COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC)
AND ITS SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE PERIOD ENDED JUNE 30, 2026
(UNAUDITED)
WITH
REPORT ON REVIEW

COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC)
AND ITS SUBSIDIARIES
STATE OF KUWAIT

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FOR THE PERIOD ENDED JUNE 30, 2026
(UNAUDITED)
WITH
REPORT ON REVIEW

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The Board of Directors
Combined Group Contracting Company - K.S.C. (Public)
State of Kuwait

Introduction

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

Scope of Review

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

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, its Executive Regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the six-months period ended June 30, 2026, that might have had a material effect on the Parent Company's financial position or results of its operations.

Furthermore, during our review, we have not become aware of any material violations of the provisions of Law 7 of 2010, as amended, relating to the Capital Markets Authority and its related regulations during the six-months period ended June 30, 2026, that might have had a material effect on the Parent Company's financial position or results of its operations.

Nayef M. Al Bazie
License No. 91-A
RSM Albazie & Co.

State of Kuwait
August 12, 2026

COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2026
(All amounts are in Kuwaiti Dinar)

ASSETS	Notes	**June 30, 2026**	December 31, 2025 (Audited)	June 30, 2025
Non-current assets:				
Property, plant and equipment		**49,153,986**	46,852,741	39,650,750
Investment properties	3	**11,937,622**	11,999,230	11,930,727
Financial assets at fair value through other comprehensive income		**976,006**	976,006	485,156
Right of utilization and right of use assets		**1,944,080**	1,133,379	722,014
Accounts receivable and other debit balances – contracts retention	4	**24,726,115**	17,863,174	27,487,754
Investment in joint ventures		**188,914**	310,027	496,868
Intangible assets		**187,073**	98,508	-
Total non-current assets		**89,113,796**	79,233,065	80,773,269
Current assets:				
Inventories		**19,922,947**	15,312,180	13,262,351
Contract assets		**59,348,022**	53,281,813	39,262,127
Accounts receivable and other debit balances	4	**98,223,242**	113,592,684	108,152,784
Financial assets at fair value through profit or loss		**3,464,226**	3,516,882	4,235,999
Cash and cash equivalents	5	**23,864,087**	17,740,665	12,555,680
Total current assets		**204,822,524**	203,444,224	177,468,941
Total assets		**293,936,320**	282,677,289	258,242,210
EQUITY AND LIABILITIES				
Equity:				
Share capital	6	**17,157,606**	17,157,606	17,157,606
Treasury shares	7	**(333,583)**	(333,583)	(333,583)
Treasury shares reserve		**1,303,583**	1,303,583	1,303,583
Statutory reserve		**11,219,523**	11,219,523	11,219,523
Voluntary reserve		**1,817,340**	1,817,340	1,817,340
Cumulative changes in fair value		**(123,994)**	(123,994)	(614,844)
Foreign currency translation reserve		**203,111**	323,511	339,141
Retained earnings		**40,738,863**	40,153,915	28,696,109
Equity attributable to shareholders of the Parent Company		**71,982,449**	71,517,901	59,584,875
Non-controlling interests		**1,919,033**	1,827,290	594,447
Total equity		**73,901,482**	73,345,191	60,179,322
Non-current liabilities:				
Provision for end of service indemnity		**13,811,579**	12,875,093	11,956,174
Accounts payable and other credit balances	8	**33,891,747**	31,950,807	32,213,585
Term loans	9	**11,288,172**	11,492,731	10,904,765
Murabaha payables	10	**4,567,067**	5,501,342	6,186,042
Ijara financing installments	11	**2,610,000**	2,610,000	-
Lease liabilities		**1,365,874**	414,738	288,927
Total non-current liabilities		**67,534,439**	64,844,711	61,549,493
Current liabilities:				
Contract liabilities		**16,183,206**	18,728,476	7,377,900
Accounts payable and other credit balances	8	**89,964,150**	87,324,309	88,414,522
Term loans	9	**5,129,527**	4,739,231	4,631,043
Murabaha payables	10	**7,622,811**	9,292,534	4,888,958
Ijara financing installments	11	**171,704**	145,000	2,900,000
Leases liabilities		**326,864**	464,183	90,656
Short-term loans	12	**21,367,339**	11,295,336	11,318,996
Due to banks and promissory notes	13	**11,734,798**	12,498,318	16,891,320
Total current liabilities		**152,500,399**	144,487,387	136,513,395
Total liabilities		**220,034,838**	209,332,098	198,062,888
Total equity and liabilities		**293,936,320**	282,677,289	258,242,210

The accompanying notes from (1) to (22) form an integral part of the interim condensed consolidated financial information.

Abdul Rahman M. Al-Marouf
Chairman

Rae'ed Khalf Al Abdullah
Vice Chairman

COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2026
(All amounts are in Kuwaiti Dinar)

		For the three months ended June 30		For the six months ended June 30	
	Notes	**2026**	2025	**2026**	2025
Operating revenues		**74,602,070**	58,125,453	**137,611,841**	103,765,895
Operating costs		**(64,193,476)**	(52,044,447)	**(121,359,787)**	(93,783,334)
Gross profit	14	**10,408,594**	6,081,006	**16,252,054**	9,982,561
General and administrative expenses		**(3,077,928)**	(2,123,117)	**(5,594,338)**	(4,302,679)
Net allowance for expected credit losses	4 - a	**(1,675,372)**	(31,708)	**(2,366,769)**	(31,708)
Net provision for obsolete and slow-moving items		**(160,647)**	(70,724)	**(240,253)**	(126,263)
Depreciation and amortization		**(121,358)**	(82,625)	**(226,613)**	(163,348)
Group's share of results from joint ventures		**(118,460)**	(159,620)	**(275,822)**	(123,737)
Operating profit		**5,254,829**	3,613,212	**7,548,259**	5,234,826
Gain (loss) on sale of property, plant and equipment		**11,709**	50,517	**(2,343)**	75,656
Net investment income (loss)		**42,889**	41,312	**(52,656)**	285,266
Other income		**977,921**	37,356	**1,299,290**	469,921
Finance charges		**(825,740)**	(535,208)	**(1,459,845)**	(1,078,949)
Zakat and donations expenses		**(5,830)**	(11,835)	**(24,493)**	(24,610)
Profit for the period before contribution to KFAS, National Labor Support Tax, and Zakat		**5,455,778**	3,195,354	**7,308,212**	4,962,110
Contribution to Kuwait Foundation for the Advancement of Sciences (KFAS)		**(23,445)**	(24,056)	**(38,066)**	(37,145)
National Labor Support Tax (NLST)		**(170,801)**	(44,521)	**(240,729)**	(99,366)
Zakat		**(47,585)**	(12,451)	**(72,086)**	(30,812)
Profit for the period		**5,213,947**	3,114,326	**6,957,331**	4,794,787
Attributable to:					
Shareholders of the Parent Company		**4,075,833**	2,805,333	**5,710,588**	4,343,044
Non-controlling interests		**1,138,114**	308,993	**1,246,743**	451,743
		5,213,947	3,114,326	**6,957,331**	4,794,787
		Fils	Fils	**Fils**	Fils
Basic and diluted earnings per share attributable to the Parent Company's Shareholders	15	**23.86**	16.42	**33.42**	25.42

The accompanying notes from (1) to (22) form an integral part of the interim condensed consolidated financial information.

COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2026
(All amounts are in Kuwaiti Dinar)

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	**2026**	2025
Profit for the period	**5,213,947**	3,114,326	**6,957,331**	4,794,787
Other comprehensive (loss) income:				
Items that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss:				
Foreign currency translation adjustments	**(254,170)**	(46,342)	**(120,400)**	167,733
Other comprehensive (loss) income for the period	**(254,170)**	(46,342)	**(120,400)**	167,733
Total comprehensive income for the period	**4,959,777**	3,067,984	**6,836,931**	4,962,520
Attributable to:				
Shareholders of the Parent Company	**3,821,663**	2,758,991	**5,590,188**	4,510,777
Non-controlling interests	**1,138,114**	308,993	**1,246,743**	451,743
	4,959,777	3,067,984	**6,836,931**	4,962,520

The accompanying notes from (1) to (22) form an integral part of the interim condensed consolidated financial information.

COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2026
(All amounts are in Kuwaiti Dinar)

	Equity attributable to shareholders of the Parent Company										
	Share capital	Treasury shares	Treasury shares reserve	Statutory reserve	Voluntary reserve	Cumulative changes in fair value	Foreign currency translation reserve	Retained earnings	Subtotal	Non-controlling interests	Total equity
Balance as at January 1, 2026	17,157,606	(333,583)	1,303,583	11,219,523	1,817,340	(123,994)	323,511	40,153,915	71,517,901	1,827,290	73,345,191
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(120,400)	5,710,588	5,590,188	1,246,743	6,836,931
Cash dividends (Note 16)	-	-	-	-	-	-	-	(5,125,640)	(5,125,640)	-	(5,125,640)
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,155,000)	(1,155,000)
Balance as at June 30, 2026	**17,157,606**	**(333,583)**	**1,303,583**	**11,219,523**	**1,817,340**	**(123,994)**	**203,111**	**40,738,863**	**71,982,449**	**1,919,033**	**73,901,482**
Balance as at January 1, 2025	17,157,606	(333,583)	1,303,583	11,219,523	1,817,340	(614,844)	171,408	29,478,705	60,199,738	802,704	61,002,442
Total comprehensive income for the period	-	-	-	-	-	-	167,733	4,343,044	4,510,777	451,743	4,962,520
Cash dividends (Note 16)	-	-	-	-	-	-	-	(5,125,640)	(5,125,640)	-	(5,125,640)
Dividends to non-controlling interests	-	-	-	-	-	-	-	-	-	(660,000)	(660,000)
Balance as at June 30, 2025	17,157,606	(333,583)	1,303,583	11,219,523	1,817,340	(614,844)	339,141	28,696,109	59,584,875	594,447	60,179,322

The accompanying notes from (1) to (22) form an integral part of the interim condensed consolidated financial information.

COMBINED GROUP CONTRACTING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2026
(All amounts are in Kuwaiti Dinar)

	For the six months ended June 30	
Cash flows from operating activities:	**2026**	2025
Profit for the period before contribution to KFAS, NLST, and Zakat	**7,308,212**	4,962,110
Adjustments for:		
Net allowance for expected credit losses	**2,366,769**	31,708
Depreciation and amortization	**5,952,568**	4,973,345
Net provision for obsolete and slow-moving items	**240,253**	126,263
Loss (gain) on sale of property, plant and equipment	**2,343**	(75,656)
Net investment loss (income)	**52,656**	(285,266)
Finance charges	**1,459,845**	1,078,949
Group's share of results from joint ventures	**275,822**	123,737
Provision for end of service indemnity	**1,666,033**	1,275,380
	19,324,501	12,210,570
Changes in operating assets and liabilities:		
Inventories	**(4,851,020)**	1,928,025
Net contract assets / contract liabilities	**(8,611,479)**	(5,932,424)
Accounts receivable and other debit balances and contracts retentions	**6,139,732**	(11,207,062)
Accounts payable and other credit balances	**5,443,314**	2,865,926
Cash flows generated from (used in) operations	**17,445,048**	(134,965)
Paid for end of service indemnity	**(729,547)**	(1,097,936)
Paid for KFAS	**(151,492)**	(82,143)
Paid for Board of Directors' remuneration	**(1,204,650)**	(754,661)
Net cash flows generated from (used in) operating activities	**15,359,359**	(2,069,705)
Cash flows from investing activities:		
Paid for intangible assets	**(88,565)**	-
Paid for investment properties	**-**	(132,868)
Paid for purchase of property, plant and equipment	**(9,562,779)**	(15,575,506)
Proceeds from sale of property, plant and equipment	**1,441,590**	654,207
Paid for investment in joint venture	**(154,709)**	(358,486)
Net cash flows used in investing activities	**(8,364,463)**	(15,412,653)
Cash flows from financing activities:		
Term loans	**185,737**	2,337,986
Paid for lease liabilities	**(70,243)**	(250,209)
Net movement on Murabaha payables	**(2,603,998)**	8,575,000
Short-term loans	**10,072,003**	7,127,612
Due to banks and promissory notes	**(763,520)**	964,751
Finance charges paid	**(1,433,141)**	(1,078,949)
Cash dividends paid to Shareholders	**(5,103,312)**	(5,123,919)
Cash dividends paid to non–controlling interests	**(1,155,000)**	(660,000)
Net cash flows (used in) generated from financing activities	**(871,474)**	11,892,272
Net increase (decrease) in cash and cash equivalents	**6,123,422**	(5,590,086)
Cash and cash equivalents at the beginning of the period	**17,740,665**	18,145,766
Cash and cash equivalents at the end of the period (Note 5)	**23,864,087**	12,555,680

Non-cash transactions:
Non-cash transactions during the period comprised additions to right-of-use assets and corresponding lease liabilities amounting to KWD 884,060.

The accompanying notes from (1) to (22) form an integral part of the interim condensed consolidated financial information.

1- The Parent Company incorporation and activities

Combined Group Contracting Company ("the Parent Company") is a Kuwaiti shareholding company (Public) registered in the State of Kuwait and was incorporated based on a Memorandum of Incorporation under Ref. No. 215/B/Vol.4 dated November 15, 1965 and its subsequent amendments, the latest of which was notarized in the commercial registry under a memo issued by the Commercial Registration Department under No. 104012, dated November 18, 2025, regarding adding activities to the Parent Company's Article of Association.

The Parent Company has been listed in Boursa Kuwait since January 23, 2006.

The main activities of the Parent Company are as follows:

1. Construction, general contracting and renovations of residential and non-residential buildings including non-industrial and non-residential railway facilities and airports.
2. Construction of hospitals, free zones or free markets, cooling warehouses, buildings, precast houses, roads, pavements, bridges, tunnels and infrastructure works.
3. Laying different pipelines including communication and power lines, oil, liquefied petroleum gas, steam, fire, irrigation, and electrical and telecommunications wiring and networks.
4. Construction and maintenance of main lines and stations of water distribution, construction and maintenance of irrigation systems (canals), and water wells drilling, sewer systems, sewage disposal plants and pumping stations and power plants.
5. Construction of car parking lots, outdoor swimming pools, refineries, petrochemical plants, port docks, marine structures, tourist marinas and dams.
6. Demolition, removal, site preparation, pouring foundations, dewatering, rocks and rocky ground blasting.
7. Building finishing, installation of lighting systems, fire alarms and other electrical installation, solar energy collectors, emergency and exit lighting, cooling systems, sanitary wares and mechanical installations.
8. Installation of ceramic, terrazzo, marble, cut stone, granite, carpets and linoleum floor coverings, including rubber or plastic, and parquet, and decorations with wall papers.
9. Carrying out plastering or stucco, and painting works and maintenance of oil pipes.
10. Installation exterior glass of towers, Interior installation of shops, mobile homes, boats, installation of furniture and exterior cladding of buildings with aluminum.
11. Building completion and preparation works and bricklaying and stone setting works and scaffolding erecting.
12. Contracting for insulating materials and protection materials for steel structures.
13. Importation of aggregate.
14. Investing the excess funds in portfolios and funds managed by specialized companies.

The Parent Company may perform all of the above activities within and outside the State of Kuwait, or directly through agents on its behalf. The Parent Company may have an interest in or participate in entities engaged in similar activities, which could assist the Parent Company in achieving its objectives within and outside the State of Kuwait, or may also acquire or participate in such entities.

The Parent Company is registered in the commercial registry under No. 13595 dated November 16, 1965.

The registered Parent Company's address is P.O. Box 4819, Safat, 13049 - State of Kuwait, and is located in the Ardiya area, Block No. 2, building No. 284.

The interim condensed consolidated financial information was authorized for issue by the Parent Company's Board of Directors on August 12, 2026.

2- Basis of preparation

The interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The accounting policies used in the preparation of the interim condensed consolidated financial information for the period are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2025.

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2025. In the opinion of Group's management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included. Operating results for the financial period ended June 30, 2026, are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2026. For further information, refer to the consolidated financial statements and notes thereto for the financial year ended December 31, 2025.

Application of new and revised International Financial Reporting Standards (IFRSs)

The Group has not early adopted any other standards, interpretations or amendments that have been issued but is not yet effective. Other amendments and interpretations apply for the first time in January 1, 2026, but do not have a material impact on the interim condensed consolidated financial information of the Group.

3- Investment properties

Investment properties are pledged to a local bank against term loans (Note 9) and Ijara financing installments (Note 11).

The fair value of investment properties as at June 30, 2026, approximates the fair value as disclosed in (Note 4) in the annual consolidated financial statements for the year ended December 31, 2025.

4- Accounts receivable and other debit balances

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Ministries and Government agencies	**21,569,599**	26,985,525	23,797,391
Companies & Establishments	**11,060,880**	10,620,522	6,919,740
Trade receivables	**9,504,994**	16,883,118	12,487,870
Other receivables	**802,599**	752,006	861,618
Total receivables	**42,938,072**	55,241,171	44,066,619
Allowance for expected credit losses (a)	**(6,384,294)**	(4,017,826)	(3,273,507)
Net receivables	**36,553,778**	51,223,345	40,793,112
Contracts retentions	**11,237,843**	12,378,068	9,246,120
Allowance for expected credit losses (a)	**(1,862,077)**	(1,862,077)	(1,862,077)
Net contract retentions	**9,375,766**	10,515,991	7,384,043
Advance payments for contracts	**38,328,897**	37,990,078	46,793,169
Prepaid expenses	**9,757,007**	9,381,402	8,963,283
Staff receivables	**2,722,214**	2,904,784	2,821,693
Refundable deposits	**274,103**	576,312	662,723
Advance payment for incorporation of companies	**845,180**	659,156	511,813
Due from related parties (Note 17)	**1,472,381**	1,447,700	1,329,032
	53,399,782	52,959,432	61,081,713
Allowance for expected credit losses (a)	**(1,106,084)**	(1,106,084)	(1,106,084)
	52,293,698	51,853,348	59,975,629
Accounts receivable and other debit balances – current portion	**98,223,242**	113,592,684	108,152,784
Contracts retentions - non-current portion:			
Contracts retentions	**24,759,496**	17,896,555	27,521,135
Allowance for expected credit losses (a)	**(33,381)**	(33,381)	(33,381)
	24,726,115	17,863,174	27,487,754

Analyzed as:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Non-current portion – contracts retention	**24,726,115**	17,863,174	27,487,754
Current portion	**98,223,242**	113,592,684	108,152,784
	122,949,357	131,455,858	135,640,538

(a) Allowance for expected credit losses
The movement of allowance for expected credit losses is as follows:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Balance at the beginning of the period/year	**7,019,368**	7,137,612	7,137,612
Charged for the period/year	**2,394,150**	808,158	63,677
Utilized during the period/year	**(301)**	(894,433)	(894,271)
Provision no longer required	**(27,381)**	(31,969)	(31,969)
Balance at the end of the period/year	**9,385,836**	7,019,368	6,275,049

During the period ended June 30, 2026, the board of directors has approved writing off trade receivables amounting to KD 301 (December 31, 2025: KD 894,433 – June 30, 2025: KD 894,271) through the allowance for expected credit losses.

During the period ended June 30, 2026, the Parent Company charged an ECL amount of KD 2,392,243 for the legal case raised against Petrofac Company (Note 19).

5- Cash and cash equivalents

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Cash on hand and at banks	**23,843,102**	17,719,680	12,534,695
Short-term deposits	**20,985**	20,985	20,985
	23,864,087	17,740,665	12,555,680

The effective interest rate on short term bank deposits ranges from 2.5% to 3.75% (December 31, 2025: 2.5% to 3.75%, June 30, 2025: 2.5% to 3.75%) per annum; these deposits have average maturities of less than 90 days from its deposit date.

6- Share capital

The authorized, issued and fully paid-up capital consists of KD 17,157,606 (December 31, 2025: KD 17,157,606, June 30, 2025: KD 17,157,606) distributed over 171,576,061 shares (December 31, 2025: 171,576,061 shares, June 30, 2025: 171,576,061 shares) of 100 Fils each and all shares are in cash and in kind (Shares in cash KD 12,157,606 and shares in kind KD 5,000,000).

7- Treasury shares

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Number of treasury shares (share)	**721,168**	721,168	721,168
Percentage of issued shares (%)	**0.420%**	0.420%	0.420%
Market value (KD)	**716,120**	827,180	473,086
Cost (KD)	**(333,583)**	(333,583)	(333,583)

Based on Capital Markets Authority resolution, the Parent Company's management allotted an amount equal to treasury shares balance from the available retained earnings as of the interim condensed consolidated financial information date. Such an amount will not be available for distribution during treasury shares holding period by the Parent Company.

8- Accounts payable and other credit balances

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Suppliers (a)	**20,008,767**	20,654,250	19,086,430
Contractors (a)	**9,768,238**	9,391,045	10,707,910
Contracts advance payments	**10,503,673**	12,111,483	11,821,485
Accrued expenses	**53,858,399**	47,422,556	44,585,034
Retentions of third parties	**23,178,383**	21,784,357	28,110,545
Provision for penalties	**2,353,516**	2,353,516	2,353,516
Other payables	**2,271,858**	1,958,220	2,595,012
National Labor Support Tax payable	**705,592**	464,863	366,095
KFAS payable	**38,066**	151,492	37,145
Zakat payable	**227,739**	155,653	121,514
Dividends payable to shareholders	**58,436**	36,108	40,485
	122,972,667	116,483,543	119,825,171
Board of Directors' remuneration payable	**-**	1,204,650	-
Due to related parties	**883,230**	1,586,923	802,936
Total amounts due to related parties (Note 17)	**883,230**	2,791,573	802,936
	123,855,897	119,275,116	120,628,107

Analyzed as:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Non-current portion	**33,891,747**	31,950,807	32,213,585
Current portion	**89,964,150**	87,324,309	88,414,522
	123,855,897	119,275,116	120,628,107

(a) Suppliers and contractors balances are non-interest bearing and are normally settled within an average period of 90 days.
(b) The carrying amounts of accounts payable and other credit balances largely correspond to their fair values.

9- Term loans

Term loans are summarized as follows:

	Currency	Current portion	Non-current portion	Total
- Loan from a local bank guaranteed by a mortgage of assets of asphalt and concrete factories and is repayable in semi-annual installments ending on March 15, 2030, carries an interest rate of 3.5% per annum over the Central Bank of Kuwait discount rate.	KWD	700,000	1,350,000	2,050,000
Loan from a local bank for financing working capital which is payable on October 31, 2027, carries an effective interest rate of 2% per annum over the Central Bank of Kuwait discount rate.	KWD	-	5,000,000	5,000,000
- Loan from a local bank guaranteed by mortgage promise to pledge investment properties, repayable in quarterly installments until June 30, 2028, carries an effective interest rate of 1.25% per annum over the Central Bank of Kuwait discount rate (Note 3).	KWD	680,000	2,600,000	3,280,000
- Term loan from a local bank guaranteed by mortgage and promise for mortgage of investment properties carries an effective interest rate of 2% over the Central Bank of Kuwait discount rate and is repayable on March 31, 2027. (Note 3).	KWD	2,000,000	-	2,000,000
- Loans from a GCC bank for financing the purchase of machinery and equipment guaranteed by mortgage of the machinery and equipment of one of the foreign branches and repayable in quarterly installments with the last installment due in 2029, carries annual interest rate 6.75%.	OMR	66,139	330,699	396,838
- Loans from a GCC bank for financing the purchase of machinery and equipment guaranteed by mortgage of the machinery and equipment of one of the foreign branches and repayable in quarterly installments with the last installment due in 2029, carries an annual effective interest rate from 3% to 8%.	AED	1,683,388	2,007,473	3,690,861
Balance as at June 30, 2026		**5,129,527**	**11,288,172**	**16,417,699**
Balance as at December 31, 2025 (audited)		4,739,231	11,492,731	16,231,962
Balance as at June 30, 2025		4,631,043	10,904,765	15,535,808

Given that there are no material transaction costs or arrangement fees, the Effective Interest Rate (EIR) is consistent with the contractual interest rates.

The carrying amounts of the Group's term loans are denominated in the following currencies:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Kuwaiti Dinar	**12,330,000**	12,970,000	14,210,000
Omani Riyal	**396,838**	-	-
UAE Dirham	**3,690,861**	3,261,962	1,325,808
	16,417,699	16,231,962	15,535,808

10- Murabaha payables

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Gross amount of Murabaha payables	**12,364,006**	15,120,332	11,348,896
Less: Unamortized future finance charge	**(174,128)**	(326,456)	(273,896)
Present value of Murabaha payables	**12,189,878**	14,793,876	11,075,000

Analyzed as:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Non-current portion	**4,567,067**	5,501,342	6,186,042
Current portion	**7,622,811**	9,292,534	4,888,958
	12,189,878	14,793,876	11,075,000

Murabaha payable is granted to the Group by local banks and bear an annual charge rate of 1.5% to 2% (December 31, 2025: from 1.5% to 2.5%, June 30, 2025: from 1.5% to 2.5%) over the Central Bank of Kuwait discount rate, renewable every three to six months, and the last of which is due on September 30, 2027. Certain Murabaha is granted to the Group against the joint guarantee of the Parent Company and one of its subsidiaries.

Given that there are no material transaction costs or arrangement fees, the Effective Interest Rate (EIR) is consistent with the contractual interest rates.

11- Ijara financing installments

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Total Ijara financing Installments	**2,874,513**	2,874,513	3,035,482
Less: Unamortized finance charges	**(92,809)**	(119,513)	(135,482)
	2,781,704	2,755,000	2,900,000

Analyzed as:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Non-current portion	**2,610,000**	2,610,000	-
Current portion	**171,704**	145,000	2,900,000
	2,781,704	2,755,000	2,900,000

Ijara financing installments is granted to the Group by local banks and bear an annual charge rate of 1.8% above the Central Bank of Kuwait's discount rate and requires repayments in installments, with the final installment due on July 31, 2028. Ijara financing installments were granted to the Group against pledging certain investment properties in the bank's name until all lease installments are completed (Note 3).

Given that there are no material transaction costs or arrangement fees, the Effective Interest Rate (EIR) is consistent with the contractual interest rates.

12- Short-term loans

Short-term loans are obtained from commercial banks to finance working capital requirements for specific construction contracts. These loans are secured by an assignment of receivables from the related construction contracts, whereby the banks have the right to retain 10% to 20% of collections received from those contracts as repayment, and are due within 12 months from the date of the interim condensed consolidated statement of financial position.

Short-term loans carry an annual interest rate ranging from 5.75% to 6.25% (as of December 31, 2025: 5.75% to 6.25%; as of June 30, 2025: 5.75% to 6.25%). The Group’s short-term loans are denominated in Kuwaiti Dinar. Given that there are no material transaction costs or arrangement fees, the Effective Interest Rate (EIR) is consistent with the contractual interest rates.

13- Due to banks and promissory notes

Balances due to banks represent overdrafts facilities and promissory notes that are secured by the mortgage of money transfer order for the revenue from some projects.

Overdraft facilities carry an annual interest rate ranging from 1% to 2.5% (December 31, 2025: from 1% to 2.5%, June 30, 2025: 1% to 2.5%) over the Central Bank of Kuwait discount rate and is payable on demand.

Promissory notes carry an annual interest rate at 2% (December 31, 2025: 2%, June 30, 2025: 2%), over the Central Bank of Kuwait discount rate and is payable within 180 days. Given that there are no material transaction costs or arrangement fees, the Effective Interest Rate (EIR) is consistent with the contractual interest rates.

14- Gross profit

	For the three months ended June 30, 2026					Three months ended June 30, 2025
	Projects	Vehicles, machinery & garage	Asphalt factories and central mixers	Eliminations of inter- divisional transactions	Total	Total
Operating revenue	76,819,385	1,511,956	2,760,736	(6,490,007)	**74,602,070**	58,125,453
Operating cost	(66,399,791)	(1,567,535)	(2,716,157)	6,490,007	**(64,193,476)**	(52,044,447)
Gross profit (loss)	10,419,594	(55,579)	44,579	-	**10,408,594**	6,081,006

	For the six months ended June 30, 2026					Six months ended June 30 2025
	Projects	Vehicles, machinery & garage	Asphalt factories and central mixers	Eliminations of inter- divisional transactions	Total	Total
Operating revenue	141,939,212	2,943,311	4,735,749	(12,006,431)	**137,611,841**	103,765,895
Operating cost	(125,678,941)	(3,033,229)	(4,654,048)	12,006,431	**(121,359,787)**	(93,783,334)
Gross profit (loss)	16,260,271	(89,918)	81,701	-	**16,252,054**	9,982,561

15- Basic and diluted earnings per share attributable to the Parent Company's Shareholders

There are no potential dilutive ordinary shares. The information necessary to calculate basic and diluted earnings per share based on profit for the period attributable to equity holders of the Parent Company and the weighted average number of shares outstanding during the period is as follows:

	Three months ended June 30		Six months ended June 30	
	2026	2025	**2026**	2025
Profit for the period attributable to the Parent Company's Shareholders	**4,075,833**	2,805,333	**5,710,588**	4,343,044
Number of shares outstanding:	**Shares**	Shares	**Shares**	Shares
Number of issued shares at the beginning of the period	**171,576,061**	171,576,061	**171,576,061**	171,576,061
Less: number of treasury shares	**(721,168)**	(721,168)	**(721,168)**	(721,168)
Weighted average number of shares outstanding	**170,854,893**	170,854,893	**170,854,893**	170,854,893
	Fils	Fils	**Fils**	Fils
Basic and diluted earnings per share attributable to the Parent Company's Shareholders	**23.86**	16.42	**33.42**	25.42

16- General Assembly

The Parent Company Shareholders' Annual General Assembly meeting held on April 29, 2026, had approved the annual consolidated financial statements for the year ended December 31, 2025; and approved management recommendation to distribute cash dividends of 30% of the nominal value of shares outstanding, representing 30 Fils per share, for a total distribution of KD 5,125,640; and Board of Directors' remuneration amounting to KD 1,204,650, and not to distribute bonus shares for the year ended December 31, 2025.

The Parent Company Shareholders' Annual General Assembly meeting held on April 29, 2025, had approved the annual consolidated financial statements for the year ended December 31, 2024; and approved management recommendation to distribute cash dividends of 30% of the nominal value of shares outstanding, representing 30 Fils per share, for a total distribution of KD 5,125,640; and Board of Directors' remuneration amounting to KD 754,661; and not to distribute bonus shares for the year ended December 31, 2024.

17- Related parties' disclosures

The Group has entered into various transactions with related parties, i.e. major shareholders, Board of Directors, key management personnel, joint ventures, entities under common control and certain other related parties. Prices and terms of payment are to be approved by the Group's management. Related party transactions and balances are as follows:

Balances included in the interim condensed consolidated statement of financial position:

	Joint Ventures	Other related parties	**June 30, 2026**	December 31, 2025 (Audited)	June 30, 2025
Accounts receivable and other debit balances (Note 4)	552,928	919,453	**1,472,381**	1,447,700	1,329,032
Accounts payable and other credit balances (Note 8)	(666)	(882,564)	**(883,230)**	(2,791,573)	(802,936)

Balances due from/to related parties are non-interest bearing and are settled on demand.

Transactions included in the interim condensed consolidated statement of profit or loss are as follows:

Key management benefits:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	**2026**	2025
Salaries and short term benefits	**882,255**	238,583	**1,180,719**	600,458
Post-employment benefits	**9,835**	11,105	**21,117**	22,187
	892,090	249,688	**1,201,836**	622,645

18- Segment information

The Group is divided into functional divisions to manage its various lines of business. The Group operates mainly in the State of Kuwait and other GCC countries. For the purposes of segment reporting, the Group's management has classified the Groups' activities among the following reportable geographic segments based on geographic location of customers and segment assets:

- State of Kuwait
- GCC countries

	For the six months ended June 30, 2026				
	State of Kuwait	**GCC countries**	**Non-controlling interests**	**Eliminations**	**Total**
Operating revenue	**102,827,800**	**46,790,472**	**-**	**(12,006,431)**	**137,611,841**
Operating cost	**(90,708,542)**	**(42,657,676)**	**-**	**12,006,431**	**(121,359,787)**
Gross profit	**12,119,258**	**4,132,796**	**-**	**-**	**16,252,054**
Segment results	**7,857,831**	**1,769,163**	**1,246,743**	**(3,916,406)**	**6,957,331**
Total segment assets	**281,950,351**	**78,805,909**	**-**	**(66,819,940)**	**293,936,320**
Total segment liabilities	**181,677,164**	**57,816,037**	**-**	**(19,458,363)**	**220,034,838**

	For the six months ended June 30, 2025				
	State of Kuwait	GCC countries	Non-controlling interests	Eliminations	Total
Operating revenue	83,448,821	33,152,809	-	(12,835,735)	103,765,895
Operating cost	(74,474,188)	(32,144,881)	-	12,835,735	(93,783,334)
Gross profit	8,974,633	1,007,928	-	-	9,982,561
Segment results	5,723,729	(784,778)	451,743	(595,907)	4,794,787
Total segment assets	257,906,372	57,905,446	-	(57,569,608)	258,242,210
Total segment liabilities	174,020,372	40,360,216	-	(16,317,700)	198,062,888

19- Contingent liabilities and legal claims

a) Contingent liabilities:

At the date of interim condensed consolidated statement of financial position, the Group was contingently liable in respect of the following:

	June 30, 2026	December 31, 2025 (Audited)	June 30, 2025
Documentary letters of credit	**26,707,067**	8,300,531	8,604,693
Performance bonds	**172,382,177**	181,848,621	165,560,627
Bid bonds	**46,628,923**	44,566,658	33,964,066
Guarantee for bids	**25,447,864**	28,663,927	29,976,959
Retentions guarantees	**55,349,530**	52,412,971	45,465,965
Other guarantees	**11,132,636**	11,416,348	9,679,227
	337,648,197	327,209,056	293,251,537

The above contingencies are secured by the collaterals as disclosed in Notes (9, 12 and 13).

b) Legal claims:

The Parent Company initiated legal proceedings to recover amounts due under contracts executed with Petrofac International Limited ("Petrofac"). The dispute relates to civil works and pipeline construction performed by the Parent Company, as subcontractor, under two contracts for the Kuwait Oil Company (KOC) during 2015 and 2016. The contracts were based on a fixed total contract value; however, the final amount was subject to remeasurement of the actual quantities of certain items in the bill of quantities, which could not be finally agreed upon between the parties.

On June 15, 2023, the Court of First Instance ruled in favor of the Parent Company and awarded KD 5,959,736, together with legal interest at 7% per annum. Both parties appealed the judgment. On March 19, 2025, the Court of Appeal ruled in favor of the Parent Company and awarded KD 7,827,998, together with legal interest at 7% per annum from June 28, 2021, the date of the judicial claim, until full settlement.

Following the Court of Appeal ruling, Petrofac requested to enter into a settlement agreement with the Parent Company to resolve the pending legal dispute and settle the mutual outstanding balances. Accordingly, on August 19, 2025, the Parent Company and Petrofac entered into a settlement agreement for a total amount of KD 8,784,486, payable to the Parent Company in four installments commencing on August 22, 2025, with the final installment due on December 15, 2025.

The settlement agreement provides that the Parent Company will waive the pending lawsuits only upon Petrofac's full settlement of the agreed amount. The agreement further provides that it will not become effective, binding, or constitute a final release of liability until the Parent Company receives the full settlement amount. If Petrofac fails to pay any installment, the Parent Company retains the right to cancel the agreement and pursue the original higher court judgment.

As at the date of this interim condensed consolidated financial information, the Parent Company collected KD 4,000,000 out of the total settlement amount, leaving an outstanding balance of KD 4,784,486. As Petrofac has not settled the outstanding balance in accordance with the agreed payment schedule, the Parent Company has not withdrawn the legal case. On June 30, 2026, the Court of Cassation ruled to amend the appealed judgment with respect to the awarded amounts, ordering Petrofac to pay amount of KD 4,355,221.

In view of the delay in settlement and the uncertainty regarding the recoverability of the remaining receivable, the Parent Company recognised an allowance for expected credit losses of KD 2,392,243 as at June 30, 2026 (Note 4- a), representing 50% of the outstanding balance. Management will reassess the adequacy of this allowance in light of any further developments in the recovery process.

There are certain lawsuits raised by / against the Group, the results of which cannot be assessed till being finally cleared by the court. In the opinion of the Group's management, there will be no material adverse impact on the Group's interim condensed consolidated financial information, and hence, no additional provisions were recorded in the Group's records due to the sufficiency of the currently recorded provisions for those claims as of the date of interim condensed consolidated statement of financial position date.

20- DMTT Income tax

On December 31, 2024, the State of Kuwait enacted Law No. 157 of 2024 (the "Law"), introducing a Domestic Minimum Top-Up Tax (DMTT) effective from 2025, on entities that are part of the Multinational Entities (MNE) Group with annual revenues of EUR 750 million or more. The Law provides that a top-up tax shall be payable on the taxable income at a rate equal to the difference between 15% and the effective tax rate of all constituent entities of the MNE Group operating within Kuwait. This Law effectively replaces the existing National Labor Support Tax (NLST) and Zakat tax regimes in Kuwait for MNEs within its scope.

On June 29, 2025, the Ministry of Finance issued Executive Regulations outlining the mechanisms for calculating taxable income, determining the effective tax rate, and implementing the Law. Currently, the Group's revenue does not exceed the annual revenue threshold specified by this Law.

21- Fair value measurement

The Group measures financial assets such as financial assets at FVTPL and financial assets at FVOCI at the end of each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability.
- In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities, measured or disclosed at fair value, are classified in the interim condensed consolidated financial information through a fair value hierarchy based on the lowest significant inputs level in proportion to the fair value measurement as a whole, as follows:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table presents the Group's assets that are measured at fair value as of June 30, 2026:

	Level 1	Level 3	Total
Financial assets at fair value through other comprehensive income	-	976,006	976,006
Financial assets at fair value through profit or loss	3,464,226	-	3,464,226
	3,464,226	976,006	4,440,232

The following table presents the Group's assets that are measured at fair value as of December 31, 2025 (audited):

	Level 1	Level 3	Total
Financial assets at fair value through other comprehensive income	-	976,006	976,006
Financial assets at fair value through profit or loss	3,516,882	-	3,516,882
	3,516,882	976,006	4,492,888

The following table presents the Group's assets that are measured at fair value as of June 30, 2025:

	Level 1	Level 3	Total
Financial assets at fair value through other comprehensive income	-	485,156	485,156
Financial assets at fair value through profit or loss	4,235,999	-	4,235,999
	4,235,999	485,156	4,721,155

During the period, there were no transfers between Level 1 and Level 3.

The fair value of financial liabilities is estimated by discounting the remaining contractual maturities at the current market interest rate that is available for similar financial liabilities.

The fair values of cash and short-term deposits, trade receivables, trade payables, short term loans and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of unquoted instruments, loans, lease liabilities and other financial liabilities, as well as other non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities.

22- Significant event

On February 28, 2026, a military conflict arose in the Middle East, creating significant geopolitical uncertainty in the region.

This event could adversely affect the Group's business environment. Potential impacts include, but are not limited to, supply chain disruptions, higher energy costs, margin pressures, and heightened refinancing and credit risk.

As the situation remains new and evolving, management is currently unable to determine with reasonable certainty the extent or duration of the conflict or its ultimate financial effect on the Group's accompanying interim condensed consolidated financial information. The management continues to monitor the market outlook and assess the potential impact, if any, of future developments.