

**The Indian Community School  
Kuwait**

**Financial Statements  
August 31, 2014  
with  
Independent Auditor's Report**

### Independent Auditor's Report

**Mr. Essa Abdul Rahman Al Essa,  
The Indian Community School,  
Kuwait.**

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Indian Community School – Kuwait (“the School”), which comprise the statement of financial position as of August 31, 2014 and the related statements of profit or loss and other comprehensive income, cash flows and changes in owner's equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### *Management's Responsibility for the Financial Statements*

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

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards of Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School's preparation and fair presentation of the financial statements 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 School's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Indian Community School as of August 31, 2014 and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards.

**Report on other Legal and Regulatory Requirements**

Furthermore, in our opinion, proper books of account have been kept by the School, physical counting was conducted in accordance with recognized practices, and we have obtained the information and explanations that we required for the purpose of our audit. According to the information available to us, there were no violations of the Ministerial Decree No. 46601 issued on May 16, 1967 and its subsequent amendments, concerning the private education system that might have had a material effect on the School's business or on its financial position.



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**Abdulhussain M. Al-Rasheed**  
**License No. 67 - A**  
**Rödl Middle East**  
**Burgan – International Accountants**

May 9, 2015  
State of Kuwait

**The Indian Community School  
Kuwait**

**Statement of financial position as of August 31, 2014**  
*"All amounts are in Kuwaiti Dinar"*

	Note	2014	2013
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	4	521,910	2,665,102
Time deposits	5	2,400,200	90,596
Receivables and other debit balances	6	130,892	128,873
Inventory		24,679	12,359
		<u>3,077,681</u>	<u>2,896,930</u>
<b>Non-current assets</b>			
Property and equipment	7	167,598	220,615
<b>Total assets</b>		<u>3,245,279</u>	<u>3,117,545</u>
<b>Liabilities and owner's equity</b>			
<b>Current liabilities</b>			
Payables and accrued expenses	8	1,029,955	1,032,253
<b>Non-current liabilities</b>			
End of service benefits		650,050	601,275
Subordinated loan	9	781,774	781,774
<b>Total liabilities</b>		<u>2,461,779</u>	<u>2,415,302</u>
<b>Owner's equity</b>			
Share capital	10	25,000	25,000
Retained earnings		758,500	677,243
<b>Total owner's equity</b>		<u>783,500</u>	<u>702,243</u>
<b>Total liabilities and owner's equity</b>		<u>3,245,279</u>	<u>3,117,545</u>

The accompanying notes form an integral part of these financial statements.

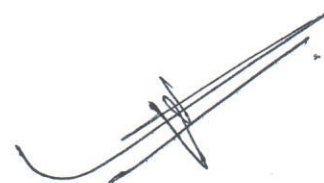
**The Indian Community School  
Kuwait**

**Statement of profit or loss and other comprehensive income for the year ended  
August 31, 2014**

*"All amounts are in Kuwaiti Dinar"*

	Note	2014	2013
<b>Revenue</b>			
Fees income		2,315,781	2,220,805
Cost of operations	11	<u>(1,944,315)</u>	<u>(1,853,270)</u>
Gross profit		371,466	367,535
Other income	12	<u>61,136</u>	<u>57,228</u>
		<u>432,602</u>	<u>424,763</u>
<b>Expenses and other charges</b>			
General and administrative expenses	13	(260,961)	(257,794)
Depreciation		<u>(90,384)</u>	<u>(88,735)</u>
		<u>(351,345)</u>	<u>(346,529)</u>
<b>Net profit for the year</b>		<b>81,257</b>	<b>78,234</b>
Other comprehensive income		—	—
<b>Total comprehensive income for the year</b>		<u><b>81,257</b></u>	<u><b>78,234</b></u>





The accompanying notes form an integral part of these financial statements.