

**SECURITIES GROUP COMPANY K.S.C. (PUBLIC)
AND SUBSIDIARIES (THE GROUP)
STATE OF KUWAIT**

**INTERIM CONSOLIDATED FINANCIAL INFORMATION
FOR THE PERIOD ENDED JUNE 30, 2016
(UNAUDITED)
WITH
REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION**

SECURITIES GROUP COMPANY K.S.C. (PUBLIC)
AND SUBSIDIARIES (THE GROUP)
STATE OF KUWAIT

INTERIM CONSOLIDATED FINANCIAL INFORMATION
FOR THE PERIOD ENDED JUNE 30, 2016
(UNAUDITED)
WITH
REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION

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REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION

The Board of Directors
Securities Group Company K.S.C. (Public)
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Securities Group Company K.S.C. (Public) (the Parent Company) and subsidiaries (the Group) as at June 30, 2016 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 months period then ended. Management of the Parent Company is responsible for the preparation and presentation of this interim 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 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.

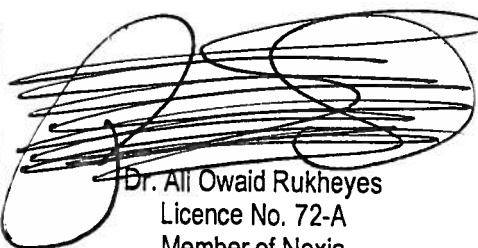
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim 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, the interim consolidated financial information is in agreement with the books of account of the Parent Company. 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 Memorandum of Incorporation and Articles of Association of the Parent Company during the three months period ended June 30, 2016 that might have had a material effect on the Group's financial position or results of its operations

We further report that, during the course of our review and 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 Organization of Banking Business, Law No. 7 of 2010 concerning the Capital Markets Authority and its related regulations during the three months period ended June 30, 2016, which might have materially affected on the Group's financial position or results of its operations.



Dr. Ali Owaid Rukh Hayes
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State of Kuwait
August 15, 2016

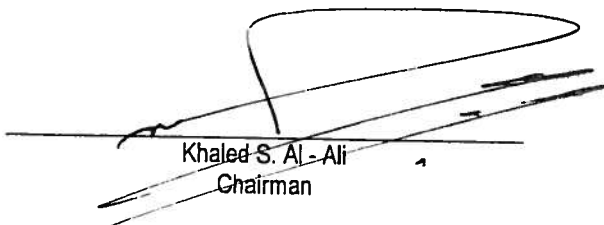
SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

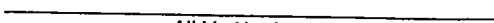
AS AT JUNE 30, 2016

(All amounts are in Kuwaiti Dinars)

	Note	June 30, 2016	(Audited) March 31, 2016	June 30, 2015
ASSETS				
Cash on hand and at banks		9,096,621	8,858,705	8,944,082
Financial assets at fair value through profit or loss		61,178	58,589	62,025
Accounts receivable and other debit balances		1,199,339	1,383,370	6,907,657
Loans granted to others		231,789	231,789	497,836
Financial assets available for sale	3	35,700,897	38,243,914	46,095,675
Investment in associates	4	28,106,934	28,003,585	30,791,007
Investment in unconsolidated subsidiaries		907,862	907,862	1,067,862
Investment held to maturity		3,000,000	3,000,000	3,000,000
Investment properties		35,659,392	35,662,852	29,732,197
Total assets		113,964,012	116,350,666	127,098,341
LIABILITIES AND EQUITY				
Liabilities:				
Loans	5	61,858,073	64,576,200	64,707,000
Accounts payable and other credit balances		4,203,755	3,962,833	8,677,784
Total liabilities		66,061,828	68,539,033	73,384,784
Equity:				
Capital		25,528,372	25,528,372	25,528,372
Treasury shares	6	(260,776)	(260,776)	(87,765)
Share premium		3,046,592	3,046,592	3,046,592
Statutory reserve		12,764,186	12,764,186	12,764,186
Voluntary reserve		4,405,892	4,405,892	4,405,892
Other reserve		(61,924)	-	-
Foreign currency translation adjustments		549,237	568,983	605,971
Cumulative changes in fair value		(1,409,870)	(1,022,220)	(11,449,347)
Retained earnings		3,275,459	2,715,513	18,834,081
Equity attributable to the shareholders of the Parent Company		47,837,168	47,746,542	53,647,982
Non-controlling interests		65,016	65,091	65,575
Total equity		47,902,184	47,811,633	53,713,557
Total liabilities and equity		113,964,012	116,350,666	127,098,341
Memorandum accounts off the consolidated statement of financial position	9	1,521,740,308	1,607,625,467	1,723,819,336

The accompanying notes (1) to (14) form an integral part of the interim consolidated financial information.


 Khaled S. Al - Ali
 Chairman


 Ali Y. Al - Awadi
 Vice Chairman and CEO

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
 FOR THE PERIOD ENDED JUNE 30, 2016
 (All amounts are in Kuwaiti Dinars)

	Note	Three months ended June 30,	
		2016	2015
Revenues:			
Net investment income	7	656,799	924,598
Fees and commission income		659,399	530,013
Interest income		48,479	44,311
Rental income		302,617	310,648
Group's share of results from associates		476,398	372,139
Other income		-	23,308
		<u>2,143,692</u>	<u>2,205,017</u>
Expenses and other charges:			
General and administrative expenses		(411,959)	(360,605)
Finance charges		(403,221)	(376,087)
Impairment losses on financial assets available for sale	3	(530,304)	-
Foreign exchange loss		(225,510)	(7,160)
		<u>(1,570,994)</u>	<u>(743,852)</u>
Profit for the period before contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labor Support Tax (NLST) and Zakat		572,698	1,461,165
Contribution to KFAS		(844)	(3,001)
NLST		(11,673)	(18,397)
Zakat		(310)	(3,000)
Net profit for the period		<u>559,871</u>	<u>1,436,767</u>
Attributable to:			
Shareholders of the Parent Company		559,946	1,436,863
Non-controlling interests		(75)	(96)
Net profit for the period		<u>559,871</u>	<u>1,436,767</u>
		<u>Fils</u>	<u>Fils</u>
Earnings per share attributable to the shareholders of the Parent Company	8	<u>2.21</u>	<u>5.64</u>

The accompanying notes (1) to (14) form an integral part of the interim consolidated financial information.

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
 INCOME (UNAUDITED)
 FOR THE PERIOD ENDED JUNE 30, 2016
 (All amounts are in Kuwaiti Dinars)

	Three months ended June 30,	
	2016	2015
Net profit for the period	<u>559,871</u>	<u>1,436,767</u>
Other comprehensive (loss) income:		
<u>Items that may be reclassified subsequently to profit or loss</u>		
Related to financial assets available for sale:		
Changes in fair value of financial assets available for sale	265,502	260,333
Reversal due to sale of financial assets available for sale	<u>(653,152)</u>	<u>(40,997)</u>
	<u>(387,650)</u>	219,336
Share of other comprehensive (loss) income of associates	(427)	1,649
Exchange differences on translating foreign operations	<u>(19,319)</u>	105,212
Other comprehensive (loss) income for the period	<u>(407,396)</u>	<u>326,197</u>
Total comprehensive income for the period	<u>152,475</u>	<u>1,762,964</u>
Attributable to:		
Shareholders of the Parent Company	152,550	1,763,060
Non-controlling interests	<u>(75)</u>	<u>(96)</u>
Total comprehensive income for the period	<u>152,475</u>	<u>1,762,964</u>

The accompanying notes (1) to (14) form an integral part of the interim consolidated financial information.

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2016
(All amounts are in Kuwaiti Dinars)

Equity attributable to the Shareholders of the Parent Company

	Capital	Treasury shares	Share premium	Statutory reserve	Voluntary reserve	Other reserve	Foreign currency translation adjustments	Cumulative changes in fair value	Retained earnings	Sub-total	Non-controlling interests	Total
Balance as at March 31, 2016	25,528,372	(260,776)	3,046,592	12,764,186	4,405,892	-	568,983	(1,022,220)	2,715,513	47,746,542	65,091	47,811,633
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(19,746)	(387,650)	559,946	152,550	(75)	152,475
Effect of ownership change in an associate	-	-	-	-	-	(61,924)	-	-	-	(61,924)	-	(61,924)
Balance as at June 30, 2016	<u>25,528,372</u>	<u>(260,776)</u>	<u>3,046,592</u>	<u>12,764,186</u>	<u>4,405,892</u>	<u>(61,924)</u>	<u>549,237</u>	<u>(1,409,870)</u>	<u>3,275,459</u>	<u>47,837,168</u>	<u>65,016</u>	<u>47,902,184</u>
Balance as at March 31, 2015	25,528,372	(87,765)	3,046,592	12,764,186	4,405,892	-	499,110	(11,668,683)	19,946,542	54,434,246	65,671	54,499,917
Total comprehensive income (loss) for the period	-	-	-	-	-	-	106,861	219,336	1,436,863	1,763,060	(96)	1,762,964
Cash dividends (Note 12)	-	-	-	-	-	-	-	-	(2,549,324)	(2,549,324)	-	(2,549,324)
Balance as at June 30, 2015	<u>25,528,372</u>	<u>(87,765)</u>	<u>3,046,592</u>	<u>12,764,186</u>	<u>4,405,892</u>	<u>-</u>	<u>605,971</u>	<u>(11,449,347)</u>	<u>18,834,081</u>	<u>53,647,982</u>	<u>65,575</u>	<u>53,713,557</u>

The accompanying notes (1) to (14) form an integral part of the interim consolidated financial information.

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2016
 (All amounts are in Kuwaiti Dinars)

	Three months ended June 30,	
	2016	2015
Cash flow from operating activities:		
Profit for the period before contribution to KFAS, NLST and Zakat	572,698	1,461,165
Adjustments for:		
Net investment income	(656,799)	(924,598)
Interest income	(48,479)	(44,311)
Group's share of results from associates	(476,398)	(372,139)
Finance charges	403,221	376,087
Impairment losses on financial assets available for sale	530,304	-
Foreign exchange loss	225,510	7,160
	<u>550,057</u>	<u>503,364</u>
Changes in operating assets and liabilities:		
Accounts receivable and other debit balances	55,968	106,476
Loans granted to others	-	14,536
Accounts payable and other credit balances	(41,013)	1,790,949
Net cash generated from operating activities	<u>565,012</u>	<u>2,415,325</u>
Cash flow from investing activities:		
Purchase of financial assets available for sale	(153,142)	-
Proceeds from sale of financial assets available for sale	2,356,446	268,120
Interest received	92,729	88,561
Dividends received	403,242	1,143,001
Net cash generated from investing activities	<u>2,699,275</u>	<u>1,499,682</u>
Cash flows from financing activities:		
Loans	(2,718,127)	(3,478,000)
Cash dividends paid	(13,465)	(28,063)
Finance charges paid	(294,779)	(247,450)
Net cash used in financing activities	<u>(3,026,371)</u>	<u>(3,753,513)</u>
Net increase in cash on hand and at banks	237,916	161,494
Cash on hand and at banks at the beginning of the period	8,858,705	8,782,588
Cash on hand and at banks at the end of the period	<u>9,096,621</u>	<u>8,944,082</u>

The accompanying notes (1) to (14) form an integral part of the interim consolidated financial information.

**SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)**

JUNE 30, 2016

(All amounts are in Kuwaiti Dinars)

1. Incorporation and principal activities

Securities Group Company K.S.C. (Public) (the Parent Company) is a Kuwaiti Public Shareholding Company incorporated by agreement no. 786 / Vol. 2 dated October 24, 1981 and the latest amendment on July 22, 2015. The Parent Company is listed in the Kuwait Stock Exchange. The Parent Company's registered office is P.O. Box 26953, Safat 13130, State of Kuwait.

The principal activities of the Parent Company include:

- Trading in securities listed in Kuwait and the GCC
- Acting as custodian and managers of funds
- Conducting research and studies
- Providing financial and investment services
- Obtaining loans from the financial market, granting to others and acting as an intermediary in the lending and borrowing process
- Establishing and managing real estate portfolios for its clients inside and outside Kuwait
- Investment in real estate.

The Parent Company is under the supervision of the Capital Markets Authority according to Law No. 7/2010 for investment companies.

The new Companies Law No. 1 of 2016 was issued on January 24, 2016 and it was published in the Official Gazette on February 1, 2016, which replaced the Companies Law No 25 of 2012 and its amendments. According to Article No. 5, the new Law will be effective retrospectively from November 26, 2012. The new Executive Regulations of Law No. 1 of 2016 was issued on July 12, 2016 and was published in the Official Gazette on July 17, 2016 which cancelled the Executive Regulations of Law No. 25 of 2012. The adoption of the new Companies Law and its executive regulations is not expected to have any effect on the reporting entity.

The interim consolidated financial information was authorized for issue by the Board of Directors on August 15, 2016.

2. Basis of presentation

The interim consolidated financial information has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The accounting policies used in the preparation of the interim consolidated financial information for the period are consistent with those used in the preparation of the annual consolidated financial statements for the financial year ended March 31, 2016.

The interim consolidated financial information do not include all the information and notes required for complete financial statements prepared in accordance with International Financial Reporting Standards. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included in the accompanying interim consolidated financial information. Operating results for the three months period ended June 30, 2016 are not necessarily indicative of the results that may be expected for the financial year ending March 31, 2017. For further information, refer to the consolidated financial statements and notes thereto for the financial year ended March 31, 2016.

The policy of the Group for calculation of the impairment provisions for loans granted to others complies in all material respects with the specific provision requirements of the Central Bank of Kuwait. In addition and in accordance with Central Bank of Kuwait instructions, the Group provides a minimum general provision of 1% on cash credit facilities not subject to specific provision and net of certain categories of collateral and 0.5% on non-cash credit facilities.

3. Financial assets available for sale

	June 30, 2016	(Audited) March 31, 2016	June 30, 2015
Quoted securities	24,645,199	27,188,216	34,920,499
Unquoted securities	11,055,698	11,055,698	11,144,605
Funds	-	-	30,571
	<u>35,700,897</u>	<u>38,243,914</u>	<u>46,095,675</u>

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

JUNE 30, 2016

(All amounts are in Kuwaiti Dinars)

Quoted securities with a carrying value of KD 13,641,539 were pledged with a local bank against a loan (Note 5) (March 31, 2016 – KD 12,608,046; June 30, 2015 – KD 18,052,430).

Impairment loss recognized on financial assets available for sale for the period ended June 30, 2016 amounted to KD 530,304 (June 30, 2015 - KD Nil)

4. Investment in associates

<u>Name of the associate</u>	<u>Country of incorporation</u>	<u>Percentage of holding</u>	<u>June 30, 2016</u>	<u>(Audited) March 31, 2016</u>	<u>June 30, 2015</u>
Kuwait Saudi Pharmaceutical Industries Co. S.A.K. (Closed)	Kuwait	50%	15,753,732	15,373,551	14,548,418
Al Madar Al Thahabia Co. W.L.L.	KSA	24%	5,664,130	5,676,082	5,610,524
Future Communication Co. K.S.C.P.	Kuwait	28.99%	3,549,929	3,786,972	7,662,759
Al-Jazeera Real Estate Development Co. K.S.C. (Closed)	Kuwait	20%	1,495,929	1,519,840	1,436,574
Alpha Atlantique Du Sahara S.A.	Morocco	22.52%	839,487	850,294	781,621
Kuwait Qatari Co. for Real Estate Development K.S.C.C.	Kuwait	40.72%	797,497	790,616	744,881
Mena Equities Ltd.	British Virgin Islands	44.15%	6,230	6,230	6,230
			<u>28,106,934</u>	<u>28,003,585</u>	<u>30,791,007</u>

5. Loans

Revolving loans carry an annual interest rate ranging from 2.25% to 3.25% (March 31, 2016 – 2.25% to 3.25%, June 30, 2015 – 2% to 3%) and are payable within a period of one year. Loan of KD 15,815,000 is secured by quoted securities (Note 3) and other loans are secured by promissory notes (March 31, 2016 – KD 25,815,000; June 30, 2015 – KD 25,815,000).

6. Treasury shares

	<u>June 30, 2016</u>	<u>(Audited) March 31, 2016</u>	<u>June 30, 2015</u>
Number of treasury shares	2,271,615	2,271,615	351,342
Percentage of ownership	0.89%	0.89%	0.14%
Market value (KD)	186,272	188,544	38,648
Cost (KD)	260,776	260,776	87,765

Based on Capital Markets Authority Resolution dated December 30, 2013, the Parent Company's management has allotted an amount, equal to treasury shares balance, from the available retained earnings as of the date of the interim consolidated financial information. Such amount won't be available for distribution during the treasury shares holding period. Treasury shares are not pledged.

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

JUNE 30, 2016

(All amounts are in Kuwaiti Dinars)

7. Net investment income

	Three months ended June 30,	
	2016	2015
Unrealized gain from financial assets at fair value through profit or loss	2,589	195
Realized gain on sale of financial assets available for sale	578,241	89,412
Dividend income	75,969	834,991
	<u>656,799</u>	<u>924,598</u>

8. Earnings per share

There are no potential dilutive ordinary shares. Earnings per share is computed by dividing the net profit for the period attributable to shareholders of the Parent Company by the weighted average number of shares outstanding during the period:

	Three months ended June 30,	
	2016	2015
Net profit for the period attributable to shareholders of the Parent Company	<u>559,946</u>	<u>1,436,863</u>
	<u>Shares</u>	<u>Shares</u>
Weighted average number of shares outstanding	<u>253,012,103</u>	<u>254,932,376</u>
	<u>Fils</u>	<u>Fils</u>
Earnings per share attributable to shareholders of the Parent Company	<u>2.21</u>	<u>5.64</u>

9. Memorandum accounts off the consolidated statement of financial position

The Parent Company manages investment portfolios for others amounting to KD 1,521,740,308 as at June 30, 2016 (March 31, 2016 – KD 1,607,625,467; June 30, 2015 – KD 1,723,819,336) to earn management fees. These investment portfolios are registered in the name of the Group and are not included in the accompanying interim consolidated financial information.

10. Related party disclosures

The Group has entered into transactions with related parties in the normal course of its business. Prices and terms of payment are approved by the Group's management. Significant balances and transactions with other related parties are as follows:

	June 30, 2016	(Audited) March 31, 2016	June 30, 2015
(i) Interim condensed consolidated statement of financial position:			
Cash on hand and at banks	7,738,138	8,687,574	8,833,516
Accounts receivable and other debit balances	561,665	539,726	474,475
Loans granted to others	231,789	231,789	497,836
Loans	61,858,073	64,576,200	64,707,000
Accounts payable and other credit balances	677,835	671,518	836,210

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
JUNE 30, 2016
(All amounts are in Kuwaiti Dinars)

	Three months ended June 30,	
	2016	2015
(ii) Interim condensed consolidated statement of profit or loss:		
Interest income	98	58
Finance charges	(403,221)	(376,087)
(iii) Compensation to key management personnel:		
Short-term benefits	77,507	77,507
Termination benefits	6,797	6,302

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

JUNE 30, 2016

(All amounts are in Kuwaiti Dinars)

11. Segment information

The Group is divided into operating segments for managing its business activities based on internal reporting provided to the chief operating decision maker as follows:

- Investment activities: Direct investment for the Group's benefit in securities, portfolios and funds.
- Asset management services: Portfolio and Fund management services for clients.
- Lending activities: Direct lending to others and acting as a broker in lending and borrowing activities.
- Real estate activities: Investment in real estate and managing real estate portfolios.

	For the period ended June 30,									
	2016		2015							
	Investment activities	Asset management services	Lending activities	Real estate activities	Total	Investment activities	Asset management services	Lending activities	Real estate activities	Total
Segment operating revenue	705,278	659,399	-	302,617	1,667,294	968,909	530,013	-	310,648	1,809,570
Segment operating expenses	(403,221)	-	-	(49,936)	(453,157)	(376,067)	-	-	(52,976)	(429,063)
Unallocated operating expense					(362,023)					(307,629)
Operating profit					852,114					1,072,878
Group's share of results from associates					476,398					372,139
Other income					-					23,308
Impairment losses on financial assets available for sale					(530,304)					(7,160)
Foreign exchange loss					(225,510)					(3,001)
Contribution to KFAS					(844)					(18,397)
NLST					(11,673)					(3,000)
Zakat					(310)					
Net profit for the period					559,871					1,436,767

SECURITIES GROUP COMPANY K.S.C. (PUBLIC) AND SUBSIDIARIES (THE GROUP)
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
 JUNE 30, 2016

(All amounts are in Kuwaiti Dinars)

12. General Assembly

Subsequent to the date of interim condensed consolidated statement of financial position, the Shareholders' Annual General Assembly held on July 25, 2016 approved the distribution of cash dividends of 5 fils per share amounting to KD 1,265,061 and not to distribute board of directors' remuneration for the financial year ended March 31, 2016.

The Shareholders' Annual General Assembly held on June 24, 2015 approved the distribution of cash dividends of 10 fils per share amounting to KD 2,549,324 for the financial year ended March 31, 2015.

13. Capital commitments and contingent liabilities

	June 30, 2016	(Audited) March 31, 2016	June 30, 2015
Letters of guarantee	-	100,000	200,000
Capital commitments	<u>13,796</u>	<u>13,796</u>	<u>13,796</u>
	<u>13,796</u>	<u>113,796</u>	<u>213,796</u>

14. Fair value measurement

The details of fair value measurement hierarchy are as follow:

Level 1: Quoted (unadjusted) market price in active markets for identical assets or liabilities.

Level 2: Valuation technique for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation technique for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table presents the Group's financial instruments that are measured at fair value:

<u>June 30, 2016</u>			
	Level 1	Level 2	Total
Financial assets at fair value through profit or loss	61,178	-	61,178
Financial assets available for sale	<u>24,645,199</u>	<u>2,334,057</u>	<u>26,979,256</u>
	<u>24,706,377</u>	<u>2,334,057</u>	<u>27,040,434</u>
<u>March 31, 2016 (Audited)</u>			
	Level 1	Level 2	Total
Financial assets at fair value through profit or loss	58,589	-	58,589
Financial assets available for sale	<u>27,188,216</u>	<u>2,334,057</u>	<u>29,522,273</u>
	<u>27,246,805</u>	<u>2,334,057</u>	<u>29,580,862</u>
<u>June 30, 2015</u>			
	Level 1	Level 2	Total
Financial assets at fair value through profit or loss	62,025	-	62,025
Financial assets available for sale	<u>34,920,499</u>	<u>2,361,498</u>	<u>37,281,997</u>
	<u>34,982,524</u>	<u>2,361,498</u>	<u>37,344,022</u>

During the period ended June 30, 2016, there were no transfers between different levels of fair value measurement.