

**WARBA INSURANCE COMPANY - K.S.C.  
AND ITS SUBSIDIARY  
STATE OF KUWAIT**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE THREE MONTHS ENDED MARCH 31, 2014  
(UNAUDITED)**

**WITH  
REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

WARBA INSURANCE COMPANY - K.S.C.  
AND ITS SUBSIDIARY  
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE THREE MONTHS ENDED MARCH 31, 2014  
(UNAUDITED)  
WITH  
REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

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### Report on Review of Interim condensed consolidated financial information

The Board of Directors  
Warba Insurance Company – K.S.C.  
State of Kuwait

#### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Warba Insurance Company – K.S.C. (the Parent Company) and its subsidiary (the Group) as of March 31, 2014 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three months period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this interim condensed consolidated financial information.

#### Scope of Review

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

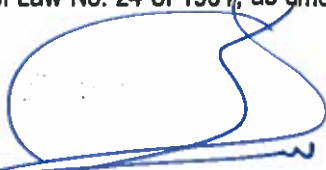
#### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34.


#### Report on other Legal and Regulatory Requirements

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 Companies Law No. 25 of 2012, its amendments and executive regulations or of the Articles of Association or Memorandum of association of the Parent Company have occurred during the financial period ended March 31, 2014 that might have had a material effect on 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 violation of the provisions of Law No. 24 of 1961, as amended, concerning Insurance Companies and Insurance Agents and its related regulations.



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Licence No. 62A  
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Al-Wazzan & Co.



Dr. Shuaib A. Shuaib  
Licence No. 33-A  
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**WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS OF MARCH 31, 2014**  
 (All amounts are in Kuwaiti Dinars)

	Note	March 31, 2014	December 31, 2013 (Audited)	March 31, 2013
<b>ASSETS</b>				
Cash and cash equivalents		3,344,526	4,034,461	2,238,175
Fixed deposits	3	5,672,000	6,672,000	4,379,000
Investments at fair value through income statement		2,457,748	2,157,600	2,189,429
Insurance and reinsurance receivable		16,910,854	18,327,971	17,791,914
Other receivables	4	5,639,949	2,839,222	5,909,089
Loan secured by life insurance policies		24,088	20,010	17,564
Investments available for sale	5	19,004,034	18,888,479	18,755,332
Investment in associate		2,929,472	2,856,293	3,751,806
Investment properties		4,200,000	4,200,000	4,340,000
Reinsurance share in reserve for outstanding claims		14,818,601	16,539,611	28,144,654
Goodwill		62,240	62,240	62,240
Property and equipment	6	8,552,021	8,632,161	8,572,223
<b>Total assets</b>		<b>83,615,533</b>	<b>85,230,048</b>	<b>96,151,426</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Liabilities:</b>				
Insurance contract liabilities	7	22,412,406	23,525,537	33,896,609
Accounts payable		3,107,241	3,537,770	3,943,104
Insurance and reinsurance payables		5,228,536	7,617,116	6,329,810
Other payables		3,865,799	3,977,855	3,470,234
<b>Total liabilities</b>		<b>34,613,982</b>	<b>38,658,278</b>	<b>47,639,757</b>
<b>Equity:</b>				
Share capital	8	17,278,874	17,278,874	17,278,874
Treasury shares	9	(1,255,986)	(1,255,986)	(40,586)
Treasury shares reserve		164,760	164,760	164,760
Statutory reserve		8,781,109	8,781,109	8,781,109
Voluntary reserve		9,049,254	9,049,254	8,930,389
General reserve		4,000,000	4,000,000	4,000,000
Cumulative changes in fair value		5,811,983	5,696,428	5,332,992
Share of other comprehensive income of associate		40,070	21,101	15,239
Retained earnings		4,900,889	2,625,787	3,854,884
Equity attributable to shareholders of the Parent				
Company		48,770,953	46,361,327	48,317,661
Non-controlling interest		230,598	210,443	194,008
<b>Total equity</b>		<b>49,001,551</b>	<b>46,571,770</b>	<b>48,511,669</b>
<b>Total equity and liabilities</b>		<b>83,615,533</b>	<b>85,230,048</b>	<b>96,151,426</b>

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information

Anwar Jawad Bu-Khamseen  
Chairman

Sheikh Mohammed Jarah Sabah Al-Sabah  
Vice Chairman

WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY  
INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)  
FOR THE THREE MONTHS ENDED MARCH 31, 2014  
(All amounts are in Kuwaiti Dinars)

	Note	Three months ended March 31,	
		2014	2013
<b>Revenue:</b>			
Premiums written		9,997,726	8,758,204
Reinsurance share		(4,767,216)	(4,560,291)
Net premiums written		5,230,510	4,197,913
Movement in reserve for unexpired risks		(255,568)	(248,919)
Movement in reserve for life insurance fund		258,435	260,324
Net premiums earned		5,233,377	4,209,318
Net commissions		(357,810)	(213,106)
Issuance fees		53,305	42,592
Net investment income from life insurance	10	3,806	4,798
	12	4,932,678	4,043,602
<b>Expenses:</b>			
Net claims incurred		(2,389,466)	(2,077,734)
General and administrative expenses		(1,027,175)	(1,035,951)
		(3,416,641)	(3,113,685)
Net underwriting income	12	1,516,037	929,917
Net investment income from non-life insurance	10	884,425	456,090
Insurance services income		205,291	176,730
Other income		7,102	73,333
		2,612,855	1,636,070
<b>Other expenses:</b>			
Insurance services expense		(160,805)	(137,317)
Unallocated general and administrative expenses		(69,417)	(80,035)
		(230,222)	(217,352)
Profit for the period from continued operation		2,382,633	1,418,718
<b>Discontinued operations:</b>			
Profit for the period from discontinued operation	11	-	30,757
Net profit for the period before Contribution to Kuwait Foundation for the Advancement of Science (KFAS), National Labor Support Tax and Zakat		2,382,633	1,449,475
Contribution to KFAS		(23,083)	(14,009)
National Labor Support Tax		(46,311)	(24,986)
Zakat		(17,982)	(9,686)
Net profit for the period		2,295,257	1,400,794
<b>Attributable to:</b>			
Shareholders of the parent company		2,275,102	1,382,936
Non-controlling interest		20,155	17,858
		2,295,257	1,400,794
Earnings per share from continuing operations (fiis)	13	14.02	7.84
Earnings per share from discontinued operations (fiis)	13	-	0.18

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information

WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY  
 INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
 FOR THE THREE MONTHS ENDED MARCH 31, 2014  
 (All amounts are in Kuwaiti Dinars)

	Note	Three months ended March 31,	
		2014	2013
Net profit for the period		2,295,257	1,400,794
Other comprehensive income:			
Change in fair value of investment available for sale	5	115,555	(479,851)
Share of other comprehensive income of associate		18,969	(12,501)
Other comprehensive income (loss) for the period		134,524	(492,352)
Total comprehensive income for the period		<u>2,429,781</u>	<u>908,442</u>
Attributable to:			
Shareholders of the Parent Company		2,409,626	890,584
Non-controlling interests		20,155	17,858
		<u>2,429,781</u>	<u>908,442</u>

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information

**WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2014**  
 (All amounts are in Kuwaiti Dinars)

	Equity attributable to shareholders of the Parent Company											
	Share capital	Treasury shares	Treasury shares reserve	Statutory reserve	Voluntary reserve	General reserve	Cumulative changes in fair value	Share of other comprehensive income of associate	Retained earnings	Total	Non-controlling interest	Total equity
Balance at December 31, 2013	17,278,874	(1,255,986)	164,760	8,781,109	9,049,254	4,000,000	5,696,428	21,101	2,625,787	46,361,327	210,443	46,571,770
Total comprehensive income for the period	-	-	-	-	-	-	115,555	18,969	2,275,102	2,409,626	20,155	2,429,781
Balance at March 31, 2014	17,278,874	(1,255,986)	164,760	8,781,109	9,049,254	4,000,000	5,811,983	40,070	4,900,889	48,770,953	230,598	49,001,551
Balance at December 31, 2012	17,278,874	(40,586)	164,760	8,781,109	8,930,389	4,000,000	5,812,843	27,740	2,471,948	47,427,077	176,150	47,603,227
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(479,851)	(12,501)	1,382,936	890,584	17,858	908,442
Balance at March 31, 2013	17,278,874	(40,586)	164,760	8,781,109	8,930,389	4,000,000	5,332,992	15,239	3,854,884	48,317,661	194,008	48,511,669

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information

**WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE THREE MONTHS ENDED MARCH 31, 2014**  
(All amounts are in Kuwaiti Dinars)

	Three months ended March 31,	
	2014	2013
<b>Cash flows from operating activities</b>		
Net profit for the period before Contribution to KFAS, National Labor Support Tax and Zakat	2,382,633	1,449,475
Adjustments:		
Net investment income	(888,231)	(491,645)
Depreciation	122,562	102,103
	<u>1,616,964</u>	<u>1,059,933</u>
Changes in operating assets and liabilities:		
Insurance and reinsurance receivable and other receivables	(1,410,384)	620,295
Net movement of insurance and reinsurance companies	(667,570)	(3,882,507)
Insurance contract liabilities	(1,113,131)	1,213,302
Accounts payable and other payables	(627,147)	113,415
Net cash used in operating activities	<u>(2,201,268)</u>	<u>(875,562)</u>
<b>Cash flows from investing activities</b>		
Net movement of fixed deposits	1,000,000	-
Interest income received	51,726	26,279
Proceeds from sale of investments available for sale	-	284,976
Cash dividends received	502,743	485,962
Rental income received	2,100	2,195
Paid for purchase of property and equipment	(42,422)	(10,171)
Net cash generated from investing activities	<u>1,514,147</u>	<u>789,241</u>
<b>Cash flows from financing activities</b>		
Dividends paid to shareholders	(2,814)	(21,924)
Net cash used in financing activities	<u>(2,814)</u>	<u>(21,924)</u>
Net decrease in cash and cash equivalents	(689,935)	(108,245)
Cash and cash equivalents at beginning of the period	4,034,461	2,346,420
Cash and cash equivalents at end of the period	<u>3,344,526</u>	<u>2,238,175</u>

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information



**WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY**  
**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)**  
**MARCH 31, 2014**  
(All amounts are in Kuwaiti Dinars)

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1. Incorporation and objectives of the Parent Company

Warba Insurance Company was incorporated as a Public Kuwaiti Shareholding Company in State of Kuwait in accordance with the Amiri Decree of October 24, 1976.

The interim condensed consolidated financial information incorporate the interim financial information of Warba Insurance Company – K.S.C and its subsidiary WAPMED TPA Services Company – K.S.C (Closed) – State of Kuwait with and equity interest of 54.57% (December 31, 2013 – 54.57%, March 31, 2013 – 54.57%).

The Parent Company is listed in Kuwait Stock Exchange.

The objects of the Parent Company and its subsidiary (together, the Group) are to underwrite life and non- life insurance risks such as fire, general accidents, marine and aviation and others; lend funds which resulted from issuance of insurance policies and to invest in permitted securities.

The Companies Law was issued on November 26, 2012 by the Decree No. 25 of 2012 (the "Companies Law"), and had cancelled the Commercial Companies Law No. 15 of 1960. The Companies Law was subsequently amended by the Law No. 97 of 2013 dated March 27, 2013. The Executive Charter of the new amended law was issued on September 29, 2013 and was published in the Official Gazette on October 6, 2013. As stated in article No. (3) of the Executive Charter, all companies have a grace period of one year from the Executive Charter's publication date to comply with the new amended law requirements

The address of the Parent Company registered office is P.O. Box 24282 Safat, 13103 - State of Kuwait.

The interim condensed consolidated financial information has been approved for issue by the Parent Company's Board of Directors on May 13, 2014.

2. Basis of presentation

The interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. 34 "Interim Financial Reporting." The accounting policies used in the preparation of the interim condensed consolidated financial information for the period are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2013, except for implementation of the following international financial reporting standards effective January 1, 2014.

Amendments to IAS 32 offsetting financial assets and financial liabilities

The amendments to IAS 32 clarify the meaning of "currently has a legally enforceable right of set off" and "simultaneous realization and settlement". These are effective for annual periods beginning on or after January 1, 2014.

Amendments to IFRS 10, IFRS 12 Investment Entities.

The amendments to IFRS 10 define an investment entity and require a reporting entity that meets the definition of investment entity not to consolidate its subsidiaries but instead to measure its subsidiaries at fair value through income statement in its consolidated financial statements. The amendments are effective for annual periods beginning on or after January 1, 2014.

These amendments are not expected to have any impact on the interim condensed consolidated financial information.

**WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY**  
**NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)**

**MARCH 31, 2014**

(All amounts are in Kuwaiti Dinars)

The interim condensed consolidated financial information does not include all of the information and footnotes 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. Operating results for the period ended March 31, 2014 are not necessarily indicative of the results that may be expected for the year ending December 31, 2014. For further information, refer to the consolidated financial statements and notes thereto for the year ended December 31, 2013.

**3. Fixed deposits**

Fixed deposits represent deposits with banks whose maturity period exceeds three months from date of deposit.

Fixed deposits include an amount of KD 2,919,000 held in State of Kuwait under lien to the Ministry of Commerce and Industry in accordance with insurance regulations of State of Kuwait (December 31, 2013 – KD 2,919,000) (March 31, 2013 - KD 2,919,000)

The average interest rate on fixed deposits was 1.5% per annum (December 31, 2013 – 1.5%, March 31, 2013 – 1.7%)

**4. Other receivables**

This item include amount of KD 1,980,000 paid in advance during the current financial period for an investment in Under Establishment Company by 33% from this company's share capital.

**5. Investments available for sale**

The movement during the period / year is as follows:

	March 31, 2014	December 31, 2013 (Audited)	March 31, 2013
Balance at the beginning of the period / year	18,888,479	19,567,759	19,567,759
Additions	-	58,074	-
Disposals	-	(570,166)	(284,976)
Impairment loss (Note 10)	-	(50,773)	(47,600)
Changes in fair value	115,555	(116,415)	(479,851)
Balance at the end of the period / year	19,004,034	18,888,479	18,755,332

Quoted securities amounting to KD 2,655,000 as of (December 31, 2013 – KD 2,610,000, March 31, 2013 KD 2,475,000) which are under lien to the Ministry of Commerce and Industry.

It was not possible to reliably measure the fair value of unquoted securities amounting to KD 4,561,055 (December 31, 2013 – KD 4,561,055, March 31, 2013 – KD 4,226,848) due to non-availability of a reliable method that could be used to determine the fair value of such investments. Accordingly, they were stated at their cost less impairment losses.

**6. Property and equipment**

The Group's headquarters building and related land are under lien to the Ministry of Commerce and Industry for an amount of KD 2,955,780 (December 31, 2013 – KD 2,955,780, March 31, 2013 – KD 2,955,780) in accordance with insurance regulations in Kuwait

WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY  
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)  
 MARCH 31, 2014  
 (All amounts are in Kuwaiti Dinars)

7. Insurance contract liabilities

	March 31, 2014	December 31, 2013 (Audited)	March 31, 2013
Reserve for outstanding claims	18,014,820	19,125,085	30,111,519
Reserve for unexpired risks	3,568,359	3,312,790	3,219,798
Reserve for life insurance fund	829,227	1,087,662	565,292
	<u>22,412,406</u>	<u>23,525,537</u>	<u>33,896,609</u>

8. Share capital

The authorized, issued and paid-up capital is 172,788,740 shares (December 31, 2013 – 172,788,740 shares, March 31, 2013 – 172, 788,740 shares) of 100 fils each and all shares are in cash.

9. Treasury shares

	March 31, 2014	December 31, 2013 (Audited)	March 31, 2013
Number of treasury shares	10,515,470	10,515,470	215,470
Percentage to issued shares (%)	6.08%	6.08%	0.12%
Market value (KD)	1,135,671	1,198,764	24,995
Cost (KD)	1,255,986	1,255,986	40,586

10. Net investment income

	Three months ended March 31,	
	2014	2013
Interest income	39,157	18,706
Changes in fair value of investments at fair value through income statement	300,148	(29,625)
Impairment loss of investments available for sale (Note 5)	-	(47,600)
Cash dividends	502,743	485,962
Share of result from an associate	54,210	-
Rental income	2,100	2,100
Foreign currency exchange	(10,127)	31,345
	<u>888,231</u>	<u>460,888</u>

The classification of net investment income is as follows:

	Three months ended March 31,	
	2014	2013
Net investment income for life insurance	3,806	4,798
Net investment income for Non-life insurance	884,425	456,090
	<u>888,231</u>	<u>460,888</u>

11. Profit for the period from discontinued operation

Profit for the period from discontinued operations represented in the Parent Company's share of the results from Ritaj Takaful Insurance Company – K.S.C. (Closed) (associate) for the period from January 1, 2013 to March 31, 2013, as the Parent Company sold 33.6% of its investment in that company to a related party in August 31, 2013. Accordingly, the Parent Company's share of results for the prior periods to that date has been classified as a discontinued operation.

WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY  
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)  
 MARCH 31, 2014  
 (All amounts are in Kuwaiti Dinars)

12. Segment results

A. Three months ended March 31, 2014:

	Marine & aviation	Fire	General accidents	Life & Medical	Total
Revenue	169,726	254,060	2,382,577	2,126,315	4,932,678
Net underwriting income	97,842	152,352	548,934	716,909	1,516,037

B. Three months ended March 31, 2013 :

	Marine & aviation	Fire	General accidents	Life & Medical	Total
Revenue	221,701	134,593	2,023,661	1,663,647	4,043,602
Net underwriting income	74,693	(92,912)	54,311	893,825	929,917

13. Earnings per share

The information necessary to calculate the earnings per share based on the weighted average number of shares outstanding during the period is as follows:

	Three months ended March 31,	
	2014	2013
Net profit for the period from continuing operation attributable to the Parent Company's shareholders	2,275,102	1,352,179
Net profit for the period from discontinued operation attributable to the Parent Company's shareholders	-	30,757
Weighted average number of outstanding shares	162,273,270	172,573,270
Earnings per share from continuing operations (fils)	14.02	7.84
Earnings per share from discontinued operations (fils)	-	0.18

14. Dividends

The General Assembly meeting of shareholders held on April 28, 2014, approved the consolidated financial statements and cash dividend of 7 fils per share for the year ended December 31, 2013 (2012 - 5 fils per share) to all the registered shareholders as of the date of the meeting

15. Related parties disclosures

The Group has entered into various transactions with related parties, shareholders, key management personnel, associates and other related parties in the normal course of its business concerning financing and other related services. Prices and terms of payment are approved by the Group's management. Significant related party transactions and balances are as follows:

WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY  
 NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)  
 MARCH 31, 2014  
 (All amounts are in Kuwaiti Dinars)

A. Interim condensed consolidated statement of financial position

	March 31, 2014	December 31, 2013 (Audited)	March 31, 2013
<u>Insurance activities</u>			
Insurance services receivable	1,279,439	1,157,262	917,566
Insurance services payable	114,409	80,583	79,371
<u>Investment activities</u>			
Investments at fair value through income statement	180,203	175,341	185,451
Investments available for sale	10,603,590	10,410,077	9,761,050
Fixed deposits and bank balances	7,339,735	7,482,711	4,774,065
<u>Other activities</u>			
Current account	500,000	500,000	3,961,534

B. Interim condensed consolidated statement of income

	Three months ended March 31,	
	2014	2013
Premiums written	112,956	255,141

C. Compensation to key management personnel

	Three months ended March 31,	
	2014	2013
Short term employee benefits	28,027	53,328
Post employment benefits	1,706	6,499
	29,733	59,827

16. Capital commitments and contingent liabilities

	March 31, 2014	December 31, 2013 (Audited)	March 31, 2013
Letter of guarantee for others	61,511	1,512	5,495
Capital commitments	510,630	472,348	98,632

17. Financial Risk Management

Fair value measurement:

The Group measures financial assets such as investments available for sale investments and non – financial assets such as investment properties at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability.
- In the absence of a principal market, in the most advantageous market for the asset or liability.

**WARBA INSURANCE COMPANY - K.S.C. AND ITS SUBSIDIARY**  
**NOTES TO INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)**

**MARCH 31, 2014**

(All amounts are in Kuwaiti Dinars)

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

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

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

The following table presents the Group's assets and liabilities that are measured at fair value

<b>March 31, 2014</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
Investments at fair value through income statement	2,457,748	-	2,457,748
Investments available for sale:			
Quoted shares	14,270,368	-	14,270,368
Investment portfolio	-	172,612	172,612
Total investments available for sale	14,270,368	172,612	14,442,980
	16,728,116	172,612	16,900,728
<b>December 31, 2013</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
Investments at fair value through income statement	2,157,600	-	2,157,600
Investments available for sale:			
Quoted shares	14,222,728	-	14,222,728
Investment portfolio	-	104,696	104,696
Total investments available for sale	14,222,728	104,696	14,327,424
	16,380,328	104,696	16,485,024
<b>March 31, 2013</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
Investments at fair value through income statement	2,189,429	-	2,189,429
Investments available for sale:			
Quoted shares	14,434,566	-	14,434,566
Investment portfolio	-	93,918	93,918
Total investments available for sale	14,434,566	93,918	14,528,484
	16,623,995	93,918	16,717,913