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 2025

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Contents

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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 2025, 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 2025, 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 2025, that might have had a material effect on the business of the Group or on its interim condensed consolidated financial position.

Faisal Saqer Al Saqer
License No. 172 "A"
BDO Al Nisf & Partners

Kuwait : 11 November 2025

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 2025

	Note	Three months ended 30 September		Nine months ended 30 September	
		2025	2024	**2025**	2024
		KD	KD	**KD**	KD
Continuing operations:					
Revenue					
Revenue from sales and services		**1,911,292**	1,809,081	**4,648,764**	3,952,958
Unrealized gain / (loss) from change in fair value of financial assets at fair value through profit or loss		**447,526**	(626,347)	**886,394**	134,074
Realized gain / (loss) from sale of financial assets at fair value through profit or loss		**505,347**	(74,801)	**617,109**	(74,801)
Dividend income		**272,683**	59,675	**515,575**	582,619
Gain from partial sale of investment in an associate		**-**	542,917	**-**	542,917
Group's share of results from associates	4	**1,026,407**	858,193	**1,958,094**	2,168,235
Interest income		**23,109**	2,007	**71,652**	5,930
Other income		**3,220**	9,614	**17,507**	32,499
Total revenue		**4,189,584**	2,580,339	**8,715,095**	7,344,431
Expenses and other charges					
Cost of sales and services		**(1,510,321)**	(1,593,484)	**(4,641,980)**	(4,044,939)
General and administrative expenses		**(338,443)**	(580,179)	**(1,126,234)**	(1,420,166)
Debit balances write off	6	**(3,754,104)**	-	**(3,754,104)**	-
Provision for expected credit losses	6	**1,545**	(1,215,292)	**(3,414,167)**	(2,600,509)
Provision for legal claim	11	**-**	-	**(1,487,763)**	-
Portfolio management fees		**(8,657)**	(7,487)	**(25,183)**	(22,178)
Finance cost		**(507,920)**	(562,905)	**(1,641,014)**	(1,660,047)
Foreign exchange (loss) / gain		**(10,532)**	29,855	**(21,044)**	(21,919)
Total expenses and other charges		**(6,128,432)**	(3,929,492)	**(16,111,489)**	(9,769,758)
Net loss for the period from continuing operations		**(1,938,848)**	(1,349,153)	**(7,396,394)**	(2,425,327)
Discontinued operations:					
Loss for the period from discontinued operations		**-**	(9,500)	**-**	(25,217)
Net loss for the period		**(1,938,848)**	(1,358,653)	**(7,396,394)**	(2,450,544)
Attributable to:					
Shareholders of the Parent Company		**(1,920,832)**	(1,226,996)	**(4,972,465)**	(1,869,544)
Non-controlling interests		**(18,016)**	(131,657)	**(2,423,929)**	(581,000)
Net loss for the period		**(1,938,848)**	(1,358,653)	**(7,396,394)**	(2,450,544)
Basic and diluted loss per share attributable to the shareholders of the Parent Company (Fils)	3	**(3.15)**	(2.01)	**(8.15)**	(3.06)
Basic and diluted loss per share attributable to the Shareholders of the Parent Company from the continuing operations (Fils)	3	**(3.15)**	(2.00)	**(8.15)**	(3.02)
Basic and diluted loss per share attributable to the Shareholders of the Parent Company from discontinued operations (Fils)	3	**-**	(0.01)	**-**	(0.04)

The accompanying notes on pages 8 to 18 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 2025

	Note	Three months ended 30 September		Nine months ended 30 September	
		2025	2024	**2025**	2024
		KD	KD	**KD**	KD
Net loss for the period		**(1,938,848)**	(1,358,653)	**(7,396,394)**	(2,450,544)
Other comprehensive income / (loss) items:					
Items that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss:					
Exchange differences on translating of foreign operations		**(3,879)**	(1,799)	**(4,326)**	215
Group's share of other comprehensive income / (loss) of associates	4	**426,600**	(806,653)	**(170,149)**	(271,486)
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")		**17,126**	(311)	**(50,961)**	79,165
Total other comprehensive income / (loss) for the period		**439,847**	(808,763)	**(225,436)**	(192,106)
Total comprehensive loss for the period		**(1,499,001)**	(2,167,416)	**(7,621,830)**	(2,642,650)
Attributable to:					
Shareholders of the Parent Company		**(1,486,301)**	(2,036,904)	**(5,204,032)**	(2,073,485)
Non-controlling interests		**(12,700)**	(130,512)	**(2,417,798)**	(569,165)
Total comprehensive loss for the period		**(1,499,001)**	(2,167,416)	**(7,621,830)**	(2,642,650)
Total comprehensive loss for the period from:					
Continuing operations		**(1,499,001)**	(2,157,916)	**(7,621,830)**	(2,617,433)
Discontinued operations		**-**	(9,500)	**-**	(25,217)
Total comprehensive loss for the period		**(1,499,001)**	(2,167,416)	**(7,621,830)**	(2,642,650)

The accompanying notes on pages 8 to 18 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 financial position (Unaudited)
As at 30 September 2025

	Note	30 September 2025 KD	(Audited) 31 December 2024 KD	30 September 2024 KD
Assets				
Non-current assets:				
Property, plant and equipment		**10,344,802**	10,737,419	10,727,852
Investment in associates	4	**48,034,644**	46,791,133	51,121,510
Financial assets at fair value through other comprehensive income	5	**642,794**	948,524	948,738
Accounts receivable and other debit balances	6	**3,964,468**	4,613,723	5,016,839
Total non-current assets		**62,986,708**	63,090,799	67,814,939
Current assets:				
Inventories		**4,220,527**	4,840,164	3,900,701
Accounts receivable and other debit balances	6	**11,303,081**	16,364,845	14,516,405
Financial assets at fair value through profit or loss	7	**15,993,022**	19,939,747	20,276,086
Cash and cash equivalents	8	**751,652**	2,029,842	2,378,616
		32,268,282	43,174,598	41,071,808
Non-current assets held for sale	9	**5,259,552**	5,259,552	383,884
Total current assets		**37,527,834**	48,434,150	41,455,692
Total assets		**100,514,542**	111,524,949	109,270,631
Equity and liabilities				
Equity:				
Capital		**61,000,000**	61,000,000	61,000,000
Fair value reserve of financial assets at FVOCI		**(4,793,004)**	(4,847,681)	(5,902,643)
Foreign currency translation reserve		**553,896**	649,779	562,872
Other reserves		**(436,876)**	(233,225)	(133,292)
Accumulated losses		**(10,483,909)**	(5,487,019)	(3,253,378)
Equity attributable to shareholders of the Parent Company		**45,840,107**	51,081,854	52,273,559
Non-controlling interests		**(6,342,268)**	(3,924,483)	(3,542,794)
Total equity		**39,497,839**	47,157,371	48,730,765
Liabilities:				
Non-current liabilities:				
Employees' end of service benefits		**1,149,394**	1,131,076	1,118,377
Term loans	10	**3,851,056**	6,481,057	7,324,380
Accounts payable and other credit balances	11	**9,519,060**	9,470,118	1,798,247
Total non-current liabilities		**14,519,510**	17,082,251	10,241,004
Current liabilities:				
Term loans	10	**16,639,292**	18,464,822	18,595,566
Accounts payable and other credit balances	11	**27,920,656**	26,638,583	29,704,052
Bank overdraft		**636,502**	881,179	698,501
		45,196,450	45,984,584	48,998,119
Liabilities relating to non-current asset held for sale		**1,300,743**	1,300,743	1,300,743
Total current liabilities		**46,497,193**	47,285,327	50,298,862
Total liabilities		**61,016,703**	64,367,578	60,539,866
Total equity and liabilities		**100,514,542**	111,524,949	109,270,631

The accompanying notes on pages 8 to 18 form an integral part of this interim condensed consolidated financial information.

Abdullah Mohammad Alhajeri
Chairman

Interim condensed consolidated statement of changes in equity (Unaudited)
For the nine month period ended 30 September 2025

	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

Interim condensed consolidated statement of changes in equity (Unaudited)

For the nine month period ended 30 September 2025

	Equity attributable to shareholders of the Parent Company									
	Capital	**Share premium**	**Statutory reserve**	**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	KD	KD
As at 31 December 2023	61,000,000	17,374,869	1,590,532	(6,302,163)	862,344	23,027	(20,338,440)	54,210,169	(2,973,669)	51,236,500
Net loss for the period	-	-	-	-	-	-	(1,869,544)	(1,869,544)	(581,000)	(2,450,544)
Other comprehensive income / (loss):										
Changes in fair value of financial assets at FVOCI	-	-	-	67,361	-	-	-	67,361	11,804	79,165
Exchange differences on translating of foreign operations	-	-	-	-	215	-	-	215	-	215
Group's share of other comprehensive income / (loss) of associates (Note 4)	-	-	-	272,764	(299,687)	(244,594)	-	(271,517)	31	(271,486)
Other comprehensive income / (loss) for the period	-	-	-	340,125	(299,472)	(244,594)	-	(203,941)	11,835	(192,106)
Total comprehensive income / (loss) for the period	-	-	-	340,125	(299,472)	(244,594)	(1,869,544)	(2,073,485)	(569,165)	(2,642,650)
Transferred to accumulated losses due to sale of financial assets at fair value through other comprehensive income	-	-	-	59,395	-	-	(59,395)	-	-	-
Share of other reserves of associates (Note 4)	-	-	-	-	-	88,275	48,600	136,875	40	136,915
Transfer from share premium and statutory reserve to set off accumulated losses (Note 12)	-	(17,374,869)	(1,590,532)	-	-	-	18,965,401	-	-	-
As at 30 September 2024	61,000,000	-	-	(5,902,643)	562,872	(133,292)	(3,253,378)	52,273,559	(3,542,794)	48,730,765

The accompanying notes on pages 8 to 18 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of cash flows (Unaudited)
For the nine month period ended 30 September 2025

	Nine months ended 30 September 2025	Nine months ended 30 September 2024
	KD	KD
OPERATING ACTIVITIES		
Net loss for the period	**(7,396,394)**	(2,450,544)
Adjustments for:		
Unrealized gain from change in fair value on financial assets at fair value through profit or loss	**(886,394)**	(134,074)
Realized (gain) / loss from sale of financial assets at fair value through profit or loss	**(617,109)**	74,801
Dividend income	**(515,575)**	(582,619)
Gain from partial sale of investment in an associate	**-**	(542,917)
Group's share of results from associates	**(1,958,094)**	(2,168,235)
Interest income	**(71,652)**	(5,930)
Depreciation	**269,787**	365,627
Debit balances write off	**3,754,104**	-
Provision for expected credit losses	**3,414,167**	2,600,509
Provision for legal claim	**1,487,763**	-
Loss / (gain) from sale of property, plant and equipment	**12,600**	(25,428)
Finance cost	**1,641,014**	1,660,047
Foreign exchange loss	**21,044**	21,919
Provision for employees' end of service benefits	**57,252**	93,867
	(787,487)	(1,092,977)
Change in operating assets and liabilities:		
Inventories	**619,637**	(1,920,922)
Accounts receivable and other debit balances	**(1,687,245)**	(681,940)
Accounts payable and other credit balances	**198,131**	897,721
Cash flows used in operating activities	**(1,656,964)**	(2,798,118)
Employees' end of service benefits paid	**(38,934)**	(3,606)
Net cash flows used in operating activities	**(1,695,898)**	(2,801,724)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(5,196)**	(79,196)
Proceeds from sale of property, plant and equipment	**13,219**	62,052
Purchase of investment in associate	**(309,000)**	-
Proceeds from partial sale of investment in an associate	**-**	1,416,287
Proceeds from sale of financial assets at fair value through profit or loss	**5,450,228**	199,199
Proceeds from sale of financial assets at fair value through other comprehensive income	**254,769**	311,251
Interest income received	**3,846**	5,930
Dividend income received	**515,575**	582,619
Cash dividends received from associates	**1,084,478**	1,092,927
Net cash flows generated from investing activities	**7,007,919**	3,591,069
FINANCING ACTIVITIES		
Term loans	**(4,436,969)**	1,456,130
Bank overdraft	**(244,677)**	246,667
Finance cost paid	**(1,995,993)**	(1,462,098)
Net cash flows (used in) / generated from financing activities	**(6,677,639)**	240,699
Net (decrease) / increase in cash and cash equivalents	**(1,365,618)**	1,030,044
Foreign currency translation adjustment	**87,428**	(33,076)
Cash attributed to non-current assets held for sale	**-**	(11)
Cash and cash equivalents at the beginning of the period	**2,029,842**	1,381,659
Cash and cash equivalents at the end of the period (Note 8)	**751,652**	2,378,616

The accompanying notes on pages 8 to 18 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 is listed on Boursa Kuwait.

The Parent Company is licensed to:
- Invest in Kuwaiti and foreign shareholding companies and limited liability Companies and to participate in the establishment and management of such entities,
- Lend to such entities and act as their guarantor,
- Utilization of excess funds in investment in financial portfolios or real estate portfolios through specialised parties inside or outside Kuwait,
- Invest in real estate, hold patents and copy rights, and advance loans to associates,
- Represent foreign consulting firms in local market.

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 2025.

2. Basis of presentation and significant accounting policies

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 2024. 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 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025. For further information, refer to the annual audited consolidated financial statements for the year ended 31 December 2024.

Standards, interpretations and amendments issued and adopted by the Group

The Group has not early adopted any standards, interpretations, or amendments that have been issued but are not yet effective.

The new standards and amendments that are effective for annual reporting periods beginning on or after 1 January 2025. These amendments did not have material impact on the financial position or the performance of the Group.

3. Basic and diluted loss per share attributable to the shareholders of the Parent Company

There are no potential dilutive ordinary shares. Basic and diluted loss per share attributable to the shareholders of the Parent Company are computed by dividing net 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 loss per share attributable to the shareholders of the Parent Company (Continued)

	Three months ended 30 September		Nine months ended 30 September	
	2025	**2024**	**2025**	**2024**
Net loss for the period attributable to the shareholders of the Parent Company (KD)	**(1,920,832)**	(1,226,996)	**(4,972,465)**	(1,869,544)
Weighted average number of outstanding shares (shares)	**610,000,000**	610,000,000	**610,000,000**	610,000,000
Basic and diluted loss per share attributable to the shareholders of the Parent Company (fils)	**(3.15)**	(2.01)	**(8.15)**	(3.06)
Basic and diluted loss per share attributable to the Shareholders of the Parent Company from the continuing operation (Fils)	**(3.15)**	(2.00)	**(8.15)**	(3.02)
Basic and diluted loss per share attributable to the Shareholders of the Parent Company from the discontinued operation (Fils)	**-**	(0.01)	**-**	(0.04)

4. Investment in associates

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Balance at the beginning of the period / year	**46,791,133**	50,739,856	50,739,856
Additions (a)	**577,746**	3,500,621	2,975,621
Disposals	**-**	(3,534,704)	(3,534,704)
Transfer to non-current assets held for sale (Note 9)	**-**	(4,875,668)	-
Cash dividends received from associates	**(1,084,478)**	(1,092,927)	(1,092,927)
Group's share of results from associates	**1,958,094**	871,180	2,168,235
Group's share of other comprehensive income from associates' cumulative changes in fair value	**111,769**	1,327,008	272,764
Group's share of other comprehensive loss from associates' foreign currency translation adjustment	**(91,557)**	(212,828)	(299,656)
Group's share of other comprehensive loss from associates' other reserves	**(190,361)**	(244,594)	(244,594)
Other reserves	**(37,702)**	313,189	136,915
Balance at end of the period / year	**48,034,644**	46,791,133	51,121,510

a) Additions during the period ended 30 September 2025 represent additions in J3 For Management & Development of Lands and Real Estate Company - W.L.L. which includes an amount paid by related parties of KD 268,746.

Investment in associates amounting to KD 35,794,734 (31 December 2024: KD 33,385,458, 30 September 2024: KD 32,778,735) is secured against certain term loans (Note 10). Also, investment in associates amounting to KD 2,058,129 (31 December 2024: KD 2,153,076, 30 September 2024: KD 2,019,581) is secured against a guarantee of a term loan provided to a related party (Note 14).

5. Financial assets at fair value through other comprehensive income

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Quoted securities	**124,602**	108,741	111,769
Unquoted securities	**329,382**	358,974	354,289
Funds and portfolios	**188,810**	480,809	482,680
	642,794	948,524	948,738

Financial assets at fair value through other comprehensive income amounting to KD 87,500 (31 December 2024: KD 560,334, 30 September 2024: KD 560,385) are secured against certain term loans (Note 10).

6. Accounts receivable and other debit balances

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Trade receivables	**9,064,354**	8,924,031	7,957,297
Due from related parties (Note 13)	**10,882,470**	10,357,075	9,418,396
Interest receivable	**-**	-	3,000,000
Prepaid expenses and accrued income	**38,907**	50,566	60,234
Advances to project under progress (a)	**2,742,614**	6,182,728	6,182,728
Advances to suppliers	**620,998**	609,145	378,054
Other debit balances	**120,176**	156,433	390,846
	23,469,519	26,279,978	27,387,555
Provision for expected credit losses (b)	**(8,201,970)**	(5,301,410)	(7,854,311)
	15,267,549	20,978,568	19,533,244

a) During the period ended 30 September 2025, the Group has written off an amount of KD 3,754,104 relating to advances to a project under progress, based on an independent valuation for the project.

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

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Balance at the beginning of the period / year	**5,301,410**	5,490,491	5,490,491
Charge for the period / year	**3,414,167**	3,009,167	2,600,509
Used during the period / year	**(469,866)**	(3,214,869)	(214,869)
Foreign currency translation	**(43,741)**	16,621	(21,820)
Balance at the end of the period / year	**8,201,970**	5,301,410	7,854,311

6. Accounts receivable and other debit balances (Continued)

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

	30 September 2025 KD	(Audited) 31 December 2024 KD	30 September 2024 KD
Non-current portion	**3,964,468**	4,613,723	5,016,839
Current portion	**11,303,081**	16,364,845	14,516,405
	15,267,549	20,978,568	19,533,244

7. Financial assets at fair value through profit or loss

	30 September 2025 KD	(Audited) 31 December 2024 KD	30 September 2024 KD
Quoted securities	**7,918,612**	12,096,359	10,415,057
Unquoted security	**7,986,578**	7,754,664	9,773,270
Mutual funds	**87,832**	88,724	87,759
	15,993,022	19,939,747	20,276,086

At 30 September 2025, the Group held certain equity securities of related parties with a carrying value of KD 3,750,850 (31 December 2024: KD 3,416,062, 30 September 2024: KD 2,792,315) (Note 13).

Financial assets at fair value through profit or loss amounting to KD 7,261,021 (31 December 2024: KD 18,013,530, 30 September 2024: KD 18,702,404) are pledged against certain term loans (Note 10).

8. Cash and cash equivalents

	30 September 2025 KD	(Audited) 31 December 2024 KD	30 September 2024 KD
Cash on hand and at banks	**305,654**	1,337,995	2,002,096
Short term bank deposit	**-**	320,000	-
Cash at portfolios	**445,998**	371,847	376,520
	751,652	2,029,842	2,378,616

9. Non-current assets held for sale

	30 September 2025 KD	(Audited) 31 December 2024 KD	30 September 2024 KD
J3 for management & development of lands and real estate Company -W.L.L. (Note 4)	**4,875,668**	4,875,668	-
Daytona for Advertising Publishing Distribution and Production Company - W.L.L.	**383,884**	383,884	383,884
	5,259,552	5,259,552	383,884

10. Term loans

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	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	**11,884,049**	15,747,734	16,562,719
Term loans obtain from a foreign financial institutions and carry interest rate at 10% to 12% per annum	**8,606,299**	9,198,145	9,357,227
	20,490,348	24,945,879	25,919,946

During the period ended 30 September 2025, the Group had early settlement of a loan with a local financial institution of KD 3,595,555.

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 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Non-current portion	**3,851,056**	6,481,057	7,324,380
Current portion	**16,639,292**	18,464,822	18,595,566
	20,490,348	24,945,879	25,919,946

11. Accounts payable and other credit balances

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Trade payables	**3,932,952**	4,193,569	3,583,083
Due to related parties (Note 13)	**26,917,448**	26,481,295	23,266,251
Accrued expenses and other liabilities (a)	**6,589,316**	5,433,837	4,652,965
	37,439,716	36,108,701	31,502,299

a) On 1 June 2025, the Ministry of Justice executed an enforcement seizure of an amount of KD 1,487,763 from the bank account of one of the subsidiaries (Abyaar Gulf Company for general trading and contracting - W.L.L.), due to the non-payment of a bank facility by its associate Company (Privatization Engineering General Building Contracting Company -WLL (PEC)), since Abyaar had signed the facility agreement as a partner for acknowledgment of its content. Accordingly, a provision for legal claims amounting to KD 1,487,763 was recorded in the interim condensed consolidated statement of profit or loss for the period.

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

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Non-current portion	**9,519,060**	9,470,118	1,798,247
Current portion	**27,920,656**	26,638,583	29,704,052
	37,439,716	36,108,701	31,502,299

12. Annual General Assembly of the Parent Company's Shareholder

The Parent Company's Shareholders' Annual 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.

The Parent Company's Shareholders' Annual General Assembly meeting held on 28 May 2024 approved the consolidated financial statements for the year ended 31 December 2023 and approved not to distribute cash dividends and not to pay Board of Directors' remuneration for the year ended 31 December 2023. Also, it approved to set off part of accumulated losses of KD 18,965,401 as of 31 December 2023 through share premium of KD 17,374,869 and statutory reserve of KD 1,590,532.

13. 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:

	Three months ended 30 September		**Nine months ended 30 September**	
	2025	**2024**	**2025**	**2024**
	KD	KD	**KD**	KD
Transactions included in interim condensed consolidated statement of profit or loss:				
Realized gain / (loss) from sale of financial assets at fair value through profit or loss	**391,838**	(74,801)	**391,838**	(74,801)
Dividend income	**125**	-	**82,907**	21,034
Interest income	**22,799**	157	**68,126**	215
Portfolio management fees	**3,672**	3,188	**10,511**	9,663
Finance cost	**47,871**	49,793	**142,581**	148,789

Balances included in interim condensed consolidated statement of financial position	**30 September 2025**	**(Audited) 31 December 2024**	**30 September 2024**
	KD	KD	KD
Financial assets at FVOCI	**97,907**	83,406	86,560
Due from related parties (Note 6) (net of provision for expected credit losses)	**5,423,554**	5,744,295	5,239,888
Financial assets at fair value through profit or loss (Note 7)	**3,750,850**	3,416,062	2,792,315
Cash with portfolios managers	**17,833**	357,820	359,667
Term loans	**500,000**	500,000	500,000
Due to related parties (Note 11)	**26,917,448**	26,481,295	23,266,251

13. Related party transactions and balances (Continued)

	Three months ended 30 September		Nine months ended 30 September	
	2025	2024	**2025**	2024
	KD	KD	**KD**	KD
Compensation of key management personnel				
Short term benefits	**63,870**	135,448	**196,449**	409,721
End of service benefits	**8,636**	13,655	**23,956**	57,266

14. Capital commitments and contingencies

	30 September 2025	(Audited) 31 December 2024	30 September 2024
Capital commitments	**KD**	KD	KD
Project commitments	**9,057,580**	12,369,306	9,212,973
Other commitments	**308,529**	175,841	172,211
	9,366,109	12,545,147	9,385,184

Contingencies

A. At the reporting date, the Group has provided performance bank guarantees to a customer and suppliers amounting to 288,426 (31 December 2024: KD 2,640,124, 30 September 2024: KD 2,640,124) and to Public Authority for Housing Welfare KD 3,120,180 (31 December 2024: 3,120,180, 30 September 2024: 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 141,539 (31 December 2024: KD 288,471, 30 September 2024: KD 296,251) from which it is anticipated that no material liabilities will arise.

During the period ended 30 September 2025, a performance bank guarantee issued by a bank of one of the subsidiaries (Abyaar Gulf Company for general trading and contracting - W.L.L) amounting to KD 739,100, was liquidated and fully settled and recorded within cost of sales and services.

During the period ended 30 September 2025, the Parent Company along with other party 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). These facilities had not been utilized as of the reporting date.

Subsequent to the reporting date, B&B Hotel Company utilized a portion of these facilities.

B. The Group received a letter from the National Bank of Kuwait (NBK) dated 11 June 2025, confirming the discharge of Privatization Holding Company from its guarantee obligation related to the debt of Ajwan Combined General Trading and Contracting Company - W.L.L. The letter states that the debt of Ajwan Combined General Trading and Contracting Company (W.L.L) has been fully settled, and as a result, the National Bank of Kuwait has formally released Privatization Holding Company from all associated liabilities.

15. 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 2025			
Segment revenue	**4,048,828**	**4,666,267**	**8,715,095**
Segment loss before finance cost, foreign exchange loss	**(341,425)**	**(5,392,911)**	**(5,734,336)**
Finance cost plus foreign exchange loss	**(845,970)**	**(816,088)**	**(1,662,058)**
Net loss	**(1,187,395)**	**(6,208,999)**	**(7,396,394)**
Segment assets	**77,048,362**	**23,466,180**	**100,514,542**
Segment liabilities (excluding term loans)	**(18,025,558)**	**(22,500,797)**	**(40,526,355)**
Segment net assets before term loans	**59,022,804**	**965,383**	**59,988,187**
Term loans	**(10,250,000)**	**(10,240,348)**	**(20,490,348)**
Net assets	**48,772,804**	**(9,274,965)**	**39,497,839**

	Investment	Others	Total
	KD	KD	KD
Nine month ended 30 September 2024			
Segment revenue	3,379,594	3,964,837	7,344,431
Segment profit / (loss) before finance cost, foreign exchange loss	2,387,789	(3,131,150)	(743,361)
Finance cost plus foreign exchange loss	(965,162)	(716,804)	(1,681,966)
Loss from discontinued operations	-	(25,217)	(25,217)
Net profit / (loss)	1,422,627	(3,873,171)	(2,450,544)
Segment assets	82,114,332	27,156,299	109,270,631
Segment liabilities (excluding term loans)	(15,035,146)	(19,584,774)	(34,619,920)
Segment net assets before term loans	67,079,186	7,571,525	74,650,711
Term loans	(14,790,900)	(11,129,046)	(25,919,946)
Net assets	52,288,286	(3,557,521)	48,730,765

16. Fair value measurement

16.1 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).

16.2 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 2025	**(Audited) 31 December 2024**	**30 September 2024**
	KD	KD	KD
Financial assets:			
Financial assets at fair value through other comprehensive income:			
Financial assets at fair value through other comprehensive income	**642,794**	948,524	948,738
Financial assets at amortised cost:			
Accounts receivable and other debit balances (excluding prepayments and advances)	**11,865,030**	14,136,129	12,912,228
Cash and cash equivalents	**751,652**	2,029,842	2,378,616
Financial assets at fair value through profit or loss:			
Financial assets at fair value through profit or loss	**15,993,022**	19,939,747	20,276,086
	29,252,498	37,054,242	36,515,668
Financial liabilities:			
Financial liabilities at amortised cost:			
Term loans	**20,490,348**	24,945,879	25,919,946
Accounts payable and other credit balances (excluding advances)	**37,284,959**	35,551,775	31,051,621
Bank overdraft	**636,502**	881,179	698,501
	58,411,809	61,378,833	57,670,068

16. Fair value measurement (Continued)

16.2 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 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**

31 December 2024 (Audited)	**Level 1**	**Level 2**	**Level 3**	**Total**
	KD	KD	KD	KD
Financial assets at fair value through other comprehensive income:				
Quoted securities	108,741	-	-	108,741
Funds and portfolios	-	480,809	-	480,809
Unquoted securities	-	-	358,974	358,974
Financial assets at fair value through profit or loss:				
Quoted securities	12,096,359	-	-	12,096,359
Mutual funds	-	88,724	-	88,724
Unquoted securities	-	897,896	6,856,768	7,754,664
	12,205,100	1,467,429	7,215,742	20,888,271

16. Fair value measurement (Continued)

16.2 Fair value measurement of financial instruments (Continued)

30 September 2024	Level 1	Level 2	Level 3	Total
	KD	KD	KD	KD
Financial assets at fair value through other comprehensive income:				
Quoted securities	111,769	-	-	111,769
Funds and portfolios	-	482,680	-	482,680
Unquoted securities	-	-	354,289	354,289
Financial assets at fair value through profit or loss:				
Quoted securities	10,415,057	-	-	10,415,057
Mutual funds	-	87,759	-	87,759
Unquoted securities	-	560,366	9,212,904	9,773,270
	10,526,826	1,130,805	9,567,193	21,224,824

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