

**Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)
and the Review Report**

For the three month period ended 31 March 2025

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Interim condensed consolidated financial information (Unaudited) and review report
For the three month period ended 31 March 2025

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REPORT ON REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS

AL MADAR KUWAIT HOLDING COMPANY K.S.C. (PUBLIC) STATE OF KUWAIT

Introduction

We have reviewed the accompanying interim condensed consolidated financial information of Al Madar Kuwait Holding Company K.S.C. (Public) (the "Parent Company") and its subsidiaries (together referred to as the "Group") which comprise the interim condensed consolidated statement of financial position as at 31 March 2025, and the interim condensed consolidated statement of income, the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the three month period then ended. The preparation and fair presentation of this interim condensed consolidated financial information is the responsibility of the Parent Company's management in accordance with IAS 34: "Interim Financial Reporting". 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 the 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 all material respects, in accordance with International Accounting Standard 34: "Interim Financial Reporting".

Emphasis of matter

Without qualifying our conclusion, we draw attention to Note 4 to the interim condensed consolidated financial information, which states that an investment property with a carrying value of KD 1,122,913 (31 December 2024: KD 1,121,821 and 31 March 2024: KD 3,933,465) was registered through an irrevocable power of attorney.

Other Matter

The interim condensed consolidated financial information of the Group for the three month period ended 31 March 2024 was reviewed by another auditor who expressed an unqualified conclusion on the interim condensed consolidated financial information on 15 May 2024.

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 account of the Parent Company. We further report nothing has come to our attention indicating any violations during the three month period ended 31 March 2025 of the provisions of Companies Law No. 1 of 2016, and its executive regulations, as amended, Law No. 7 of 2010 concerning Establishment of Capital Markets Authority and Organization of Securities Activity and its executive regulations, or the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, that would materially affect the Group's activities or its interim condensed consolidated financial position.

Other Matter

The Annual General Assembly Meeting of the Parent Company for the financial year ended 31 December 2024 ("AGM") has not been held until the date of approval of this interim condensed consolidated financial information. Consequently, the consolidated financial statements for the financial year ended 31 December 2024 have not been approved yet. We were appointed as an auditor by the Parent Company's Board of Directors to review the interim condensed consolidated financial information for the three month period ended 31 March 2025. Such appointment is subject to approval of the Annual General Assembly of the Parent Company.


Qais M. Al Nisf**License No. 38 "A"****BDO Al Nisf & Partners****Kuwait: 14 May 2025**

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Financial Position (Unaudited)
As at 31 March 2025

			(Audited) 31 December 2024	31 March 2024
	Notes	31 March 2025 KD	2024 KD	KD
ASSETS				
Investment properties	4	25,891,006	25,889,913	23,263,532
Trade receivables and other debit balances	5	440,881	447,358	470,400
Financial assets at fair value through profit or loss	6	684,876	809,084	862,933
Bank balances and cash		416,918	160,922	258,526
		27,433,681	27,307,277	24,855,391
Investment property held for sale	4	-	-	2,978,000
Total assets		27,433,681	27,307,277	27,833,391
EQUITY AND LIABILITIES				
EQUITY				
Share capital	7	21,386,865	21,386,865	21,386,865
Statutory reserve		156,546	156,546	152,426
Share premium		4,990,296	4,990,296	4,990,296
Treasury shares	8	(4,609,290)	(4,609,290)	(4,609,290)
Other reserve		(122,147)	(122,147)	(122,147)
Foreign currency translation reserve		127,056	127,799	129,458
Retained earnings		300,360	238,413	177,194
Equity attributable to shareholders of the Parent Company		22,229,686	22,168,482	22,104,802
Non-controlling interests		1,458,171	1,447,107	1,572,432
Total equity		23,687,857	23,615,589	23,677,234
LIABILITIES				
Employees' end of service indemnity		153,036	160,328	305,582
Due to related parties	9	378,858	376,779	1,368,173
Ijara contract with a promise to purchase	10	823,500	810,643	-
Other liabilities	11	2,390,430	2,343,938	2,482,402
Total liabilities		3,745,824	3,691,688	4,156,157
Total equity and liabilities		27,433,681	27,307,277	27,833,391

The notes on pages 7 to 13 form a part of this interim condensed consolidated financial information.



Ahmad Abdurazzaq Albahr
Chairman

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Income (Unaudited)
For the three month period ended 31 March 2025

	Notes	Three months ended 31 March	
		2025 KD	2024 KD
Revenues:			
Net rental income	12	188,867	135,611
Changes in fair value of financial assets at fair value through profit or loss		(6,907)	110,544
Realized gain on sale of financial assets at fair value through profit or loss		27,514	-
Write back of provision for expected credit losses		-	428
Other income		194	-
		<u>209,668</u>	<u>246,583</u>
Expenses and other charges:			
General and administrative expenses		(122,209)	(130,516)
Finance costs		(12,857)	(14,900)
		<u>(135,066)</u>	<u>(145,416)</u>
Profit for the period before Contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS") and Zakat		74,602	101,167
Contribution to Kuwait Foundation for the Advancement of Sciences		(671)	(910)
Zakat		(673)	-
Total profit for the period		<u>73,258</u>	<u>100,257</u>
Attributable to:			
Shareholders of the Parent Company		61,947	85,622
Non-controlling interests		11,311	14,635
		<u>73,258</u>	<u>100,257</u>
Earnings per share attributable to Shareholders of the Parent Company (Basic and diluted) (fils)	14	<u>0.30</u>	<u>0.414</u>

The notes on pages 7 to 13 form a part of this interim condensed consolidated financial information.

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited)
For the three month period ended 31 March 2025

	Three months ended 31 March	
	2025	2024
	KD	KD
Profit for the period	<u>73,258</u>	<u>100,257</u>
Other comprehensive income items:		
<i>Items that may be reclassified subsequently in the consolidated statement of income:</i>		
Foreign currency translation reserve	<u>(990)</u>	<u>473</u>
Total other comprehensive income for the period	<u>72,268</u>	<u>100,730</u>
Attributable to:		
Shareholders of the Parent Company	61,204	85,977
Non-controlling interests	<u>11,064</u>	<u>14,753</u>
Total comprehensive income for the period	<u>72,268</u>	<u>100,730</u>

The notes on pages 7 to 13 form a part of this interim condensed consolidated financial information.

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)

For the three month period ended 31 March 2025

	Equity attributable to shareholders of the Parent Company							Non-controlling interests	Total equity
	Share capital	Statutory reserve	Share premium	Treasury shares	Other reserve	Foreign currency translation reserve	Retained earnings		
	KD	KD	KD	KD	KD	KD	KD	KD	KD
At 1 January 2024									
(Audited)	21,386,865	152,426	4,990,296	(4,609,290)	(122,147)	129,103	91,572	1,557,679	23,576,504
Profit for the period	-	-	-	-	-	-	85,622	14,635	100,257
Other comprehensive income for the period	-	-	-	-	-	355	-	118	473
Total comprehensive income for the period	-	-	-	-	-	355	-	14,753	100,730
At 31 March 2024	<u>21,386,865</u>	<u>152,426</u>	<u>4,990,296</u>	<u>(4,609,290)</u>	<u>(122,147)</u>	<u>129,458</u>	<u>177,194</u>	<u>1,572,432</u>	<u>23,677,234</u>
At 1 January 2025									
(Audited)	21,386,865	156,546	4,990,296	(4,609,290)	(122,147)	127,799	238,413	1,447,107	23,615,589
Profit for the period	-	-	-	-	-	-	61,947	11,311	73,258
Other comprehensive loss for the period	-	-	-	-	-	(743)	-	(247)	(990)
Total comprehensive (loss)/income for the period	-	-	-	-	-	(743)	-	11,064	72,268
At 31 March 2025	<u>21,386,865</u>	<u>156,546</u>	<u>4,990,296</u>	<u>(4,609,290)</u>	<u>(122,147)</u>	<u>127,056</u>	<u>300,360</u>	<u>1,458,171</u>	<u>23,687,857</u>

The notes on pages 7 to 13 form an integral part of this interim condensed consolidated financial information.

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Cash Flows (Unaudited)
For the three month period ended 31 March 2025

		Three months ended 31 March	
	Notes	2025 KD	2024 KD
OPERATING ACTIVITIES:			
Profit for the period before Contribution to Kuwait Foundation for the Advancement of Sciences (KFAS) and Zakat		74,602	101,167
Changes in fair value of financial assets at fair value through profit or loss		6,907	(110,544)
Realized gain on sale of financial assets at fair value through profit or loss		(27,514)	-
Write back of provision for expected credit losses		-	(428)
Provision for employees' end of service indemnity		4,291	4,203
Finance costs	9	12,857	14,900
		71,143	9,298
<i>Changes in working capital:</i>			
Trade receivables and other debit balances		6,477	(50,038)
Due to related parties		2,079	-
Other liabilities		98,197	8,933
Net cash flows generated from / (used in) operations		177,896	(31,807)
Employees' end of service indemnity paid		(11,583)	(31,808)
Paid for Zakat		(55,132)	(7,261)
Net cash flows generated from / (used in) operating activities		111,181	(70,876)
INVESTING ACTIVITIES			
Proceeds from sale of financial assets at fair value through profit or loss		144,815	-
Cash flows generated from investing activities		144,815	-
Net increase/(decrease)/in cash and bank balances		255,996	(70,876)
Bank balances and cash at the beginning of the period		160,922	329,402
Bank balances and cash at the end of the period		416,918	258,526

The notes on pages 7 to 13 form a part of this interim condensed consolidated financial information.

Al Madar Kuwait Holding Company K.S.C. (Public) and its Subsidiaries
State of Kuwait

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)

For the three month period ended 31 March 2025

1. Company Information

Al Madar Kuwait Holding Company K.S.C. (Public) (the "Parent Company") was incorporated on 23 November 1998. The Parent Company was listed on Boursa Kuwait on 20 June 2005.

As per the Extraordinary General Assembly Meeting held on 17 October 2024, certain articles of the Parent Company's Articles of Association and Memorandum of Incorporation were amended. Such changes were authenticated in the commercial register under No. 75362 on 6 November 2024.

The Parent Company is principally engaged in the following activities:

- Managing its subsidiaries or participating in the management of other companies in which it contributes and providing the necessary support to them.
- Investing its funds in trading of shares, bonds and other securities.
- Owning properties and movables that are necessary to carry out its activities within the limits allowed by with the Law.
- Financing or lending companies in which the Parent Company holds shares and guaranteeing them against others. In this case, the contribution ratio of the holding company in the share capital of the borrowing company shall not be less than 20%.
- Owning intellectual property rights such as patents, trademarks or industrial designs, franchises and other moral rights, exploiting and leasing them to its holding companies and others.
- Owning shares for the Parent Company's account only.
- An office for management of the holding activities.

The Parent Company is a public shareholding company incorporated and domiciled in the State of Kuwait, whose shares are publicly traded on Boursa Kuwait.

The head office of the Parent Company is located in Al Qibla Area - Block No. 11 - Ali Al Salem Street - Building No. 21 "Al Faris Commercial Tower" - Mezzanine Floor and its registered postal code is P.O. Box 1376, Safat 13014, State of Kuwait.

The Parent Company is a subsidiary of Al Thekair General Trading and Contracting Company W.L.L. (the "Ultimate Parent Company"), a limited liability company incorporated and domiciled in the State of Kuwait.

The interim condensed consolidated financial information of the Group for the three month period ended 31 March 2025 was authorized for issue in accordance with a resolution by the Parent Company's Board of Directors on 14 May 2025.

2. Group Information

Subsidiaries

The interim condensed consolidated financial information of the Group includes:

Name	Activities Activities	Country of incorporation	Percentage of ownership % (Audited)		
			31 March 2025	31 December 2024	31 March 2024
Dar Al-Thuraya Real Estate Company K.S.C.P. ("Dar Al-Thuraya")	Properties	State of Kuwait	91.46%	91.46%	91.46%
Al Madar Real Estate Development Company K.S.C. (Closed) ("Al Madar Real Estate")	Properties	State of Kuwait	100%	100%	100%
*Al Thuraya for Warehousing and Refrigeration Company K.S.C. (Closed)	Rental activities	State of Kuwait	99%	99%	99%
<i>Held indirectly by Dar Al Thuraya</i>					
Al Thuraya Star Company W.L.L.	General Trading and Contracting	State of Kuwait	100%	100%	100%
Kuwait Building Real Estate Company K.S.C. (Closed)	Properties	State of Kuwait	100%	100%	99%
Golden Madar Real Estate Company W.L.L.	Properties	State of Kuwait	100%	100%	100%
**Wafer Company for Food Supplies W.L.L.	Catering services	State of Kuwait	100%	100%	100%
**Shrimz Restaurant Company W.L.L.	Restaurant services	State of Kuwait	100%	100%	100%
**Local Brokerage Company for General Trading W.L.L.	Wholesale and retail trade	State of Kuwait	100%	100%	100%
<i>Held indirectly by Al Madar Real Estate</i>					
Al Murooj Gulf Trading LLC	Constructions	Oman	75%	75%	75%

2. GROUP INFORMATION (CONTINUED)

Subsidiaries (continued)

*The remaining shares in this subsidiary are held by third parties on behalf of the Group. Thus, the Group's effective ownership interest in this subsidiary is 100%.

**These companies represent existing commercial licenses without operational activities.

3. BASIS OF PREPARATION

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 "Interim Financial Reporting" and should be read in conjunction with the Group's last annual audited consolidated financial statements as at 31 December 2024 ("last annual audited consolidated financial statements"), and does not include all the information required for the preparation of complete financial statements in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS"). However, certain explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's interim condensed consolidated statement of financial position and consolidated performance since the last annual audited consolidated financial statements.

In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. The results of operations for the three month period ended 31 March 2025 are not necessarily indicative of the results to be expected for the financial year ending 31 December 2025. For further information, refer to the annual audited consolidated financial statements of the Group for the financial year ended 31 December 2024.

The interim condensed consolidated financial information has been presented in Kuwaiti Dinars ("KD") which is the functional and presentation currency of the Group.

Changes in material accounting policy information

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of this interim condensed consolidated financial information are consistent with those adopted in the preparation of the annual consolidated financial statements of the Group for the financial year ended 31 December 2024, except for the application of new standards effective as of 1 January 2025, which do not have a material impact on the interim condensed consolidated financial information of the Group. Such amendments are summarized below:

Lack of Exchangeability (Amendments to IAS 21)

On 15 August 2023, the IASB issued Lack of Exchangeability which amended IAS 21 The Effects of Changes in Foreign Exchange Rates (the Amendments). The amendments arose as a result of a submission received by the IFRS Interpretations Committee about the determination of the exchange rate when there is a long-term lack of exchangeability. IAS 21, prior to the Amendments, did not include explicit requirements for the determination of the exchange rate when a currency is not exchangeable into another currency, which led to diversity in practice.

The Committee recommended that the IASB develop narrow scope amendments to IAS 21 to address this issue. After further deliberations, the IASB issued an exposure draft of the proposed amendments to IAS 21 in April 2021 and the final amendments were issued in August 2023.

The amendments introduce requirements to assess when a currency is exchangeable into another currency and when it is not. The amendments require an entity to estimate the spot exchange rate when it concludes that a currency is not exchangeable into another currency.

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)
For the three month period ended 31 March 2025

4. INVESTMENT PROPERTIES

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
At the beginning of the period / year / period	25,889,913	23,258,544	23,258,544
Additions	-	15,600	-
Change in fair value	-	(379,326)	-
Foreign exchange differences	1,093	17,095	4,988
*Reclassified investment property	-	2,978,000	-
	<u>25,891,006</u>	<u>25,889,913</u>	<u>23,263,532</u>
*Investment property held for sale	-	-	2,978,000
At the end of the period / year/ period	<u>25,891,006</u>	<u>25,889,913</u>	<u>26,241,532</u>

*During the financial year ended 31 December 2024, one of the subsidiaries cancelled a preliminary contract that had been concluded with an external party for the purpose of selling an investment property in the State of Kuwait. On 11 June 2024, the contract was cancelled due to the external party's inability to fulfill its obligations, and accordingly, the investment property was reclassified.

The Group's investment property portfolio consists of the following:

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
Properties under development	14,249,784	14,248,691	19,972,000
Developed properties	<u>11,641,222</u>	<u>11,641,222</u>	<u>6,269,532</u>
	<u>25,891,006</u>	<u>25,889,913</u>	<u>26,241,532</u>

The geographical concentration of the main investment properties is as follows:

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
State of Kuwait	21,989,000	21,989,000	19,972,000
Other countries	<u>3,902,006</u>	<u>3,900,913</u>	<u>6,269,532</u>
	<u>25,891,006</u>	<u>25,889,913</u>	<u>26,241,532</u>

Investment properties include a developed property in the State of Kuwait registered with one of the subsidiaries of the Parent Company with a carrying value of KD 1,603,000 (31 December 2024: KD 1,603,000, and 31 March 2024: KD 1,575,000). It is recorded in the books according to an Ijara contract with a promise to purchase concluded between the subsidiary and a local bank and is due for repayment on 18 August 2025. The property was previously registered under an Ijara contract with a promise to purchase between a related party ("one of the major partners of the Ultimate Parent Company") and the local bank (Notes 9 and 10).

An investment property with a carrying value of KD 1,122,913 (31 December 2024: KD 1,121,821, 31 March 2024: KD 3,933,465) was registered in the name of one of the major partners of the Ultimate Parent Company who waived it to one of the subsidiaries through an irrevocable power of attorney.

Investment property valuations at 31 December 2024 were carried out by independent, accredited valuers who hold recognised and relevant professional qualifications and have experience of the locations and categories of investment properties being valued. In accordance with the requirements of the Capital Markets Authority, the Group has chosen the lower of these two valuations, as the applied valuation models are consistent and the fair value is determined by combining the revenue capitalization method and the market comparison method, taking into account the nature and use of each property. The Group's investment property portfolio is evaluated on an annual basis as management believes that there are no significant circumstances that have arisen during the period of the interim condensed consolidated financial information, which may have a significant impact on the fair value.

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)
For the three month period ended 31 March 2025

5. TRADE RECEIVABLES AND OTHER DEBIT BALANCES

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
Tenant receivables (Net)	8,044	8,699	43,257
Prepaid expenses	34,458	13,723	58,892
Advance payments for purchase of investment properties	315,689	315,689	315,689
Staff receivables	14,571	12,781	16,836
Refundable deposits	26,425	26,425	-
Other debit balances	41,694	70,041	35,726
	<u>440,881</u>	<u>447,358</u>	<u>470,400</u>

6. Financial assets at fair value through profit or loss

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
Investment in quoted local shares	<u>684,876</u>	<u>809,084</u>	<u>862,933</u>

Valuation techniques of the financial assets at fair value through profit or loss are disclosed in Note 16.

7. SHARE CAPITAL

The authorised, issued and fully paid-up capital of the Parent Company is KD 21,386,865 divided into 213,868,650 shares (31 December 2024: KD 21,386,865 divided into 213,868,650 shares, 31 March 2024: KD 21,386,865 divided into 213,868,650 shares) each of 100 fils per share and all shares are paid in cash.

8. TREASURY SHARES

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
Number of treasury shares	<u>7,286,736</u>	<u>7,286,736</u>	<u>7,286,736</u>
Percentage of issued shares (%)	<u>%3.41</u>	<u>%3.41</u>	<u>3.41%</u>
Market value (KD)	<u>717,015</u>	<u>816,114</u>	<u>666,736</u>
Cost (KD)	<u>4,609,290</u>	<u>4,609,290</u>	<u>4,609,290</u>

9. RELATED PARTY BALANCES AND TRANSACTIONS

Related parties primarily comprise of the Group's major shareholders, directors, key management personnel of the Group, their close family members and entities controlled or significantly influenced by them. In the normal course of business and subject to the approval of the Group's management, transactions were made with such related parties during the period ended 31 March.

	Other related parties	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD	KD
<i>Interim condensed consolidated statement of financial position:</i>				
Due to related parties				
* Main partner of the Ultimate Parent Company	-	-	-	996,246
Al Shall International for Investment and				
Projects Co. W.L.L.	<u>378,858</u>	<u>378,858</u>	<u>376,779</u>	<u>371,927</u>
	<u>378,858</u>	<u>378,858</u>	<u>376,779</u>	<u>1,368,173</u>

9. RELATED PARTY BALANCES AND TRANSACTIONS (CONTINUED)

*The balance due to a major partner of the Ultimate Parent Company represents a financing for the acquire of an investment property through an Ijara contract with a promise to purchase concluded between the related party and a local bank. During the financial year ended 31 December 2024, , the due balance was settled by entering into an Ijara contract with a promise to purchase between one of the subsidiaries and the local bank, instead of the related party (Notes 4 and 10). The Group incurred financing costs of KD 14,900 for the three-month period ended 31 March 2024.

** Amounts due to the Intermediate Parent Company are unsecured, non-interest bearing and are payable on demand.

Key management benefits:

	Three months ended 31 March	
	2025	2024
	KD	KD
Salaries and other short-term benefits	11,118	10,503
Employees' end of service indemnity	1,626	1,190
	<u>12,744</u>	<u>11,693</u>

10. IJARA CONTRACT WITH A PROMISE TO PURCHASE

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
Ijara payables	843,500	843,500	-
Less: future finance costs	(20,000)	(32,857)	-
	<u>823,500</u>	<u>810,643</u>	<u>-</u>

Ijara payables represent a contract concluded between one of the subsidiaries and a local bank in exchange for the right-of-use of an investment property with a promise to purchase, totaling a lease value of KD 843,500, and is due for payment on 18 August 2025 (Notes 4 and 9).

11. OTHER LIABILITIES

	31 March 2025	(Audited) 31 December 2024	31 March 2024
	KD	KD	KD
Accrued expenses	315,050	213,790	205,873
Provision for employees' leave	21,322	29,725	40,208
Contribution to KFAS	46,562	43,367	11,096
NLST payable	423,304	419,842	390,156
Zakat payable	34,196	87,222	154,809
Other credit balances	1,549,996	1,549,992	1,680,260
	<u>2,390,430</u>	<u>2,343,938</u>	<u>2,482,402</u>

12. NET RENTAL INCOME

	Three months ended 31 March	
	2025	2024
	KD	KD
Rental income from operating leases of investment properties	212,612	160,622
Property operating expenses	(23,745)	(25,011)
	<u>188,867</u>	<u>135,611</u>

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)
For the three month period ended 31 March 2025

13. FIDUCIARY ASSETS

The Group manages clients' assets as a trustee. Clients' assets do not fall within the Group's general assets, and the Group cannot acquire the assets it manages. Consequently, the assets managed by the Group are not included in the consolidated financial statements, as they do not represent the Group's assets. As at 31 March 2025, the remaining assets (funds and clients' assets) that the Group remains custodian and trustee of were estimated at KD 12,979, which is the value of a restricted and reserved portfolio by the Ministry of Justice (based on the Company's monthly report regarding the termination of the Company's business and related to clients' funds and assets (31 December 2024: KD 12,979, 31 March 2024: KD 12,979).

14. BASIC AND DILUTED EARNINGS PER SHARE (FILS)

Basic and diluted earnings per share are calculated by dividing net profit for the period by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares.

	Three months ended 31 March	
	2025	2024
	KD	KD
Profit for the period attributable to shareholders of the Parent Company (KD)	61,947	85,622
<i>Weighted average number of outstanding shares:</i>		
Number of issued shares (share)	213,868,650	213,868,650
Less: Weighted average number of treasury shares (shares)	(7,286,736)	(7,286,736)
Weighted average number of outstanding shares (shares)	206,581,914	206,581,914
Basic and diluted earnings per share attributable to the shareholders of the Parent Company (fils)	0.30	0.414

15. SEGMENT INFORMATION

The Group identifies its operating segments based on internal management reporting information that is regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. The Parent Company's Chief Executive Officer is the Group's chief operating decision maker and has grouped the Group's products into the following operating segments:

- **Investment properties:** Buying, selling, capital increase and investing in real estate.
- **Investments:** Investment in subsidiaries, associates and equity shares.
- **Other unallocated items:** Assets, liabilities, revenues and expenses not allocated within the above segments.

	Three months ended 31 March 2025			
	Investment properties	Investments	Other unallocated items	Total
	KD	KD	KD	KD
Assets	26,245,306	684,876	503,499	27,433,681
Liabilities	826,500	-	2,919,324	3,745,824
Revenues	188,867	20,801	-	209,668
Segments results	188,867	20,607	(136,216)	73,258

	Financial year ended 31 December 2024 (Audited)			
	Investment properties	Investments	Other unallocated items	Total
	KD	KD	KD	KD
Assets	26,255,002	809,084	243,191	27,307,277
Liabilities	813,643	-	2,878,045	3,691,688

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)
For the three month period ended 31 March 2025

15. SEGMENT INFORMATION (CONTINUED)

	Three months ended 31 March 2024			
	<i>Investment properties</i>	<i>Investments</i>	<i>Other unallocated items</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Assets	26,634,703	862,933	335,755	27,833,391
Liabilities	1,049,245	-	2,734,985	3,784,230
Revenues	135,610	110,543	430	246,583
Segments results	135,610	110,543	(145,896)	100,257

16. FAIR VALUE DISCLOSURES

The fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, Grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (for example: inputs relating to prices).
- Level 3: inputs are unobservable inputs for the asset or liability.

31 March 2025

Financial assets:

Financial assets at fair value through profit or loss

Level 1

KD

684,876

31 December 2024 (Audited)

Financial assets:

Financial assets at fair value through profit or loss

Level 1

KD

809,084

31 March 2024

Financial assets:

Financial assets at fair value through profit or loss

Level 1

KD

862,933

17. ANNUAL GENERAL ASSEMBLY MEETING

The Board of Directors, in its meeting held on 27 March 2025, proposed not to distribute dividends to shareholders for the financial year ended 31 December 2024, nor to distribute Directors' remuneration for the financial year ended 31 December 2024. This proposal is subject to approval of the Shareholders' annual general assembly.

The Annual General Assembly Meeting of the Parent Company for the financial year ended 31 December 2024 ("AGM") has not been held until the date of approval of this interim condensed consolidated financial information. Consequently, the consolidated financial statements for the financial year ended 31 December 2024 were not approved. The interim condensed consolidated financial information for the three month period ended 31 March 2025 does not include any adjustments, which might have been required, had the annual general assembly not approved the consolidated financial statements for the financial year ended 31 December 2024.

Further, an auditor was appointed by the Parent Company's Board of Directors to review the interim condensed consolidated financial information for the three month period ended 31 March 2025. Such appointment is subject to approval of the Annual General Assembly of the Parent Company.

The Annual General Assembly of Shareholders held on 27 May 2024 approved the consolidated financial statements of the Group for the financial year ended 31 December 2023. Moreover, it approved the Board of Directors' proposals not to distribute dividends to shareholders and not to distribute Directors' remuneration for the financial year ended 31 December 2023.

18. POTENTIAL CLAIMS

The Group operates in the real estate sector and is exposed to legal disputes with tenants in the normal course of business. Management does not believe that these claims will have a material impact on the consolidated financial statements.

19. LEGAL CASES

There are certain legal cases filed by/against the Group as of 31 March 2025. The outcome of these cases cannot be assessed until a final court ruling is issued. Based on the legal advisor's opinion, the Group's management believes that there will be no need to create any additional provisions.

20. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current period presentations. Such reclassification did not affect previously reported profit and losses, or equity or opening balances of the earliest comparative year / period presented and accordingly a third interim condensed consolidated statement of financial position is not presented.