

**Commercial Facilities Company - S.A.K.P.  
and Subsidiaries  
State of Kuwait**



شركة التسهيلات التجارية ش.م.ك  
COMMERCIAL FACILITIES CO. s.a.k

**Interim Condensed Consolidated Financial  
Information and Independent Auditors' Review  
Report for the Period from  
1 January to 31 March 2017  
(Unaudited)**

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**Commercial Facilities Company – S.A.K.P.  
State of Kuwait**

**INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS**

**Report on Review of Interim Condensed Consolidated Financial Information**

*Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of Commercial Facilities Company – S.A.K.P. ("the Parent Company") and subsidiaries (collectively "the Group") as at 31 March 2017, and the related interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended. The management of the Group is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of presentation set out in Note 2. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

*Scope of Review*

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

*Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with the basis of presentation set out in note 2.

*Report on Other Legal and Regulatory Requirements*

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Group. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016 and its executive regulations, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended during the three-month period ended 31 March 2017 that might have had a material effect on the business of the Group or on its financial position.

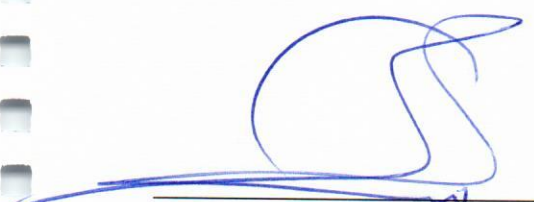


**Commercial Facilities Company – S.A.K.P.  
State of Kuwait**

**INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS (Continued)**


*Report on Other Legal and Regulatory Requirements (Continued)*

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 32 of 1968, as amended, concerning currency, the Central Bank of Kuwait and the organisation of banking business, and its related regulations, or of the provisions of Law No. 7 of 2010, concerning the Capital Markets Authority and its related regulations during the three-month period ended 31 March 2017 that might have had a material effect on the business of the Group or on its financial position.



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17 May 2017

**Commercial Facilities Company - S.A.K.P. and Subsidiaries**  
**State of Kuwait**

Interim Condensed Consolidated Statement of Financial Position as at 31 March 2017  
(Unaudited)



		(Unaudited) 31 March 2017 KD'000	(Audited) 31 December 2016 KD'000	(Unaudited) 31 March 2016 KD'000
Notes				
<b>Assets</b>				
Cash and bank balances	3	36,218	39,431	31,504
Other receivables and prepayments		1,948	1,651	1,503
Instalment debtors	4	255,854	256,327	254,264
Financial assets at fair value through profit or loss		7,609	7,152	7,062
Available-for-sale investments	5	28,366	27,999	23,888
Investment in associates	6	13,148	13,030	13,077
Investment property		4,200	4,200	4,358
Property and equipment		2,201	2,243	2,268
<b>Total assets</b>		<b>349,544</b>	<b>352,033</b>	<b>337,924</b>
<b>Liabilities and equity</b>				
<b>Liabilities</b>				
Trade creditors and other liabilities		4,898	5,455	5,941
Term loans	7	170,224	174,353	158,005
Provision for staff indemnity		4,249	4,227	4,190
<b>Total liabilities</b>		<b>179,371</b>	<b>184,035</b>	<b>168,136</b>
<b>Equity</b>				
Share capital		53,676	53,676	53,676
Share premium		1,433	1,433	1,433
Legal reserve		47,421	47,421	46,566
Voluntary reserve		48,093	48,093	48,093
Fair value reserve		3,556	3,533	2,920
Foreign currency translation reserve		955	1,016	896
Land revaluation reserve		852	852	899
Treasury shares	9	(11,189)	(11,189)	(10,945)
Gain on sale of treasury shares		14	14	47
Retained earnings		17,209	23,149	17,534
Proposed dividend		8,132	-	8,669
Equity attributable to the shareholders of the Parent Company		170,152	-	-
Non-controlling interests		21	-	-
<b>Total equity</b>		<b>170,173</b>	<b>167,998</b>	<b>169,788</b>
<b>Total liabilities and equity</b>		<b>349,544</b>	<b>352,033</b>	<b>337,924</b>

Ali Ibrahim Marafi  
Chairman



Abdallah Saud Abdulaziz Al-Humaidhi  
Vice Chairman and Chief Executive Officer

The accompanying notes 1 to 16 form an integral part of this interim condensed consolidated financial information.

**Commercial Facilities Company - S.A.K.P. and Subsidiaries**  
**State of Kuwait**

Interim Condensed Consolidated Statement of Profit or Loss  
– period from 1 January to 31 March 2017 (Unaudited)



		Three-month period ended 31 March	
		2017	2016
		KD'000	KD'000
Income from instalment credit		4,349	4,284
Share of results of associates	6	118	159
Other income		797	651
Net gains/(losses) from investments	10	466	(678)
Rental income from investment property		81	64
Net foreign exchange gains		99	207
<b>Total other income</b>		<b>1,561</b>	<b>403</b>
Borrowing costs		(1,405)	(1,099)
Staff costs and related expenses		(673)	(611)
General and administrative expenses		(297)	(165)
<b>Total other expenses</b>		<b>(2,375)</b>	<b>(1,875)</b>
<b>Profit before provision for credit losses and impairment losses</b>		<b>3,535</b>	<b>2,812</b>
Provision for doubtful debts		(1,225)	(1,104)
<b>Profit before provisions for contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST"), Zakat and Directors' remuneration</b>		<b>2,310</b>	<b>1,708</b>
Provision for KFAS		(23)	(17)
Provision for NLST and Zakat		(68)	(48)
Provision for Directors' remuneration		(26)	(26)
<b>Profit for the period</b>		<b>2,193</b>	<b>1,617</b>
<b>Attributable to:</b>			
Shareholders of the Parent Company		2,192	-
Non-controlling interests		1	-
		<b>2,193</b>	<b>-</b>
<b>Earnings per share</b>	11	<b>4 Fils</b>	<b>3 Fils</b>

The accompanying notes 1 to 16 form an integral part of this interim condensed consolidated financial information.



**Commercial Facilities Company - S.A.K.P. and Subsidiaries**  
**State of Kuwait**

Interim Condensed Consolidated Statement of Profit or Loss and  
Other Comprehensive Income - period from 1 January to 31 March 2017 (Unaudited)



	Three-month period ended 31 March	
	2017	2016
	KD'000	KD'000
<b>Profit for the period</b>	<u>2,193</u>	<u>1,617</u>
<b>Other comprehensive income</b>		
Foreign exchange losses	(61)	(53)
Available-for-sale investments		
Change in fair value of available-for-sale investments	23	(3)
<b>Other comprehensive income for the period</b>	<u>(38)</u>	<u>(56)</u>
<b>Total comprehensive income for the period</b>	<u>2,155</u>	<u>1,561</u>
<b>Total comprehensive income attributable to:</b>		
Shareholders of the Parent Company	2,154	-
Non-controlling interests	1	-
	<u>2,155</u>	<u>1,561</u>

The accompanying notes 1 to 16 form an integral part of this interim condensed consolidated financial information.

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**Commercial Facilities Company - S.A.K.P. and Subsidiaries**  
**State of Kuwait**

Interim Condensed Consolidated Statement of Cash Flows  
- period from 1 January to 31 March 2017 (Unaudited)



		Three-month period ended 31 March	
		2017	2016
		KD'000	KD'000
<b>Operating activities</b>	Note		
Profit before provisions for contribution to KFAS, NLST, Zakat and Directors' remuneration		2,310	1,708
Adjustments for:			
Depreciation		43	32
(Increase)/decrease in fair value of financial assets at fair value through profit or loss		(595)	736
Gain on sale of available-for-sale investments		(55)	(148)
Realised loss on financial assets at fair value through profit or loss		184	90
Interest income		(261)	(194)
Dividend income		(525)	(428)
Share of results of associates		(118)	(159)
Provision for staff indemnity		42	45
Provision for doubtful debts, net of released amount		1,225	1,104
Foreign currency exchange gain on investments		-	21
		2,250	2,807
Increase in instalment debtors		(752)	(1,747)
Increase in other receivables and prepayments		(277)	(124)
Decrease in trade creditors and accrued liabilities		(674)	(623)
<b>Cash from operations</b>		547	313
Staff indemnity paid		(20)	-
Interest received		261	194
Dividends received		525	428
<b>Net cash from operating activities</b>		1,313	935
<b>Investing activities</b>			
Decrease in deposits		10,503	3,838
Purchase of financial assets at fair value through profit or loss		(211)	-
Purchase of available-for-sale investments		(458)	(1,415)
Purchase of investment property		-	(2,619)
Purchase of property and equipment		(1)	(7)
Proceeds from sale of financial assets at fair value through profit or loss		165	244
Proceeds from sale of available-for-sale investments		108	360
Dividend from associate		-	1
<b>Net cash from investing activities</b>		10,106	402
<b>Financing activities</b>			
Repayment/ proceeds of term loans		(4,129)	4,194
<b>Net (used in)/ cash from financing activities</b>		(4,129)	4,194
<b>Net increase in cash and cash equivalents</b>		7,290	5,531
Cash and cash equivalents at beginning of the period		18,975	16,005
<b>Cash and cash equivalents at end of the period</b>	3	26,265	21,536

The accompanying notes 1 to 16 form an integral part of this interim condensed consolidated financial information.



**Commercial Facilities Company - S.A.K.P. and Subsidiaries**  
**State of Kuwait**

Notes to the Interim Condensed Consolidated Financial Information  
- period from 1 January to 31 March 2017 (Unaudited)



**1. Incorporation and principal activities**

Commercial Facilities Company – S.A.K.P. ("the Parent Company") was incorporated on 16 January 1977 in accordance with the Commercial Companies Law in the State of Kuwait. The Parent Company's shares were listed on the Kuwait Stock Exchange on 29 September 1984.

The Parent Company and its subsidiaries (collectively "the Group") have been established to perform the following objectives within and outside the State of Kuwait:

- Providing short and medium term loans to individuals and entities with the aim of financing purchase of vehicles, equipment and home appliances.
- Financing consumer products of raw materials, manufactured or semi-manufactured.
- Providing short, medium and long term loans to individuals to finance the purchase of land and properties.
- Providing operating or financing lease for vehicles and equipment.
- Providing necessary guarantees related to the Parent Company objectives.
- Establishing companies, associated with the original company, specialised in marketing to collaborate with products' agents and insurance companies in return for commission or discount that correlate with the volume of sales and insurance achieved with the agent.
- Investing in real estate, industrial, agricultural and other economic sectors through participation in the establishment of specialised companies or the purchase of their shares.
- Purchasing and selling of financial securities such as shares and bonds for the Parent Company's account being a part of the Parent Company's investment portfolio.
- Acting as intermediary in managing loans and syndicated loans on commission basis.

The Parent Company cannot open current or saving accounts for others, accept deposits, open letters of credit or represent foreign banks. However, without violating this restriction, the Parent Company can have an interest in or collaborate, by all means, with organisations dealing and involved in similar businesses or those that can support and help achieve its objectives within or outside the State of Kuwait and also has the right to purchase these organisations or make them affiliated entities.

The address of the Parent Company's registered office is P.O. Box 24284, Safat 13103, State of Kuwait.

This interim condensed consolidated financial information was approved for issue by the Board of Directors on 17 May 2017.

**2. Basis of preparation and significant accounting policies**

**2.1 Basis of preparation**

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

This interim condensed consolidated financial information does not include all the information and notes required for full annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") as modified for use by the State of Kuwait for financial services institutions regulated by the Central Bank of Kuwait ("CBK"). These regulations require adoption of all IFRSs except for the IAS 39 requirement for collective impairment provision, which has been replaced by the CBK requirements for a minimum general provision.

The interim condensed consolidated financial information has been prepared using the same accounting policies and methods of computation with those used in the preparation of the annual audited consolidated financial statements for the year ended 31 December 2016, except for the adoption of the amendments and annual improvements to IFRSs, relevant to the Group which are effective for annual reporting period starting from 1 January 2017 and which did not result in any material impact on the accounting policies, financial position or performance of the Group.



In the opinion of management, all adjustment consisting of normal recurring accruals considered necessary for a fair presentation have been included. The operating results for the three-month period ended 31 March 2017 are not necessarily indicative of the results that may be expected for the year ending 31 December 2017.

## 2.2 Judgement and estimates

The preparation of interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. The actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2016.

## 3. Cash and bank balances

	(Unaudited) 31 March 2017	(Audited) 31 December 2016	(Unaudited) 31 March 2016
	KD'000	KD'000	KD'000
Cash on hand	6	2	8
Bank balances	4,602	4,973	13,605
Deposits	31,610	34,456	17,891
	36,218	39,431	31,504
Less: Deposits with original maturity over three months	(9,953)	(20,456)	(9,968)
Cash and cash equivalents as per consolidated statement of cash flows	26,265	18,975	21,536

The Group's deposits with local banks and foreign banks, denominated in KD, amount to KD 14,000 thousand (31 December 2016: KD 17,000 thousand and 31 March 2016: KD 4,000 thousand) and those denominated in USD and LBP with foreign banks based in the Middle East amount to KD 17,610 thousand (31 December 2016: KD 17,456 thousand and 31 March 2016: KD 13,891 thousand). These deposits yield interest ranging from 1.31% to 6.45% (31 December 2016: 1.13% to 6.45% and 31 March 2016: 2% to 5.92% per annum).

## 4. Instalment debtors

The average interest rate earned from instalment credit for the three-month period ended 31 March 2017 was 4.18% per annum (31 December 2016: 4.24% and 31 March 2016: 4.12% per annum).

## 5. Available-for-sale investments

	(Unaudited) 31 March 2017	(Audited) 31 December 2016	(Unaudited) 31 March 2016
	KD'000	KD'000	KD'000
Investments carried at fair value	27,450	27,087	22,560
Investments carried at cost	916	912	1,328
	28,366	27,999	23,888



It was not possible to reliably measure the fair value of available-for-sale investments amounting to KD 916 thousand (31 December 2016: KD 912 thousand and 31 March 2016: KD 1,328) due to lack of reliable measures to determine the fair value of such investments. Accordingly they are stated at cost less impairment losses, if any.

Impairment losses recognised in the consolidated statement of profit or loss amounted to KD Nil (31 December 2016: KD 274 thousand and 31 March 2016: KD Nil).

## 6. Investments in associates

Investments in associated companies are as follows:

Name of associate	Place of incorporation and operation	Proportion of ownership interest 2016 and 2017	Principal activity
Real Estate Facilities Investment Company K.S.C.	Kuwait	26.43%	Finance of real estate
Priority Automobile Company	Kuwait	44.56%	Renting and leasing of luxury cars

The summarised financial information in respect of the Group's associates is set out below:

	2017	2016
	KD'000	KD'000
Total assets	51,855	50,263
Total liabilities	(12,095)	(10,791)
Net assets	39,760	39,472
Group's share of associates' net assets	13,148	13,077
Revenues	2,627	2,299
Profit for the period	415	493
Group's share of results of associates	118	159

## 7. Term loans

	(Unaudited) 31 March 2017	(Audited) 31 December 2016	(Unaudited) 31 March 2016
	KD'000	KD'000	KD'000
Loans denominated in KD	135,883	135,708	107,600
Loans denominated in USD	34,341	38,645	50,405
	170,224	174,353	158,005

During the period, the Group obtained KD loans amounting to KD 10 million (31 December 2016: KD 67 million and 31 March 2016: KD 6 million) and USD loans amounting to USD Nil (31 December 2016: USD 50 million and 31 March 2016: USD Nil).

The weighted average interest rate on KD loans outstanding at 31 March 2017 was 3.55% per annum and on USD loans was 2.66% per annum (31 December 2016: 3.47% per annum and 2.42% per annum respectively and for 31 March 2016: 3.24% per annum and 2.2% per annum respectively).

The Group's outstanding term loans at 31 March 2017 are borrowed under floating rate agreements. The interest rates were determined at normal commercial rates available from the debt market on an arm's length basis. The Group has assigned customer contracts amounting to KD 154,961 thousand (31 December 2016: KD 222,157 thousand and 31 March 2016: KD 142,888 thousand) as security over 16 term loans (31 December 2016: 16 term loans and 31 March 2016: 16 term loans) with balances outstanding of KD 170,224 thousand (31 December 2016: KD 159,022 thousand and 31 March 2016: KD 191,220 thousand).

## 8. Related party transactions

Related parties comprise associated companies, major shareholders, directors and key management personnel of the Group, their families and companies of which they are the principal owners. The Group enters into transactions with related parties. Pricing policies and terms are approved by the Group's management.

The related party transactions and balances included in this interim condensed consolidated financial information are as follows:

### a) Compensation of key management personnel of the Parent Company

	Three-month period ended 31 March	
	2017	2016
	KD'000	KD'000
Salaries and other short-term benefits	103	102
Post-employment benefits	10	(2)
	<u>113</u>	<u>100</u>

### b) Instalment debtors

Balance at 1 January	39	51
Loan advance received	15	-
Instalment repayments received	(6)	(3)
Balance at 31 March	<u>48</u>	<u>48</u>

## 9. Treasury shares

	(Unaudited) 31 March 2017	(Audited) 31 December 2016	(Unaudited) 31 March 2016
Number of shares purchased (000's)	-	1,824	-
Cost of shares purchased during the period / year (KD'000)	-	305	-
Number of shares sold (000's)	-	150	-
Market value of total treasury shares (KD'000)	5,185	4,387	5,041
Percentage of issued shares	5.31%	5.31%	5.00%
Total number of shares (000's)	28,487	28,487	26,813

The Parent Company's retained earnings, equivalent to the cost of treasury shares on the date of the interim condensed consolidated financial information, are not available for distribution as long as these treasury shares are held by the Parent Company. The treasury shares are not mortgaged.

## 10. Net gains from investments

	Three-month period ended 31 March	
	2017	2016
	KD'000	KD'000
Increase/ (decrease) in fair value of financial assets at fair value through profit or loss	595	(736)
Realised gain on sale of available-for-sale investments	55	148
Realised loss on sale of financial assets at fair value through profit or loss	(184)	(90)
	<u>466</u>	<u>(678)</u>



# 11. Earnings per share

Earnings per share is computed by dividing profit for the three-month period by the weighted average number of shares outstanding during the period as follows:

	Three-month period ended 31 March	
	2017	2016
	KD'000	KD'000
Profit for the period	2,193	1,617
	Shares	
Weighted average number of the Parent company's issued and paid-up shares (000's)	536,764	536,764
Weighted average number of the Parent Company's treasury shares (000's)	(28,487)	(26,813)
Weighted average number of the Parent Company's outstanding shares (000's)	508,277	509,951
Earnings per share	4 Fils	3 Fils

# 12. Revenue and segmental analysis

The Group operates in one principal area of activity - the granting of consumer instalment credit facilities. Its consumer credit operations are carried out entirely in the domestic market in Kuwait. The Group has investments both inside and outside Kuwait.

A segmental analysis of profit from ordinary activities, total assets, total liabilities and net assets employed by geographical location is as follows:

	Kuwait	International	Total
	KD'000	KD'000	KD'000
<b>At 31 March 2017 (Unaudited)</b>			
Profit before provisions for contribution to KFAS, NLST, Zakat and Directors' remuneration	1,876	434	2,310
Total assets	301,500	48,044	349,544
Total liabilities	(145,030)	(34,341)	(179,371)
Net assets employed	156,470	13,703	170,173
<b>At 31 December 2016 (Audited)</b>			
Profit before provisions for contribution to KFAS, NLST, Zakat and Directors' remuneration	7,421	1,129	8,550
Total assets	313,623	38,410	352,033
Total liabilities	(145,390)	(38,645)	(184,035)
Net assets employed	168,233	(235)	167,998
<b>At 31 March 2016 (Unaudited)</b>			
Profit before provisions for contribution to KFAS, NLST, Zakat and Directors' remuneration	1,278	430	1,708
Total assets	304,322	33,602	337,924
Total liabilities	(113,333)	(54,803)	(168,136)
Net assets employed	190,989	(21,201)	(169,788)



### 13. Commitments

	(Unaudited) 31 March 2017 KD'000	(Audited) 31 December 2016 KD'000	(Unaudited) 31 March 2016 KD'000
Capital commitments	45	45	44

### 14. Annual general assembly

The shareholder's annual general assembly held on 16 April 2017 approved the audited consolidated financial statements of the Group for the year ended 31 December 2016 and the payment of cash dividend of 16 fils per share to the shareholders on record as of the date of the annual general assembly (2015: 17 fils per share) amounting to KD 8,132 thousand (2015: KD 8,669 thousand).

### 15. Financial risk management

The Group's financial risk management objectives and policies are consistent with that disclosed in the annual audited consolidated financial statements for the year ended 31 December 2016.

### 16. Fair value of financial instruments

Fair value 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 Group's financial assets are measured at fair value at the end of each reporting period. The following tables gives information about how the fair values of these financial assets are determined.

#### Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 : inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 : valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

31 March 2017 (Unaudited)	Level 1 KD'000	Level 2 KD'000	Level 3 KD'000	Total KD'000
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity	7,609	-	-	7,609
<b>Available-for-sale investments</b>				
Debt securities	-	7,742	-	7,742
Managed funds	-	-	253	253
Equity participations (unquoted securities)	-	-	19,455	19,455
	<u>7,609</u>	<u>7,742</u>	<u>19,708</u>	<u>35,059</u>

Available for sale investments - Unquoted funds	80	80	113	Level 3	Media & technology
	124	130	126	Level 3	Real estate
	49	49	48	Level 3	Retail
Available for sale investments - Unquoted securities	10,790	10,386	7,711	Level 3	Real estate
	6,451	6,472	6,218	Level 3	Financial Institutions
	2,048	2,059	1,223	Level 3	Service
	166	163	16	Level 3	Manufacturing
	<u>19,708</u>	<u>19,339</u>	<u>15,455</u>		
	<u>35,059</u>	<u>34,239</u>	<u>29,622</u>		

Movement in level 3 available-for-sale investments (Unquoted securities) is as follows:

	(Unaudited) 31 March 2017 KD'000	(Audited) 31 December 2016 KD'000	(Unaudited) 31 March 2016 KD'000
Opening balance	19,339	14,818	14,818
Total gain or losses:			
- in profit or loss	(13)	284	148
- in other comprehensive income	23	334	(64)
Purchases/ transfers	457	4,422	914
Sales	(98)	(519)	(361)
Closing balance	<u>19,708</u>	<u>19,339</u>	<u>15,455</u>

The fair values of equity investments are obtained from quoted market prices and other models as appropriate.

Valuation techniques include observable market information of comparable companies and net asset values. Significant unobservable inputs used in valuation techniques mainly include market multiples such as price to book and price to earnings. The most significant unobservable inputs used is the illiquidity discount in the level 3 hierarchy.

Other financial assets and liabilities are carried at amortised cost and the carrying values are not materially different from their fair values.

A sensitivity analysis on fair value estimations, by varying input assumptions by a reasonable margin, did not indicate any material impact on the consolidated statement of financial position or consolidated statement of profit or loss.