

Heavy Engineering Industries & Shipbuilding Co.

9M-2020 Financial Results Announcement

| Profitability | 9M-2019 | 9M-2020 | Variance |
|-------------------------------------|-------------|-------------|----------|
| Net Profit / (Loss) (KWD) | 8,053,793 | 7,561,794 | (6.1%) |
| Earnings Per Share (fils) | 44.68 | 41.95 | (6.1%) |
| Total Operating Revenue (KWD) | 129,890,830 | 116,960,417 | (10.0%) |
| Net Operating Profit / (Loss) (KWD) | 12,505,079 | 11,801,941 | (5.6%) |
| Return on Average Equity (ROAE) | 18.84% | 17.41% | |
| Return on Average Assets (ROAA) | 5.79% | 5.64% | |

| Balance Sheet Summary (KWD) | 30-Sep-19 | 30-Sep-20 | Variance |
|-----------------------------|-------------|-------------|----------|
| Assets: | | | |
| Current Assets | 118,776,500 | 127,883,158 | 7.7% |
| Non-current Assets | 69,136,231 | 65,055,799 | (5.9%) |
| Total Assets | 187,912,731 | 192,938,957 | 2.7% |
| Shareholders' Equity* | 58,912,776 | 64,362,442 | 9.3% |

Liabilities:

| | | | |
|-------------------------|-------------|-------------|--------|
| Current Liabilities | 102,418,606 | 101,379,620 | (1.0%) |
| Non-current Liabilities | 26,578,033 | 27,193,862 | 2.3% |
| Total Liabilities | 128,996,639 | 128,573,482 | (0.3%) |

* Shareholders' equity may include minority interest

Year-to-Date Trading Indicators & Current Valuation Multiples

| | | | |
|---|----------|--------------------|--------|
| Volume (Shrs '000) | 54,739.0 | P/E (x) | 6.35 |
| Value (KWD '000) | 20,735.8 | P/BV (x) | 1.06 |
| Closing Price (KWD) | 0.378 | Dividend Yield | 7.94% |
| Book Value Per Share (KWD) | 0.357 | YTD Share Turnover | 30.37% |
| Current Market Capitalization (KWD Million) | 68.1 | Beta | 0.600 |

Source: Kamco Research & Boursa Kuwait

Pricing data as of 16-Nov-20

NM: Not Meaningful

kamcoinvest.com

Disclosure:

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