Grant Thornton
Al-Qatami, Al-Aiban & Partners

Interim condensed consolidated financial information and review report

Ajial Real Estate Entertainment Company – KSCP and Subsidiaries

Kuwait

30 June 2026 (Unaudited)

Contents

Grant Thornton
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Report on Review of Interim Condensed Consolidated Financial Information

To the board of directors of
Ajial Real Estate Entertainment Company – KSCP
Kuwait

Introduction
We have reviewed the accompanying interim condensed consolidated statement of financial position of Ajial Real Estate Entertainment Company - KSCP ("the Parent Company") and its subsidiaries (collectively, "the Group") as of 30 June 2026 and related interim condensed consolidated statements of profit or loss and profit or loss and other comprehensive income for the three-month and six-month periods then ended, and interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with 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, "Interim Financial Reporting".

Report on review of other legal and regulatory requirements
Based on our review, the interim condensed consolidated financial information is in agreement with the books of the Parent Company. We further report that, to the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016 and its Executive Regulations, or of the Memorandum of Incorporation and Articles of Association of the Parent Company, as amended, have occurred during the six-month period ended 30 June 2026 that might have had a material effect on the business or financial position of the Parent Company.

Report on Review of Interim Condensed Consolidated Financial Information of Ajial Real Estate Entertainment Company– KSCP (continued)

Report on review of other legal and regulatory requirements (continued)

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No. 7 of 2010 concerning the Capital Markets Authority and its related regulations during the six-month period ended 30 June 2026 that might have had a material effect on the business or financial position of the Parent Company.

Abdullatif M. Al-Aiban (CPA)
(Licence No. 94-A)
of Grant Thornton — Al-Qatami, Al-Aiban & Partners

Kuwait
19 July 2026

Interim condensed consolidated statement of profit or loss

	Notes	Three months ended 30 June 2026 (Unaudited) KD	Three months ended 30 June 2025 (Unaudited) KD	Six months ended 30 June 2026 (Unaudited) KD	Six months ended 30 June 2025 (Unaudited) KD
Income					
Rental income		**1,541,436**	1,493,902	**3,061,124**	3,017,830
Property operating expenses		**(294,100)**	(287,975)	**(584,224)**	(587,752)
Net rental income		**1,247,336**	1,205,927	**2,476,900**	2,430,078
Revenue from rendering services		**1,224,038**	838,934	**1,751,474**	1,253,954
Rendering services expenses		**(699,328)**	(510,486)	**(1,047,560)**	(797,966)
Net services income		**524,710**	328,448	**703,914**	455,988
Share of results of associates	7	**838,615**	910,478	**1,805,727**	1,932,135
Change in fair value of financial assets at fair value through profit or loss		**95,897**	202,550	**(18,654)**	234,422
Loss on sale of financial assets at fair value through profit or loss		**-**	-	**(14)**	-
Dividend income		**744**	-	**744**	-
Income from investment deposits		**8,253**	15,789	**46,992**	37,023
Other income		**8,326**	-	**8,326**	1,900
Net investment income		**951,835**	1,128,817	**1,843,121**	2,205,480
Total operating income		**2,723,881**	2,663,192	**5,023,935**	5,091,546
Expenses and other charges					
General and administrative expenses		**(244,794)**	(232,789)	**(530,612)**	(515,259)
Provision charge for expected credit losses		**(73,803)**	(63,906)	**(125,200)**	(114,440)
Finance costs		**(336,576)**	(376,327)	**(669,658)**	(746,190)
		(655,173)	(673,022)	**(1,325,470)**	(1,375,889)
Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST) and Zakat		**2,068,708**	1,990,170	**3,698,465**	3,715,657
Provision for KFAS		**(10,575)**	(9,545)	**(16,176)**	(15,448)
Provision for NLST		**(50,446)**	(46,718)	**(96,308)**	(91,236)
Provision for Zakat		**(12,134)**	(10,321)	**(21,412)**	(18,502)
Profit for the period		**1,995,553**	1,923,586	**3,564,569**	3,590,471
Basic and diluted earnings per share (Fils)	5	**9.54 Fils**	9.19 Fils	**17.04 Fils**	17.16 Fils

Interim condensed consolidated statement of profit or loss and other comprehensive income

	Note	Three months ended 30 June 2026 (Unaudited) KD	Three months ended 30 June 2025 (Unaudited) KD	Six months ended 30 June 2026 (Unaudited) KD	Six months ended 30 June 2025 (Unaudited) KD
Profit for the period		**1,995,553**	1,923,586	**3,564,569**	3,590,471
Other comprehensive loss:					
Items that may be reclassified subsequently to consolidated statement of profit or loss					
Exchange differences arising on translation of foreign operations	7	**(80,566)**	(60,934)	**(54,655)**	(47,944)
Total comprehensive income for the period		**1,914,987**	1,862,652	**3,509,914**	3,542,527

The notes set out on pages 8 to 17 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of financial position

	Notes	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Assets				
Non-current assets				
Property and equipment		**1,434,970**	1,546,419	1,647,639
Investment properties	6	**90,162,084**	90,100,000	90,287,507
Investment in associates	7	**79,093,579**	79,637,253	78,029,349
		170,690,633	171,283,672	169,964,495
Current assets				
Inventories		**34,310**	54,222	47,688
Accounts receivable and other assets		**319,421**	244,699	268,586
Financial assets at fair value through profit or loss		**1,324,578**	979,506	1,286,130
Cash and cash equivalents	8	**4,136,148**	4,850,118	2,631,784
		5,814,457	6,128,545	4,234,188
Total assets		**176,505,090**	177,412,217	174,198,683
Equity and liabilities				
Equity				
Share capital		**21,033,120**	21,033,120	21,033,120
Share premium		**5,199,430**	5,199,430	5,199,430
Statutory reserve		**4,037,894**	4,037,894	3,375,905
Voluntary reserve		**3,854,263**	3,854,263	3,192,274
Treasury shares	9	**(319,250)**	(319,250)	(319,250)
Effect of change in accounting policy of investment properties		**46,118,487**	46,118,487	46,118,487
Foreign currency translation reserve		**(5,066)**	49,589	1,401
Retained earnings		**62,106,348**	62,725,489	61,336,749
Total equity		**142,025,226**	142,699,022	139,938,116
Liabilities				
Non-current liabilities				
Provision for employees' end of service benefits		**649,803**	639,821	605,930
Accounts payable and other liabilities		**1,030,068**	1,016,756	1,008,608
Murabaha payables	10	**30,000,000**	30,000,000	30,000,000
		31,679,871	31,656,577	31,614,538
Current liabilities				
Accounts payable and other liabilities		**2,799,993**	3,056,618	2,646,029
		2,799,993	3,056,618	2,646,029
Total liabilities		**34,479,864**	34,713,195	34,260,567
Total equity and liabilities		**176,505,090**	177,412,217	174,198,683

Sheikh/ Hamad Mubarak Jaber Al Ahmad Al Sabah
Chairman

The notes set out on pages 8 to 17 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of changes in equity

	Share capital KD	Share premium KD	Statutory reserve KD	Voluntary reserve KD	Treasury shares KD	Effect of change in accounting policy of investment properties KD	Foreign currency translation reserve KD	Retained earnings KD	Total KD
As at 1 January 2026 (audited)	**21,033,120**	**5,199,430**	**4,037,894**	**3,854,263**	**(319,250)**	**46,118,487**	**49,589**	**62,725,489**	**142,699,022**
Profit for the period	-	-	-	-	-	-	-	**3,564,569**	**3,564,569**
Other comprehensive loss for the period	-	-	-	-	-	-	**(54,655)**	-	**(54,655)**
Total comprehensive income for the period	-	-	-	-	-	-	**(54,655)**	**3,564,569**	**3,509,914**
Cash dividend (Note 13)	-	-	-	-	-	-	-	**(4,183,710)**	**(4,183,710)**
Balance at 30 June 2026 (unaudited)	**21,033,120**	**5,199,430**	**4,037,894**	**3,854,263**	**(319,250)**	**46,118,487**	**(5,066)**	**62,106,348**	**142,025,226**
As at 1 January 2025 (audited)	21,033,120	5,199,430	3,375,905	3,192,274	(319,250)	46,118,487	49,345	61,929,988	140,579,299
Profit for the period	-	-	-	-	-	-	-	3,590,471	3,590,471
Other comprehensive loss for the period	-	-	-	-	-	-	(47,944)	-	(47,944)
Total comprehensive income for the period	-	-	-	-	-	-	(47,944)	3,590,471	3,542,527
Cash dividend (Note 13)	-	-	-	-	-	-	-	(4,183,710)	(4,183,710)
Balance at 30 June 2025 (unaudited)	21,033,120	5,199,430	3,375,905	3,192,274	(319,250)	46,118,487	1,401	61,336,749	139,938,116

The notes set out on pages 8 to 17 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of cash flows

	Note	Six months ended 30 June 2026 (Unaudited) KD	Six months ended 30 June 2025 (Unaudited) KD
OPERATING ACTIVITIES			
Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST) and Zakat		**3,698,465**	3,715,657
Adjustments			
Depreciation of property and equipment		**110,189**	106,829
Share of results of associates		**(1,805,727)**	(1,932,135)
Change in fair value of financial assets at fair value through profit or loss		**18,654**	(234,422)
Loss on sale of financial assets at fair value through profit or loss		**14**	-
Income from investment deposits		**(46,992)**	(37,023)
Dividend income		**(744)**	-
Gain on sale of property and equipment		**(594)**	-
Provision charge for employees' end of service benefits		**56,086**	53,762
Provision charge for expected credit losses		**125,200**	114,440
Finance costs		**669,658**	746,190
		2,824,209	2,533,298
Changes in operating assets and liabilities:			
Inventories		**19,912**	26,474
Accounts receivable and other assets		**(192,575)**	(98,819)
Accounts payable and other liabilities		**(208,221)**	(100,659)
		2,443,325	2,360,294
Employees' end of service benefits paid		**(46,104)**	-
KFAS, NLST and Zakat paid		**(241,694)**	(216,536)
Net cash from operating activities		**2,155,527**	2,143,758
INVESTING ACTIVITIES			
Purchase of property and equipment		**(126)**	(5,537)
Proceeds from sale of property and equipment		**1,980**	-
Capital expenditure on investment properties		**(62,084)**	(87,507)
Return of capital of associate		**162,697**	149,625
Dividends received from associates		**2,132,049**	2,132,049
Proceeds from sale of financial assets at fair value through profit or loss		**5,746**	-
Purchase of financial assets at fair value through profit or loss		**(369,487)**	-
Decrease in investment deposits		**2,170,000**	1,500,000
Income received from investment deposits		**39,644**	33,213
Dividend income received		**744**	-
Net cash from investing activities		**4,081,163**	3,721,843
FINANCING ACTIVITIES			
Dividends paid		**(4,084,907)**	(4,089,612)
Finance costs paid		**(695,753)**	(746,190)
Net cash used in financing activities		**(4,780,660)**	(4,835,802)
Net increase in cash and cash equivalents		**1,456,030**	1,029,799
Cash and cash equivalents at the beginning of the period		**1,340,118**	1,191,985
Cash and cash equivalents at the end of the period	8	**2,796,148**	2,221,784

The notes set out on pages 8 to 17 form an integral part of this interim condensed consolidated financial information.

Notes to the interim condensed consolidated financial information

1 Incorporation and activities of the Parent Company

Ajial Real Estate Entertainment Company ("the Parent Company") is a public Kuwaiti shareholding company listed on Boursa Kuwait which was registered and incorporated in Kuwait on 26 October 1996.

During the period, the extraordinary general assembly of the shareholders of the Parent Company held on 11 March 2026 approved the amendments of Parent Company's objectives to become as follows:

1- Repair and maintenance of air conditioning, refrigeration, and air purification equipment
2- Building construction
3- General construction of residential buildings
4- General construction of non-residential buildings
5- Establishment of free trade zones or duty-free markets
6- Renovation of residential and non-residential buildings
7- Demolition, site clearing and related works
8- Installation of elevators and escalators
9- Building finishing works
10- Wholesale of construction materials, metal structural materials, plumbing and heating equipment and supplies
11- Off-premises auctions
12- Hotel
13- Hotel apartments
14- Lounges
15- Operation of multi-purpose halls (wedding, conference and exhibition halls)
16- Restaurant
17- Restaurant management
18- Café
19- Establishing companies or participating therein with other parties to carry out the Company's activities
20- Buying and selling shares and bonds for the company's own account
21- Investment of surplus funds in financial portfolios managed by specialized companies and entities
22- Investment and real estate financing consultancy
23- Real estate consultancy
24- Buying and selling land and real estate
25- Buying and selling land and real estate for the company's own account only
26- Buying and selling resorts
27- Real estate brokerage services
28- Resorts
29- Management and leasing owned or leased real estate
30- Management and leasing owned or leased real estate (residential)
31- Management and leasing owned or leased real estate (non-residential)
32- Management and operation of hotel apartments
33- Management and operation of hotels
34- Ownership of real estate and movables for the benefit of the Company
35- Third party property management
36- Building and development of land and real estate
37- Real estate valuation services

Notes to the interim condensed consolidated financial information (continued)

1 Incorporation and activities of the Parent Company (continued)

38- Real estate booking services
39- Building maintenance services
40- Public facilities management
41- Project management
42- Commercial agency business management
43- Design, build, operate, maintain, and transfer (DBOMT) projects under PPP system
44- Organization and management of trade exhibitions
45- Management and organization of exhibitions and conferences
46- Parks
47- Operation of sports facilities
48- Tourism facilities management
49- Management and operation of sports facilities and provision of all related services
50- Operation of leisure and amusement facilities (Amusement parks)
51- Recreational parks, beaches, and coastal resorts
52- Operation of entertainment-themed exhibitions and markets
53- Commercial representation agencies
54- Management of healthcare institutes

The Group comprises the Parent Company and its subsidiaries.

The registered head office of the Parent Company is located at Hawally, Block 5, Beirut Street, Al-Andalus Complex, 16th Floor, P.O. Box 44301, Hawally 32058, State of Kuwait.

This interim condensed consolidated financial information for the six-month period ended 30 June 2026 was authorised for issue by the Parent Company's board of directors on 19 July 2026.

2 Basis of preparation

The interim condensed consolidated financial information of the Group for the six-month period ended 30 June 2026 has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting".

The annual consolidated financial statements for the year ended 31 December 2025 were prepared in accordance with the IFRS Accounting Standards ("IFRS Accounting Standards") as issued by the International Accounting Standards Board ("IASB").

The interim condensed consolidated financial information has been presented in Kuwaiti Dinars which is the functional and presentation currency of the Parent Company.

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements prepared in accordance with the IFRS Accounting Standards. In the opinion of the Parent Company's management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included.

Notes to the interim condensed consolidated financial information (continued)

2 Basis of preparation (continued)

Operating results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026. For further details, refer to the consolidated financial statements and their related disclosures for the year ended 31 December 2025.

3 Changes in accounting policies

The accounting policies used in the preparation of this 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 except for the adoption of the amendments to the IFRS Accounting Standards effective as of 1 January 2026 as described in Note 3.1. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

3.1 New and amended IFRS Accounting Standards adopted by the Group

The following amendments were effective for the current period:

IFRS 7 and IFRS 9 Classification and Measurement of Financial Instruments - Amendments

The amendments to IFRS 7 and IFRS 9 addresses three changes:

- derecognition of a financial liability settled through electronic transfer whereby entities are permitted to deem a financial liability (or part of it) that will be settled in cash using an electronic payment system to be discharged before the settlement date if specified criteria are met. An entity that elects to apply this derecognition option would be required to apply it to all settlements made through the same electronic payment system.

- Classification of financial assets based on a) contractual terms that are consistent with basic lending arrangements, b) assets with non-recourse description has been enhanced to include a financial asset has non-recourse features if an entity's ultimate right to receive cash flows is contractually limited to the cash flows generated by specified assets, and c) contractually linked instruments have been clarified, and

- Disclosures relating to a) financial assets at FVTOCI where entities are required to disclose fair value gain or loss separately for financial assets derecognised in the period and the fair value gain or loss that relates to investments held at the end of the period, and b) contractual terms that could change the timing or amount of contractual cash flows on the occurrence (or non-occurrence) of a contingent event that does not relate directly to changes in a basic lending risks and costs.

The adoption of the amendments did not have a significant impact on the Group's interim condensed consolidated financial information.

Annual Improvements to IFRS Accounting Standards – volume 11

The annual improvement project updates a number of standards primarily providing clarifications and removing inconsistencies.

The adoption of the amendments did not have a significant impact on the Group's interim condensed consolidated financial information.

Notes to the interim condensed consolidated financial information (continued)

4 Judgement and estimates

The preparation of interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2025.

5 Basic and diluted earnings per share

Basic and diluted earnings per share are calculated by dividing the profit for the period by the weighted average number of shares outstanding during the period excluding treasury shares. As there are no dilutive instruments outstanding, basic and diluted earnings per share are identical.

	Three months ended		Six months ended	
	30 June 2026 (Unaudited)	30 June 2025 (Unaudited)	**30 June 2026 (Unaudited)**	30 June 2025 (Unaudited)
Profit for the period (KD)	**1,995,553**	1,923,586	**3,564,569**	3,590,471
Weighted average number of shares outstanding during the period (excluding treasury shares) - (shares)	**209,187,528**	209,187,528	**209,187,528**	209,187,528
Basic and diluted earnings per share (Fils)	**9.54**	9.19	**17.04**	17.16

6 Investment properties

	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
At the beginning of the period / year	**90,100,000**	90,200,000	90,200,000
Capital expenditure	**62,084**	207,793	87,507
Change in fair value	-	(307,793)	-
At the end of the period / year	**90,162,084**	90,100,000	90,287,507

Investment properties include a parking building constructed on a land leased from the Ministry of Finance – Real Estate Management Department. The lease agreement expired on 3 March 2026. Management of the Parent Company is currently in the process to renew the lease agreement. In the meantime, the Parent Company continues to make lease rental payments.

As at 30 June 2026, investment properties with a carrying value of KD65,900,008 (31 December 2025: KD65,850,000 and 30 June 2025: KD65,712,242) are pledged as a security against Murabaha payables (Note 10).

Valuation of the Group's investment property portfolio is performed on an annual basis as management believes that no significant circumstances have arisen during the interim reporting period which may have a material impact on fair value.

Notes to the interim condensed consolidated financial information (continued)

7 Investment in associates

Below are the details of the Group's associates:

Name of associate	Country of incorporation	Effective interest held by Group at period/year end			Principal activities
		30 June 2026 (Unaudited) %	31 Dec. 2025 (Audited) %	30 June 2025 (Unaudited) %	
Al Hamra Real Estate Company - KSC (Closed) - Unquoted	Kuwait	**35.53**	35.53	35.53	Real estate
Al Madar Al Thahabia Company - WLL - Unquoted	Saudi Arabia	**31.00**	31.00	31.00	Real estate

Movement in the carrying value of investment in associates during the period /year is as follows:

	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
At the beginning of the period / year	**79,637,253**	78,426,833	78,426,833
Share of results	**1,805,727**	3,491,851	1,932,135
Return of capital	**(162,697)**	(149,626)	(149,626)
Dividends received	**(2,132,049)**	(2,132,049)	(2,132,049)
Exchange differences	**(54,655)**	244	(47,944)
At the end of the period / year	**79,093,579**	79,637,253	78,029,349

The share of results of the associates for the period ended 30 June 2026 have been recorded based on the management accounts.

8 Cash and cash equivalents

Cash and cash equivalents in the interim condensed consolidated statement of cash flows comprise the following accounts:

	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Cash on hand	**5,047**	4,624	3,757
Cash balance in managed portfolio	**4,265**	-	-
Bank balances	**1,612,522**	1,335,494	1,218,027
Investment deposits (8.1)	**2,514,314**	3,510,000	1,410,000
Cash and cash equivalents as disclosed in interim condensed consolidated statement of financial position	**4,136,148**	4,850,118	2,631,784
Less: Investment deposits with original maturity exceeding three months	**(1,340,000)**	(3,510,000)	(410,000)
Cash and cash equivalents for the purpose of the interim condensed consolidated statement of cash flows	**2,796,148**	1,340,118	2,221,784

Notes to the interim condensed consolidated financial information (continued)

8 Cash and cash equivalents (continued)

8.1 Investment deposits carry an average profit rate of 4.09% (31 December 2025: 3.91% and 30 June 2025: 3.87%) per annum.

The balance includes an investment deposit of KD 440,000 that is restricted as security against letters of guarantee (Note 15).

9 Treasury shares

	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Number of treasury shares (shares)	**1,143,673**	1,143,673	1,143,673
Percentage of issued share capital (%)	**0.54%**	0.54%	0.54%
Market value (KD)	**353,395**	360,257	285,918
Cost (KD)	**319,250**	319,250	319,250

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

10 Murabaha payables

Murabaha payables obtained from a local bank are denominated in Kuwaiti Dinars and secured against investment properties with a carrying value of KD 65,900,008 (31 December 2025: KD65,850,000 and 30 June 2025: KD65,712,242) (Note 6).

Murabaha payables carry an average profit rate of 1% (31 December 2025 and 30 June 2025: 1%) per annum above the Central Bank of Kuwait discount rate.

11 Related party transactions

Related parties represent subsidiaries, associates, major shareholders, 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. Transactions between the Parent Company and its subsidiaries which are related parties of the Parent Company have been eliminated on consolidation and are not disclosed in this note.

Details of significant related party transactions are as follows:

	Three months ended		Six months ended	
	30 June 2026 (Unaudited) KD	30 June 2025 (Unaudited) KD	30 June 2026 (Unaudited) KD	30 June 2025 (Unaudited) KD
Interim condensed consolidated statement of profit or loss:				
Key management compensation:				
Salaries and short-term benefits	**43,624**	43,580	**98,648**	92,659
Employees' end of service benefits	**7,587**	7,264	**27,752**	14,448
	51,211	50,844	**126,400**	107,106

Notes to the interim condensed consolidated financial information (continued)

12 Segmental analysis

Operating segments are identified based on internal management reporting information that is regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance and is reconciled to Group's profit or loss.

The Group operates in the following sectors:

	Real estate KD	Entertainment KD	Investment KD	Unallocated KD	Total KD
For the six months ended 30 June 2026 (Unaudited)					
Segment revenue	**3,061,124**	**1,751,474**	**1,787,803**	**55,318**	**6,655,719**
Segment results	**1,905,262**	**703,913**	**1,564,584**	**(609,190)**	**3,564,569**
For the three months ended 30 June 2026 (Unaudited)					
Segment revenue	**1,541,436**	**1,224,038**	**935,256**	**16,579**	**3,717,309**
Segment results	**949,150**	**524,709**	**823,064**	**(301,370)**	**1,995,553**
For the six months ended 30 June 2025 (Unaudited)					
Segment revenue	3,017,830	1,253,954	2,166,557	38,923	6,477,264
Segment results	1,818,177	455,988	1,920,609	(604,303)	3,590,471
For the three months ended 30 June 2025 (Unaudited)					
Segment revenue	1,493,902	838,934	1,113,028	15,789	3,461,653
Segment results	891,135	328,448	990,369	(286,366)	1,923,586
As at 30 June 2026 (Unaudited)					
Total assets	**87,775,095**	**3,564,439**	**80,418,157**	**4,747,399**	**176,505,090**
Total liabilities	**21,030,068**	**280,448**	**10,000,000**	**3,169,348**	**34,479,864**
As at 31 December 2025 (Audited)					
Total assets	87,719,184	3,650,276	80,616,759	5,425,998	177,412,217
Total liabilities	21,016,756	276,121	10,000,000	3,420,318	34,713,195
As at 30 June 2025 (Unaudited)					
Total assets	87,597,244	4,021,593	79,315,479	3,264,367	174,198,683
Total liabilities	21,008,608	212,523	10,000,000	3,039,436	34,260,567

13 General assembly of the shareholders and dividends

The annual general assembly of the shareholders held on 11 March 2026 approved the consolidated financial statements of the Group for the year ended 31 December 2025 and cash dividend of 20% of paid-up share capital equivalent to 20 Fils per share (2024: cash dividend of 20 Fils per share). Further, the shareholders approved the board of directors' remuneration of KD75,000 for the year ended 31 December 2025 (2024: KD75,000).

Also, the extraordinary general assembly of the shareholders held on 11 March 2026 approved amendments to the Parent Company's activities (Note 1).

Notes to the interim condensed consolidated financial information (continued)

14 Fair value measurement

14.1 Fair value hierarchy

Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Financial assets and financial liabilities measured at fair value in the interim condensed consolidated statement of financial position are grouped into three Levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

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

14.2 Fair value measurement of financial instruments

The carrying amounts of the Group's financial assets and liabilities as stated in the interim condensed consolidated statement of financial position are as follows:

	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Financial assets:			
At amortised cost:			
Accounts receivable and other assets	**319,421**	244,699	268,586
Cash and cash equivalents	**4,136,148**	4,850,118	2,631,784
At fair value:			
Financial assets at fair value through profit or loss	**1,324,578**	979,506	1,286,130
	5,780,147	6,074,323	4,186,500
Financial liabilities:			
At amortised cost			
Accounts payable and other liabilities	**3,830,061**	4,073,374	3,654,637
Murabaha payables	**30,000,000**	30,000,000	30,000,000
	33,830,061	34,073,374	33,654,637

Management considers that the carrying amounts of financial assets and all financial liabilities, which are stated at amortized cost, approximate their fair values.

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

Notes to the interim condensed consolidated financial information (continued)

14 Fair value measurement (continued)

14.2 Fair value measurement of financial instruments (continued)

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

	Level 1	Level 2	Level 3	Total
	KD	KD	KD	KD
30 June 2026 (Unaudited)				
Financial assets				
At fair value through profit or loss:				
Investments in managed portfolio	**169,972**	**-**	**-**	**169,972**
Investment in managed funds	**-**	**206,648**	**-**	**206,648**
Local unquoted securities	**-**	**-**	**947,959**	**947,959**
	169,972	**206,648**	**947,959**	**1,324,578**
31 December 2025 (Audited)				
Financial assets				
At fair value through profit or loss:				
Investment in managed fund	-	10,697	-	10,697
Local unquoted securities	-	-	968,809	968,809
	-	10,697	968,809	979,506
30 June 2025 (Unaudited)				
Financial assets				
At fair value through profit or loss:				
Investment in managed fund	-	23,028	-	23,028
Local unquoted securities	-	-	1,263,102	1,263,102
	-	23,028	1,263,102	1,286,130

There have been no transfers between levels during the reporting period.

Level 3 fair value measurements

The Group's measurement of financial assets classified in level 3 uses valuation techniques inputs that are not based on observable market data. The financial instruments within this level can be reconciled from beginning to ending balances as follows:

	30 June 2026 (Unaudited) KD	31 Dec. 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Opening balance	**968,809**	1,030,938	1,030,938
Change in fair value	**(20,850)**	(62,129)	232,164
Closing balance	**947,959**	968,809	1,263,102

Changing inputs to the level 3 valuations to reasonably possible alternative assumption would not change significantly amounts recognised in profit or loss, total assets or total liabilities or total equity.

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

Notes to the interim condensed consolidated financial information (continued)

15 Contingent liabilities

As at 30 June 2026, the Group had contingent liabilities representing a letter of guarantee amounting to KD 457,125 (31 December 2025: KD429,532 and 30 June 2025: KD429,532) issued to the Ministry of Finance in respect of its investment properties from which no material liability is expected to arise.

16 Geopolitical developments

During the period ended 30 June 2026, ongoing geopolitical developments in the Middle East have contributed to heightened uncertainty and volatility in global and regional financial markets. Some of the potential impacts include, but not limited to, supply chain disruptions, higher energy costs, margin pressures, and heightened refinancing and credit risk.

Management has considered the potential implications of these developments in preparing this interim condensed consolidated financial information in accordance with IAS 34. These included assessments for any increase in credit and liquidity risks as well as fair values of financial and non-financial assets. Management has not identified any increase in credit risk while it closely evaluates the liquidity position through monitoring of cash flows.

Further, management has assessed whether the fair value of financial assets and liabilities reflects the price that would be received in transactions between market participants under current conditions. Management concluded that there are no fair value impairment losses requiring adjustments to this interim condensed consolidated financial information. In assessing the carrying values of investment properties and other non-financial assets, management has not identified any indicators of impairment requiring adjustments at the reporting date. However, future adverse developments in the geopolitical environment may result in changes to key valuation assumptions.

Management has also assessed the impact of the current situation on the Group's ability to continue as a going concern and concluded that it remains appropriate to prepare the interim condensed consolidated financial information on a going concern basis.

Given the evolving nature of the situation, the management continues to monitor developments and will assess the potential impact on the Group's financial position, financial performance and cash flows.

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