

Ref: KIPCO/DGCEO 20/22 dated March 29, 2022.

Boursa Kuwait Company

KUWAIT

السادة/ شركة بورصة الكويت
المحترمين
دولة الكويت

Subject: Results of KIPCO's Board of Directors meeting

الموضوع: نتائج اجتماع مجلس إدارة شركة كيبكو

As per regulations of the fourth chapter from module ten "Disclosure & Transparency" of the executive bylaws of Law No. (7) of 2010, amended by Law No. (22) of 2015 on the establishment of the Capital Market Authority and the regulation of securities activity and its amendments.

We are pleased to inform you that the Board of Directors held its meeting on 29 March 2022 at 1 pm where it has discussed and approved consolidated financial statements of 2021, proposed dividends. Also, please find enclosed the annual financial statements form for the year ended 31 December 2021 along with auditor report.

Pursuant to the requirements of Boursa Kuwait rulebook issued under resolution (1) 2018 and since KIPCO has been classified within the 'Premier Market', KIPCO is glad to announce that the analyst conference will be conducted on Monday 4 April 2022 at 3:00 p.m. local time through a conference call. Interested parties may visit our website www.kipco.com under Investor Relations page for instructions on how to participate in the conference call or contact KIPCO via email: kipco.ir@kipco.com.

عملاً بأحكام الفصل الرابع من الكتاب العاشر (الإفصاح والشفافية) من اللائحة التنفيذية للقانون رقم (7) لسنة 2010 المعدل بموجب القانون رقم (22) لسنة 2015 بشأن إنشاء هيئة أسواق المال وتنظيم نشاط الأوراق المالية وتعديلاته.

نفيدكم علماً بأن مجلس الإدارة قد عقد اجتماعه بتاريخ 29 مارس 2022 في تمام الساعة الواحدة ظهراً وقد تمت مناقشة واعتماد البيانات المالية المجمعة للعام 2021 والتوصية بتوزيعات الأرباح، تجدون مرفق طيه النموذج الخاص بالبيانات المالية السنوية المنتهية في 31 ديسمبر 2021 مع تقرير مراقب الحسابات.

وعملاً بمتطلبات قواعد البورصة الصادرة بموجب القرار رقم (1) لسنة 2018، وحيث أنه تم تصنيف كيبكو ضمن "السوق الأول" من قبل شركة بورصة الكويت، فإنه يسرنا الإعلان عن مؤتمر المحللين/المستثمرين والذي تقرر انعقاده عن طريق البث المباشر لمكالمة هاتفية جماعية (Live Conference Call) في تمام الساعة الثالثة (وفقاً للتوقيت المحلي) من بعد ظهر يوم الاثنين الموافق 4 أبريل 2022، ويرجى من الأطراف المعنية زيارة قسم علاقات المستثمرين في موقعنا الإلكتروني www.kipco.com أو التواصل من خلال البريد الإلكتروني التالي: kipco.ir@kipco.com وذلك لتزويدهم بتفاصيل المشاركة بالمؤتمر.

وتفضلوا بقبول فائق الاحترام ،،

Sincerely,



Samer Khanachet
Deputy Group Chief Executive Officer

كيبكو
KIPCO
شركة مشاريع الكويت (القابضة)
Kuwait Projects Company (Holding)

سامر خنشت
نائب الرئيس التنفيذي للمجموعة

Financial Results Form
Kuwaiti Company (KWD)

نموذج نتائج البيانات المالية
للشركات الكويتية (د.ك.)

Company Name	اسم الشركة
Kuwait Projects Company (Holding) K.S.C.P.	شركة مشاريع الكويت (القابضة) ش.م.ك.ع.

Financial Year Ended on	2021-12-31	نتائج السنة المالية المنتهية في
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Board of Directors Meeting Date	2022-03-29	تاريخ اجتماع مجلس الإدارة
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Required Documents	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم إرفاق هذه المستندات

التغيير (%) Change (%)	السنة المقارنة Comparative Year	السنة الحالية Current Year	البيان Statement
	2020-12-31	2021-12-31	
534%	1,135,000	7,195,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
128%	(2.5)	0.7	ربحية (خسارة) السهم الأساسية والمخففة Basic & Diluted Earnings per Share
(0.3%)	5,075,640,000	5,059,764,000	الموجودات المتداولة Current Assets
(2%)	10,351,248,000	10,179,769,000	إجمالي الموجودات Total Assets
(0.2%)	6,902,458,000	6,891,589,000	المطلوبات المتداولة Current Liabilities
(3%)	9,457,855,000	9,155,668,000	إجمالي المطلوبات Total Liabilities
61%	195,905,000	315,533,000	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
(2%)	724,039,000	711,069,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
8%	114,981,000	123,883,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
NA	لا يوجد خسائر متراكمة/ No Accumulated losses	لا يوجد خسائر متراكمة/ No Accumulated losses	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital

البيان	الربع الرابع الحالي	الربع الرابع المقارن	التغيير (%)
Statement	Fourth quarter Current Year	Fourth quarter Comparative Year	Change (%)
	2021-12-31	2020-12-31	
صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company	(9,341,000)	(10,358,000)	10%
ربحية (خسارة) السهم الأساسية والمخففة Basic & Diluted Earnings per Share	(5.8)	(7.2)	19%
إجمالي الإيرادات التشغيلية Total Operating Revenue	176,581,000	178,860,000	(1%)
صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)	31,681,000	30,168,000	5%

• Not Applicable for first Quarter

• ينطبق على الربع الأول

سبب ارتفاع/انخفاض صافي الربح (الخسارة)	Increase/Decrease in Net Profit (Loss) is due to
<p>يعود سبب ارتفاع في ارباح السنة المالية المنتهية في 31/12/2021 مقارنة بالفترة نفسها للعام 2020 بشكل رئيسي الى النتائج الإيجابية لشركات المجموعة تحديدا تلك العاملة في قطاعي البنوك و التأمين.</p>	<p>The increase in the profit for the year ended 31/12/2021 compared to the previous year ended 31/12/2020 is mainly driven by the positive results of group operating entities mainly the ones in banking & insurance sectors.</p>

بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)	44,087,000	Total Revenue realized from dealing with related parties (value, KWD)
بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)	8,366,000	Total Expenditures incurred from dealing with related parties (value, KWD)

Auditor Opinion		رأي مراقب الحسابات
1. Unqualified Opinion	<input checked="" type="checkbox"/>	1. رأي غير متحفظ
2. Qualified Opinion	<input type="checkbox"/>	2. رأي متحفظ
3. Disclaimer of Opinion	<input type="checkbox"/>	3. عدم إبداء الرأي
4. Adverse Opinion	<input type="checkbox"/>	4. رأي معاكس

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

نص رأي مراقب الحسابات كما ورد في التقرير	Not Applicable / لا ينطبق
شرح تفصيلي بالحالة التي استندت مراقب الحسابات لإبداء الرأي	Not Applicable / لا ينطبق
الخطوات التي ستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات	Not Applicable / لا ينطبق
الجدول الزممي لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات	Not Applicable / لا ينطبق

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)
النسبة	القيمة	
5% 5 فلس كويتي لكل سهم 5 Kuwaiti Fils per share	12,121,069 دينار كويتي	توزيعات نقدية Cash Dividends
-	-	توزيعات أسهم منحة Bonus Share
-	-	توزيعات أخرى Other Dividend
-	-	عدم توزيع أرباح No Dividends
-----	علاوة الإصدار Issue Premium	زيادة رأس المال Capital Increase
-----	لا يوجد / None	تخفيض رأس المال Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		Vice Chairman نائب رئيس مجلس الإدارة	Faisal Hamad Al Ayyar فيصل حمد العيار

RSM Albazie & Co.

Arraya Tower 2, Floors 41& 42
Abdulaziz Hamad Alsaqar St., Sharq
P.O. Box 2115, Safat 13022, State of Kuwait

T +965 22961000

F +965 22412761

www.rsm.global/kuwait

INDEPENDENT AUDITOR'S REPORT

The Shareholders
Kuwait Projects Company Holding K.S.C.P.
State of Kuwait

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Kuwait Projects Company Holding K.S.C.P. (the "Parent Company") and its subsidiaries (collectively the "Group"), which comprise the consolidated statement of financial position as at 31 December 2021, and the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of cash flow statement and consolidated statement of changes in equity for the year then ended, and notes to the consolidated financial statements, including a summary significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2021, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key Audit Matters (continued)

Expected credit losses (ECL) on loans and advances

Loans and advances of the Group's commercial banking subsidiaries represent a significant part of the total assets. The implementation of IFRS 9: Financial Instruments (IFRS 9) significantly changed the approach to determine the provisions against financial assets and incorporated a more forward-looking approach to determine the recoverability of the financial assets. Recognition of ECL under IFRS 9, is a complex accounting policy, which requires considerable judgement in its application. ECL is dependent on management's judgement in assessing significant increase in credit risk on initial recognition and significant increase in credit risk subsequently at reporting date for classification of credit facilities into various stages, determining when a default has occurred, review of models for assessing the probability of default of customers and estimating cash flows from recovery procedures or realization of collateral.

Due to the significance of credit facilities, the related estimation uncertainty and judgements applied and the Group's exposure to loans and advances forming a major portion of the Group's assets, ECL for loans and advances is considered as a key audit matter. The estimation uncertainty relating to this matter was further heightened due to the ongoing economic impact of Covid-19.

As part of our audit of the commercial banking subsidiaries our audit procedures included:

- Gaining an understanding of the Group's key credit processes comprising granting, booking, monitoring and provisioning and testing the key controls over these processes;
- We obtained the understanding of the design and tested the relevant controls over ECL model, including model build and approval, ongoing monitoring / validation, model governance and arithmetical accuracy. We have also checked completeness and accuracy of the data used and the reasonableness of the management assumptions;
- We understood and assessed the significant modeling assumptions for exposures as well as overlays with a focus on:
 - Key modeling assumptions adopted by the Group; and
 - Basis for and data used to determine overlays.
- We assessed:
 - the Group's IFRS 9 based impairment provisioning policy including significant increase in credit risk criteria with the requirements of IFRS 9;
 - the Group's ECL modelling techniques and methodology against the requirements of IFRS 9; and
 - the soundness of the Group's loan grading processes and mathematical integrity of the models.

Key Audit Matters (continued)

Expected credit losses (ECL) on loans and advances (continued)

- For a sample of exposures, we performed procedures to evaluate:
 - Appropriateness of exposure at default, probability of default and loss given default (including collateral values used) in the calculation of ECL;
 - We have checked appropriateness of the Group's staging criteria, exposure at Default ("EAD") Probability of Default ("PD") and Loss Given Default ("LGD") including the eligibility and value of collateral considered in the ECL models used by the Group and the overlays considered by the management in view of the ongoing Covid-19 pandemic, in order to determine ECL.
 - Timely identification of exposures with a significant increase in credit risk and appropriateness of the Group's staging; and
 - ECL calculation.
- For forward looking information used by the Group's management in its ECL calculations, we held discussions with management and checked internal approvals by management for the economic outlook post consideration of Covid-19 pandemic continuous impact used for purposes of calculating ECL.

We further considered the adequacy of the disclosures in the consolidated financial statements in relation to impairment of loans and advances as required under IFRS 9. Refer to the critical accounting estimates, judgements and disclosures and risk management objectives and policies including Covid-19 pandemic of loans and advances in Note 2.6, 5 and 30.7 of the consolidated financial statements.

Impairment testing of investment in associates

The Group has interests in number of associates which are significant to the Group's consolidated financial statements. The Group's carrying value of its investments in Qurain Petrochemical Industries Company K.S.C.P. ("QPIC") and Gulf Insurance Group K.S.C.P. ("GIG") are significantly higher than the proportion of equity attributable to Group's ownership interest in these associates. The investment in associates are accounted for using the equity method of accounting and considered for impairment in case of indication of impairment. Significant management judgement is required in determining whether there are any indications of impairment and in estimating the recoverable amounts of the investment in associates based on the value in use, especially due to the Covid-19 pandemic continuous impact. Accordingly, we considered this as a key audit matter.

We carried out procedures to understand management's process for identifying impairment triggers such as significant adverse changes in the technological, market, economic, or legal environment in which the investee operates, structural changes in the industry in which the investee operates, changes in the political or legal environment affecting the investee's business and changes in the investee's financial condition including the continuous impact of Covid-19 pandemic in the underlying associates. Our audit procedures included, amongst others, assessing the appropriateness of the recoverable amounts determined by management and the methods used.

We also assessed the adequacy of the Group's disclosure in Note 9 of the consolidated financial statements.

Key Audit Matters (continued)

Impairment testing of goodwill and intangible assets

Impairment testing of goodwill and intangible assets performed by the management was significant to our audit because the assessment of the recoverable amount of goodwill and intangible assets under the value-in-use basis is complex and requires considerable judgment on the part of management. Estimates of future cash flows are based on management's views of variables such as the interest margins, discount rates, market share assumptions, projected growth rates and economic conditions such as the economic growth and expected inflation rates, which have been impacted by continuous impact of the Covid-19 pandemic. We considered this area to be a key audit matter.

- As part of our audit procedures, we assessed the knowledge and expertise of the management of the Group to perform such valuations and obtained management's impairment calculations and key assumptions, including profit forecasts and basis of selection of growth rates and discount rates.
- We involved our valuation experts to assist us in evaluating the appropriateness of the valuation model and testing key assumptions used in the impairment analysis, such as the discount rate and terminal growth rate, considering Covid-19 pandemic continuous impact.
- We reviewed the sensitivity analysis performed by management around key assumptions noted above and the outcomes of the assessment. Future cash flow assumptions were also reviewed through comparison to current trading performance considering the historical consistency and the understanding of the reasons for growth profiles used, including consideration of the continuous impacts of the Covid-19 pandemic.

Furthermore, we assessed the adequacy of the Group's disclosures included in Note 11 of the consolidated financial statements related to those assumptions. The Group's policy on impairment testing is disclosed in Note 2 of the consolidated financial statements.

Valuation of investment properties

Investment properties are significant to the Group's consolidated financial statements. The management determines the fair value of its investment properties and uses external appraisers to support the valuation. The valuation of the investment properties at fair value is highly dependent on estimates and assumptions, such as average net initial yield, reversionary yield, inflation rate, vacancy rates, growth in rental rates, market knowledge and historical transactions.

This clause highlights that less certainty, and consequently a higher degree of caution, should be associated to the valuation as a result of the continuous impact of Covid-19 pandemic. This represents a significant estimate uncertainty in relation to the valuation of investment properties.

Given the size, complexity and impact of ongoing Covid-19 pandemic on the valuation of investment properties and the importance of the disclosures relating to the assumptions used in the valuation, we considered this as a key audit matter.

Key Audit Matters (continued)

Valuation of investment properties (continued)

Our audit procedures included, amongst others:

- We have considered the methodology and the appropriateness of the valuation models and inputs used to value the investment properties.
- We have tested the inputs and assumptions made by management of the Group and the appropriateness of the properties' related data supporting the external appraisers' valuations.
- We performed procedures for areas of risk and estimation. This included, where relevant, comparison of judgments made to current market practices and challenging the valuations on a sample basis.
- Further, we have considered the objectivity, independence and expertise of the external real estate appraisers.
- We further evaluated the management's sensitivity analysis to ascertain the impact of reasonably possible changes to key assumptions on the fair value of investment properties. We also assessed the adequacy of the disclosures relating to the assumptions and sensitivity of such assumptions in Note 10 of the consolidated financial statements.

Purchase Price Allocation (PPA)

As disclosed in Note 3 of the consolidated financial statements, during the year ended 31 December 2021, the Group finalized the Purchase Price Allocation (“PPA”) exercise of the business combination of Panther Media Group Limited (“PMGL”) that was concluded during the year ended 31 December 2020 which resulted in a provisional goodwill of KD 346,193 thousand. The purchase consideration for the business acquisition is allocated to the assets and liabilities acquired at fair value at the date of acquisition, including identifiable intangible assets such as customer relationship and trade name amounting to KD 24,588 thousand and KD 32,018 thousand respectively, with the residual purchase consideration balance of KD 296,608 thousand recorded as goodwill.

The PPA exercise has been performed by the management through an external expert and this requires a significant amount of management estimation, particularly in relation to the identification and valuation of intangible assets and assignment of their useful lives, and also in the estimation of future cash flows which are based on the views of the management on variables such as growth rates, discount rates, economic conditions, such as economic growth and expected inflation rates.

We focused in this area due to the significance of the acquisition to the Group’s consolidated financial statements, the inherent complexities in accounting for business acquisition, and the judgement applied by the management in identifying and determining the fair value of the assets and liabilities acquired, including the separately identifiable intangible assets.

Key Audit Matters (continued)**Purchase Price Allocation (PPA)(continued)**

Our audit procedures included, amongst others:

- Assessing the professional competence of the external experts, assessing the appropriateness and completeness of the intangible assets identified by the management.
- Assessing the appropriateness of the valuation model used, evaluating the key inputs and assumptions used in the valuation and involving our internal valuation specialists in evaluating the methodologies and key assumptions, including the discount rates, used in the valuation of the assets and liabilities acquired.
- Evaluated the appropriateness of the related disclosures provided in Note 3 of the consolidated financial statements.

Other information included in the Group's 2021 Annual Report

Management is responsible for the other information. Other information consists of the information included in the Group's 2021 Annual Report, other than the consolidated financial statements and our auditors' report thereon. We obtained the report of the Parent Company's Board of Directors prior to the date of our auditors' report, and we expect to obtain the remaining sections of the Annual Report after the date of our auditors' report.

Our opinion on the consolidated financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those Charged with Governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with Those Charged with Governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (continued)

We also provide Those Charged with Governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

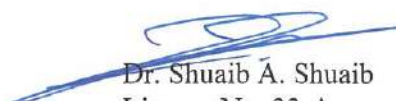
From the matters communicated with Those Charged with Governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Furthermore, in our opinion proper books of account have been kept by the Parent Company and the consolidated financial statements included in the report of the Parent Company's Board of Directors relating to these consolidated financial statements, are in accordance therewith. We further report that we obtained all the information and explanations that we required for the purpose of our audit and that the consolidated financial statements incorporate all information that is required by the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, and by the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, that an inventory was duly carried out and that, to the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the year ended 31 December 2021, that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our audit, we have not become aware of any violations of the provisions of Law No 7 of 2010 concerning the Capital Markets Authority and its related regulations during the year ended 31 December 2021 that might have had a material effect on the business of the Parent Company or on its financial position.

State of Kuwait
29 March 2022

A blue ink signature of Dr. Shuaib A. Shuaib, consisting of stylized, overlapping loops and lines.

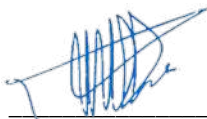
Dr. Shuaib A. Shuaib
License No. 33-A
RSM Albazie & Co.

Kuwait Projects Company Holding K.S.C.P. and Subsidiaries

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2021

			(Restated) *
	Notes	2021 KD 000's	2020 KD 000's
ASSETS			
Cash in hand and at banks	4	1,296,911	1,346,865
Treasury bills, bonds and other debt securities		584,227	500,770
Loans and advances	5	4,791,444	4,945,497
Financial assets at fair value through profit or loss	6	266,945	252,208
Financial assets at fair value through other comprehensive income	7	420,547	391,927
Other assets	8	930,774	815,808
Properties held for trading		120,817	118,353
Investment in associates	9	345,843	351,781
Investment properties	10	487,722	624,258
Property, plant and equipment		378,193	396,442
Intangible assets	11	556,346	607,339
TOTAL ASSETS		10,179,769	10,351,248
LIABILITIES AND EQUITY			
Liabilities			
Due to banks and other financial institutions		1,230,089	1,271,941
Deposits from customers		5,198,902	5,160,158
Loans payable	12	922,103	744,113
Bonds	13	433,826	631,977
Medium term notes	14	450,113	601,257
Other liabilities	15	920,635	1,048,409
Total liabilities		9,155,668	9,457,855
Equity			
Share capital	16	264,000	200,000
Share premium	16	68,913	52,913
Treasury shares	16	(95,258)	(93,151)
Statutory reserve	16	107,562	106,821
Voluntary reserve	16	76,546	76,546
Cumulative changes in fair values		(10,544)	(19,287)
Revaluation surplus	2.2	24,526	-
Foreign currency translation reserve		(140,955)	(131,138)
Employee stock option plan reserve	17	1,367	2,067
Other reserve		(18,254)	(20,708)
Retained earnings		37,630	21,842
Equity attributable to equity holders of the Parent Company		315,533	195,905
Perpetual capital securities	16	153,332	153,332
Non-controlling interest		555,236	544,156
Total equity		1,024,101	893,393
TOTAL LIABILITIES AND EQUITY		10,179,769	10,351,248



Faisal Hamad Al- Ayyar
Vice Chairman

* Certain amounts shown here do not correspond to the consolidated financial statements as at 31 December 2020 and reflect adjustments made as detailed in Note 3.

The attached notes 1 to 33 form part of these consolidated financial statements.

Kuwait Projects Company Holding K.S.C.P. and Subsidiaries

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2021

		2021 KD 000's	(Restated) * 2020 KD 000's
	Notes		
Continuing operations:			
Income:			
Interest income		306,556	328,398
Investment income	19	63,254	86,135
Fees and commission income	20	62,985	56,408
Share of results of associates		32,592	17,772
Share of results from a media joint venture		-	(6,101)
Media and digital satellite network services income		97,526	85,485
Hospitality and real estate income		88,181	101,346
Manufacturing and distribution income		7,891	9,837
Other income		35,659	31,888
Foreign exchange gain		16,425	12,871
		711,069	724,039
Expenses:			
Interest expense		210,116	229,148
Media and digital satellite network services expenses		99,472	99,131
Hospitality and real estate expenses		65,644	83,581
Manufacturing and distribution expenses		6,113	8,369
General and administrative expenses	21	177,516	160,918
Depreciation and amortization		28,325	27,911
		587,186	609,058
Operating profit from continuing operations before provisions and Directors' remuneration		123,883	114,981
Provision for credit losses	5&27	(74,169)	(65,385)
Provision for impairment of non-financial assets	29	(30,905)	(46,283)
Board of Directors' remuneration	24	(220)	(220)
Profit from continuing operations before taxation		18,589	3,093
Taxation	22	(9,357)	(3,081)
Profit for the year from continuing operations		9,232	12
Discontinued operations:			
Profit from discontinued operation	25	1,997	2,539
Profit for the year		11,229	2,551
Attributable to:			
Equity holders of the Parent Company		7,195	1,135
Non-controlling interest		4,034	1,416
		11,229	2,551
		<i>Fils</i>	<i>Fils</i>
EARNINGS (LOSS) PER SHARE:			
Basic – attributable to equity holders of the Parent Company	23	0.7	(2.5)
Diluted – attributable to equity holders of the Parent Company	23	0.7	(2.5)
EARNINGS (LOSS) PER SHARE FROM CONTINUING OPERATIONS:			
Basic - attributable to the equity holders of the Parent Company	23	0.1	(3.3)
Diluted – attributable to equity holders of the Parent Company	23	0.1	(3.3)

* Certain amounts shown here do not correspond to the consolidated financial statements for the year ended 31 December 2020 and reflect adjustments made as detailed in Note 3 and Note 25.

The attached notes 1 to 33 form part of these consolidated financial statements.