Kuwait Cement Company K.S.C
and its subsidiaries
State of Kuwait

Interim condensed consolidated financial information (unaudited) and review report for the six months ended 30 June 2012

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Kuwait Cement Company K.S.C
State of Kuwait

Report on review of interim condensed consolidated financial information to the board of directors

Introduction
We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Cement Company K.S.C. ("The Parent Company") and its subsidiaries (together referred to as "the Group") as at 30 June 2012, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six months period then ended. The Parent Company's management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34: "Interim Financial Reporting" Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of review
We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".

Report on Review of Other Legal and Regulatory Requirements

Further, based on our review, the interim condensed consolidated financial information is in agreement with the books of the Parent Company. To the best of our knowledge and belief, no violations of the Commercial Companies Law of 1960, as amended, or of the Parent Company's Articles of Association have occurred during the period ended 30 June 2012 that might have had a material effect on the business of the Group or on its consolidated financial position.

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Deloitte & Touche
Al Fahad, Al Wazzan & Co.
Kuwait:12 August 2012

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Kuwait Cement Company K.S.C and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of financial position as at 30 June 2012
(Unaudited)
(All amount are in Kuwaiti Dinars)

	Note	30 June 2012	31 December 2011 (Audited)	30 June 2011
Assets				
Non-current assets				
Property, plant and equipment	3	126,400,288	110,895,225	95,777,782
Intangible assets		885,958	911,327	936,831
Investment properties		973,168	984,946	1,008,509
Investments in associates	4	15,253,452	14,702,575	14,903,533
Available for sale investments	5	67,697,007	74,552,146	72,659,738
		211,209,873	202,046,219	185,286,393
Current assets				
Inventory	6	23,115,707	18,205,156	21,615,814
Receivables and other debit balances	7	14,158,585	13,721,990	12,284,742
Investments at fair value through profit or loss	8	9,089,044	8,773,203	9,958,123
Cash and cash equivalents	9	9,064,789	16,211,148	11,203,521
		55,428,125	56,911,497	55,062,200
Total assets		266,637,998	258,957,716	240,348,593
Equity and liabilities				
Equity				
Share capital	10	63,765,554	63,765,554	63,765,554
Share premium		5,154,935	5,154,935	5,154,935
Treasury shares	11	(13,487,906)	(13,487,906)	(12,978,814)
Gain from sale of treasury shares		445,592	445,592	445,592
Statutory reserve		35,962,809	35,962,809	34,466,326
Voluntary reserve		31,000,320	31,000,320	29,503,837
General reserve		18,930,128	18,930,128	18,930,128
Change in fair value reserve		(17,217,095)	(11,405,280)	(13,332,709)
Group's share in associates' reserves		(764,071)	(801,758)	(787,388)
Retained earnings		17,591,837	18,015,924	15,430,178
		141,382,103	147,580,318	140,597,639
Liabilities				
Non-current liabilities				
Loans and bank facilities	12	78,067,641	61,894,886	52,620,031
Provision for employees' end of service indemnity		1,770,183	1,710,936	1,689,027
		79,837,824	63,605,822	54,309,058
Current liabilities				
Loans and bank facilities	12	21,526,381	29,832,974	33,872,738
Payables and other credit balances	13	23,891,690	17,938,602	11,569,158
		45,418,071	47,771,576	45,441,896
Total equity and liabilities		266,637,998	258,957,716	240,348,593

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

Rashed Abdulaziz Al-Rashed
Chairman and Managing Director

Sulaiman Khalid Al-Ghunaim
Vice Chairman

Kuwait Cement Company K.S.C and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of income for the six months ended 30 June 2012
(Unaudited)
(All amount are in Kuwaiti Dinars)

	Note	Three months ended 30 June		Six months ended 30 June	
		2012	2011	2012	2011
Sales		16,539,577	14,045,730	35,389,536	27,542,112
Cost of sales	14	(12,493,163)	(10,713,139)	(26,266,562)	(17,039,153)
Gross profit		4,046,414	3,332,591	9,122,974	10,502,959
Other operating income	15	353,368	939,785	574,453	1,199,020
Selling, general and administrative expenses		(772,604)	(812,412)	(1,568,050)	(1,626,129)
Operating Profit		3,627,178	3,459,964	8,129,377	10,075,850
Finance costs		(113,210)	(841,815)	(151,520)	(1,618,395)
Interest income		47,612	50,508	69,672	89,240
Net gains from investments	16	286,775	1,290,903	665,844	571,936
Group's share in associates' results		23,860	32,475	513,190	2,186
Net profit before deductions		3,872,215	3,992,035	9,226,563	9,120,817
Contribution to Kuwait Foundation for the Advancement of Sciences		(36,557)	(38,477)	(83,058)	(89,765)
National Labor Support tax		(70,034)	(78,995)	(183,746)	(195,516)
Zakat		(19,657)	(31,598)	(51,574)	(78,207)
Board of directors' remuneration		(35,000)	(35,000)	(70,000)	(70,000)
Net profit for the period		3,710,967	3,807,965	8,838,185	8,687,329
Earnings per share (fils)	17	6.01	6.16	14.31	14.04

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

Kuwait Cement Company K.S.C and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of comprehensive income for the six months ended 30 June 2012 (Unaudited)
(All amount are in Kuwaiti Dinars)

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Net profit for the period	3,710,967	3,807,965	8,838,185	8,687,329
Other comprehensive income items				
Unrealized losses from available for sale investments	(5,141,095)	(2,988,715)	(6,683,678)	(19,892,835)
Transferred to statement of income from sale of available for sale investments	(14,316)	(271,128)	(14,316)	(265,428)
Impairment of available for sale investments	504,849	91,831	886,179	1,291,303
Group's share in associates' reserves	450	(81,981)	37,687	(101,503)
Total other comprehensive income items for the period	(4,650,112)	(3,249,993)	(5,774,128)	(18,968,463)
Total comprehensive (losses) / income for the period	(939,145)	557,972	3,064,057	(10,281,134)

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

Kuwait Cement Company K.S.C and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of changes in equity for the six months ended 30 June 2012
(Unaudited)
(All amount are in Kuwaiti Dinars)

	Share capital	Share premium	Treasury shares	Gain from sale of treasury shares	Statutory reserve	Voluntary reserve	General reserve	Change in fair value reserve	Group's share in associates' reserves	Retained earnings	Total equity
Balance at 1 January 2011	60,729,099	5,154,935	(12,978,814)	445,592	34,466,326	29,503,837	18,930,128	5,534,251	(685,885)	15,670,397	156,769,866
Total comprehensive (losses)/income for the period	-	-	-	-	-	-	-	(18,866,960)	(101,503)	8,687,329	(10,281,134)
Cash dividends (note 18)	3,036,455	-	-	-	-	-	-	-	-	(3,036,455)	-
Bonus shares (note 18)	-	-	-	-	-	-	-	-	-	(5,891,093)	(5,891,093)
Balance at 30 June 2011	63,765,554	5,154,935	(12,978,814)	445,592	34,466,326	29,503,837	18,930,128	(13,332,709)	(787,388)	15,430,178	140,597,639
Balance at 1 January 2012	63,765,554	5,154,935	(13,487,906)	445,592	35,962,809	31,000,320	18,930,128	(11,405,280)	(801,758)	18,015,924	147,580,318
Total comprehensive (losses)/income for the period	-	-	-	-	-	-	-	(5,811,815)	37,687	8,838,185	3,064,057
Cash dividends (note 18)	-	-	-	-	-	-	-	-	-	(9,262,272)	(9,262,272)
Balance at 30 June 2012	63,765,554	5,154,935	(13,487,906)	445,592	35,962,809	31,000,320	18,930,128	(17,217,095)	(764,071)	17,591,837	141,382,103

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

Kuwait Cement Company K.S.C and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of cash flows for the six months ended 30 June 2012
(Unaudited)
(All amount are in Kuwaiti Dinars)

	Note	Six months ended 30 June 2012	Six months ended 30 June 2011
Cash flows from operating activities			
Net profit for the period		8,838,185	8,687,329
Adjustments:			
Depreciation and amortization		998,126	862,512
Provision for doubtful debts		6,253	5,048
Net gains from investments		(749,766)	(654,716)
Finance costs		151,520	1,618,395
Interest income		(69,672)	(89,240)
Group's share of associates' results		(513,190)	(2,186)
Provision for employees' end of service indemnity		59,247	47,146
Net operating profit before changes in working capital		8,720,703	10,474,288
Inventory		(4,910,551)	2,833,441
Receivables and other debit balances		(442,848)	(2,658,484)
Investments at fair value through profit or loss		(3,859)	1,938,918
Payables and other credit balances		4,129,639	(4,649,790)
Net cash generated from operating activities		7,493,084	7,938,373
Cash flows from investing activities			
Paid for purchase of property, plant and equipment		(12,615,141)	(5,782,929)
Paid for purchase of intangible assets		-	(960,712)
Paid for purchase of available for sale investments		(212,129)	(206,183)
Proceeds from sale of available for sale investments		297,201	757,371
Dividends received		1,312,114	1,621,479
Interest income received		69,672	89,240
Net cash used in investing activities		(11,148,283)	(4,481,734)
Cash flows from financing activities			
Dividends paid		(9,116,150)	(5,839,224)
Loans and bank facilities		7,821,997	2,213,934
Finance costs paid		(2,197,007)	(1,797,810)
Net cash used in financing activities		(3,491,160)	(5,423,100)
Net decrease in cash and cash equivalents		(7,146,359)	(1,966,461)
Cash and cash equivalents at the beginning of the period		16,211,148	13,169,982
Cash and cash equivalents at end of the period	9	9,064,789	11,203,521

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

1. Incorporation and activities

Kuwait Cement Company K.S.C. ("the Parent Company") is a Kuwaiti Shareholding Company incorporated as per the Amiri Decree issued on 5 November 1968. The Parent Company was listed on the Kuwait Stock Exchange on 29 September 1984. The main objectives of the Parent Company are producing all types of cement products, and trading in all related products, materials and machines; producing and selling precast concrete, and importing all raw materials required for producing concrete; and utilization of the financial surplus available in the financial and real estate portfolios managed by specialists.

The Parent company is located in Kuwait, its head office is at Sharq, Al Sawaber area, Al-Shuhada Street, Cement House, P.O. Box 20581, Safat 13066, State of Kuwait.

The interim condensed consolidated financial information includes the financial statements of the Parent Company and the following wholly owned subsidiaries (together referred to as "the Group"):

Company Name	Legal entity	Activity	Country of incorporation	Ownership percentage %
Shuwaikh Cement Company	K.S.C.C	Industrial	Kuwait	99.250
Amwaj Real Estate Company	K.S.C.C	Real Estate	Kuwait	96.000
Kuwait Cement Ready Mix Company	K.S.C.C	Industrial	Kuwait	99.844

The Parent Company used financial information prepared by the subsidiaries' management to prepare the interim condensed consolidated financial information for the six month period ended 30 June 2012. The subsidiaries' total assets amounted to KD 15,098,584 as at 30 June 2012 (31 December 2011: KD 13,241,011, 30 June 2011: KD 12,345,548) and their net profit amounted to KD 108,880 for the period then ended (Losses amounting to KD 173,549 for period ended 30 June 2011).

The accompanying interim condensed consolidated financial information was authorized for issue by Parent Company's board of director's on 12 August 2012.

2. Significant accounting policies

Basis of preparation

The Group's interim condensed consolidated financial information has been prepared in accordance with the International Accounting Standard No. 34 "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all the information and disclosures required for a complete set of financial statements prepared in accordance with International Financial Reporting Standards. Management believes that all adjustments representing normal recurring accruals considered necessary for a fair presentation have been included. The operating results for the six month period ended 30 June 2012 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2012. For further information, refer to the consolidated financial statements and notes thereto for the year ended 31 December 2011.

The accounting policies, discussed below, used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the consolidated financial statements for the year ended 31 December 2011.

The revisions to IFRSs, effective as of 1 January 2012 will have no material impact on the group's consolidated financial position or its performance.

3. Property, plant and equipment

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Net carrying value at beginning of the period/year	110,895,225	89,995,827	89,995,827
Additions and transfers	16,464,730	22,635,688	6,659,805
Foreign currency translation	1,312	(2,860)	(62,779)
Depreciation for the period / year	(960,979)	(1,733,430)	(815,071)
Net carrying value at end of the period/year	126,400,288	110,895,225	95,777,782

During 2008, the Group signed a contract with suppliers and contractors to construct a new kiln factory. The total value of the contracts signed for constructing and completing the works amounted to KD 96,652,614. The total amount executed up to 30 June 2012 is KD 81,402,334. Property, plant and equipment are built on lands leased from Government Property Management for 5 years ended 2014.

4. Investments in associates

	Country of incorporation	Ownership percentage %	Book value 30 June 2012	Book value 31 December 2011 (Audited)	Book value 30 June 2011
Kuwait Rocks Company	Kuwait	30.00	410,092	463,924	580,953
Marine Contracting and Services Company	Kuwait	33.39	14,843,360	14,238,651	14,322,580
			15,253,452	14,702,575	14,903,533

The following is the movement of investment in associates:

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Balance at beginning of the period/year	14,702,575	15,332,644	15,332,644
Group's share of associates' results	513,190	(184,402)	2,186
Group's share in associates' reserves	37,687	(115,873)	(101,503)
Dividends received	-	(329,794)	(329,794)
Balance at end of the period/year	15,253,452	14,702,575	14,903,533

The Group's share in results from associate companies is recognized based on the financial information for the period ended 31 March 2012.

The investment balance in Marine Contracting and Services Company K.S.C.C includes goodwill amounting to KD 493,168 as of 30 June 2012 (31 December 2011 and 30 June 2011: KD 493,168).

5. Available for sale investments

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Quoted shares	59,858,827	66,393,270	64,437,929
Unquoted shares	4,755,100	4,702,167	4,811,484
Foreign funds	3,083,080	3,456,709	3,410,325
	67,697,007	74,552,146	72,659,738

The quoted investments include investments amounting to KD 24,044,568 as at 30 June 2012 in the shares of National Industries Group Holding K.S.C., which is one of the major shareholders of the parent company (31 December 2011: KD 30,554,824, and 30 June 2011: KD 26,352,887).

Unquoted investments were stated at cost since their fair values cannot be reliably determined and there have not been active markets for such investments. The information available for these investments does not indicate the existence of impairment.

Available for sale investments include investments amounting to KD 2,908,430 as at 30 June 2012 (31 December 2011: KD 3,456,709, and 30 June 2011: KD 3,410,325) valued based on recent available valuation reports from investment managers during the period as no reports were available for these investments as at the date of financial information.

6. Inventory

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Raw materials	22,792,224	17,675,890	21,074,661
Finished goods	323,483	529,266	478,230
Letters of credit for purchase of inventory	-	-	62,923
	23,115,707	18,205,156	21,615,814

7. Receivables and other debit balances

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Amounts under collection at banks	1,432,578	2,048,836	974,345
Receivables against unconditional bank guarantees	3,801,203	3,672,659	3,402,057
Ministry of Commerce – differences from subsidizing cement to the public	2,214,681	1,944,773	2,059,391
Due from related parties (note 19)	2,128,062	1,778,452	1,696,684
Other trade receivables	5,312,938	5,386,136	4,909,081
Other receivables	364,615	369,334	1,017,115
	15,254,077	15,200,190	14,058,673
Doubtful debts	(1,880,986)	(1,874,733)	(2,703,326)
	13,373,091	13,325,457	11,355,347
Prepaid expenses	457,522	238,247	560,870
Notes receivable	327,972	158,286	368,525
	14,158,585	13,721,990	12,284,742

8. Investments at fair value through profit or loss

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Local investments – quoted	1,793,879	1,816,396	2,039,081
Foreign investments	7,295,165	6,956,807	7,919,042
	9,089,044	8,773,203	9,958,123

Foreign investments include investments amounting to KD 5,418,603 as at 30 June 2012 (31 December 2011: Nil, and 30 June 2011: KD 7,092,982) valued based on the last available reports from investment managers during the period.

9. Cash and cash equivalents

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Cash on hand & at banks	2,958,225	4,260,702	4,936,443
Cash at investment portfolios	709,447	5,460,697	2,205,617
Deposits at banks	5,135,618	6,468,026	3,868,083
Cheques under collection	261,499	21,723	193,378
	9,064,789	16,211,148	11,203,521

The average interest rate on bank deposits was 1.6% as at 30 June 2012 (31 December 2011: 2.5%, and 30 June 2011: 2.75%). These deposits mature within three months from the date of deposit.

10. Share capital

The company's issued and fully paid capital is KD 63,765,554 distributed into 637,655,540 shares, each of a nominal value of 100 fils.

On 17 April 2011, The Extra Ordinary General Assembly has decided to increase capital by 15% with a nominal value of 100 fils per share and share premium of 225 fils per share. The approval of the concerned authorities is not obtained till date.

11. Treasury shares

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Number of shares - share	20,170,729	20,170,729	19,090,729
Percentage of issued shares (%)	3.16	3.16	2.99
Market value (KD)	7,866,584	9,278,535	10,881,716

12. Loans and bank facilities

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Current portion			
Bank facilities	1,895,478	3,418,404	3,837,168
Loans	19,630,903	26,414,570	30,035,570
	21,526,381	29,832,974	33,872,738
Non-current portion			
Loans	78,067,641	61,894,886	52,620,031
Total loans and bank facilities	99,594,022	91,727,860	86,492,769

The average effective interest rate on loans and bank facilities was 4% as at 30 June 2012 (4.25% as at 31 December 2011 and 4.5% as at 30 June 2011).

Certain loans are secured by the factory and its extensions of the factory with book value of KD 20,010,293 as of 30 June 2012 (31 December 2011: KD 20,694,699 and 30 June 2011: KD 21,379,106) and also available for sale investments of KD 1,670,000 as of 30 June 2012 (31 December 2011: KD 2,129,250 and 30 June 2011: KD 1,903,800).

One of the main loans' covenants is that the Group will not distribute dividends if the ratio of current assets to current liabilities decreases less than (1:1.5) and not to pledge movable and non-movable funds to others before obtaining written approval from the bank. The loans' covenant also state that the ratio of net debts to operating profit not be more than (1:6) and the ratio of operating profit to interests not be less than (1:2) and the ratio of net debts to equity increases not be more than (1:0.8) and the ratio of liabilities to equity not be more than (1:1.3).

13. Payables and other credit balances

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Suppliers	9,122,416	4,620,152	4,219,102
Deferred letter of credits for purchase of plant	7,919,340	6,159,403	1,502,204
Accrued expenses and interests	1,843,955	2,371,029	1,616,522
Advance payments	868,961	573,301	534,419
Contribution to Kuwait Foundation for the Advancement of Sciences	230,875	149,168	222,336
National Labor Support Tax	183,746	320,897	195,517
Zakat	51,574	91,801	78,207
Dividends	611,691	465,569	482,279
Notes payable	198,726	94,208	170,831
Other	2,860,406	3,093,074	2,547,741
	23,891,690	17,938,602	11,569,158

14. Cost of sales

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Raw material	8,980,146	7,865,451	19,912,387	12,013,928
Change in finish goods	230,963	(31,080)	205,785	38,329
Salaries and benefits	693,157	639,979	1,335,415	1,157,873
Lease rentals	44,072	77,277	53,125	334,852
Maintenance and spare parts	790,670	1,155,362	1,354,476	1,640,203
Other	1,754,155	1,006,150	3,405,374	1,853,968
	12,493,163	10,713,139	26,266,562	17,039,153

15. Other operating income

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Net income from investment properties	(599)	7,613	808	29,708
Foreign currency differences income	78,717	130,251	95,851	211,723
Other income	275,250	801,921	477,794	957,589
	353,368	939,785	574,453	1,199,020

16. Net gains from investments

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Investments at fair value through profit or loss:				
Unrealized (losses) / profits	(160,604)	260,842	311,982	240,766
Realized (losses)/profits	-	(8,538)	-	90,209
	(160,604)	252,304	311,982	330,975
Available for sale investments:				
Impairment	(504,849)	(91,831)	(886,179)	(1,291,303)
Realized profits	-	348,580	11,849	323,359
Cash dividends	1,003,575	798,382	1,312,114	1,291,685
Portfolio management fees	(51,347)	(16,532)	(83,922)	(82,780)
	447,379	1,038,599	353,862	240,961
	286,775	1,290,903	665,844	571,936

17. Earnings per share

Earnings per share are calculated by dividing the net profit for the period by the weighted average of the number of the existing ordinary shares determined based on number of existing shares of issued capital during the period, taking into account treasury shares. The calculation of earnings per share is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Net profit for the period	3,710,967	3,807,965	8,838,185	8,687,329
Weighted average number of outstanding shares during the period (shares)	617,484,811	618,564,809	617,484,811	618,564,809
Earnings per share (fils)	6.01	6.16	14.31	14.04

18. Dividends

The general assembly of shareholders held on 6 May 2012 approved the consolidated financial statements for the year ended 31 December 2011 and also approved the following:

Distributing cash dividends at 15 fils per share after deducting treasury shares (2010: 10 fils) and non-distribution of bonus shares for the year 2011 (2010: 5%).

19. Related party transactions

Related parties comprise of the Group's shareholders who are members in the board of directors, board of directors, key management personnel, and subsidiaries in which the Parent company has representatives in their board. In the normal course of business, and by approval of the Group's management, transactions were done with such related parties during the period ended 30 June 2012. Balances and transactions between the Parent Company and its subsidiaries, which are related parties of the Group, have been eliminated on consolidation and are not disclosed in this note.

Following is a summary of significant related party transactions:

	30 June 2011	31 December 2011 (Audited)	30 June 2012
Balances			
Receivables and other debit balances (note 7)	2,128,062	1,778,452	1,696,684
Payables and other credit balances	-	676,552	-
Provision for employees' end of service indemnity	483,494	482,596	505,322

	Three months ended 30 June		Six months ended 30 June	
	2012	2011	2012	2011
Transactions				
Sales	1,230,087	1,233,236	2,614,541	2,339,191
Senior management benefits				
Fees for executive committees	30,000	30,000	60,000	60,000
Salaries and other benefits	171,900	171,900	343,800	343,800

20. Capital liabilities and commitments

	30 June 2012	31 December 2011 (Audited)	30 June 2011
Contingent liabilities			
Letters of guarantee	248,847	248,847	248,847
Capital commitments			
Letters of credit	10,032,891	11,575,381	12,794,454
Uncalled subscription relating to available for sale investments	183,431	183,431	183,431
Uncalled subscription relating to investments in funds	369,948	369,948	369,948
Contracts for importing raw materials	12,222,032	7,693,775	2,142,972
Projects in progress	15,250,280	23,524,485	37,361,319

21. Segment financial information

The primary segments information as follows:

Operating segments

The Group has determined the following two major business segments for internal reporting purposes:

- Manufacturing Sector which includes production and sale
- Investment Sector

Financial information about business segments for the period ended 30 June is as follows:

	2012			2011		
	Manufacturing Sector	Investment Sector	Total	Manufacturing Sector	Investment Sector	Total
Sector revenues	35,867,330	1,179,842	37,047,172	28,499,701	603,830	29,103,531
Total profit of sectors	8,128,569	1,179,842	9,308,411	10,046,142	603,830	10,649,972
Segments assets	172,915,880	93,722,118	266,637,998	139,613,073	100,735,520	240,348,593

	Six months ended in 30June	
	2012	2011
Adjustments		
Total segments profit	9,308,411	10,649,972
Finance costs	(151,520)	(1,618,395)
Interest income	69,672	89,240
Total segments profit before deductions	9,226,563	9,120,817