



**Kuwait Cement Company  
Kuwait Public Shareholding Company  
and its subsidiaries  
State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)  
And the review report for the six months ended 30 June 2025**



**Kuwait Cement Company**

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And its Subsidiaries  
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**To the Board of Directors  
Kuwait Cement Company  
Kuwait Public Shareholding Company  
State of Kuwait**

**Report on review of interim condensed consolidated financial information**

***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Cement Company K.P.S.C., ("The Parent Company") and its subsidiaries (together referred to as "the Group") as at 30 June 2025, and the interim condensed consolidated statement of income, interim condensed consolidated statement of income and other comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six month period then ended. 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 No (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.

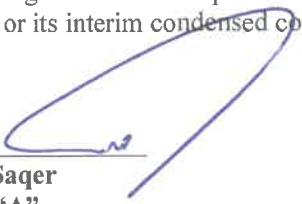
***Conclusion***

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).

***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 extent of the information available to us, nothing has come to our attention indicating any violations during the six month period ended 30 June 2025 of the Companies Law No. 1 of 2016 and its executive regulations, as amended, or the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, which might have materially affected the Group's activities or its interim condensed consolidated financial position.

We further report that, during the course of our review and to the best of our knowledge, no material violations of provisions of the Law No. 7 of 2010, as amended regarding the Capital Markets Authority and Regulation of Securities Activities and its Executive Regulations and the relevant instructions, as amended, have occurred during the six month period ended 30 June 2025, which might have materially affected the Group's activities or its interim condensed consolidated financial position.



**Faisal Saqer Al Saqer  
License No. 172 "A"  
BDO Al Nisf & Partners**

**Kuwait: 6 August 2025**

**Interim Condensed Consolidated Statement of Financial Position as at 30 June 2025**  
**(Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	30 June 2025	31 December 2024 (Audited)	30 June 2024
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4	125,652,369	125,492,079	124,927,490
Intangible assets		10	10	10
Investment properties		770,641	770,641	770,641
Investment in associates	5	18,086,828	18,206,065	18,469,299
Financial assets at fair value through other comprehensive income	6	119,973,190	112,506,573	103,789,457
Right-of-use assets		1,745,538	1,994,902	2,244,263
<b>Total non-current assets</b>		<u>266,228,576</u>	<u>258,970,270</u>	<u>250,201,160</u>
<b>Current assets</b>				
Inventory	7	21,588,408	19,857,849	17,089,617
Accounts receivable and other debit balances	8	16,496,511	17,050,148	15,558,968
Financial assets at fair value through profit or loss	3	4,279,699	593,892	1,653,112
Cash and cash equivalents	9	13,027,504	8,259,336	10,366,389
<b>Total current assets</b>		<u>55,392,122</u>	<u>45,761,225</u>	<u>44,668,086</u>
<b>Total assets</b>		<u>321,620,698</u>	<u>304,731,495</u>	<u>294,869,246</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Capital		73,330,387	73,330,387	73,330,387
Share premium		26,675,810	26,675,810	26,675,810
Treasury shares	10	(13,546,935)	(13,546,935)	(13,546,935)
Profits on sale of treasury shares		441,409	441,409	441,409
Statutory reserve		48,270,703	48,270,703	48,270,703
Voluntary reserve		42,048,346	42,048,346	42,048,346
General reserve		18,930,128	18,930,128	18,930,128
Investments revaluation reserve		18,964,107	8,483,375	(1,507,793)
Group's share in associates' reserves		109,568	(25,883)	(61,790)
Foreign currency translation reserve		107,854	107,854	107,854
Retained earnings		6,115,833	6,781,207	6,316,414
<b>Equity attributable to shareholders of the Parent Company</b>		<u>221,447,210</u>	<u>211,496,401</u>	<u>201,004,533</u>
Non-controlling interests		<u>203,448</u>	<u>192,487</u>	<u>179,062</u>
<b>Total equity</b>		<u>221,650,658</u>	<u>211,688,888</u>	<u>201,183,595</u>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Loans, bank facilities and Murabaha	11	55,067,648	48,354,648	49,825,758
Provision for employees' end of service indemnity		4,333,154	4,244,403	4,081,963
Lease liabilities		241,645	942,279	1,131,978
<b>Total non-current liabilities</b>		<u>59,642,447</u>	<u>53,541,330</u>	<u>55,039,699</u>
<b>Current liabilities</b>				
Loans, bank facilities and Murabaha	11	17,750,000	14,467,000	13,867,000
Accounts payable and other credit balances	12	22,054,971	24,511,655	24,257,465
Lease liabilities		522,622	522,622	521,487
<b>Total current liabilities</b>		<u>40,327,593</u>	<u>39,501,277</u>	<u>38,645,952</u>
<b>Total liabilities</b>		<u>99,970,040</u>	<u>93,042,607</u>	<u>93,685,651</u>
<b>Total equity and liabilities</b>		<u>321,620,698</u>	<u>304,731,495</u>	<u>294,869,246</u>

The accompanying notes are an integral part of the interim condensed consolidated financial information.

**Dr. Abdulaziz Rashed Al-Rashed**  
Chairman

**Mishaal Abdulmohsen Al-Rashed**  
Vice Chairman and CEO

**Interim Condensed Consolidated Statement of Income for the six months ended 30 June 2025**  
**(Unaudited)**

*(All amounts are in Kuwaiti Dinars)*

	Note	Three months ended 30 June		Six months ended 30 June	
		2025	2024	2025	2024
Sales		17,936,507	14,631,955	33,475,616	33,426,045
Cost of sales	13	(17,746,609)	(13,287,683)	(31,495,327)	(30,305,621)
<b>Gross profit</b>		189,898	1,344,272	1,980,289	3,120,424
Selling, general and administrative expenses		(1,029,575)	(855,742)	(1,919,917)	(1,771,734)
Net income from other activities	14	124,756	116,430	186,929	192,395
<b>Operating (loss) / profit</b>		(714,921)	604,960	247,301	1,541,085
Provision for expected credit losses (charged) / no longer required	8	(30,763)	11,243	(30,763)	(6,071)
Finance charges		(852,814)	(971,850)	(1,611,907)	(1,826,588)
Interest income		4,680	18,978	13,973	41,220
Net investment income	15	4,300,978	2,111,192	4,357,028	2,202,006
Group's share in associates' business results	5	318,123	243,667	117,036	602,190
<b>Net profit for the period before deductions</b>		3,025,283	2,018,190	3,092,668	2,553,842
Contribution to Kuwait Foundation for the Advancement of Science		(27,404)	(21,250)	(27,696)	(21,250)
National Labour Support Tax		3,080	(4,226)	-	(19,120)
Zakat		2,219	(168)	-	(2,540)
<b>Net profit for the period</b>		3,003,178	1,992,546	3,064,972	2,510,932
<b>Attributable to:</b>					
The Parent Company's Shareholders		3,001,297	1,993,123	3,061,303	2,510,208
Non-controlling interests		1,881	(577)	3,669	724
<b>Net profit for the period</b>		3,003,178	1,992,546	3,064,972	2,510,932
Basic and diluted earnings per share (fils)	16	4.21	2.80	4.29	3.52

The accompanying notes are an integral part of the interim condensed consolidated financial information.

**Interim Condensed Consolidated Statement of Income and Other Comprehensive Income for the six months ended 30 June 2025 (Unaudited)**

(All amounts are in Kuwaiti Dinars)

	Note	Three months ended 30 June		Six months ended 30 June	
		2025	2024	2025	2024
Net profit for the period		3,003,178	1,992,546	3,064,972	2,510,932
<b>Other comprehensive income items:</b>					
<b><u>Items that may be reclassified subsequently to the interim condensed consolidated statement of income:</u></b>					
Group's share of associates' reserves	5	40,664	34,814	135,451	56,220
<b><u>Items that will not be reclassified subsequently in the interim condensed consolidated statement of income:</u></b>					
Changes in fair value of financial assets at fair value through other comprehensive income		4,587,956	1,950,332	11,028,021	7,666,327
<b>Total other comprehensive income for the period</b>		4,628,620	1,985,146	11,163,472	7,722,547
<b>Total comprehensive income for the period</b>		7,631,798	3,977,692	14,228,444	10,233,479
<b>Attributable to:</b>					
The Parent Company's Shareholders		7,628,634	3,977,741	14,218,597	10,228,591
Non-controlling interests		3,164	(49)	9,847	4,888
<b>Total comprehensive income for the period</b>		7,631,798	3,977,692	14,228,444	10,233,479

The accompanying notes are an integral part of the interim condensed consolidated financial information.

**Interim Condensed Consolidated Statement of Changes in Equity for the six months ended 30 June 2025**  
(Unaudited)

(All amounts are in Kuwaiti Dinars)

	Equity attributable to shareholders of the Parent Company									
	Capital	Share premium	Treasury shares	Profits on sale of treasury shares	Statutory reserve	Voluntary reserve	General reserve	Investments revaluation reserve	Group's share in associates' reserves	Foreign currency translation reserve
Balance as at 1 January 2024	73,330,387	26,675,810	(13,546,935)	441,409	48,270,703	42,048,346	18,930,128	(8,871,062)	(118,010)	107,854
Net profit for the period	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Transferred from disposal of investments	-	-	-	-	-	-	-	7,662,163	56,220	-
Change in Non-controlling interests	-	-	-	-	-	-	-	(298,894)	-	-
The Group's share from the transferred to retained earnings in associates	-	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2024	73,330,387	26,675,810	(13,546,935)	441,409	48,270,703	42,048,346	18,930,128	(1,507,793)	(61,790)	107,854
Balance as at 1 January 2025	73,330,387	26,675,810	(13,546,935)	441,409	48,270,703	42,048,346	18,930,128	8,483,375	(25,883)	107,854
Net profit for the period	-	-	-	-	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Transferred from disposal of investments	-	-	-	-	-	-	-	11,021,843	135,451	-
The Group's share from the transferred to retained earnings in associates	-	-	-	-	-	-	-	-	-	-
Balance as at 30 June 2025	73,330,387	26,675,810	(13,546,935)	441,409	48,270,703	42,048,346	18,930,128	18,964,107	109,568	107,854
Retained earnings										
Sub-total										
Non-controlling interests										
Total equity										

The accompanying notes are an integral part of the interim condensed consolidated financial information.



**Interim Condensed Consolidated Statement of Cash Flows for the six months ended 30 June 2025**  
**(Unaudited)**

*(All amounts are in Kuwaiti Dinars)*

	<b>Six months ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from operating activities:</b>		
Net profit for the period before deductions	3,092,668	2,553,842
<i>Adjustments:</i>		
Depreciation and amortization	1,506,261	1,734,173
Provision for expected credit losses	30,763	6,071
Gains from sale of property, plant and equipment	(876)	(1,352)
Finance charges	1,611,907	1,826,588
Interest income	(13,973)	(41,220)
Net investment income	(4,416,331)	(2,263,494)
Group's share in associates' business results	(117,036)	(602,190)
Provision for employees' end of service indemnity	88,751	253,541
Net operating profit before working capital changes	1,782,134	3,465,959
Inventory	(1,703,357)	333,754
Accounts receivable and other debit balances	522,874	89,411
Accounts payable and other credit balances	(2,542,923)	2,068,893
<b>Net cash (used in) / generated from operating activities</b>	<b>(1,941,272)</b>	<b>5,958,017</b>
<b>Cash flows from investing activities:</b>		
Paid for purchase of property, plant and equipment	(1,422,716)	(228,636)
Proceeds from sale of property, plant and equipment	6,405	23,337
Paid for purchase of financial assets at fair value through other comprehensive income	(1,159,412)	(8,712)
Proceeds from sale of financial assets at fair value through other comprehensive income	4,721,930	1,892,803
Paid for purchase of financial assets at fair value through profit or loss	(7,844,708)	(1,633,765)
Proceeds from sale of financial assets at fair value through profit or loss	4,703,816	-
Dividend income received	4,253,194	2,244,147
Term deposits	-	1,000,000
Interest income received	13,973	41,220
<b>Net cash generated from investing activities</b>	<b>3,272,482</b>	<b>3,330,394</b>
<b>Cash flows from financing activities:</b>		
Withdrawn from loans, bank facilities and Murabaha	16,860,000	-
Paid for loans, bank facilities and Murabaha	(6,864,000)	(8,558,975)
Finance charges paid	(1,567,005)	(1,819,796)
Lease liabilities paid	(737,766)	(551,768)
Dividends paid	(4,254,271)	(6,995)
Net change in minority interests	-	11
<b>Net cash generated from / (used in) financing activities</b>	<b>3,436,958</b>	<b>(10,937,523)</b>
Net increase / (decrease) in cash and cash equivalents	4,768,168	(1,649,112)
Cash and cash equivalents at the beginning of the period	8,259,336	11,015,501
Cash and cash equivalents at end of the period (Note 9)	13,027,504	9,366,389

The accompanying notes are an integral part of the interim condensed consolidated financial information.



**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
30 June 2025 (Unaudited)**

*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**1. Incorporation and activity**

Kuwait Cement Company - Kuwait Public Shareholding Company - “the Parent Company” incorporated as per the Amiri Decree issued on 5 November 1968. The Parent Company’s shares were listed on Kuwait Stock Exchange on 29 September 1984. Pursuant to the Extraordinary General Assembly held on 22 October 2023, some articles of the Articles of Association were amended, the latest of which was noted in the Commercial Register under No. 1532 dated 26 November 2023.

The Parent Company’s objectives are as follows:

- 1- Production of cement of all kinds.
- 2- Production of refractory bricks, blocks and tiles (including refractory cement).
- 3- Production of bulk, hollow cement blocks and bricks.
- 4- Production of cement block.
- 5- Production of kinds of concrete or cement.
- 6- Production of asbestos cement or cellulosic fiber cement.
- 7- Production of building materials produced from plant materials and agglomerated with cement.
- 8- Aggregate crusher.
- 9- Chemical stores.
- 10- Extract sand and refilling (quarries).
- 11- Transportation of solid and liquid waste.
- 12- Collection of non-hazardous waste.
- 13- Collection of hazardous waste.
- 14- Treating and disposing of non-hazardous waste.
- 15- Treating and disposing of hazardous waste.
- 16- Recycling used tires.
- 17- Import of aggregate.
- 18- Wholesale of cement, gypsum and the like.
- 19- Wholesale of sand and aggregate.
- 20- Retail sale of building materials and scrap.
- 21- Storage in warehouses.
- 22- Investing the financial surplus in portfolios managed by specialized companies and entities.
- 23- Sale and purchase of shares and bonds for the interest of the Company.
- 24- Owning the real estate and movables necessary to carry out its work within the limits permitted by law.
- 25- Managing its subsidiaries or participating in the management of other companies in which it contributes and providing the necessary support to them.
- 26- Production of agglomerated cement (clinker).
- 27- Importing chemicals.

The Company may have interests or participate in any suitable way with entities and companies conducting similar activities or which may assist it in achieving its objectives in Kuwait or abroad. It may as well acquire such entities or affiliate them, and participate in incorporation of real estate companies. The Company may practice the above activities inside the State of Kuwait and abroad either in its own name or by proxy. The Company may practice similar, supplementary, necessary or related business to the mentioned objectives.

The Parent Company’s headquarters is located at Sharq, Al Sawaber area, Shuhada Street, Cement House, P.O. Box 20581, Safat 13066, State of Kuwait.

The accompanying interim condensed consolidated financial information was authorized for issue by Parent Company’s board of directors on 6 August 2025.

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
30 June 2025 (Unaudited)**

*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**2. Basis of presentation and material accounting policies**

**2.1 Basis of preparation**

The interim condensed consolidated financial information is prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all of the information and footnotes required for complete financial statements prepared in accordance with International Financial Reporting Standards (IFRSs). It should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2024.

In the opinion of the management, all adjustments (including recurring accruals) have been included in the interim condensed consolidated financial information. The operating results for the period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the year ended 31 December 2025. For further information, refer to the consolidated financial statements and notes thereto for the year ended 31 December 2024.

*Standards, interpretations and amendments issued and adopted by the Group*

The Group has not early adopted any standards, interpretations or amendments that have been issued but are not yet effective.

Other new standards and amendments that are effective for the annual periods beginning on or after 1 January 2024 did not have any material impact on the consolidated financial position or the performance of the Group.

**3. Fair value estimation**

The fair values of financial assets and liabilities are estimated as follows:

- Level 1: Quoted prices in active markets for quoted financial instruments.
- Level 2: Quoted prices in active markets for similar instruments. Quoted prices in inactive markets for similar assets or liabilities. Observable inputs other than quoted prices of financial instruments.
- Level 3: Inputs for the asset or liabilities that are not based on observable market data.

The table below gives information about how the fair values of the significant financial assets are determined:

	Fair value as of			Fair value level	Valuation techniques and principal inputs
	31 December				
	30 June 2025	2024 (Audited)	30 June 2024		
<i>Financial assets at fair value through other comprehensive income:</i>					
Quoted securities	102,020,176	93,932,326	84,184,723	First	Last bid price
Funds and portfolios	12,024,237	11,296,014	12,892,978	Second	Net asset value
Unquoted securities	5,928,777	7,278,233	6,711,756	Three	Based on the revised NBV or on the basis of the last transactions
<i>Financial assets at fair value through profit or loss:</i>					
Quoted securities	3,469,199	593,892	1,653,112	First	Last bid price
Unquoted securities	810,500	-	-	Three	Based on the revised NBV or on the basis of the last transactions

The fair value of the other financial assets and liabilities approximate their carrying amounts as at the date of interim condensed consolidated financial information.

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
30 June 2025 (Unaudited)**

*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**4. Property, plant and equipment**

	30 June 2025	31 December 2024 (Audited)	30 June 2024
Net carrying amount at beginning of the period / year	125,492,079	126,205,648	126,205,648
Additions	1,422,716	2,438,673	228,636
Disposals	(5,529)	(22,448)	(21,985)
Depreciation during the period / year	(1,256,897)	(3,129,794)	(1,484,809)
Net carrying amount at end of the period / year	125,652,369	125,492,079	124,927,490

Certain property, plant and equipment are located on a land leased from the State Properties under leases for a term of five years ending 2025 and 2029.

**5. Investment in Associates**

Movement on investment in associates was as follows:

	30 June 2025	31 December 2024 (Audited)	30 June 2024
Balance at the beginning of the period / year	18,206,065	17,800,835	17,800,835
Group's share in associates' business results	117,036	674,773	602,190
Group's share of associates' reserves	135,451	92,127	56,220
Group's share from the transfer to the retained earnings	10,054	20,108	10,054
Dividends received	(381,778)	(381,778)	-
	18,086,828	18,206,065	18,469,299

**6. Financial assets at fair value through other comprehensive income**

	30 June 2025	31 December 2024 (Audited)	30 June 2024
Quoted securities	102,020,176	93,932,326	84,184,723
Unquoted securities	5,928,777	7,278,233	6,711,756
Funds and portfolios	12,024,237	11,296,014	12,892,978
	119,973,190	112,506,573	103,789,457

Quoted securities include investments amounting to KD 64,162,774 as at 30 June 2025 in the shares of National Industries Group Holding - K.P.S.C., one of the major Shareholders of the Group (KD 59,899,748 as at 31 December 2024, KD 51,642,741 as at 30 June 2024).

**7. Inventory**

	30 June 2025	31 December 2024 (Audited)	30 June 2024
Raw materials	18,345,057	17,377,187	14,889,406
Finished production	720,731	525,643	585,275
Spare parts	2,522,620	1,955,019	1,614,936
	21,588,408	19,857,849	17,089,617

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
30 June 2025 (Unaudited)**

*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**8. Accounts receivable and other debit balances**

	<b>30 June 2025</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024</b>
Receivables against unconditional bank guarantees	581,435	668,524	857,976
Ministry of Commerce - difference from subsidizing cement and ready made concrete to the public	627,153	1,730,779	660,234
Related parties (Note 17)	307,003	306,507	323,658
Other trade receivables	17,354,430	16,880,585	16,597,765
Total trade receivables	18,870,021	19,586,395	18,439,633
Other receivables	2,024,639	1,735,578	1,890,573
Advance payments to suppliers	869,121	1,029,503	739,183
	21,763,781	22,351,476	21,069,389
Provision for expected credit losses	(6,953,713)	(6,922,950)	(6,748,769)
	14,810,068	15,428,526	14,320,620
Prepaid expenses	585,077	584,543	395,708
Notes receivables	1,101,366	1,037,079	842,640
	16,496,511	17,050,148	15,558,968

Movement in provision for expected credit losses is as follows:

	<b>30 June 2025</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024</b>
Balance at the beginning of the period / year	6,922,950	6,742,698	6,742,698
Provision charged during the period / year	30,763	180,252	6,071
Balance at the end of the period / year	6,953,713	6,922,950	6,748,769

**9. Cash and cash equivalents**

	<b>30 June 2025</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024</b>
Cash on hand and at banks	8,988,304	4,238,435	5,630,269
Cash at investment portfolios	4,039,200	3,788,401	1,736,120
Short term deposits	-	232,500	2,000,000
Long term deposits	-	-	1,000,000
Cash and cash equivalents as at interim condensed consolidated statement of financial position	13,027,504	8,259,336	10,366,389
Less: term deposits with a maturity period exceeding 3 months	-	-	(1,000,000)
Cash and cash equivalents as at interim condensed consolidated statement of cash flows	13,027,504	8,259,336	9,366,389

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
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*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**10. Treasury shares**

	<b>30 June 2025</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024</b>
Number of shares (Share)	20,330,200	20,330,200	20,330,200
Percentage of issued shares (%)	2.77%	2.77%	2.77%
Cost (KD)	13,546,935	13,546,935	13,546,935
Market value (KD)	7,318,872	4,614,955	3,537,455

The Parent Company is committed to keeping reserves, retained earnings and share premium equal to the purchased treasury shares along acquisition period according to the instructions of the concerned regulatory authorities.

**11. Loans, bank facilities and Murabaha**

	<b>30 June 2025</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024</b>
<b>Non-current portion</b>			
Loans	23,072,000	20,848,000	19,712,000
Murabaha	31,995,648	27,506,648	30,113,758
	<u>55,067,648</u>	<u>48,354,648</u>	<u>49,825,758</u>
<b>Current portion</b>			
Loans	7,000,000	5,328,000	4,928,000
Murabaha	10,750,000	9,139,000	8,939,000
	<u>17,750,000</u>	<u>14,467,000</u>	<u>13,867,000</u>
Total loans, bank facilities and Murabaha	<u>72,817,648</u>	<u>62,821,648</u>	<u>63,692,758</u>

The average effective interest rate on loans, bank facilities and Murabaha was 4.75% per annum as at 30 June 2025 (31 December 2024: 4.75% per annum, 30 June 2024: 5% per annum).

**12. Accounts payable and other credit balances**

	<b>30 June 2025</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024</b>
Trade payables	11,926,692	14,425,735	14,937,224
Accrued interest and expenses	2,701,759	2,686,651	1,738,281
Notes payable	607,563	973,802	545,790
Advance payments from customers	5,487,860	5,373,802	6,034,942
Dividends payable	944,076	920,505	925,395
Accrued contribution to KFAS	51,079	23,383	21,250
Accrued NLST	-	36,259	19,120
Accrued zakat	-	5,420	2,540
Retention	287,881	22,000	-
Others	48,061	44,098	32,923
	<u>22,054,971</u>	<u>24,511,655</u>	<u>24,257,465</u>



**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
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*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**13. Cost of sales**

	Three months ended 30 June		Six months ended 30 June	
	2025	2024	2025	2024
Cost of raw materials	13,516,589	10,932,917	24,893,124	24,877,884
Salaries and benefits	1,363,556	974,860	2,417,968	1,952,590
Maintenance and spare parts	2,014,416	837,639	2,858,635	2,330,479
Depreciations and amortizations	230,962	261,661	465,488	526,940
Rents	473,992	89,014	571,695	171,499
Others	147,094	191,592	288,417	446,229
	<u>17,746,609</u>	<u>13,287,683</u>	<u>31,495,327</u>	<u>30,305,621</u>

**14. Net income from other activities**

	Three months ended 30 June		Six months ended 30 June	
	2025	2024	2025	2024
Net income from investment properties	25,162	16,938	46,959	38,203
Net gain from exchange differences	67,005	18,382	55,679	34,051
Other income	32,589	81,110	84,291	120,141
	<u>124,756</u>	<u>116,430</u>	<u>186,929</u>	<u>192,395</u>

**15. Net investment income**

	Three months ended 30 June		Six months ended 30 June	
	2025	2024	2025	2024
<i>Financial assets at fair value through other comprehensive income:</i>				
Cash dividends	3,770,040	2,125,079	3,810,584	2,244,147
Portfolio management expenses	(24,656)	(33,234)	(59,303)	(61,488)
	<u>3,745,384</u>	<u>2,091,845</u>	<u>3,751,281</u>	<u>2,182,659</u>
<i>Financial assets at fair value through profit or loss:</i>				
Unrealised gain from change in the fair value	91,565	19,347	120,440	19,347
Realised gain from sale	407,994	-	424,475	-
Cash dividends	56,035	-	60,832	-
	<u>555,594</u>	<u>19,347</u>	<u>605,747</u>	<u>19,347</u>
	<u>4,300,978</u>	<u>2,111,192</u>	<u>4,357,028</u>	<u>2,202,006</u>

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
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*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**16. Basic and diluted earnings per share**

Basic and diluted earnings per share are calculated by dividing the net profit for the period attributable to Shareholders of the Parent Company by the weighted average number of outstanding ordinary shares determined based on number of outstanding shares of issued capital during the period, taking into account treasury shares. The calculation of basic and diluted earnings per share is as follows:

	Three months ended 30 June		Six months ended 30 June	
	2025	2024	2025	2024
Net profit for the period attributable to shareholders of the Parent Company	3,001,297	1,993,123	3,061,303	2,510,208
Weighted average number of outstanding shares during the period (shares)	712,973,670	712,973,670	712,973,670	712,973,670
Basic and diluted earnings per share (fils)	4.21	2.80	4.29	3.52

**17. Related party transactions**

Related parties comprise of the Group's shareholders who are members in the board of directors, board of directors, key management personnel, associates, and subsidiaries in which the Company has representatives in their board. In the normal course of business, and subject to the approval of the Group's management, transactions were made with such parties during the period ended 30 June 2025. Balances and transactions between the Parent Company and its subsidiaries, which are related parties of the Group, have been eliminated on consolidation and are not disclosed in this note.

Significant related party balances and transactions are as follows:

	30 June 2025	31 December 2024 (Audited)	30 June 2024
<b><u>Balances included in the interim condensed consolidated statement of financial position:</u></b>			
Account receivables and other debit balances (Note 8)	307,003	306,507	323,658
Provision for employees' end of service indemnity	779,439	737,254	724,611
	<b>Three months ended 30 June</b>		<b>Six months ended 30 June</b>
	<b>2025</b>	<b>2024</b>	<b>2025</b>
			<b>2024</b>
<b><u>Transactions included in the interim condensed consolidated statement of income:</u></b>			
Sales	268,828	178,692	429,655
Committees' fees	46,000	46,000	92,000
Executive management salaries and benefits	156,927	115,355	299,442
			230,540

All transactions with related parties are subject to the approval of the Shareholders' General Assembly.



**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
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*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

**18. Contingent liabilities and capital commitments**

	30 June 2025	31 December 2024 (Audited)	30 June 2024
<b>Contingent liabilities</b>			
Letters of guarantee	2,707,511	2,707,511	1,270,290
<b>Capital commitments</b>			
Letters of credit	2,751,671	27,132	31,304
Uncalled subscription relating to investments in funds	321,972	321,972	321,972
Contracts for importing raw materials	8,056,246	2,580,339	3,532,078
Property, plant and equipment	456,292	547,226	579,867

There is a dispute between the Parent Company and a supplier about the financial obligations resulting from the termination of the raw materials supply contract between both parties where that party submitted a financial claim, while Parent Company's management has applied with the Court's judicial arbitration for discharging it from any financial obligations resulting from termination of that contract. During the previous period, a judgment was issued for the release of all the Parent Company's financial obligations towards the supplier. The dispute with the supplier has not been resolved yet and the Parent Company's management believes that the provisions provided are sufficient against all the obligations that might result from this dispute.

**19. Segment financial information**

The management has classified the Group's significant operating segments and services into the following operating segments under IFRS 8 as follows:

The primary segments information as follows:

Operating Segments

The Group has determined the following two major business segments for internal reporting purposes:

- Manufacturing sector which includes production and sale cement & ready – mix cement.
- Investments segment

Financial information about business segments for the six month period ended 30 June is as follows:

	30 June 2025			30 June 2024		
	Manufacturing sector	Investment Sector	Total	Manufacturing sector	Investment Sector	Total
Segments revenues	33,559,907	4,403,987	37,963,894	33,546,186	2,842,399	36,388,585
Gross profit of segments	169,579	4,521,023	4,690,602	1,496,811	2,842,399	4,339,210
Segments assets	174,471,140	147,149,558	321,620,698	168,450,617	126,418,629	294,869,246
<b>Adjustments:</b>						
Gross segments profit			4,690,602			4,339,210
Finance charges			(1,611,907)			(1,826,588)
Interest income			13,973			41,220
<b>Net segment profit before deductions</b>			<u>3,092,668</u>			<u>2,553,842</u>

**Notes to the Interim Condensed Consolidated Financial Information for the six months ended  
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*(All amounts are in Kuwaiti Dinar unless otherwise mentioned)*

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**20. General Assembly of the Parent Company's Shareholders**

The General Assembly of Parent Company's Shareholders, held on 8 May 2025, approved the consolidated financial statements for the year ended 31 December 2024. It also approved to distribute the cash dividends of 6 fils per share of the paid-up capital after deducting treasury shares to the concerned shareholders as set out in the schedule approved by the Shareholders' General Assembly, and not to distribute remuneration directors for the year ended 31 December 2024.

The General Assembly of Parent Company's Shareholders held on 24 April 2024, approved the consolidated financial statements for the year ended 31 December 2023. It also approved not to distribute cash dividends and the remuneration of directors for the year ended 31 December 2023.