



Kuwait: 24/3/2020

Boursa Kuwait

Subject: Corrective Announcement

With reference to above subject and further to our letter dated 23/3/2020 regarding Integrated Holding Co (kscp) disclosure for annual financial statement for the year ended 31/12/2019 , we would like to inform that our company amended the error in the financial result form , as a result of not selecting the comparative period (current year – comparative year , Fourth quarter Current year –Fourth quarter Comparative year) from the drop-down list .

Attached, corrective announcement form

Sincerely

Jassim Mustafa Boodai
Vice Chairman &CEO



الشركة المتكاملة القابضة
Integrated Holding Co. K.S.C.P.

Integrated Holding Co. K.S.C.P
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Paid Up Capital: K.D. 22,000,000 C.R. No: 108050
رأس المال المدفوع د.ك: ٢٢,٠٠٠,٠٠٠ سجل تجاري رقم ١٠٨٠٥٠
An ISO certified co. (9001:2015, 14001:2015, 18001:2007)

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Appendix 12

Corrective Announcement form

Date	24/3/2020
Name of Listed company	Integrated Holding Co (kscp)
Title of the announcement	Corrective Announcement from Integrated Holding Co (kscp) regarding the Financial Results Form for the year ended 31/12/2019
Date of the last Announcement	23/3/2020
The Fales statement of the previous announcement	Not selecting the Comparative periods from the drop-down list in the financial result form for the year ended 31/12/2019
Mistake Correction	selecting the Comparative periods (Current year – Comparative year, Fourth quarter Current year –Fourth quarter Comparative year) from the drop-down list in the financial result form for the year ended 31/12/ 2019
Reasons of Mistake	Typing mistake




الشركة المتكاملة القابضة
Integrated Holding Co. KSCC

Select from the list

2019-12-31

اخترمن القائمة

Company Name	اسم الشركة
Integrated Holding Company KSCP	الشركة المتكاملة القابضة (ش م ك ع)
Board of Directors Meeting Date	تاريخ اجتماع مجلس الإدارة
2020-03-23	
Required Documents	المستندات الواجب إرفاقها بالنموذج
<input checked="" type="checkbox"/> Approved financial statements	<input checked="" type="checkbox"/> نسخة من البيانات المالية المعتمدة
<input checked="" type="checkbox"/> Approved auditor's report	<input checked="" type="checkbox"/> نسخة من تقرير مراقب الحسابات المعتمد

التغيير (%)	السنة المقارنة	السنة الحالية	البيان
Change (%)	Comparative Year	Current Year	Statement
	2018-12-31	2019-12-31	
(54.17)	17,235,617	7,898,686	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(54.17)	78.340	35.900	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
(11.54)	21,764,898	19,252,188	الموجودات المتداولة Current Assets
(2.79)	95,865,891	93,189,727	إجمالي الموجودات Total Assets
(39.88)	21,664,162	13,024,355	المطلوبات المتداولة Current Liabilities
(6.67)	26,351,504	24,592,975	إجمالي المطلوبات Total Liabilities
(1.32)	69,514,387	68,596,752	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
(29.47)	41,961,348	29,594,584	إجمالي الإيرادات التشغيلية Total Operating Revenue
(50.94)	18,181,200	8,919,537	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
-	No Accumulated Losses	No Accumulated Losses	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital



البيان Statement	الربع الرابع الحالي Fourth quarter Current	الربع الرابع المقارن Fourth quarter Comparison Year	التغيير (%) Change (%)
	2019-12-31	2018-12-31	
صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company	888,255	3,184,635	(72.11)
ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share	4.040	14.480	(72.10)
إجمالي الإيرادات التشغيلية Total Operating Revenue	7,087,722	9,789,587	(27.60)
صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)	1,183,827	3,406,269	(65.25)

• Not Applicable for first Quarter

• ينطبق على الربع الأول

سبب ارتفاع/انخفاض صافي الربح (الخسارة)	Increase/Decrease in Net Profit (Loss) is due to
انخفض صافي الربح لعام 2019 بشكل رئيسي بسبب العوامل التالية مع تعويض النقص في مصاريف الإهلاك عند تغيير العمر الإنتاجي لبعض المعدات بمبلغ 3.09 مليون دينار كويتي. 1- انخفاض الإيرادات نتيجة لانخفاض معدلات الإيجار وانخفاض معدلات التشغيل . 2- مخصص خسائر انخفاض القيمة بمبلغ 2.09 مليون دينار كويتي نسب المعيار الدولي للتقارير المالية 9.	Net Profit for year 2019 decreased mainly due to the below factors with an offsetting for the Decrease in Depreciation expenses upon change in the useful lives of the certain Equipment by KD 3.09 Million. 1. Decline in Revenue due to reduction in rental rates and drop in Equipment utilization. 2. Impairment loss provision of KD 2.09 Million as per IFRS 9.
بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.).	Total Revenue realized from dealing with related parties (value, KWD)
118,022 دك	KD 118,022/-
بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.).	Total Expenditures incurred from dealing with related parties (value, KWD)



Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)
النسبة	القيمة	
30%	6,600,000 دك / 30 فلس للسهم KD 6,600,000 / 30 fils per share	توزيعات نقدية Cash Dividends
NIL	NIL	توزيعات أسهم منحة Bonus Share
NIL	NIL	توزيعات أخرى Other Dividend
NIL	NIL	عدم توزيع أرباح No Dividends
NIL	توزيع كامل علاوة الإصدار Distribution of the full issue Premium	زيادة رأس المال Capital Increase
NIL	NIL	تخفيض رأس المال Capital Decrease

The Company's comments in case the auditor has concerns or a qualified opinion	تعقيب الشركة في حال قيام مراقب الحسابات بإبداء ملاحظات أو تحفظات
No comments raised.	

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
 شركة المتكاملة القابضة Integrated Holding Co. W.K.S.C.		نائب رئيس مجلس الإدارة والرئيس التنفيذي Vice Chairman & CEO	جاسم مصطفى بودي Jassim Mustafa Boodai

Attach a copy of the financial statements approved by the Board of Directors and the approved auditor's report

يجب إرفاق نسخة البيانات المالية المعتمدة من مجلس الإدارة وتقرير مراقب الحسابات المعتمد

Integrated Holding Company K.S.C.P. and its Subsidiaries
State of Kuwait

Consolidated statement of financial position

(All amounts in Kuwaiti Dinars unless otherwise stated)

		As at	
	Note	2019	2018
Assets			
Non-current assets			
Property and equipment	7	72,529,057	73,389,643
Intangible assets	6	711,338	711,350
Right-of-use assets	3	697,144	
		<u>73,937,539</u>	<u>74,100,993</u>
Current assets			
Inventories		859,832	1,033,960
Trade and other receivables	8	16,604,407	15,961,335
Bank balances and cash	9	1,787,949	4,769,603
		<u>19,252,188</u>	<u>21,764,898</u>
Total assets		<u><u>93,189,727</u></u>	<u><u>95,865,891</u></u>
Equity and Liabilities			
Equity			
Share capital	10	22,000,000	22,000,000
Share premium		1,463,000	1,463,000
Statutory reserve	11	9,494,240	8,654,694
Foreign currency translation reserve		(30,262)	(13,941)
Retained earnings		35,669,774	37,410,634
Total equity		<u>68,596,752</u>	<u>69,514,387</u>
Liabilities			
Non-current liabilities			
Borrowings	12	9,288,487	3,240,649
Lease liabilities	3	712,905	-
Employees' end of service benefits	13	1,567,228	1,446,693
		<u>11,568,620</u>	<u>4,687,342</u>
Current liabilities			
Trade and other payables	14	6,870,800	18,771,838
Borrowings	12	6,127,421	2,892,324
Lease liabilities	3	26,134	-
		<u>13,024,355</u>	<u>21,664,162</u>
Total liabilities		<u>24,592,975</u>	<u>26,351,504</u>
Total equity and liabilities		<u>93,189,727</u>	<u>95,865,891</u>



Jassim Mustafa Boodai
Vice Chairman and CEO

The accompanying notes set out on pages 11 to 41 form an integral part of these consolidated financial statements.

Integrated Holding Company K.S.C.P. and its Subsidiaries
State of Kuwait

Consolidated statement of income

(All amounts in Kuwaiti Dinars unless otherwise stated)

	Note	Year ended 31 December	
		2019	2018
Revenue from contracts with customers	15	29,594,584	41,961,348
Cost of providing services	16	(18,073,421)	(21,588,504)
Cost of sale of equipment		-	(218,182)
Cost of goods sold		(63,584)	(71,678)
Gross profit		11,457,579	20,082,984
General and administrative expenses	17	(2,595,129)	(3,887,419)
Net impairment loss on financial assets	4.1 (b)	(2,093,256)	(585,564)
Foreign exchange gain, net		332,492	819,281
Other income	18	1,817,851	1,751,918
Operating profit		8,919,537	18,181,200
Finance costs		(524,076)	(347,110)
Profit before directors' remuneration, contribution to Kuwait			
Foundation for Advancement of Sciences (KFAS), National			
Labour Support Tax (NLST) and Zakat		8,395,461	17,834,090
Directors' remuneration		(60,000)	(60,000)
KFAS		(75,557)	(160,520)
NLST		(258,013)	(191,241)
Zakat		(103,205)	(186,712)
Profit for the year		7,898,686	17,235,617
Attributable to:			
Shareholders of the Parent Company		7,898,686	17,235,617
Profit for the year		7,898,686	17,235,617
Earnings per share (Basic and diluted) (fils)	19	35.90	78.34

The accompanying notes set out on pages 11 to 41 form an integral part of these consolidated financial statements.



INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF INTEGRATED HOLDING COMPANY K.S.C.P.

Report on the audit of the consolidated financial statements

Our opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Integrated Holding Company K.S.C.P. ("the Parent Company") and its subsidiaries (together referred to as "the Group") as at 31 December 2019, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards.

What we have audited

The Group's consolidated financial statements comprise:

- the consolidated statement of financial position as at 31 December 2019;
- the consolidated statement of income for the year then ended;
- the consolidated statement of comprehensive income for the year then ended;
- the consolidated statement of changes in equity for the year then ended;
- the consolidated statement of cash flows for the year then ended; and
- the notes to the consolidated financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the ethical requirements that are relevant to our audit of the consolidated financial statements in the State of Kuwait. We have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.



**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF INTEGRATED HOLDING COMPANY K.S.C.P.
(Continued)**

Report on the audit of the consolidated financial statements (Continued)

Key Audit Matter	<ul style="list-style-type: none"> Expected credit losses (ECL) for trade receivables
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Our audit approach

Overview

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the consolidated financial statements. In particular, we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

We tailored the scope of our audit in order to perform sufficient work to enable us to provide an opinion on the consolidated financial statements as a whole, taking into account the structure of the Group, the accounting processes and controls, and the industry in which the Group operates.

Key Audit Matters

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

Key audit matter	How our audit addressed the Key audit matter
<p>Expected credit losses (ECL) for trade receivables</p> <p>As at 31 December 2019, the Group has trade receivables amounted to KD 16,058,366 representing 17% of total assets.</p> <p>The Group has applied the simplified approach in IFRS 9 "Financial Instruments" to measure ECL for trade receivables, which allows for lifetime expected credit losses to be recognised from initial recognition of the receivables. The Group determines the expected credit losses on trade receivables by using a provision matrix that is based on historical credit loss experience, adjusted for forward looking factors specific to the debtors and the economic environment. Trade receivables have been grouped based on shared credit risk characteristics and days past due.</p> <p>Due to the significance of trade receivables and the complexity involved in the ECL calculation, this was considered as a key audit matter.</p> <p>Refer to Note 8 and 4.1 (b) to the consolidated financial statements for the related disclosures.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> Assessing the appropriateness of the Expected Credit Loss (ECL) model prepared by management. Assessing management judgements and assumptions including the following: <ul style="list-style-type: none"> Computation of roll rate percentages Computation of default rate percentages Determining average default rates Final ECL provision using loss rates Evaluating the adequacy of the disclosures in Notes 8 and 4.1 (b) to the consolidated financial statements.



**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF INTEGRATED HOLDING COMPANY K.S.C.P.
(Continued)**

Report on the audit of the consolidated financial statements (Continued)

Other information

The directors are responsible for the other information. The other information comprises the report of the Board of Directors (but does not include the consolidated financial statements and our auditor's report thereon), which we obtained prior to the date of this auditor's report.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the consolidated financial statements

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

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

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

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



**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF INTEGRATED HOLDING COMPANY K.S.C.P.
(Continued)**

Report on the audit of the consolidated financial statements (Continued)

Auditor's responsibilities for the audit of the consolidated financial statements (Continued)

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

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF INTEGRATED HOLDING COMPANY K.S.C.P.
(Continued)**

Report on the audit of the consolidated financial statements (Continued)

Auditor's responsibilities for the audit of the consolidated financial statements (Continued)

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

Report on other legal and regulatory requirements

Furthermore, in our opinion, proper books of accounts have been kept by the Parent Company and the consolidated financial statements, together with the contents of the report of the Board of Directors relating to these consolidated financial statements, are in accordance therewith. We further report that we obtained all the information and explanations that we required for the purpose of our audit and that the consolidated financial statements incorporate all information that is required by the Companies Law no. 1 of 2016, its executive bylaws and by the Parent Company's articles of association, that an inventory count was duly carried out and that, to the best of our knowledge and belief, no violations of the Companies Law no. 1 of 2016, its executive bylaws nor of the Parent Company's articles of association have occurred during the year ended 31 December 2019 that might have had a material effect on the business of the Group or on its consolidated financial position.

A handwritten signature in blue ink, appearing to read 'Khalid Ebrahim Al-Shatti'.

Khalid Ebrahim Al-Shatti
Licence No. 175 A
PricewaterhouseCoopers
(Al-Shatti & Co.)

23 March 2020
Kuwait