Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

Interim Condensed Consolidated Financial Information (Unaudited)
And Review Report for the Six Month Period Ended 30 June 2026

Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

Interim Condensed Consolidated Financial Information (Unaudited)
And Review Report for the Six Month Period Ended 30 June 2026

Contents

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

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

Review Report of Interim Condensed Consolidated Financial Information to the Board of Directors
Kuwait Portland Cement Co. K.P.S.C.
State of Kuwait

Introduction
We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Portland Cement Co. K.P.S.C. ("The Parent Company") and its subsidiary (together referred to as "the Group") as at 30 June 2026, and the interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the six month period then ended. The preparation and presentation of this interim condensed consolidated financial information is the responsibility of the Parent Company's management in accordance with IAS 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, the interim condensed consolidated financial information is in agreement with the books of account. We further report that, based on our review, to the best of our knowledge and belief, no violations of Companies' Law No. 1 of 2016, and its Executive Regulations, as amended, Law No. 7 of 2010 concerning the Establishment of Capital Markets Authority and its Executive Regulations and related instructions, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred 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 interim condensed consolidated financial position.

Faisal Saqer Al Saqer
Licence No. 172
BDO Al Nisf & Partners

Kuwait: 12 August 2026

Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

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

	Notes	30 June 2026 KD	(Audited) 31 December 2025 KD	30 June 2025 KD
Assets:				
Non-current assets:				
Property, machinery and equipment		16,638,598	16,786,718	16,063,996
Financial assets at fair value through other comprehensive income	4	41,932,721	44,368,347	40,387,588
Total non-current assets		58,571,319	61,155,065	56,451,584
Current assets:				
Trade and other receivables	5	18,215,656	24,125,826	22,243,930
Inventory	6	8,827,190	7,227,372	4,817,990
Financial assets at fair value through profit or loss	7	12,233,621	12,728,260	12,311,999
Cash and cash equivalents	8	5,481,275	4,127,276	4,366,180
Total current assets		44,757,742	48,208,734	43,740,099
Total assets		103,329,061	109,363,799	100,191,683
Equity and liabilities:				
Equity:				
Share capital		10,022,196	10,022,196	10,022,196
Statutory reserve		10,022,196	10,022,196	10,022,196
Voluntary reserve		10,022,196	10,022,196	10,022,196
General reserve		2,500,000	2,500,000	2,500,000
Treasury shares reserve		544,943	544,943	544,943
Change in fair value reserve		10,869,259	11,814,094	8,236,179
Retained earnings		31,324,592	33,989,189	32,823,285
Total equity		75,305,382	78,914,814	74,170,995
Liabilities:				
Non-current liabilities:				
Provision for legal claims		-	-	1,589,326
Provision for employees' end of service indemnity		6,039,962	5,940,548	5,836,723
Total non-current liabilities		6,039,962	5,940,548	7,426,049
Current liabilities:				
Trade and other payables	9	7,590,778	12,614,470	7,392,748
Dividends payable		1,175,584	1,208,884	1,219,576
Financing from third party	10	13,217,355	10,685,083	9,982,315
Total current liabilities		21,983,717	24,508,437	18,594,639
Total liabilities		28,023,679	30,448,985	26,020,688
Total equity and liabilities		103,329,061	109,363,799	100,191,683

The accompanying notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Ahmed Mahmoud Issa Al-Asfour
Chairman

Khalifa Hamoud Al Ghanim
CEO and Board Member

Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

Interim Condensed Consolidated Statement of Profit or Loss (Unaudited)

For the six-month period ended 30 June 2026

		Three months ended 30 June		Six months ended 30 June	
	Notes	2026 KD	2025 KD	2026 KD	2025 KD
Revenues					
Sales		18,585,580	25,185,493	39,466,499	50,365,973
Cost of sales		(18,497,241)	(24,999,843)	(38,022,509)	(49,331,059)
Gross profit		88,339	185,650	1,443,990	1,034,914
Net investment profits and yield income	11	1,528,432	1,913,608	886,036	3,050,556
Other income		167,025	16,050	364,929	421,198
General and administrative expenses		(502,721)	(441,932)	(1,065,792)	(927,129)
Distribution expenses		(131,088)	(171,671)	(274,327)	(355,381)
Finance costs		(79,524)	(7,692)	(167,257)	(92,736)
Provision for legal claims		-	(1,389,326)	-	(1,389,326)
Profit for the period before KFAS, NLST, Zakat and Directors' remuneration		1,070,463	104,687	1,187,579	1,742,096
Contribution to Kuwait Foundation for the Advancement of Sciences		(10,705)	(1,045)	(11,876)	(17,420)
NLST		(88)	23,840	(1,682)	(16,136)
Zakat		(35)	9,535	(673)	(6,455)
Board of Directors' remuneration		(130,000)	(65,000)	(130,000)	(130,000)
Net profit for the period		929,635	72,017	1,043,348	1,572,085
Basic earnings per share (fils)	12	9.28	0.72	10.41	15.69

The accompanying notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2026

	Three months ended 30 June		Six months ended 30 June	
	2026	**2025**	**2026**	**2025**
	KD	KD	KD	KD
Profit for the period	929,635	72,017	1,043,348	1,572,085
Other comprehensive income / (other comprehensive loss) items:				
Items that can not be reclassified subsequently in the interim condensed consolidated statement of profit or loss:				
Change in fair value of financial assets at fair value through other comprehensive income	776,622	1,562,460	(886,123)	1,186,120
Total other comprehensive income / (other comprehensive loss) for the period	776,622	1,562,460	(886,123)	1,186,120
Total comprehensive income for the period	1,706,257	1,634,477	157,225	2,758,205

The accompanying notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

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

	Share capital	Statutory reserve	Voluntary reserve	Reserve General	Treasury shares reserve	Change in fair value reserve	Retained earnings	Total equity
	KD	KD	KD	KD	KD	KD	KD	KD
Balance as at 1 January 2025	10,022,196	10,022,196	10,022,196	2,500,000	544,943	7,119,249	36,100,351	76,331,131
Total comprehensive income for the period	-	-	-	-	-	1,186,120	1,572,085	2,758,205
Realized profits on sale of financial assets at fair value through other comprehensive income	-	-	-	-	-	-	92,723	92,723
Effect of sale of financial assets at fair value through other comprehensive income	-	-	-	-	-	(69,190)	69,190	-
Cash dividends	-	-	-	-	-	-	(5,011,064)	(5,011,064)
Balance as at 30 June 2025	10,022,196	10,022,196	10,022,196	2,500,000	544,943	8,236,179	32,823,285	74,170,995
Balance as at 1 January 2026	10,022,196	10,022,196	10,022,196	2,500,000	544,943	11,814,094	33,989,189	78,914,814
Total comprehensive (loss) / income for the period	-	-	-	-	-	(886,123)	1,043,348	157,225
Realized profits on sale of financial assets at fair value through other comprehensive income	-	-	-	-	-	-	242,194	242,194
Effect of sale of financial assets at fair value through other comprehensive income	-	-	-	-	-	(58,712)	58,712	-
Cash dividends (Note 18)	-	-	-	-	-	-	(4,008,851)	(4,008,851)
Balance as at 30 June 2026	10,022,196	10,022,196	10,022,196	2,500,000	544,943	10,869,259	31,324,592	75,305,382

The accompanying notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Kuwait Portland Cement Co. K.P.S.C.
and its Subsidiary
State of Kuwait

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

	Six months ended 30 June	
	2026	2025
	KD	KD
Cash flows from operating activities:		
Net profit for the period	1,043,348	1,572,085
Adjustments to:		
Depreciation	649,288	1,277,783
Finance costs	167,257	92,736
Net investment profits and yield income	(886,036)	(3,050,556)
Provision for legal claims	-	1,389,326
Provision for employees' end of service indemnity	151,103	183,703
	1,124,960	1,465,077
Movements in working capital:		
Trade and other receivables	5,910,170	3,752,320
Inventories	(1,599,818)	(96,567)
Trade and other payables	(5,023,692)	(3,527,950)
Cash generated from operations	411,620	1,592,880
Provision for employees' end of service indemnity paid	(51,689)	(60,219)
Net cash from operating activities	359,931	1,532,661
Cash flows from investing activities:		
Paid for purchase of property, plant and equipment	(501,168)	(1,167,346)
Financial assets at fair value through other comprehensive income	1,791,697	196,659
Financial assets at fair value through profit or loss	160,978	258,233
Dividends received	1,040,822	1,020,104
Sukuk yield income received	178,875	199,974
Net cash from investing activities	2,671,204	507,624
Cash flows from financing activities:		
Net movement in finance from third party	2,532,272	3,882,202
Finance costs paid	(167,257)	(92,736)
Dividends paid	(4,042,151)	(4,633,185)
Net cash used in financing activities	(1,677,136)	(843,719)
Net increase in cash and cash equivalents	1,353,999	1,196,566
Cash and cash equivalents at the beginning of the period	4,127,276	3,169,614
Cash and cash equivalents at end of the period (Note 8)	5,481,275	4,366,180

The accompanying notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

1. General Information

Kuwait Portland Cement Company K.S.C. (Public) (the "Parent Company") was incorporated on 7 July 1976 in Kuwait as per Memorandum of Incorporation No. 966, Vol. 2, and was listed in Boursa Kuwait on 1 April 1995. The latest amendment made to the Parent Company's Memorandum of Incorporation and Articles of Association was authenticated in the Parent Company's commercial register on 6 May 2024 under transaction number 62973 for amending the purposes of the Parent Company in accordance with the instructions of the Ministry of Commerce and Industry.

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

Manufacturing various types of concrete or cement, wholesale selling of cement, gypsum, and similar materials, transporting liquids or liquid gases or chemicals, investing financial surpluses in financial portfolios managed by specialized companies and entities, buying and selling stocks and bonds on behalf of the Company, wholesale selling of bricks, tiles, ceramics, and marble, retail selling of bricks, tiles, ceramics, and marble, wholesale selling of construction materials and metal construction materials, plumbing and heating equipment and supplies, manufacturing concrete blocks, wholesale selling of ready-mixed concrete, retail selling of ready-mixed concrete, owning real estate and movable assets for the account of the Company, gravel crusher, importing gravel, extracting sand and re-packing it (gravel), wholesale selling of sand and gravel, processing construction waste, processing and disposing of non-hazardous waste, transporting solid and liquid waste, importing chemicals, chemical storage facilities, buying and selling motor vehicles, car repair garage, auto body shops, car painting and finishing shops, general warehouses containing a variety of goods (excluding refrigerated items), retail selling of construction materials and scrap, storage in warehouses, export and import offices, and selling all types of iron and blacksmith supplies.

The address of the Parent Company's registered office is P.O. Box, 42191-70652, Shuwaikh, State of Kuwait.

The interim condensed consolidated financial information of Kuwait Portland Cement Company K.S.C. (Public) and its subsidiary (the Group) for the period ended 30 June 2026 were authorized for issue by the Parent Company's board of directors on 12 August 2026.

2. Basis of preparation

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

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

The interim condensed consolidated financial information has been presented in Kuwaiti Dinars ("KD"), which is the functional and presentation currency of the Group.

2. Basis of preparation (Continued)

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those adopted in the preparation of the annual consolidated financial statements of the Group for the financial 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 was issued but not yet effective.

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

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

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

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

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

3. Use of judgements and estimates

In preparation of the interim condensed consolidated financial information, the management of the Group made judgments and estimates that may affect the adoption of accounting policies and the reported amounts of assets and liabilities, revenues and expenses. Actual results may differ from these estimates.

The significant judgements made by management of the Group in adopting the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements.

4. Financial assets at fair value through other comprehensive income

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Quoted financial assets	41,932,721	44,368,347	39,046,689
Unquoted financial assets	-	-	1,340,899
	41,932,721	44,368,347	40,387,588

Financial assets at fair value include diversified foreign sukuk managed by a specialised local entity, with a yield rate ranging from 3.375% to 6.375% per annum (31 December 2025: 3.375% to 5.535% per annum, 30 June 2025: 3.375% to 6.25% per annum).

5. Trade and other receivables

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Trade receivables	22,502,057	28,588,993	26,300,710
Allowance for doubtful accounts	(5,513,921)	(5,513,921)	(5,513,921)
	16,988,136	23,075,072	20,786,789
Prepaid expenses	638,688	331,734	643,703
Other receivables	588,832	719,020	813,438
	18,215,656	24,125,826	22,243,930

6. Inventory

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Raw materials	612,921	1,040,771	822,271
Cement	1,369,472	707,392	954,818
Steel	1,419,187	669,590	1,106,757
Cement sacks	37,169	67,684	6,790
Goods in transit	2,065,821	1,848,622	1,005,407
Spare parts	598,100	673,747	642,496
Aggregate	2,752,221	2,247,267	307,152
	8,854,891	7,255,073	4,845,691
Provision for slow moving inventories	(27,701)	(27,701)	(27,701)
	8,827,190	7,227,372	4,817,990

7. Financial assets at fair value through profit or loss

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Local quoted financial assets	12,176,546	12,671,185	12,254,919
Foreign quoted financial assets	1,328	1,328	1,333
Foreign unquoted financial assets	55,747	55,747	55,747
	12,233,621	12,728,260	12,311,999

8. Cash and cash equivalents

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Cash on hand	107,829	127,916	254,450
Bank balances	2,416,690	2,925,390	2,844,295
Cash in investment portfolios	2,956,756	1,073,970	1,267,435
	5,481,275	4,127,276	4,366,180

9. Trade and other payables

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Trade payables	5,702,077	10,070,700	5,388,155
Staff leaves payable	667,393	622,881	608,891
Accrued contribution to KFAS	11,876	29,906	17,420
NLST due	1,682	31,811	16,136
Zakat payable	673	12,725	6,455
Board of Directors' accrued remuneration	130,000	260,000	130,000
Accrued expenses	1,077,077	1,586,447	1,225,691
	7,590,778	12,614,470	7,392,748

10. Financing from third party

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Ijarah contract (a)	2,788,123	2,788,123	2,793,322
Bank overdraft (b)	4,787,610	6,811,057	4,938,993
Wakala investment (c)	1,641,622	1,085,903	1,000,000
Term loans (d)	4,000,000	-	1,250,000
	13,217,355	10,685,083	9,982,315

10. Financing from third party (Continued)

a. Ijara agreement with a commitment to ownership of buildings with one of the local Islamic banks carries a profit rate of 1.75% per annum over the discount rate announced by the Central Bank of Kuwait, and the lease term ends on 5 November 2026.

b. Overdraft facility granted by local banks, carrying an interest rate of 1.5% per annum over the Central Bank of Kuwait discount rate, and is repayable within one year.

c. Wakala investment facility agreement with a local Islamic bank, carrying a profit rate of 1.25% per annum over the Central Bank of Kuwait discount rate, maturing on 5 November 2026.

d. Term loan granted by a local bank, carrying an interest rate of 1.25% per annum over the Central Bank of Kuwait discount rate, maturing on 8 October 2026.

11. Net investment profits and yield income

	Three months ended 30 June		Six months ended 30 June	
	2026	**2025**	**2026**	**2025**
	KD	KD	KD	KD
Realized (losses) / profits on sale of financial assets at fair value through profit or loss	(24,683)	475,635	(251,406)	618,735
Unrealized profits / (losses) from change in fair value of the financial assets at fair value through profit or loss	418,520	303,340	(82,255)	1,211,743
Dividend income	1,033,222	1,019,439	1,040,822	1,020,104
Sukuk yield income	101,373	115,194	178,875	199,974
	1,528,432	1,913,608	886,036	3,050,556

12. Basic earnings per share (fils)

Basic earnings per share are calculated by dividing net profit for the period by the weighted average number of shares:

	Three months ended 30 June		Six months ended 30 June	
	2026	**2025**	**2026**	**2025**
Loss for the period (KD)	929,635	72,017	1,043,348	1,572,085
Weighted average number of outstanding shares (shares)	100,221,960	100,221,960	100,221,960	100,221,960
Basic earnings per share (fils)	9.28	0.72	10.41	15.69

13. Related party transactions

Related parties primarily comprise of subsidiaries, shareholders, directors and key management personnel of the Group, and entities of which they are principal owners. All related party transactions are carried at terms approved by the Group's management.

Related parties transactions included in the interim condensed consolidated financial information were as follows:

	Three months ended 30 June		**Six months ended 30 June**	
	2026	**2025**	**2026**	**2025**
	KD	KD	KD	KD
Interim condensed consolidated statement of profit or loss:				
Staff and executive managers:				
Salaries and other benefits	208,691	208,691	417,382	417,382
Directors' remuneration	130,000	65,000	130,000	130,000

14. Segment information

Operating segments are to be identified based on the internal reports of Group segments which are regularly reviewed by the chief decision maker so as to evaluate their performance. The Parent Company's management has classified the Group's products and services into the following operational segments according to the IFRS 8: "Operating Segments":

- Cement, steel, aggregate and ready mix.
- Investments.

Below is the analysis of income and profit of segments as disclosed:

	Segments revenues Operational		**Net profit Operating Segments**	
	Six months ended 30 June		**Six months ended 30 June**	
	2026	**2025**	**2026**	**2025**
	KD	KD	KD	KD
Cement, steel, aggregate and ready mix	39,466,499	50,365,973	1,443,990	1,034,914
Investments	-	-	886,036	3,050,556
Total for operations	39,466,499	50,365,973	2,330,026	4,085,470
Unallocated income			364,929	421,198
General, administrative and distribution expenses			(1,340,119)	(1,282,510)
Finance costs			(167,257)	(92,736)
Provision for legal claims			-	(1,389,326)
Withholdings and tax			(14,231)	(40,011)
Board of Directors' remuneration			(130,000)	(130,000)
Net profit for the period			1,043,348	1,572,085

14. Segment information (Continued)

For the purposes of monitoring segment performance and allocating resources between segments, the segment assets and liabilities are as follows:

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Assets			
Cement, steel, aggregate and ready mix	49,162,719	52,267,192	47,492,096
Investments	54,166,342	57,096,607	52,699,587
Total assets	103,329,061	109,363,799	100,191,683

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Liabilities			
Cement, steel, aggregate and ready mix	13,630,740	18,555,018	14,818,797
Unallocated	14,392,939	11,893,967	11,201,891
Total liabilities	28,023,679	30,448,985	26,020,688

15. Fair value measurement

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

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

The level within which the financial asset is classified is determined based on the lowest level of significant input to the fair value measurement.

15. Fair value measurement (Continued)

The financial assets measured at fair value in the interim condensed consolidated statement of financial position are grouped into the fair value hierarchy as follows:

30 June 2026	**Level 1**	**Level 3**	**Total**
	KD	KD	KD
Financial assets at fair value through other comprehensive income			
Quoted financial assets	41,932,721	-	41,932,721
Total	41,932,721	-	41,932,721
Financial assets at fair value through profit or loss			
Local and foreign quoted financial assets	12,177,874	-	12,177,874
Foreign unquoted financial assets	-	55,747	55,747
Total	12,177,874	55,747	12,233,621

31 December 2025 (Audited)	**Level 1**	**Level 3**	**Total**
	KD	KD	KD
Financial assets at fair value through other comprehensive income			
Quoted financial assets	44,368,347	-	44,368,347
Total	44,368,347	-	44,368,347
Financial assets at fair value through profit or loss			
Local and foreign quoted financial assets	12,672,513	-	12,672,513
Foreign unquoted financial assets	-	55,747	55,747
Total	12,672,513	55,747	12,728,260

30 June 2025	**Level 1**	**Level 3**	**Total**
	KD	KD	KD
Financial assets at fair value through other comprehensive income			
Quoted financial assets	39,046,689	-	39,046,689
Unquoted financial assets	-	1,340,899	1,340,899
Total	39,046,689	1,340,899	40,387,588
Financial assets at fair value through profit or loss			
Local and foreign quoted financial assets	12,256,252	-	12,256,252
Local and foreign unquoted financial assets	-	55,747	55,747
Total	12,256,252	55,747	12,311,999

16. Contingent liabilities

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Letters of guarantee	9,085,405	8,260,714	35,756,103

17. Legal actions and claims

The Group has legal claims represented in legal claims filed by the Group against third parties and by third parties against the Group. It is not possible to estimate the results that will arise from these legal claims until they are ruled by courts and as per the Management's estimates and the Group's legal advisor.

18. General Assembly of Shareholders

On 20 April 2026, the Ordinary General Assembly of the Parent Company's Shareholders was held and decided the following:

- Approval of the consolidated financial statements for the financial year ended 31 December 2025.
- Approval on the distribution of cash dividends for the year ended 31 December 2025, at 40% of the nominal value of 40 fils per share aggregating to KD 4,008,851, to the shareholders registered on maturity date, 20 May 2026.
- Approval of Directors' remuneration at an amount of KD 260,000.

19. Comparative figures

Certain comparative figures have been reclassified to conform with the current presentation of the interim condensed consolidated financial information, with no impact on profit for the period or equity.