National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

Interim condensed consolidated financial information (Unaudited)
And review report for the six month period ended 30 June 2026

National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

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For the six month period ended 30 June 2026

Contents

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Report on review of the interim condensed consolidated financial information

To the Board of Directors
National Consumer Holding Company - K.S.C. (Public)
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Consumer Holding Company - K.S.C. (Public) ("The Parent Company") and its subsidiaries ("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 month period then ended. The Group'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 "Interim Financial Reporting".

Other matter

The consolidated financial statements of National Consumer Holding Company - K.S.C. (Public) for the year ended 31 December 2025 were audited, and the interim condensed consolidated financial information for the period ended 30 June 2025 was reviewed, by another auditor who expressed an unqualified opinion and conclusion on 31 March 2026 and 12 August 2025, respectively.

Report on other legal and regulatory requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, based on our review, to the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016, its Executive Regulations, as amended, nor of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the six month period ended 30 June 2026 that might have had a material effect on the business of the Group or on its interim condensed consolidated financial position.

We further report that, during the course of our audit and to the best of our knowledge and belief, nothing has come to our attention indicating any material violations of the provisions of Law No. 7 of 2010 concerning the Establishment of Capital Markets Authority and it's related instructions, during the six month period ended 30 June 2026 that might have had a material effect on the business of the Group or on its interim condensed consolidated financial position.

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

Kuwait: 12 August 2026

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National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

Interim condensed consolidated statement of financial position (Unaudited)

As at 30 June 2026

	Note	30 June 2026	(Audited) 31 December 2025	30 June 2025
		KD	KD	KD
Assets				
Non-current assets:				
Intangible assets		**7,860**	1,784	-
Right-of-use assets	3	**3,026,838**	3,488,982	3,962,671
Property and equipment		**3,304,334**	3,459,599	3,539,048
Goodwill		**5,513,817**	5,513,817	6,698,640
Total non-current assets		**11,852,849**	12,464,182	14,200,359
Current Assets:				
Inventories		**490,767**	417,334	90,941
Financial assets at fair value through profit or loss	4	**15,770,157**	6,067,872	18,901,946
Due from related parties	5	**-**	611	-
Accounts receivable and other debit balances	6	**5,302,012**	4,630,320	709,897
Cash and cash equivalents	7	**404,551**	10,547,867	1,251,204
Total current assets		**21,967,487**	21,664,004	20,953,988
Total assets		**33,820,336**	34,128,186	35,154,347
Equity and liabilities				
Equity:				
Capital		**30,000,000**	30,000,000	30,000,000
Foreign currency translation reserve		**(10,954)**	(5,184)	(5,179)
Accumulated losses		**(83,065)**	(71,959)	542,168
Equity attributable to shareholders of the Parent Company		**29,905,981**	29,922,857	30,536,989
Non-controlling interests		**(162,230)**	(112,747)	(65,562)
Total equity		**29,743,751**	29,810,110	30,471,427
Liabilities:				
Non-current liabilities:				
Provision for end of service indemnity		**146,484**	161,641	176,726
Lease liabilities - non-current portion		**2,520,014**	2,858,959	3,315,964
Total non-current liabilities		**2,666,498**	3,020,600	3,492,690
Current liabilities:				
Lease liabilities - current portion		**901,740**	1,015,674	908,355
Accounts payable and other credit balances		**508,347**	281,802	281,875
Total current liabilities		**1,410,087**	1,297,476	1,190,230
Total liabilities		**4,076,585**	4,318,076	4,682,920
Total equity and liabilities		**33,820,336**	34,128,186	35,154,347

The accompanying notes on pages 7 to 13 form an integral part of this interim condensed consolidated financial information.

Sheikh / Ahmad Ali Jarah Al Sabah
Chairman

National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

Interim condensed consolidated statement of profit or loss (Unaudited)
For the six month period ended 30 June 2026

	Note	Three months ended 30 June		Six months ended 30 June	
		2026	2025	**2026**	2025
		KD	KD	**KD**	KD
Revenue from services		**579,725**	670,338	**1,011,076**	1,131,636
Sales		**372,839**	20,719	**737,586**	44,236
		952,564	691,057	**1,748,662**	1,175,872
Cost of service		**(374,157)**	(464,028)	**(726,775)**	(891,902)
Cost of sales		**(298,289)**	(10,775)	**(539,371)**	(19,939)
		(672,446)	(474,803)	**(1,266,146)**	(911,841)
Gross profit		**280,118**	216,254	**482,516**	264,031
General and administrative expenses		**(320,053)**	(252,563)	**(687,133)**	(458,022)
Selling and marketing expenses		**(10,144)**	(12,509)	**(21,365)**	(55,107)
Depreciation and amortization		**(125,052)**	(79,466)	**(244,088)**	(152,745)
Net profit from investments	8	**168,940**	672,820	**343,456**	1,349,995
Return income		**17,042**	-	**48,592**	-
Finance expenses		**(38,457)**	(37,907)	**(82,476)**	(68,158)
Impact of disposal of leases		**-**	35,014	**-**	35,014
Rent discounts		**-**	7,000	**-**	7,000
Other income		**73,070**	29,692	**97,447**	46,080
Profit / (loss) for the period before contribution to Zakat, National Labor Support Tax and Kuwait Foundation for the Advancement of Sciences		**45,464**	578,335	**(63,051)**	968,088
Contribution to Zakat		**-**	4,116	**-**	-
NLST		**-**	10,290	**-**	-
Contribution to KFAS		**-**	(4,972)	**-**	(4,972)
Net profit / (loss) for the period		**45,464**	587,769	**(63,051)**	963,116
Related to:					
Shareholders of the Parent Company		**73,316**	617,004	**(11,106)**	1,010,769
Non-controlling interests		**(27,852)**	(29,235)	**(51,945)**	(47,653)
Net profit / (loss) for the period		**45,464**	587,769	**(63,051)**	963,116
Basic and diluted gain / (loss) per share attributable to the Parent Company's shareholders (fils)	9	**0.24**	2.06	**(0.04)**	3.37

The accompanying notes on pages 7 to 13 form an integral part of this interim condensed consolidated financial information.

National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

Interim condensed consolidated statement of profit or loss and other comprehensive income (Unaudited)
For the six month period ended 30 June 2026

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	KD	KD	**KD**	KD
Net profit / (loss) for the period	**45,464**	587,769	**(63,051)**	963,116
Other comprehensive (loss) / income:				
Items that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss:				
Differences of foreign currency translation	**(1,400)**	1,629	**(3,308)**	1,044
Other comprehensive (loss) / income for the period	**(1,400)**	1,629	**(3,308)**	1,044
Total comprehensive income / (loss) for the period	**44,064**	589,398	**(66,359)**	964,160
Related to:				
Shareholders of the Parent Company	**72,407**	618,633	**(16,876)**	1,011,813
Non-controlling interests	**(28,343)**	(29,235)	**(49,483)**	(47,653)
Total comprehensive income / (loss) for the period	**44,064**	589,398	**(66,359)**	964,160

The accompanying notes on pages 7 to 13 form an integral part of this interim condensed consolidated financial information.

National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

Interim condensed consolidated statement of changes in equity (Unaudited)
For the six month period ended 30 June 2026

	Equity attributable to shareholders of the Parent Company					
	Capital	**Translation reserve Foreign currencies**	**Accumulated losses**	**Sub-total**	**Non-controlling interests**	**Total**
	KD	**KD**	**KD**	**KD**	**KD**	**KD**
Balance as at 31 December 2024	30,000,000	(6,223)	(468,601)	29,525,176	(17,909)	29,507,267
Total comprehensive income / (loss) for the period	-	1,044	1,010,769	1,011,813	(47,653)	964,160
Balance as at 30 June 2025	30,000,000	(5,179)	542,168	30,536,989	(65,562)	30,471,427
Balance as at 31 December 2025	30,000,000	(5,184)	(71,959)	29,922,857	(112,747)	29,810,110
Total comprehensive loss for the period	-	(5,770)	(11,106)	(16,876)	(49,483)	(66,359)
Balance as at 30 June 2026	**30,000,000**	**(10,954)**	**(83,065)**	**29,905,981**	**(162,230)**	**29,743,751**

The accompanying notes on pages 7 to 13 form an integral part of this interim condensed consolidated financial information.

National Consumer Holding Company - K.S.C. (Public)
And its Subsidiaries
State of Kuwait

Interim condensed consolidated statement of cash flows (Unaudited)
For the six month period ended 30 June 2026

	Six months ended 30 June	
	2026	**2025**
	KD	KD
Cash flows from operating activities:		
(Loss) / profit for the period before contribution to Zakat, NLST and KFAS	**(63,051)**	968,088
Adjustments:		
Depreciation and amortization	**702,250**	578,262
Net profit from investments	**(343,456)**	(1,349,995)
Return income	**(48,592)**	-
Finance expenses	**82,476**	68,158
Loss from disposal of property and equipment	-	6,770
Impact of disposal of leases	-	(35,014)
Rent discounts	-	(7,000)
Provision for end of service indemnity	**20,482**	21,532
	350,109	250,801
Changes in operating assets and liabilities:		
Inventory	**(73,433)**	(20,182)
Accounts receivable and other debit balances	**(636,984)**	22,528
Accounts payable and other credit balances	**216,528**	(47,352)
Cash (used in) / generated from operations	**(143,780)**	205,795
NLTS paid	-	(40,575)
Provision for indemnity paid	**(35,639)**	(6,864)
Net cash (used in) / generated from operating activities	**(179,419)**	158,356
Cash flows from investing activities:		
Paid for purchase of property and equipment	**(83,597)**	(1,134,844)
Proceeds from sale of property and equipment	-	19,824
Paid for purchase of financial assets at fair value through profit or loss	**(60,561,351)**	(52,022,903)
Proceeds on sale of financial assets at fair value through profit or loss	**51,164,399**	50,563,918
Dividends received	**38,123**	3,443,643
Return income received	**13,884**	-
Net cash (used in) / generated from investing activities	**(9,428,542)**	869,638
Cash flows from financing activities:		
Lease liabilities paid	**(452,879)**	(447,985)
Finance expenses paid	**(82,476)**	-
Net cash used in financing activities	**(535,355)**	(447,985)
Net (decrease) / increase in cash and cash equivalents	**(10,143,316)**	580,009
Cash and cash equivalents at beginning of the period	**10,547,867**	671,195
Cash and cash equivalents at end of the period (Note 7)	**404,551**	1,251,204

The accompanying notes on pages 7 to 13 form an integral part of this interim condensed consolidated financial information.

Notes to the interim condensed consolidated financial information (Unaudited)
For the six month period ended 30 June 2026

1. Incorporation and activities

National Consumer Holding Company - K.S.C (Public) ("the Parent Company") is a Kuwaiti shareholding company (Public) registered in the State of Kuwait. The Parent Company was incorporated pursuant to Amiri decree issued on 5 March 1996 and Article of Association of a Kuwaiti Shareholding Company (Closed), authenticated at Ministry of Justice - Real Estate Authentication and Registration Department - State of Kuwait, under Ref. No. 1025 / Vol.1 dated 5 March 1996, and its subsequent amendments, the latest of which are notarized in the Commercial Registry dated 8 August 2024. The Parent Company is registered in the Commercial Registry under Ref. No. 71953 dated 21 December 1997.

The Parent Company is listed on Boursa Kuwait.

The Parent Company's registered address is P.O. Box 3767, Safat, postal code 13038, State of Kuwait.

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

2. Basis of preparation

This interim condensed consolidated financial information has been prepared in accordance with the International Accounting Standard 34, "Interim Financial Reporting". The interim condensed consolidated financial information does not include all the information and disclosures required for preparation of complete annual consolidated financial statements in accordance with International Financial Reporting Standards (IFRS), and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included in this interim condensed consolidated financial information.

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

Operating results for the six month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026. For further information, refer to the annual audited consolidated financial statements for the year ended 31 December 2025.

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective from 1 January 2026. The Group has not early adopted any other 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"). These amendments include the following:

- Explanations regarding the recognition and derecognition requirements for financial assets and financial liabilities. In particular, clarify that a financial liability is derecognized on the "settlement date," with the provision of one of the accounting policy choices (if specific conditions are met) to derecognize financial liabilities that have been settled using an electronic payment system prior to the settlement date.
- Additional guidance on assessing the contractual cash flows of financial assets linked to ESG practices and similar features.
- Explanations regarding what constitutes "non-recourse features" and features of contractually linked instruments.

2. Basis of preparation (Continued)

New standards, interpretations and amendments adopted by the Group (Continued)

Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7 (Continued)

- Disclosure requirements for financial instruments with contingent features and additional disclosures for equity instruments classified at fair value through other comprehensive income.

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

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: Disclosures and accompanying guidance on the application of IFRS 7 and IFRS 9: Financial instruments and IFRS 10: Consolidated financial statements, and IAS 7: Statement of Cash Flows.

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

Contracts Referencing Nature - dependent electricity - Amendments to IFRS 9 and IFRS 7
On December 2024, the IASB issued Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature - dependent electricity. The amendments apply only to contracts referencing nature - dependent electricity, which are as follows:

- Clarify the application of the 'own-use' requirements for in-scope contracts.
- Amendment to the requirements for identifying the hedged item in a cash flow hedging relationship of in-scope contracts.
- Addition of new disclosure requirements to enable investors to understand the impact of these contracts on the Group's consolidated financial performance and consolidated cash flows.

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

3. Right-of-use assets

The Group leases several assets including entertainment centers. The average lease term is ranging from 5 to 10 years.

The movement in right-of-use assets item is as follows:

	Right-of-use assets KD	Total KD
Cost:		
As at 31 December 2025	8,015,840	8,015,840
As at 30 June 2026	**8,015,840**	**8,015,840**
Accumulated depreciation:		
As at 31 December 2025	4,526,858	4,526,858
Charge for the period	462,144	462,144
As at 30 June 2026	**4,989,002**	**4,989,002**
Net carrying value:		
As at 30 June 2026	**3,026,838**	**3,026,838**
As at 31 December 2025 (Audited)	3,488,982	3,488,982
As at 30 June 2025	3,962,671	3,962,671
Annual depreciation rate %	**10% - 20%**	

4. Financial assets at fair value through profit or loss

	30 June 2026 KD	(Audited) 31 December 2025 KD	30 June 2025 KD
Quoted securities	**3,512,611**	5,210,920	3,011,655
Investment in money market fund	**11,400,594**	-	15,010,635
Unquoted securities	**856,952**	856,952	879,656
	15,770,157	6,067,872	18,901,946

Movement on financial assets at fair value through profit or loss during the year is as follows:

	30 June 2026 KD	(Audited) 31 December 2025 KD	30 June 2025 KD
Balance at beginning of the period / year	**6,067,872**	19,536,609	19,536,609
Additions	**60,561,351**	129,595,955	52,022,903
Disposals	**(50,985,546)**	(143,202,977)	(53,051,936)
Change in fair value (Note 8)	**126,480**	138,285	394,370
Balance at the end of the period / year	**15,770,157**	6,067,872	18,901,946

5. Related party disclosures

The Group entered into various transactions with related parties, i.e. shareholders, board of directors' members, key management personnel and some other related parties. Prices and payment conditions of these transactions are approved by the Group's management. Material related party transactions and balances are as follows:

<u>Balances included in the interim condensed consolidated statement of financial position:</u>

	Other related parties KD	30 June 2026 KD	(Audited) 31 December 2025 KD	30 June 2025 KD
Due from related parties	-	-	611	-

<u>Transactions included in the interim condensed consolidated statement of profit or loss and other comprehensive income:</u>

	Three months ended 30 June		Six months ended 30 June	
	2026 KD	2025 KD	2026 KD	2025 KD
General and administrative expenses	**13,590**	5,550	**27,935**	11,100

	Three months ended 30 June		Six months ended 30 June	
	2026 KD	2025 KD	2026 KD	2025 KD
<u>Key management personnel benefits:</u>				
Salaries and other short-term benefits	**30,073**	30,037	**60,145**	60,073
End of service benefits	**1,363**	1,363	**2,727**	2,727

6. Accounts receivable and other debit balances

Accounts receivable and other debit balances item includes an amount of KD 3,945,122 (31 December 2025: KD 3,883,604 and 30 June 2025: Nil), which is advance payments for the acquisition of 100% of the shares English International Holding Group - W.L.L.

Subsequent to the date of the interim condensed consolidated financial information, the Group completed the legal procedures related to the acquisition, and the ownership of English International Holding Group - W.L.L. was transferred to the Group. Accordingly, the Group is in the process of finalizing the determination of the fair values of the identifiable assets and liabilities acquired as part of the purchase price allocation process.

7. Cash and cash equivalents

	30 June 2026	(Audited) 31 December 2025	30 June 2025
	KD	KD	KD
Cash on hand and at banks	**382,205**	180,885	1,043,562
Cash at investment portfolios	**22,346**	1,086,982	207,642
Short-term Wakala investments	**-**	9,280,000	-
	404,551	10,547,867	1,251,204

As of 31 December 2025, the effective retuen rate on short-term Wakala investments deposits is 2.5% per annum, and is contractually due within a period of 30 days.

8. Net profit from investments

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	KD	KD	**KD**	KD
Unrealized gain from change in fair value of the financial assets at fair value through profit or loss	**161,396**	102,285	**126,480**	394,370
Realized gain / (loss) from sale of financial assets at fair value through profit or loss.	**7,544**	(309,465)	**178,853**	(2,488,018)
Dividend income	**-**	880,000	**38,123**	3,443,643
	168,940	672,820	**343,456**	1,349,995

9. Basic and diluted earnings / (loss) per share

There are no potential dilutive ordinary shares. Basic and diluted earnings / (loss) per share are computed by dividing the earnings / (loss) attributable to shareholders of the Parent Company for the period by the weighted average number of shares outstanding during the period:

	Three months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	KD	KD	**KD**	KD
Net gain / (loss) for the period attributable to shareholders of the Parent Company (KD)	**73,316**	617,004	**(11,106)**	1,010,769
Weighted average number of outstanding shares (Shares)	**300,000,000**	300,000,000	**300,000,000**	300,000,000
Basic and diluted earnings / (loss) per share (fils)	**0.24**	2.06	**(0.04)**	3.37

10. General Assembly of the Parent Company's Shareholders and Dividends

The Annual Ordinary General Assembly of the Parent Company's Shareholders held on 30 April 2026 approved the consolidated financial statements for the year ended 31 December 2025, also approved not to distribute cash dividends and not to disburse the Parent Company Board of Directors' remuneration for the year ended 31 December 2025.

The Annual Ordinary General Assembly of the Parent Company's Shareholders held on 27 April 2025 approved the consolidated financial statements for the year ended 31 December 2024, also approved not to distribute cash dividends and not to disburse the Parent Company Board of Directors' remuneration for the year ended 31 December 2024.

11. Legal claims

During the year ended 31 December 2025, the Parent Company initiated legal proceedings before the competent courts, seeking the invalidation and suspension of execution of the order issued by the Head of the Execution Department regarding the cancellation of the outcome of the public auction conducted by Boursa Kuwait to sell unlisted securities, and the reversal to the status quo ante. As at the date of the interim condensed consolidated financial information, the lawsuits remain pending before the court, with a hearing scheduled for 3 November 2026.

The Parent Company has legal claims represented in lawsuits filed by the Parent Company against third parties and by third parties against the Parent Company. It is not possible to estimate the results that will arise from these lawsuits until they are ruled by courts.

12. Segment information

The Group has classified its revenues and assets according to the following geographical segments based on the geographical location of each segment's customers and assets.
- State of Kuwait.
- Gulf Cooperation Council Countries.

Information related to each of the operational sectors is stated as follows:

	State of Kuwait		**GCC**		**Total**	
	Six months ended 30 June		**Six months ended 30 June**		**Six months ended 30 June**	
	2026	**2025**	**2026**	**2025**	**2026**	**2025**
	KD	KD	**KD**	KD	**KD**	**KD**
Total revenues	**1,518,600**	2,612,135	**719,557**	1,826	**2,238,157**	2,613,961
Total expenses	**(1,372,880)**	(1,459,789)	**(928,328)**	(191,056)	**(2,301,208)**	(1,650,845)
Net profit / (loss)	**145,720**	1,152,346	**(208,771)**	(189,230)	**(63,051)**	963,116
Total assets	**31,422,152**	33,319,191	**2,398,184**	1,835,156	**33,820,336**	35,154,347
Total liabilities	**(988,041)**	(4,634,777)	**(3,088,544)**	(48,143)	**(4,076,585)**	(4,682,920)
Net assets	**30,434,111**	28,684,414	**(690,360)**	1,787,013	**29,743,751**	30,471,427

13. Fair value measurement

The Group measures financial assets such as financial assets at fair value through profit or loss at fair value at end of the reporting period.

13. Fair value measurement (Continued)

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an arm's length transaction between market participants as at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:
- In the principal market for the asset or liability.
- In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities, measured or disclosed at fair value, are classified in the interim condensed consolidated financial information through a fair value hierarchy based on the lowest significant inputs level in proportion to the fair value measurement as a whole, as following:
- Level 1: Quoted (unadjusted) market prices in active markets for identical assets and liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

	30 June 2026			
	Level 1	**Level 2**	**Level 3**	**Total**
	KD	**KD**	**KD**	**KD**
Financial assets at fair value through profit or loss	**3,512,611**	**11,400,594**	**856,952**	**15,770,157**

	31 December 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
	KD	KD	KD	KD
Financial assets at fair value through profit or loss	5,210,920	-	856,952	6,067,872

	30 June 2025			
	Level 1	Level 2	Level 3	Total
	KD	KD	KD	KD
Financial assets at fair value through profit or loss	3,011,655	15,010,635	879,656	18,901,946

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

14. Geopolitical Escalation Risks

The Group operates in a regional economic environment that continues to be affected by the escalating geopolitical tensions in the Middle East. Recent developments in the region have heightened uncertainty in global and regional markets, leading to increased risk levels associated with supply chains, transportation, freight, and insurance costs, as well as the potential impact on regional and global trade activity. Management has assessed the potential impacts of these developments on the Group's operations and its interim consolidated financial position, taking into consideration the following:

- Macroeconomic conditions and economic growth trends.
- The availability of raw materials, fuel, and spare parts required for production, the extent of disruption to global and regional supply chains, in addition to the risks of rising freight, insurance, and energy costs, and the potential delay in supply operations resulting from geopolitical developments.
- Foreign currency exchange risks resulting from currency fluctuations in markets associated with the region.
- Market risks, including the ability to liquidate investments at fair values during periods of high volatility.

14. Geopolitical Escalation Risks (Continued)

Management evaluated the extent to which its operations were affected by current geopolitical developments and assessed the geopolitical impacts on the Group's overall business; the Group experienced no material disruption to its main operations. Accordingly, the Group identified no material impact on the value of financial assets at fair value through profit or loss that would warrant any adjustments during the period ended 30 June 2026.

The Group's management monitors the impact of these developments on its operational activities, as the persistence of these conditions may lead to higher operating costs, a situation management will continue to review on a regular basis while taking appropriate measures to mitigate any potential effects and enhance operational risk management plans.

15. Comparative figures

Certain comparative figures for the six-month period ended 30 June 2025 have been reclassified to conform to the current period's presentation. Such reclassification process did not result in any impact on profit for the period or equity for the earliest period.