

HITS Telecom Holding Co.

31-Mar-15

Kuwait Stock Exchange FY-2014 Financial Results Announcement

| Profitability | FY-2013 | FY-2014 | Variance |
|---------------------------------|-------------|-------------|----------|
| Net Profit / (Loss) (KWD) | (5,688,012) | (5,570,702) | 2.1% |
| Earnings Per Share (fils) | (8.37) | (7.96) | 4.9% |
| Total Operating Revenue (KWD) | 74,943,402 | 173,223,394 | 131.1% |
| Gross Profit / (Loss) (KWD) | 6,376,606 | 7,736,781 | 21.3% |
| Cash Dividends Per Share (fils) | 0.0% | 0.0% | |
| Bonus Shares (%) | 0.0% | 0.0% | |

| | | | |
|---------------------------------|----|----|--|
| Return on Average Equity (ROAE) | NM | NM | |
| Return on Average Assets (ROAA) | NM | NM | |

| | Q4-13 | Q4-14 | Variance |
|---------------------------|-------------|-------------|----------|
| Net Profit (Loss) KWD | (5,521,348) | (4,883,484) | 11.6% |
| Earnings Per Share (fils) | (8.13) | (6.95) | 14.5% |

| Balance Sheet Summary (KWD) | 31-Dec-13 | 31-Dec-14 | Variance |
|-----------------------------|------------|------------|----------|
| Assets: | | | |
| Current Assets | 48,608,307 | 44,295,814 | (8.87%) |
| Non-current Assets | 47,584,358 | 35,439,015 | (25.5%) |
| Total Assets | 96,192,665 | 79,734,829 | (17.1%) |

| | | | |
|-----------------------|------------|------------|------|
| Shareholders' Equity* | 60,737,742 | 66,007,200 | 8.7% |
|-----------------------|------------|------------|------|

Liabilities:

| | | | |
|-------------------------|------------|------------|---------|
| Current Liabilities | 34,529,605 | 12,783,138 | (63.0%) |
| Non-current Liabilities | 925,318 | 944,491 | 2.1% |
| Total Liabilities | 35,454,923 | 13,727,629 | (61.3%) |

* Shareholders' equity may include minority interest

Year-to-Date Trading Indicators & Current Valuation Multiples

| | | | |
|---|---------|--------------------|--------|
| Volume (Shrs '000) | 327,411 | P/E (x) | NM |
| Value (KWD '000) | 10,479 | P/BV (x) | 0.38 |
| Closing Price (KWD) | 0.029 | Dividend Yield | 0.00% |
| Book Value Per Share (KWD) | 0.079 | YTD Share Turnover | 37.53% |
| Current Market Capitalization (KWD Million) | 24.9 | Beta | 0.99 |

Source: KAMCO Research & Kuwait Stock Exchange

NM: Not Meaningful

kamconline.com

Disclosure:

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