

**THE INTERNATIONAL INVESTOR COMPANY
K.S.C (CLOSED) AND ITS SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION (UNAUDITED)**

31 MARCH 2009



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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF THE INTERNATIONAL INVESTOR COMPANY K.S.C. (CLOSED)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of The International Investor Company K.S.C. (Closed) ("the Parent Company") and its subsidiaries ("the Group") as at 31 March 2009 and the related interim condensed consolidated statement of income, comprehensive income, cash flows and changes in equity for the three month period then ended. The management of the Parent Company are 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 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 the Parent Company. We further report that, to the best of our knowledge and belief, no violations of the Commercial Companies Law of 1960, as amended, or of the articles of association of the Parent Company have occurred during the three month period ended 31 March 2009 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 review, we have not become aware of any material 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, during the three month period ended 31 March 2009.



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BDO BURGAN
INTERNATIONAL ACCOUNTANTS

19 May 2009
Kuwait

The International Investor Company K.S.C. (Closed) and its Subsidiaries
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL
POSITION (UNAUDITED)**

At 31 March 2009

		(Audited)	(Restated)
	31 March	31 December	31 March
	2009	2008	2008
Notes	KD	KD	KD
ASSETS			
Cash and bank balances	7,298,701	3,667,971	27,402,271
Mutual fund investments	-	-	5,430,340
Murabaha investments	7,185,339	10,944,524	385,258
Financial assets at fair value through income statement	3 8,469,717	7,266,778	5,440,297
Murabaha and ijara receivables	2,749,533	3,585,933	1,108,043
Amount paid to DBHC	4 251,443	251,443	10,551,661
Assets used in operating leases	37,836,093	49,540,338	59,674,485
Other assets	16,752,107	18,280,916	34,928,716
Financial assets available for sale	5 6,178,864	6,993,132	11,615,223
Investment in associates	6 25,883,356	25,955,721	28,394,709
Investment property	930,962	930,962	-
Furniture and equipment	6,457,021	6,732,911	6,141,020
Goodwill	9 13,270,058	10,370,972	11,416,467
TOTAL ASSETS	133,263,194	144,521,601	202,488,490
LIABILITIES AND EQUITY			
Liabilities			
Accounts payable and accruals	15,727,465	13,069,951	13,505,579
Due to banks	76,852,304	86,205,535	95,171,288
Lease obligations	1,418,341	1,873,573	3,404,819
TOTAL LIABILITIES	93,998,110	101,149,059	112,081,686
Equity			
Share capital	49,222,195	49,222,195	44,747,450
Share premium	26,972,353	26,972,353	26,972,353
Treasury shares	7 (11,817,466)	(11,817,466)	(1,258)
Treasury shares reserve	4,267	4,267	4,267
Statutory reserve	1,180,931	1,180,931	1,180,931
(Accumulated losses) retained earnings	(31,791,543)	(29,653,535)	7,642,701
Foreign currency translation reserve	(3,422,761)	(2,592,011)	(312,203)
Cumulative changes in fair values	(173,659)	(169,211)	(218,109)
Equity attributable to shareholders of the Parent Company	30,174,317	33,147,523	80,016,132
Non controlling interests	9,090,767	10,225,019	10,390,672
TOTAL EQUITY	39,265,084	43,372,542	90,406,804
TOTAL LIABILITIES AND EQUITY	133,263,194	144,521,601	202,488,490

Adnan A. Aziz Al Bahar
Chairman and Managing Director

The attached notes 1 to 17 form part of this interim condensed consolidated financial information.

The International Investor Company K.S.C. (Closed) and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(UNAUDTED)

Period ended 31 March 2009

	Notes	Three months ended 31 March	
		2009 KD	(Restated) 2008 KD
Management fees		2,629	97,922
Murabaha and ijara income		83,296	49,746
Brokerage fees	4	-	790,000
Compensation received on advance for acquisition of a subsidiary		-	254,535
Rental income from operating lease transactions		990,182	1,740,053
(Loss) gain on disposal of assets used in operating leases		(275,227)	105,873
Gain on mutual fund investments		-	109,964
Unrealised gain on financial assets at fair value through income statement		1,093,299	85,066
Realised loss from disposal of financial assets available for sale		-	(2,374)
Share of results of associates		(601,109)	(292,890)
Dividend income		19,580	311
Finance income		386,781	271,015
Other income		813,643	1,348,032
INCOME		2,513,074	4,557,253
General and administrative expenses		1,753,527	3,973,190
Murabaha and finance costs		1,490,906	1,934,397
Depreciation		1,435,967	927,013
Foreign exchange (gain) loss		(135,771)	286,354
Provision for credit losses		42,625	10,000
Impairment of financial assets available for sale	5	747,780	-
Loss on disposal of investment in an associated company		-	2,096
EXPENSES		5,335,034	7,133,050
Loss before tax		(2,821,960)	(2,575,797)
Release (provision) for deferred tax liability		423,102	(825,407)
LOSS FOR THE PERIOD		(2,398,858)	(3,401,204)
Attributable to:			
Shareholders of the Parent Company		(2,138,008)	(2,825,359)
Non controlling interests		(260,850)	(575,845)
		(2,398,858)	(3,401,204)
BASIC AND DILUTED LOSS PER SHARE	8	4.8 fils	5.7 fils

The attached notes 1 to 17 form part of this interim condensed consolidated financial information.

The International Investor Company K.S.C. (Closed) and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE
INCOME (UNAUDITED)

Period ended 31 March 2009

	<i>Three months ended 31 March</i>	
	<i>2009</i>	<i>(Restated)</i>
	<i>KD</i>	<i>2008</i>
		<i>KD</i>
Loss for the period	(2,398,858)	(3,401,204)
Other comprehensive (loss) income		
Net unrealised gain (loss) on financial assets available for sale	2,638	(121,889)
Foreign currency translation adjustment	<u>(830,750)</u>	<u>1,878,098</u>
Other comprehensive (loss) income for the period included in equity	<u>(828,112)</u>	<u>1,756,209</u>
Total comprehensive loss for the period	<u>(3,226,970)</u>	<u>(1,644,995)</u>
Attributable to:		
Shareholders of the Parent Company	(2,973,206)	(978,353)
Non controlling interests	<u>(253,764)</u>	<u>(666,642)</u>
	<u>(3,226,970)</u>	<u>(1,644,995)</u>

The attached notes 1 to 17 form part of this interim condensed consolidated financial information.

The International Investor Company K.S.C. (Closed) and its Subsidiaries
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)

Period ended 31 March 2009

	Notes	Three months ended 31 March	
		2009 KD	(Restated) 2008 KD
OPERATING ACTIVITIES			
Loss for the period		(2,398,858)	(3,401,204)
Adjustments for:			
Depreciation		1,435,967	927,013
Provision for credit losses		42,625	10,000
Unrealised gain on financial assets at fair value through income statement		(1,093,299)	-
Loss (gain) on disposal of assets used in operating lease		275,227	(105,873)
Impairment of financial assets available for sale		747,780	-
Loss on disposal of investment in an associated company		-	2,096
Dividend income		(19,580)	(311)
Share of results of associates		601,109	292,890
		<u>(409,029)</u>	<u>(2,275,389)</u>
Changes in operating assets and liabilities:			
Murabaha investments		-	380,102
Financial assets at fair value through income statement		-	(2,813,962)
Murabaha and Ijara receivables		793,775	2,431,388
Other assets		1,528,809	(3,635,242)
Accounts payable and accruals		(407,773)	2,006,041
		<u>1,505,782</u>	<u>(3,907,062)</u>
Net cash flows from (used in) operating activities			
INVESTING ACTIVITIES			
Partial recovery of amount paid to DBHC		-	6,624,000
Acquisition of a subsidiary	9	(77,510)	-
Purchase of financial assets available for sale		(47,600)	(5,991,771)
Purchase of investment in associates		(376,079)	(23,240)
Proceeds from disposal of investment in an associate		-	4,500,000
Purchase of assets used in operating leases		(124,133)	(803,019)
Proceeds from disposal of assets used in operating leases		5,046,667	2,862,722
Purchase of furniture and equipment		(288,736)	(136,432)
Dividend received		19,580	311
		<u>4,152,189</u>	<u>7,032,571</u>
Net cash flows from investing activities			
FINANCING ACTIVITIES			
Due to banks		(9,353,231)	3,528,045
Lease obligations		(455,232)	(484,607)
Purchase of treasury shares		-	(137,852)
Proceeds from disposal of treasury shares		-	267,369
Net movement in non controlling interests		(873,401)	110,345
		<u>(10,681,864)</u>	<u>3,283,300</u>
Net cash flows (used in) from financing activities			
Foreign currency translation reserve		4,895,438	573,600
		<u>(128,455)</u>	<u>6,982,409</u>
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at 1 January		14,612,495	26,235,460
CASH AND CASH EQUIVALENTS AT 31 MARCH	10	<u>14,484,040</u>	<u>33,217,869</u>

The attached notes 1 to 17 form part of this interim condensed consolidated financial information.

The International Investor Company K.S.C. (Closed) and its Subsidiaries
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
 Period ended 31 March 2009

	Attributable to the equity holders of the Parent Company										
	Share capital KD	Share premium KD	Treasury shares KD	Treasury shares reserve KD	Statutory reserve KD	Accumulated losses retained earnings KD	Foreign currency translation reserve KD	Cumulative changes in fair values KD	Sub total KD	Non controlling interests KD	Total equity KD
At 1 January 2009	49,222,195	26,972,353	(11,817,466)	4,267	1,180,931	(29,653,535)	(2,592,011)	(169,211)	33,147,523	10,225,019	43,372,542
Loss for the period	-	-	-	-	-	(2,138,008)	-	-	(2,138,008)	(260,850)	(2,398,858)
Other comprehensive loss for the period	-	-	-	-	-	-	(830,750)	(4,448)	(835,198)	7,086	(828,112)
Total comprehensive loss	-	-	-	-	-	(2,138,008)	(830,750)	(4,448)	(2,973,206)	(253,764)	(3,226,970)
Acquisition of additional interest in subsidiaries	-	-	-	-	-	-	-	-	-	(649,151)	(649,151)
Other non controlling interests movements	-	-	-	-	-	-	-	-	-	(231,337)	(231,337)
At 31 March 2009	49,222,195	26,972,353	(11,817,466)	4,267	1,180,931	(31,791,543)	(3,422,761)	(173,659)	30,174,317	9,090,767	39,265,084
At 1 January 2008, restated (Note 16)	44,747,450	26,972,353	(126,508)	-	1,180,931	10,468,060	(2,274,408)	(102,910)	80,864,968	10,856,172	91,721,140
Loss for the period	-	-	-	-	-	(2,825,359)	-	-	(2,825,359)	(575,845)	(3,401,204)
Other comprehensive income (loss) for the period	-	-	-	-	-	-	1,962,205	(115,199)	1,847,006	(90,797)	1,756,209
Total comprehensive (loss) income	-	-	-	-	-	(2,825,359)	1,962,205	(115,199)	(978,353)	(666,642)	(1,644,995)
Purchase of treasury shares	-	-	(137,852)	-	-	-	-	-	(137,852)	-	(137,852)
Sale of treasury shares	-	-	263,102	4,267	-	-	-	-	267,369	-	267,369
Other non controlling interests movements	-	-	-	-	-	-	-	-	-	201,142	201,142
At 31 March 2008	44,747,450	26,972,353	(1,258)	4,267	1,180,931	7,642,701	(312,203)	(218,109)	80,016,132	10,390,672	90,406,804

The attached notes 1 to 17 form part of this interim condensed consolidated financial information.

The International Investor Company K.S.C. (Closed) and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

31 March 2009 (Unaudited)

1 CORPORATE INFORMATION

The interim condensed consolidated financial information of The International Investor Company K.S.C. (Closed) (the Parent Company) and its subsidiaries (the Group) for the period ended 31 March 2009 were authorised for issue in accordance with a resolution of the Parent Company's directors on 19 May 2009 and were approved by the relevant regulatory authorities before issuance.

The Parent Company was legally incorporated as a closed shareholding company on 29 November 1992 under the Commercial Companies Law No. 15 of 1960 and amendments thereto. The Parent Company is regulated by the Central Bank of Kuwait as an investment company.

The Parent Company operates under the Islamic Shareea'a and is principally engaged in providing banking and investment advisory and financial services permissible under Islamic Shareea'a. Its registered office is at Wafra Real Estate Building, Ahmad Al-Jaber Street, Sharq, Kuwait.

The Group primarily operates in the Gulf Co-operation Council countries and Turkey.

2 BASIS OF PRESENTATION

The interim condensed consolidated financial information of the Group has been prepared in accordance with IAS 34, Interim Financial Reporting except as noted below. The accounting policies used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2008.

The annual consolidated financial statements for the year ended 31 December 2008 were prepared in accordance with the regulations of the State of Kuwait for financial services institutions regulated by the Central Bank of Kuwait. These regulations require adoption of all International Financial Reporting Standards (IFRS) except for the IAS 39 requirement for collective impairment provision, which has been replaced by the Central Bank of Kuwait's requirement for a minimum general provision made on all applicable credit facilities (net of certain categories of collateral) that are not provided specifically.

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial statements prepared in accordance with the regulations of the State of Kuwait for financial services institutions regulated by the Central Bank of Kuwait, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2008. In addition, results for the three months ended 31 March 2009 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2009.

During the period, the Group has adopted the following standards effective for the annual periods beginning on or after 1 January 2009.

IAS 1 Presentation of Financial Statements (Revised):

The revised standard requires changes in equity arising from transactions with owners in their capacity as owners (i.e. owner changes in income) to be presented in the consolidated statement of changes in equity. All other changes in equity (i.e. non-owner changes in equity) are required to be presented separately in the consolidated statement of comprehensive income. Components of comprehensive income are not permitted to be presented in the consolidated statement of changes in equity.

IFRS 8 'Operating segments':

The new standard which replaced IAS 14 'Segment reporting' requires a management approach for segment reporting under which segment information is presented on the same basis as that used for internal reporting purposes. In addition, the segments are reported in a manner that is more consistent with the internal reporting provided to the chief operating decision maker.

The International Investor Company K.S.C. (Closed) and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

3 FINANCIAL ASSETS AT FAIR VALUE THROUGH INCOME STATEMENT

	<i>31 March 2009 KD</i>	<i>(Audited) 31 December 2008 KD</i>	<i>(Restated) 31 March 2008 KD</i>
Designated on initial recognition:			
Quoted securities	111,010	105,001	196,529
Unquoted securities	8,358,707	7,161,777	5,243,768
	<u>8,469,717</u>	<u>7,266,778</u>	<u>5,440,297</u>

Quoted equity securities represent investments in local shares quoted on the Kuwait Stock Exchange.

The fair value of certain unquoted equity securities had been determined using valuation techniques other than quoted market prices which involve uncertainties and determinations based on independent external valuers and the Group management's judgment. Unrealised gain recorded based on such valuation techniques amounted to KD 1,087,291 (31 March 2008: KD 85,066)

4 AMOUNT PAID TO DBHC

Amount receivable from Dallah Albaraka Holding Company EC and related entities (collectively "DBHC") is secured through 3.592 million shares of TII (31 December 2008: 3.592 million shares and 31 March 2008: 44.175 million shares), which had a market value of KD 183 thousands at 31 March 2009 (31 December 2008: KD 251 thousands and 31 March 2008: KD 10,955 thousands).

Under the settlement agreement, TII is entitled to brokerage fee on liquidation of collateral. During the current period TII has recognised income of KD Nil (31 March 2008: KD 790,000) towards brokerage fees.

5 FINANCIAL ASSETS AVAILABLE FOR SALE

	<i>31 March 2009 KD</i>	<i>(Audited) 31 December 2008 KD</i>	<i>(Restated) 31 March 2008 KD</i>
Quoted securities	2,993,385	3,741,165	7,010,412
Unquoted securities	3,185,479	3,251,967	4,604,811
	<u>6,178,864</u>	<u>6,993,132</u>	<u>11,615,223</u>

Quoted equity securities represent investment in shares quoted on the Kuwait Stock Exchange.

Included under unquoted equities are financial assets amounting to KD 2,214,341 (31 December 2008: KD 2,214,341 and 31 March 2008 KD 3,024,123) that are carried at cost, less impairment if any, due to the unpredictable nature of their future cash flows and the lack of other suitable methods for arriving at a reliable fair value for these financial assets. There is no market for these financial assets and the Group intends to hold them for the long term.

Investments amounting to KD 498,227 (31 December 2008 :KD 498,227 and 31 March 2008: KD Nil) have been provided as collateral towards Islamic financing facility.

An impairment of KD 747,780 (31 March 2008: Nil) has been recognised against financial assets available for sale on which there has been a significant or prolonged decline in value.

The International Investor Company K.S.C. (Closed) and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

6 INVESTMENT IN ASSOCIATES

During the period, Asia Retail group Limited (SPV) increased its holding in one of its existing subsidiaries, as a result of these acquisitions it has recognised a total negative goodwill of KD 375,546 (31 March 2008: KD 1,940,689) based on the management accounts for the period ended 31 December 2008. The group's share in the results based on management accounts of the SPV includes an amount of KD 143,764 (31 March 2008: KD 849,051) which is related to the negative goodwill.

7 TREASURY SHARES

	31 March 2009	<i>(Audited)</i> 31 December 2008	31 March 2008
Number of treasury shares	49,105,313	49,105,313	4,830
Percentage of treasury shares	9.98	9.98	-
Cost of treasury shares (KD)	11,817,466	11,817,466	1,258
Market value of treasury shares (KD)	2,504,371	3,437,371	1,198

Out of the above treasury shares, 49,100,000 (31 December 2008: 49,100,000 and 31 March 2008: Nil) shares are pledged as security for one of the murabaha borrowings.

8 LOSS PER SHARE

Basic loss per share is calculated by dividing the loss for the period attributable to shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period after adjusting for treasury shares.

Diluted loss per share is calculated by dividing loss attributable to shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period (adjusted for the effect of dilutive options).

	<i>Three months ended</i> 31 March	
	2009	2008 <i>(Restated)</i>
Loss for the period attributable to the shareholders of the Parent Company (KD)	(2,138,008)	(2,825,359)
Weighted average number of ordinary shares outstanding for basic loss per share	492,221,950	492,221,950
Less: weighted average number of treasury shares	(49,105,313)	(124,370)
	443,116,637	492,097,580
Effect of dilution from weighted average number of share options outstanding	-	5,589,753
Adjusted weighted average number of ordinary shares for diluted earnings per share	443,116,637	497,687,333
Basic loss per share	4.8 fils	5.7 fils
Diluted loss per share	4.8 fils	5.7 fils

The International Investor Company K.S.C. (Closed) and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

9 ACQUISITION OF SUBSIDIARIES

During the period, the Group had the following transactions:-

- Acquired additional equity interest of 25% in Fleetcorp, Turkey; accordingly, the effective equity interest increased from 75% to 100%. The purchase consideration of KD 3,065,286 is to be paid with in a maximum period of 18 months and is currently classified under accounts payable and accruals. The amount payable is secured by the pledge of 25% equity shares in Fleetcorp.
- Acquired additional equity interest of 3.3% in Bayt Al Mal Holding Company K.S.C. (Holding) Kuwait, from a related party; accordingly, the effective equity interest increased from 54.66% to 57.99%. The purchase consideration of KD 584,495 was off-set against a Murabaha receivable from the same seller.
- Acquired 100% shareholdings in Saudi Leasing Company by paying KD 77,510.

The fair value of assets and liabilities on acquisition of the companies has preliminarily been assessed by the management to approximate book value and based on this assessment goodwill of KD 2,899,086, net of foreign exchange, has been provisionally recognised. This goodwill will be reassessed during the course of the following 12 months.

10 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows comprise of the following amounts:

	<i>31 March</i> <i>2009</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2008</i> <i>KD</i>	<i>(Restated)</i> <i>31 March</i> <i>2008</i> <i>KD</i>
Cash and bank balances	7,298,701	3,667,971	27,402,271
Mutual fund investments	-	-	5,430,340
Murabaha investments	7,185,339	10,944,524	385,258
	<u>14,484,040</u>	<u>14,612,495</u>	<u>33,217,869</u>

11 RELATED PARTY TRANSACTIONS

Related parties represent shareholders, associates, directors and senior management of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management. Related party balances and transactions consist of the following:

	<i>31 March</i> <i>2009</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2008</i> <i>KD</i>	<i>(Restated)</i> <i>31 March</i> <i>2008</i> <i>KD</i>
Transactions included in interim condensed consolidated Statement of financial position			
Amounts due from related parties	137,520	237,487	-
Amounts due to related parties	-	-	3,191

The International Investor Company K.S.C. (Closed) and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

11 RELATED PARTY TRANSACTIONS (continued)

	<i>Three months period ended 31 March 2009 KD</i>	<i>(Restated) Three months period ended 31 March 2008 KD</i>
Transactions included in the interim condensed consolidated Statement of income		
Finance income	386,781	271,015
Key management compensation:		
Salaries and other short term benefits	298,935	302,923
Employees' end of service benefits	17,234	25,441

12 FIDUCIARY ASSETS

The Group manages funds and portfolios on behalf of others and maintains cash balances and securities in fiduciary accounts which are not reflected in the Group's interim condensed consolidated statement of financial position. Assets under management at 31 March 2009 amounted to KD 25,525,258 (31 December 2008: KD 25,969,910 and 31 March 2008: KD 151,275,896). Management fees from fiduciary activities during the period amounted to KD 2,629 (31 March 2008: KD 97,922).

13 SEGMENTAL ANALYSIS

For management purposes, the Group is organised in two operating segments based on business units as follows:

- Investment management and advisory services: comprising non-discretionary portfolio management, fund management, brokerage and structured finance advisory services
- Leasing: engaged in automotive leasing

<i>Three months ended 31 March 2009</i>	<i>Investment management and advisory services KD</i>	<i>Leasing KD</i>	<i>Total KD</i>
Segment revenue	1,417,912	1,095,162	2,513,074
Segment expenses	3,700,245	1,634,789	5,335,034
Segment results before tax	<u>(2,282,333)</u>	<u>(539,627)</u>	<u>(2,821,960)</u>
Total assets	<u>79,127,013</u>	<u>54,136,181</u>	<u>133,263,194</u>

The International Investor Company K.S.C. (Closed) and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 March 2009

13 SEGMENTAL ANALYSIS (continued)

<i>Three months ended 31 March 2008 (Restated)</i>	<i>Investment management and advisory services KD</i>	<i>Leasing KD</i>	<i>Total KD</i>
Segment revenue	1,164,756	3,392,497	4,557,253
Segment expenses	2,275,961	4,857,089	7,133,050
Segment results before tax	<u>(1,111,205)</u>	<u>(1,464,592)</u>	<u>(2,575,797)</u>
Total assets	<u>123,390,775</u>	<u>79,097,715</u>	<u>202,488,490</u>

14 PROFIT-SHARING SCHEME

There has been no change to the profit sharing scheme as disclosed in the audited consolidated financial statements of the Group for the year ended 31 December 2008. Further, there were no options granted or exercised since 31 December 2008.

15 CONTINGENCIES AND COMMITMENTS

There were no material changes in contingencies and commitments since 31 December 2008.

16 COMPARITIVE INFORMATION

Consequent to the restatement as explained in Note 36 of the audited consolidated financial statements of the Group for the year ended 31 December 2008, the interim condensed consolidated financial information for the period ended 31 March 2008 has also been restated. The result of this restatement is summarized as follows.

As of 1 January 2008

	<i>KD</i>
Net increase in assets	9,604,306
Net increase in liabilities	4,647,356
Net increase in total equity	4,956,950

As of 31 March 2008

	<i>KD</i>
Net increase in assets	11,807,808
Net increase in liabilities	7,383,004
Net increase in loss	324,661
Net increase in total equity	4,424,804

The effect on loss per share and diluted loss per share related to the restatement as of 31 March 2008 was less than 0.30 fils.

17 ANNUAL GENERAL ASSEMBLY

The Parent Company has not yet held the annual general assembly of its shareholders for the year 2008. The shareholders' general assembly has the power to amend the consolidated financial statements for the year ended 31 December 2008.