KUWAIT PROJECTS COMPANY HOLDING K.S.C.P. AND SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 JUNE 2026 (UNAUDITED)

RSM Albazie & Co.

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The Board of Directors
Kuwait Projects Company Holding K.S.C.P.
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Projects Company Holding K.S.C.P. (the "Parent Company") and its subsidiaries (collectively, "the Group") as at 30 June 2026 and the related interim condensed consolidated statement of income, interim condensed consolidated statement of comprehensive income for the three months and six months period then ended and the related interim condensed consolidated statement of cash flows and interim condensed consolidated statement of changes in equity for the six months 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, and its Executive Regulations, as amended or by the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the six months 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 violations of Law No. 7 of 2010 concerning the Capital Markets Authority and its related regulations during the six months period ended 30 June 2026, that might have had a material effect on the business of the Parent Company or on its financial position.

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

State of Kuwait
13 August 2026

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2026

	Notes	***30 June 2026 KD 000's***	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
ASSETS				
Cash in hand and at banks	3	**2,055,646**	2,394,382	2,684,504
Treasury bills, bonds and other debt securities		**1,845,216**	1,462,323	1,314,365
Loans and advances	4	**6,089,799**	5,784,572	5,315,550
Financial assets at fair value through profit or loss		**287,397**	294,232	271,482
Financial assets at fair value through other comprehensive income ("FVOCI")		**830,420**	738,648	847,960
Other assets		**1,111,635**	1,051,115	992,470
Properties held for trading		**45,826**	39,398	51,792
Investment in associates		**123,865**	134,652	142,629
Investment properties		**698,775**	571,055	546,670
Property, plant and equipment		**749,008**	730,245	684,926
Intangible assets		**611,306**	617,227	635,334
TOTAL ASSETS		**14,448,893**	13,817,849	13,487,682
LIABILITIES AND EQUITY				
Liabilities				
Due to banks and other financial institutions		**2,252,250**	1,904,916	1,583,852
Deposits from customers		**7,331,344**	7,219,735	7,217,490
Loans payable	5	**1,541,955**	1,568,082	1,452,183
Bonds	6	**500,531**	498,869	498,516
Medium term notes	7	**201,016**	205,220	296,599
Other liabilities		**940,931**	726,801	735,420
Total liabilities		**12,768,027**	12,123,623	11,784,060
Equity				
Share capital	8	**504,848**	504,848	504,848
Share premium	8	**68,913**	68,913	68,913
Treasury shares	8	**(88,031)**	(120,985)	(120,985)
Statutory reserve		**116,282**	116,282	114,644
Voluntary reserve		**76,546**	76,546	76,546
Cumulative changes in fair values		**(44,967)**	(45,932)	(30,745)
Revaluation surplus		**20,604**	20,983	22,307
Foreign currency translation reserve		**(86,322)**	(94,002)	(100,001)
Other reserve		**(1,824)**	(3,457)	(7,747)
Retained earnings		**90,433**	121,736	121,956
Equity attributable to shareholders of the Parent Company		**656,482**	644,932	649,736
Perpetual capital securities		**182,407**	182,407	182,407
Non-controlling interest		**841,977**	866,887	871,479
Total equity		**1,680,866**	1,694,226	1,703,622
TOTAL LIABILITIES AND EQUITY		**14,448,893**	13,817,849	13,487,682

Sheikha Dana Nasser Sabah Al Ahmad Al Sabah
Group Chief Executive Officer and Board Member

The attached notes 1 to 17 form part of these interim condensed consolidated financial information

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)
For the period ended 30 June 2026

		Three months ended 30 June		*Six months ended 30 June*	
	Notes	***2026 KD 000's***	*2025 KD 000's*	***2026 KD 000's***	*2025 KD 000's*
Income:					
Interest income		**214,325**	196,980	**409,096**	384,734
Investment (loss) income	9	**(1,933)**	4,746	**7,544**	21,554
Net fee and commission income		**19,218**	22,677	**41,254**	44,159
Share of results of associates		**(4,918)**	(731)	**(8,768)**	(1,851)
Energy income		**14,508**	14,351	**29,880**	29,606
Industrial and logistics income		**73,836**	74,882	**147,513**	151,774
Educational services income		**6,551**	7,549	**14,457**	15,148
Media and digital satellite network services income		**17,536**	17,778	**35,311**	36,087
Hospitality and real estate income		**23,310**	23,736	**45,360**	45,879
Other income		**53,828**	9,905	**67,751**	18,130
Foreign exchange gain		**3,760**	13,653	**6,525**	23,881
		420,021	385,526	**795,923**	769,101
Expenses:					
Interest expenses		**168,398**	156,317	**324,852**	310,034
Energy expenses		**9,158**	8,729	**18,669**	18,420
Industrial and logistics expenses		**60,243**	59,961	**121,172**	120,540
Educational services expenses		**4,425**	4,802	**8,920**	8,744
Media and digital satellite network services expenses		**16,745**	22,397	**34,155**	44,229
Hospitality and real estate expenses		**17,633**	16,368	**32,447**	32,415
General and administrative expenses		**80,453**	68,115	**145,559**	124,798
Depreciation and amortisation		**10,774**	10,442	**21,759**	21,177
		367,829	347,131	**707,533**	680,357
Operating profit before provisions		**52,192**	38,395	**88,390**	88,744
Provision for credit losses	4	**(21,158)**	(17,326)	**(32,603)**	(29,580)
Net monetary loss	2.4	**(11,118)**	(3,940)	**(16,971)**	(10,304)
Profit before taxation		**19,916**	17,129	**38,816**	48,860
Taxation		**(4,106)**	(5,778)	**(10,754)**	(12,019)
Profit for the period		**15,810**	11,351	**28,062**	36,841
Attributable to:					
Shareholders of the Parent Company		**1,817**	5,025	**5,339**	10,160
Non-controlling interest		**13,993**	6,326	**22,723**	26,681
		15,810	11,351	**28,062**	36,841
		Fils	*Fils*	***Fils***	*Fils*
EARNINGS PER SHARE:					
Basic and diluted- attributable to the shareholders of the Parent Company	10	**0.0**	0.6	**0.3**	1.3

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 30 June 2026

	Three months ended 30 June		*Six months ended 30 June*	
	2026 KD 000's	*2025 KD 000's*	***2026 KD 000's***	*2025 KD 000's*
Profit for the period	**15,810**	11,351	**28,062**	36,841
Other comprehensive income (loss):				
Items that will not be reclassified to interim condensed consolidated statement of income in subsequent periods:				
Net change in fair value of equity instruments at fair value through other comprehensive income	**582**	4,077	**716**	5,823
Share of other comprehensive income (loss) from associates	**230**	(923)	**576**	(969)
	812	3,154	**1,292**	4,854
Items that are or may be reclassified to interim condensed consolidated statement of income in subsequent periods:				
Debt instruments at fair value through other comprehensive income:				
- Net transfer to interim condensed consolidated statement of income	**399**	(1,837)	**588**	(2,581)
- Net change in fair value during the period	**1,694**	2,168	**(3,939)**	3,609
- Changes in allowance for expected credit losses	**14**	(247)	**225**	(16)
Change in fair value of cash flow hedge	**4,240**	3,222	**3,064**	1,001
Foreign currency translation adjustment	**(4,746)**	(8,120)	**(10,379)**	(11,777)
	1,601	(4,814)	**(10,441)**	(9,764)
Other comprehensive income (loss) for the period	**2,413**	(1,660)	**(9,149)**	(4,910)
Total comprehensive income for the period	**18,223**	9,691	**18,913**	31,931
Attributable to:				
Shareholders of the Parent Company	**3,429**	4,398	**(2,272)**	5,585
Non-controlling interest	**14,794**	5,293	**21,185**	26,346
	18,223	9,691	**18,913**	31,931

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the period ended 30 June 2026

	Notes	*Six months ended 30 June* **2026** **KD 000's**	2025 KD 000's
OPERATING ACTIVITIES			
Profit before taxation		**38,816**	48,860
Adjustments to reconcile profit before taxation to net cash flows:			
Interest income		**(409,096)**	(384,734)
Investment income	9	**(7,544)**	(21,554)
Share of results of associates		**8,768**	1,851
Interest expenses		**324,852**	310,034
Depreciation and amortisation		**34,199**	33,567
Provision for credit losses	4	**32,603**	29,580
Net monetary loss	2.4	**16,971**	10,304
Foreign exchange loss on loans payable and medium-term notes		**1,548**	(2,250)
		41,117	25,658
Changes in operating assets and liabilities:			
Deposits with original maturities exceeding three months		**213,890**	9,578
Treasury bills, bonds and other debt securities		**(386,796)**	(149,513)
Loans and advances		**(346,626)**	(289,285)
Financial assets at fair value through profit or loss		**7,882**	(46,914)
Financial assets at fair value through other comprehensive income		**(92,155)**	18,873
Other assets		**(78,956)**	(84,837)
Properties held for trading		**(1,789)**	(49)
Due to banks and other financial institutions		**347,334**	(232,743)
Deposits from customers		**111,609**	454,269
Other liabilities		**45,322**	(29,369)
Dividends received	9	**8,776**	6,282
Interest received		**419,483**	384,808
Interest paid		**(303,665)**	(311,661)
Net cash flows used in operating activities		**(14,574)**	(244,903)
INVESTING ACTIVITIES			
Net movement in investment properties		**(2,051)**	(7,196)
Investment in associates		**(402)**	-
Acquisition of a subsidiary, net of cash acquired		**(1,103)**	-
Dividends received from associates		**3,232**	1,706
Net cash flows used in investing activities		**(324)**	(5,490)
FINANCING ACTIVITIES			
(Repayment of) proceeds from loans payable, net		**(26,127)**	388,310
Purchase of medium-term notes		**(6,105)**	(6,592)
Purchase of treasury shares		**(231)**	-
Dividends paid to shareholders of the Parent Company		**(11)**	(438)
Dividends paid to non-controlling interest		**(50,069)**	(60,783)
Repayment of perpetual capital securities		**-**	(2,414)
Interest payment on perpetual capital securities		**(6,643)**	(6,937)
Movement in non-controlling interest		**5,730**	(5,619)
Net cash flows (used in) from financing activities		**(83,456)**	305,527
Net foreign exchange differences		**(26,492)**	(23,649)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		**(124,846)**	31,485
Cash and cash equivalents at 1 January		**1,586,296**	2,217,661
CASH AND CASH EQUIVALENTS AT 30 JUNE	3	**1,461,450**	2,249,146

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 June 2026

	Attributable to shareholders of the Parent Company													
	Share capital KD 000's	*Share premium KD 000's*	*Treasury shares KD 000's*	*Statutory reserve KD 000's*	*Voluntary reserve KD 000's*	*Cumulative changes in fair values KD 000's*	*Revaluation surplus KD 000's*	*Foreign currency translation reserve KD 000's*	*Other reserve KD 000's*	*Retained earnings KD 000's*	*Total KD 000's*	*Perpetual capital securities KD 000's*	*Non controlling interest KD 000's*	*Total equity KD 000's*
As at 1 January 2026	504,848	68,913	(120,985)	116,282	76,546	(45,932)	20,983	(94,002)	(3,457)	121,736	644,932	182,407	866,887	1,694,226
Profit for the period	-	-	-	-	-	-	-	-	-	5,339	5,339	-	22,723	28,062
Other comprehensive income (loss)	-	-	-	-	-	1,056	-	(8,667)	-	-	(7,611)	-	(1,538)	(9,149)
Total comprehensive income (loss)	-	-	-	-	-	1,056	-	(8,667)	-	5,339	(2,272)	-	21,185	18,913
Purchase of treasury shares	-	-	(231)	-	-	-	-	-	-	-	(231)	-	-	(231)
Distribution of treasury shares as dividend (Note 8)	-	-	33,185	-	-	-	-	-	-	(33,185)	-	-	-	-
Dividends to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	(52,242)	(52,242)
Transfer of depreciation related to property plant and equipment carried at revaluation	-	-	-	-	-	-	(379)	-	-	379	-	-	-	-
Transfer to retained earnings on derecognition of equity investments carried at FVOCI	-	-	-	-	-	(91)	-	-	-	91	-	-	-	-
Interest on perpetual capital securities	-	-	-	-	-	-	-	-	-	(3,927)	(3,927)	-	(2,716)	(6,643)
Impact of application of IAS 29 (Note 2.4)	-	-	-	-	-	-	-	16,347	-	-	16,347	-	4,766	21,113
Ownership changes in subsidiaries	-	-	-	-	-	-	-	-	1,633	-	1,633	-	4,097	5,730
As at 30 June 2026	**504,848**	**68,913**	**(88,031)**	**116,282**	**76,546**	**(44,967)**	**20,604**	**(86,322)**	**(1,824)**	**90,433**	**656,482**	**182,407**	**841,977**	**1,680,866**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 June 2026

	Attributable to shareholders of the Parent Company													
	Share capital KD 000's	*Share premium KD 000's*	*Treasury shares KD 000's*	*Statutory reserve KD 000's*	*Voluntary reserve KD 000's*	*Cumulative changes in fair values KD 000's*	*Revaluation surplus KD 000's*	*Foreign currency translation reserve KD 000's*	*Other reserve KD 000's*	*Retained earnings KD 000's*	*Total KD 000's*	*Perpetual capital securities KD 000's*	*Non controlling interest KD 000's*	*Total equity KD 000's*
As at 1 January 2025	504,848	68,913	(120,985)	114,644	76,546	(36,591)	22,505	(104,378)	(7,459)	115,827	633,870	184,821	910,595	1,729,286
Profit for the period	-	-	-	-	-	-	-	-	-	10,160	10,160	-	26,681	36,841
Other comprehensive income (loss)	-	-	-	-	-	5,751	-	(10,326)	-	-	(4,575)	-	(335)	(4,910)
Total comprehensive income (loss)	-	-	-	-	-	5,751	-	(10,326)	-	10,160	5,585	-	26,346	31,931
Dividends to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	(60,783)	(60,783)
Transfer of depreciation related to property plant and equipment carried at revaluation	-	-	-	-	-	-	(198)	-	-	198	-	-	-	-
Transfer to retained earnings on derecognition of equity investments carried at FVOCI	-	-	-	-	-	95	-	-	-	(95)	-	-	-	-
Interest on perpetual capital securities	-	-	-	-	-	-	-	-	-	(4,134)	(4,134)	-	(2,803)	(6,937)
Repayment of perpetual capital securities	-	-	-	-	-	-	-	-	-	-	-	(2,414)	-	(2,414)
Impact of application of IAS 29 (Note 2.4)	-	-	-	-	-	-	-	14,703	-	-	14,703	-	3,455	18,158
Ownership changes in subsidiaries	-	-	-	-	-	-	-	-	(288)	-	(288)	-	(5,331)	(5,619)
As at 30 June 2025	504,848	68,913	(120,985)	114,644	76,546	(30,745)	22,307	(100,001)	(7,747)	121,956	649,736	182,407	871,479	1,703,622

The attached notes 1 to 17 form part of these interim condensed consolidated financial information

1. CORPORATE INFORMATION

Kuwait Projects Company Holding K.S.C.P. (the "Parent Company") is a public shareholding company registered and incorporated under the laws of the State of Kuwait on 2 August 1975 and listed on the Boursa Kuwait. The address of the Parent Company's registered office is P.O. Box 23982, Safat 13100 - State of Kuwait.

The interim condensed consolidated financial information of the Parent Company and its subsidiaries (collectively the "Group") for the six months period ended 30 June 2026 were authorised for issue in accordance with a resolution of the Board of Directors on 13 August 2026.

The principal activities of the Parent Company comprise the following:

1. Owning stocks and shares in Kuwaiti or non-Kuwaiti companies and shares in Kuwaiti or non-Kuwaiti limited liability companies and participating in the establishment of, lending to and managing of these companies and acting as a guarantor for these companies.
2. Lending money to companies in which it owns shares, guaranteeing them with third parties where the holding parent company owns 20% or more of the capital of the borrowing company.
3. Owning industrial equities such as patents, industrial trademarks, royalties, or any other related rights and franchising them to other companies or using them within or outside the State of Kuwait.
4. Owning real estate and moveable properties to conduct its operations within the limits as stipulated by law.
5. Employing excess funds available with the parent company by investing them in investment and real estate portfolios managed by specialized companies.

The major shareholder of the Parent Company is Al Futtooh Holding Company K.S.C. (Closed).

2. MATERIAL ACCOUNTING POLICIES INFORMATION

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group have been prepared in accordance with International Accounting Standard ("IAS") 34: *Interim Financial Reporting*.

The accounting policies used in the preparation of the 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. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial statements prepared in accordance with IFRS 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. Further, results for the six months period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

Certain prior period amounts have been reclassified to conform to the current period presentation. These reclassifications were made in order to more appropriately present certain items of interim condensed consolidated financial information. Such reclassifications do not affect previously reported assets, liabilities, equity and profit for the period.

The interim condensed consolidated financial information is presented in Kuwaiti Dinars ("KD"), and all values are rounded to the nearest KD thousand except when otherwise indicated.

2. MATERIAL ACCOUNTING POLICIES INFORMATION (continued)

2.2 MATERIAL ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

Use of Estimates and Judgments
The preparation of interim condensed consolidated financial information requires management to make judgements, estimates, and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing these interim condensed consolidated financial information, significant judgement is exercised by management in applying the Group's accounting policies. The key sources of estimation uncertainty are consistent with the annual audited consolidated financial statements of the Group for the year ended 31 December 2025.

2.3 NEW STANDARDS AND AMENDMENTS ON THE APPLIED STANDARDS

Amended IFRS standards that are effective for the current period are as follows:

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7
In May 2025, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The Amendments include:

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

The adoption of the above amendments did not have material impact on the disclosures or on the amounts reported in this interim condensed consolidated financial information.

New and revised Standards issued but not yet effective
At the date of authorization of this interim condensed consolidated financial information, the Group has not applied the following new and revised Standards that have been issued but are not yet effective:

IFRS 18 Presentation and Disclosures in Financial Statements
The new standard, IFRS 18, replaces IAS 1 *Presentation of Financial Statements* while carrying forward many of the requirements in IAS 1.

IFRS 18 introduces new requirements to:
- present specified categories and defined subtotals in the statement of profit or loss,
- provide disclosures on management-defined performance measures (MPMs) in the notes to the financial statements,
- improve aggregation and disaggregation.

IFRS 18 requires retrospective application with specific transition provisions. An entity is required to apply IFRS 18 for annual reporting periods beginning on or after 1 January 2027 with earlier application permitted. The Group is in the process of assessing the potential impact resulting from the application of the standard.

IFRS 19 Subsidiaries without Public Accountability: Disclosures
The new standard, IFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards. An entity is required to apply IFRS 19 for annual reporting periods beginning on or after 1 January 2027. The Group is in the process of assessing the potential impact resulting from the application of the standard.

2.4 HYPERINFLATION

The Group, through one of its banking subsidiaries, Burgan Bank A.S. ("BBT"), has operations in Turkey. The Turkish economy has been assessed as a hyperinflationary economy based on the cumulative inflation rates, effective for reporting period on or after 30 April 2022. Accordingly, the interim condensed consolidated financial information includes the effects of hyperinflation in accordance with IAS 29 "Financial Reporting in Hyperinflationary Economies" stemming from its Turkish operations. IAS 29 has been applied from 1 January 2022 i.e., the beginning of the reporting period in which the Group identified hyperinflation.

The Group has determined the Consumer Price Index ("CPI") as the appropriate general price index to be used in the inflation accounting. The Group's banking subsidiary measured it at 4,137.64 as at 30 June 2026 (31 December 2025: 3,513.87 and 30 June 2025: 3,132.17). The inflation accounting was applied to the books of BBT from the date of acquisition i.e. December 2012. Hyperinflation adjustments have been adjusted in the interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of income under "Net monetary loss".

3. CASH IN HAND AND AT BANKS

	30 June 2026 KD 000's	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Cash and bank balances	**1,201,990**	1,112,034	1,660,033
Deposits with original maturities up to three months	**274,367**	488,627	605,258
Expected credit losses	**(14,907)**	(14,365)	(16,145)
Cash and cash equivalents as per interim condensed consolidated statement of cash flows	**1,461,450**	1,586,296	2,249,146
Add: deposits with original maturities exceeding three months	**594,196**	808,086	435,358
Cash in hand and at banks as per interim condensed consolidated statement of financial position	**2,055,646**	2,394,382	2,684,504

Cash in hand and at banks includes cash and bank balances of the Parent Company amounting to KD 262,188 thousand as at 30 June 2026 (31 December 2025: KD 242,625 thousand and 30 June 2025: KD 62,200 thousand).

4. PROVISION FOR CREDIT LOSSES

An analysis of changes in the expected credit losses "ECL" allowances in relation to loans and advances is as follows:

	Stage 1 KD 000's	***Stage 2 KD 000's***	***Stage 3 KD 000's***	***Total KD 000's***
ECL allowance				
Balance as at 1 January 2026	**25,366**	**36,406**	**110,571**	**172,343**
Charge during the period	**1,359**	**13,536**	**26,504**	**41,399**
Amounts written off during the period	**-**	**-**	**(31,417)**	**(31,417)**
Due to acquisition of a subsidiary	**5**	**1**	**1,870**	**1,876**
Foreign exchange	**101**	**(749)**	**459**	**(189)**
As at 30 June 2026	**26,831**	**49,194**	**107,987**	**184,012**

4. PROVISION FOR CREDIT LOSSES (continued)

	Stage 1 *KD 000's*	*Stage 2* *KD 000's*	*Stage 3* *KD 000's*	*Total* *KD 000's*
ECL allowance				
Balance as at 1 January 2025	19,001	51,049	103,980	174,030
Charge (recovery) during the period	3,157	(2,915)	27,650	27,892
Amounts written off during the period	-	-	(18,025)	(18,025)
Foreign exchange	(107)	(295)	386	(16)
As at 30 June 2025	22,051	47,839	113,991	183,881

Following is the stage wise break-up of the gross carrying amount of loans and advances:

	Stage 1 ***KD 000's***	***Stage 2*** ***KD 000's***	***Stage 3*** ***KD 000's***	***Total*** ***KD 000's***
Loans and advances	**5,489,712**	**553,290**	**230,809**	**6,273,811**
ECL allowance	**(26,831)**	**(49,194)**	**(107,987)**	**(184,012)**
As at 30 June 2026	**5,462,881**	**504,096**	**122,822**	**6,089,799**

	Stage 1 *KD 000's*	*Stage 2* *KD 000's*	*Stage 3* *KD 000's*	*Total* *KD 000's*
Loans and advances	4,717,458	513,379	268,594	5,499,431
ECL allowance	(22,051)	(47,839)	(113,991)	(183,881)
As at 30 June 2025	4,695,407	465,540	154,603	5,315,550

Provision for credit losses recognised in the interim condensed consolidated statement of income also includes "ECL" charge on cash in hand and at banks of KD 542 thousand (30 June 2025: ECL recovery of KD 34 thousand), ECL recovery on other debt securities of KD 4,755 thousand (30 June 2025: ECL charge of KD 218 thousand), ECL recovery on other assets of KD 610 thousand (30 June 2025: ECL charge of KD 214 thousand) and ECL recovery on non-cash facilities of KD 3,973 thousand (30 June 2025: ECL charge of KD 1,290 thousand).

5. LOANS PAYABLE

	30 June 2026 ***KD 000's***	*(Audited)* *31 December 2025* *KD 000's*	*30 June 2025* *KD 000's*
By the Parent Company:			
Loans with maturity within 1 year	**10,125**	38,038	86,199
Loans with maturity above 1 year	**325,304**	275,626	195,657
By the subsidiaries:			
Loans with maturity within 1 year	**32,559**	116,800	273,585
Loans with maturity above 1 year	**1,173,967**	1,137,618	896,742
	1,541,955	1,568,082	1,452,183

Loans payable by the subsidiaries amounting to KD 780,524 thousand (31 December 2025: KD 782,516 thousand and 30 June 2025: KD 674,188 thousand) are secured against certain assets with a carrying value of KD 1,308,685 thousand (31 December 2025: KD 1,321,895 thousand and 30 June 2025: KD 1,330,368 thousand).

6. BONDS

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD 000's	KD 000's	KD 000's
Issued by the Parent Company:			
Fixed rate KD bonds at 6.75% per annum and maturing on 29 December 2028	**54,982**	54,952	54,923
Floating rate KD bonds at 3% per annum plus CBK discount rate (Capped at 7.75% per annum) and maturing on 29 December 2028	**109,515**	109,455	109,397
Fixed profit rate KD Sukuk at 6.5 % per annum and maturing on 5 July 2029	**65,658**	65,580	65,540
Floating profit rate KD Sukuk at 3% per annum above the CBK discount rate (Capped at 7.5% per annum) and maturing on 5 July 2029	**36,830**	36,786	36,764
Issued by subsidiaries:			
Fixed rate KD bonds at 7 % per annum and maturing on 28 March 2028	**54,600**	54,600	54,600
Floating rate KD bonds at 3% per annum above the CBK discount rate (Capped at 8% per annum) and maturing on 28 March 2028	**25,400**	25,400	25,400
Fixed rate USD 500 million bonds at 2.75% per annum and maturing on 15 December 2031	**153,877**	152,552	152,425
Fixed rate USD 50 million green bonds at 6.44% and 7.99% per annum and maturing on 06 April 2028	**15,419**	15,294	15,267
	516,281	514,619	514,316
Less: inter-group eliminations	**(15,750)**	(15,750)	(15,800)
	500,531	498,869	498,516

7. MEDIUM TERM NOTES

	30 June 2026 KD 000's	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Euro medium term notes (EMTN) issued by the Parent Company through a SPE:			
Fixed rate notes amounting to US$ 346.651 million (originally US$ 500 million) having a term of 7 years maturing on 29 October 2026 and carrying a coupon interest rate of 4.229% per annum payable on a semi-annual basis. These notes are listed on the London Stock Exchange.	**106,751**	105,857	152,602
Fixed rate notes amounting to US$ 349.236 million (originally US$ 500 million) having a term of 10 years maturing on 23 February 2027 and carrying a coupon interest rate of 4.5% per annum payable on a semi-annual basis. These notes are listed on the London Stock Exchange.	**107,465**	106,323	151,818
	214,216	212,180	304,420
Less: inter-group eliminations	**(13,200)**	(6,960)	(7,821)
	201,016	205,220	296,599

8. SHARE CAPITAL, SHARE PREMIUM, TREASURY SHARES AND DIVIDEND

a) Share capital

	30 June 2026 KD 000's	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Authorised share capital (shares of 100 fils each)	**504,848**	504,848	504,848
Issued and fully paid-up capital (shares of 100 fils each) *	**504,848**	504,848	504,848

* This comprises 4,550,845,631 shares (31 December 2025: 4,550,845,631 shares and 30 June 2025: 4,550,845,631 shares) which are fully paid up in cash, whereas 497,630,638 shares (31 December 2025: 497,630,638 shares and 30 June 2025: 497,630,638 shares) were issued as bonus shares.

b) Share premium

The share premium is not available for distribution.

c) Treasury shares

	30 June 2026	*(Audited) 31 December 2025*	*30 June 2025*
Number of treasury shares	**362,038,563**	495,516,794	495,516,794
Percentage of capital	**7.17%**	9.82%	9.82%
Market value (KD 000's)	**27,949**	47,074	44,151

Reserves equivalent to the cost of the treasury shares held are not available for distribution.

d) Dividend

Shareholders Annual General Assembly held on 09 May 2026, approved the distribution of dividend of 3% by using treasury shares, for the year ended 31 December 2025. No dividends were distributed for the year ended 31 December 2024.

9. INVESTMENT (LOSS) INCOME

	Three months ended 30 June		*Six months ended 30 June*	
	2026	*2025*	***2026***	*2025*
	KD 000's	*KD 000's*	***KD 000's***	*KD 000's*
Gain on sale of financial assets at fair value through profit or loss	**1,207**	3,121	**1,845**	5,098
Unrealised (loss) gain on financial assets at fair value through profit or loss	**(1,803)**	(1,540)	**(798)**	235
(Loss) gain on sale of debt instruments	**(2,900)**	2,864	**(2,600)**	6,180
Dividend income	**1,365**	1,074	**8,776**	6,282
Net gain on sale of properties held for trading	**198**	2,067	**321**	6,599
Loss on deemed disposal of an associate	**-**	(2,840)	**-**	(2,840)
	(1,933)	4,746	**7,544**	21,554

10. EARNINGS PER SHARE

Basic:

Basic earnings per share is computed by dividing the profit for the period attributable to shareholders of the Parent Company after interest on perpetual capital securities by the weighted average number of shares outstanding during the period.

Diluted:

Diluted earnings per share is calculated by dividing the profit for the period attributable to the shareholders of the Parent Company after interest on perpetual capital securities adjusted for the effect of decrease in profit due to exercise of potential ordinary shares of subsidiaries by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on the conversion of all employee's stock options.

	Three months ended 30 June		*Six months ended 30 June*	
	2026	*2025*	***2026***	*2025*
	KD 000's	*KD 000's*	***KD 000's***	*KD 000's*
Basic and diluted earnings per share:				
Profit for the period attributable to the shareholders of the Parent Company	**1,817**	5,025	**5,339**	10,160
Less: interest payment on perpetual capital securities attributable to the shareholders of the Parent Company	**(1,948)**	(2,125)	**(3,927)**	(4,134)
(Loss) profit for the period attributable to the shareholders of the Parent Company after interest payment on perpetual capital securities	**(131)**	2,900	**1,412**	6,026
	Shares	*Shares*	***Shares***	*Shares*
Number of shares outstanding:				
Weighted average number of paid-up shares	**5,048,476,269**	5,048,476,269	**5,048,476,269**	5,048,476,269
Weighted average number of treasury shares	**(474,520,621)**	(495,516,794)	**(486,226,232)**	(495,516,794)
Weighted average number of outstanding shares	**4,573,955,648**	4,552,959,475	**4,562,250,037**	4,552,959,475
	Fils	*Fils*	***Fils***	*Fils*
Basic and diluted earnings per share	**0.0**	0.6	**0.3**	1.3

11. HEDGE OF NET INVESTMENT IN FOREIGN OPERATIONS

The Group designated its investments in foreign operations (i.e. investment in Panther Media Group limited, United Gulf Holding Company B.S.C. and Saudia Dairy and Foodstuff Company) and EMTN as a hedge of a net investment in foreign operations. The Group's EMTN is being used to hedge the Group's exposure on these US$ denominated investments. During the period, net gain amounting to KD 414 thousand on the retranslation of this borrowing were transferred to interim condensed consolidated statement of other comprehensive income to offset any gains or losses on translation of the net investments in the foreign operations. No ineffectiveness from hedges of net investments in foreign operations was recognized in the interim condensed consolidated statement of income during the period ended 30 June 2026.

12. RELATED PARTY TRANSACTIONS

These represent transactions with related parties, i.e. major shareholder, associates, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management. Related party balances and transactions consist of the following:

	Major shareholder KD 000's	*Associates KD 000's*	*Others KD 000's*	***Total 30 June 2026 KD 000's***	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Interim condensed consolidated statement of financial position:						
Loans and advances	88,895	3,332	109,495	**201,722**	189,444	201,139
Other assets	-	-	184	**184**	184	184
Due to banks and other financial institutions	485	3,507	57	**4,049**	5,022	3,941
Deposits from customers	1,646	7,691	14,964	**24,301**	22,514	14,464
Bonds	-	500	-	**500**	500	500
Other liabilities	5,383	3,988	3,000	**12,371**	8,942	9,713
Perpetual capital securities	-	-	1,200	**1,200**	1,200	1,200
Commitments and contingent liabilities:						
Letter of credit	-	1,232	122	**1,354**	1,222	1,366
Guarantees & acceptances	42	4,795	1,717	**6,554**	6,024	7,162
Undrawn lines of credit	11,105	326	5,895	**17,326**	26,513	14,697

				Six months ended 30 June	
	Major shareholder KD 000's	*Associates KD 000's*	*Others KD 000's*	***2026 KD 000's***	*2025 KD 000's*
Interim condensed consolidated statement of income:					
Interest income	2,562	17	1,893	**4,472**	5,050
Net fee and commission income	5	18	378	**401**	420
Interest expenses	-	67	45	**112**	184
General and administrative expenses	2,500	2	453	**2,955**	2,672

13. SEGMENT INFORMATION

For management purposes, the Group is organised into six main business segments based on internal reporting provided to the chief operating decision maker as follows:

Commercial banking - represents Group's commercial banking activities which includes retail banking, corporate banking, and private banking and treasury products. These entities are regulated by the Central Bank of the respective countries.

Asset management and investment banking - represents Group's asset management and investment banking activities which include asset management, corporate finance (advisory and capital markets services), investment advisory and research, and wealth management and Holding companies' expenses.

Media & Satellite services – represents Group's activities in providing digital satellite services, Media Pay TV services via satellite, cable, radio channels and music and video streaming.

Energy - represents Group's activities in the manufacturing, sale, supply, store, export, and distribution of different types of aromatics, chemical and petrochemical materials and their related derivatives, oil field maintenance and drilling services, and setting up projects in the oil and gas and renewable energy sector.

Industrial & Logistics - represents Group's activities in industrial project development, food, utilities, transportation, logistics and related supply chain services.

Hospitality and real estate - represents Group's activities in the hospitality and real estate sector.

Transfer pricing between operating segments are at a price approved by the management of the Group.

Management monitors the results of its segments separately for making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the interim condensed consolidated financial information.

The following table presents revenue and profit before taxation regarding the Group's operating segments:

	Six months ended 30 June			
	2026		*2025*	
	Segment revenues KD 000's	***Segment results KD 000's***	*Segment revenues KD 000's*	*Segment results KD 000's*
Commercial banking	**524,855**	**80,465**	476,172	64,761
Asset management and investment banking	**16,726**	**(38,162)**	22,699	(24,851)
Media and satellite services	**35,125**	**(11,556)**	36,095	(19,172)
Energy	**35,581**	**4,274**	33,605	10,285
Industrial and Logistics	**148,959**	**14,255**	153,751	20,077
Hospitality and real estate	**50,377**	**1,615**	59,821	10,980
Others	**15,702**	**(11,910)**	20,271	(7,993)
Inter-segmental eliminations	**(31,402)**	**(165)**	(33,313)	(5,227)
Segment revenues and results	**795,923**	**38,816**	769,101	48,860

13. SEGMENT INFORMATION (continued)

The following table presents assets and liabilities of the Group's operating segments:

	30 June 2026 KD 000's	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Assets:			
Commercial banking	**12,224,005**	11,763,325	11,306,965
Asset management and investment banking	**1,274,228**	1,224,004	1,120,272
Media and satellite services	**145,955**	151,192	177,415
Energy	**492,030**	499,836	786,175
Industrial and Logistics	**606,229**	608,163	608,561
Hospitality and real estate	**1,000,888**	856,528	860,401
Others	**660,051**	665,116	684,986
Inter-segmental eliminations	**(1,954,493)**	(1,950,315)	(2,057,093)
Total assets	**14,448,893**	13,817,849	13,487,682
Liabilities:			
Commercial banking	**10,732,063**	10,263,719	9,824,754
Asset management and investment banking	**1,527,054**	1,475,726	1,477,433
Media and satellite services	**103,958**	108,207	111,743
Energy	**432,777**	433,858	306,225
Industrial and Logistics	**121,268**	112,370	110,576
Hospitality and real estate	**719,865**	578,003	581,318
Others	**487,867**	470,097	483,794
Inter-segmental eliminations	**(1,356,825)**	(1,318,357)	(1,111,783)
Total liabilities	**12,768,027**	12,123,623	11,784,060

Inter-segmental eliminations represent the elimination of balances and transactions arising in the normal course of business between different segments of the Group.

14. COMMITMENTS

The Group has the following commitments:

	30 June 2026 KD 000's	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Credit related commitments and contingencies			
Letters of credit	**487,540**	403,794	435,723
Guarantees and Acceptances	**1,238,071**	1,189,694	1,126,480
	1,725,611	1,593,488	1,562,203
Undrawn lines of credit	**927,500**	975,677	852,194
Investment related commitments	**79,276**	22,779	10,267
	2,732,387	2,591,944	2,424,664

15. DERIVATIVES

The table below shows the notional amounts of derivatives outstanding as at the reporting date. The notional amount of a derivative is based upon the derivative's underlying asset, reference rate or index.

	30 June 2026 KD 000's	*(Audited) 31 December 2025 KD 000's*	*30 June 2025 KD 000's*
Derivatives held for trading:			
(including non-qualifying hedges)			
Forward foreign exchange contracts	**1,403,392**	1,827,615	1,779,058
Interest rate swaps	**135,131**	64,494	76,859
Options	**287,404**	200,874	71,027
Derivatives held for hedging:			
Fair value hedges:			
Forward foreign exchange contracts	**58,503**	185,768	260,560
Cash flow hedges:			
Interest rate swaps	**167,311**	152,266	171,998

16. FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments comprise of financial assets and financial liabilities.

Fair value of financial instruments is not materially different from their carrying values except for medium term notes whose fair value amounts to KD 197,575 thousand (31 December 2025: KD 201,513 thousand and 30 June 2025: KD 288,614 thousand). For financial assets and financial liabilities that are liquid or having a short-term maturity (less than three months) it is assumed that the carrying amounts approximate to their fair value. This assumption is also applied to demand deposits, savings accounts without a specific maturity and variable rate financial instruments.

Fair value of quoted securities is derived from quoted market prices in active markets, if available. For unquoted securities, fair value is estimated using appropriate valuation techniques. Such techniques may include using recent arm's length market transactions; reference to the current fair value of another instrument that is substantially the same; discounted cash flow method or other valuation models.

The fair values of the funds that are listed on active markets are determined by reference to their quoted bid prices. The fair values of unlisted funds are based on net asset values which are determined by the fund manager using the quoted market prices of the underlying assets, if available, or other acceptable methods such as a recent price paid by another investor or the market value of a comparable company.

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) market prices in an active market for identical assets and 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

16. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

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

30 June 2026	***Level 1 KD 000's***	***Level 2 KD 000's***	***Level 3 KD 000's***	***Total fair value KD 000's***
Assets measured at fair value				
Financial assets at fair value through profit or loss:				
Equity securities	**15,547**	**16**	**23,386**	**38,949**
Debt securities	**38,584**	**-**	**265**	**38,849**
Managed funds	**-**	**-**	**99,234**	**99,234**
Forfaiting assets	**-**	**-**	**110,365**	**110,365**
Financial assets at fair value through other comprehensive income:				
Equities	**17,173**	**22,618**	**354,686**	**394,477**
Debt securities	**407,308**	**28,306**	**-**	**435,614**
Managed funds	**184**	**12**	**133**	**329**

31 December 2025 *(Audited)*	*Level 1 KD 000's*	*Level 2 KD 000's*	*Level 3 KD 000's*	*Total fair value KD 000's*
Assets measured at fair value				
Financial assets at fair value through profit or loss:				
Equity securities	14,883	16	6,568	21,467
Debt securities	41,134	-	262	41,396
Managed funds	-	-	99,298	99,298
Forfaiting assets	-	-	132,071	132,071
Financial assets at fair value through other comprehensive income:				
Equities	17,081	19,823	353,082	389,986
Debt securities	333,207	15,100	-	348,307
Managed funds	202	13	140	355

16. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

30 June 2025	*Level 1* *KD 000's*	*Level 2* *KD 000's*	*Level 3* *KD 000's*	*Total fair value* *KD 000's*
Assets measured at fair value				
Financial assets at fair value through profit or loss:				
Equity securities	9,365	16	26,982	36,363
Debt securities	36,640	-	99	36,739
Managed funds	-	-	77,125	77,125
Forfaiting assets	-	-	121,255	121,255
Financial assets at fair value through other comprehensive income:				
Equities	18,552	17,036	381,111	416,699
Debt securities	431,075	-	-	431,075
Managed funds	175	11	-	186

There were no material transfers between the levels during the period. The impact on the interim condensed consolidated statement of financial position or the interim condensed consolidated statement of changes in equity is immaterial, if the relevant risk variables used to determine fair values for the unquoted securities are altered by 5%.

17. SIGNIFICANT EVENTS: REGIONAL DISRUPTIONS

Significant geopolitical tensions escalated in the Middle East, impacting several GCC countries, including the State of Kuwait. These developments have resulted in regional disruptions, including logistics and supply-chain disturbances, and heightened market volatility.

As a result, business and economic uncertainties have arisen which may impact the Group's future operations, customer demand, and the broader economic environment in which the Group operates. Due to the evolving nature of the conflict, it is not currently possible to predict with certainty the full extent or duration of the disruption or its ultimate financial impact on the Group's interim condensed consolidated financial information. However, the Group maintains liquidity buffers and capital resources that management considers sufficient to meet its commitments and operating expenses as they fall due.

The Group has assessed the potential impact of adverse market movements on its ability to realize investments or access funding, including under stressed market scenarios. No breaches of liquidity thresholds, investment restrictions, or capital management policies were identified as at the reporting date.

Management has also considered the impact of these events on the Group's ability to continue as a going concern and concluded that the going concern remains appropriate. Management continues to closely monitor the market outlook and will take necessary measures to mitigate risks as the situation develops.