

Kuwait Telecommunications Company K.S.C.P.
and its Subsidiaries

Condensed consolidated interim financial information (Unaudited)
30 September 2026

Contents

	Page
Independent auditor's review report	1
Interim condensed consolidated statement of financial position (Unaudited)	2
Interim condensed consolidated statement of comprehensive income (Unaudited)	3
Interim condensed consolidated statement of changes in equity (Unaudited)	4
Interim condensed consolidated statement of cash flows (Unaudited)	5
Notes to the condensed consolidated interim financial information (Unaudited)	6 - 12

Deloitte.

Deloitte & Touche
Al-Wazzan & Co.
Ahmed Al-Jaber Street, Sharq
Dar Al-Awadi Complex, Floors 7 & 9
P.O. Box 20174, Safat 13062
Kuwait
Tel : +965 22408844, 22438060
Fax : +965 22408855, 22452080
www.deloitte.com

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF KUWAIT TELECOMMUNICATIONS COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Telecommunications Company K.S.C.P. (the Parent Company) and its subsidiaries (together called "the Group") as at 30 September 2026 and the related interim condensed consolidated statement of comprehensive income for the three-month and nine-month periods then ended, and the related interim condensed consolidated statements of changes in equity and cash flows for the nine-month period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting (IAS 34). Our responsibility is to express a conclusion on this interim 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 financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim financial information is in agreement with the books of account of the Parent Company. We further report that, nothing has to come to our attention that causes us to believe that there is any violations of the Companies Law No. 1 of 2016, and its executive regulation, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine-month period ended 30 September 2026 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, nothing has to come to our attention that causes us to believe that there is any violation of the provisions of Law No 7 of 2010, concerning the Capital Markets Authority and its related regulations, as amended, during the nine-month period ended 30 September 2026 that might have had a material effect on the business of the Parent Company or on its financial position.

Talal Y. Al-Muzaini
Licence No. 209A
Deloitte & Touche - Al Wazzan & Co.

Kuwait
25 October 2026

Interim condensed consolidated statement of financial position as at 30 September 2026 (Unaudited)

	Notes	Unaudited 30 September 2026 KD '000	Audited 31 December 2025 KD '000	Unaudited 30 September 2025 KD '000
ASSETS				
Non - current assets				
Property and equipment		**146,314**	159,208	159,361
Goodwill and intangible assets		**38,730**	39,232	42,012
Right of use assets		**27,748**	24,335	24,591
Trade and other receivables		**19**	280	374
Contract assets		**29,295**	26,659	24,444
Prepayments and other non-current assets		**3,356**	-	-
		245,462	249,714	250,782
Current assets				
Inventories		**16,327**	12,212	10,351
Prepayments and other current assets		**25,504**	19,042	18,129
Trade and other receivables		**59,844**	46,239	49,705
Contract assets		**58,510**	61,580	58,825
Cash, bank balances and deposits	5	**69,106**	90,375	98,862
		229,291	229,448	235,872
Total assets		**474,753**	479,162	486,654
EQUITY AND LIABILITIES				
Equity				
Share capital	6	**99,874**	99,874	99,874
Treasury shares	6	**(47)**	-	-
Statutory reserve		**52,483**	52,483	52,483
Other reserves		**205**	115	179
Retained earnings		**75,462**	87,133	78,859
Total equity		**227,977**	239,605	231,395
Non-current liabilities				
Employees' end of service benefits		**13,820**	13,277	13,664
Islamic financing facilities	7	**1,438**	5,750	7,188
Lease liabilities		**20,012**	18,470	17,990
Trade and other payables		**6,353**	1,322	1,513
		41,623	38,819	40,355
Current liabilities				
Islamic financing facilities	7	**5,750**	5,750	5,750
Lease liabilities		**6,567**	5,404	5,779
Contract liabilities		**25,940**	24,645	24,040
Trade and other payables		**166,896**	164,939	179,335
		205,153	200,738	214,904
Total liabilities		**246,776**	239,557	255,259
Total equity and liabilities		**474,753**	479,162	486,654

The accompanying notes from 1 to 13 form an integral part of this condensed consolidated interim financial information.

شركة الاتصالات الكويتية

Dr. Mahmoud Ahmad Abdulrahman
Chairman

Interim condensed consolidated statement of comprehensive income –30 September 2026 (Unaudited)

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2026	**2025**	**2026**	**2025**
		KD'000	**KD'000**	**KD'000**	**KD'000**
Revenue	3	**87,093**	81,073	**255,955**	255,679
Operating expenses		**(45,547)**	(40,194)	**(133,329)**	(136,157)
Staff costs		**(7,077)**	(7,043)	**(21,125)**	(19,894)
Expected credit losses		**(2,716)**	(3,231)	**(8,692)**	(8,606)
Depreciation, amortization and write offs		**(13,384)**	(14,510)	**(40,212)**	(40,205)
General and administrative expenses		**(8,206)**	(7,092)	**(23,213)**	(22,131)
Finance costs		**(476)**	(546)	**(1,524)**	(1,737)
Finance income and others, net		**156**	1,223	**1,556**	2,296
Profit before taxation and Board of Directors' remuneration		**9,843**	9,680	**29,416**	29,245
Taxation	12	**(1,024)**	(1,089)	**(2,892)**	(3,168)
Board of Directors' remuneration		**(81)**	(90)	**(243)**	(252)
Profit for the period		**8,738**	8,501	**26,281**	25,825
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		**8,738**	8,501	**26,281**	25,825
Basic and diluted Earnings Per Share (Fils)	9	**9**	9	**26**	26

The accompanying notes from 1 to 13 form an integral part of this condensed consolidated interim financial information.

Interim condensed consolidated statement of changes in equity –30 September 2026 (Unaudited)

	Share capital	Treasury shares	Statutory reserve	Other reserves	Retained earnings	Total
	KD '000	KD '000	KD '000	KD '000	KD '000	KD '000
Balance at 1 January 2026	99,874	-	52,483	115	87,133	239,605
Profit for the period	-	-	-	-	26,281	26,281
Total comprehensive income for the period	-	-	-	-	26,281	26,281
Purchase of treasury shares	-	(47)	-	-	-	(47)
Share-based payment transaction	-	-	-	90	-	90
Cash dividends (Note 6)	-	-	-	-	(37,952)	(37,952)
Balance at 30 September 2026	**99,874**	**(47)**	**52,483**	**205**	**75,462**	**227,977**
Balance at 1 January 2025	99,874	-	52,483	130	87,990	240,477
Profit for the period	-	-	-	-	25,825	25,825
Total comprehensive income for the period	-	-	-	-	25,825	25,825
Share-based payment transaction	-	-	-	49	-	49
Cash dividends (Note 6)	-	-	-	-	(34,956)	(34,956)
Balance at 30 September 2025	99,874	-	52,483	179	78,859	231,395

The accompanying notes from 1 to 13 form an integral part of this condensed consolidated interim financial information.

Interim condensed consolidated statement of cash flows –30 September 2026 (Unaudited)

	Note	Nine months ended 30 September 2026 KD '000	2025 KD'000
OPERATING ACTIVITIES			
Profit before taxation and Board of Directors' remuneration		**29,416**	29,245
Adjustments for:			
Depreciation, amortization and write offs		**40,212**	40,205
Finance costs		**1,524**	1,737
Expected credit loss - trade and other receivables		**2,044**	2,698
Expected credit loss - contract assets		**6,617**	5,908
Provision for employees' end of service benefits		**1,023**	1,161
Provision for slow-moving inventories		**150**	244
Loss/(gain) on derecognition of lease liabilities		**8**	(174)
Operating profit before working capital changes:		**80,994**	81,024
Changes in:			
Inventories		**(4,265)**	2,224
Prepayments and other assets		**(9,818)**	(3,548)
Trade and other receivables		**(15,388)**	(5,995)
Contract assets		**(6,183)**	(14,905)
Contract liabilities		**1,295**	(1,533)
Trade and other payables		**2,238**	30,530
Cash flows from operating activities		**48,873**	87,797
End of service benefits paid		**(953)**	(902)
Net cash flows from operating activities		**47,920**	86,895
INVESTING ACTIVITIES			
Additions to property and equipment		**(9,814)**	(34,923)
Additions to intangible assets		**(7,297)**	(8,555)
Proceeds from sale of property and equipment		**-**	82
Net movement in term deposits		**28,068**	16,469
Net cash flows from / (used in) investing activities		**10,957**	(26,927)
FINANCING ACTIVITIES			
Cash dividends paid		**(36,409)**	(33,925)
Purchase of treasury shares		**(47)**	-
Payment of lease liabilities		**(10,419)**	(11,097)
Repayment of islamic financing facilities		**(4,312)**	(4,312)
Finance costs paid		**(891)**	(1,082)
Net cash flows used in financing activities		**(52,078)**	(50,416)
NET INCREASE IN CASH AND CASH EQUIVALENTS		**6,799**	9,552
Cash and cash equivalents at the beginning of the period		**40,975**	56,610
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	**47,774**	66,162
Non-Cash Item:			
Addition to right-of-use assets and lease liabilities		**13,302**	16,482

The accompanying notes from 1 to 13 form an integral part of this condensed consolidated interim financial information.

1. Corporation information

Kuwait Telecommunications Company K.S.C.P. (the "Parent Company") is a Kuwaiti Shareholding Company incorporated pursuant to Amiri decree No. 187 on 22 July 2008 to operate and manage the third GSM mobile network in Kuwait as per Law No. 2 of 2007. The shares of the Parent Company were listed on Boursa Kuwait on 14 December 2014 and it is a subsidiary of Saudi Telecommunications Company ("stc" or the "Ultimate Parent Company"), which is listed on the Saudi Stock Exchange.

The Parent Company was registered in the commercial register on 9 November 2008 under registration number 329673 and commenced its commercial operations on 3 December 2008.

The Parent Company owns 100% shares of Qualitynet General Trading & Contracting Company W.L.L. and E-Portal Holding Company K.S.C. (Closed) (hereinafter, the Parent Company and its subsidiaries together referred to as the "Group").

The objectives for which the Parent Company was incorporated are the provision of all cellular mobile telecommunication and calling system services in Kuwait in addition to purchasing, supplying, installing, operating and maintaining wireless telecommunications devices and equipment (mobile telecommunication, calling system and other wireless services). The Parent Company also utilizes the available monetary surpluses through investing the same in portfolios managed by specialized companies and entities in accordance with the provisions of Islamic Sharia'a and as per the criteria set by Ministry of Communications.

The Parent Company is domiciled in the State of Kuwait and is located at Al-Asimah Tower, Kuwait City – Al-Murgab Area, Block 3, Plot 12.

This condensed consolidated interim financial information for the period ended 30 September 2026 were authorized for issue by the Board of Directors of the Parent Company on 25 October 2026.

2. Basis of preparation and changes to the Group's accounting policies

2.1. Basis of preparation

The condensed consolidated interim financial information for the nine months ended 30 September 2026 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The Group has prepared the condensed consolidated interim financial information on the basis that it will continue to operate as a going concern. The Directors have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The condensed consolidated interim financial information do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025.

Operating results for the period ended 30 September 2026 are not necessarily indicative of the results that may be expected for the year ending 31 December 2026. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. For further information, refer to the audited consolidated financial statements and notes thereto for the year ended 31 December 2025.

Regional geopolitical developments

The Group closely monitors regional geopolitical developments and their potential impacts on the State of Kuwait and the GCC countries. The Group maintains a robust and flexible operating model to manage potential risks effectively, while continuously assessing any possible impacts on its business operations.

2.2. New standards, interpretations and amendments adopted by the Group

Accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Amendments to IFRS Accounting Standards which are effective for annual accounting period starting from 1 January 2026, did not have any material impact on the condensed consolidated interim financial information of the Group.

2.3. Significant judgements and estimates

The preparation of the condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments 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 Group's annual consolidated financial statements for the year ended 31 December 2025.

3. Revenue

The following table disaggregates revenue by major sources and timing of revenue recognition.

	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2026	2025	2026	2025
	KD'000	KD'000	KD'000	KD'000
Sources of revenue				
Sale of goods – recognized at point in time	**29,120**	25,290	**83,046**	82,506
Rendering of services – recognized over time	**57,973**	55,783	**172,909**	173,173
	87,093	81,073	**255,955**	255,679

4. Related party balances and transactions

Related parties primarily comprise of major shareholders of the Parent Company and the Ultimate Parent Company, its directors, key management personnel and entities on which they either have control or exercise significant influence.

Significant transactions with the related parties are as follows:

	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2026	2025	2026	2025
	KD'000	KD'000	KD'000	KD'000
Revenue - Ultimate Parent Company	**19**	21	**57**	3,044
Revenue – associate	**847**	874	**2,478**	2,415
Revenue – affiliates	**3,932**	329	**4,958**	3,112
Management fees	**3,024**	2,846	**8,919**	8,943
Operating expenses - Ultimate Parent Company	**144**	168	**430**	457
Operating expenses – affiliates	**7,491**	10,985	**26,188**	25,078

Management fees represents fees charged by the Ultimate Parent Company which is based on certain percentage of revenues.

Balances due from related parties amounting to KD 5,636 thousand as at 30 September 2026 (31 December 2025: KD 4,614 thousand and 30 September 2025: KD 4,135 thousand) are included in trade and other receivables in the interim condensed consolidated statement of financial position. Balance with related parties do not carry any profit and are receivable on demand.

Balances due to related parties amounting to KD 44,213 thousand (current KD 38,593 thousand and non-current KD 5,620 thousand) as at 30 September 2026 (31 December 2025: current KD 42,853 thousand and non- current KD Nil) and (30 September 2025: current KD 64,777 thousand and non-current KD Nil) are included in trade and other payables and balances. Balance with related parties do not carry any profit and are payable on demand.

Key management compensation

Key management personnel comprise of the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Group. The key management personnel compensation is as follows:

	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2026	**2025**	**2026**	**2025**
	KD'000	**KD'000**	**KD'000**	**KD'000**
Salaries, allowances and other benefits	**1,092**	856	**3,086**	2,399
Share-based payment transaction	**63**	21	**90**	49
End of service benefits	**35**	20	**99**	64
	1,190	897	**3,275**	2,512

5. Cash, bank balances and deposits

	Unaudited 30 September 2026	**Audited 31 December 2025**	**Unaudited 30 September 2025**
	KD'000	**KD'000**	**KD '000**
Cash at banks	**17,309**	7,949	13,349
Cash in hand	**39**	39	48
Islamic deposits	**51,758**	82,387	85,465
Cash, bank balances and deposits as per interim condensed consolidated statement of financial position	**69,106**	90,375	98,862
Less: Islamic deposits with original maturity exceeding 3 months but less than 12 months	**(21,332)**	(49,400)	(32,700)
Cash and cash equivalents in the interim condensed consolidated statement of cash flows	**47,774**	40,975	66,162

Islamic deposits are placed with local Islamic financial institutions and carry an effective profit rate of 2.5% - 4.65% (31 December 2025: 3.30% - 4.90% and 30 September 2025: 3.00% - 4.85%) per annum.

6. Equity

Share capital

The Parent Company's authorized, issued and fully paid-up share capital is KD 99,874 thousand (31 December 2025 and 30 September 2025: KD 99,874 thousand) comprising of 998,733,704 shares (31 December 2025 and 30 September 2025: 998,733,704 shares) of 100 fils each and is fully paid in cash.

Treasury shares

	Unaudited 30 September 2026	Audited 31 December 2025	Unaudited 30 September 2025
Number of treasury shares	**71,000**	-	-
Percentage of share capital (%)	**0.007%**	-	-
Cost of shares (KD'000)	**47**	-	-
Fair value of shares (KD'000)	**42**	-	-
Weighted average fair value per treasury share (KD)	**0.597**	-	-

Annual general meeting

The annual general assembly meeting of the shareholders held on 04 March 2026 approved distribution of cash dividends of 38 fils per share (31 December 2024: 35 fils per share) amounting to KD 37,952 thousand (31 December 2024: KD 34,956 thousand) for the year ended 31 December 2025. This was paid on 14 April 2026.

7. Islamic financing facilities

The Group has Islamic financing arrangements amounting to KD 108,000 thousand out of which KD 23,000 thousand was utilized and repayable over 4 years from March 2024 in equal quarterly installments.

Islamic financing facilities are unsecured and carries profit rate of 4.05% per annum (31 December 2025: in the range of 4.3%-4.55% per annum and 30 September 2025: 4.55% per annum).

	Unaudited 30 September 2026 KD'000	Audited 31 December 2025 KD'000	Unaudited 30 September 2025 KD '000
Represented by:			
Non-current portion	**1,438**	5,750	7,188
Current portion	**5,750**	5,750	5,750
	7,188	11,500	12,938

8. Commitment and contingencies

	Unaudited 30 September 2026 KD'000	Audited 31 December 2025 KD'000	Unaudited 30 September 2025 KD '000
Capital commitments	**25,190**	25,627	26,459
Contingent liabilities			
Letters of guarantee and letter of credit	**21,413**	21,087	20,955

The Group has contingent liabilities in respect of bank guarantee and letter of credit arising in the ordinary course of business from which it is anticipated that no material liabilities will arise.

Legal claims

In April 2017, Kuwait's Cassation Court invalidated a portion of the regulatory tariff decree levied on mobile telecommunication companies in Kuwait since 26 July 2011 by Kuwait's Ministry of Communications. Accordingly, the Parent Company had filed a claim for the recovery of the excess amount paid from change in regulation date till date.

The Parent Company initiated legal proceedings against the Ministry of Communications ("MOC") and the Communications and Information Technology Regulatory Authority ("CITRA") in connection with the aforementioned matter. The dispute was resolved upon the issuance of a final judgment by the Court of Cassation in favor of the Parent Company, ordering the authorities to pay a sum of KD 18,462 thousand, which was received by the Parent Company in previous years.

On 26 November 2024, the MOC and the CITRA (collectively, the "Plaintiff") filed a lawsuit before the First Court of Instance against the Parent Company ("Defendant"), seeking the reimbursement of the amounts previously adjudicated in the aforementioned case, asserting a claim for unjust enrichment where the plaintiff overpaid the claim amount.

On 24 March 2025, the Court of First Instance issued a judgment in favor of the Parent Company. The plaintiff appealed this judgment before the Court of Appeal, however on 13 August 2025, the Court of Appeal ruled to reject the appeal and uphold the judgment of the Court of First Instance.

On 18 September 2025, the plaintiff filed an appeal against the judgment before the Court of Cassation, and as of this date, no hearing has been scheduled to consider the appeal.

9. Basic and diluted earnings per share

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

	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2026	**2025**	**2026**	**2025**
Profit for the period (KD'000)	**8,738**	8,501	**26,281**	25,825
Weighted average number of shares	**998,733,704**	998,733,704	**998,733,704**	998,733,704
Less: weighted average number of treasury shares	**(71,000)**	-	**(29,810)**	-
Adjusted weighted average number of shares outstanding during the period	**998,662,704**	998,733,704	**998,703,894**	998,733,704
Basic and diluted earnings per share (fils)	**9**	9	**26**	26

10. Operating segments

Information regarding the Group's operating segments is set out below in accordance with the IFRS 8 "Operating Segments" which requires the identification of operating segments based on the internal reports that are regularly reviewed by the Group's Chief Executive Officer ("CEO") and used to allocate the resources to the segments and to evaluate their performance. The Group has identified Consumer (i.e., Individual customers) and Enterprise (i.e., Corporates & others) as major operating segments.

The Group's total costs, assets and liabilities have not been identified to any of the operating segments as the majority of the total costs, operating assets and liabilities are fully integrated between consumer and enterprise & others segments. The Group believes that it is not practicable to segregate and provide segment allocation related to total costs, operating assets and liabilities.

The Group mostly operates in State of Kuwait and is therefore viewed to operate in one geographical area. The operating segments that are regularly reported to CEO are Consumer segment and Enterprise & others.

	Three months ended 30 September (Unaudited)		Nine months ended 30 September (Unaudited)	
	2026	2025	2026	2025
	KD'000	KD'000	KD'000	KD'000
Consumer revenue- at a point in time	**26,371**	22,661	**72,708**	70,812
Consumer revenue- over time	**42,886**	42,571	**126,595**	128,595
Enterprise & others revenue- at a point in time	**2,749**	2,629	**10,338**	11,694
Enterprise & others revenue- over time	**15,087**	13,212	**46,314**	44,578
Total revenues	**87,093**	81,073	**255,955**	255,679
Operating expenses	**(45,547)**	(40,194)	**(133,329)**	(136,157)
Staff costs	**(7,077)**	(7,043)	**(21,125)**	(19,894)
Expected credit losses	**(2,716)**	(3,231)	**(8,692)**	(8,606)
Depreciation and amortization and write offs	**(13,384)**	(14,510)	**(40,212)**	(40,205)
General and administrative expenses	**(8,206)**	(7,092)	**(23,213)**	(22,131)
Finance costs	**(476)**	(546)	**(1,524)**	(1,737)
Finance income and others, net	**156**	1,223	**1,556**	2,296
Board of Directors' remuneration	**(81)**	(90)	**(243)**	(252)
Profit for the period before taxation	**9,762**	9,590	**29,173**	28,993
Taxation	**(1,024)**	(1,089)	**(2,892)**	(3,168)
Profit for the period	**8,738**	8,501	**26,281**	25,825

11. Fair values of financial instruments

Fair value is the price that would be received from selling an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, i.e. an exit price. The fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

Financial instruments comprise financial assets and financial liabilities.

Financial assets consist of cash, bank balances and deposits, trade and other receivables and contract assets . Financial liabilities consist of trade and other payables and Islamic financing facilities.

The fair values of the financial assets and liabilities are not significantly different from their carrying value. For financial assets and financial liabilities that are liquid or having short term maturity (less than twelve months) it is assumed that the carrying amounts approximate to their fair valuation.

12. Taxation

This includes income tax charge and contribution to Kuwait Foundation for Advancement of Sciences (KFAS).

Income tax charge

The State of Kuwait issued Law No. 157 of 2024 on 31 December 2024 (the Law) introducing domestic minimum top-up tax (DMTT) effective from the year 2025 on entities which are part of multinational entities group (MNE Group) with annual revenues of EUR 750 million or more. The Law provides that a top-up tax shall be payable on the taxable income at a rate equal to the difference between 15% and the effective tax rate of all constituent entities of the MNE Group operating within Kuwait. The taxable income and effective tax rate are computed in accordance with the executive regulations issued through Ministerial Resolution No. 55 of 2025. The Law effectively replaced the National Labour Support Tax (NLST) and Zakat tax regimes in Kuwait for MNEs within the scope of this Law.

13. Comparative figures

Certain figures have been reclassified as listed below to confirm with the classification used for the period ended 30 September 2026 and year ended 31 December 2025. These reclassifications listed below have no impact on previously reported net income, cash flows, retained earnings or net assets.

	As previously reported	Amounts of reclassification	Amounts after reclassification
	KD'000	KD'000	KD'000
***30 September 2025* (Unaudited)**			
Interim condensed consolidated statement of financial position			
Current assets			
Inventories	13,101	(2,750)	10,351
Prepayment and other current assets	11,492	6,637	18,129
Trade and other receivables	62,421	(12,716)	49,705
Contract assets	49,996	8,829	58,825
	137,010	-	137,010
Current liabilities			
Contract liabilities	-	24,040	24,040
Trade and other payables	203,375	(24,040)	179,335
	203,375	-	203,375