Al Kout Industrial Projects Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

30 SEPTEMBER 2026

Shape the future with confidence

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INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF AL KOUT INDUSTRIAL PROJECTS COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Kout Industrial Projects Company K.S.C.P. (the "Parent Company") and its subsidiaries (collectively, the "Group") as at 30 September 2026, and the related interim condensed consolidated statement of profit or loss and interim condensed consolidated statement of comprehensive income for the three months and nine months periods then ended and the interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the nine months period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34: *'Interim Financial Reporting' ("IAS 34")*. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *"Review of Interim Financial Information Performed by the Independent Auditor of the Entity."* A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently, it 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 IAS 34.

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, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine months 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, we have not become aware of any violations of the provisions of Law No. 7 of 2010 concerning establishment of Capital Markets Authority "CMA" and organization of security activity and its executive regulations, as amended, during the nine months period ended 30 September 2026 that might have had a material effect on the business of the Parent Company or on its financial position.

SHEIKHA AL FULAIJ
LICENCE NO. 289
EY
AL AIBAN, AL OSAIMI & PARTNERS

ERNST & YOUNG
EY
Al Aiban Al Osaimi & Partners

11 November 2026
Kuwait

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

For the period ended 30 September 2026

	Notes	*Three months ended 30 September*		*Nine months ended 30 September*	
		2026	*2025*	***2026***	*2025*
		KD	*KD*	***KD***	*KD*
Revenue from contracts with customers	3	**9,257,748**	9,468,995	**24,565,048**	27,845,173
Cost of sales and services rendered		**(6,772,594)**	(6,566,841)	**(18,786,573)**	(19,068,806)
GROSS PROFIT		**2,485,154**	2,902,154	**5,778,475**	8,776,367
General and administrative expenses		**(865,952)**	(898,699)	**(2,742,851)**	(2,797,609)
Selling and distribution expenses		**(151,535)**	(178,641)	**(508,511)**	(536,874)
Allowance for expected credit losses of trade receivables		**(14,940)**	(2,578)	**(22,791)**	(22,706)
Provision for legal case		**(153,110)**	-	**(153,110)**	-
Net foreign exchange differences		**(18,568)**	(20,487)	**(32,433)**	(75,167)
OPERATING PROFIT		**1,281,049**	1,801,749	**2,318,779**	5,344,011
Share of results of an associate		**22,475**	28,072	**46,969**	(34,286)
Other income	4	**340,492**	48,353	**1,159,687**	170,635
Finance costs		**(4,077)**	(7,404)	**(16,220)**	(28,845)
PROFIT BEFORE PROVISION FOR TAX AND DIRECTORS' REMUNERATION		**1,639,939**	1,870,770	**3,509,215**	5,451,515
Contribution to Kuwait Foundation for Advancement of Sciences ("KFAS")		**(18,080)**	(18,733)	**(36,851)**	(54,742)
National Labour Support Tax ("NLST")		**(45,222)**	(46,687)	**(95,807)**	(137,464)
Zakat		**(18,089)**	(18,675)	**(38,323)**	(54,986)
Directors' remuneration		**(11,750)**	(11,750)	**(35,250)**	(61,250)
PROFIT FOR THE PERIOD		**1,546,798**	1,774,925	**3,302,984**	5,143,073
BASIC AND DILUTED EARNINGS PER SHARE (EPS)	5	**15.33 Fils**	17.59 Fils	**32.73 Fils**	50.97 Fils

The attached notes 1 to 12 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 30 September 2026

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD	*2025 KD*	***2026 KD***	*2025 KD*
PROFIT FOR THE PERIOD	**1,546,798**	1,774,925	**3,302,984**	5,143,073
Other comprehensive income (loss)				
Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods:				
Exchange differences on translation of foreign operations	**400**	(7,807)	**36,122**	(60,341)
Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:				
Share of other comprehensive loss of an associate	-	-	**(189,285)**	(184,615)
Other comprehensive income (loss) for the period	**400**	(7,807)	**(153,163)**	(244,956)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**1,547,198**	1,767,118	**3,149,821**	4,898,117

The attached notes 1 to 12 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 September 2026

	Notes	30 September 2026 KD	(Audited) 31 December 2025 KD	30 September 2025 KD
ASSETS				
Non-current assets				
Property, plant and equipment		**14,028,404**	15,523,140	15,881,752
Right-of-use assets		**434,207**	517,283	507,415
Investment in an associate		**2,079,418**	2,221,734	2,121,955
Goodwill		**4,937,402**	4,937,402	4,937,402
Prepayments and other receivables		**-**	347,920	347,919
		21,479,431	23,547,479	23,796,443
Current assets				
Inventories		**4,962,963**	4,229,630	4,221,142
Trade receivables and contract assets		**8,976,907**	11,104,663	9,936,955
Prepayments and other receivables		**4,085,244**	2,132,511	2,394,997
Cash and cash equivalents	6	**7,065,787**	6,076,015	4,544,428
		25,090,901	23,542,819	21,097,522
TOTAL ASSETS		**46,570,332**	47,090,298	44,893,965
EQUITY AND LIABILITIES				
Equity				
Share capital	7	**10,090,080**	10,090,080	10,090,080
Statutory reserve		**5,186,422**	5,186,422	5,186,422
Voluntary reserve		**5,148,415**	5,148,415	5,148,415
Effect of changes in other comprehensive income of an associate		**(3,121,323)**	(2,932,038)	(2,932,038)
Foreign currency translation reserve		**602,187**	566,065	563,797
Retained earnings		**19,662,593**	20,395,641	18,654,521
Total equity		**37,568,374**	38,454,585	36,711,197
Non-current liabilities				
Employees' end of service benefits		**2,362,750**	2,215,584	2,194,428
Lease liabilities		**362,798**	436,152	175,390
		2,725,548	2,651,736	2,369,818
Current liabilities				
Trade payables, contract liabilities and other payables		**6,169,521**	5,869,290	5,448,487
Lease liabilities		**106,889**	114,687	364,463
		6,276,410	5,983,977	5,812,950
Total liabilities		**9,001,958**	8,635,713	8,182,768
TOTAL EQUITY AND LIABILITIES		**46,570,332**	47,090,298	44,893,965

Yousif M. Al Qassar
Chairman

Khaled Jamal Abuarjeh
Chief Executive Officer

The attached notes 1 to 12 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 September 2026

	Share capital KD	*Statutory reserve* KD	*Voluntary reserve* KD	*Effect of changes in other comprehensive income of an associate* KD	*Foreign currency translation reserve* KD	*Retained earnings* KD	*Total* KD
As at 1 January 2026	10,090,080	5,186,422	5,148,415	(2,932,038)	566,065	20,395,641	38,454,585
Profit for the period	-	-	-	-	-	3,302,984	3,302,984
Other comprehensive (loss) income	-	-	-	(189,285)	36,122	-	(153,163)
Total comprehensive (loss) income for the period	-	-	-	(189,285)	36,122	3,302,984	3,149,821
Dividend (Note 7)	-	-	-	-	-	(4,036,032)	(4,036,032)
At 30 September 2026	**10,090,080**	**5,186,422**	**5,148,415**	**(3,121,323)**	**602,187**	**19,662,593**	**37,568,374**
As at 1 January 2025	10,090,080	5,186,422	5,148,415	(2,747,423)	624,138	20,574,504	38,876,136
Profit for the period	-	-	-	-	-	5,143,073	5,143,073
Other comprehensive loss	-	-	-	(184,615)	(60,341)	-	(244,956)
Total comprehensive (loss) income for the period	-	-	-	(184,615)	(60,341)	5,143,073	4,898,117
Dividend (Note 7)	-	-	-	-	-	(7,063,056)	(7,063,056)
At 30 September 2025	10,090,080	5,186,422	5,148,415	(2,932,038)	563,797	18,654,521	36,711,197

The attached notes 1 to 12 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the period ended 30 September 2026

	Note	Nine months ended 30 September 2026 KD	2025 KD
OPERATING ACTIVITIES			
Profit before tax and directors' remuneration		**3,509,215**	5,451,515
Adjustments to reconcile profit before tax and directors' remuneration to net cash flows:			
Depreciation of property, plant, and equipment		**2,267,514**	2,169,044
Depreciation of right-of-use assets		**147,122**	146,314
Allowance for expected credit losses of trade receivables		**22,791**	22,706
Provision for legal case		**153,110**	-
Share of results of an associate		**(46,969)**	34,286
Provision for employees' end of service benefits		**266,705**	251,826
Interest on loans and borrowings		**-**	10,544
Interest on lease liabilities		**16,220**	18,301
Gain on sale of property, plant, and equipment		**-**	(669)
Gain on derecognition of leases		**(541)**	-
Interest income		**(97,767)**	(57,326)
		6,237,400	8,046,541
Working capital changes:			
Inventories		**(733,333)**	65,983
Trade receivables and contract assets		**2,104,965**	415,599
Prepayments and other receivables		**(1,604,813)**	(177,553)
Trade payables, contract liabilities and other payables		**267,801**	58,090
Cash flows generated from operations		**6,272,020**	8,408,660
Taxes paid		**(326,951)**	(384,673)
Employees' end of service benefits paid		**(119,539)**	(227,492)
Net cash flows from operating activities		**5,825,530**	7,796,495
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		**(759,311)**	(2,477,090)
Proceeds from sale of property, plant and equipment		**-**	669
Interest income received		**97,767**	57,326
Net cash flows used in investing activities		**(661,544)**	(2,419,095)
FINANCING ACTIVITIES			
Proceeds from loans and borrowings		**-**	2,500,000
Repayment of loans and borrowings		**-**	(2,500,000)
Finance costs paid		**-**	(10,544)
Payment of lease liabilities		**(160,529)**	(159,436)
Dividends paid	7	**(4,035,992)**	(7,063,056)
Net cash flows used in financing activities		**(4,196,521)**	(7,233,036)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		**967,465**	(1,855,636)
Cash and cash equivalents at 1 January		**6,076,015**	6,440,898
Net foreign exchange differences		**22,307**	(40,834)
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	6	**7,065,787**	4,544,428
Non-cash items excluded from the interim condensed consolidated statement of cash flows:			
Additions to lease liabilities		**98,106**	150,906
Additions to right-of-use assets		**(98,106)**	(150,906)
Remeasurement of lease liabilities		**-**	(2,139)
Remeasurement of right-of-use assets		**-**	2,139
Derecognition of lease liabilities		**(37,899)**	-
Derecognition of right-of-use assets		**37,358**	-
		(541)	-

The attached notes 1 to 12 form part of this interim condensed consolidated financial information.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

30 September 2026

1 CORPORATE INFORMATION

The interim condensed consolidated financial information of Al Kout Industrial Projects Company K.S.C.P. (the "Parent Company") and its Subsidiaries (collectively, the "Group") for the nine months ended 30 September 2026 was authorised for issue in accordance with a resolution of the Parent Company's Board of Directors on 11 November 2026.

The consolidated financial statements of the Group for the year ended 31 December 2025 were approved in the annual general assembly meeting (AGM) of the shareholders of the Parent Company held on 12 April 2026.

The Parent Company is a public shareholding company incorporated on 28 December 1993 and domiciled in Kuwait and whose shares are publicly traded on Boursa Kuwait. The Parent Company head office is located in Jasim Tower, 11th floor, Soor Street, Almirqab and its registered postal address is P.O. Box 181, Ali Sabah Al Salem 65000, Kuwait.

The principal activities of the Parent Company are, as follows:

- Import, storage and distribution of cement and other bulk materials; establishing, operating and managing storage silos; acquiring interest in other companies engaged in similar activities and investing surplus funds through portfolio managers in shares of investment and real estate companies.
- Production of chlorine and salt, steel drums to fill soda solid and other petrochemical products (after approval of Public Authority for Industry).
- Transport Parent Company's products inside and outside the State of Kuwait according to Parent Company's objectives.
- Acquisition of industrial rights and related intellectual properties or any other industrial trademarks or drawings and any other rights thereto and renting thereof to other companies whether inside or outside Kuwait.
- Acquisition of movables and properties necessary for the Parent Company to practice its activities pursuant to the limits prescribed by law.
- Investing surplus funds in portfolios managed by specialised financial companies.

The Parent Company may have interests or participate in any suitable way with entities that engage in similar business activities or that may help the Parent Company achieve its objectives inside Kuwait and abroad. The Group may also purchase such entities or affiliate them.

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information for the nine months ended 30 September 2026 has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The Group has prepared the interim condensed consolidated financial information on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They 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 interim condensed consolidated financial information does 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 nine months period ended 30 September 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

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

The accounting policies adopted, and methods of computation followed in the preparation of the interim condensed consolidated 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.

Certain amendments apply for the first time in 2026 but does not have an impact on the interim condensed consolidated financial information of the Group.

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 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). The Amendments include:

- Clarifications of the requirements for recognition and derecognition of financial assets and financial liabilities. In particular, a financial liability is derecognised on the 'settlement date' and an accounting policy choice is introduced (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date
- Additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance (ESG) and similar features should be assessed
- Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments; and
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI).

The amendments did not have a material impact on the Group's interim condensed consolidated financial information.

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: Disclosure and its accompanying Guidance on implementing IFRS 7*, IFRS 9 *Financial Instruments*, IFRS 10 *Consolidated Financial Statements* and IAS 7 *Statements of Cash Flows*.

The amendments did not have a material impact on the Group's interim condensed consolidated financial information.

3 REVENUE FROM CONTRACTS WITH CUSTOMERS

3.1 Disaggregated revenue information

Set out below is the disaggregation of the Group's revenue from contracts with customers based on type of sales and services:

	Three months ended 30 September		*Nine months ended 30 September*	
	2026 KD	*2025 KD*	***2026 KD***	*2025 KD*
Types of goods or services				
Sale of Chlor Alkali	**5,552,351**	5,360,865	**13,199,206**	15,955,941
Sales of industrial materials	**3,676,908**	3,970,495	**11,184,518**	11,452,071
Construction of chlorine dioxide plant for groundwater reservoirs	**-**	103,700	**90,738**	329,969
Logistic services	**28,489**	33,935	**90,586**	107,192
Total revenue from contracts with customers	**9,257,748**	9,468,995	**24,565,048**	27,845,173
Geographical markets				
Kuwait	**5,030,908**	5,840,040	**14,964,915**	16,191,693
Other MENA	**4,172,278**	2,590,397	**9,456,808**	8,675,038
Asia	**9,748**	36,281	**9,748**	94,934
South America and North America	**33,267**	131,343	**90,643**	567,441
Others	**11,547**	870,934	**42,934**	2,316,067
Total revenue from contracts with customers	**9,257,748**	9,468,995	**24,565,048**	27,845,173
Timing of revenue recognition				
Goods and services transferred at a point in time	**9,229,259**	9,331,360	**24,383,724**	27,408,012
Goods and services transferred over time	**28,489**	137,635	**181,324**	437,161
Total revenue from contracts with customers	**9,257,748**	9,468,995	**24,565,048**	27,845,173

3.2 Contract balances

	30 September 2026 KD	*(Audited) 31 December 2025 KD*	*30 September 2025 KD*
Trade receivables	**8,382,799**	10,601,298	9,532,462
Contract assets	**594,108**	503,365	404,493

4 OTHER INCOME

Other income include an amount of KD 878,117 which represents amount collected from the Ministry of Electricity and Water (MEW) following a final court ruling in favor of the Parent Company. Out of this amount, KD 598,061 represents the net financial settlement and KD 280,056 represents the legal interest ruled by the court in favor of the Parent Company.

5 BASIC AND DILUTED EARNINGS PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted earnings per share are identical.

	Three months ended 30 September		*Nine months ended 30 September*	
	2026	*2025*	***2026***	*2025*
Profit for the period (KD)	**1,546,798**	1,774,925	**3,302,984**	5,143,073
Weighted average number of shares outstanding during the period (shares)	**100,900,800**	100,900,800	**100,900,800**	100,900,800
Basic and diluted EPS (Fils)	**15.33**	17.59	**32.73**	50.97

There have been no transactions involving ordinary shares or potential ordinary shares between the reporting date and the authorisation date of this interim condensed consolidated financial information.

6 CASH AND CASH EQUIVALENTS

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise of the following:

	30 September 2026 KD	*(Audited) 31 December 2025 KD*	*30 September 2025 KD*
Cash on hand	-	-	18,486
Cash at banks	**2,019,787**	3,076,015	3,025,942
Cash and bank balances	**2,019,787**	3,076,015	3,044,428
Term deposit whose original maturity is within 3 months	**5,046,000**	3,000,000	1,500,000
Cash and cash equivalents	**7,065,787**	6,076,015	4,544,428

Term deposits with original maturity within 3 months are placed with a local commercial bank and carry average interest rate ranging from 2.73% to 4.15% (31 December 2025: 3.60% to 3.70% and 30 September 2025: 3.70% to 3.75%) per annum.

7 EQUITY

7.1 Share capital

The authorised, issued, and fully paid-up share capital as at 30 September 2026 comprise of 100,900,800 shares (31 December 2025: 100,900,800 shares and 30 September 2025: 100,900,800 shares) of 100 fils each.

7.2 Treasury shares

The number of treasury shares as of 30 September 2026 are 4 shares with total cost of KD 0.400 and market value of KD 3.320.

7.3 Distributions made and proposed

The Board of Directors in their meeting held on 5 March 2026, proposed a cash dividend of 40% (2024: 70%) of the paid-up share capital (40 fils per share aggregating to KD 4,036,032) for the year ended 31 December 2025 (2024: 70 fils per share aggregating to KD 7,063,056).

The proposed dividend for the year ended 31 December 2025 were approved by the shareholders of the Parent Company at the annual general meeting (AGM) held on 12 April 2026. Dividend of KD 4,035,992 were paid during the period.

Dividends payable as at 30 September 2026 amounted to KD 4,286 (31 December 2025: KD 4,246 and 30 September 2025: KD 4,246) and recorded within "Trade payables, contract liabilities and other payables" in the interim condensed consolidated statement of financial position.

8 COMMITMENTS AND CONTINGENCIES

8.1 Capital commitments

The Group has commitments in respect of future capital expenditure amounting to KD 2,059,265 (31 December 2025: KD 772,536 and 30 September 2025: KD 757,577) relating to ongoing projects under construction.

8.2 Contingent liabilities

At 30 September 2026, the Group's bankers had outstanding letter of guarantees and credits amounting to KD 8,065,224 (31 December 2025: KD 8,419,983 and 30 September 2025: KD 8,557,827) for the performance of certain contracts from which it is anticipated that no material liabilities will arise.

9 RELATED PARTY DISCLOSURES

The Group's related parties include its associates and joint ventures, major shareholders, entities under common control, directors and executive officers of the Group, close members of their families and entities of which they are principal owners or over which they are able to exercise significant influence or joint control. Pricing policies and terms of these transactions are approved by the Group's management.

There were no transactions or balances with related parties during the reporting period.

Transactions with key management personnel

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 aggregate value of transactions and outstanding balances related to key management personnel were as follows.

	Transaction values for the three months ended 30 September		*Transaction values for the nine months ended 30 September*	
	2026	*2025*	***2026***	*2025*
	KD	*KD*	***KD***	*KD*
Salaries and other short-term benefits	**79,135**	77,615	**218,271**	228,545
Employees end of service benefits	**8,291**	7,986	**24,080**	23,630
Directors' remuneration	**11,750**	11,750	**35,250**	61,250
	99,176	97,351	**277,601**	313,425

9 RELATED PARTY DISCLOSURES (continued)

Transactions with key management personnel (continued)

	Balance outstanding as at		
		(Audited)	
	30 September 2026 KD	*31 December 2025 KD*	*30 September 2025 KD*
Salaries and other short-term benefits	**97,607**	88,783	97,947
Employees end of service benefits	**212,304**	188,224	180,872
	309,911	277,007	278,819

The Board of Directors of the Parent Company at the meeting held on 5 March 2026 has proposed directors' remuneration of KD 40,000 for the year ended 31 December 2025 (2024: KD 85,000). The remuneration was approved by the shareholders at the AGM on 12 April 2026.

10 SEGMENT INFORMATION

For management's purposes, the Group's products and services are organised into the following operating segments. The principal activities and services under these segments are as follows:

- **Chlor Alkali:** Production and sale of chlor alkali products.
- **Petrochemical products:** Production and sale of petrochemical products.
- **Trading:** Distribution of industrial materials.
- **Logistics and Transport:** Logistic and transportation services provided by the Group.
- **Industrial projects:** Construction of chlorine dioxide plant for groundwater reservoirs.
- **Investments:** Group's investments in an associate and goodwill.

a) Segment revenue and results

The following tables present revenue and profit information of the Group's operating segments for the period ended 30 September 2026 and 2025, respectively:

	Nine months ended 30 September		*Nine months ended 30 September*	
	2026 KD	*2025 KD*	***2026 KD***	*2025 KD*
	Revenue		*Results*	
Chlor Alkali	**13,199,206**	15,955,941	**2,743,830**	5,765,851
Trading	**12,588,475**	12,653,919	**3,006,887**	2,933,149
Logistics and transport	**1,610,300**	1,959,171	**9,176**	9,795
Industrial projects	**90,738**	329,969	**18,582**	67,572
Investments	**-**	-	**46,969**	(34,286)
Adjustments and eliminations	**(2,923,671)**	(3,053,827)	**-**	-
	24,565,048	27,845,173	**5,825,444**	8,742,081
Other income			**1,159,687**	170,635
Net foreign exchange differences			**(32,433)**	(75,167)
Finance costs			**(16,220)**	(28,845)
Other unallocated amounts			**(3,633,494)**	(3,665,631)
Profit for the period			**3,302,984**	5,143,073

10 SEGMENT INFORMATION (continued)

a) Segment revenue and results (continued)

	Nine months ended 30 September		*Nine months ended 30 September*	
	2026	*2025*	***2026***	*2025*
	KD	*KD*	***KD***	*KD*
	Purchases of property, plant and equipment		*Depreciation of property, plant, and equipment*	
Chlor Alkali	**688,281**	2,372,580	**2,155,651**	2,042,504
Petrochemical products	**-**	-	**801**	801
Trading	**7,497**	27,010	**37,196**	37,218
Logistics and transport	**63,533**	77,500	**73,866**	88,521
	759,311	2,477,090	**2,267,514**	2,169,044

b) Geographical segments

The geographical analysis of the Group's revenue from external customers has been based on the location of customers from which revenue is derived:

	Nine months ended 30 September	
	2026	*2025*
	KD	*KD*
Kuwait	**17,145,071**	19,124,395
Other MENA	**10,200,323**	8,796,163
Asia	**9,748**	94,934
South America and North America	**90,643**	567,441
Others	**42,934**	2,316,067
Adjustments and eliminations	**(2,923,671)**	(3,053,827)
	24,565,048	27,845,173

c) Segment assets and liabilities

The following tables present assets and liabilities information for the Group's operating segments as at 30 September 2026, 31 December 2025 and 30 September 2025, respectively:

		(Audited)	
	30 September 2026	*31 December 2025*	*30 September 2025*
	KD	*KD*	*KD*
Segment assets			
Chlor Alkali	**36,194,083**	36,502,877	35,448,889
Petrochemical products	**13,340**	5,209	8,512
Trading	**6,944,415**	7,222,341	6,210,822
Logistics and transport	**744,968**	634,772	699,294
Industrial projects	**594,108**	503,365	404,493
Investments	**2,079,418**	2,221,734	2,121,955
	46,570,332	47,090,298	44,893,965

10 SEGMENT INFORMATION (continued)

c) Segment assets and liabilities (continued)

	30 September 2026 KD	*(Audited) 31 December 2025 KD*	*30 September 2025 KD*
Segment liabilities			
Chlor Alkali	**4,737,715**	5,282,706	4,195,339
Petrochemical Products	**5,035**	16,477	3,220
Trading	**3,886,156**	3,044,470	3,643,224
Logistics and transport	**368,766**	287,814	336,739
Other unallocated amounts	**4,286**	4,246	4,246
	9,001,958	8,635,713	8,182,768

11 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is 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 instruments comprise of financial assets and financial liabilities.

Financial assets consist of trade receivables and contract assets, prepayments and other receivables, and cash and cash equivalents. Financial liabilities consist of trade payables, contract liabilities and other payables, and lease liabilities.

Fair value of financial instruments is not materially different from their carrying values, at the reporting date, as most of these instruments are of short-term maturity or re-priced immediately based on market movement in interest rates.

12 OUTBREAK OF GEOPOLITICAL CONFLICT

The Group operates in a global and regional economic environment that continues to be affected by heightened geopolitical tensions in the Middle East. Recent developments in the region have increased uncertainty in financial markets, energy supply and costs, regional security conditions, and global trade routes. The wider regional impact of these events may affect economic conditions relevant to the various sectors. Management has assessed the potential impacts of the geopolitical situation on the Group's operations and financial position, taking into consideration:

- *Macroeconomic conditions*, including inflationary pressures, interest rate volatility, and economic growth trends.
- *Construction and development activity,* particularly potential increases in costs of materials and services, supply-chain disruptions, and project timelines.
- Financing and liquidity, including the availability and cost of debt financing, refinancing risk, and compliance with financial covenants.
- Credit risk, particularly in sectors or geographies that may be indirectly affected by disruptions in trade, energy markets, or regional economic activity.
- Fair value volatility of investments, particularly those exposed to emerging markets, energy-sensitive sectors, or regions indirectly affected by supply-chain disruptions and energy market instability.

12 OUTBREAK OF GEOPOLITICAL CONFLICT (continued)

- Supply-chain disruption, including delays in shipping, rerouting of cargo, congestion at ports, and increased freight and insurance costs.
- Commodity and product price volatility, particularly for goods linked to energy prices or imported through affected trade corridors.
- Availability of goods, including extended lead times from suppliers and changes in sourcing strategies.
- Foreign exchange risk, arising from increased currency volatility in markets linked to the region.

In assessing the carrying values of property, plant and equipment and other non-financial assets, management has not identified any indicators of impairment requiring recognition at the reporting date. However, future adverse developments in the geopolitical environment may result in changes to key valuation assumptions.

The Group's ECL models incorporate forward-looking information reflecting multiple macroeconomic scenarios. In light of the current geopolitical situation, management has reviewed and updated relevant assumptions. While increased uncertainty has been incorporated into ECL calculations, no widespread migration of balances to higher credit-risk stages was identified as at the reporting date, management concluded that the allowance for expected credit losses appropriately reflects the level of credit risk inherent in the Group's trade receivable portfolio.

The Group maintains liquidity buffers and capital resources that management considers sufficient to meet its commitments and operating expenses as they fall due. The Group has assessed the potential impact of adverse market movements on its ability to realise investments or access funding, including under stressed market scenarios. No breaches of liquidity thresholds, investment restrictions, or capital management policies were identified as at the reporting date.

Management has also considered the impact of these events on the Group's ability to continue as a going concern and concluded that the going-concern basis remains appropriate. The geopolitical situation remains dynamic, and the extent and duration of potential impacts on global financial markets are uncertain. Management continues to monitor developments closely and will reflect any material impacts in future valuations, risk disclosures, and financial reporting as appropriate.