

**Tijara & Real Estate Investment
Company K.S.C.P. and its subsidiaries**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION (UNAUDITED)**

30 JUNE 2025



**Shape the future
with confidence**

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF TIJARA & REAL ESTATE INVESTMENT COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Tijara & Real Estate Investment Company K.S.C.P. (the “Parent Company”) and subsidiaries (collectively, the “Group”) as at 30 June 2025, and the related interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of comprehensive income for the three months and six months periods then ended, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six months period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 “*Interim Financial Reporting*”. Our responsibility is to express a conclusion on the interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

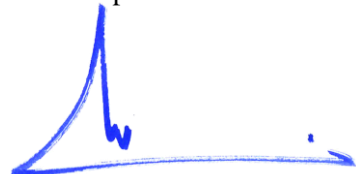
Conclusion

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

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, have occurred during the six months period ended 30 June 2025 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our audit, we have not become aware of any violations of the provisions of Law No. 7 of 2010 concerning establishment of Capital Markets Authority “CMA” and organization of security activity and its executive regulations, as amended, during the six months period ended 30 June 2025 that might have had a material effect on the business of the Parent Company or on its financial position.



BADER A. AL-ABDULJADER
LICENSE NO. 207 A

EY
AL AIBAN, AL OSAIMI & PARTNERS

30 July 2025
Kuwait

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UNAUDITED)

For the period ended 30 June 2025

	<i>Notes</i>	<i>Three months ended 30 June</i>		<i>Six months ended 30 June</i>	
		<i>2025 KD</i>	<i>2024 KD</i>	<i>2025 KD</i>	<i>2024 KD</i>
Rental income		1,233,501	1,164,764	2,456,334	2,329,572
Realised gain on sale of investment properties	5	250,000	-	250,000	-
Other services and operating income		2,837	396	10,037	12,983
Property operating expenses		(79,524)	(86,045)	(141,899)	(155,082)
Net gains on investment property		1,406,814	1,079,115	2,574,472	2,187,473
Revenue from the sale of inventory property		-	-	-	551,566
Cost of sales – inventory property		-	-	-	(282,621)
Profit on inventory property		-	-	-	268,945
Share of results of an associate	4	64,046	42,650	130,680	118,420
Profit from Wakala investment deposits		-	3,104	-	22,986
Net investment income		64,046	45,754	130,680	141,406
Total operating income		1,470,860	1,124,869	2,705,152	2,597,824
Other income		555	-	555	1,290
Administrative expenses		(270,476)	(292,827)	(538,343)	(540,367)
Reversal of expected credit losses on tenant receivables		12,549	126,858	65,099	116,112
Net foreign exchange differences		(73,955)	(20,245)	(66,915)	(2,908)
Operating profit		1,139,533	938,655	2,165,548	2,171,951
Finance costs		(472,371)	(465,823)	(940,393)	(938,154)
PROFIT BEFORE TAX		667,162	472,832	1,225,155	1,233,797
Contribution to Kuwait Foundation for Advancement of Science (“KFAS”)		(6,004)	(4,255)	(11,026)	(11,104)
Zakat		(7,079)	(3,915)	(12,453)	(11,886)
National Labour Support Tax (“NLST”)		(17,697)	(9,787)	(31,133)	(29,714)
PROFIT FOR THE PERIOD		636,382	454,875	1,170,543	1,181,093
BASIC AND DILUTED EARNINGS PER SHARE (EPS)	3	1.72 fils	1.23 fils	3.16 fils	3.19 fils

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 30 June 2025

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
PROFIT FOR THE PERIOD	636,382	454,875	1,170,543	1,181,093
Other comprehensive loss:				
<i>Other comprehensive loss that may be reclassified to profit or loss in subsequent periods</i>				
Exchange differences arising on translation of foreign operations	(156,647)	(34,225)	(142,101)	(5,568)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	479,735	420,650	1,028,442	1,175,525

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2025

		30 June 2025 KD	(Audited) 31 December 2024 KD	30 June 2024 KD
	Notes			
ASSETS				
Bank balances and cash		2,272,007	1,143,100	1,795,194
Account receivables and prepayments		514,864	483,010	818,640
Investment properties held for sale	5	-	2,190,000	-
Investment in an associate	4	7,490,395	7,581,205	6,973,090
Investment properties	5	68,504,964	68,579,536	66,834,114
Furniture and equipment		20,453	21,714	29,213
TOTAL ASSETS		78,802,683	79,998,565	76,450,251
LIABILITIES AND EQUITY				
Liabilities				
Account payables and accruals	6	1,182,290	1,498,440	1,062,042
Islamic finance payables	7	34,818,770	34,932,893	32,665,132
Employees' end of service benefits		1,174,796	1,118,847	1,296,729
Total liabilities		37,175,856	37,550,180	35,023,903
Equity				
Share capital	8.1	37,000,000	37,000,000	37,000,000
Statutory reserve		1,233,552	1,233,552	1,007,856
General reserve		831,442	813,310	813,310
Share options reserve		142,253	142,253	142,253
Foreign currency translation reserve		310,799	452,900	384,733
Treasury shares reserve		-	18,132	18,132
Retained earnings		2,108,781	2,788,238	2,060,064
Total equity		41,626,827	42,448,385	41,426,348
TOTAL LIABILITIES AND EQUITY		78,802,683	79,998,565	76,450,251

Tareq Fareed Al Othman

Vice Chairman and Executive President

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 30 June 2025

	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>General reserve KD</i>	<i>Share options reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Treasury shares reserve KD</i>	<i>Retained earnings KD</i>	<i>Total equity KD</i>
At 1 January 2025 (audited)	37,000,000	1,233,552	813,310	142,253	452,900	18,132	2,788,238	42,448,385
Profit for the period	-	-	-	-	-	-	1,170,543	1,170,543
Other comprehensive loss	-	-	-	-	(142,101)	-	-	(142,101)
Total comprehensive (loss) income for the period	-	-	-	-	(142,101)	-	1,170,543	1,028,442
Transfer to general reserve	-	-	18,132	-	-	(18,132)	-	-
Dividend (Note 8.2)	-	-	-	-	-	-	(1,850,000)	(1,850,000)
At 30 June 2025	37,000,000	1,233,552	831,442	142,253	310,799	-	2,108,781	41,626,827
At 1 January 2024 (audited)	37,000,000	1,007,856	813,310	142,253	390,301	18,132	2,358,971	41,730,823
Profit for the period	-	-	-	-	-	-	1,181,093	1,181,093
Other comprehensive loss	-	-	-	-	(5,568)	-	-	(5,568)
Total comprehensive (loss) income for the period	-	-	-	-	(5,568)	-	1,181,093	1,175,525
Dividend (Note 8.2)	-	-	-	-	-	-	(1,480,000)	(1,480,000)
At 30 June 2024	37,000,000	1,007,856	813,310	142,253	384,733	18,132	2,060,064	41,426,348

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the period ended 30 June 2025

		<i>Six months ended</i>	
		<i>30 June</i>	
	<i>Notes</i>	2025	2024
		KD	KD
OPERATING ACTIVITIES			
Profit before tax		1,225,155	1,233,797
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Profit from Wakala investment deposits		-	(22,986)
Reversal of expected credit losses on tenant receivables		(65,099)	(116,112)
Realised gain from sale of investment properties	5	(250,000)	-
Share of results of an associate	4	(130,680)	(118,420)
Depreciation of furniture and equipment		6,581	7,852
Provision for employees' end of service benefits		55,949	70,883
Foreign exchange gain		66,915	2,908
Finance costs		940,393	938,154
		1,849,214	1,996,076
<i>Working capital adjustments:</i>			
Inventory properties		-	282,621
Account receivables and prepayments		31,708	(215,730)
Account payables and accruals		(230,800)	(19,978)
Cash flows from operations		1,650,122	2,042,989
Taxes paid		(91,992)	(79,925)
Net cash flows from operating activities		1,558,130	1,963,064
INVESTING ACTIVITIES			
Placement of Wakala investment deposits		-	1,300,000
Purchase of investment properties	5	-	(2,323,000)
Proceeds from sale of investment properties	5	2,370,000	-
Capital expenditure incurred on investment properties	5	(63,660)	-
Return on capital from an associate	4	152,669	-
Wakala income received		-	33,720
Purchase of furniture and equipment		(5,320)	(1,073)
Net cash flows from (used in) investing activities		2,453,689	(990,353)
FINANCING ACTIVITIES			
Proceeds from Islamic finance payables		-	1,690,000
Repayment of Islamic finance payables		(109,090)	(618,295)
Finance costs paid		(945,426)	(915,577)
Dividend paid	8.2	(1,824,841)	(1,471,260)
Net cash flows used in financing activities		(2,879,357)	(1,315,132)
NET INCREASE (DECREASE) IN BANK BALANCES AND CASH		1,132,462	(342,421)
Net foreign exchange differences		(3,555)	(509)
Bank balances and cash at 1 January		1,143,100	2,138,124
BANK BALANCES AND CASH AT 30 JUNE		2,272,007	1,795,194
Non-cash items excluded from the interim condensed consolidated statement of cash flows:			
Investment properties	5	(70,000)	-
Account payables and accruals	6	70,000	-

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

30 June 2025

1 CORPORATE INFORMATION

The interim condensed consolidated financial information of Tijara & Real Estate Investment Company K.S.C.P. (the “Parent Company”) and subsidiaries (collectively, the “Group”) for the six months ended 30 June 2025 were authorised for issue in accordance with a resolution of the Parent Company’s Board of Directors on 30 July 2025.

The consolidated financial statements of the Group for the year ended 31 December 2024 were approved by the shareholders of the Parent Company in the annual general assembly meeting held on 9 April 2025. Dividend declared and approved are disclosed in Note 8.2

The Parent Company is a Kuwaiti public shareholding company registered and incorporated in Kuwait on 18 April 1983, whose shares are listed in Boursa Kuwait. The registered postal address of the Parent Company is P.O. Box 5655, Safat, 13057 Kuwait.

The Parent Company is principally engaged in the following activities in accordance with Islamic Sharī‘a principles as approved by the Group’s Fatwa and Shari‘a Supervisory Board.

- ▶ Purchase and sale of land and real estate and exchange thereof; constructing buildings, commercial and residential complexes, and lease and rental thereof.
- ▶ Management of own properties and of third parties both inside and outside Kuwait.
- ▶ Sale and purchase of securities of companies carrying on similar activities.
- ▶ Development and building of real estate properties for the Group and for third parties.
- ▶ Maintenance works of buildings and real estate properties owned by the Group, including civil, mechanical, air-conditioning works to preserve all buildings and properties.
- ▶ Investing in equities and other investments.

2.1 BASIS OF PREPARATION AND CHANGES TO THE GROUP’S ACCOUNTING POLICIES

The interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with International Accounting Standard 34 “*Interim Financial Reporting*”.

The Group has prepared the consolidated financial statements on the basis that it will continue to operate as a going concern. The directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The interim condensed consolidated financial information does not contain all information and disclosures required for full consolidated financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024.

2.2 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 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

One amendment applies for the first time in 2025 but did not have an impact on the interim condensed consolidated financial information of the Group.

Lack of exchangeability - Amendments to IAS 21

The amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates* specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity’s financial performance, financial position and cash flows.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)
30 June 2025

**2.2 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP
(continued)**

Lack of exchangeability - Amendments to IAS 21 (continued)

The amendments are effective for annual reporting periods beginning on or after 1 January 2025. When applying the amendments, an entity cannot restate comparative information.

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

3 BASIC AND DILUTED EARNINGS PER SHARE (EPS)

Basic EPS amounts are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares). Diluted EPS is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period (excluding treasury shares) plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted earnings per share are identical.

	<i>Three months ended</i> <i>30 June</i>		<i>Six months ended</i> <i>30 June</i>	
	2025	2024	2025	2024
Profit for the period (KD)	636,382	454,875	1,170,543	1,181,093
Weighted average number of shares outstanding (Shares)*	370,000,000	370,000,000	370,000,000	370,000,000
Basic and diluted EPS (fils)	1.72 fils	1.23 fils	3.16 fils	3.19 fils

* The weighted average of shares takes into account the weighted average effect of changes in treasury shares during the period.

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of the authorisation of this interim condensed consolidated financial information.

4 INVESTMENT IN AN ASSOCIATE

The Group has 31% (31 December 2024: 31% and 30 June 2024: 24%) interest in Al Madar Al Thahabia Company W.L.L. ("Al Madar"), a limited liability company which is involved in real estate activities in the Kingdom of Saudi Arabia. Al Madar is a private entity that is not listed on any public exchange. The Group's interest in Al Madar is accounted for using the equity method in the consolidated financial statements.

The reconciliation with the carrying amount of the investment in the consolidated financial statements are set out below:

	<i>30 June</i> 2025 KD	<i>(Audited)</i> <i>31 December</i> <i>2024</i> KD	<i>30 June</i> <i>2024</i> KD
Opening net assets	7,581,205	6,857,142	6,857,142
Share of results	130,680	(110,667)	118,420
Purchase of additional shares	-	922,500	-
Return of capital	(152,669)	(117,837)	-
Foreign currency translation adjustment	(68,821)	30,067	(2,472)
Closing net assets	7,490,395	7,581,205	6,973,090

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
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30 June 2025

5 INVESTMENT PROPERTIES

		(Audited)	
	30 June	31 December	30 June
	2025	2024	2024
	KD	KD	KD
At the beginning of the period / year	68,579,536	64,516,062	64,516,062
Purchases	-	5,423,300	2,323,000
Capitalised subsequent expenditure	63,660	-	-
Net gain from fair value remeasurement	-	764,205	-
Exchange differences	(138,232)	65,969	(4,948)
Classified as held for sale or disposals*	-	(2,190,000)	-
	<hr/>	<hr/>	<hr/>
At the end of the period / year	68,504,964	68,579,536	66,834,114
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*As at 31 December 2024, two of the Group properties with fair value of KD 2,190,000 were under offer from a third party and the Group received KD 70,000 as an advance on account of sale of investment properties included as part of account payables and accruals (Note 6). On 9 April 2025, the Group disposed the two investment properties to the third party for a total consideration of KD 2,440,000 resulting in gain of KD 250,000 recorded in the interim condensed consolidated statement of profit or loss.

As at 30 June 2025, certain investment properties amounting to KD 7,250,000 (31 December 2024: KD 7,250,000 and 30 June 2024: KD 7,063,000) are held in the name of a third party under Ijara agreement amounting to KD 4,339,639 (31 December 2024: KD 4,340,358 and 30 June 2024: KD 4,530,442) (Note 7).

As at 30 June 2025, certain investment properties amounting to KD 34,726,660 (31 December 2024: KD 34,663,000 and 30 June 2024: KD 34,627,000) were pledged as a security in order to fulfil the collateral requirements for a Murabaha agreement of KD 26,353,116 (31 December 2024: KD 26,354,555 and 30 June 2024: KD 23,762,500) (Note 7).

The valuations of investment properties were performed at 31 December 2024 by independent valuers with recognised and relevant professional qualification and experience in the locations and categories of the investment properties being valued. The fair value for local properties was determined to be the lower of the two values using income capitalisation method (level 3 of fair value measurement), considering the nature and usage of each property. The fair value for foreign properties was determined using income capitalisation approach. Valuation of the Group's investment property portfolio is performed on an annual basis as management believes that there are no significant circumstances that have arisen during the period, which may have an impact on fair value.

6 ACCOUNT PAYABLES AND ACCRUALS

		(Audited)	
	30 June	31 December	30 June
	2025	2024	2024
	KD	KD	KD
Rent received in advance from tenants	346,480	352,747	235,718
Refundable deposits from tenants	248,420	271,960	272,465
Accrued expenses	214,015	469,167	219,750
Accrued contribution to KFAS*	11,026	20,313	11,104
Dividend payables (Note 8.2)	179,653	154,494	157,790
Advance received on account of sale of investment properties (Note 5)	-	70,000	-
Other payables	182,696	159,759	165,215
	<hr/>	<hr/>	<hr/>
At the end of the period / year	1,182,290	1,498,440	1,062,042
	<hr/>	<hr/>	<hr/>

* The amount paid to KFAS during the period was KD 20,313 (31 December 2024: KD 17,509 and 30 June 2024: KD 17,509).

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
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30 June 2025

7 ISLAMIC FINANCE PAYABLES

	<i>Ijara KD</i>	<i>Tawarruq KD</i>	<i>Murabaha KD</i>	<i>Total KD</i>
30 June 2025				
Gross amount	5,069,971	4,880,295	36,396,680	46,346,946
Less: deferred finance costs	(730,332)	(754,280)	(10,043,564)	(11,528,176)
	<u>4,339,639</u>	<u>4,126,015</u>	<u>26,353,116</u>	<u>34,818,770</u>
31 December 2024 (Audited)				
Gross amount	5,230,218	5,120,560	37,137,184	47,487,962
Less: deferred finance costs	(889,860)	(882,580)	(10,782,629)	(12,555,069)
	<u>4,340,358</u>	<u>4,237,980</u>	<u>26,354,555</u>	<u>34,932,893</u>
30 June 2024				
Gross amount	5,594,330	5,435,432	29,740,753	40,770,515
Less: deferred finance costs	(1,063,888)	(1,063,242)	(5,978,253)	(8,105,383)
	<u>4,530,442</u>	<u>4,372,190</u>	<u>23,762,500</u>	<u>32,665,132</u>

Islamic finance payables represent facilities obtained from Islamic financial institutions and carry an average profit rate ranging from: 1.25% to 2.25% (31 December 2024: 1.25% to 2.25 % and 30 June 2024: 1.25% to 2.25%) per annum over the Central Bank of Kuwait discount rate. Islamic finance payables are repayable within 1 to 9 years from the reporting date.

As at 30 June 2025, Ijara payable amounting to KD 4,339,639 (31 December 2024: KD 4,340,358 and 30 June 2024: KD 4,530,442) were secured by investment properties amounting to KD 7,250,000 (31 December 2024: KD 7,250,000 and 30 June 2024: KD 7,063,000) (Note 5).

As at 30 June 2025, Murabaha payable amounting to KD 26,353,116 (31 December 2024: KD 26,354,555 and 30 June 2024: KD 23,762,500) are secured by investment properties amounting to KD 34,726,660 (31 December 2024: KD 34,663,000 and 30 June 2024: KD 34,627,000) (Note 5).

8 EQUITY

8.1 Share capital

At 30 June 2025, the authorised, issued and fully paid-up capital of the Parent Company comprises of 370,000,000 (31 December 2024: 370,000,000 and 30 June 2024: 370,000,000) shares of 100 fils each. All shares are paid in cash.

8.2 Distributions made and proposed

The Board of Directors in their meeting held on 19 February 2025, proposed a cash dividend of 5% (2023: 4%) of the paid-up share capital 5 fils per share aggregating to KD 1,850,000 for the year ended 31 December 2024 (2023: 4 fils per share aggregating to KD 1,480,000). The proposed dividend for the year ended 31 December 2024 were approved by the shareholders of the Parent Company at the annual general meeting (AGM) held on 9 April 2025.

Dividend paid during the period amounts to KD 1,824,841. Dividends payable is recorded within “accounts payable and accruals” in the interim condensed consolidated statement of financial position.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
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30 June 2025

9 RELATED PARTY DISCLOSURES

These represent transactions with major shareholders, directors, executive officers and key management personnel of the Group, close members of their families and companies of which they are principal owners or over which they are able to exercise control or significant influence entered into by the Group in the ordinary course of business. Pricing policies and terms of these transactions are approved by the Parent Company's management.

There were no transactions other than those with key management personnel, entered into with related parties during the reporting period.

Key management personnel:

Key management personnel comprise of the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Group. The aggregate value of transactions and balances related to key management personnel were as follow:

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	2025	2024	2025	2024
	KD	KD	KD	KD
Salaries and other short-term benefits	91,350	89,850	182,200	179,700
Employees' end of service benefits	8,820	17,004	31,172	33,447
	100,170	106,854	213,372	213,147

The Board of Directors at the meeting held on 19 February 2025 proposed directors' remuneration of KD 30,000 for the year ended 31 December 2024 (31 December 2023: KD 30,000). The remuneration was approved by the shareholders at the AGM held on 9 April 2025.

10 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value of financial instruments at amortised cost is not materially different from their carrying values, at the reporting date, as most of these instruments are of short-term maturity or re-priced immediately based on market movement in interest rates.

Tijara & Real Estate Investment Company K.S.C.P. and Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

30 June 2025

11 SEGMENT INFORMATION

For management purposes, the Group is organized into business units based on their products and services, and has two reportable operating segments as follows:

- **Real Estate management:** comprises investment and trading in real estate and construction or development of real estate for the sale in the ordinary course of business and the provision of other related real estate services.
- **Investment management:** comprises participation in financial and real estate funds and managing the Group's liquidity requirements.
- **Other:** comprises other activities rather than real estate and investment activities.

	Six months ended 30 June 2025				Six months ended 30 June 2024			
	Real estate activities KD	Investment activities KD	Others KD	Total KD	Real estate activities KD	Investment activities KD	Others KD	Total KD
Net gains on investment property	2,574,472	-	-	2,574,472	2,187,473	-	-	2,187,473
Profit on inventory property	-	-	-	-	268,945	-	-	268,945
Net investment income	-	130,680	-	130,680	-	141,406	-	141,406
Other income	-	-	555	555	-	-	1,290	1,290
Administrative expenses	(538,343)	-	-	(538,343)	(540,367)	-	-	(540,367)
Reversal of provision for ECL	65,099	-	-	65,099	116,112	-	-	116,112
Net foreign exchange differences	-	-	(66,915)	(66,915)	-	-	(2,908)	(2,908)
Finance costs	(940,393)	-	-	(940,393)	(938,154)	-	-	(938,154)
KFAS, Zakat and NLST	-	-	(54,612)	(54,612)	-	-	(52,704)	(52,704)
Profit (loss) for the period	1,160,835	130,680	(120,972)	1,170,543	1,094,009	141,406	(54,322)	1,181,093

	30 June 2025				31 December 2024 (Audited)				30 June 2024			
	Real estate activities KD	Investment activities KD	Others KD	Total KD	Real estate activities KD	Investment activities KD	Others KD	Total KD	Real estate activities KD	Investment activities KD	Others KD	Total KD
Total assets	71,291,835	7,490,395	20,453	78,802,683	72,395,646	7,581,205	21,714	79,998,565	69,447,948	6,973,090	29,213	76,450,251
Total liabilities	36,001,060	-	1,174,796	37,175,856	36,431,333	-	1,118,847	37,550,180	33,727,174	-	1,296,729	35,023,903

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