Grant Thornton
Al-Qatami, Al-Aiban & Partners

Interim condensed consolidated financial information and review report

International Financial Advisors Holding – KPSC
and Subsidiaries
Kuwait

30 June 2026 (Unaudited)

Contents

Grant Thornton
Al-Qatami, Al-Aiban & Partners

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Report on Review of Interim Condensed Consolidated Financial Information

To the Board of Directors of
International Financial Advisors Holding – KPSC
Kuwait

Introduction
We have reviewed the accompanying interim condensed consolidated statement of financial position of International Financial Advisors Holding – KPSC ("the Parent Company") and its subsidiaries ("the Group") as of 30 June 2026 and the related interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income for the three-month and six-month periods then ended and, interim condensed consolidated 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.

Emphasis of matter
We draw attention to note 16b to the interim condensed consolidated financial information which describes the Group's settlement plan for certain amounts due from related parties. Our conclusion is not qualified in respect of this matter.

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.

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
10 August 2026

Interim condensed consolidated statement of profit or loss

	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
Income					
Change in fair value of investments at FVTPL		**143,353**	146,325	**33,092**	173,439
Gain on partial disposal of an associate		**3,786,752**	-	**3,786,752**	-
Share of results of associates and joint venture	8	**927,428**	1,979,298	**2,464,609**	7,890,614
Gain on settlement of a loan from a related party		**-**	-	**-**	3,000,000
Loss on disposal of an investment property		**-**	(1,434)	**-**	(118,608)
Dividend income		**294,019**	321,407	**496,104**	321,407
Other income		**195,177**	104,236	**313,255**	179,140
		5,346,729	2,549,832	**7,093,812**	11,445,992
Expenses and other charges					
Staff costs		**(75,594)**	(48,388)	**(116,956)**	(129,290)
Other operating expenses and charges		**(458,281)**	(225,719)	**(720,183)**	(521,783)
Expected credit losses on due from related parties	16b	**(335,000)**	-	**(335,000)**	-
Impairment in value of investment in an associate		**-**	-	**-**	(125,150)
Finance costs		**(288,996)**	(119,007)	**(550,520)**	(225,079)
		(1,157,871)	(393,114)	**(1,722,659)**	(1,001,302)
Profit before taxation		**4,188,858**	2,156,718	**5,371,153**	10,444,690
Taxation		**(131,562)**	31,841	**(131,562)**	(86,305)
Profit for the period		**4,057,296**	2,188,559	**5,239,591**	10,358,385
Attributable to:					
- Shareholders of the Parent Company		**4,030,658**	2,191,871	**5,221,774**	10,318,928
- Non-controlling interests		**26,638**	(3,312)	**17,817**	39,457
Profit for the period		**4,057,296**	2,188,559	**5,239,591**	10,358,385
Basic and diluted earnings per share attributable to shareholders of the Parent Company (Fils)	5	**7.09**	3.86	**9.19**	18.15

The notes set out on pages 8 to 22 form an integral part of this interim condensed consolidated financial information.

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

	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
Profit for the period	**4,057,296**	2,188,559	**5,239,591**	10,358,385
Other comprehensive income/(loss):				
Items that will not be reclassified subsequently to consolidated statement of profit or loss:				
Net change in fair value of investments at FVTOCI	**3,904,411**	(130,280)	**297,843**	2,826,594
	3,904,411	(130,280)	**297,843**	2,826,594
Items that may be reclassified subsequently to consolidated statement of profit or loss:				
Share of other comprehensive income of associates and joint venture	**188,633**	(1,296,642)	**225,131**	(1,122,331)
Exchange differences arising on translation of foreign operations	**7,155**	(39,591)	**26,187**	(35,084)
	195,788	(1,336,233)	**251,318**	(1,157,415)
Total other comprehensive income/(loss)	**4,100,199**	(1,466,513)	**549,161**	1,669,179
Total comprehensive income for the period	**8,157,495**	722,046	**5,788,752**	12,027,564
Attributable to:				
- Shareholders of the Parent Company	**8,053,307**	726,633	**5,740,306**	11,988,507
- Non-controlling interests	**104,188**	(4,587)	**48,446**	39,057
	8,157,495	722,046	**5,788,752**	12,027,564

The notes set out on pages 8 to 22 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of financial position

	Note	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Assets				
Cash and cash equivalents	6	**5,613,191**	4,242,133	4,571,651
Assets held for sale		**-**	-	175,686
Investments at fair value through profit or loss		**5,445,447**	1,035,642	528,342
Receivables and other assets		**4,088,738**	4,251,744	6,544,159
Due from related parties	16	**17,286,404**	18,968,387	24,507,314
Investments at fair value through other comprehensive income	7	**58,170,352**	54,930,228	34,867,957
Investment properties		**5,623,418**	5,623,418	4,471,221
Investment in associates and joint venture	8	**76,392,143**	72,083,541	68,093,120
Equipment		**10,127**	11,772	13,418
Total assets		**172,629,820**	161,146,865	143,772,868
Liabilities and equity				
Liabilities				
Payables and other liabilities	9	**9,170,984**	8,654,498	8,874,541
Due to related parties	16	**215,083**	701,374	852,452
Due to bank	6	**-**	-	1,771,898
Borrowings	10	**22,232,016**	19,309,657	9,961,191
Total liabilities		**31,618,083**	28,665,529	21,460,082
Equity				
Share capital	11	**59,678,740**	54,253,400	54,253,400
Share premium	11	**9,002,224**	9,002,224	9,002,224
Treasury shares	12	**(31,316,442)**	(33,978,763)	(33,980,594)
Statutory and voluntary reserves		**39,224,746**	39,224,746	36,909,620
Fair value reserve		**35,358,931**	35,237,444	25,881,921
Foreign currency translation reserve		**(803,780)**	(1,085,231)	(1,332,149)
Reserve for financial derivatives		**9,760,109**	9,795,197	9,976,075
Retained earnings		**13,995,956**	15,498,388	16,616,808
Total equity attributable to the shareholders of the Parent Company		**134,900,484**	127,947,405	117,327,305
Non-controlling interests		**6,111,253**	4,533,931	4,985,481
Total equity		**141,011,737**	132,481,336	122,312,786
Total liabilities and equity		**172,629,820**	161,146,865	143,772,868

Saleh Saleh Al-Selmi
Chairman

The notes set out on pages 8 to 22 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of changes in equity

	Equity attributable to the shareholders of the Parent Company									Non-controlling interests	Total
	Share capital KD	Share premium KD	Treasury shares KD	Statutory and voluntary reserves KD	Fair value reserve KD	Foreign currency translation reserve KD	Reserve for financial derivatives KD	Retained earnings KD	Sub – total KD	KD	KD
Balance at 1 January 2026 (audited)	54,253,400	9,002,224	(33,978,763)	39,224,746	35,237,444	(1,085,231)	9,795,197	15,498,388	127,947,405	4,533,931	132,481,336
Issue of bonus shares (Note 15)	5,425,340	-	-	-	-	-	-	(5,425,340)	-	-	-
Purchase of treasury shares	-	-	(1,229,963)	-	-	-	-	-	(1,229,963)	-	(1,229,963)
Sale of treasury shares	-	-	3,892,284	-	-	-	-	(1,451,537)	2,440,747	(1,264,327)	1,176,420
Due to capital increase of a subsidiary	-	-	-	-	-	-	-	-	-	2,793,203	2,793,203
Other adjustments	-	-	-	-	-	-	-	1,989	1,989	-	1,989
Total transactions with owners	5,425,340	-	2,662,321	-	-	-	-	(6,874,888)	1,212,773	1,528,876	2,741,649
Profit for the period	-	-	-	-	-	-	-	5,221,774	5,221,774	17,817	5,239,591
Other comprehensive income/(loss) for the period	-	-	-	-	272,169	281,451	(35,088)	-	518,532	30,629	549,161
Total comprehensive income/(loss) for the period	-	-	-	-	272,169	281,451	(35,088)	5,221,774	5,740,306	48,446	5,788,752
Gain on sale of investments at fair value through other comprehensive income	-	-	-	-	(150,682)	-	-	150,682	-	-	-
Balance at 30 June 2026 (unaudited)	59,678,740	9,002,224	(31,316,442)	39,224,746	35,358,931	(803,780)	9,760,109	13,995,956	134,900,484	6,111,253	141,011,737

The notes set out on pages 8 to 22 form an integral part of this interim condensed consolidated financial information.

Interim condensed consolidated statement of changes in equity (continued)

	Equity attributable to the shareholders of the Parent Company									Non-controlling interests	Total
	Share capital KD	Share premium KD	Treasury shares KD	Statutory and voluntary reserves KD	Fair value reserve KD	Foreign currency translation reserve KD	Reserve for financial derivatives KD	Retained earnings KD	Sub – total KD	KD	KD
Balance at 1 January 2025 (audited)	48,011,859	9,002,224	(33,980,594)	36,909,620	23,056,180	(1,227,125)	11,027,213	12,539,965	105,339,342	4,946,424	110,285,766
Issue of bonus shares (Note 15)	6,241,541	-	-	-	-	-	-	(6,241,541)	-	-	-
Other adjustments	-	-	-	-	-	-	-	(544)	(544)	-	(544)
Total transactions with owners	6,241,541	-	-	-	-	-	-	(6,242,085)	(544)	-	(544)
Profit for the period	-	-	-	-	-	-	-	10,318,928	10,318,928	39,457	10,358,385
Other comprehensive income/(loss) for the period	-	-	-	-	2,825,741	(105,024)	(1,051,138)	-	1,669,579	(400)	1,669,179
Total comprehensive income/(loss) for the period	-	-	-	-	2,825,741	(105,024)	(1,051,138)	10,318,928	11,988,507	39,057	12,027,564
Balance at 30 June 2025 (unaudited)	54,253,400	9,002,224	(33,980,594)	36,909,620	25,881,921	(1,332,149)	9,976,075	16,616,808	117,327,305	4,985,481	122,312,786

The notes set out on pages 8 to 22 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 before taxation		**5,371,153**	10,444,690
Adjustments:			
Share of results of associates and joint venture	8	**(2,464,609)**	(7,890,614)
Gain on partial disposal of an associate		**(3,786,752)**	-
Expected credit losses on due from related parties	16b	**335,000**	-
Gain on settlement of a loan from a related party		**-**	(3,000,000)
Loss on disposal of equipment		**-**	2,161
Impairment in value of investments in an associate		**-**	125,150
Loss on disposal of investment properties		**-**	118,608
Dividend income from FVTOCI		**(496,104)**	(321,407)
Finance costs		**550,520**	225,079
Depreciation		**1,645**	1,988
		(489,147)	(294,345)
Changes in operating assets and liabilities:			
Investments at FVTPL		**(33,092)**	(173,439)
Receivables and other assets		**163,006**	(2,889,127)
Due from related parties		**1,346,983**	(1,250,388)
Payables and other liabilities		**384,922**	673,001
Due to related parties		**(486,291)**	(40,326)
Net cash from/(used in) operating activities		**886,381**	(3,974,624)
INVESTING ACTIVITIES			
Dividend income received from investments at FVTOCI		**496,104**	321,407
Additions to investments at FVTOCI		**(2,884,190)**	(302,998)
Additions to investment in associates		**(3,910,909)**	-
Additions to investment at fair value through profit or loss		**(4,376,713)**	-
Proceeds from partial disposal of an associate		**6,073,843**	-
Investment in long term deposits		**(690,000)**	-
Proceeds from disposal of equipment		**-**	2,000
Disposal of assets held for sale		**-**	1,858,646
Net cash (used in)/from investing activities		**(5,291,865)**	1,879,055
FINANCING ACTIVITIES			
Proceeds from non-controlling interests on capital increase in subsidiary		**2,793,203**	-
Purchase of treasury shares		**(1,229,963)**	-
Proceeds from sale of treasury shares		**1,176,420**	-
Proceeds from borrowings		**2,922,359**	2,750,000
Settlement of borrowings		**-**	(5,534,583)
Finance costs paid		**(550,520)**	(225,079)
Net cash from/(used in) financing activities		**5,111,499**	(3,009,662)
Net increase/(decrease) in cash and cash equivalents		**706,015**	(5,105,231)
Foreign currency adjustment		**(24,957)**	(44,240)
Cash and cash equivalents at beginning of the period	6	**1,218,133**	5,560,224
Cash and cash equivalents at end of the period	6	**1,899,191**	410,753

The notes set out on pages 8 to 22 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

International Financial Advisors Holding – KPSC ("the Parent Company") is a Kuwaiti Public Shareholding Company incorporated on 31 January 1974 under the Commercial Companies Law No. 15 of 1960 and amendments thereto. The Parent Company is listed on Boursa Kuwait and Dubai Financial Market.

The Securities Activities Licence issued by the Capital Markets Authority ("CMA") expired on 29 June 2018 under which the Parent Company carried out certain investment activities. Management did not renew the licence. Accordingly, the CMA notified the Parent Company on 6 May 2018 that it is no longer considered a licenced entity under the CMA regulations. Consequently, the Parent Company is currently in the process of disposing the portfolios under management (Note 18).

The objectives of the Parent Company are as follows:

- Management of the Parent Company's subsidiaries or participation in management of other companies in which it holds ownership stakes and providing the necessary support thereto.
- Investing funds by way of trading in shares, bonds and other financial securities
- Acquisition of properties and movables necessary to carry out the business activities as allowable by the law.
- Financing and extending loans to investee companies and providing guarantees for third parties, provided that the share of the holding company in the investee company is not less than 20%.
- Acquisition of industrial rights and related intellectual properties or any other industrial trademarks or royalties and any other property related thereto, and renting such properties to the subsidiary companies and others whether inside Kuwait or abroad.
- Using cash surplus to invest in financial portfolios/funds managed by specialised parties.
- The Company conducts its business in accordance with Islamic Sharia and must adhere to the provisions of Islamic Sharia in all its transactions. The Company is bound in the practice of its business by the teachings and provisions of the tolerant Islamic Sharia, and under no circumstances may any of the aforementioned objectives be interpreted as permitting the Company to engage, directly or indirectly, in any usurious activities, whether in the form of interest or any other form.

The Parent Company has the right to carry out its activities inside Kuwait or abroad whether directly or through power of attorney.

The Parent Company is authorized to have interest in or participate with any party or institution carrying out similar activities or those parties who will assist the company in achieving its objectives whether in Kuwait or abroad. The Parent Company has the right to establish, participate in or acquire such institutions.

The Group comprises the Parent Company and its subsidiaries.

The address of the Parent Company's registered office is PO Box 4694, Safat 13047, 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 10 August 2026.

2 Basis of preparation and presentation

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".

Notes to the interim condensed consolidated financial information (continued)

2 Basis of preparation and presentation (continued)

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.

Operating results for the three-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 its related disclosures for the year ended 31 December 2025.

3 Changes in accounting policies

The accounting polices 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 new amendments or standards 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 change and are required to apply the amendments retrospective without restating prior periods to reflect the application of the amendments, but may do so if, and only if, it is possible to do so without the use of hindsight.

- 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 derecognized 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.

Notes to the interim condensed consolidated financial information (continued)

3 Changes in accounting policies (continued)

3.1 New and amended IFRS Accounting Standards adopted by the Group (continued)

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.

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 attributable to the shareholders of the Parent Company

Basic and diluted earnings per share attributable to the shareholders of the Parent Company is calculated by dividing the profit for the period attributable to the shareholders of the Parent Company by the weighted average number of shares outstanding during the period excluding treasury shares.

	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 attributable to the shareholders of the Parent Company (KD)	**4,030,658**	2,191,871	**5,221,774**	10,318,928
Weighted average number of shares outstanding during the period (shares)	**568,431,108**	568,449,388	**568,201,079**	568,449,388
Basic and diluted earnings per share attributable to the shareholders of the Parent Company (Fils)	**7.09**	3.86	**9.19**	18.15

The basic and diluted earnings per share reported during the previous period for the three-month and six-month periods ended 30 June 2025 were 4.24 Fils and 19.97 Fils respectively, before retroactive adjustments relating to bonus share issue (Note 15).

Notes to the interim condensed consolidated financial information (continued)

6 Cash and cash equivalents

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Cash and bank balances	**1,626,411**	923,116	2,527,651
Cash in portfolio	**272,780**	295,017	-
Term deposits	**3,714,000**	3,024,000	2,044,000
Cash and cash equivalents as per consolidated statement of financial position	**5,613,191**	4,242,133	4,571,651
Less: due to bank	**-**	-	(1,771,898)
Less: restricted balance	**-**	-	(345,000)
Less: deposits maturing after more than three months	**(3,714,000)**	(3,024,000)	(2,044,000)
Cash and cash equivalents as per interim condensed consolidated statement of cash flows	**1,899,191**	1,218,133	410,753

7 Investments at fair value through other comprehensive income

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Local quoted securities	**43,409,686**	41,251,916	31,604,879
Foreign quoted securities	**5,603**	5,878	5,558
Local unquoted securities	**343,453**	6	293,006
Foreign unquoted securities	**2,981,328**	2,981,328	2,961,049
Managed funds	**11,430,282**	10,691,100	3,465
	58,170,352	54,930,228	34,867,957

Investments at fair value through other comprehensive income aggregating to KD33,530,663 (31 December 2025: KD29,957,696 and 30 June 2025: KD31,582,693) are pledged against borrowing facilities of the Group (Note 10).

8 Investment in associates and joint venture

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Investment in associates (Note 8.1)	**43,923,403**	40,938,675	38,191,423
Investment in joint venture (Note 8.2)	**32,468,740**	31,144,866	29,901,697
	76,392,143	72,083,541	68,093,120

Notes to the interim condensed consolidated financial information (continued)

8 Investment in associates and joint venture (continued)

8.1 Investment in associates

The movement in associates during the period/year is as follows:

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Carrying value at the beginning of the period/year	**40,938,675**	33,813,391	33,813,391
Addition (a)	**3,910,909**	19,000	-
Disposal (b)	**(2,287,091)**	-	-
Reclassification from FVTOCI to investment in associates	-	293,000	-
Reclassification from subsidiary to an associate	-	884,419	-
Share of results	**1,105,647**	8,118,858	6,432,715
Share of other comprehensive income/(loss)	**255,263**	315,825	(70,887)
Impairment in value of investment in an associate	-	(125,150)	(125,150)
Transferred to assets held for sale	-	(1,858,646)	(1,858,646)
Adjustment due to deconsolidation of a subsidiary	-	(522,022)	-
	43,923,403	40,938,675	38,191,423

a) During the period, the subsidiary purchased 4,450,000 shares (representing 1.22%) in IFA Hotels and Resorts Company – KPSC for a consideration of KD3,910,909.

b) During the period, the Group disposed 7,205,312 shares (representing 1.98%) of IFA Hotels and Resorts Company – KPSC resulting a gain of KD3,786,752. At the reporting date the Group ownership in IFA Hotels and Resorts Company – KPSC stood at 42.30%.

c) Investment in associates amounting to KD7,358,063 (31 December 2025: KD9,715,500 and 30 June 2025: KD36,861,316) is pledged against Group's borrowings (Note 10).

8.2 Investment in joint venture

The movement of the investment in joint venture is as follows:

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Carrying value at the beginning of the period/year	**31,144,866**	29,494,936	29,494,936
Share of results	**1,358,962**	2,881,946	1,457,899
Share of other comprehensive loss	**(35,088)**	(1,232,016)	(1,051,138)
	32,468,740	31,144,866	29,901,697

a) Investment in joint venture is pledged against the borrowing facilities obtained to finance the underlying project (Note 13b).

Notes to the interim condensed consolidated financial information (continued)

9 Payables and other liabilities

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Financial liabilities:			
Accounts payable and accruals	**850,107**	877,775	730,159
Dividend payable	**-**	-	7,842
Provisions for taxation	**4,027,451**	3,895,890	3,974,158
Provision for employees' end of service benefits and leave	**543,379**	506,108	499,823
Due to policyholders	**71,617**	-	73,670
Other liabilities	**338,966**	388,964	340,370
Total financial liabilities	**5,831,520**	5,668,737	5,626,022
Non-financial liabilities:			
Policyholders' deficit reserve	**3,339,464**	2,985,761	3,248,519
	9,170,984	8,654,498	8,874,541

10 Borrowings

The Group's borrowings are denominated in the following currencies:

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Murabaha facilities obtained from a local financial institution			
- Denominated in Kuwaiti Dinar (Note 10.1)	**13,083,465**	10,758,457	9,961,191
- Denominated in US Dollar (Note 10.2)	**8,551,200**	8,551,200	-
- Denominated in Euro (Note 10.3)	**597,351**	-	-
	22,232,016	19,309,657	9,961,191

The details of loan balances and bank facilities of the Group are as follows:

10.1 a) During 2025, the Group restructured a Murabaha facility obtained from a local Islamic bank. The restructured facility has a total limit of KD11,461,381 and carries a profit rate of 1.65% above the discount rate of the Central Bank of Kuwait. As at the reporting date, the utilized amount of the facility is KD11,083,465.

The facility is repayable in two components. An amount of KD2,800,000 shall be settled in four instalments commencing on 1 July 2026, with the final instalment due no later than 1 July 2030. The remaining balance of KD4,500,000 is repayable in full on 1 October 2027.

b) During the period, the Group entered into a credit financing agreement with a local Islamic bank for an amount of KD2,000,000 to finance additional investments. The financing carries a profit rate of 1.75% above the Central Bank of Kuwait rate and matures on 2 January 2027.

Notes to the interim condensed consolidated financial information (continued)

10 Borrowings (continued)

10.2 During 2025, the Group entered into a Murabaha financing arrangement with a local bank, with a total facility limit of USD28,000,000 (equivalent to KD8,603,000). The facility carries a profit rate of 1.5% per annum over the three-month Term Secured Overnight Financing Rate (T.SOFR), payable on a quarterly basis. The facility is valid for a period of five years from the date of inception.

Repayment terms include the settlement of 0.25% per annum of the utilized principal amount through equal quarterly instalments, commencing three months after the date of first drawdown. The remaining balance of the facility is payable in full upon expiry of the facility term.

10.3 During the period, the Group entered into a Murabaha financing arrangement with a local bank, with a total facility limit of EUR1,660,000 (equivalent to KD597,351). The facility carries a profit rate of 7% per annum, payable on 31 December 2029.

10.4 The loan denominated in the US Dollar was obtained from Al-Nozha Al-Dawliya Real Estate Company WLL ("Al Nozha"), a related party, carrying annual interest rate of 1.5%. The loan was repayable in four annual equivalent instalments of USD3,275,000 (equivalent to KD999,203) beginning 31 March 2021 and ending on 31 March 2024, with final instalment of USD52,400,000 (equivalent to KD15,987,240) to be repaid on 31 March 2025.

On 3 September 2024, the Group restructured its loan with Al Nuzha, converting the original USD denominated loan to a KD denominated obligation. The net settlement arrangement of KD20,521,898 comprise of principal of KD19,984,050, accrued interest of KD991,348 net of amount due from Al Nozha amounting to KD453,500.

According to the settlement agreement, the Group paid an initial down payment of KD12,000,000 on 3 September 2024. The remaining balance was scheduled for payment within nine months from the agreement date without interest to be charged on the outstanding amount. However, as per the agreement, if the Group paid an amount of KD17,521,898 before 31 March 2025, and it was qualified for a discount on the remaining balance. Accordingly, the Group paid an amount of KD5,521,898 before 31 March 2025 and received the discount of KD3,000,000, which was recognised as gain on settlement of a loan from a related party in the consolidated statements of profit or loss during the previous year.

11 Share capital and share premium

	Authorised	Issued	Paid up
30 June 2026			
Shares of 100 Fils each	**596,787,404**	**596,787,404**	**596,787,404**
31 December 2025			
Shares of 100 Fils each	542,534,004	542,534,004	542,534,004
30 June 2025			
Shares of 100 Fils each	542,534,004	542,534,004	542,534,004

Notes to the interim condensed consolidated financial information (continued)

11 Share capital and share premium (continued)

The Extra-Ordinary General Assembly of the shareholders held on 11 May 2026 approved to increase the Parent Company's authorised capital from KD54,253,400 to KD59,678,740 and to amend the article 6 of the Parent Company's Memorandum of Incorporation and article 5 of the Parent Company's Article of Association to be as follows "the Company's authorised, issued and paid up share capital amounts to KD59,678,740 distributed on 596,787,404 shares of 100 Fils each and all shares are in cash".

Following the shareholders' approval in the extraordinary general assembly (Note 15), the amendment was registered in the commercial register on 25 May 2026.

The share premium comprises of 180,044,470 shares of 50 Fils each issued in 2nd quarter of 2024. Share premium is not available for distribution.

12 Treasury shares

	30 June 2026 (Unaudited)	31 December 2025 (Audited)	30 June 2025 (Unaudited)
Number of treasury shares (shares)	**28,321,132**	25,746,484	25,761,834
Percentage of treasury shares to paid up capital (%)	**4.75**	4.75	4.75
Cost (KD)	**31,316,442**	33,978,763	33,980,594
Market Value (KD)	**10,365,534**	11,946,369	11,464,016

13 Capital commitments and contingent liabilities

(a) The Group has the following commitments:

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Group capital commitments:			
Commitments towards investments	**-**	-	8,389,850
Group's share of associates' commitments:			
Finance guarantees	**2,051**	2,157	2,180
Group's share of joint venture's commitments			
Group's share of engineering, procurement and construction agreement of a plant in an underlying project of a joint venture	**17,106,342**	17,106,342	25,506,050
Group's share of future land lease payments in an underlying project of a joint venture	**3,853,333**	3,853,333	4,013,333

(b) The Group has the following contingent liabilities:

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Contingent liabilities			
Corporate guarantee of borrowings by a joint venture (Note 8.2a)	**9,804,594**	9,804,594	9,804,594
Group's share of guarantee provided by a joint venture	**17,928,723**	18,403,884	18,403,884

Notes to the interim condensed consolidated financial information (continued)

14 Segmental analysis

The Group's activities are concentrated in three main segments: treasury and investments, real estate and others. The segments' results are reported to the higher management in the Group. In addition, the segments revenue, assets are reported based on the geographic locations which the Group operates in. The following is the segments information, which conforms with the internal reporting presented to management.

	Treasury and Investments KD	Real Estate KD	Others KD	Total KD
30 June 2026 (Unaudited)				
Segment income	**6,780,558**	**-**	**313,254**	**7,093,812**
Profit/(loss) before taxation	**6,230,038**	**-**	**(858,885)**	**5,371,153**
Finance costs				**550,520**
Taxation				**146,637**
Total segmental assets	**145,621,133**	**5,633,545**	**-**	**151,254,678**
Total segmental liabilities	**(22,232,016)**	**-**	**-**	**(22,232,016)**
Net segmental assets	**123,389,117**	**5,633,545**	**-**	**129,022,662**
Unallocated assets				**21,375,142**
Unallocated liabilities				**(9,386,067)**
Net assets				**141,011,737**

	Treasury and Investments KD	Real Estate KD	Others KD	Total KD
30 June 2025 (Unaudited)				
Segment income	8,385,460	(118,608)	3,179,140	11,445,992
Profit before taxation	8,035,231	(118,608)	2,528,067	10,444,690
Finance costs				225,079
Taxation				86,305
Total segmental assets	108,061,069	4,660,325	-	112,721,394
Total segmental liabilities	(9,961,191)	-	-	(9,961,191)
Net segmental assets	98,099,878	4,660,325	-	102,760,203
Unallocated assets				31,051,474
Unallocated liabilities				(11,498,891)
Net assets				122,312,786

Notes to the interim condensed consolidated financial information (continued)

15 General assembly of shareholders

Annual General Assembly
The Annual General Assembly of the shareholders held on 11 May 2026 approved the consolidated financial statements of the Group for the year ended 31 December 2025 and the board of directors' proposal to issue 10% bonus shares from KD54,253,400 to KD59,678,740.

Extra-ordinary General Assembly
The Extra-Ordinary General Assembly of the shareholders held on 11 May 2026 approved to increase the Parent Company's authorised capital from KD54,253,400 to KD59,678,740 and to amend the article 6 of the Parent Company's Memorandum of Incorporation and article 5 of the Parent Company's Article of Association to be as follows "the Company's authorised, issued and paid up share capital amounts to KD59,678,740 distributed on 596,787,404 shares of 100 Fils each and all shares are in cash".

16 Related party balances and transactions

Related parties represent major shareholders, directors, key management personnel of the Group and their close family members, 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 balances and transactions between the Group and other related parties are disclosed below.

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Balances included in the interim condensed consolidated statement of financial position:			
Due from related parties			
- Due from associates and its subsidiaries (net of ECL provision) (b)	**16,740,618**	17,720,774	21,747,134
- Due from other related parties	**545,786**	1,247,613	2,760,180
	17,286,404	18,968,387	24,507,314
Due to related parties (c and d)			
- Due to other related parties	**215,083**	701,374	852,452
Receivables and other assets	**164,611**	164,611	164,611

Notes to the interim condensed consolidated financial information (continued)

16 Related party balances and transactions (continued)

	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
Transactions included in interim condensed consolidated statement of profit or loss:				
Gain on settlement of loan from a related party	**-**	-	**-**	3,000,000
Dividend income	**-**	321,407	**-**	321,407
Finance costs	**-**	(5,075)	**(5,075)**	(10,206)
Other operating expenses and charges	**(19,250)**	(19,250)	**(38,500)**	(38,500)
Expected credit losses on due from related parties	**(335,000)**	-	**(335,000)**	-
Key management compensation of the Group				
Short-term and long-term employee benefits	**48,998**	47,190	**115,330**	125,503

a) Due from related parties are non-interest bearing and have no specific repayment terms.

b) During the period, the associate and its subsidiaries have settled an amount of KD3,375,000 of the outstanding balance as of 31 December 2025 and thereafter the Board of Directors of IFA Hotels and Resorts KPSC had approved and submitted a proposal to fully settle its and its subsidiaries outstanding balance due to the Group, amounting to KD16,114,207 (gross) through an in-kind settlement by transferring ownership interests in one of its local subsidiaries ("subsidiary"). The Board of Directors of the Parent Company had reviewed and approved this proposal earlier. However, subsequent to the reporting date on 5 August 2026, the Board of Directors of IFAHR approved and submitted proposals to fully settle the outstanding balance by transferring equity interest of one of its foreign subsidiaries, as an additional option to the original proposal. The value of the equity interests is to be determined based on a fair valuation of the local and foreign subsidiaries being performed by an independent specialized firm. The revised proposal is subject to the approval of the board of directors of the Parent Company.

As of the date of approval of these interim condensed consolidated financial information, completion of legal and regulatory formalities and the fair valuation of the local and foreign subsidiaries are in progress. Accordingly, management expects to complete the formalities in the next few months, however the final value of the settlement and the related ownership stakes in the subsidiaries are unknown and cannot be quantified at present.

During the previous year, the Group recognized an expected credit loss provision of KD2,144,287 on amounts due from IFA Hotels and Resorts KPSC in accordance with IFRS 9 Financial Instruments. Based on the ongoing settlement plans, the group's management has updated its expected credit loss assessment at the reporting period and recognized an additional provision of KD335,000 as of the reporting date. The provision reflects management's best estimate of the recoverable amount, taking into account the proposed in-kind settlement. Any differences between the estimated and final fair value of the transferred interests may result in adjustment to the carrying amount of the receivable and related impairment in future periods.

Notes to the interim condensed consolidated financial information (continued)

16 Related party balances and transactions (continued)

c) During the period, the Group settled a balance amounting to KD433,284 (31 December 2025: KD433,284 and 30 June 2025: KD433,284) which carried interest at 4.75% (31 December 2025: 4.75% and 30 June 2025: 4.75%) per annum through a settlement arrangement with one of the Group's related parties. The remaining balances KD215,083 (31 December 2025: KD268,090 and 30 June 2025: KD419,168) are non-interest bearing and have no specific repayment terms.

d) The Group has pledged part of its equity interest in First Takaful Insurance Company – KPSC, a subsidiary, against certain due to related parties' balances.

17 Fair value measurement

17.1 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).

17.2 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 may also be categorized as follows:

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Financial assets:			
At amortised cost:			
- Cash and cash equivalents	**5,613,191**	4,242,133	4,571,651
- Receivables and other assets	**176,122**	703,548	183,667
- Due from related parties	**17,286,404**	18,968,387	24,507,314
At fair value:			
- Investments at fair value through profit or loss	**5,445,447**	1,035,642	528,342
- Investments at fair value through other comprehensive income	**58,170,352**	54,930,228	34,867,957
	86,691,516	79,879,938	64,658,931

Notes to the interim condensed consolidated financial information (continued)

17 Fair value measurement (continued)

17.2 Fair value measurement of financial instruments (continued)

	30 June 2026 (Unaudited) KD	31 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Financial liabilities:			
At amortised costs:			
- Due to bank	-	-	1,771,898
- Payables and other liabilities (Note 9)	**5,831,520**	5,668,737	5,626,022
- Due to related parties	**215,083**	701,374	852,452
- Borrowings	**22,232,016**	19,309,657	9,961,191
	28,278,619	25,679,768	18,211,563

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

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

The financial assets and liabilities 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 KD	Level 2 KD	Level 3 KD	Total KD
30 June 2026 (unaudited)				
Investments at FVTPL				
Investments held for trading:				
Local quoted securities	**5,007,305**	-	-	**5,007,305**
Local unquoted securities	-	-	**438,142**	**438,142**
Investments at FVTOCI				
Local quoted securities	**43,409,686**	-	-	**43,409,686**
Foreign quoted securities	**5,603**	-	-	**5,603**
Managed funds	-	**11,430,282**	-	**11,430,282**
Local unquoted securities	-	-	**343,453**	**343,453**
Foreign unquoted securities	-	-	**2,981,328**	**2,981,328**
	48,422,594	**11,430,282**	**3,762,923**	**63,615,799**
31 December 2025 (audited)				
Investments at FVTPL				
Investments held for trading:				
Local quoted securities	841,298	-	-	841,298
Local unquoted securities	-	-	194,344	194,344
Investments at FVTOCI				
Local quoted securities	41,251,916	-	-	41,251,916
Foreign quoted securities	5,878	-	-	5,878
Managed funds	-	10,691,100	-	10,691,100
Local unquoted securities	-	-	6	6
Foreign unquoted securities	-	-	2,981,328	2,981,328
	42,099,092	10,691,100	3,175,678	55,965,870

Notes to the interim condensed consolidated financial information (continued)

17 Fair value measurement (continued)

17.2 Fair value measurement of financial instruments (continued)

	Level 1 KD	Level 2 KD	Level 3 KD	Total KD
30 June 2025 (unaudited)				
Investments at FVTPL				
Investments held for trading:				
Local quoted securities	242,744	-	-	242,744
Local unquoted securities	-	-	285,598	285,598
Investments at FVTOCI				
Local quoted securities	31,604,879	-	-	31,604,879
Foreign quoted securities	5,558	-	-	5,558
Managed funds	-	-	293,006	293,006
Local unquoted securities	-	-	2,961,049	2,961,049
Foreign unquoted securities	-	3,465	-	3,465
	31,853,181	3,465	3,539,653	35,396,299

There have been no significant transfers between levels 1 and 2 during the reporting period.

Measurement at fair value

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

Level 3 fair value measurements

The Group's financial assets and liabilities classified in level 3 uses valuation techniques based on significant 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 December 2025 (Audited) KD	30 June 2025 (Unaudited) KD
Investments at FVTPL			
Opening balance	**194,344**	146,674	146,674
Gain recognised in:			
- Consolidated statement of profit or loss	**243,798**	47,670	138,924
Balance at end of the period/year	**438,142**	194,344	285,598
Investments at FVTOCI			
Opening balance	**2,981,334**	2,961,051	2,961,051
Additions	**343,447**	-	293,004
Gains recognised in:			
- Consolidated statement of profit or loss and other comprehensive income	**-**	20,283	-
Balance at end of the period/year	**3,324,781**	2,981,334	3,254,055

Notes to the interim condensed consolidated financial information (continued)

18 Fiduciary accounts

The Parent Company previously managed portfolios on behalf of others, mutual funds and maintains cash balances and securities in fiduciary accounts, which were not reflected in the interim condensed consolidated statement of financial position. However, as a result of the legal status of the Parent Company changed to a holding company, it is no longer allowed to manage portfolios. The existing portfolio balance is either currently being disposed of or transferred to other entities. Assets under management at 30 June 2026 amounted to KD6,695,516 (31 December 2025: KD7,378,503 and 30 June 2025: KD5,896,350).

19 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.

However, given the evolving nature of the situation, certain estimates and judgements applied in the preparation of these interim condensed consolidated financial information may be subject to increased uncertainty. Management will continue to monitor developments and assess the potential impact, if any, on the Group's financial position, financial performance and cash flows in future reporting periods.

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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