

**Boursa Kuwait Securities Company K.P.S.C.
and its Subsidiaries**



**INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)
31 MARCH 2025**



**Shape the future
with confidence**

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF BOURSA KUWAIT SECURITIES COMPANY K.P.S.C.

Report on the Interim Condensed Consolidated Financial Information

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Bursa Kuwait Securities Company K.P.S.C. (the “Parent Company”) and its subsidiaries (collectively, the “Group”) as at 31 March 2025, and the related interim condensed consolidated statement of profit or loss and other comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the three-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 34: *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

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

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, during the three-month period ended 31 March 2025 that might have had a material effect on the business of the Parent Company or on its financial position.

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF BOURSA KUWAIT SECURITIES COMPANY K.P.S.C. (continued)

Report on Other Legal and Regulatory Requirements (continued)

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any 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 three months period ended 31 March 2025 that might have had a material effect on the business of the Parent Company or on its financial position.



SHEIKHA AL FULAIJ
LICENCE NO. 289 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

1 May 2025
Kuwait

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UNAUDITED)**

For the period ended 31 March 2025

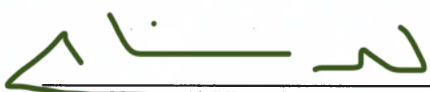
	<i>Notes</i>	<i>Three months ended 31 March</i>	
		<i>2025 KD</i>	<i>2024 KD</i>
REVENUE			
Subscription fees		1,933,065	1,806,539
Share in trading commission		4,702,870	2,151,396
Clearing operations		1,552,808	1,203,367
Central depository services		1,192,988	1,106,395
Shareholders register services		898,526	700,456
Settlement operations		990,956	748,033
Miscellaneous fees		898,548	657,314
	3	12,169,761	8,373,500
EXPENSES			
Staff costs		(1,519,114)	(1,426,199)
General and administrative expenses		(970,775)	(1,139,276)
Depreciation and amortisation		(229,237)	(202,108)
Allowance for provision for expected credit losses	6	-	(26,418)
		(2,719,126)	(2,794,001)
OPERATING PROFIT		9,450,635	5,579,499
Investment income	4	816,764	843,644
Rental income		250,319	207,585
Other income		24,702	14,065
Interest on lease liabilities		(5,473)	(7,347)
PROFIT BEFORE TAX		10,536,947	6,637,446
Contribution to Kuwait Foundation for Advancement of Science ("KFAS")		(59,890)	(30,984)
Zakat		(61,908)	(31,275)
National Labour Support Tax ("NLST")		(211,817)	(121,148)
PROFIT FOR THE PERIOD		10,203,332	6,454,039
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		10,203,332	6,454,039
Attributable to:			
Shareholders of the Parent Company		7,939,522	4,684,520
Non-controlling interests		2,263,810	1,769,519
		10,203,332	6,454,039
BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY	5	39.54 Fils	23.33 Fils

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2025

		(Audited)	
	31 March	31 December	31 March
	2025	2024	2024
	KD	KD	KD
ASSETS			
Non-current assets			
Intangible assets	34,514,003	34,382,895	33,855,769
Goodwill	9,492,308	9,492,308	9,492,308
Property and equipment	2,524,835	2,253,482	1,561,263
Right-of-use assets	445,632	483,419	631,533
Accounts receivable and other assets	6 248,525	245,626	273,053
Financial assets at fair value through other comprehensive income	338	338	338
Debt instruments at amortised cost	7 1,916,675	1,915,775	1,913,675
Restricted cash	9 2,600,000	2,600,000	2,600,000
	<u>51,742,316</u>	<u>51,373,843</u>	<u>50,327,939</u>
Current assets			
Accounts receivable and other assets	6 5,049,674	4,652,053	3,209,187
Term deposits	8 46,530,000	66,721,000	50,200,000
Cash and cash equivalents	9 36,143,234	3,398,761	19,831,107
	<u>87,722,908</u>	<u>74,771,814</u>	<u>73,240,294</u>
TOTAL ASSETS	<u>139,465,224</u>	<u>126,145,657</u>	<u>123,568,233</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	20,077,575	20,077,575	20,077,575
Statutory reserve	11,212,541	11,212,541	9,288,355
Voluntary reserve	11,212,541	11,212,541	9,288,355
Fair value reserve	(252,299)	(252,299)	(252,299)
Retained earnings	16,777,839	25,301,929	15,655,073
Equity attributable to shareholders of the Parent Company	<u>59,028,197</u>	<u>67,552,287</u>	<u>54,057,059</u>
Non-controlling interests	49,138,062	46,874,252	41,443,219
Total equity	<u>108,166,259</u>	<u>114,426,539</u>	<u>95,500,278</u>
Liabilities			
Non-current liabilities			
Employees' end of service benefits	1,858,234	1,749,435	1,437,271
Lease liabilities	190,378	344,302	454,860
	<u>2,048,612</u>	<u>2,093,737</u>	<u>1,892,131</u>
Current liabilities			
Accounts payable and other liabilities	11 29,082,716	9,467,940	26,074,630
Lease liabilities	167,637	157,441	101,194
	<u>29,250,353</u>	<u>9,625,381</u>	<u>26,175,824</u>
Total liabilities	<u>31,298,965</u>	<u>11,719,118</u>	<u>28,067,955</u>
TOTAL EQUITY AND LIABILITIES	<u>139,465,224</u>	<u>126,145,657</u>	<u>123,568,233</u>


 Bader Nasser Al-Kharafi
Chairman


 Mohammad Saud Al-Osaimi
Chief Executive Officer

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2025

	<i>Equity attributable to shareholders of the Parent Company</i>						<i>Non-controlling interests</i>	<i>Total equity</i>
	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Voluntary reserve KD</i>	<i>Fair value reserve KD</i>	<i>Retained earnings KD</i>	<i>Sub-total KD</i>	<i>KD</i>	<i>KD</i>
As at 1 January 2025 (Audited)	20,077,575	11,212,541	11,212,541	(252,299)	25,301,929	67,552,287	46,874,252	114,426,539
Profit for the period	-	-	-	-	7,939,522	7,939,522	2,263,810	10,203,332
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	7,939,522	7,939,522	2,263,810	10,203,332
Cash dividend declared to shareholders of the Parent Company (Note 10)	-	-	-	-	(16,463,612)	(16,463,612)	-	(16,463,612)
At 31 March 2025	20,077,575	11,212,541	11,212,541	(252,299)	16,777,839	59,028,197	49,138,062	108,166,259
As at 1 January 2024 (Audited)	20,077,575	9,288,355	9,288,355	(252,299)	25,827,959	64,229,945	44,179,325	108,409,270
Profit for the period	-	-	-	-	4,684,520	4,684,520	1,769,519	6,454,039
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	4,684,520	4,684,520	1,769,519	6,454,039
Cash dividend declared to shareholders of the Parent Company (Note 10)	-	-	-	-	(14,857,406)	(14,857,406)	-	(14,857,406)
Cash dividend paid to non-controlling interests	-	-	-	-	-	-	(4,505,625)	(4,505,625)
At 31 March 2024	20,077,575	9,288,355	9,288,355	(252,299)	15,655,073	54,057,059	41,443,219	95,500,278

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(UNAUDITED)

For the period ended 31 March 2025

	Notes	Three months ended 31 March	
		2025 KD	2024 KD
OPERATING ACTIVITIES			
Profit before tax		10,536,947	6,637,446
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Amortisation of intangible assets		66,348	75,391
Depreciation of property and equipment		125,102	71,097
Depreciation of right-of-use assets		37,787	55,620
Allowance for provision for expected credit losses	6	-	26,418
Investment income	4	(816,764)	(843,644)
Foreign exchange differences		(900)	(1,950)
Interest on lease liabilities		5,473	7,347
Provision for employees' end of service benefits		116,085	79,821
		<u>10,070,078</u>	<u>6,107,546</u>
<i>Working capital changes:</i>			
Accounts receivable and other assets		(1,417,140)	(23,796)
Accounts payable and other liabilities		3,176,216	2,979,878
Cash flows from operations		<u>11,829,154</u>	<u>9,063,628</u>
Employees' end of service benefits paid		(7,286)	(198,819)
Taxation paid		(100,971)	(88,695)
Board of Directors' remuneration paid		(200,000)	-
Net cash flows from operating activities		<u>11,520,897</u>	<u>8,776,114</u>
INVESTING ACTIVITIES			
Additions of intangible assets		(197,456)	(218,392)
Purchase of property and equipment		(396,455)	(194,130)
Placement of term deposits		(28,530,000)	(40,400,000)
Maturity of term deposits		48,721,000	44,280,000
Investment income received		1,833,384	1,577,380
Net cash flows from investing activities		<u>21,430,473</u>	<u>5,044,858</u>
FINANCING ACTIVITIES			
Payment of lease liabilities		(149,201)	(169,247)
Cash dividend paid to shareholders of the Parent Company		(57,696)	(64,113)
Cash dividend paid to non-controlling interests		-	(4,505,625)
Net cash flows used in financing activities		<u>(206,897)</u>	<u>(4,738,985)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		<u>32,744,473</u>	<u>9,081,987</u>
Cash and cash equivalents at 1 January		3,398,761	10,749,120
CASH AND CASH EQUIVALENTS AT 31 MARCH	9	<u>36,143,234</u>	<u>19,831,107</u>
Non-cash transactions excluded from the interim condensed consolidated statement of cash flows are as follows:			
Additions to right-of-use assets		-	(4,273)
Additions to lease liabilities		-	4,273

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)**

As at and for the period ended 31 March 2025

1 CORPORATE AND GROUP INFORMATION

The interim condensed consolidated financial information of Boursa Kuwait Securities Company K.P.S.C. ("the Parent Company") and its subsidiaries (collectively, the "Group") for the three months ended 31 March 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 1 May 2025.

The consolidated financial statements for the year ended 31 December 2024 were approved by the shareholders at the Annual General Assembly Meeting ("AGM") held on 24 March 2025. Dividends declaration by the Parent Company for the year then ended are provided in Note 10.

The Parent Company is a public shareholding company incorporated and domiciled in Kuwait and whose shares are publicly traded. The registered office of the Parent Company is located at Boursa Kuwait Building, Sharq and its registered postal address is P.O. Box 1027, Dasman 15461 - State of Kuwait.

The Parent Company was registered in the commercial register on 21 April 2014 under registration number 355538.

The shares of the Parent Company were listed on Boursa Kuwait on 14 September 2020.

The Parent Company is regulated by the Capital Markets Authority ("CMA") and its primary objectives are, as follows:

- ▶ Operate as a stock exchange, incorporate, or operate or contribute in the incorporation or operation of a stock exchange to reconcile buy and sell orders of securities and to follow specific procedures relating to trading and perform usual functions exercised by stock exchanges. Provide design, development and processing of electronic data services related to the field of operating securities exchanges.
- ▶ Provide design, development and information technology solutions in the field and activities of stock exchanges.
- ▶ Provide supporting services to third parties in the securities and stock markets fields.
- ▶ Offer advisory services relating to the stock exchange activities and the regulations applying to its members. Prepare economic feasibility studies in the stock exchange field.
- ▶ Incorporate and participate in the incorporation of companies inside the State of Kuwait and abroad of different types and legal forms within the scope of the Parent Company's objectives.
- ▶ Own securities in companies that work in the field of stock market or securities activities.
- ▶ The Parent Company may have interests in, or cooperate or contribute or participate in any way in other financial markets or companies or entities engaged in any type of business, activities, or similar activities or those that may support the Parent Company in achieving its purposes inside the State of Kuwait or abroad pursuant to the applicable laws and regulations.
- ▶ The Parent Company may exploit the available financial surpluses by investing in bank deposits or government securities inside the State of Kuwait or abroad. The Parent Company shall make any other types of investments inside the State of Kuwait and abroad.
- ▶ Any other purposes relating to stock exchanges provided for in the CMA Law and in the decisions issued by the CMA.

The Parent Company may carry out the above business in the State of Kuwait or abroad.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

1 CORPORATE AND GROUP INFORMATION (continued)

The interim condensed consolidated financial information of the Group include:

Subsidiaries	Country of incorporation	% equity interest			Principal activities
		(Audited)			
		31 March 2025	31 December 2024	31 March 2024	
Directly held:					
Boursa Kuwait Company for Business Economic and IT Consultancy S.P.C.	Kuwait	100%	100%	100%	Administrative, economic and information technology consulting
Kuwait Clearing Company K.S.C. (Closed) (“KCC”)	Kuwait	50%	50%	50%	Provides clearing, settlement and depository services
Held through KCC:					
Kuwait International Trustee Company K.S.C. (Closed)	Kuwait	100%	100%	100%	Providing trustee services Performing clearing and settlement between securities trading operations
Kuwait Clearing House K.S.C. (Closed)	Kuwait	100%	100%	100%	Providing central depository, register services and transfer of ownership services
Kuwait Central Securities Depository K.S.C. (Closed)	Kuwait	100%	100%	100%	

2 BASIS OF PREPARATION AND CHANGES TO GROUP'S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information for the three months ended 31 March 2025 has been prepared in accordance with IAS-34 *Interim Financial Reporting*. The Group has prepared the interim condensed consolidated financial information on the basis that it will continue to operate as a going concern.

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2024. Further, results for the three-month period ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

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.

Several amendments apply for the first time in 2025, but do not have any impact on the interim condensed consolidated financial information of the Group.

Lack of exchangeability - Amendments to IAS-21 The Effects of Changes in Foreign Exchange Rates

The amendments to IAS-21 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.

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

3 REVENUE FROM CONTRACTS WITH CUSTOMERS

Set out below is the disaggregation of the Group's revenue:

	<i>Three months ended 31 March</i>	
	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>
Types of services:		
<i>Subscription fees</i>	1,933,065	1,806,539
<i>Share in trading commission</i>		
▪ Main commission	4,588,749	2,100,740
▪ Special transaction commission	114,121	50,656
	4,702,870	2,151,396
<i>Clearing operations</i>	1,552,808	1,203,367
<i>Central depository services</i>	1,192,988	1,106,395
<i>Shareholders register services</i>	898,526	700,456
<i>Settlement operations</i>	990,956	748,033
<i>Miscellaneous fees</i>		
▪ Trustee and investment controller services	191,967	166,084
▪ Over The Counter (OTC) trading commission of non-listed companies	100,051	81,712
▪ Transferring of ownership and acquisition fees	362,200	175,751
▪ Data services subscriptions	110,654	109,530
▪ Online trading lines and X-stream line registration and subscription fees from brokers	58,053	54,685
▪ Collateral services	25,579	24,990
▪ Other operating income	50,044	44,562
	898,548	657,314
	12,169,761	8,373,500
Geographical markets:		
State of Kuwait	12,169,761	8,373,500
Timing of revenue recognition:		
Services transferred over time	3,218,399	2,863,515
Services transferred in a point in time	8,951,362	5,509,985
	12,169,761	8,373,500

4 INVESTMENT INCOME

	<i>Three months ended 31 March</i>	
	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>
Interest/profit income from placements with banks	792,677	819,004
Investments income from bonds/Sukuk	24,087	24,640
	816,764	843,644

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

5 BASIC AND DILUTED EARNINGS PER SHARE "(EPS)"

Basic EPS amounts are calculated by dividing the profit for the period attributable to shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is calculated by dividing the profit attributable to ordinary shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted EPS are identical.

	<i>Three months ended 31 March</i>	
	2025	2024
Profit for the period attributable to shareholders of the Parent Company (KD)	7,939,522	4,684,520
Weighted average of shares (Number of shares) *	200,775,750	200,775,750
Basic and diluted EPS attributable to shareholders of the Parent Company (Fils)	39.54	23.33

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

6 ACCOUNTS RECEIVABLE AND OTHER ASSETS

	<i>31 March 2025 KD</i>	<i>(Audited) 31 December 2024 KD</i>	<i>31 March 2024 KD</i>
Trade receivables, gross	2,912,136	2,466,328	2,295,097
Less: Expected Credit Losses ("ECL") allowance	(638,271)	(638,271)	(671,312)
Trade receivables, net	2,273,865	1,828,057	1,623,785
Prepayments and advances*	803,472	416,491	684,801
Amounts due from a related party (Note 12)	1,518,386	894,800	526,613
Refundable deposits	248,525	245,626	273,053
Accrued investment income*	423,462	1,464,168	346,048
Other receivables*	30,489	48,537	27,940
	5,298,199	4,897,679	3,482,240
<i>Disclosed as:</i>			
Non-current	248,525	245,626	273,053
Current	5,049,674	4,652,053	3,209,187
	5,298,199	4,897,679	3,482,240

* Includes balances from related parties amounting to KD 287,955 (31 December 2024: KD 1,197,009 and 31 March 2024: KD 129,611) (Note 12).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

6 ACCOUNTS RECEIVABLE AND OTHER ASSETS (continued)

Set out below is the movement in ECL allowance for trade receivables:

	<i>31 March</i>	<i>(Audited)</i> <i>31 December</i>	<i>31 March</i>
	<i>2025</i>	<i>2024</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
As at 1 January	638,271	710,666	710,666
Charged during the period/year	-	26,418	26,418
Written off during the period/year	-	(98,813)	(65,772)
As at the end of the period/year	638,271	638,271	671,312

7 DEBT INSTRUMENTS AT AMORTISED COST

	<i>31 March</i>	<i>(Audited)</i> <i>31 December</i>	<i>31 March</i>
	<i>2025</i>	<i>2024</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Debt instrument at amortised cost	1,926,700	1,925,800	1,923,700
Less: ECL allowance	(10,025)	(10,025)	(10,025)
Debt instrument at amortised cost, net	1,916,675	1,915,775	1,913,675

Debt instruments at amortised cost represent the Group's investment in bonds with local counterparties with investment grade ratings assigned by international rating agencies, that carry an Effective Interest Rate ("EIR") ranging 4% to 7% (31 December 2024: 4% to 7% and 31 March 2024: 4% to 7.31%) per annum and maturing over a period ranging approximately from 6 to 9 years.

8 TERM DEPOSITS

Term deposits are placed with local banks, denominated in KD, and carry an EIR ranging from 3.81% to 4.60% (31 December 2024: 3.80% to 4.90% and 31 March 2024: 4.50% to 4.95%) per annum and maturing within twelve months from the date of placements.

Certain term deposits are held with a related party bank of KD 36,280,000 (31 December 2024 KD 35,000,000 and 31 March 2024: 26,550,000) (Note 12).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

9 CASH AND CASH EQUIVALENTS

	31 March 2025 KD	(Audited) 31 December 2024 KD	31 March 2024 KD
Cash at banks*	5,239,506	5,198,761	22,178,882
Cash on hands	4,680	-	5,227
Short term deposits**	33,499,048	800,000	250,000
Cash and short-term deposits	38,743,234	5,998,761	22,434,109
Less: Restricted cash***	(2,600,000)	(2,600,000)	(2,600,000)
Less: ECL allowance	-	-	(3,002)
Cash and cash equivalents	36,143,234	3,398,761	19,831,107

* Includes cash at a related party bank of KD 1,353,915 (31 December 2024: Nil and 31 March 2024: KD 1,000) (Note 12)

** Short-term deposits are made for varying periods maturing within three months from the date of placements, depending on the immediate cash requirements of the Group, and earn interest/profit at the respective short-term EIR.

*** Restricted cash represents a balance deposited in a local bank in accordance with the financial clearance guarantee policy stipulated by the CMA to be used to cover default resulting from the trading of the broker's clients or custodian's clients, after the financial guarantee provided to these clients (the broker and custodian) has been exhausted. These amounts are not available for day-to-day operations.

10 DIVIDENDS DECLARED AND PAID

On 24 March 2025, the shareholders approved in the AGM the distribution of cash dividends of 82 fils per share to the shareholders registered on 9 April 2025 aggregating to KD 16,463,612 for the year ended 31 December 2024.

On 28 March 2024, the shareholders approved in the AGM the distribution of cash dividends of 74 fils per share aggregating to KD 14,857,406 for the year ended 31 December 2023.

Dividends amounting to KD 17,691,152 are payable as at the reporting date (31 December 2024: KD 1,285,236 and 31 March 2024: KD 16,072,096) (Note 11).

11 ACCOUNTS PAYABLE AND OTHER LIABILITIES

	31 March 2025 KD	(Audited) 31 December 2024 KD	31 March 2024 KD
Unearned revenue*	7,212,950	1,497,548	6,608,924
Trade payables	491,311	598,787	417,850
Accrued expenses	2,126,010	4,752,410	1,572,401
Commission payable to CMA	478,016	323,131	309,840
Staff leave provision	744,223	718,592	698,815
Dividends payable	17,691,152	1,285,236	16,072,096
Other payables	339,054	292,236	394,704
	29,082,716	9,467,940	26,074,630

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

11 ACCOUNTS PAYABLE AND OTHER LIABILITIES (continued)

* Includes amounts due to related parties of KD 675,284 (31 December 2024: KD 10,567 and 31 March 2024: KD 656,266) (Note 12).

12 RELATED PARTY DISCLOSURES

Related parties represent the major shareholders, directors and key management personnel of the Parent Company, and entities controlled, jointly-controlled, or significantly influenced by such parties. Transactions with related parties were made on substantially the same terms, prevailing at the same time for comparable transactions with unrelated parties and are approved by the Parent Company's management.

The following table provides the total amount of transactions included in the interim condensed consolidated statement of profit or loss that have been entered into with related parties for the relevant financial period/year:

	<i>Three months ended 31 March</i>			
	<i>Major shareholders</i>	<i>Other related parties</i>	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Subscription fees	76,004	112,729	188,733	173,500
Shareholders register services	6,668	27,489	34,157	36,554
Miscellaneous fees	29,877	1,312	31,189	35,302
General and administrative expenses	(5,000)	(22,575)	(27,575)	(21,562)
Investment income	-	412,043	412,043	91,888
Rental income	-	875	875	2,375

Balances with related parties included in the interim condensed consolidated statement of financial position are as follows:

	<i>Major shareholders</i>	<i>Other related parties</i>	<i>31 March 2025</i>	<i>(Audited)</i>	
				<i>31 December 2024</i>	<i>31 March 2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Amounts due from a related party (Note 6)	-	1,518,386	1,518,386	894,800	526,613
Accounts receivable and other assets (Note 6)	6,667	281,288	287,955	1,197,009	129,611
Term deposits (Note 8)	-	36,280,000	36,280,000	35,000,000	26,550,000
Cash and cash equivalents (Note 9)	-	1,353,915	1,353,915	-	1,000
Accounts payable and other liabilities (Note 11)	250,654	424,630	675,284	10,567	656,266
Dividends payable	7,783,996	416,164	8,200,160	-	7,846,442

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

12 RELATED PARTY DISCLOSURES (continued)

Compensation of key management personnel and Board of Directors

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 outstanding balances related to key management personnel were as follows:

	<i>Transaction values for the Three months ended</i>		<i>Balances outstanding as at (Audited)</i>		
	<i>31 March 2025 KD</i>	<i>31 March 2024 KD</i>	<i>31 March 2025 KD</i>	<i>31 December 2024 KD</i>	<i>31 March 2024 KD</i>
Salaries and other short-term benefits	146,236	157,496	136,902	636,844	142,033
Employees end of service benefits	16,240	10,439	334,541	318,301	273,837
Board of Directors' remuneration	-	-	-	200,000	176,000
Board of Directors' committee remuneration	-	-	-	40,000	32,000
	162,476	167,935	471,443	1,195,145	623,870

The Board of Directors of the Parent Company proposed a directors' remuneration of KD 200,000 for the year ended 31 December 2024. This proposal was approved by the shareholders of the Parent Company at the AGM held on 24 March 2025.

13 SEGMENT INFORMATION

The Group's operating segments are determined based on the reports reviewed by the decision makers that are used for making strategic decisions. These segments are strategic business units that offer different products and services. They are managed separately since the nature of the products and services; class of customers and marketing strategies of these segments are different.

Operating revenues recognised in the interim condensed consolidated statement of profit or loss represents revenues from external customers and originated in the State of Kuwait.

The Group is primarily engaged in operating securities exchange related activities in the State of Kuwait. Management monitors the operating results of its operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on return on investments.

The following tables present information regarding the Group's segments activities and balances:

	<i>For the three-month period ended 31 March 2025</i>			<i>For the three-month period ended 31 March 2024</i>		
	<i>Securities exchange KD</i>	<i>Clearing KD</i>	<i>Total KD</i>	<i>Securities exchange KD</i>	<i>Clearing KD</i>	<i>Total KD</i>
Operating revenue	7,279,395	4,890,366	12,169,761	4,383,330	3,990,170	8,373,500
Operating expenses	(1,731,576)	(896,790)	(2,628,366)	(1,697,715)	(1,025,698)	(2,723,413)
Operating profit	5,547,819	3,993,576	9,541,395	2,685,615	2,964,472	5,650,087
Non-operating revenue	423,945	667,840	1,091,785	412,112	653,182	1,065,294
Non-operating expenses	(338,741)	(91,107)	(429,848)	(190,048)	(71,294)	(261,342)
Segment results	5,633,023	4,570,309	10,203,332	2,907,679	3,546,360	6,454,039

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)**

As at and for the period ended 31 March 2025

13 SEGMENT INFORMATION (continued)

	<i>Securities exchange KD</i>	<i>Clearing KD</i>	<i>Total KD</i>
<i>As at 31 March 2025 (Unaudited)</i>			
Segment assets	69,945,872	69,519,352	139,465,224
Segment liabilities	28,355,479	2,943,486	31,298,965
<i>As at 31 December 2024 (Audited)</i>			
Segment assets	60,038,020	66,107,637	126,145,657
Segment liabilities	7,659,727	4,059,391	11,719,118
<i>As at 31 March 2024 (Unaudited)</i>			
Segment assets	69,949,826	53,618,407	123,568,233
Segment liabilities	25,635,728	2,432,227	28,067,955

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