

**ALAFCO AVIATION LEASE AND FINANCE
COMPANY K.S.C. (CLOSED)**

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

31 DECEMBER 2012

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF ALAFCO AVIATION LEASE AND FINANCE COMPANY K.S.C. (CLOSED)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of ALAFCO Aviation Lease and Finance Company K.S.C. (Closed) (the "parent company") and its subsidiaries (together, the "group") as at 31 December 2012, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three months period then ended. The management of the parent company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard IAS 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

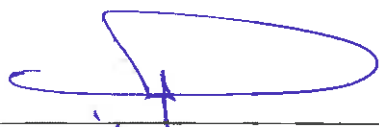
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons 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 accordance with International Accounting Standard 34.

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, we have not become aware of any violations of the Commercial Companies Law No 25 of 2012, or of the articles of association of the parent company during the period ended 31 December 2012 that might have had a material effect on the business of the parent company or on its financial position.



WALEED A. AL OSAIMI
LICENCE NO. 68 A
ERNST & YOUNG
AL AIBAN, AL OSAIMI & PARTNERS



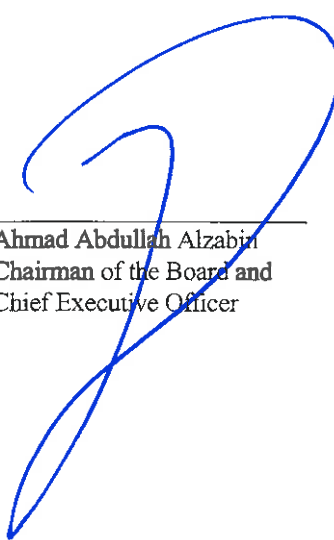
DR. SAUD AL-HUMAIDI
LICENSE NO. 51 A
DR. SAUD AL-HUMAIDI & PARTNERS
MEMBER OF BAKER TILLY
INTERNATIONAL

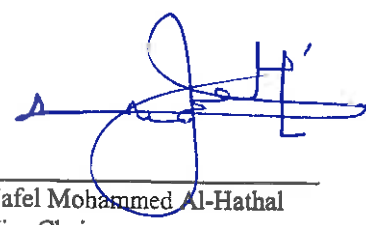
ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

At 31 December 2012

		<i>(Audited)</i>	
	<i>31 December</i>	<i>30 September</i>	<i>31 December</i>
	<i>2012</i>	<i>2012</i>	<i>2011</i>
<i>Notes</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
ASSETS			
Aircraft, engines and equipment	4	502,151,560	508,426,577
Capital advances	5	20,746,538	16,436,729
Receivables	9	20,237,328	10,302,327
Cash and balances with financial institutions and short term murabahas	6	41,410,562	43,875,451
TOTAL ASSETS		584,545,988	579,041,084
EQUITY AND LIABILITIES			
EQUITY			
Share capital	7	77,977,157	77,977,157
Share premium		1,162,500	1,162,500
Statutory reserve		13,536,119	13,536,119
Foreign currency translation reserve		(1,014,138)	(1,097,628)
Retained earnings		82,732,502	71,584,071
Total equity		174,394,140	163,162,219
LIABILITIES			
Due to financial institutions	8	344,381,739	353,173,068
Security deposits		14,782,015	14,658,300
Maintenance reserve		44,345,809	40,072,161
Other liabilities		6,642,285	7,975,336
Total liabilities		410,151,848	415,878,865
TOTAL EQUITY AND LIABILITIES		584,545,988	579,041,084


 Ahmad Abdullah Alzabin
 Chairman of the Board and
 Chief Executive Officer


 Nafel Mohammed Al-Hathal
 Vice Chairman

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(UNAUDITED)

For the period ended 31 December 2012

	Notes	Three months ended	
		31 December	
		2012	2011
		KD	KD
Operating lease income		14,120,794	12,966,105
Consultancy and service income		43,361	81,398
Murabaha income		249,802	215,005
Gain on cancellation of aircraft purchase agreements	9	7,119,167	13,286,441
Other income		372,799	3,011
Staff costs		(405,021)	(395,619)
Depreciation	4	(6,732,583)	(6,919,029)
Other operating expenses		(231,929)	(669,469)
Finance costs		(2,874,852)	(2,978,798)
PROFIT BEFORE CONTRIBUTION TO KUWAIT FOUNDATION FOR THE ADVANCEMENT OF SCIENCES (KFAS), NATIONAL LABOUR SUPPORT TAX (NLST) AND ZAKAT		11,661,538	15,589,045
Contribution to KFAS		(104,954)	(140,301)
NLST		(291,538)	(389,726)
Zakat		(116,615)	(155,891)
PROFIT FOR THE PERIOD		11,148,431	14,903,127
Basic and diluted earnings per share	3	14.30 Fils	19.11 Fils

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 December 2012

	<i>Three months ended</i>	
	<i>31 December</i>	
	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>
Profit for the period	11,148,431	14,903,127
Other comprehensive income:		
Foreign currency translation adjustment	83,490	1,652,093
Other comprehensive income for the period	83,490	1,652,093
Total comprehensive income for the period	11,231,921	16,555,220

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 December 2012

	Share capital KD	Share premium KD	Statutory reserve KD	Foreign currency translation reserve KD	Retained earnings KD	Total KD
Balance at 1 October 2012	77,977,157	1,162,500	13,536,119	(1,097,628)	71,584,071	163,162,219
Profit for the period	-	-	-	-	11,148,431	11,148,431
Other comprehensive income for the period	-	-	-	83,490	-	83,490
Total comprehensive income for the period				83,490	11,148,431	11,231,921
Balance at 31 December 2012	77,977,157	1,162,500	13,536,119	(1,014,138)	82,732,502	174,394,140
Balance at 1 October 2011	77,977,157	1,162,500	10,838,604	(4,094,848)	56,441,048	142,324,461
Profit for the period	-	-	-	-	14,903,127	14,903,127
Other comprehensive income for the period	-	-	-	1,652,093	-	1,652,093
Total comprehensive income for the period				1,652,093	14,903,127	16,555,220
Dividend (Note 7)	-	-	-	-	(7,797,716)	(7,797,716)
Balance at 31 December 2011	77,977,157	1,162,500	10,838,604	(2,442,755)	63,546,459	151,081,965

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the period ended 31 December 2012

	Notes	<i>Three months ended 31 December</i>	
		<i>2012</i>	<i>2011</i>
		<i>KD</i>	<i>KD</i>
OPERATING ACTIVITIES			
Profit for the period		11,148,431	14,903,127
Adjustments for:			
Depreciation	4	6,732,583	6,919,029
Murabaha income		(249,802)	(215,005)
Finance costs		2,874,852	2,978,798
		<u>20,506,064</u>	<u>24,585,949</u>
Changes in operating assets and liabilities:			
Receivables		(7,736,662)	(724,812)
Payables		(1,148,033)	(2,330,452)
Maintenance reserve		4,252,269	3,698,026
		<u>15,873,638</u>	<u>25,228,711</u>
Cash from operations		15,873,638	25,228,711
Finance cost payments		(3,131,076)	(3,091,111)
		<u>12,742,562</u>	<u>22,137,600</u>
INVESTING ACTIVITIES			
Purchase of aircraft, engines and equipment	4	(1,306)	(311)
Capital advances for purchase of aircraft and engines	5	(6,498,030)	(5,601,882)
Refund of capital advances on cancellation of aircraft purchase agreements	5	-	3,248,646
Murabaha income received		253,950	204,726
Blocked bank account movement		43	324,454
		<u>(6,245,343)</u>	<u>(1,824,367)</u>
Net cash used in investing activities		(6,245,343)	(1,824,367)
FINANCING ACTIVITIES			
Financing facilities repaid		(8,979,755)	(11,587,307)
Dividend paid	7	-	(7,797,716)
		<u>(8,979,755)</u>	<u>(19,385,023)</u>
Net cash used in financing activities		(8,979,755)	(19,385,023)
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS			
Foreign currency translation adjustment		(2,482,536)	928,210
Cash and cash equivalents at 1 October		17,209	485,009
		<u>42,973,830</u>	<u>31,659,313</u>
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	6	<u>40,508,503</u>	<u>33,072,532</u>

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 December 2012

1 INCORPORATION AND PRINCIPAL ACTIVITIES

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed) (ALAFCO) (the "parent company") is a closed shareholding company registered and incorporated in Kuwait on 10 May 2000 under the Commercial Companies Law No. 15 of 1960 and amendments thereto. The parent company is engaged in the business of aircraft leasing and providing of management, marketing and consultancy services to aviation related businesses in line with the Islamic Sharia'a principles. The parent company is a subsidiary of Kuwait Finance House K.S.C. (the "ultimate parent company") and its registered head office is at Kuwait Chamber of Commerce and Industry Building Annexe, Third Floor, Shuhada Street, Al-Mirqab, Kuwait.

The shares of the parent company and the ultimate parent company are listed on the Kuwait Stock Exchange.

The interim condensed consolidated financial information includes transactions and balances of the parent company and wholly owned Special Purpose Companies ("SPC") (its subsidiaries), together referred to as "the group". All the transactions of SPC's are entered on behalf of ALAFCO and are guaranteed by ALAFCO.

The interim condensed consolidated financial information of the group for the three months period ended 31 December 2012 was authorised for issue in accordance with a resolution of the board of directors on 16 January 2013.

The annual consolidated financial statements of the group for the year ended 30 September 2012 are scheduled for approval by the shareholders of the parent company in the Annual General Assembly meeting scheduled on 17 January 2013.

2 BASIS OF PREPARATION

The interim condensed consolidated financial information of the group is prepared in accordance with International Accounting Standard 34, Interim Financial Reporting.

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. For more details, please refer to audited financial statements for the year ended 30 September 2012. In addition, results for the three months period ended 31 December 2012 are not necessarily indicative of the results that may be expected for the financial year ending 30 September 2013.

The functional currency of the group is US dollars. The interim condensed consolidated financial information has been presented in Kuwaiti Dinars.

The accounting policies used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the consolidated financial statements for the year ended 30 September 2012.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 December 2012

3 EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing profit for the period by the weighted average number of ordinary shares outstanding during the period as follows:

	<i>Three months ended</i>	
	<i>31 December</i>	
	<i>2012</i>	<i>2011</i>
Profit for the period (KD)	11,148,431	14,903,127
Weighted average number of ordinary shares	779,771,570	779,771,570
Basic and diluted earnings per share	<u>14.30 Fils</u>	<u>19.11 Fils</u>

4 AIRCRAFT, ENGINES AND EQUIPMENT

	<i>Aircraft and engines KD</i>	<i>Furniture and fixtures KD</i>	<i>Office equipment KD</i>	<i>Total KD</i>
Cost				
At 1 October 2012	635,136,964	212,876	60,547	635,410,387
Additions	182,845	-	1,306	184,151
Foreign currency adjustment	338,889	114	32	339,035
At 31 December 2012	<u>635,658,698</u>	<u>212,990</u>	<u>61,885</u>	<u>635,933,573</u>
Depreciation				
At 1 October 2012	126,839,932	94,873	49,005	126,983,810
Depreciation charge for the period	6,720,658	10,137	1,788	6,732,583
Foreign currency adjustment	65,547	45	28	65,620
At 31 December 2012	<u>133,626,137</u>	<u>105,055</u>	<u>50,821</u>	<u>133,782,013</u>
Net carrying amount				
At 31 December 2012	<u>502,032,561</u>	<u>107,935</u>	<u>11,064</u>	<u>502,151,560</u>
At 30 September 2012	<u>508,297,032</u>	<u>118,003</u>	<u>11,542</u>	<u>508,426,577</u>
At 31 December 2011	<u>530,926,771</u>	<u>147,102</u>	<u>15,825</u>	<u>531,089,698</u>

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 December 2012

4 AIRCRAFT, ENGINES AND EQUIPMENT (continued)

Aircraft with carrying value of KD 461,207,332 (30 September 2012: KD 466,610,993, 31 December 2011: KD 497,147,753) are under finance lease arrangements and are mortgaged against the financing facilities and registered in the name of the lenders (Note 8).

5 CAPITAL ADVANCES

	<i>31 December</i> <i>2012</i> <i>KD</i>	<i>(Audited)</i> <i>30 September</i> <i>2012</i> <i>KD</i>	<i>31 December</i> <i>2011</i> <i>KD</i>
At 1 October	16,436,729	15,445,984	15,445,984
Additions	6,498,030	6,170,455	5,601,882
Capital advances refunded on cancellation of aircraft purchase agreements	-	(3,227,140)	(3,248,646)
Capital advances refundable on cancellation of aircraft purchase agreements (Note 9)	(2,196,990)	(2,266,479)	-
Foreign currency adjustment	8,769	313,909	170,968
	<u>20,746,538</u>	<u>16,436,729</u>	<u>17,970,188</u>

Capital advances represent progress payments made towards the purchase of aircraft and engines. The commitments in this respect are disclosed in Note 10.

6 CASH AND CASH EQUIVALENTS

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

	<i>31 December</i> <i>2012</i> <i>KD</i>	<i>(Audited)</i> <i>30 September</i> <i>2012</i> <i>KD</i>	<i>31 December</i> <i>2011</i> <i>KD</i>
Cash and balances with financial institutions	3,556,115	2,843,655	2,101,207
Short-term murabahas	37,854,447	41,031,796	31,864,735
Cash and balances with financial institutions and short term murabahas	41,410,562	43,875,451	33,965,942
Less: blocked bank account (Note 8)	(902,059)	(901,621)	(893,410)
Cash and cash equivalents	<u>40,508,503</u>	<u>42,973,830</u>	<u>33,072,532</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 December 2012

6 CASH AND CASH EQUIVALENTS

In accordance with Islamic Sharia'a, no profit is receivable on cash and balances with financial institutions.

Short-term murabahas represent short-term deals in international commodity transactions which earn a profit rate of 2.5% (30 September 2012: 2.5%, 31 December 2011: 3%).

Blocked bank account represents cash and bank balances with financial institutions which are blocked against the financing facilities obtained (Note 8).

7 SHARE CAPITAL AND DIVIDENDS

The authorised, issued and fully paid share capital as at 31 December 2012 comprises 779,771,570 ordinary shares (30 September 2012: 779,771,570 ordinary shares, 31 December 2011: 779,771,570 ordinary shares) of 100 fils each paid in cash.

The Annual General Assembly (in respect of the year ended 30 September 2011) held on 12 December 2011 approved cash dividend of 10% of par value of each share 10 fils per share amounting to KD 7,797,716.

8 DUE TO FINANCIAL INSTITUTIONS

	<i>(Audited)</i>		
	<i>31 December</i>	<i>30 September</i>	<i>31 December</i>
	<i>2012</i>	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Balance due to financial institutions – financing lease facilities	<u>344,381,739</u>	<u>353,173,068</u>	<u>379,302,623</u>

All the above financing lease facilities are secured over respective aircraft (Note 4) and are denominated in US Dollars. An amount of KD 902,059 (30 September 2012: KD 901,621, 30 December 2011: KD 893,410) included in cash and balances with financial institutions is blocked against the above financing lease facilities (Note 6).

9 GAIN ON CANCELLATION OF AIRCRAFT PURCHASE AGREEMENTS

During the three months period ended 31 December 2012, the parent company entered into an agreement for sale of 'slots for purchase' of four aircraft which resulted in a gain of KD 7,119,167 recorded in the interim condensed consolidated statement of income. The sale proceeds receivable in relation to the sale of slots are included in 'receivables' in the interim condensed consolidated statement of financial position as at the reporting date. The related refundable capital advances for the aircraft amounting to KD 2,196,990 have been included in 'receivables' in the interim condensed consolidated statement of financial position as at the reporting date (Note 5).

During the three month period ended 31 December 2011, the parent company entered into agreements for the cancellation of purchase and subsequent lease of six aircraft, which resulted in a gain of KD 13,286,441.

10 CAPITAL COMMITMENTS

Potential commitments in respect of purchase of aircraft and engines amount to KD 1,405,903,868 (30 September 2012: KD 1,317,800,821, 31 December 2011: KD 1,354,524,836) (Note 5).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 December 2012

11 RELATED PARTY TRANSACTIONS

Related parties represent the ultimate parent company, major shareholders, directors and key management personnel of the parent company, and entities controlled, jointly controlled, or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the parent company's management.

Significant transactions with related parties included in the interim condensed consolidated financial information are as follows:

Interim condensed consolidated statement of income:

	<i>Three months ended</i>	
	<i>31 December</i>	
	<i>2012</i>	<i>2011</i>
	<i>KD</i>	<i>KD</i>
Murabaha income	249,802	215,005
Consultancy and service income	43,361	81,398
<i>Key management compensation:</i>		
Salaries and other short term benefits	220,304	233,456

Interim condensed consolidated statement of financial position:

	<i>Ultimate parent company</i>	<i>Other related parties</i>	<i>31 December 2012</i>	<i>(Audited)</i>	
				<i>30 September 2012</i>	<i>31 December 2011</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Receivables	-	27,017	27,017	76,280	61,838
Cash and balances with financial institutions and short term murabahas	2,653,304	37,854,446	40,507,750	42,973,096	33,071,804
Advance consultancy income	-	-	-	-	1,138

12 SEGMENT INFORMATION

The group is engaged primarily in only one business segment, aircraft leasing segment. However for management purposes the group is organised into five geographical segments.

For the three months ended 31 December 2012:

	<i>Middle East</i>	<i>Asia</i>	<i>Europe</i>	<i>USA</i>	<i>Africa</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Segment revenue	11,475,891	5,611,799	3,661,026	327,669	829,538	21,905,923
Segment results	8,774,941	1,669,721	863,102	112,355	241,419	11,661,538
Total assets	208,190,279	153,989,735	148,865,325	38,557,001	34,943,648	584,545,988
Total liabilities	29,447,150	16,134,569	281,368,625	78,623,196	4,578,308	410,151,848
Other segmental information:						
Depreciation	1,949,830	2,235,015	2,028,544	133,581	385,613	6,732,583
Capital expenditure	1,306	-	182,845	-	-	184,151

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

At 31 December 2012

12 SEGMENT INFORMATION (continued)

For the three months ended 31 December 2011:

	<i>Middle East KD</i>	<i>Asia KD</i>	<i>Europe KD</i>	<i>USA KD</i>	<i>Africa KD</i>	<i>Total KD</i>
Segment revenue	17,146,049	4,704,749	3,353,568	321,730	1,025,864	26,551,960
Segment results	13,545,175	1,133,751	571,757	98,912	239,450	15,589,045
Total assets	239,857,581	131,051,382	152,125,448	17,403,512	43,841,438	584,279,361
Total liabilities	20,656,341	18,670,535	313,709,893	76,335,190	3,825,437	433,197,396
Other segmental information:						
Depreciation	2,286,070	2,134,682	1,847,597	131,160	519,520	6,919,029
Capital expenditure	311	-	-	-	-	311

13 LIQUIDITY RISK

Liquidity risk is the risk that the group will encounter difficulty in raising funds to meet commitments associated with financial instruments. The group manages this risk by active cash flow management, short term financing facilities with various financial institutions, investment in short term murabahas and generation of funds from its operations. The maturity profile is monitored by the finance department to ensure adequate liquidity is maintained by ensuring facilities from the ultimate parent company are available.

Commitments in respect of purchase of aircraft (Note 10) will be funded through the issue of equity, cash generated from operations and through bank borrowings, which will be arranged as the cash flow needs arise.

The table below summarises the maturity profile of the group's liabilities based on contractual undiscounted repayment obligations. The liquidity profile of financial liabilities reflects the projected cash flows which include future finance cost payments over the life of these financial liabilities. The liquidity profile of financial liabilities at 31 December 2012 is as follows:

31 December 2012	<i>Within 3 months KD</i>	<i>3 to 12 months KD</i>	<i>1 to 5 years KD</i>	<i>More than 5 years KD</i>	<i>Total KD</i>
Due to financial institutions	9,830,482	59,762,365	150,173,276	163,327,178	383,093,301
Security deposits	2,953,650	-	3,252,129	8,576,236	14,782,015
Maintenance reserve	-	3,808,992	21,921,816	18,615,001	44,345,809
Other liabilities (excluding lease rent received in advance)	3,046,251	1,255,393	508,253	-	4,809,897
TOTAL LIABILITIES	15,830,383	64,826,750	175,855,474	190,518,415	447,031,022
Capital commitments	-	-	280,316,273	1,125,587,595	1,405,903,868

ALAFCO Aviation Lease and Finance Company K.S.C. (Closed)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 December 2012

13 LIQUIDITY RISK (continued)

30 September 2012	<i>Within 3 months KD</i>	<i>3 to 12 months KD</i>	<i>1 to 5 years KD</i>	<i>More than 5 years KD</i>	<i>Total KD</i>
Due to financial institutions	11,397,701	29,749,150	180,157,380	172,982,493	394,286,724
Security deposits	-	2,741,213	1,646,977	10,270,110	14,658,300
Maintenance reserve	-	-	16,572,845	23,499,316	40,072,161
Other liabilities	1,937,443	2,019,489	590,848	-	4,547,780
TOTAL LIABILITIES	13,335,144	34,509,852	198,968,050	206,751,919	453,564,965
Capital commitments	-	-	246,523,318	1,071,277,503	1,317,800,821
31 December 2011	<i>Within 3 months KD</i>	<i>3 to 12 months KD</i>	<i>1 to 5 years KD</i>	<i>More than 5 years KD</i>	<i>Total KD</i>
Due to financial institutions	10,090,478	37,313,818	180,981,901	197,562,973	425,949,170
Security deposits	-	351,201	3,970,595	9,900,449	14,222,245
Maintenance reserve	-	-	10,956,916	17,595,703	28,552,619
Other liabilities (excluding lease rent received in advance)	3,403,462	539,798	-	464,035	4,407,295
TOTAL LIABILITIES	13,493,940	38,204,817	195,909,412	225,523,166	473,131,329
Capital commitments	-	-	67,790,345	1,286,734,491	1,354,524,836

14 OPERATING LEASE INCOME

The future minimum lease rent receivable on the operating leases is KD 253,446,755 (30 September 2012: KD 253,152,817, 31 December 2011: KD 263,128,117) and is receivable as follows:

	<i>31 December 2012 KD</i>	<i>(Audited) 30 September 2012 KD</i>	<i>31 December 2011 KD</i>
Income receivable within one year	47,022,530	47,572,394	52,079,061
Income receivable within one year to five years	163,791,720	156,548,882	151,936,088
Income receivable after five years	42,632,505	49,031,541	59,112,968
	253,446,755	253,152,817	263,128,117