**THE SECURITIES HOUSE K.S.C.P. AND SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)**

**30 June 2026**

**Contents**

Deloitte.

**Deloitte & Touche**
**Al-Wazzan & Co.**

Ahmed Al-Jaber Street, Sharq
Dar Al-Awadi Complex, Floors 7 & 9
P.O. Box 20174, Safat 13062
Kuwait

Tel : +965 22408844, 22438060
Fax : +965 22408855, 22452080
www.deloitte.com

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF THE SECURITIES HOUSE K.S.C.P.**

*Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of The Securities House K.S.C.P (the Parent Company) and its subsidiaries (together called "the Group") as at 30 June 2026 and the related interim condensed consolidated statements of income, comprehensive income, for the three-month and six-month periods then ended and the related statements of changes in equity and cash flows for the six-month period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the International Accounting Standard 34 – Interim Financial Reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

*Scope of Review*

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

*Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with the International Accounting Standard 34 – Interim Financial Reporting.

**Report on Other Legal and Regulatory Requirements**

Based on our review, the accompanying interim 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 and its Executive Regulations , as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the six-month period ended 30 June 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, to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No. 7 of 2010, concerning the Establishment of Capital Markets Authority "CMA" and Organization of Security Activity and its related regulations, as amended, during the six-month period ended 30 June 2026 that might have had a material effect on the business of the Parent Company or on its financial position.

**Bader A. Al-Wazzan**
License No. 62A
Deloitte & Touche - Al-Wazzan & Co.

Kuwait
11 August 2026

The Securities House K.S.C.P. and Subsidiaries
Kuwait

**Interim Condensed Consolidated Statement of Income (Unaudited)**
**For the period ended 30 June 2026**

| | Note | Kuwaiti Dinars | | | |
|---|---|---|---|---|---|
| | | Three months ended 30 June | | Six months ended 30 June | |
| | | **2026** | 2025 | **2026** | 2025 |
| **INCOME** | | | | | |
| **From management, advisory and investment activities** | | | | | |
| Management fee income | | **480,937** | 577,840 | **1,051,640** | 1,163,662 |
| Advisory and placement fee income | | **135,668** | 148,008 | **158,630** | 223,696 |
| Brokerage and trading fee income | | **994,899** | 365,323 | **1,480,898** | 631,401 |
| Dividend income | | **173,432** | 142,937 | **234,090** | 257,531 |
| Realised gain on sale of investments at fair value through profit or loss | | **12,875** | 1,955 | **90,100** | 5,396 |
| Unrealised gain (loss) on investments at fair value through profit or loss | | **21,923** | 107,041 | **(54,726)** | 206,831 |
| | | **1,819,734** | 1,343,104 | **2,960,632** | 2,488,517 |
| **From commercial activities** | | | | | |
| Revenues | | **376,877** | 480,822 | **1,352,643** | 885,406 |
| Costs | | **(616,763)** | (449,440) | **(1,224,522)** | (859,719) |
| Gross (loss) / profit from commercial activities | | **(239,886)** | 31,382 | **128,121** | 25,687 |
| Other income / (loss) | | **68,824** | (10,532) | **129,451** | 19,075 |
| **Total income** | | **1,648,672** | 1,363,954 | **3,218,204** | 2,533,279 |
| **EXPENSES** | | | | | |
| Staff costs | | **839,736** | 742,072 | **1,774,908** | 1,449,953 |
| General and administration and selling expenses | | **573,184** | 329,945 | **1,058,278** | 676,326 |
| Depreciation | | **54,844** | 42,335 | **108,443** | 90,704 |
| **Total expenses** | | **1,467,764** | 1,114,352 | **2,941,629** | 2,216,983 |
| **Profit before share of results, amortisation, Murabaha profit and taxation** | | **180,908** | 249,602 | **276,575** | 316,296 |
| Share in results of associates | 6 | **(11,224)** | (320,698) | **1,018,971** | (397,587) |
| Amortisation of intangibles | | **(100,000)** | (100,000) | **(200,000)** | (200,000) |
| Profit charged on Murabaha payable | | **(100,347)** | (81,914) | **(202,998)** | (169,505) |
| Profit charged on lease liabilities | | **(11,310)** | (12,077) | **(23,469)** | (19,810) |
| **(Loss) / profit before tax for the period** | | **(41,973)** | (265,087) | **869,079** | (470,606) |
| Contribution to KFAS | | **5,237** | - | **(2,628)** | - |
| Zakat | | **7,844** | - | **(1,251)** | - |
| National labor support tax | | **3,405** | - | **(19,354)** | - |
| **(Loss) / profit for the period** | | **(25,487)** | (265,087) | **845,846** | (470,606) |
| **Attributable to:** | | | | | |
| Equity holders of the Parent Company | | **(148,430)** | (254,465) | **729,620** | (436,316) |
| Non-controlling interests | | **122,943** | (10,622) | **116,226** | (34,290) |
| | | **(25,487)** | (265,087) | **845,846** | (470,606) |
| **Basic and diluted (loss) / earnings per share attributable to equity holders of the Parent Company** | 3 | **(0.4) Fils** | (0.7) Fils | **1.9 Fils** | (1.1) Fils |

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**The Securities House K.S.C.P. and Subsidiaries**
**Kuwait**

## Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited)
## For the period ended 30 June 2026

| | | Kuwaiti Dinars | | | |
|---|---|---|---|---|---|
| | | Three months ended 30 June | | Six months ended 30 June | |
| | Note | **2026** | 2025 | **2026** | 2025 |
| **(Loss) / profit for the period** | | **(25,487)** | (265,087) | **845,846** | (470,606) |
| **Other comprehensive income:** | | | | | |
| *Items to be reclassified to interim condensed consolidated statement of income in subsequent periods:* | | | | | |
| Foreign currency translation adjustment | 6 | **139,676** | 1,150,556 | **21,103** | 1,846,775 |
| Share in a reserve of an associate | 6 | **-** | - | **1,834,773** | - |
| *Items that will not be reclassified to interim condensed consolidated statement of income:* | | | | | |
| Share in other comprehensive income of associates | 6 | **33,286** | 168,720 | **49,005** | 140,730 |
| **Other comprehensive income for the period** | | **172,962** | 1,319,276 | **1,904,881** | 1,987,505 |
| **Total comprehensive income for the period** | | **147,475** | 1,054,189 | **2,750,727** | 1,516,899 |
| | | | | | |
| **Attributable to:** | | | | | |
| Equity holders of the Parent Company | | **24,532** | 1,064,811 | **2,634,501** | 1,551,189 |
| Non-controlling interests | | **122,943** | (10,622) | **116,226** | (34,290) |
| | | **147,475** | 1,054,189 | **2,750,727** | 1,516,899 |

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**The Securities House K.S.C.P. and Subsidiaries**
**Kuwait**

**Interim Condensed Consolidated Statement of Financial Position (Unaudited)**
**As at 30 June 2026**

| | Notes | Kuwaiti Dinars | | |
|---|---|---|---|---|
| | | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
| **ASSETS** | | | | |
| Cash and cash equivalents | 4 | **2,918,293** | 3,311,775 | 2,561,287 |
| Accounts receivable and prepayments | | **1,949,580** | 2,151,844 | 1,537,666 |
| Murabaha receivable | 5 | **2,997,415** | 3,059,865 | 3,132,148 |
| Investments at fair value through profit or loss | 13 | **6,395,244** | 11,490,731 | 12,380,477 |
| Investments at fair value through other comprehensive income | 13 | **5,922,197** | - | - |
| Investments in associates | 6 | **28,136,783** | 25,174,719 | 26,671,333 |
| Right of use assets | | **2,505,100** | 2,454,321 | 1,108,009 |
| Furniture and equipment | | **927,577** | 864,604 | 424,170 |
| Intangible assets | 7 | **2,600,000** | 2,800,000 | 3,000,000 |
| Goodwill | 7 | **3,750,000** | 3,750,000 | 750,000 |
| **TOTAL ASSETS** | | **58,102,189** | 55,057,859 | 51,565,090 |
| | | | | |
| **LIABILITIES** | | | | |
| Accounts payable and accruals | | **3,394,672** | 3,866,400 | 2,985,345 |
| Murabaha payable | 8 | **7,450,000** | 6,825,000 | 4,721,318 |
| Lease liabilities | | **2,666,120** | 2,554,738 | 1,158,593 |
| Employees' end of service benefits | | **1,947,383** | 1,918,434 | 1,605,791 |
| **TOTAL LIABILITIES** | | **15,458,175** | 15,164,572 | 10,471,047 |
| | | | | |
| **EQUITY** | | | | |
| Share capital | 9 | **40,000,000** | 40,000,000 | 40,000,000 |
| Statutory reserve | | **860,826** | 860,826 | 860,826 |
| Foreign currency translation reserve | | **(2,839,628)** | (2,860,731) | (2,423,283) |
| Cumulative changes in equity of associates | | **(828,502)** | (2,712,280) | (2,679,063) |
| Treasury shares reserve | | **213,601** | 213,601 | 145,759 |
| Treasury shares | 10 | **(681,020)** | (681,020) | (665,339) |
| Retained earnings | | **6,109,656** | 5,380,036 | 6,243,558 |
| **Equity attributable to equity holders of the Parent Company** | | **42,834,933** | 40,200,432 | 41,482,458 |
| Non-controlling interests | | **(190,919)** | (307,145) | (388,415) |
| **TOTAL EQUITY** | | **42,644,014** | 39,893,287 | 41,094,043 |
| **TOTAL LIABILITIES AND EQUITY** | | **58,102,189** | 55,057,859 | 51,565,090 |

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Abdullatif Mohammad Alshaya
Chairman

Yousef Ibrahim Alghanim
Vice Chairman and Chief Executive Officer

**Interim Condensed Consolidated Statement of Cash Flows (Unaudited)**
**For the period ended 30 June 2026**

| | Notes | Kuwaiti Dinars Six months ended 30 June 2026 | 2025 |
|---|---|---|---|
| **OPERATING ACTIVITIES** | | | |
| Profit / (loss) for the period | | **845,846** | (470,606) |
| Adjustments for: | | | |
| Realised gain on sale of investments at fair value through profit or loss | | **(90,100)** | (5,396) |
| Unrealised loss / (gain) on investments at fair value through profit or loss | | **54,726** | (206,831) |
| Share in results of associates | 6 | **(1,018,971)** | 397,587 |
| Amortization of intangibles | | **200,000** | 200,000 |
| Depreciation | | **568,482** | 254,347 |
| Profit charged on Murabaha payable and on lease liabilities | | **284,686** | 207,983 |
| Provision for employees' end of service benefits | | **155,164** | 143,891 |
| | | **999,833** | 520,975 |
| Changes in operating assets and liabilities: | | | |
| Accounts receivable and prepayments | | **180,861** | 351,990 |
| Investments at fair value through profit or loss | | **5,130,861** | (3,150,202) |
| Investments at fair value through other comprehensive income | | **(5,922,197)** | - |
| Accounts payable and accruals | | **(450,325)** | (414,654) |
| | | **(60,967)** | (2,691,891) |
| Employees' end of service benefits paid | | **(126,215)** | (88,147) |
| Net cash flows used in operating activities | | **(187,182)** | (2,780,038) |
| **INVESTING ACTIVITIES** | | | |
| Collection of Murabaha receivable | 5 | **56,975** | - |
| Purchase of interests in associates | 6 | **(90,000)** | - |
| Proceeds from disposal of discontinued operations | | - | 6,500,000 |
| Dividend and capital reduction received from associates | 6 | **51,788** | - |
| Purchase of furniture and equipment | | **(172,926)** | (47,940) |
| Net cash flows (used in) / from investing activities | | **(154,163)** | 6,452,060 |
| **FINANCING ACTIVITIES** | | | |
| Payment of lease liabilities | | **(397,926)** | (152,635) |
| Profit on lease liabilities paid | | **(81,688)** | (38,478) |
| Net receipt / (repayment) of Murabaha payable | | **625,000** | (1,777,449) |
| Profit on Murabaha payable paid | | **(202,998)** | (169,505) |
| Net cash flows used in financing activities | | **(57,612)** | (2,138,067) |
| **(DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS** | | **(398,957)** | 1,533,955 |
| Net foreign exchange difference | | **5,475** | 23,408 |
| Cash and cash equivalents at 1 January | | **3,311,775** | 1,003,924 |
| **CASH AND CASH EQUIVALENTS AT 30 JUNE** | 4 | **2,918,293** | 2,561,287 |

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**The Securities House K.S.C.P. and Subsidiaries**
**Kuwait**

**Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)**
**For the period ended 30 June 2026**

| | Kuwaiti Dinars | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **Attributable to equity holders of the Parent Company** | | | | | | | | | |
| | **Share capital** | **Statutory reserve** | **Foreign currency translation reserve** | **Cumulative changes in equity of associates** | **Treasury shares reserve** | **Treasury shares** | **Retained earnings** | **Sub total** | **Non-controlling interests** | **Total equity** |
| **Balance as at 1 January 2026** | **40,000,000** | **860,826** | **(2,860,731)** | **(2,712,280)** | **213,601** | **(681,020)** | **5,380,036** | **40,200,432** | **(307,145)** | **39,893,287** |
| **Profit for the period** | - | - | - | - | - | - | **729,620** | **729,620** | **116,226** | **845,846** |
| **Other comprehensive income** | - | - | **21,103** | **1,883,778** | - | - | - | **1,904,881** | - | **1,904,881** |
| **Total comprehensive income for the period** | - | - | **21,103** | **1,883,778** | - | - | **729,620** | **2,634,501** | **116,226** | **2,750,727** |
| **As at 30 June 2026** | **40,000,000** | **860,826** | **(2,839,628)** | **(828,502)** | **213,601** | **(681,020)** | **6,109,656** | **42,834,933** | **(190,919)** | **42,644,014** |
| Balance as at 1 January 2025 | 40,000,000 | 860,826 | (4,270,058) | (2,819,793) | 145,759 | (665,339) | 6,679,874 | 39,931,269 | (354,125) | 39,577,144 |
| Loss for the period | - | - | - | - | - | - | (436,316) | (436,316) | (34,290) | (470,606) |
| Other comprehensive income | - | - | 1,846,775 | 140,730 | - | - | - | 1,987,505 | - | 1,987,505 |
| Total comprehensive income/(loss) for the period | - | - | 1,846,775 | 140,730 | - | - | (436,316) | 1,551,189 | (34,290) | 1,516,899 |
| As at 30 June 2025 | 40,000,000 | 860,826 | (2,423,283) | (2,679,063) | 145,759 | (665,339) | 6,243,558 | 41,482,458 | (388,415) | 41,094,043 |

The accompanying notes form an integral part of this interim condensed consolidated financial information.

## 1. Corporate information and activities

The Securities House K.S.C.P (the "Parent Company") is a Kuwaiti public shareholding company incorporated in Kuwait on 28 March 1982 and is regulated by the Capital Markets Authority as a licensed person to engage in the securities activities of investment portfolio manager, collective investment scheme manager, investment advisor, securities broker not registered in the stock exchange, custodian and subscription agent. The Parent Company is also engaged in investment in real estate and other economic sectors. The Parent Company performs its activities in accordance with Shariah principles.

The Parent Company's principal place of business and registered address is 18th floor, Al-Dhow Tower, Khalid Ibn Al-Waleed Street, Sharq, P. O. Box 26972 Safat, 13130, Kuwait.

The interim condensed consolidated financial information includes the interim financial information of the Parent Company and its subsidiaries (together referred to as "the Group").

The Annual General Meeting ("AGM") of the shareholders of the Parent Company held on 7 May 2026 approved the Group's consolidated financial statements for the year ended 31 December 2025.

The interim condensed consolidated financial information for the Six months period ended 30 June 2026 were authorised for issue by the Board of Directors on 11 August 2026.

## 2. Basis of preparation

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with International Accounting Standard ("IAS") 34: Interim Financial Reporting, except as noted below.

The interim condensed consolidated financial information does not include all information and disclosures required in the annual consolidated financial statements 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 have been included. In addition, results for the six months ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

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

### Changes in accounting policy and disclosures

The accounting policies used in the preparation of these interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with IFRSs Accounting Standards.

Amendments and annual improvements to IFRS Accounting Standards, relevant to the Group which are effective for annual reporting period starting from 1 January 2026 did not result in any material impact on the accounting policies, financial position or performance of the Group.

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

Basic and diluted (loss) / earnings per share is computed by dividing (loss) / profit attributable to equity holders of the Parent Company by the weighted average number of shares outstanding during the period as follows:

| | Kuwaiti Dinars | | | |
|---|---|---|---|---|
| | Three months ended 30 June | | Six months ended 30 June | |
| | **2026** | 2025 | **2026** | 2025 |
| (Loss) / profit for the period attributable to equity holders of the Parent Company | **(148,430)** | (254,465) | **729,620** | (436,316) |
| | Shares | | | |
| Weighted average number of shares outstanding for the period | **390,643,461** | 390,000,000 | **390,643,461** | 390,000,000 |
| **Basic and diluted (loss) / earnings per share attributable to the equity holders of the parent company** | **(0.4) Fils** | (0.7) Fils | **1.9 Fils** | (1.1) Fils |

## 4. Cash and cash equivalents

Cash and cash equivalents as shown in the interim condensed consolidated statement of cash flows are reconciled to the related items in the interim condensed consolidated statement of financial position as follows:

| | Kuwaiti Dinars | | |
|---|---|---|---|
| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
| Bank balances and cash | **2,157,202** | 2,917,618 | 2,247,436 |
| Balances with custodians | **761,091** | 394,157 | 313,851 |
| | **2,918,293** | 3,311,775 | 2,561,287 |

## 5. Murabaha receivable

| | Kuwaiti Dinars | | |
|---|---|---|---|
| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
| Current – denominated in Kuwaiti Dinar | - | 76,350 | - |
| Non-current – denominated in Kuwaiti Dinar | **2,386,225** | 2,366,850 | 2,552,308 |
| Non-current - denominated in Kuwaiti Dinar | **611,190** | 616,665 | 579,840 |
| | **2,997,415** | 3,059,865 | 3,132,148 |
| Balance in original currency - US Dollar * | **7,750,000** | 8,000,000 | 8,360,000 |
| Balance in original currency – Pound Sterling ** | **1,500,000** | 1,500,000 | 1,500,000 |

* This represents the balance receivable from the sale of a foreign associate by a subsidiary company in 2022. The balance is receivable over instalments ending in 2028 and is guaranteed by the purchaser's pledge of its interest in the associate in favour of the subsidiary company.

** This represents an unsecured Murabaha provided to a foreign unrelated party in 2024. The Murabaha is payable in full in 2027.

## 6. Investments in associates

| | Kuwaiti Dinars | | |
|---|---|---|---|
| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
| At the beginning of the period/year | **25,174,719** | 25,081,415 | 25,081,415 |
| Acquisitions (a) | **90,000** | - | - |
| Share in results (b) | **1,018,971** | (1,213,225) | (397,587) |
| Share in other comprehensive income | **49,005** | 107,513 | 140,730 |
| Share in a reserve of an associate | **1,834,773** | - | - |
| Foreign currency translation adjustment | **21,103** | 1,409,327 | 1,846,775 |
| Dividend and capital reduction received (c) | **(51,788)** | (210,311) | - |
| At the end of the period/year | **28,136,783** | 25,174,719 | 26,671,333 |

The balance represents the Group's share of its investments in Gatehouse Financial Group Limited (GFGL), Abraaj Wareef Real Estate WLL (Abraaj Wareef), Saudi Projects Holding Group KSCC and Madrono Capital, LLC.

a) During the current period, the Group acquired an additional interest of 0.1% in GFGL for KD 16,000 and an additional interest of 2.9% in Abraaj Wareef for KD 74,000.

b) The Group's share in results for all associates, other than GFGL, for the six-month period ended 30 June 2026 is based on their management accounts.

c) During the current period, the Group received capital reduction proceeds amounting to KD 51,788 from Abraaj Wareef.

## 7. Intangible assets and goodwill

| | Kuwaiti Dinars | | |
|---|---|---|---|
| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
| Intangible assets - asset management agreements | **2,600,000** | 2,800,000 | 3,000,000 |
| Goodwill - on acquisition of subsidiaries | | | |
| Manarat Educational Services Company W.L.L. (Manarat) * | **3,250,000** | 3,250,000 | - |
| Juzur Canary Restaurant Company W.L.L. | **500,000** | 500,000 | 750,000 |
| | **3,750,000** | 3,750,000 | 750,000 |

* During the previous year, the Parent Company acquired 99.9% of the issued share capital of Manarat for a total consideration of KD 3,500,000. The acquisition resulted in the recognition of goodwill amounting to KD 3,250,000.

## 8. Murabaha payable

| | Kuwaiti Dinars | | |
|---|---|---|---|
| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
| Current | **3,350,000** | 2,225,000 | 2,221,318 |
| Non-current | **4,100,000** | 4,600,000 | 2,500,000 |
| | **7,450,000** | 6,825,000 | 4,721,318 |

Murabaha payable represents the value of assets purchased on a deferred settlement basis.

The facilities are unsecured and carry a profit rate of 5.25% (31 December 2025: 5.33%; 30 June 2025: 5.57%) per annum.

## 9. Share capital

The authorised, issued and fully paid-up share capital of the Parent Company is KD 40,000,000 comprising of 400,000,000 shares as of 30 June 2026 (31 December 2025: KD 40,000,000 comprising of 400,000,000 shares; 30 June 2025: KD 40,000,000 comprising of 400,000,000 shares) of 100 fils each.

## 10. Treasury Shares

These shares were acquired based on an authorization granted to the Board of Directors by the shareholders and in accordance with Ministerial Decrees No. 10 of 1987 and No. 11 of 1988 and are carried at cost. Reserves equivalent to the cost of treasury shares held are not distributable.

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) | 30 June 2025 (Unaudited) |
|---|---|---|---|
| Number of treasury shares | **9,356,539** | 9,356,539 | **10,000,000** |
| Percentage of share capital | **2.4%** | 2.4% | **2.5%** |
| Cost (Kuwaiti Dinars) | **681,020** | 681,020 | **665,339** |
| Market value (Kuwaiti Dinars) | **768,172** | 745,716 | **740,000** |

## 11. Related party transactions

Related parties represent major shareholders, directors and executive officers of the Parent Company, close members of their families and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Parent Company's management.

Related party transactions consist of the following:

| | Kuwaiti Dinars | |
|---|---|---|
| | Six months ended 30 June | |
| | **2026** | 2025 |
| **Key management compensation:** | | |
| Salaries and other short-term benefits | **121,930** | 113,705 |
| Employees' end of services | **13,594** | 18,567 |
| | **135,524** | 132,272 |

## 12. Segmental analysis

For management purposes the Group is organised into three major business segments:

| | | |
|---|---|---|
| Proprietary investment management | : | Investing of Group's funds in securities and real estate and managing the Group's liquidity requirements. |
| Asset management, advisory and brokerage services | : | Discretionary and non-discretionary investment portfolio management, managing local and international investment funds and collective investment schemes, providing advisory services and providing online trading brokerage services. |
| Commercial activities | : | Include educational and food and restaurant sectors. |

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited) – 30 June 2026**

The following table presents information regarding the Group's business segment (Kuwaiti Dinars):

| | **Proprietary investment management** | | **Asset management, advisory and brokerage** | | **Educational sector** | | **Food and restaurant sector** | | **Total** | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **Six months ended 30 June** | | **Six months ended 30 June** | | **Six months ended 30 June** | | **Six months ended 30 June** | | **Six months ended 30 June** | |
| | **2026** | 2025 | **2026** | 2025 | **2026** | 2025 | **2026** | 2025 | **2026** | 2025 |
| Segment revenue | **398,915** | 488,833 | **2,691,168** | 2,018,759 | **591,339** | - | **761,304** | 885,406 | **4,442,726** | 3,392,998 |
| Segment results | **(539,223)** | (393,178) | **1,220,354** | 910,268 | **(195,934)** | - | **(208,622)** | (200,794) | **276,575** | 316,296 |
| Share in results of associates | **930,257** | (491,132) | **88,714** | 93,545 | **-** | - | **-** | - | **1,018,971** | (397,587) |
| Amortisation of intangibles | **-** | - | **(200,000)** | (200,000) | **-** | - | **-** | - | **(200,000)** | (200,000) |
| Profit on Murabaha payable and lease liabilities | **(223,625)** | (187,215) | **-** | - | **(2,102)** | - | **(740)** | (2,100) | **(226,467)** | (189,315) |
| KFAS, Zakat and NLST | **(23,233)** | - | **-** | - | **-** | - | **-** | - | **(23,233)** | - |
| Proft / (loss) for the period | **144,176** | (1,071,525) | **1,109,068** | 803,813 | **(198,036)** | - | **(209,362)** | (202,894) | **845,846** | (470,606) |
| **Assets:** | | | | | | | | | | |
| Segment assets | **13,158,722** | 15,277,180 | **1,079,490** | 902,882 | **2,305,612** | - | **720,612** | 870,229 | **17,264,436** | 17,050,291 |
| Investments in associates | **27,916,402** | 26,490,576 | **220,381** | 180,757 | **-** | - | **-** | - | **28,136,783** | 26,671,333 |
| Others | **9,875,137** | 4,766,734 | **2,600,000** | 3,000,000 | **209,732** | - | **16,101** | 76,732 | **12,700,970** | 7,843,466 |
| | **50,950,261** | 46,534,490 | **3,899,871** | 4,083,639 | **2,515,344** | - | **736,713** | 946,961 | **58,102,189** | 51,565,090 |
| **Liabilities:** | | | | | | | | | | |
| Account payable and accruals | **2,556,755** | 2,582,138 | **183,840** | 86,945 | **394,912** | - | **259,165** | 316,262 | **3,394,672** | 2,985,345 |
| Murabaha payable | **7,450,000** | 4,721,318 | **-** | - | **-** | - | **-** | - | **7,450,000** | 4,721,318 |
| Lease liabilities | **724,628** | 801,847 | **-** | - | **1,581,232** | - | **360,260** | 356,746 | **2,666,120** | 1,158,593 |
| Employees' end of service benefits | **1,487,275** | 1,438,329 | **95,986** | 18,604 | **213,032** | - | **151,090** | 148,858 | **1,947,383** | 1,605,791 |
| | **12,218,658** | 9,543,632 | **279,826** | 105,549 | **2,189,176** | - | **770,515** | 821,866 | **15,458,175** | 10,471,047 |
| **Other segmental information:** | | | | | | | | | | |
| Capital expenditure | **-** | - | **-** | - | **154,823** | - | **18,103** | 47,940 | **172,926** | 47,940 |
| Depreciation | **56,033** | 46,984 | **31,688** | 39,720 | **327,886** | - | **152,875** | 167,643 | **568,482** | 254,347 |

## 13. Fair value of financial instruments

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in orderly transactions between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention, or need, to liquidate, curtail materially the scale of its operations or undertake a transaction on adverse terms.

Financial instruments comprise of financial assets and financial liabilities.

For financial assets and financial liabilities that are liquid or having a short-term maturity (less than three months), the carrying amount approximates their fair value. The fair values of financial instruments are not materially different from their carrying values.

### Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1 : quoted (unadjusted) prices in an active market for identical assets and liabilities:

Level 2 : inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability either directly or indirectly; and

Level 3 : inputs are unobservable inputs for the asset or liability.

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

| **30 June 2026** | **Kuwaiti Dinars** | | |
|---|---|---|---|
| | **Level 1** | **Level 3** | **Total** |
| **Financial assets at fair value** | | | |
| *Financial assets at fair value through profit or loss*: | | | |
| Quoted equities | **224,670** | **-** | **224,670** |
| Unquoted equity securities | **-** | **6,170,574** | **6,170,574** |
| *Financial assets at fair value through other comprehensive income*: | | | |
| Unquoted equity securities | **-** | **5,922,197** | **5,922,197** |
| | **224,670** | **12,092,771** | **12,317,441** |

| 30 June 2025 | Kuwaiti Dinars | | |
|---|---|---|---|
| | Level 1 | Level 3 | Total |
| Financial assets at fair value | | | |
| *Financial assets at fair value through profit or loss*: | | | |
| Quoted equities | 376,152 | - | 376,152 |
| Unquoted equity securities | - | 12,004,325 | 12,004,325 |
| | 376,152 | 12,004,325 | 12,380,477 |

Measurement at fair value

The Method and valuation techniques used for the purpose of measuring fair value are unchanged compared to the previous reporting year/period.

The following table shows a reconciliation of the opening and closing amount of level 3 financial instruments which are recorded at fair value.

| | Kuwaiti Dinars | | | |
|---|---|---|---|---|
| | **As at 1 January 2026** | **Loss recorded in the consolidated statement of income** | **Net purchases, sales and settlements** | **As at 30 June 2026** |
| Financial assets at fair value | | | | |
| *Unquoted equity securities* | **11,144,884** | **(8,803)** | **956,690** | **12,092,771** |

| | Kuwaiti Dinars | | | |
|---|---|---|---|---|
| | As at 1 January 2025 | Gain recorded in the consolidated statement of income | Net purchases, sales and settlements | As at 30 June 2025 |
| Financial assets at fair value | | | | |
| *Unquoted equity securities* | 8,645,305 | 189,907 | 3,169,113 | 12,004,325 |

During the period ended 30 June 2026, there were no transfers between the hierarchies.

**14. Geopolitical events development**

Geopolitical events in the Middle East that commenced in late February 2026 have affected GCC countries, including Kuwait. The Group considered the potential impact of the current economic volatility on the reported amounts of the Group's financial and non-financial assets. The reported amounts represent management's best assessment based on available information. The impact of the highly uncertain economic environment remains judgmental, and the Group will accordingly continue to reassess its position and the related impact on a regular basis.