Privatization Holding Company – K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated financial information (Unaudited) and review report
For the nine month period ended 30 September 2026

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State of Kuwait

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BDO

Tel: +965 2242 6999
Fax: +965 2240 1666
www.bdo.com.kw

Al Shaheed Tower, 1st Floor
Khaled Ben Al Waleed Street, Sharq
P.O. Box 25578, Safat 13116
Kuwait

Review Report on the Interim Condensed Consolidated Financial Information

To the Board of Directors
Privatization Holding Company – K.P.S.C.
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Privatization Holding Company – K.P.S.C. ("the Parent Company") and its subsidiaries (together referred to as "the Group") as at 30 September 2026, and the related interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the nine month period then ended. The Parent Company's management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 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".

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 that nothing has come to our attention indicating any violations of the Companies Law No. 1 of 2016 and its Executive Regulations, as amended, nor of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the nine month period ended 30 September 2026, that might have had a material effect on business of the Group or its interim condensed consolidated financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 7 of 2010, concerning the Capital Markets Authority, and its related regulations and the related instructions, as amended, during the nine month period ended 30 September 2026, that might have had a material effect on the business of the Group or on its interim condensed consolidated financial position.

Qais M. Al Nisf
License No. 38
BDO Al Nisf & Partners

Kuwait : 11 November 2026

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Privatization Holding Company – K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of profit or loss (Unaudited)
For the nine month period ended 30 September 2026

	Note	Three months ended 30 September		Nine months ended 30 September	
		2026	2025	2026	2025
		KD	KD	KD	KD
Revenue:					
Revenue from sales and services		**1,348,443**	1,911,292	**4,192,507**	4,648,764
Unrealized (loss) / gain from change in fair value of financial assets at fair value through profit or loss		**(44,670)**	447,526	**1,057,286**	886,394
Realized gain from sale of financial assets at fair value through profit or loss		**13,151**	505,347	**29,567**	617,109
Dividend income		**4,142**	272,683	**248,154**	515,575
Loss from remeasurement of equity interest of a former associate		**(754)**	-	**(754)**	-
Gain from sale of non-current assets held for sale	10	**-**	-	**5,055,582**	-
Group's share of results from associates	4	**840,617**	1,026,407	**1,515,281**	1,958,094
Interest income		**27,597**	23,109	**81,254**	71,652
Other income		**10,444**	3,220	**46,864**	17,507
Total revenue		**2,198,970**	4,189,584	**12,225,741**	8,715,095
Expenses and other charges:					
Cost of sales and services		**(1,215,157)**	(1,510,321)	**(4,308,495)**	(4,641,980)
General and administrative expenses		**(259,620)**	(338,443)	**(1,047,046)**	(1,126,234)
Debit balances write off		**-**	(3,754,104)	**-**	(3,754,104)
Provision for expected credit losses	6	**-**	1,545	**-**	(3,414,167)
Provision for legal claim		**-**	-	**-**	(1,487,763)
Portfolio management fees		**(5,217)**	(8,657)	**(20,305)**	(25,183)
Finance cost		**(373,523)**	(507,920)	**(1,269,878)**	(1,641,014)
Contribution to Kuwait Emergency Response Fund	15	**(155,000)**	-	**(155,000)**	-
Foreign exchange gain / (loss)		**66**	(10,532)	**23,414**	(21,044)
Total expenses and other charges		**(2,008,451)**	(6,128,432)	**(6,777,310)**	(16,111,489)
Profit / (loss) for the period before contribution to National Labor Support Tax (NLST), Kuwait Foundation for the Advancement of Sciences (KFAS) and Zakat		**190,519**	(1,938,848)	**5,448,431**	(7,396,394)
NLST		**(11,127)**	-	**(124,900)**	-
KFAS		**(1,403)**	-	**(45,166)**	-
Zakat		**(3,161)**	-	**(45,988)**	-
Net profit / (loss) for the period		**174,828**	(1,938,848)	**5,232,377**	(7,396,394)
Attributable to:					
Shareholders of the Parent Company		**176,392**	(1,920,832)	**5,263,224**	(4,972,465)
Non-controlling interests		**(1,564)**	(18,016)	**(30,847)**	(2,423,929)
Net profit / (loss) for the period		**174,828**	(1,938,848)	**5,232,377**	(7,396,394)
Basic and diluted earnings / (loss) per share attributable to the shareholders of the Parent Company (Fils)	3	**0.443**	(4.823)	**13.216**	(12.486)

The accompanying notes on pages 8 to 19 form an integral part of this interim condensed consolidated financial information.

Privatization Holding Company – K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of profit or loss and other comprehensive income (Unaudited)
For the nine month period ended 30 September 2026

	Note	Three months ended 30 September		Nine months ended 30 September	
		2026	**2025**	**2026**	**2025**
		KD	KD	**KD**	KD
Net profit / (loss) for the period		**174,828**	(1,938,848)	**5,232,377**	(7,396,394)
Other comprehensive (loss) / income items:					
Items that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss:					
Exchange differences on translating of foreign operations		**(581)**	(3,879)	**(15,564)**	(4,326)
Group's share of other comprehensive (loss) / income of associates	4	**(289,188)**	426,600	**99,719**	(170,149)
Items that will not be reclassified subsequently to the interim condensed consolidated statement of profit or loss:					
Changes in fair value of financial assets at fair value through other comprehensive income ("FVOCI")		**42,005**	17,126	**10,093**	(50,961)
Total other comprehensive (loss) / income for the period		**(247,764)**	439,847	**94,248**	(225,436)
Total comprehensive (loss) / income for the period		**(72,936)**	(1,499,001)	**5,326,625**	(7,621,830)
Attributable to:					
Shareholders of the Parent Company		**(66,560)**	(1,486,301)	**5,378,861**	(5,204,032)
Non-controlling interests		**(6,376)**	(12,700)	**(52,236)**	(2,417,798)
Total comprehensive (loss) / income for the period		**(72,936)**	(1,499,001)	**5,326,625**	(7,621,830)

The accompanying notes on pages 8 to 19 form an integral part of this interim condensed consolidated financial information.

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

	Note	30 September 2026	(Audited) 31 December 2025	30 September 2025
		KD	KD	KD
Assets				
Non-current assets:				
Property, plant and equipment		**10,082,846**	10,271,861	10,344,802
Investment in associates	4	**41,964,784**	42,207,983	48,034,644
Financial assets at fair value through other comprehensive income	5	**1,953,296**	714,442	642,794
Accounts receivable and other debit balances	6	**6,555,014**	6,656,830	6,707,082
Total non-current assets		**60,555,940**	59,851,116	65,729,322
Current assets:				
Inventories		**3,745,017**	5,274,101	4,220,527
Accounts receivable and other debit balances	6	**6,445,724**	9,201,221	8,560,467
Financial assets at fair value through profit or loss	7	**15,482,394**	15,826,493	15,993,022
Term deposit	8	**106,035**	-	-
Cash and cash equivalents	9	**650,099**	451,359	751,652
		26,429,269	30,753,174	29,525,668
Non-current assets held for sale	10	**383,884**	5,259,552	5,259,552
Total current assets		**26,813,153**	36,012,726	34,785,220
Total assets		**87,369,093**	95,863,842	100,514,542
Equity and liabilities				
Equity:				
Capital	11	**39,825,000**	61,000,000	61,000,000
Fair value reserve of financial assets at FVOCI		**(4,624,854)**	(4,686,476)	(4,793,004)
Foreign currency translation reserve		**583,572**	534,340	553,896
Other reserves		**(324,107)**	(237,828)	(436,876)
Retained earnings / (accumulated losses)		**5,335,355**	(21,192,521)	(10,483,909)
Equity attributable to shareholders of the Parent Company		**40,794,966**	35,417,515	45,840,107
Non-controlling interests		**(6,687,570)**	(6,644,514)	(6,342,268)
Total equity		**34,107,396**	28,773,001	39,497,839
Liabilities:				
Non-current liabilities:				
Employees' end of service benefits		**664,588**	1,086,004	1,149,394
Term loans	12	**2,624,186**	3,204,169	3,851,056
Accounts payable and other credit balances	13	**20,465,654**	20,456,707	9,519,060
Total non-current liabilities		**23,754,428**	24,746,880	14,519,510
Current liabilities:				
Term loans	12	**14,770,077**	16,765,748	16,639,292
Accounts payable and other credit balances	13	**12,827,716**	23,643,042	27,920,656
Bank overdraft		**608,733**	634,428	636,502
		28,206,526	41,043,218	45,196,450
Liabilities relating to non-current asset held for sale		**1,300,743**	1,300,743	1,300,743
Total current liabilities		**29,507,269**	42,343,961	46,497,193
Total liabilities		**53,261,697**	67,090,841	61,016,703
Total equity and liabilities		**87,369,093**	95,863,842	100,514,542

The accompanying notes on pages 8 to 19 form an integral part of this interim condensed consolidated financial information.

Abdullah Mohammad Alhajeri
Chairman

Privatization Holding Company – K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of changes in equity (Unaudited)
For the nine month period ended 30 September 2026

	Equity attributable to shareholders of the Parent Company							
	Capital	Fair value reserve of financial assets at FVOCI	Foreign currency translation reserve	Other reserves	(Accumulated losses) / retained earnings	Sub-total	Non-controlling interests	Total Equity
	KD	KD	KD	KD	KD	KD	KD	KD
As at 31 December 2025	61,000,000	(4,686,476)	534,340	(237,828)	(21,192,521)	35,417,515	(6,644,514)	28,773,001
Net profit / (loss) for the period	-	-	-	-	5,263,224	5,263,224	(30,847)	5,232,377
Other comprehensive income / (loss):								
Changes in fair value of financial assets at FVOCI	-	26,072	-	-	-	26,072	(15,979)	10,093
Exchange differences on translating of foreign operations	-	-	(15,564)	-	-	(15,564)	-	(15,564)
Group's share of other comprehensive income / (loss) of associates (Note 4)	-	35,181	64,796	5,152	-	105,129	(5,410)	99,719
Other comprehensive income / (loss) for the period	-	61,253	49,232	5,152	-	115,637	(21,389)	94,248
Total comprehensive income / (loss) for the period	-	61,253	49,232	5,152	5,263,224	5,378,861	(52,236)	5,326,625
Transferred to retained earnings due to the sale of financial assets at FVOCI	-	369	-	-	(369)	-	-	-
Share of other reserves of associates (Note 4)	-	-	-	(91,431)	90,021	(1,410)	9,180	7,770
Capital reduction to amortize accumulated losses (Note 11)	(21,175,000)	-	-	-	21,175,000	-	-	-
As at 30 September 2026	39,825,000	(4,624,854)	583,572	(324,107)	5,335,355	40,794,966	(6,687,570)	34,107,396

Privatization Holding Company – K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of changes in equity (Unaudited)
For the nine month period ended 30 September 2026

	Equity attributable to shareholders of the Parent Company							
	Capital	Fair value reserve of financial assets at FVOCI	Foreign currency translation reserve	Other reserves	Accumulated losses	Sub-total	Non-controlling interests	Total Equity
	KD	KD	KD	KD	KD	KD	KD	KD
As at 31 December 2024	61,000,000	(4,847,681)	649,779	(233,225)	(5,487,019)	51,081,854	(3,924,483)	47,157,371
Net loss for the period	-	-	-	-	(4,972,465)	(4,972,465)	(2,423,929)	(7,396,394)
Other comprehensive income / (loss):								
Changes in fair value of financial assets at FVOCI	-	(57,092)	-	-	-	(57,092)	6,131	(50,961)
Exchange differences on translating of foreign operations	-	-	(4,326)	-	-	(4,326)	-	(4,326)
Group's share of other comprehensive income / (loss) of associates (Note 4)	-	111,769	(91,557)	(190,361)	-	(170,149)	-	(170,149)
Other comprehensive income / (loss) for the period	-	54,677	(95,883)	(190,361)	-	(231,567)	6,131	(225,436)
Total comprehensive income / (loss) for the period	-	54,677	(95,883)	(190,361)	(4,972,465)	(5,204,032)	(2,417,798)	(7,621,830)
Share of other reserves of associates (Note 4)	-	-	-	(13,290)	(24,425)	(37,715)	13	(37,702)
As at 30 September 2025	61,000,000	(4,793,004)	553,896	(436,876)	(10,483,909)	45,840,107	(6,342,268)	39,497,839

The accompanying notes on pages 8 to 19 form an integral part of this interim condensed consolidated financial information.

Privatization Holding Company – K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of cash flows (Unaudited)
For the nine month period ended 30 September 2026

	Nine months ended 30 September	
	2026	2025
	KD	KD
OPERATING ACTIVITIES		
Profit / (loss) for the period before contribution to National Labor Support Tax (NLST), Kuwait Foundation for the Advancement of Sciences (KFAS) and Zakat	**5,448,431**	(7,396,394)
Adjustments for:		
Unrealized gain from change in fair value on financial assets at fair value through profit or loss	**(1,057,286)**	(886,394)
Realized gain from sale of financial assets at fair value through profit or loss	**(29,567)**	(617,109)
Dividend income	**(248,154)**	(515,575)
Loss from remeasurement of equity interest of a former associate	**754**	-
Gain from sale of non-current assets held for sale	**(5,055,582)**	-
Group's share of results from associates	**(1,515,281)**	(1,958,094)
Interest income	**(81,254)**	(71,652)
Depreciation	**188,008**	269,787
Debit balances write off	-	3,754,104
Provision for expected credit losses	-	3,414,167
Provision for legal claim	-	1,487,763
Loss from sale of property, plant and equipment	**45,268**	12,600
Finance cost	**1,269,878**	1,641,014
Foreign exchange (gain) / loss	**(23,414)**	21,044
Provision for employees' end of service benefits	**36,054**	57,252
	(1,022,145)	(787,487)
Change in operating assets and liabilities:		
Inventories	**1,529,084**	619,637
Accounts receivable and other debit balances	**(856,180)**	(1,687,245)
Accounts payable and other credit balances	**(788,592)**	198,131
Cash flows used in operating activities	**(1,137,833)**	(1,656,964)
Employees' end of service benefits paid	**(457,470)**	(38,934)
Net cash flows used in operating activities	**(1,595,303)**	(1,695,898)
INVESTING ACTIVITIES		
Financial assets at fair value through profit or loss	**1,430,952**	5,450,228
Purchase of property, plant and equipment	**(3,281)**	(5,196)
Proceeds from sale of property, plant and equipment	**43,963**	13,219
Purchase of investment in associate	**(450,000)**	(309,000)
Proceeds from sale of investment in associate	**21,020**	-
Cash dividends received from associates	**1,000,499**	1,084,478
Proceeds from sale of non-current assets held for sale	**3,475,938**	-
Proceeds from sale of financial assets at fair value through other comprehensive income	**54,439**	254,769
Interest income received	**10,250**	3,846
Dividend income received	**248,154**	515,575
Term deposit	**(106,035)**	-
Net cash flows generated from investing activities	**5,725,899**	7,007,919
FINANCING ACTIVITIES		
Term loans	**(2,575,654)**	(4,436,969)
Bank overdraft	**(25,695)**	(244,677)
Finance cost paid	**(1,229,748)**	(1,995,993)
Net cash flows used in financing activities	**(3,831,097)**	(6,677,639)
Net increase / (decrease) in cash and cash equivalents	**299,499**	(1,365,618)
Foreign currency translation adjustment	**(100,759)**	87,428
Cash and cash equivalents at the beginning of the period	**451,359**	2,029,842
Cash and cash equivalents at the end of the period (Note 9)	**650,099**	751,652
Non-cash transactions:		
Financial assets at fair value through other comprehensive income	**(1,283,200)**	-
Investment in associates	**1,283,200**	-
Sale of non-current assets held for sale	**6,455,312**	-
Accounts receivable and other debit balances	**3,563,000**	-
Accounts payable and other credit balances	**(10,018,312)**	-
Capital reduction	**(21,175,000)**	-
Accumulated losses	**21,175,000**	-

The accompanying notes on pages 8 to 19 form an integral part of this interim condensed consolidated financial information.

1. Incorporation and activities

Privatization Holding Company - K.P.S.C. (the "Parent Company") is a Kuwaiti public shareholding Company registered on 10 October 1994, and its subsequent amendments, the last of which was notarized in the commercial register under No. 59070 on 1 June 2026, regarding the reduction of capital (Note 11) and the Parent Company activities. The Parent Company is listed on Boursa Kuwait.

The Parent Company is licensed to:

- Investing its funds in trading shares, bonds, and other securities.
- Office of management for holding activities.
- Owning shares for the holding company's account only.
- Managing its subsidiaries or participating in the management of other companies in which it holds shares and providing necessary support.
- Owning intellectual property rights such as patents, trademarks, or industrial models, franchise rights, and other intangible assets and for the benefit and leasing them to its holding subsidiaries and third parties.
- Financing or lending to companies in which it holds shares/portions and guaranteeing them to third parties, provided that its ownership interest in the borrowing company is at least 20% of the company's capital.
- Owning real estate and movables necessary for its operations within legal limits.

The Parent Company's registered office is located in Sharq, Ahmad Al-Jaber Street, Dar Al-Awadi Tower, 23rd Floor, and P.O. Box 4323, Safat 13104, Kuwait.

The interim condensed consolidated financial information of the Group were authorised for issuance by the Board of Directors of the Parent Company on 11 November 2026.

2. Basis of presentation

This interim condensed consolidated financial information has been prepared in accordance with the International Accounting Standard 34, "Interim Financial Reporting". The interim condensed consolidated financial information does not include all the information and disclosures required for preparation of complete annual consolidated financial statements in accordance with International Financial Reporting Standards (IFRS), and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation of the interim condensed consolidated financial information statements have been included.

This interim condensed consolidated financial information is presented in Kuwaiti Dinars ("KD") which is the functional and presentation currency of the Parent Company.

Operating results for the nine month ended 30 September 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026. For further information, refer to the annual audited consolidated financial statements for the year ended 31 December 2025.

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements 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 from 1 January 2026. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

2. Basis of presentation (Continued)

New standards, interpretations and amendments adopted by the Group (Continued)

Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7
In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments ("the Amendments"). These amendments include the following:

- Explanations regarding the recognition and derecognition requirements for financial assets and financial liabilities. In particular, clarify that a financial liability is derecognized on the "settlement date," with the provision of one of the accounting policy choices (if specific conditions are met) to derecognize financial liabilities that have been settled using an electronic payment system prior to the settlement date.
- Additional guidance on assessing the contractual cash flows of financial assets linked to ESG practices and similar features.
- Explanations regarding what constitutes "non-recourse features" and features of contractually linked instruments.
- Disclosure requirements for financial instruments with contingent features and additional disclosures for equity instruments classified at fair value through other comprehensive income.

The amendments had no impact on the interim condensed consolidated financial information of the Group.

Annual Improvements to IFRS: Accounting Standards - Volume 11
In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS - accounting standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1: First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial instruments: The disclosures and accompanying guidance regarding the application of "IFRS 7", "IFRS 9": Financial Instruments, and "IFRS 10": Consolidated Financial Statements, and "IAS 7": Statements of Cash Flows.

The amendments had no impact on the interim condensed consolidated financial information of the Group.

Contracts Referencing Nature - dependent electricity – Amendments to IFRS 9 and IFRS 7
On December 2024, the IASB issued Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature - dependent electricity. The amendments apply only to contracts referencing nature - dependent electricity, which are as follows:

- Clarify the application of the 'own-use' requirements for in-scope contracts.
- Amendment to the requirements for identifying the hedged item in a cash flow hedging relationship of in-scope contracts.
- Addition of new disclosure requirements to enable investors to understand the impact of these contracts on the Group's consolidated financial performance and consolidated cash flows.

The amendments had no impact on the interim condensed consolidated financial information of the Group

3. Basic and diluted earnings / (loss) per share attributable to the shareholders of the Parent Company

There are no potential dilutive ordinary shares. Basic and diluted earnings / (loss) per share attributable to the shareholders of the Parent Company are computed by dividing profit / (loss) for the period attributable for the shareholders of the Parent Company by the weighted average number of shares outstanding during the period as follows:

3. Basic and diluted earnings / (loss) per share attributable to the shareholders of the Parent Company (Continued)

	Three months ended 30 September		Nine months ended 30 September	
	2026	**2025**	**2026**	**2025**
Net profit / (loss) for the period attributable to the shareholders of the Parent Company (KD)	**176,392**	(1,920,832)	**5,263,224**	(4,972,465)
Weighted average number of outstanding shares (shares)	**398,250,000**	398,250,000	**398,250,000**	398,250,000
Basic and diluted earnings / (loss) per share attributable to the shareholders of the Parent Company (fils)	**0.443**	(4.823)	**13.216**	(12.486)

The basic and diluted loss per share for the comparative period was adjusted taking into account the resolution of the Extraordinary General Assembly to reduce the capital of the Parent Company for the purpose of amortizing accumulated losses (Note 11 & 14), as the basic and diluted loss per share for the nine-months and three-months periods ended 30 September 2025 prior to the adjustment amounted to (8.15) fils and (3.15) fils, respectively.

4. Investment in associates

	30 September 2026	**(Audited) 31 December 2025**	**30 September 2025**
	KD	KD	KD
Balance at the beginning of the period / year	**42,207,983**	46,791,133	46,791,133
Additions	**450,000**	2,797,746	577,746
Disposal	**(31,516)**	-	-
Reclassification to financial assets at fair value through other comprehensive income (a)	**(1,283,954)**	-	-
Cash dividends received from associates	**(1,000,499)**	(1,084,478)	(1,084,478)
Group's share of results from associates	**1,515,281**	2,797,633	1,958,094
Impairment loss	**-**	(9,176,277)	-
Group's share of other comprehensive income from associates' cumulative changes in fair value	**35,181**	170,069	111,769
Group's share of other comprehensive income / (loss) from associates' foreign currency translation adjustment	**59,386**	(105,533)	(91,557)
Group's share of other comprehensive income / (loss) from associates' other reserves	**5,152**	(190,362)	(190,361)
Other reserves	**7,770**	208,052	(37,702)
Balance at end of the period / year	**41,964,784**	42,207,983	48,034,644

a) During the period ended 30 September 2026, the Group lost its representation on the Board of Directors of First Equilease for Equipment and Transportation – K.S.C. (Closed). Consequently, the Group lost its significant influence over the associate.

Accordingly, the Group reclassified its investment in the former associate to financial assets at fair value through other comprehensive income, at its fair value of KD 1,283,200, which resulted in a loss of KD 754 recorded in the interim condensed consolidated statement of profit or loss.

4. Investment in associates (Continued)

Certain associates are quoted and listed in exchange markets. The carrying amount or the Group's investment in these listed associates is KD 10,413,887 at 30 September 2026 (31 December 2025: KD 10,912,986, 30 September 2025: KD 12,717,828) and its market value is KD 16,699,385 (31 December 2025: KD 12,864,698, 30 September 2025: KD 9,699,447).

Investment in associates amounting to KD 24,472,334 (31 December 2025: KD 28,593,162, 30 September 2025: KD 35,794,734) is secured against certain term loans (Note 12). Also, investment in associates amounting to KD 2,057,408 (31 December 2025: KD 1,912,239, 30 September 2025: KD

5. Financial assets at fair value through other comprehensive income

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Quoted securities	**108,631**	186,257	124,602
Unquoted securities	**1,655,758**	339,128	329,382
Funds and portfolios	**188,907**	189,057	188,810
	1,953,296	714,442	642,794

Financial assets at fair value through other comprehensive income amounting to KD 1,368,377 (31 December 2025: KD 86,870, 30 September 2025: KD 87,500) are secured against certain term loans (Note 12).

6. Accounts receivable and other debit balances

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Trade receivables	**9,547,408**	8,950,940	9,064,354
Due from related parties	**10,130,684**	13,660,641	10,882,470
Prepaid expenses and accrued income	**56,808**	33,280	38,907
Advances to project under progress (a)	**2,865,450**	2,756,963	2,742,614
Advances to suppliers	**618,587**	619,387	620,998
Other debit balances	**225,806**	226,744	120,176
	23,444,743	26,247,955	23,469,519
Provision for expected credit losses (b)	**(10,444,005)**	(10,389,904)	(8,201,970)
	13,000,738	15,858,051	15,267,549

a) Advances to project under progress represents the Group ownership of 30% of a Company established to own a hotel project under construction.

During the year ended 31 December 2025, the Group obtained an independent valuation for the project which resulted in an impairment of KD 3,754,104 recorded in the consolidated statement of profit or loss.

b) The movement on provision for expected credit losses is as follows:

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Balance at the beginning of the period / year	**10,389,904**	5,301,410	5,301,410
Charge for the period / year	**-**	5,600,161	3,414,167
Used during the period / year	**-**	(469,866)	(469,866)
Foreign currency translation	**54,101**	(41,801)	(43,741)
Balance at the end of the period / year	**10,444,005**	10,389,904	8,201,970

6. Accounts receivable and other debit balances (Continued)

Accounts receivable and other debit balances are represented in the following:

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Non-current portion	**6,555,014**	6,656,830	6,707,082
Current portion	**6,445,724**	9,201,221	8,560,467
	13,000,738	15,858,051	15,267,549

7. Financial assets at fair value through profit or loss

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Quoted securities	**7,411,964**	8,288,543	7,918,612
Unquoted security	**7,981,779**	7,450,002	7,986,578
Mutual funds	**88,651**	87,948	87,832
	15,482,394	15,826,493	15,993,022

At 30 September 2026, the Group held certain equity securities of related parties with a carrying value of KD 2,109,377 (31 December 2025: KD 3,944,944, 30 September 2025: KD 3,750,850) (Note 16).

Financial assets at fair value through profit or loss amounting to KD NIL (31 December 2025: KD 7,618,690, 30 September 2025: KD 7,261,021) are pledged against certain term loans (Note 12).

8. Term deposit

Term deposit carries a return rate of 3.438% per annum. This deposit has a contractual maturity of more than three months.

9. Cash and cash equivalents

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Cash on hand and at banks	**299,716**	436,759	305,654
Short term bank deposit	**300,000**	-	-
Cash at portfolios	**50,383**	14,600	445,998
	650,099	451,359	751,652

Short term bank deposit carries a return rate of 1.25% per annum. This deposit has a contractual maturity of less than three months.

10. Non-current assets held for sale

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
J3 for management & development of lands and real estate Company -W.L.L. (a)	-	4,875,668	4,875,668
Daytona for Advertising Publishing Distribution and Production Company - W.L.L.	**383,884**	383,884	383,884
	383,884	5,259,552	5,259,552

a) During the period ended 30 September 2026, the Group completed the transfer of the legal ownership of the 17.5% in J3 to the buyer which was sold for an amount of KD 9,931,250. Accordingly, it resulted with a gain of KD 5,055,582 recorded in the interim condensed consolidated statement of profit or loss.

11. Capital

The authorized, issued and fully paid capital of the Parent Company is KD 39,825,000, divided into 398,250,000 shares (31 December 2025 and 30 September 2025: KD 61,000,000, divided into 610,000,000 shares) with a nominal value of 100 fils each and all shares are paid in cash.

The Parent Company's Shareholders' Extraordinary General Assembly meeting held on 11 May 2026 approved the following:

- Reduction of the Parent Company's capital from KD 61,000,000 to KD 39,825,000 by an amount KD 21,175,000, to amortize part of the accumulated losses as at 31 December 2025.
- Approve to amend to Article No. (6) of the Articles of Association and No. (7) of the Memorandum of Incorporation related to the Parent Company's capital.

This was notarized in the Commercial Register under No. 59070 on 1 June 2026.

12. Term loans

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Term loans obtained from local financial institutions and a related party and carry interest rate ranging from 1.5% to 4% per annum over the Central Bank of Kuwait discount rate	**9,411,958**	11,234,049	11,884,049
Term loans obtain from a foreign financial institutions and carry interest rate at 10% to 12% per annum	**7,982,305**	8,735,868	8,606,299
	17,394,263	19,969,917	20,490,348

Certain investments in subsidiaries, associates, financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income are secured against term loans (Note 4, 5 and 7).

Term loans are represented in the following:

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Non-current portion	**2,624,186**	3,204,169	3,851,056
Current portion	**14,770,077**	16,765,748	16,639,292
	17,394,263	19,969,917	20,490,348

13. Accounts payable and other credit balances

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Trade payables	**3,768,475**	3,994,512	3,932,952
Due to related parties (Note 16)	**22,630,834**	33,496,710	26,917,448
Accrued expenses and other liabilities	**6,894,061**	6,608,527	6,589,316
	33,293,370	44,099,749	37,439,716

Accounts payable and other credit balances are represented in the following:

	30 September 2026	(Audited) 31 December 2025	30 September 2025
	KD	KD	KD
Non-current portion	**20,465,654**	20,456,707	9,519,060
Current portion	**12,827,716**	23,643,042	27,920,656
	33,293,370	44,099,749	37,439,716

14. General Assembly of the Parent Company's Shareholder

The Parent Company's Shareholders' Ordinary General Assembly meeting held on 4 May 2026 approved the consolidated financial statements for the year ended 31 December 2025 and approved not to distribute cash dividends and not to pay Board of Directors' remuneration for the year ended 31 December 2025.

The Parent Company's Shareholders' Extraordinary General Assembly meeting held on 11 May 2026 approved the following:

- Reduction of the Parent Company's capital from KD 61,000,000 to KD 39,825,000 by an amount KD 21,175,000, to amortize part of the accumulated losses as at 31 December 2025
- Approve to amend to Article No. (6) of the Articles of Association and No. (7) of the Memorandum of Incorporation related to the Parent Company's capital.

This was notarized in the Commercial Register under no. 59070 on 1 June 2026.

The Parent Company's Shareholders' Ordinary General Assembly meeting held on 22 May 2025 approved the consolidated financial statements for the year ended 31 December 2024 and approved not to distribute cash dividends and not to pay Board of Directors' remuneration for the year ended 31 December 2024.

15. Contribution To Kuwait Emergency Response Fund

The Board of Directors approved a contribution of KD 155,000 (USD 500,000) to the Kuwait Emergency Response Fund in support of national efforts in response to emergency situations and exceptional circumstances. The contribution was paid on 5 August 2026 and recorded in the interim condensed consolidated statement of profit or loss.

16. Related party transactions and balances

Related parties represent major shareholders, associates, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are to be approved by the Group's management.

Transactions and balances with related parties included in the interim condensed consolidated financial information are as follows:

Transactions included in interim condensed consolidated statement of profit or loss:	**Major shareholders**	**Other related parties**	**Nine month ended 30 September**	
	KD	**KD**	**2026**	**2025**
			KD	KD
Realized gain from sale of financial assets at fair value through profit or loss	-	**12,423**	**12,423**	391,838
Gain from sale of non-current assets held for sale	-	**5,055,582**	**5,055,582**	-
Dividend income	**21,127**	**2,484**	**23,611**	82,907
Interest income	-	**71,055**	**71,055**	68,126
Portfolio management fees	-	**13,170**	**13,170**	10,511
Finance cost	**113,183**	-	**113,183**	142,581

Balances included in interim condensed consolidated statement of financial position:	**Major shareholders**	**Other related parties**	**30 September 2026**	**(Audited) 31 December 2025**	**30 September 2025**
	KD	**KD**	**KD**	KD	KD
Financial assets at FVOCI	-	**109,170**	**109,170**	158,462	97,907
Due from related parties (Note 6) (net of provision for expected credit losses)	-	**4,137,440**	**4,137,440**	7,712,196	5,423,554
Financial assets at fair value through profit or loss (Note 7)	**980,284**	**1,129,093**	**2,109,377**	3,944,944	3,750,850
Cash with portfolios managers	-	**43,913**	**43,913**	9,125	17,833
Term loans	-	-	-	100,000	500,000
Due to related parties (Note 13)	**15,064,842**	**7,565,992**	**22,630,834**	33,496,710	26,917,448

	Three months ended 30 September		**Nine months ended 30 September**	
	2026	**2025**	**2026**	**2025**
Compensation of key management personnel:	**KD**	KD	**KD**	KD
Short term benefits	**93,332**	63,870	**262,856**	196,449
End of service benefits	**7,856**	8,636	**26,277**	23,956

17. Capital commitments and contingencies

	30 September 2026	(Audited) 31 December 2025	30 September 2025
Capital commitments	**KD**	KD	KD
Project commitments	**458,992**	1,861,140	9,057,580
Other commitments	**234,326**	147,254	308,529
	693,318	2,008,394	9,366,109

Contingencies

- At the reporting date, the Group has provided performance bank guarantees to a customer and suppliers amounting to KD 153,284 (31 December 2025: KD 288,432, 30 September 2025: KD 288,426) and to Public Authority for Housing Welfare KD 3,120,180 (31 December 2025: 3,120,180, 30 September 2025: KD 3,120,180) and secure certain investments in associate (Note 4) against a term loan provided by foreign financial institution to a related party as the loan amounting KD 123,833 (31 December 2025: KD 117,306, 30 September 2025: KD 141,539) from which it is anticipated that no material liabilities will arise.
- The Parent Company along with other two parties entered as a guarantor into a financing facility agreement of KD 17,850,000 provided to B&B Hotel Management Company - W.L.L. - project under progress (30% owned by Group). As at 30 September 2026, B&B Hotel Management Company - W.L.L. had utilized facilities amounting to KD 14,957,211 (31 December 2025: KD 13,800,211, 30 September 2025: KD Nil).
- At the reporting date, the Parent Company along with other two parties entered as a guarantor into a financing facility agreement provided to J3 for management & development of lands and real estate Company -W.L.L. (Associate), where the Parent Company is a guarantor for 15% of the facilities for a maximum amount of KD 23,688,000.

18. Segmental information

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on return on investments. The Group does not have any inter-segment transactions.

The following table presents segment income and results information regarding the Group's business segments:

	Investment	Others	Total
	KD	KD	KD
Nine month ended 30 September 2026			
Segment revenue	**7,999,397**	**4,226,344**	**12,225,741**
Segment profit / (loss) before contribution to NLST, KFAS and ZAKAT	**6,525,507**	**(1,077,076)**	**5,448,431**
Segment assets	**66,058,845**	**21,310,248**	**87,369,093**
Segment liabilities	**22,278,765**	**30,982,932**	**53,261,697**

	Investment	Others	Total
	KD	KD	KD
Nine month ended 30 September 2025			
Segment revenue	4,048,828	4,666,267	8,715,095
Segment loss	(1,187,395)	(6,208,999)	(7,396,394)
Segment assets	77,048,362	23,466,180	100,514,542
Segment liabilities	28,275,558	32,741,145	61,016,703

19. Fair value measurement

19.1 Fair value hierarchy

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.

Financial assets and financial liabilities measured at fair value in the interim condensed consolidated statement of financial position are grouped into three Levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

19.2 Fair value measurement of financial instruments

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

	30 September 2026	**(Audited) 31 December 2025**	**30 September 2025**
	KD	KD	KD
Financial assets:			
Financial assets at fair value through other comprehensive income:			
Financial assets at fair value through other comprehensive income	**1,953,296**	714,442	642,794
Financial assets at amortised cost:			
Accounts receivable and other debit balances (excluding prepayments and advances)	**9,461,726**	12,448,421	11,865,030
Term deposit	**106,035**	-	-
Cash and cash equivalents	**650,099**	451,359	751,652
Financial assets at fair value through profit or loss:			
Financial assets at fair value through profit or loss	**15,482,394**	15,826,493	15,993,022
	27,653,550	29,440,715	29,252,498
Financial liabilities:			
Financial liabilities at amortised cost:			
Term loans	**17,394,263**	19,969,917	20,490,348
Accounts payable and other credit balances (excluding advances)	**33,146,538**	43,923,609	37,284,959
Bank overdraft	**608,733**	634,428	636,502
	51,149,534	64,527,954	58,411,809

19. Fair value measurement (Continued)

19.2 Fair value measurement of financial instruments (Continued)

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

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.

The financial assets and liabilities measured at fair value on a recurring basis in the interim condensed consolidated statement of financial position are grouped into the fair value hierarchy as follows:

30 September 2026	**Level 1** KD	**Level 2** KD	**Level 3** KD	**Total** KD
Financial assets at fair value through other comprehensive income:				
Quoted securities	**108,631**	-	-	**108,631**
Funds and portfolios	-	**188,907**	-	**188,907**
Unquoted securities	-	-	**1,655,758**	**1,655,758**
Financial assets at fair value through profit or loss:				
Quoted securities	**7,411,964**	-	-	**7,411,964**
Mutual funds	-	**88,651**	-	**88,651**
Unquoted securities	-	**993,284**	**6,988,495**	**7,981,779**
	7,520,595	**1,270,842**	**8,644,253**	**17,435,690**

31 December 2025 (Audited)	**Level 1** KD	**Level 2** KD	**Level 3** KD	**Total** KD
Financial assets at fair value through other comprehensive income:				
Quoted securities	186,257	-	-	186,257
Funds and portfolios	-	189,057	-	189,057
Unquoted securities	-	-	339,128	339,128
Financial assets at fair value through profit or loss:				
Quoted securities	8,288,543	-	-	8,288,543
Mutual funds	-	87,948	-	87,948
Unquoted securities	-	936,184	6,513,818	7,450,002
	8,474,800	1,213,189	6,852,946	16,540,935

19. Fair value measurement (Continued)

19.2 Fair value measurement of financial instruments (Continued)

30 September 2025	Level 1	Level 2	Level 3	Total
	KD	KD	KD	KD
Financial assets at fair value through other comprehensive income:				
Quoted securities	124,602	-	-	124,602
Funds and portfolios	-	188,810	-	188,810
Unquoted securities	-	-	329,382	329,382
Financial assets at fair value through profit or loss:				
Quoted securities	7,918,612	-	-	7,918,612
Mutual funds	-	87,832	-	87,832
Unquoted securities	-	1,130,722	6,855,856	7,986,578
	8,043,214	1,407,364	7,185,238	16,635,816

During the period / year, there were no transfers between levels 1, 2 and 3.

20. Geopolitical Escalation Risks

The Group operates in a global and regional economic environment that continues to be affected by the escalating geopolitical tensions in the Middle East. Recent developments in the region have increased uncertainty in global markets and heightened risks relating to supply chains, transportation, shipping and insurance costs, as well as the potential impact on regional and international trade flows. Management has assessed the potential impact of these developments on the Group's operations and on its financial position, taking into consideration the following:

- Macroeconomic conditions and economic growth trends.
- The availability of raw materials, fuel and spare parts required for production, the resilience of global and regional supply chains, the risk of increased shipping, insurance and energy costs, and the potential for delays in procurement arising from geopolitical developments.
- The continuity of the Group's operating and production activities, including its ability to maintain production levels and meet customer demand in the event of disruptions to supply chains or logistics services.
- Credit risk relating to customers, particularly those operating in sectors that may be indirectly affected by an economic slowdown or market disruptions.
- Market risk, including the ability to liquidate assets and investments at its fair value during periods of heightened market volatility.
- Foreign currency risk arising from fluctuations in exchange rates in markets linked to the region.

Management has evaluated the extent to which the Group's operations have been affected by the current geopolitical developments and assessed their impact on the Group's overall business activities. The Group has not experienced any significant disruption to its core operations.

Management continues to monitor the impact of these developments on the Group's operating and production activities. The continuation of these conditions may result in increased operating costs or delays in procurement activities during future periods. Accordingly, Management will continue to monitor these developments on an ongoing basis and take appropriate measures to mitigate any potential adverse effects, including diversifying sources of supply and strengthening its operational risk management plans.