depreciation | | | | | |
| At 1 January 2021 | 2,730 | 9,257 | 1,463 | 1,885 | 15,335 |
| Charge | 263 | 357 | 54 | 57 | 731 |
| At 30 September 2021 | <u>2,993</u> | <u>9,614</u> | <u>1,517</u> | <u>1,942</u> | <u>16,066</u> |
| Net book amount: At 30 September 2021 | <u>7,129</u> | <u>1,053</u> | <u>73</u> | <u>312</u> | <u>8,567</u> |
| At 31 December 2020 | <u>7,392</u> | <u>1,213</u> | <u>122</u> | <u>318</u> | <u>9,045</u> |

Depreciation on property, plant and equipment charged to the interim consolidated statement of income is as follows:

| | <i>Reviewed Nine months ended 30 September</i> | |
|--|--|------------|
| | 2021 | 2020 |
| | US\$ '000 | US\$ '000 |
| Depreciation charged to contract costs | 175 | 94 |
| Depreciation charged to expenses | 556 | 673 |
| | <u>731</u> | <u>767</u> |

10 RIGHT OF USE ASSET

| | <i>Reviewed 30 September 2021 US\$ '000</i> | <i>Audited 31 December 2020 US\$ '000</i> |
|---------------------------------|---|---|
| Cost | | |
| Opening | - | - |
| Additions | 328 | - |
| | <u>328</u> | <u>-</u> |
| Accumulated amortisation | | |
| At 1 January | - | - |
| Charge | 36 | - |
| | <u>36</u> | <u>-</u> |
| Net book value | <u>292</u> | <u>-</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

11 OTHER ASSETS

| | <i>Reviewed</i> | <i>Audited</i> |
|-------------------------|---------------------|--------------------|
| | 30 September | 31 December |
| | 2021 | 2020 |
| | US\$ '000 | US\$ '000 |
| Advances to contractors | 277 | 450 |
| Prepayments | 342 | 368 |
| | <u>619</u> | <u>818</u> |

12 OTHER LIABILITIES AND ACCOUNTS PAYABLE

| | <i>Reviewed</i> | <i>Audited</i> |
|---|---------------------|--------------------|
| | 30 September | 31 December |
| | 2021 | 2020 |
| | US\$ '000 | US\$ '000 |
| Lease rent payables (note 12.1) | 50,105 | 50,105 |
| Accruals and other payables | 6,275 | 6,737 |
| Case compensation and other contingencies (note 12.3) | 7,123 | 7,672 |
| Advances from construction clients | 4,894 | 455 |
| Amounts due to related parties (note 12.2 and 21) | 47 | 126 |
| Retentions payable | 1,051 | 1,839 |
| Trade payables | 1,899 | 2,329 |
| | <u>71,394</u> | <u>69,263</u> |

Note 12.1

The Group's subsidiary entered into a long term lease contract with the Ministry of Industry, Commerce and Tourism ("MOICT") in December 2005, effective from May 2006, for a period of 50 years.

In accordance with the terms of the agreement with the MOICT, from the date of signing the agreement, no lease rent is payable for the first two years of the lease period, from 2006 to 2007. Lease rent payable, for the lease period (from 2008-2025), was deferred due to the cost incurred by the Group on the reclamation of the leasehold land. Thereafter, the Group is required to pay lease rental over thirty years (from 2026 to 2056).

Note 12.2

Amounts due to related parties are unsecured, bear no profit, have no fixed repayment terms and are authorised by the Group's management.

Note 12.3

The Group has a history of legal claims filed against it. Due to such claims history the management has made an assessment of potential future claims against the Company and accordingly retained provisions for such future contingencies. During the year 2020, an investor in a project company filed a case against the Company in the Bahrain Chamber for Dispute Resolution (BDCR) over a dispute relating to a project company managed by the Company. In the current period, BDCR has ruled the case against the Company, however, the Company has subsequently appealed the ruling in the Court of Cassation, for which the outcome is still pending. The management has assessed it has sufficient provisions for the claim in case the higher court issues a ruling against the Company.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

13 IJARAH LIABILITY

| | <i>Reviewed</i> 30 September <i>2021</i> | | <i>Audited</i> 31 December <i>2020</i> | |
|---|---|---|---|---|
| | <i>Gross Ijarah Liability</i> <i>US\$ '000</i> | <i>Net Ijarah Liability</i> <i>US\$ '000</i> | <i>Gross Ijarah Liability</i> <i>US\$ '000</i> | <i>Net Ijarah Liability</i> <i>US\$ '000</i> |
| Within one year | 132 | 115 | - | - |
| After one year but not more than five years | 197 | 187 | - | - |
| Total | 329 | 302 | - | - |
| Deferred ijarah cost | (27) | - | - | - |
| Net ijarah liability | 302 | 302 | - | - |

14 FINANCING FROM A BANK

| | <i>Reviewed</i> 30 September <i>2021</i> <i>US\$ '000</i> | <i>Audited</i> 31 December <i>2020</i> <i>US\$ '000</i> |
|------------------------------|---|---|
| Commodity murabaha financing | 5,686 | 5,439 |

The Group has obtained financing from a bank to fund the acquisition of investments, purchase of real estate and to meet working capital requirements. These liabilities bear market rates of profit and are repayable in accordance with the repayment terms agreed with the respective bank.

15 TREASURY SHARES

Treasury shares represent 3,675,000 (31 December 2020: 3,675,000) shares amounting to US\$ 1,308,680 (31 December 2020: US\$ 1,308,680) representing 1.22% (31 December 2020: 1.22%) of the issued share capital, held by the Group.

16 NET INCOME FROM CONSTRUCTION CONTRACTS

| | <i>Reviewed</i> <i>Nine months ended</i> <i>30 September</i> | |
|-----------------|--|---------------------------------|
| | <i>2021</i> <i>US\$ '000</i> | <i>2020</i> <i>US\$ '000</i> |
| Contract income | 4,192 | 2,424 |
| Contract costs | (3,725) | (1,134) |
| | 467 | 1,290 |

17 INCOME FROM INVESTMENT IN REAL ESTATE

| | <i>Reviewed</i> <i>Nine months ended</i> <i>30 September</i> | |
|---|--|---------------------------------|
| | <i>2021</i> <i>US\$ '000</i> | <i>2020</i> <i>US\$ '000</i> |
| Rental income | 2,314 | 3,909 |
| Loss on sale of investment in real estate | - | (157) |
| | 2,314 | 3,752 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

18 OTHER INCOME

| | <i>Reviewed</i> | |
|--------------------------------|--------------------------|------------------|
| | <i>Nine months ended</i> | |
| | <i>30 September</i> | |
| | 2021 | 2020 |
| | US\$ '000 | US\$ '000 |
| Electricity and water services | 119 | 338 |
| Profit on short-term deposits | 408 | 410 |
| Others | 508 | 1,079 |
| | 1,035 | 1,827 |

19 NET IJARAH COST

| | <i>Reviewed</i> | |
|--------------------------------------|--------------------------|------------------|
| | <i>Nine months ended</i> | |
| | <i>30 September</i> | |
| | 2021 | 2020 |
| | US\$ '000 | US\$ '000 |
| Amortisation of right of use asset | 36 | - |
| Amortisation of deferred ijarah cost | 7 | - |
| | 43 | - |

20 BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share amounts are calculated by dividing net income for the period attributable to equity holders of the parent by the weighted average number of shares outstanding during the period as follows:

| | <i>Reviewed</i> | |
|---|--------------------------|-------------|
| | <i>Nine months ended</i> | |
| | <i>30 September</i> | |
| | 2021 | 2020 |
| (Loss) / income attributable to the equity shareholders of the parent for the period - US\$ '000 | (1,659) | 5,208 |
| Weighted average number of shares outstanding at the beginning and end of the period - in thousands | 297,162 | 297,162 |
| (Loss) / earnings per share - US cents | (0.56) | 1.75 |

The Company does not have any potentially dilutive ordinary shares, hence the diluted earnings per share and basic earnings per share are identical.

21 RELATED PARTY BALANCES AND TRANSACTIONS

Related parties comprise major shareholders, directors of the Group, entities owned or controlled, jointly controlled or significantly influenced by them and companies affiliated by virtue of shareholding in common with that of the Group and Shari'a Supervisory Board members and external auditors.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

21 RELATED PARTY BALANCES AND TRANSACTIONS (continued)

The related party balances included in the interim condensed consolidated financial statements are as follows:

| | <i>Reviewed</i> 30 September 2021 | | | | <i>Audited</i> 31 December 2020 | | | |
|------------------------------------|--|---|------------------------------|------------------|--|---|------------------------------|------------------|
| | <i>Key management personnel/ Associates and joint ventures</i> | <i>Board members/ external auditors</i> | <i>Other related parties</i> | <i>Total</i> | <i>Key management personnel/ Associates and joint ventures</i> | <i>Board members/ external auditors</i> | <i>Other related parties</i> | <i>Total</i> |
| | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> |
| Accounts receivable - gross | 9,847 | - | 2,975 | 12,822 | 9,815 | - | 2,982 | 12,797 |
| Provision for impaired receivables | (2,997) | - | (2,409) | (5,406) | (2,997) | - | (2,409) | (5,406) |
| Accounts receivable - net | 6,850 | - | 566 | 7,416 | 6,818 | - | 573 | 7,391 |
| Accounts payable | 30 | 17 | - | 47 | 19 | 1 | 106 | 126 |

The related party transactions included in the interim condensed consolidated financial statements are as follows:

| | <i>Reviewed</i> 30 September 2021 | | | | <i>Reviewed</i> 30 September 2020 | | | |
|--|--|---|------------------------------|------------------|--|---|------------------------------|------------------|
| | <i>Key management personnel/ Associates and joint ventures</i> | <i>Board members/ external auditors</i> | <i>Other related parties</i> | <i>Total</i> | <i>Key management personnel/ Associates and joint ventures</i> | <i>Board members/ external auditors</i> | <i>Other related parties</i> | <i>Total</i> |
| | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> |
| Income | | | | | | | | |
| Fee for management and other services | 161 | - | - | 161 | 67 | - | - | 67 |
| Net share of loss from investment in joint ventures and associates | (217) | - | - | (217) | (213) | - | - | (213) |
| | <u>(56)</u> | <u>-</u> | <u>-</u> | <u>(56)</u> | <u>(146)</u> | <u>-</u> | <u>-</u> | <u>(146)</u> |
| Expenses | | | | | | | | |
| Staff costs | - | 1,390 | - | 1,390 | - | 1,270 | - | 1,270 |
| General and administrative expenses | 6 | 145 | 90 | 241 | 3 | 191 | 43 | 237 |
| | <u>6</u> | <u>1,535</u> | <u>90</u> | <u>1,631</u> | <u>3</u> | <u>1,461</u> | <u>43</u> | <u>1,507</u> |
| Profit | | | | | | | | |
| Reversal of expected credit losses | - | - | - | - | 5,766 | - | - | 5,766 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

21 RELATED PARTY BALANCES AND TRANSACTIONS (continued)

Compensation of the key management personnel is as follows:

| | <i>Reviewed</i> | |
|-----------------------------|--------------------------|-----------|
| | <i>Nine months ended</i> | |
| | <i>30 September</i> | |
| | 2021 | 2020 |
| | US\$ '000 | US\$ '000 |
| Salaries and other benefits | 1,390 | 1,270 |

22 SEGMENTAL INFORMATION

Segmental information is presented in respect of the Group's business segments. A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. For management purposes, the Group is organised into three major business segments.

The accounting policies of the segments are the same as those applied in the preparation of the Group's interim condensed consolidated financial statements as set out in note 2. Transactions between segments are conducted at estimated market rates on an arm's length basis.

(a) Segment information relating to the interim consolidated statement of income is disclosed as follows:

| | 30 September 2021 - Reviewed | | | | |
|--|--|-------------------------------|---|---------------------|------------------|
| | <i>Investment and related services</i> | <i>Construction contracts</i> | <i>Development and sale of industrial plots</i> | <i>Eliminations</i> | <i>Total</i> |
| | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> |
| Net revenues from | | | | | |
| external customers | 483 | 534 | 3,240 | (466) | 3,791 |
| Inter-segment transactions | 53 | 33 | 128 | (214) | - |
| Net share of loss from investment in joint ventures and associates | (190) | - | - | (27) | (217) |
| Other income | 163 | 406 | 466 | - | 1,035 |
| Total revenue | 509 | 973 | 3,834 | (707) | 4,609 |
| Segment (loss) / profit | (2,606) | (1,424) | 2,531 | (80) | (1,579) |
| | | | | | |
| | 30 September 2020 - Reviewed | | | | |
| | <i>Investment and related services</i> | <i>Construction contracts</i> | <i>Development and sale of industrial plots</i> | <i>Eliminations</i> | <i>Total</i> |
| | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> |
| Net revenues from | | | | | |
| external customers | 379 | 1,290 | 4,478 | (156) | 5,991 |
| Inter-segment transactions | 158 | - | 313 | (471) | - |
| Net share of loss from investment in joint ventures and associates | (213) | - | - | - | (213) |
| Other income | 254 | 789 | 857 | (73) | 1,827 |
| Total revenue | 578 | 2,079 | 5,648 | (700) | 7,605 |
| Segment profit / (loss) | 3,233 | (676) | 3,136 | 46 | 5,739 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 September 2021 (Reviewed)

22 SEGMENTAL INFORMATION (continued)

(b) Segment information relating to the interim consolidated statement of financial position as at 30 September 2021 and 31 December 2020 is disclosed as follows:

| | 30 September 2021 - Reviewed | | | | |
|---------------------|--|-------------------------------|---|---------------------|------------------|
| | <i>Investment and related services</i> | <i>Construction contracts</i> | <i>Development and sale of industrial plots</i> | <i>Eliminations</i> | <i>Total</i> |
| | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> |
| Segment assets | 388,279 | 40,385 | 121,991 | (307,442) | 243,213 |
| Segment liabilities | 143,504 | 9,745 | 52,810 | (128,677) | 77,382 |
| | 31 December 2020 - Audited | | | | |
| | <i>Investment and related services</i> | <i>Construction contracts</i> | <i>Development and sale of industrial plots</i> | <i>Eliminations</i> | <i>Total</i> |
| | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> | <i>US\$ '000</i> |
| Segment assets | 390,715 | 39,158 | 118,662 | (307,103) | 241,432 |
| Segment liabilities | 145,035 | 7,094 | 52,012 | (129,439) | 74,702 |

23 CONTINGENCIES AND COMMITMENTS

The Group has the following credit related commitments:

| | Reviewed | Audited |
|------------|--------------------------|-------------------------|
| | 30 September 2021 | 31 December 2020 |
| | US\$ '000 | US\$ '000 |
| Guarantees | 2,157 | 2,294 |

24 FIDUCIARY ASSETS

The assets managed on behalf of customers, to which the Group does not have any legal title are not included in the interim consolidated statement of financial position. At 30 September 2021, the carrying value of such assets is US\$ 98.49 million (31 December 2020: US\$ 99.09 million).