

Interim condensed consolidated financial information and review report

Noor Financial Investment Company – KPSC and Subsidiaries

Kuwait

30 June 2025 (Unaudited)

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Report on review of interim condensed consolidated financial information

To the board of directors of
Noor Financial Investment Company – KPSC
Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Noor Financial Investment Company - KPSC (the “Parent Company”) and its subsidiaries (together “the Group”) as of 30 June 2025 and the related interim condensed consolidated statements of profit or loss and profit or loss and other comprehensive income for the three-month and six-month periods then ended and, interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended.

Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of presentation set out in Note 2. 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 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 the basis of presentation set out in Note 2.

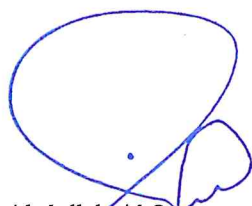
Report on review of other legal and regulatory requirements

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 violation of the Companies Law No. 1 of 2016 and its Executive Regulations, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, have occurred during the six-month period ended 30 June 2025 that might have had a material effect on the business or financial position of the Parent Company.

Report on Review of Interim Condensed Consolidated Financial Information of Noor Financial Investment Company – KPSC (continued)

Report on review of other legal and regulatory requirements (continued)

We further report that, to the best of our knowledge and belief, no violations of the provisions of Law No. 32 of 1968, as amended, concerning currency, the Central Bank of Kuwait and the organisation of banking business, and its related regulations, or of the provisions of law No. 7 of 2010 regarding the Capital Markets Authority and its relevant regulations have occurred during the six-month period ended 30 June 2025 that might have had a material effect on the business or financial position of the Parent Company.



Hend Abdullah Al Surayea
(Licence No. 141-A)
Grant Thornton – Al-Qatami, Al-Aiban & Partners

Kuwait
13 August 2025

Interim condensed consolidated statement of profit or loss

	Notes	Three months ended		Six months ended	
		30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD
Income					
Revenue from contracts with customers		7,014,233	3,137,721	10,694,027	6,443,978
Share of results of associates	10	8,667,822	9,480,190	17,707,877	18,855,106
Net gain from financial assets at fair value		643,066	398,150	1,152,644	1,285,268
Rental Income		250,915	195,854	499,879	366,084
Interest and other income		143,119	222,805	340,429	430,065
Reversal of provision for a legal case	20.2	-	2,376,572	-	2,376,572
Foreign exchange (loss) / gain		(164,655)	(97,423)	(140,207)	70,308
		16,554,500	15,713,869	30,254,649	29,827,381
Cost of contracts with customers		(5,951,935)	(2,348,273)	(8,731,737)	(4,778,341)
General, administrative and other expenses		(1,166,406)	(1,272,671)	(2,492,649)	(2,521,651)
Finance costs		(68,886)	(282,251)	(127,901)	(556,094)
		9,367,273	11,810,674	18,902,362	21,971,295
Income tax for overseas subsidiaries		(73,209)	(55,797)	(74,803)	(57,252)
		9,294,064	11,754,877	18,827,559	21,914,043
Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST) and Zakat		9,294,064	11,754,877	18,827,559	21,914,043
Provisions for KFAS, NLST and Zakat		(193,660)	(293,541)	(363,221)	(488,467)
		9,100,404	11,461,336	18,464,338	21,425,576
Profit for the period		9,100,404	11,461,336	18,464,338	21,425,576
Profit for the period attributable to:					
Owners of the Parent Company		9,056,982	11,479,228	18,373,388	21,389,017
Non-controlling interests		43,422	(17,892)	90,950	36,559
		9,100,404	11,461,336	18,464,338	21,425,576
Profit for the period		9,100,404	11,461,336	18,464,338	21,425,576
Basic and diluted earnings per share (Fils)	5	17.79	22.54	36.08	42.00

The notes set out on pages 9 to 21 form an integral part of this interim condensed consolidated financial information.

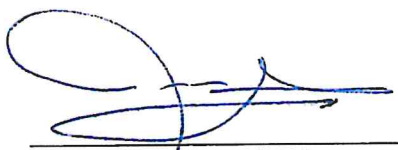
Interim condensed consolidated statement of profit or loss and other comprehensive income

	Three months ended		Six months ended	
	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD
Profit for the period	9,100,404	11,461,336	18,464,338	21,425,576
Other comprehensive (loss) / income:				
<i>Items that will be reclassified subsequently to consolidated statement of profit or loss:</i>				
Exchange differences arising on translation of foreign operations	(2,469,928)	(256,956)	(3,046,209)	764,493
Share of other comprehensive income / (loss) of associates	1,643,462	(16,075)	(2,023,093)	(652,046)
Net change in fair value of investments at FVTOCI	(1,913)	44,621	7,776	-
<i>Items that will not be reclassified subsequently to the consolidated statement of profit or loss:</i>				
Net change in fair value of investments at FVTOCI	481,314	316,985	749,541	789,503
Share of other comprehensive income of associates	84,586	-	129,756	6,930
Total other comprehensive (loss) / income for the period	(262,479)	88,575	(4,182,229)	908,880
Total comprehensive income for the period	8,837,925	11,549,911	14,282,109	22,334,456
Total comprehensive income attributable to:				
Owners of the Parent Company	8,791,578	11,567,803	14,192,605	22,297,897
Non-controlling interests	46,347	(17,892)	89,504	36,559
Total comprehensive income for the period	8,837,925	11,549,911	14,282,109	22,334,456

The notes set out on pages 9 to 21 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of financial position

	Notes	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Assets				
Cash and cash equivalents	6	20,387,486	22,753,083	35,629,566
Investments at fair value through profit or loss	7	14,378,995	15,580,222	10,862,246
Accounts receivable and other assets	8	12,141,884	7,822,852	4,569,665
Inventories		1,042,802	777,810	914,163
Investments at fair value through other comprehensive income	9	11,447,449	10,687,810	9,587,763
Investment in associates	10	104,716,852	101,341,490	84,611,975
Investment properties		12,819,736	12,754,717	12,477,861
Property and equipment		1,032,509	1,102,733	1,113,915
Right of use assets		642,770	784,461	792,862
Goodwill		2,029,278	2,029,278	2,029,278
Total assets		180,639,761	175,634,456	162,589,294
Liabilities and equity				
Liabilities				
Due to banks	6	3,462,497	1,937,486	1,872,376
Accounts payable and other liabilities	11	13,224,320	11,224,070	10,844,402
Lease liabilities		760,091	844,951	912,916
Borrowings		-	-	14,750,000
Provision for employees' end of service benefits		1,185,488	1,219,722	1,221,472
Total liabilities		18,632,396	15,226,229	29,601,166
Equity				
Share capital		51,645,345	51,645,345	51,645,345
Share premium		3,410,573	3,410,573	3,410,573
Treasury shares	12	(1,197,666)	(1,197,666)	(1,197,666)
Statutory and voluntary reserves		37,197,726	37,197,726	28,583,634
Other components of equity	13	(52,663,353)	(48,885,875)	(54,519,883)
Retained earnings		121,224,088	115,854,021	102,841,816
Equity attributable to the owners of the Parent Company		159,616,713	158,024,124	130,763,819
Non-controlling interests		2,390,652	2,384,103	2,224,309
Total equity		162,007,365	160,408,227	132,988,128
Total liabilities and equity		180,639,761	175,634,456	162,589,294


Riyadh Salem Ali Edrees
Chairman

The notes set out on pages 9 to 21 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of changes in equity

	Equity attributable to the owners of the Parent Company							Non-controlling interests	Total
	Share capital KD	Share premium KD	Treasury shares KD	Statutory and voluntary reserves KD	Other components of equity KD	Retained earnings KD	Sub-total KD		
Balance as at 1 January 2025 (audited)	51,645,345	3,410,573	(1,197,666)	37,197,726	(48,885,875)	115,854,021	158,024,124	2,384,103	160,408,227
Dividend (note 19)	-	-	-	-	-	(12,730,566)	(12,730,566)	-	(12,730,566)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(45,610)	(45,610)
Redemption of units by non-controlling interests	-	-	-	-	-	-	-	(37,345)	(37,345)
Total transactions with owners	-	-	-	-	-	(12,730,566)	(12,730,566)	(82,955)	(12,813,521)
Profit for the period	-	-	-	-	-	18,373,388	18,373,388	90,950	18,464,338
Total other comprehensive loss for the period	-	-	-	-	(4,180,783)	-	(4,180,783)	(1,446)	(4,182,229)
Total comprehensive (loss) / income for the period	-	-	-	-	(4,180,783)	18,373,388	14,192,605	89,504	14,282,109
Share of gain on sale of investment at FVTOCI by an associate	-	-	-	-	(92,547)	92,547	-	-	-
Other adjustment arising from associate	-	-	-	-	365,302	(365,302)	-	-	-
Share of other reserves of an associate	-	-	-	-	130,550	-	130,550	-	130,550
Balance as at 30 June 2025 (Unaudited)	51,645,345	3,410,573	(1,197,666)	37,197,726	(52,663,353)	121,224,088	159,616,713	2,390,652	162,007,365

The notes set out on pages 9 to 21 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of changes in equity (continued)

	Equity attributable to the owners of the Parent Company							Non-controlling interests		Total
	Share capital KD	Share premium KD	Treasury shares KD	Statutory and voluntary reserves KD	Other components of equity KD	Retained earnings KD	Sub-total KD	KD	KD	
Balance as at 1 January 2024 (audited)	51,645,345	3,410,573	(1,197,666)	28,583,634	(56,342,069)	86,358,133	112,457,950	2,258,072	114,716,022	
Dividend (note 19)	-	-	-	-	-	(4,073,781)	(4,073,781)	-	(4,073,781)	
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(54,610)	(54,610)	
Redemption of units by non-controlling interests	-	-	-	-	-	-	-	(15,712)	(15,712)	
Total transactions with owners	-	-	-	-	-	(4,073,781)	(4,073,781)	(70,322)	(4,144,103)	
Profit for the period	-	-	-	-	-	21,389,017	21,389,017	36,559	21,425,576	
Total other comprehensive income for the period	-	-	-	-	908,880	-	908,880	-	908,880	
Total comprehensive income for the period	-	-	-	-	908,880	21,389,017	22,297,897	36,559	22,334,456	
Gain on sale of investments at FVTOCI	-	-	-	-	(3,956)	3,956	-	-	-	
Other adjustments arising from associate	-	-	-	-	917,262	(835,509)	81,753	-	81,753	
Balance as at 30 June 2024 (Unaudited)	51,645,345	3,410,573	(1,197,666)	28,583,634	(54,519,883)	102,841,816	130,763,819	2,224,309	132,988,128	

The notes set out on pages 9 to 21 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of cash flows

	Notes	Six months ended 30 June 2025 (Unaudited) KD	Six months ended 30 June 2024 (Unaudited) KD
OPERATING ACTIVITIES			
Profit before provisions for contribution to Zakat, NLST and KFAS		18,827,559	21,914,043
Adjustments:			
Dividend income		(475,801)	(461,438)
Share of results of associates	10	(17,707,877)	(18,855,106)
Interest income		(510,152)	(1,219,287)
Depreciation and amortization		234,003	207,300
Provision charge for employees' end of service benefits		110,806	103,589
Finance costs		127,901	556,094
Reversal of provision for a legal case		-	(2,376,572)
		606,439	(131,377)
Changes in operating assets and liabilities:			
Investments at fair value through profit or loss		1,201,227	(734,369)
Accounts receivable and other assets		(4,203,140)	(442,865)
Accounts payable and other liabilities		1,343,915	(691,123)
Inventories		(264,992)	(290,435)
Employees' end of service benefits paid		(145,040)	(479,503)
Net cash used in operating activities		(1,461,591)	(2,769,672)
INVESTING ACTIVITIES			
Change in cash in pledged portfolios		-	(81,247)
Change in pledged short term deposits		-	78,292
Additions to property and equipment		(19,359)	(46,507)
Purchases of investments at FVTOCI		-	(5,431,479)
Proceeds from sale of investments at FVTOCI		-	14,108,855
Dividend received from associates		9,566,139	9,388,510
Dividend income received		475,801	461,438
Interest income received		394,549	785,327
Net cash from investing activities		10,417,130	19,263,189
FINANCING ACTIVITIES			
Paid to non-controlling interests on capital reduction		(12,337)	(136,856)
Redemption of units by non-controlling interests		(37,345)	(15,712)
Dividends paid to non-controlling interests		(46,255)	(54,986)
Lease liabilities paid		(161,354)	(151,832)
Dividend paid		(12,493,457)	(3,964,426)
Finance costs paid		(95,399)	(489,512)
Net cash used in financing activities		(12,846,147)	(4,813,324)
Net (decrease) / increase in cash and cash equivalents		(3,890,608)	11,680,193
Cash and cash equivalents at beginning of the period	6	20,210,597	21,360,028
Cash and cash equivalents at end of the period	6	16,319,989	33,040,221

The notes set out on pages 9 to 21 form an integral part of this interim condensed consolidated financial information.

Notes to the interim condensed consolidated financial information

1 Incorporation and activities

Noor Financial Investment Company - KPSC (“the Parent Company”) was incorporated in Kuwait on 5 June 1996 and registered in the commercial register on 1 February 1997. The Parent Company is listed on Boursa Kuwait and is regulated by the Central Bank of Kuwait and the Capital Markets Authority. The Parent Company is a subsidiary of National Industries Group Holding - KPSC (“the Ultimate Parent Company”).

The Parent Company’s principal activities are as follows:

- Investment Portfolio Manager.
- Collective Investment Scheme Manager.
- Subscription Agent.
- Investment Consultations.
- Custodian.
- Non-registered stockbroker in a stock exchange.
- Buying and selling of shares and bonds for the company's account.
- Buying and selling of land and real estate.
- Owning real estates and movables for the benefit of the company.
- Finance services.
- Commercial representation agencies.
- Investing financial surpluses through investment portfolios managed by specialized companies and entities.

The address of the Parent Company’s registered office is NIG Building, Ground Floor, Shuwaikh, Kuwait (PO Box 3311, Safat 13034, State of Kuwait).

The Board of Directors of the Parent Company approved this interim condensed consolidated financial information for issue on 13 August 2025.

2 Basis of preparation

This interim condensed consolidated financial information of the Group for the six-month period ended 30 June 2025 has been prepared in accordance with IAS 34 “Interim Financial Reporting”.

The annual consolidated financial statements for the year ended 31 December 2024 were prepared in accordance with the IFRS Accounting Standards (“IFRS Accounting Standards”) as issued by the International Accounting Standards Board (“IASB”), as modified for use by the State of Kuwait for financial services institutions regulated by the Central Bank of Kuwait (“CBK”). The modification requires adoption of all IFRS Accounting Standards for such institutions, except for the IFRS 9 requirements for measurement of expected credit losses (“ECL”) for loans and receivables, which has been replaced by the CBK requirements for the ECL to be measured at the higher of the ECL on credit facilities computed under IFRS 9 under CBK guidelines and the provision required under CBK instructions, and the consequent impact on the related disclosures.

Notes to the interim condensed consolidated financial information (continued)

2 Basis of preparation (continued)

The above framework is hereinafter referred to as “IFRS Accounting Standards as adopted for use in the State of Kuwait”.

The interim condensed consolidated financial information has been presented in Kuwaiti Dinars which is the functional and presentation currency of the Parent Company.

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements prepared in accordance with the IFRS Accounting Standards. In the opinion of the Parent Company’s management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included.

Operating results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025. For further details, refer to the consolidated financial statements and its related disclosures for the year ended 31 December 2024.

3 Changes in accounting policies

The accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of the amendments to the IFRS Accounting Standards effective as of 1 January 2025 as described in Note 3.1. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

3.1 New and amended IFRS Accounting Standards adopted by the Group

The following amendments to IAS 21 were effective for the current period:

IAS 21 Amendments – Lack of exchangeability

The amendments to IAS 21 addresses determination of exchange rate when there is long term lack of exchangeability. The amendments:

- Specify when a currency is exchangeable into another currency and when it is not — a currency is exchangeable when an entity is able to exchange that currency for the other currency through markets or exchange mechanisms that create enforceable rights and obligations without undue delay at the measurement date and for a specified purpose; a currency is not exchangeable into the other currency if an entity can only obtain an insignificant amount of the other currency.
- Specify how an entity determines the exchange rate to apply when a currency is not exchangeable — when a currency is not exchangeable at the measurement date, an entity estimates the spot exchange rate as the rate that would have applied to an orderly transaction between market participants at the measurement date and that would faithfully reflect the economic conditions prevailing.

Notes to the interim condensed consolidated financial information (continued)

3 Changes in accounting policies (continued)

3.1 New and amended IFRS Accounting Standards adopted by the Group (continued)

IAS 21 Amendments – Lack of exchangeability (continued)

- Require the disclosure of additional information when a currency is not exchangeable — when a currency is not exchangeable an entity discloses information that would enable users of its financial statements to evaluate how a currency’s lack of exchangeability affects, or is expected to affect, its financial performance, financial position and cash flows.

The adoption of the amendments did not have a significant impact on the Group’s interim condensed consolidated financial information.

4 Judgement and estimates

The preparation of interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2024.

5 Basic and diluted earnings per share

Basic and diluted earnings per share is calculated by dividing the profit for the period attributable to the owners of the Parent Company by the weighted average number of shares outstanding during the period excluding treasury shares, as follows:

	Three months ended		Six months ended	
	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Profit for the period attributable to the owners of the Parent Company (KD)	9,056,982	11,479,228	18,373,388	21,389,017
Weighted average number of shares outstanding during the period (excluding treasury shares) (Share)	509,222,655	509,222,655	509,222,655	509,222,655
Basic and diluted earnings per share (Fils)	17.79	22.54	36.08	42.00

Notes to the interim condensed consolidated financial information (continued)

6 Cash and cash equivalents

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Cash and bank balances	2,603,783	2,992,290	3,697,397
Cash in portfolios	2,240,873	86,978	1,103,616
Short term deposits	15,542,830	19,673,815	30,828,553
Cash and cash equivalents as per consolidated financial position	20,387,486	22,753,083	35,629,566
Less:			
Due to banks	(3,462,497)	(1,937,486)	(1,872,376)
Restricted bank balances	(5,000)	(5,000)	(5,990)
Pledged cash in portfolios	-	-	(110,979)
Pledged short-term deposits	(600,000)	(600,000)	(600,000)
Cash and cash equivalents as per consolidated statements of cash flows	16,319,989	20,210,597	33,040,221

The short-term deposits carry effective interest rate ranging 3.25% to 4.4% (31 December 2024: 3% to 4.7% and 30 June 2024: 3.75% to 5.35%) per annum.

Due to banks represents bank overdraft facilities utilised by a subsidiary which is secured by pledge of short-term deposit of KD600,000 (31 December 2024: KD600,000 and 30 June 2024: KD600,000), investment properties and a guarantee issued by one of the Group's subsidiaries. Due to banks carry effective interest rate of 6.25% to 7% (31 December 2024: 6.25% to 7% and 30 June 2024: 6.9%) per annum.

7 Investments at fair value through profit or loss

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Local quoted securities	6,274,843	4,987,921	3,805,509
Foreign quoted securities	3,907,385	4,452,374	4,212,079
Local unquoted securities	1,530,110	3,376,385	1,183,072
Foreign unquoted securities	2,666,657	2,763,542	1,661,586
	14,378,995	15,580,222	10,862,246

The hierarchy for determining and disclosing the fair values of financial instruments is presented in note 16.2.

Notes to the interim condensed consolidated financial information (continued)

8 Accounts receivable and other assets

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Financial assets:			
Accounts receivable - net	6,409,367	2,786,344	2,652,749
Loans to customers – net	20,085	20,000	20,092
Accrued income - net	400,781	473,994	152,517
Due from related parties	35,871	36,814	69,021
Other assets	623,309	641,609	647,345
	7,489,413	3,958,761	3,541,724
Non-financial assets			
Advance payment for purchase of investment (note 8.1)	3,421,085	2,979,375	-
Other assets	1,231,386	884,716	1,027,941
	12,141,884	7,822,852	4,569,665

- 8.1 On 29 December 2024, the Group signed an initial non-binding agreement with a related party for purchase of a 17.5% interest in J3 Land and Real Estate Management and Development Company W.L.L., the developer of Project J3 Jaber Al-Ahmad Residential City in the State of Kuwait, and a 9.4% interest in J3 Import and Export Company W.L.L., for a total consideration of KD9,931,250 payable in three instalments. The Group has made an advance payment of KD2,979,375.

As per the contract terms, the agreement becomes binding if the relevant official authorities and other required entities do not withhold the necessary approvals for the transfer of interest to the Group.

As of the date of issuance of this interim condensed consolidated financial information, the required approvals have not been obtained from the relevant authorities. Consequently, the Group has not recognized the interest in the above companies as investment in the interim condensed consolidated financial information for the period ended 30 June 2025.

9 Investments at fair value through other comprehensive income

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Local quoted securities	8,561,603	7,694,139	6,620,701
Foreign quoted securities	236,634	227,033	212,728
Local unquoted securities	1,509,220	1,552,721	1,678,277
Foreign unquoted securities	720,438	802,458	680,869
Foreign funds	2,372	2,397	2,382
Local debt securities	417,182	409,062	392,806
	11,447,449	10,687,810	9,587,763

The hierarchy for determining and disclosing the fair values of financial instruments is presented in note 16.2.

Notes to the interim condensed consolidated financial information (continued)

10 Investment in associates

10.1 Details of the associates are set out below:

Name of associate	Country of Incorporation	Ownership percentage			Principal activities
		30 June 2025 %	31 Dec. 2024 %	30 June 2024 %	
Meezan Bank Limited	Pakistan	35.15	35.15	35.22	Islamic Bank
Excellent Choice General Trading and Contracting Co. – WLL	Kuwait	50	50	50	General Trading & Contracting

10.2 The movement of investment in associates is as follows:

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Balance as of beginning of the period/year	101,341,490	74,910,265	74,910,265
Share of results	17,707,877	38,786,497	18,855,106
Share of other comprehensive (loss) / income	(1,893,337)	4,136,389	(645,116)
Dividends	(9,566,139)	(18,115,376)	(9,388,510)
Foreign currency translation adjustments	(3,003,589)	1,152,646	798,477
Share of other reserve of an associate	130,550	-	-
Other adjustments	-	471,069	81,753
Balance at the end of the period/year	104,716,852	101,341,490	84,611,975

11 Accounts payable and other liabilities

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Financial liabilities			
Accounts payable	553,781	478,717	891,908
Provision for taxes	3,284,854	3,019,913	3,818,531
Accrued expenses	5,308,394	3,579,353	3,652,253
Dividend payable	510,801	274,337	337,498
Due to related parties	-	310,000	-
Payable on account of capital reduction in subsidiary	401,421	413,758	435,170
Other payables	3,165,069	3,147,992	1,709,042
	13,224,320	11,224,070	10,844,402

Notes to the interim condensed consolidated financial information (continued)

12 Treasury shares

	30 June 2025 (Unaudited)	31 Dec. 2024 (Audited)	30 June 2024 (Unaudited)
Number of shares	7,230,797	7,230,796	7,230,796
Percentage of issued shares	1.40%	1.40%	1.40%
Market value (KD)	2,820,011	2,089,700	1,843,853
Cost (KD)	1,197,666	1,197,666	1,197,666

Reserves of the Parent Company equivalent to the cost of treasury shares have been earmarked as non-distributable.

13 Other components of equity

	Foreign currency translation reserve KD	Cumulative changes in fair value KD	Other reserves of an associate KD	Total KD
Balances at 1 January 2025	(53,465,194)	4,579,319	-	(48,885,875)
Net change in fair value of investments at FVTOCI	-	758,763	-	758,763
Share of gain on sale of investment at FVTOCI by an associate	-	(92,547)	-	(92,547)
Share of other comprehensive loss of associates	-	(1,893,337)	-	(1,893,337)
Other adjustment arising from associate	-	-	365,302	365,302
Share of other reserves of an associate	-	-	130,550	130,550
Exchange differences arising on translation of foreign operations	(3,046,209)	-	-	(3,046,209)
Balances at 30 June 2025	(56,511,403)	3,352,198	495,852	(52,663,353)
Balances at 1 January 2024	(54,620,225)	(1,721,844)	-	(56,342,069)
Net change in fair value of investments at FVTOCI	-	789,503	-	789,503
Gain on sale of investment at FVTOCI	-	(3,956)	-	(3,956)
Share of other comprehensive loss of associates	-	(645,116)	-	(645,116)
Share of other adjustments arising in equity of associate	-	917,262	-	917,262
Exchange differences arising on translation of foreign operations	764,493	-	-	764,493
Balances at 30 June 2024	(53,855,732)	(664,151)	-	(54,519,883)

Notes to the interim condensed consolidated financial information (continued)

14 Segment analysis

The Group's activities are concentrated in four main segments: Investments, Real Estate, IT services and Hotel operations. These segments are identified based on internal management reporting information and regularly reviewed by the Chief Operating Decision Maker for resource allocation and performance assessment. The Group's principal activities, significant assets and liabilities are carried out and located mainly in Kuwait, Pakistan, Middle East and Europe.

The segmental analysis of total revenues, profit for the period, total assets and total liabilities for the business segments are as follows:

	Investments		Real Estate		IT services		Hotel operations		Total	
	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2024 (Unaudited) KD
Revenue from contracts with customers	-	-	-	-	9,270,763	5,132,114	1,423,264	1,311,864	10,694,027	6,443,978
Share of results of associates	17,707,877	18,855,106	-	-	-	-	-	-	17,707,877	18,855,106
Net gain on financial assets at fair value	1,152,644	1,285,268	-	-	-	-	-	-	1,152,644	1,285,268
Rental income	-	-	499,879	366,084	-	-	-	-	499,879	366,084
Reversal of provision for a legal case	-	2,376,572	-	-	-	-	-	-	-	2,376,572
Interest income, other income and foreign exchange differences	200,222	500,373	-	-	-	-	-	-	200,222	500,373
Total Segment income	19,060,743	23,017,319	499,879	366,084	9,270,763	5,132,114	1,423,264	1,311,864	30,254,649	29,827,381
Cost of contracts with customers	-	-	-	-	(8,246,516)	(4,337,029)	(485,221)	(441,312)	(8,731,737)	(4,778,341)
General and administrative expenses	(890,486)	(1,318,341)	(107,934)	(71,733)	(679,589)	(586,126)	(814,640)	(545,451)	(2,492,649)	(2,521,651)
Finance costs	-	(459,674)	-	-	(98,358)	(34,351)	(29,543)	(62,069)	(127,901)	(556,094)
Profit for the period before income tax	18,170,257	21,239,304	391,945	294,351	246,300	174,608	93,860	263,032	18,902,362	21,971,295
Assets	151,601,168	137,300,044	13,748,535	12,640,042	12,916,613	9,678,042	2,373,445	2,971,166	180,639,761	162,589,294
Liabilities	(9,646,425)	(23,944,632)	(78,844)	(66,886)	(7,465,901)	(4,335,834)	(1,441,226)	(1,253,814)	(18,632,396)	(29,601,166)
Net assets	141,954,743	113,355,412	13,669,691	12,573,156	5,450,712	5,342,208	932,219	1,717,352	162,007,365	132,988,128

Notes to the interim condensed consolidated financial information (continued)

16 Summary of financial assets and liabilities by category and fair value measurement

16.1 Categories of financial assets and liabilities

The carrying amounts of the Group's financial assets and liabilities as stated in the interim condensed consolidated statement of financial position may also be categorized as follows:

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Financial assets			
<i>At amortised cost:</i>			
Cash and cash equivalents	20,387,486	22,753,083	35,629,566
Accounts receivable and other assets	7,489,413	3,958,761	3,541,724
<i>At fair value:</i>			
Investments at fair value through profit or loss	14,378,995	15,580,222	10,862,246
Investments at fair value through other comprehensive income	11,447,449	10,687,810	9,587,763
	53,703,343	52,979,876	59,621,299
Financial liabilities			
<i>At amortised cost:</i>			
Due to banks	3,462,497	1,937,486	1,872,376
Accounts payable and other liabilities	13,224,320	11,224,070	10,844,402
Lease liabilities	760,091	844,951	912,916
Borrowings	-	-	14,750,000
	17,446,908	14,006,507	28,379,694

Management considers that the carrying amounts of financial assets and all financial liabilities, which are stated at amortized cost, approximate their fair values.

16.2 Fair value hierarchy for financial instruments measured at fair value

The following table presents the financial assets which are measured at fair value in the interim condensed consolidated statement of financial position in accordance with the fair value hierarchy.

This hierarchy Groups financial assets and liabilities into six levels based on the significance of inputs used in measuring the fair value of the financial assets and liabilities. The fair value hierarchy has the following levels:

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

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: Inputs for assets or liabilities that are not based on observable market data (unobservable inputs).

The level within which the financial asset or liability is classified is determined based on the lowest level of significant input to the fair value measurement.

Notes to the interim condensed consolidated financial information (continued)

16 Summary of financial assets and liabilities by category and fair value measurement (continued)

16.2 Fair value hierarchy for financial instruments measured at fair value (continued)

The financial assets and liabilities measured at fair value in the consolidated statement of financial position are grouped into the fair value hierarchy as follows:

	Level 1	Level 2	Level 3	Total
	KD	KD	KD	KD
30 June 2025 (Unaudited)				
Financial assets:				
Investments at fair value through profit or loss				
Quoted securities	10,182,228	-	-	10,182,228
Unquoted securities	-	4,196,767	-	4,196,767
Investments at fair value through other comprehensive income				
Quoted securities	8,798,237	-	-	8,798,237
Unquoted securities	-	717,434	1,512,224	2,229,658
Debt securities	-	417,182	-	417,182
Foreign funds	-	2,372	-	2,372
	18,980,465	5,333,755	1,512,224	25,826,444
31 December 2024 (Audited)				
Financial assets:				
Investments at fair value through profit or loss				
Quoted securities	9,440,295	-	-	9,440,295
Unquoted securities	-	6,139,927	-	6,139,927
Investments at fair value through other comprehensive income				
Quoted securities	7,921,172	-	-	7,921,172
Unquoted securities	-	799,428	1,555,751	2,355,179
Debt securities	-	409,062	-	409,062
Foreign funds	-	2,397	-	2,397
	17,361,467	7,350,814	1,555,751	26,268,032
30 June 2024 (Unaudited)				
Financial assets:				
Investments at fair value through profit or loss				
Quoted securities	8,017,588	-	-	8,017,588
Unquoted securities	-	1,183,072	-	1,183,072
Foreign fund	-	1,661,586	-	1,661,586
Investments at fair value through other comprehensive income				
Quoted securities	6,833,429	-	-	6,833,429
Unquoted securities	-	677,878	1,681,268	2,359,146
Debt securities	-	392,806	-	392,806
Foreign funds	-	2,382	-	2,382
	14,851,017	3,917,724	1,681,268	20,450,009

The methods and valuation techniques used for the purpose of measuring fair values, are unchanged compared to the previous reporting year/period.

Notes to the interim condensed consolidated financial information (continued)

16 Summary of financial assets and liabilities by category and fair value measurement (continued)

16.2 Fair value hierarchy for financial instruments measured at fair value (continued)

Level 3 Fair value measurements

The Group's measurement of financial assets and liabilities classified in level 3 uses valuation techniques inputs that are not based on observable market data. The financial instruments within this level can be reconciled from beginning to ending balances as follows:

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited) KD
Balance at the beginning of the period/year	1,555,751	1,643,914	1,643,914
Disposals	-	(28,750)	-
Changes in fair value	(43,527)	(59,413)	37,354
Balance at the end of the period/year	1,512,224	1,555,751	1,681,268

17 Contingencies

Contingent liabilities and capital commitments at the financial position date are as follows:

	30 June 2025 (Unaudited) KD	31 Dec. 2024 (Audited) KD	30 June 2024 (Unaudited)
Issued letters of guarantee	5,230,506	5,437,427	5,477,396
Commitments on purchase of investment (note 8.1)	6,951,875	6,951,875	-
Capital commitments on investment	6,305,000	6,000,000	-
	18,487,381	18,389,302	5,477,396

18 Fiduciary assets

The Group manages mutual funds and portfolios on behalf of its Ultimate Parent Company, other related parties and outsiders, and maintains securities in fiduciary accounts which are not reflected in the Group's interim condensed consolidated statement of financial position. Assets under management at 30 June 2025 amounted to KD17,910,498 (31 December 2024: KD18,340,751 and 30 June 2024: KD19,285,904) of which assets managed on behalf of its Ultimate Parent Company and other related parties amounted to KD17,878,111 (31 December 2024: KD18,301,714 and 30 June 2024: KD19,246,714).

19 Annual general assembly and proposed dividends

The Annual General Assembly of the shareholders of the Parent Company held on 17 March 2025 approved the consolidated financial statements for the year ended 31 December 2024 and the board of directors' proposal to distribute cash dividend to shareholders equivalent to 25 fils per share for the year ended 31 December 2024 (31 December 2023: 8 fils per share) and an amount of KD130,000 as directors' remuneration for the year ended 31 December 2024 (31 December 2023: KD177,500).

The Board of Directors, in their meeting held on 13 August 2025, approved the distribution of an interim cash dividend of 10 fils per share, based on the authorization given by the Parent Company's ordinary general meeting held on 19 May 2025.

Notes to the interim condensed consolidated financial information (continued)

20 Legal cases

- 20.1 In prior years, one of the Group's associates, Excellent Choice General Trading and Contracting Co. – WLL ("ECC"), had filed lawsuits against a local bank ("Bank") claiming return of the ownership of 33,544,500 shares of Boubyan Bank, which were transferred by the Bank through a sale contract, plus any cash or in-kind dividends and other benefits related to those shares.

During 2023, the lawsuits relating to the shares were finally decided by the Court of Cessation in favour of ECC. Accordingly, ECC obtained full rights over the transferred shares of Boubyan Bank totaling 50,504,513 share.

In previous years, ECC filed a lawsuit against the legal representative of the Kuwait Clearing Company and others regarding the disbursement of dividends from previous years pertaining to the above shares of Boubyan Bank for an amount of KD1,354,064, which were held by the Kuwait Clearing Company. The court of first-instance ruling was issued on 24 October 2023 in favor of ECC, obliging the defendant to pay the amount of these dividends to ECC. On 18 April 2024, the Court of Appeal upheld the mentioned ruling issued in favor of ECC. Later during 2024, ECC collected an amount of KD1,368,259 from the defendants.

Furthermore, on 11 March 2025, the Court of the First Instance ruled in favour of ECC obligating the Bank to return to ECC the bonus shares totaling 5,176,713 shares of Boubyan Bank (being share dividends attributable to the above-mentioned shares for the years 2020 and 2021) or its equivalent in value at the date of distribution along with legal interest until 18 February 2024 totaling an amount of KD4,646,828 plus interest at 7% from date of ruling until full settlement. Furthermore, the issued ruling obliges the Kuwait Clearing Company to disburse and deliver to ECC an amount of KD265,149 representing the disbursement of cash dividends pertaining to the above-mentioned shares of Boubyan Bank for the years 2020 and 2021. However, the said ruling has been appealed before court of appeal, which referred the case to an expert. As of the date of issuance of this interim condensed consolidated financial information, a final ruling has not yet been issued.

The Group will recognize its share of the amount on collection from the defendants.

- 20.2 In 2011, one of the Group's subsidiaries ("Noor Jordan"), sold its full ownership in one of its Jordanian subsidiaries to nine individuals. Following the sale, the buyers filed a lawsuit alleging that the asset valuation had been misrepresented. On 5 December 2023, the Amman Court of Appeal ruled against Noor Jordan, ordering it and its representatives to pay an amount equivalent of KD1,188,286. As a result, the Group recorded a provision of KD2,376,572 in its consolidated financial statements for the year ended 31 December 2023, which represented the judgment amount plus the legal interest.

Noor Jordan contested the decision at the Court of Cassation, which accepted the appeal in January 2024 and returned the case to the Court of Appeal. On 23 June 2024, the Court of Appeal ruled in favor of Noor Jordan, clearing all charges. Accordingly, the Group reversed the previously recognised provision in its interim condensed consolidated financial information for the period ended 30 June 2024.

21 Comparative amounts

Certain comparative amounts have been reclassified to conform to the presentation in the current period, and such reclassification does not affect previously reported net assets, net equity and net results for the year/period.

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