Kuwait Hotels Company K.S.C.P. and its subsidiaries
State of Kuwait

Interim Condensed Consolidated Financial Information (Unaudited)
and Independent Auditor's Review Report
For the six months period ended 30 June 2026

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

Independent Auditor's Review Report on Interim Condensed Consolidated Financial Information

Introduction
We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Hotels Company K.S.C.P. (the "Parent Company") and its subsidiaries (together referred to as the "Group") as at 30 June 2026, and the interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the six months period then ended. The Parent Company's 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 the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard (34).

Emphasis of a matter
Without qualifying our conclusion, we draw attention to (Note 2.2) and (Note 3) to the interim condensed consolidated financial information regarding the license termination by the Ministry of Finance for the use of Chalet No. 1560, located in the Al-Dabaiya area.

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 accounts 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 of the Parent Company's Memorandum of Incorporation and Article of Association, as amended, have occurred during the six months period ended 30 June 2026, that might have had a material effect on the Parent Company's interim condensed financial position or its business.

Furthermore, based on 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, as amended, have occurred during the six months period ended 30 June 2026, that might have had a material effect on the Parent Company's interim condensed financial position or its business results.

Qais M. Al Nisf
License No. 38
BDO Al Nisf & Partners

Kuwait: 16 July 2026

Kuwait Hotels Company K.S.C.P. and its subsidiaries
State of Kuwait

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

	Notes	30 June 2026 KD	(Audited) 31 December 2025 KD	30 June 2025 KD
ASSETS				
Non-current assets				
Property and equipment		592,104	587,612	622,275
Investment properties	3	9,737,358	13,785,502	5,880,937
Financial assets at fair value through other comprehensive income		-	-	735
Debtors and other debit balances		1,449,715	-	-
		11,779,177	14,373,114	6,503,947
Current assets				
Inventories		8,547	808	5,128
Debtors and other debit balances		3,364,642	1,568,304	5,964,160
Term deposit	5	300,000	-	-
Cash and cash equivalents	6	1,190,685	957,185	1,876,346
		4,863,874	2,526,297	7,845,634
Total assets		16,643,051	16,899,411	14,349,581
EQUITY AND LIABILITIES				
EQUITY				
Share capital	12	6,352,500	5,775,000	5,775,000
Treasury shares	7	(223,952)	(223,952)	(223,952)
Statutory reserve		1,096,018	1,096,018	991,648
Voluntary reserve		693,312	693,312	588,942
Other reserve		(429,003)	(429,003)	(429,003)
Fair value reserve		-	-	1,680
Foreign currencies translation adjustments		(515,070)	(533,464)	(529,070)
Retained earnings		972,084	1,202,868	1,126,664
Equity attributable to the shareholders of the Parent Company		7,945,889	7,580,779	7,301,909
Non-controlling interests		1,116	1,132	1,153
Total equity		7,947,005	7,581,911	7,303,062
LIABILITIES				
Non-current liabilities				
Provision for end of service indemnity		516,683	496,807	466,994
		516,683	496,807	466,994
Current liabilities				
Islamic financing payables	8	5,107,500	5,107,500	3,937,500
Creditors and other credit balances		3,071,863	3,713,193	2,642,025
		8,179,363	8,820,693	6,579,525
Total liabilities		8,696,046	9,317,500	7,046,519
Total equity and liabilities		16,643,051	16,899,411	14,349,581

The accompanying notes on pages 7 to 19 form an integral part of this interim condensed consolidated financial information.

Abdulaziz Jassim Al Failakawi
Chairman

Kuwait Hotels Company K.S.C.P. and its subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Profit or Loss (Unaudited)
For the six months period ended 30 June 2026

	Notes	For the three months period ended 30 June 2026 KD	For the three months period ended 30 June 2025 KD	For the six months period ended 30 June 2026 KD	For the six months period ended 30 June 2025 KD
Income					
Revenue from contracts with customers		621,216	764,252	1,380,031	1,553,347
Management fees		170,809	251,578	606,140	760,399
Rental income		335,359	326,817	679,586	652,649
		1,127,384	1,342,647	2,665,757	2,966,395
Cost of sales		(789,042)	(945,891)	(1,881,035)	(1,874,039)
Gross profit		338,342	396,756	784,722	1,092,356
Gain on sale of property and equipment		2,800	210	2,800	210
Other income	9	89,903	57,549	162,840	115,347
		431,045	454,515	950,362	1,207,913
Expenses					
General and administrative expenses		(129,880)	(195,276)	(359,502)	(330,957)
Net loss from disposal of an investment property	3	(77,052)	-	(77,052)	-
Provision for expected credit losses		-	(14,193)	-	(21,347)
Net foreign currencies exchange differences		(16,254)	(2,734)	(6,698)	(2,915)
Finance costs		(67,870)	(57,779)	(141,875)	(101,252)
		(291,056)	(269,982)	(585,127)	(456,471)
Profit for the period before deductions		139,989	184,533	365,235	751,442
Kuwait Foundation for the Advancement of Sciences		(1,042)	(1,446)	(3,215)	(3,043)
National Labor Support Tax		(3,605)	(4,656)	(9,222)	(19,284)
Zakat		(1,226)	(1,998)	(5,763)	(8,028)
Income tax on overseas operations		227	(466)	(335)	(1,017)
Profit for the period		134,343	175,967	346,700	720,070
Attributable to:					
The Parent Company's Shareholders		134,363	175,993	346,716	720,082
Non-controlling interests		(20)	(26)	(16)	(12)
		134,343	175,967	346,700	720,070
Basic and diluted earnings per share attributable to the Shareholders of the Parent Company (fils)	10	2.16	2.84	5.59	11.60

The accompanying notes on pages 7 to 19 form an integral part of this interim condensed consolidated financial information.

Kuwait Hotels Company K.S.C.P. and its subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Profit or loss and Other Comprehensive Income (Unaudited)

For the six months period ended 30 June 2026

	For the three months period ended 30 June		For the six months period ended 30 June	
	2026	**2025**	**2026**	**2025**
	KD	KD	KD	KD
Net profit for the period	134,343	175,967	346,700	720,070
Other comprehensive income item				
Item that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss:				
Foreign currencies translation adjustments	49,244	13,944	18,394	22,007
Other comprehensive income for the period	49,244	13,944	18,394	22,007
Total comprehensive income for the period	183,587	189,911	365,094	742,077
Attributable to:				
The Parent Company's Shareholders	183,607	189,937	365,110	742,089
Non-controlling interests	(20)	(26)	(16)	(12)
	183,587	189,911	365,094	742,077

The accompanying notes on pages 7 to 19 form an integral part of this interim condensed consolidated financial information.

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

	Share capital KD	Treasury shares KD	Statutory reserve KD	Voluntary reserve KD	Other reserve KD	Fair value reserve KD	Foreign currencies translation adjustments KD	Retained earnings KD	Equity attributable to Shareholders of the Parent Company KD	Non-controlling interests KD	Total equity KD
Balance as at 1 January 2025 (audited)	5,775,000	(223,952)	991,648	588,942	(429,003)	1,680	(551,077)	406,582	6,559,820	1,165	6,560,985
Net profit for the period	-	-	-	-	-	-	-	720,082	720,082	(12)	720,070
Other comprehensive income for the period	-	-	-	-	-	-	22,007	-	22,007	-	22,007
Total comprehensive income for the period	-	-	-	-	-	-	22,007	720,082	742,089	(12)	742,077
Balance as at 30 June 2025	5,775,000	(223,952)	991,648	588,942	(429,003)	1,680	(529,070)	1,126,664	7,301,909	1,153	7,303,062
Balance as at 1 January 2026 (audited)	5,775,000	(223,952)	1,096,018	693,312	(429,003)	-	(533,464)	1,202,868	7,580,779	1,132	7,581,911
Net profit for the period	-	-	-	-	-	-	-	346,716	346,716	(16)	346,700
Other comprehensive income for the period	-	-	-	-	-	-	18,394	-	18,394	-	18,394
Total comprehensive income / (loss) for the period	-	-	-	-	-	-	18,394	346,716	365,110	(16)	365,094
Bonus shares (Note 12)	577,500	-	-	-	-	-	-	(577,500)	-	-	-
Balance as at 30 June 2026	6,352,500	(223,952)	1,096,018	693,312	(429,003)	-	(515,070)	972,084	7,945,889	1,116	7,947,005

The accompanying notes on pages 7 to 19 form an integral part of this interim condensed consolidated financial information.

Kuwait Hotels Company K.S.C.P. and its subsidiaries
State of Kuwait

Interim Condensed Consolidated Statement of Cash Flows (Unaudited)

For the six months period ended 30 June 2026

	Notes	For the six months period ended 30 June 2026 KD	2025 KD
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period before deductions		365,235	751,442
Adjustments for:			
Gain on sale of property and equipment		(2,800)	(210)
Interest income	9	(10,242)	-
Net loss from disposal of an investment property	3	77,052	-
Depreciation		81,402	82,136
Provision for expected credit losses		-	21,347
Net foreign currencies exchange differences		6,698	2,915
Finance costs		141,875	101,252
Provision for end of service indemnity		49,241	45,063
		708,461	1,003,945
Change in operating assets and liabilities			
Inventories		(7,739)	2,505
Debtors and other debit balances		168,094	(1,502,369)
Creditors and other credit balances		(133,350)	(251,074)
Cash from / (used in) operations		735,466	(746,993)
End of service indemnity paid		(29,365)	(46,589)
Kuwait Foundation for the Advancement of Sciences paid		(2,250)	-
National Labor Support Tax paid		(28,111)	-
Net cash flows from / (used in) operating activities		675,740	(793,582)
CASH FLOWS FROM INVESTING ACTIVITIES			
Paid for purchase of property and equipment		(37,750)	-
Proceeds from sale property and equipment		2,800	210
Proceeds from disposal of an investment in an associate		-	128,001
Net movement in term deposits		(300,000)	-
Interest income received		12,345	-
Net cash flows (used in) / from investing activities		(322,605)	128,211
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Murabaha payable		-	1,200,000
Net movement in restricted cash balance		-	607,550
Finance costs paid		(138,029)	(62,851)
Dividends paid		-	(6,212)
Net cash flows (used in) / from financing activities		(138,029)	1,738,487
Net increase in cash and cash equivalents		215,106	1,073,116
Effect of foreign currencies translation adjustments		18,394	22,007
Cash and cash equivalents at the beginning of the period		957,185	781,223
Cash and cash equivalents at the end of the period	6	1,190,685	1,876,346
Non-cash transaction:			
Net loss from disposal of an investment property	3	77,052	-
Disposal of an investment property	3	(4,000,000)	-
Debtors and other debit balances	4	3,422,948	-
Creditors and other credit balances	4	500,000	-

The accompanying notes on pages 7 to 19 form an integral part of this interim condensed consolidated financial information.

1. INCORPORATION AND ACTIVITIES

Kuwait Hotels Company K.S.C.P (the "Parent Company") was incorporated on 25 June 1962 in Kuwait as a Kuwaiti Shareholding Closed Company, which was amended by several amendments, the latest amendment recorded in the Commercial Registry under No. 15057 dated 12 May 2026.

In accordance with decision of the Extraordinary General Assembly Meeting held on 5 March 2026, the Parent Company's share capital increase from KD 5,775,000 to KD 6,352,500 was approved (Note 12). Such increase amounted to KD 577,500 through bonus shares of 5,775,000 shares at 100 Kuwaiti fils per share. Such shares represent the bonus shares that will be allocated to the Shareholders registered in the Parent Company's records. It was approved to change the Article No. (6) from the Article of Association to be as follows: "The Company's authorised, issued, and paid-up capital is set at KD 6,352,500, divided into 63,525,000 shares, each 100 Kuwaiti Fils per share. All shares are paid in cash". This has been registered in the Commercial Register No. 15057 dated 25 March 2026.

In accordance with the Parent Company's Shareholders' Extraordinary General Assembly Meeting held on 23 April 2026, it was approved to change the Article No. (3) of the Memorandum of Incorporation and the Memorandum of Association to add new activities. This has been registered in the Company Registry No. 15057 dated 12 May 2026.

The Parent Company is listed on the Boursa Kuwait on 29 September 1984.

The main activities for which the Parent Company is incorporated are:
- Hotel management and operation
- Management and operation of hotel apartments
- Resorts
- Buying and selling resorts
- Buying and selling land and real estate
- Managing and renting owned or rented properties
- Managing and development land and properties
- Hotels
- Restaurants
- Restaurants management
- Food services management
- Food supplies
- Catering
- General cleaning services for buildings
- Public facilities management
- Parks
- Operation of sports facilities
- Management of tourist facilities
- Marine clubs
- Activities of amusement and theme parks (Amusement theme parks)
- Amusement game activities for adults
- Recreation parks, beaches, and coasts
- Operation of transport vehicles intended for leisure (such as yacht clubs)
- Rental of leisure and pleasure equipment complementary to recreation facilities
- Operation of exhibitions and markets of an entertainment nature
- Operation and utilization of coin-operated games
- Children's amusement games
- Automobile clubs

1. INCORPORATION AND ACTIVITIES (CONTINUED)

The Parent Company is 65.54% owned by Al Masar Leasing and Investment K.S.C. (Closed) (Client Portfolio).

The Parent Company may carry on the above-mentioned activities inside State of Kuwait or abroad on its own or as an agent for other parties. The Parent Company may have an interest or in any way associate itself with other entities engaged in similar activities or that may assist the Parent Company in achieving its objectives in State of Kuwait or abroad. The Parent Company may establish, participate in, acquire these institutions, or have them affiliated to it.

The interim condensed consolidated financial information for the six months period ended 30 June 2026 includes the interim condensed financial information of the Parent Company and its subsidiaries (together referred to as "the Group") (Note 2.2).

The Parent Company's registered address is: P.O. Box 833 - Safat 13009, State of Kuwait.

This interim condensed consolidated financial information for the six months period ended 30 June 2026 were authorised for issue by the Board of Directors of the Parent Company on 16 July 2026.

2. BASIS OF PREPARATION

This interim condensed consolidated financial information is presented in Kuwaiti Dinars (KD), which is also the functional and presentation currency of the Parent Company.

The interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting". The interim condensed consolidated financial information does not include all of the information and notes required for complete annual consolidated financial statements prepared in accordance with IFRS Accounting Standards, and should be read in conjunction with the Group's last annual consolidated financial statements for the financial 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. Operating 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. For further information, refer to the consolidated financial statements and notes thereto for the financial year ended 31 December 2025.

Fundamental accounting concept
The interim condensed consolidated financial information have been prepared on a going concern basis, which assumes that the Group will be able to realise its assets and discharge its liabilities in the normal course of business. The interim condensed consolidated financial information do not include any adjustments that might arise due to uncertainty of the Group's ability to continue as a going concern.

As at 30 June 2026, the Group's current liabilities exceed the current assets by KD 3,315,489 (31 December 2025: KD 6,294,396 and 30 June 2025: Nil).

The management of the Group has been evaluating various strategies to improve the operating performance, financial position and adequacy of the Group's financial resources.

2. BASIS OF PREPARATION (CONTINUED)

2.1 Changes in material accounting policies

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

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

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 (OCI).

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

Annual Improvements to IFRS accounting Standards – Volume 11

In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS accounting standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial instruments: Disclosure and its accompanying Guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements and IAS 7 Statements of Cash Flows.

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

Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7

In December 2024, the IASB issued Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity.

The amendments apply only to contracts that reference nature-dependent electricity, and they:

- Clarify the application of the 'own-use' requirements for in-scope contracts
- Amend the designation requirements for a hedged item in a cash flow hedging relationship for in - scope contracts
- Add new disclosure requirements to enable investors to understand the effect of these contracts on a company's financial performance and cash flows.

The amendments had no impact on Group's interim condensed consolidated financial information.

2. BASIS OF PREPARATION (CONTINUED)

2.2 Basis of consolidation

This interim condensed consolidated financial information for the six months period ended 30 June 2026 includes the Parent Company and its subsidiaries.

The interim condensed financial information of the subsidiaries is consolidated on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Any intra-group balances and transactions, and any realised gains, losses, expenses, income and balances arising from intra-group transactions, are eliminated in preparing this interim condensed consolidated financial information.

The interim condensed consolidated financial information / consolidated financial statements of Kuwait Hotels Company K.S.C.P. and its subsidiaries as follows:

			Ownership (%)		
Name of subsidiary	Country of incorporation	Principal activities	30 June 2026	(Audited) 31 December 2025	30 June 2025
Directly held:					
Kuwait Catering Company K.S.C. (Closed) ("KCC")	Kuwait	Manpower supply	99.54%	99.54%	99.54%
Safat Catering Services Company K.S.C. (Closed) ("SCC") *	Kuwait	Manpower supply	99%	99%	99%
Four Corners (S.P.C.)	Kuwait	Hotel management and investment property	100%	100%	100%
Safir International Hotel Management Company E.C. ("SIHM") *	Kingdom of Bahrain	Hotel management	99.9%	99.9%	99.9%
Safir International Hotel and Resort Management L.L.C ("SIHRM Dubai")	United Arab Emirates	Hotel contract management	100%	100%	100%
Safir International Company for Public Facilities Management and General Building Cleaning Services S.P.C	Kuwait	Manpower supply	100%	100%	100%
Safir International Company for Facilities Security Services S.P.C	Kuwait	Manpower supply	100%	100%	100%
Safir International Hotel and Resort Management Company K.S.C. (Closed) * & **	Kuwait	Hotel management	95%	95%	-
Marasi Al Dabaiya Real Estate Company W.L.L * & ***	Kuwait	Investment property	99%	99%	-
Indirectly held:					
Safir Support Services Company K.S.C. (Closed) (Indirectly held through KCC) *	Kuwait	Manpower supply	99.7%	99.7%	99.7%

* The effective ownership interest of the Group in the subsidiaries is 100%. Certain shares / units attributable to certain subsidiaries have been registered under the names of other parties who hold these shares / units on behalf of and for the benefit of the Group. They have been assigned based on official power of attorneys and written representations in favour of the Group.

** During the previous year ended 31 December 2025, the Parent Company has incorporated a subsidiary "Safir International Hotel and Resort Management Company K.S.C. (Closed)".

2. BASIS OF PREPARATION (CONTINUED)

2.2 Basis of consolidation (Continued)

***On 24 December 2025, Kuwait Hotels Company K.S.C.P ("the Parent Company") Board of Directors approved to consolidate Marasi Al Dabaiya Real Estate Company W.L.L. ("the subsidiary"). The purchase of the subsidiary was against cash consideration of KD 4,000,000. In compliance with IFRS 3 "Business Combinations", the Group had carried out the one time "Purchase Price Allocation" ("PPA") which resulted in recognition of an investment property by an amount of KD 4,000,000 (Note 3).

On 25 May 2026, an agreement was signed to transfer the ownership of Marasi Al Dabaiya Real Estate Company W.L.L. ("Subsidiary") back to Al-Riyada Finance and Investment Company K.S.C.C. (a related party), following the withdrawal by the Ministry of Finance of Plot No. 1560 located in Al-Dabaiya area (Note 3). Under this agreement, Al-Riyada Finance and Investment K.S.C.C. is committed to pay an amount of KD 3,500,000 to Kuwait Hotels Company K.S.C.P. over 8 quarterly instalments, commencing from the due date of the first instalment, in addition to waiving its receivable amount of KD 500,000 (Note 4). The Subsidiary's ownership transfer procedures is still under process till the reporting date.

The interim condensed consolidated financial information of the subsidiaries was consolidated through interim condensed consolidated financial information prepared by the management as at 30 June 2026.

2.3 Associates

The Group through its subsidiary "Safir International Hotel Management Company E.C" owns 50% shares in "Abu Nawas for Tourism and Services" a company registered in Tunisia. The Group has fully impaired its investment in its associate.

3. INVESTMENT PROPERTIES

	Buildings on leasehold Land	Building under construction	Right of use	Land	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD	KD	KD	KD	KD
Cost							
Balance as at the beginning of the period / year / period	2,418,273	3,950,000	4,000,000	4,850,000	15,218,273	7,265,438	7,265,438
Additions	-	-	-	-	-	3,952,835	-
Additions through business combination (Note 2.2)	-	-	-	-	-	4,000,000	-
Disposals *	-	-	(4,000,000)	-	(4,000,000)	-	-
Balance as at the end of the period / year / period	2,418,273	3,950,000	-	4,850,000	11,218,273	15,218,273	7,265,438
Accumulated depreciation							
Balance as at the beginning of the period / year / period	1,432,771	-	-	-	1,432,771	1,336,452	1,336,452
Charge for the period / year / period	48,144	-	-	-	48,144	96,319	48,049
Balance as at the end of the period / year / period	1,480,915	-	-	-	1,480,915	1,432,771	1,384,501
Net book value							
Balance as at the end of the period / year / period	937,358	3,950,000	-	4,850,000	9,737,358	13,785,502	5,880,937

As at 30 June 2026, the Group has building under construction in Sharq area with an amount of KD 3,950,000 against an Ijara payable granted by a local Islamic Financial Institution (Note 8) (31 December 2025: KD 3,950,000 and 30 June 2025: Nil).

As at 30 June 2026, the Group has a land in Al Farwaniya Governance with an amount of KD 4,850,000 against an Ijara payable granted by a local Islamic Financial Institution (Note 8) (31 December 2025: KD 4,850,000 and 30 June 2025: KD 4,850,000).

* On 7 April 2026, the Ministry of Finance has terminated the license of the use of the right of use recorded by KD 4,000,000 located in Al-Dabaiya area.

On 25 May 2026, the Parent Company and Al-Riyada Finance and Investment Company K.S.C.C. (a related party) have signed an agreement (Note 2.2), that resulted in the Group's recognition of due from the related party by an amount of KD 3,422,948, written off due to the related party by KD 500,000 (Note 4) against disposal of the investment property by KD 4,000,000, which resulted in a net loss from disposal of an investment property by KD 77,052 that had been recognised in the interim condensed consolidated statement of profit or loss for the financial period ended 30 June 2026.

4. RELATED PARTIES' DISCLOSURES

Related parties represent major Shareholders, directors and senior management personnel of the Group, and Companies controlled, or significantly influenced by such parties. The pricing policies and conditions for these transactions are approved by the Group's management. The significant related parties' balances and transactions are as follows:

Balances included in the interim condensed consolidated statement of financial position / consolidated statement of financial position.

	Under common control	Shareholder	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD	KD	KD
Debtors and other debit balances - advance payment to purchase investment	-	-	-	-	3,250,000
Debtors and other debit balances - due from a related party *	-	3,172,948	3,172,948	-	-
Debtors and other debit balances - other debit balances	600	-	600	600	6,992
	600	3,172,948	3,173,548	600	3,256,992
Creditors and other credit balances *	4,815	-	4,815	506,450	9,000

* Due from a related party represent in the present value of the amount due from Al-Riyada Finance and Investment Company K.S.C.C. (Shareholder), as a result of the signed agreement on 25 May 2026 (Note 2.2). During the period ended 30 June 2026, an amount of KD 250,000 was collected. Moreover, the related party has waived its rights in the amount of KD 500,000 (Note 3).

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

		For the three months period ended 30 June		For the six months period ended 30 June	
	Under common control	2026	2025	2026	2025
	KD	KD	KD	KD	KD
Revenue from contracts with customers	3,600	1,800	-	3,600	-
Administrative expenses	11,025	5,445	4,500	11,025	9,000

Key management personnel:

	For the three months period ended 30 June		For the six months period ended 30 June	
	2026	2025	2026	2025
	KD	KD	KD	KD
Salaries and short-term benefits	28,087	40,180	56,174	80,360
End of service benefits	2,458	3,529	4,916	7,058
	30,545	43,709	61,090	87,418

5. TERM DEPOSIT

The term deposit represents a wakala deposit placed with a local Islamic Bank, which carries an effective profit rate of 3.75% (31 December 2025: Nil and 30 June 2025: Nil) per annum.

6. CASH AND CASH EQUIVALENTS

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Bank balances and cash on hand	1,056,863	784,756	1,892,524
Short term deposits *	150,000	188,607	-
Provision for expected credit losses	(16,178)	(16,178)	(16,178)
	1,190,685	957,185	1,876,346

* The short term deposit represent in a Kuwait Dinar denominated term deposit with a local Islamic Bank which carries an effective interest rate of 3.5% (31 December 2025: Nil and 30 June 2025: Nil) and in an Egyptian Pound denominated term deposit with a foreign bank with carries an effective interest rate of Nil (31 December 2025: 14% and 30 June 2025: Nil). This term deposits have maturityof less than three months from the placement date.

7. TREASURY SHARES

	30 June 2026	(Audited) 31 December 2025	30 June 2025
Number of shares (share)	1,448,370	1,316,700	1,316,700
Percentage to paid up shares (%)	2.28%	2.28%	2.33%
Market value (KD)	250,568	342,342	316,008
Cost (KD)	223,952	223,952	223,952

8. ISLAMIC FINANCING PAYABLES

	30 June 2026		
	Murabaha	Ijara	Total
	KD	KD	KD
Total amount	-	5,292,115	5,292,115
Less: deferred profit	-	(184,615)	(184,615)
	-	5,107,500	5,107,500

	31 December 2025 (Audited)		
	Murabaha	Ijara	Total
	KD	KD	KD
Total amount	-	5,277,407	5,277,407
Less: deferred profit	-	(169,907)	(169,907)
	-	5,107,500	5,107,500

8. ISLAMIC FINANCING PAYABLES (CONTINUED)

	30 June 2025		
	Murabaha	**Ijara**	**Total**
	KD	KD	KD
Total amount	1,211,836	2,873,400	4,085,236
Less: deferred profit	(11,836)	(135,900)	(147,736)
	1,200,000	2,737,500	3,937,500

Murabaha payables

On 9 March 2025, Murabaha payable by an amount of KD 1,200,000 is granted by a local Islamic Financial Institution at profit rate of 5.72% per annum and it is due within one year. During the previous year ended 31 December 2025, the balance was fully settled.

Ijara payables

Ijara payables by an amount of KD 2,370,000 is granted by a local Islamic Financial Institution to finance the purchase of an investment property in Sharq area (Note 3) and are repayable on quarterly instalments over one year. The effective profit rate of this borrowing is 1.625% per annum above Central Bank of Kuwait discount rate and it is due within one year.

Ijara balance is secured by an investment property amounting KD 3,950,000 (Note 3).

Ijara payable by an amount of KD 2,737,500 is granted by a local Islamic Financial Institution to finance the purchase of an investment property in Al Farwaniya Governance (Note 3) and are repayable on quarterly instalments over one year. The effective profit rate of this borrowing is 2% per annum above Central Bank of Kuwait discount rate and it is due within one year.

Ijara balance is secured by an investment property amounting KD 4,850,000 (Note 3).

The fair value of Islamic financing payables approximates its carrying value as at the date of the interim condensed consolidated financial information and is due within one year.

9. OTHER INCOME

	For the three months period ended 30 June		For the six months period ended 30 June	
	2026	**2025**	**2026**	**2025**
	KD	KD	KD	KD
Cleaning and maintenance services	59,205	50,587	117,978	102,272
Chalet transfer charges	20,000	5,000	25,000	5,000
Interest income	6,009	-	10,242	-
Miscellaneous income	4,689	1,962	9,620	8,075
	89,903	57,549	162,840	115,347

10. BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY

Basic and diluted earnings per share is computed by dividing the net profit for the period attributable to Shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares). There are no potential dilutive ordinary shares.

The information necessary to calculate basic and diluted earnings per share based on the weighted average number of shares outstanding during the period is as follows:

	For the three months period ended 30 June		For the six months period ended 30 June	
	2026	2025	2026	2025
Profit for the period attributable to the Shareholders of the Parent Company ("KD")	134,363	175,993	346,716	720,082
Number of the Parent Company's outstanding shares (share)	63,525,000	63,525,000	63,525,000	63,525,000
Less: weighted average number of the Parent Company's treasury shares (share)	(1,448,370)	(1,448,370)	(1,448,370)	(1,448,370)
Weighted average number of the Parent Company's outstanding shares (share)	62,076,630	62,076,630	62,076,630	62,076,630
Basic and diluted earnings per share from attributable to the Shareholders of the Parent Company ("fils")	2.16	2.84	5.59	11.60

Basic and diluted earnings per share of the presented comparative period is adjusted to reflect the issuance of bonus shares.

11. SEGMENT REPORTING

The Group is organised into functional divisions to manage its various lines of business. The Group operates in the State of Kuwait, and other countries. For the purposes of segment reporting, the Group's management has grouped its activities into the following business segments:

- Hotel Management
- Manpower supply services
- Real estate activities

	For the six months period ended 30 June 2026			
	Hotel management	Manpower supply services	Real estate activities	Total
	KD	KD	KD	KD
Segment revenues	615,131	1,382,647	833,619	2,831,397
Segment results	234,479	107,516	4,705	346,700
Total assets	1,001,080	1,021,019	14,620,952	16,643,051
Total liabilities	337,900	643,385	7,714,761	8,696,046

11. SEGMENT REPORTING (CONTINUED)

	For the year ended 31 December 2025 (Audited)			
	Hotel management	Manpower supply services	Real estate activities	Total
	KD	KD	KD	KD
Total assets	1,015,259	687,955	15,196,197	16,899,411
Total liabilities	316,301	670,775	8,330,424	9,317,500

	For the six months period ended 30 June 2025			
	Hotel management	Manpower supply services	Real estate activities	Total
	KD	KD	KD	KD
Segment revenues	760,524	1,561,297	760,131	3,081,952
Segment results	400,964	325,824	(6,718)	720,070
Total assets	944,312	1,058,789	12,346,480	14,349,581
Total liabilities	277,395	669,846	6,099,278	7,046,519

12. GENERAL ASSEMBLY

The Annual General Assembly Meeting of the Parent Company's Shareholders held on 5 March 2026 approved the consolidated financial statements for the year ended 31 December 2025 and approved distribution of bonus shares of 10% of the Parent Company's capital and not to pay remuneration to the Board of Directors for the year ended 31 December 2025.

The Extraordinary General Assembly of the Parent Company's Shareholders that held on 5 March 2026, approved an increase in the Parent Company's capital from KD 5,775,000 to KD 6,352,500. The increase in the amount of KD 577,500 is through bonus shares by 5,775,000 shares of 100 fils per share. Shares are represented in bonus shares allocated to the Shareholders registered in the Parent Company's records. This was authenticated in the Commercial Register No. 15057 on 25 March 2026.

In accordance with the Parent Company's Shareholders' Extraordinary General Assembly Meeting held on 23 April 2026, it was approved to change the Article No. (3) of the Memorandum of Incorporation and the Memorandum of Association to add new activities. This has been registered in the Company Registry No. 15057 dated 12 May 2026.

13. FAIR VALUE MEASUREMENT

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

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

13. FAIR VALUE MEASUREMENT (CONTINUED)

All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial information are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

As at 30 June 2026, the fair values of financial instruments approximate their carrying amounts. The management of the Group has assessed that fair value of financial assets and liabilities approximate their carrying amounts.

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

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

	Level 3	Total
	KD	KD
30 June 2025		
Financial assets		
Financial assets at fair value through other comprehensive income		
Local unquoted securities	735	735
	735	735

Reconciliation of Level 3 fair value measurements:

	Financial assets at fair value through other comprehensive income
	KD
31 December 2025 (Audited)	
As at 1 January 2025	735
Change in fair value	1,057
Disposal	(1,792)
31 December 2025 (Audited)	-
30 June 2025	
As at 1 January 2025	735
30 June 2025	735

During the period / year / period, there were no transfers between level 1, level 2 and level 3.

14. SIGNIFICANT EVENT

The significant event represents in geopolitical tension escalated in Middle east that has affected the global markets as well as Kuwait market which may have impacted the Group's operation activities, assets and results.

The Group's Management will take into consideration the effects of the geopolitical tension on the Group's assets and activities. A reliable estimate of the impact cannot be made as of the date of the issuance of the interim condensed consolidated financial information. The outcome and implication are still unknown as it depends on the magnitude and duration of these events.