

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



**INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)
30 JUNE 2025**



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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 30 June 2025, and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended, and the related 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 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 six-month period ended 30 June 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 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.



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

29 July 2025
Kuwait

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

For the period ended 30 June 2025

		Three months ended 30 June		Six months ended 30 June	
		2025 KD	2024 KD	2025 KD	2024 KD
Notes					
REVENUES					
		1,921,689	1,733,203	3,854,754	3,539,742
		3,801,630	1,885,976	8,504,500	4,037,372
		1,879,611	1,644,852	3,432,419	2,848,219
		1,272,342	1,018,691	2,465,330	2,125,086
		974,397	1,110,072	1,872,923	1,810,528
		1,242,013	763,708	2,232,969	1,511,741
		937,371	616,862	1,835,919	1,274,176
	3	12,029,053	8,773,364	24,198,814	17,146,864
EXPENSES					
		(1,693,962)	(1,565,477)	(3,213,076)	(2,991,676)
		(1,082,852)	(1,022,310)	(2,053,627)	(2,161,586)
		(234,587)	(188,267)	(463,824)	(390,375)
	6	-	-	-	(26,418)
		(3,011,401)	(2,776,054)	(5,730,527)	(5,570,055)
OPERATING PROFIT					
		9,017,652	5,997,310	18,468,287	11,576,809
	4	744,757	699,741	1,561,521	1,543,385
		250,932	250,091	501,251	457,676
		10,090	21,549	34,792	35,614
		(4,295)	(6,058)	(9,768)	(13,405)
PROFIT BEFORE TAX					
		10,019,136	6,962,633	20,556,083	13,600,079
		(49,129)	(27,966)	(109,019)	(58,950)
		(51,149)	(29,560)	(113,057)	(60,835)
		(193,675)	(127,443)	(405,492)	(248,591)
PROFIT FOR THE PERIOD					
		9,725,183	6,777,664	19,928,515	13,231,703
		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD					
		9,725,183	6,777,664	19,928,515	13,231,703
Attributable to:					
		7,172,072	4,694,640	15,111,594	9,379,160
		2,553,111	2,083,024	4,816,921	3,852,543
		9,725,183	6,777,664	19,928,515	13,231,703
BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY					
	5	35.72 Fils	23.38 Fils	75.27 Fils	46.71 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 30 June 2025

		30 June 2025 KD	(Audited) 31 December 2024 KD	30 June 2024 KD
	Notes			
ASSETS				
Non-current assets				
Intangible assets		34,713,992	34,382,895	34,138,999
Goodwill		9,492,308	9,492,308	9,492,308
Property and equipment		2,493,552	2,253,482	1,645,672
Right-of-use assets		407,846	483,419	474,293
Accounts receivable and other assets	6	251,569	245,626	276,601
Financial assets at fair value through other comprehensive income		338	338	338
Debt instruments at amortised cost	7	1,907,375	1,915,775	1,911,425
Restricted cash	9	2,600,000	2,600,000	2,600,000
		<u>51,866,980</u>	<u>51,373,843</u>	<u>50,539,636</u>
Current assets				
Accounts receivable and other assets	6	5,038,218	4,652,053	3,241,825
Term deposits	8	64,380,000	66,721,000	56,200,000
Cash and cash equivalents	9	2,581,734	3,398,761	3,390,884
		<u>71,999,952</u>	<u>74,771,814</u>	<u>62,832,709</u>
TOTAL ASSETS		<u>123,866,932</u>	<u>126,145,657</u>	<u>113,372,345</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		23,949,911	25,301,929	20,349,713
Equity attributable to shareholders of the Parent Company		<u>66,200,269</u>	<u>67,552,287</u>	<u>58,751,699</u>
Non-controlling interests		45,183,048	46,874,252	43,526,243
Total equity		<u>111,383,317</u>	<u>114,426,539</u>	<u>102,277,942</u>
Liabilities				
Non-current liabilities				
Employees' end of service benefits		2,034,695	1,749,435	1,572,226
Lease liabilities		195,577	344,302	278,855
		<u>2,230,272</u>	<u>2,093,737</u>	<u>1,851,081</u>
Current liabilities				
Accounts payable and other liabilities	11	10,095,504	9,467,940	9,096,019
Lease liabilities		157,839	157,441	147,303
		<u>10,253,343</u>	<u>9,625,381</u>	<u>9,243,322</u>
Total liabilities		<u>12,483,615</u>	<u>11,719,118</u>	<u>11,094,403</u>
TOTAL EQUITY AND LIABILITIES		<u>123,866,932</u>	<u>126,145,657</u>	<u>113,372,345</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 30 June 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	-	-	-	-	15,111,594	15,111,594	4,816,921	19,928,515
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	15,111,594	15,111,594	4,816,921	19,928,515
Cash dividend declared to shareholders of the Parent Company (Note 10)	-	-	-	-	(16,463,612)	(16,463,612)	-	(16,463,612)
Cash dividend paid to non-controlling interests	-	-	-	-	-	-	(6,508,125)	(6,508,125)
At 30 June 2025	20,077,575	11,212,541	11,212,541	(252,299)	23,949,911	66,200,269	45,183,048	111,383,317
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	-	-	-	-	9,379,160	9,379,160	3,852,543	13,231,703
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	9,379,160	9,379,160	3,852,543	13,231,703
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 30 June 2024	20,077,575	9,288,355	9,288,355	(252,299)	20,349,713	58,751,699	43,526,243	102,277,942

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 30 June 2025

	Notes	Six months ended 30 June	
		2025 KD	2024 KD
OPERATING ACTIVITIES			
Profit before tax		20,556,083	13,600,079
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Amortisation of intangible assets		134,696	146,222
Depreciation of property and equipment		253,555	142,344
Depreciation of right-of-use assets		75,573	101,809
Allowance for provision for expected credit losses	6	-	26,418
Investment income	4	(1,561,521)	(1,543,385)
Foreign exchange differences		8,400	300
Gain on derecognition of lease		-	(3,188)
Interest on lease liabilities		9,768	13,405
Provision for employees' end of service benefits		292,546	214,776
		19,769,100	12,698,780
<i>Working capital changes:</i>			
Accounts receivable and other assets		(1,088,862)	478,642
Accounts payable and other liabilities		848,694	1,146,044
Cash flows from operations		19,528,932	14,323,466
Employees' end of service benefits paid		(7,286)	(198,819)
Taxation paid		(728,347)	(614,833)
Board of Directors' remuneration paid		(200,000)	(176,000)
Net cash flows from operating activities		18,593,299	13,333,814
INVESTING ACTIVITIES			
Additions of intangible assets		(465,793)	(572,453)
Purchase of property and equipment		(493,625)	(349,786)
Placement of term deposits		(55,980,000)	(59,400,000)
Maturity of term deposits		58,321,000	57,280,000
Investment income received		2,258,275	1,738,497
Net cash flows from (used in) investing activities		3,639,857	(1,303,742)
FINANCING ACTIVITIES			
Payment of lease liabilities		(158,095)	(190,962)
Cash dividend paid to shareholders of the Parent Company		(16,383,963)	(14,691,721)
Cash dividend paid to non-controlling interests		(6,508,125)	(4,505,625)
Net cash flows used in financing activities		(23,050,183)	(19,388,308)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(817,027)	(7,358,236)
Cash and cash equivalents at 1 January		3,398,761	10,749,120
CASH AND CASH EQUIVALENTS AT 30 JUNE	9	2,581,734	3,390,884
Non-cash transactions excluded from the interim condensed consolidated statement of cash flows are as follows:			
Additions to right-of-use assets		-	(19,241)
Additions to lease liabilities		-	19,241
Derecognition of leases (adjusted with right-of-use assets)		-	126,019
Derecognition of leases (adjusted with lease liabilities)		-	(126,019)

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 30 June 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 six months ended 30 June 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 29 July 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 to 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 30 June 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)			
		30 June 2025	31 December 2024	30 June 2024	
<i>Directly held:</i>					
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
<i>Held through KCC:</i>					
Kuwait International Trustee Company K.S.C. (Closed)	Kuwait	100%	100%	100%	Providing trustee services
Kuwait Clearing House K.S.C. (Closed)	Kuwait	100%	100%	100%	Performing clearing and settlement between securities trading operations
Kuwait Central Securities Depository K.S.C. (Closed)	Kuwait	100%	100%	100%	Providing central depository, register services and transfer of ownership services

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 30 June 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 six-month period ended 30 June 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 30 June 2025

3 REVENUES FROM CONTRACTS WITH CUSTOMERS

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

	Three months ended 30 June		Six months ended 30 June	
	2025 KD	2024 KD	2025 KD	2024 KD
Types of services:				
<i>Subscription fees</i>	1,921,689	1,733,203	3,854,754	3,539,742
<i>Share in trading commission</i>				
▪ Main commission	3,625,391	1,832,312	8,214,140	3,933,052
▪ Special transaction commission	176,239	53,664	290,360	104,320
	3,801,630	1,885,976	8,504,500	4,037,372
<i>Clearing operations</i>	1,879,611	1,644,852	3,432,419	2,848,219
<i>Central depository services</i>	1,272,342	1,018,691	2,465,330	2,125,086
<i>Shareholders register services</i>	974,397	1,110,072	1,872,923	1,810,528
<i>Settlement operations</i>	1,242,013	763,708	2,232,969	1,511,741
<i>Miscellaneous fees</i>				
▪ Trustee and investment controller services	229,479	171,713	421,446	337,797
▪ Over The Counter (OTC) trading commission of non-listed companies	159,341	83,246	259,392	164,958
▪ Transferring of ownership and acquisition fees	289,054	118,098	651,254	293,849
▪ Data services subscriptions	114,730	113,145	225,384	222,675
▪ Online trading lines and X-stream line registration and subscription fees from brokers	68,796	54,823	126,849	109,508
▪ Registration fees for listed entities	-	10,000	-	10,000
▪ Collateral services	30,774	22,772	56,353	47,762
▪ Other operating income	45,197	43,065	95,241	87,627
	937,371	616,862	1,835,919	1,274,176
	12,029,053	8,773,364	24,198,814	17,146,864
Geographical markets:				
State of Kuwait	12,029,053	8,773,364	24,198,814	17,146,864
Timing of revenue recognition:				
Services transferred over time	3,329,906	3,206,981	6,548,305	6,070,496
Services transferred in a point in time	8,699,147	5,566,383	17,650,509	11,076,368
	12,029,053	8,773,364	24,198,814	17,146,864

Revenue with related parties for the six months ended 30 June 2025 amounting to KD 512,939 (30 June 2024: KD 527,623) (Note 12).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 June 2025

4 INVESTMENT INCOME

	<i>Three months ended</i> <i>30 June</i>		<i>Six months ended</i> <i>30 June</i>	
	<i>2025</i> <i>KD</i>	<i>2024</i> <i>KD</i>	<i>2025</i> <i>KD</i>	<i>2024</i> <i>KD</i>
Interest/profit income from placements with banks *	721,212	677,067	1,513,889	1,496,071
Investments income from bonds/Sukuk	23,545	22,674	47,632	47,314
	744,757	699,741	1,561,521	1,543,385

* This includes transactions with related parties for the six months ended 30 June 2025 amounting to KD 898,296 (30 June 2024: KD 459,295) (Note 12).

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</i> <i>30 June</i>		<i>Six months ended</i> <i>30 June</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
Profit for the period attributable to shareholders of the Parent Company (KD)	7,172,072	4,694,640	15,111,594	9,379,160
Weighted average of shares (Number of shares)	200,775,750	200,775,750	200,775,750	200,775,750
Basic and diluted EPS attributable to shareholders of the Parent Company (Fils)	35.72	23.38	75.27	46.71

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.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 June 2025

6 ACCOUNTS RECEIVABLE AND OTHER ASSETS

	30 June 2025 KD	(Audited) 31 December 2024 KD	30 June 2024 KD
Trade receivables, gross	2,908,405	2,466,328	2,266,815
Less: Expected Credit Losses ("ECL") allowance	(638,271)	(638,271)	(671,312)
Trade receivables, net	2,270,134	1,828,057	1,595,503
Prepayments and advances*	674,641	416,491	527,010
Amounts due from a related party (Note 12)	1,339,943	894,800	510,844
Refundable deposits	251,569	245,626	276,601
Accrued investment income*	720,293	1,464,168	581,541
Other receivables*	33,207	48,537	26,927
	5,289,787	4,897,679	3,518,426
Disclosed as:			
Non-current	251,569	245,626	276,601
Current	5,038,218	4,652,053	3,241,825
	5,289,787	4,897,679	3,518,426

* Includes balances with related parties amounting to KD 550,910 (31 December 2024: KD 1,197,009 and 30 June 2024: KD 475,450) (Note 12)

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

	30 June 2025 KD	(Audited) 31 December 2024 KD	30 June 2024 KD
As at 1 January	638,271	710,666	710,666
Recognised 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

	30 June 2025 KD	(Audited) 31 December 2024 KD	30 June 2024 KD
Debt instrument at amortised cost	1,917,400	1,925,800	1,921,450
Less: ECL allowance	(10,025)	(10,025)	(10,025)
Debt instrument at amortised cost, net	1,907,375	1,915,775	1,911,425

Debt instruments at amortised cost represent the Group's investment in locally issued bonds/Sukuk that carry an effective interest rate ranging from 4% to 7% (31 December 2024: 4% to 7% and 30 June 2024: 4% to 7.31%) per annum and maturing over a period ranging approximately from 6 to 9 years.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 June 2025

8 TERM DEPOSITS

Term deposits are placed with local banks, denominated in KD, and carry an effective interest rate ("EIR") ranging from 3.96% to 4.60% (31 December 2024: 3.80% to 4.90% and 30 June 2024: 4.25% to 4.90%) per annum and maturing within twelve months from the date of placements.

Certain term deposits are held with a related party bank of KD 40,380,000 (31 December 2024 KD 35,000,000 and 30 June 2024: KD 31,250,000) (Note 12).

9 CASH AND CASH EQUIVALENTS

	<i>30 June</i>	<i>(Audited)</i>	
	<i>2025</i>	<i>31 December</i>	<i>30 June</i>
	<i>KD</i>	<i>2024</i>	<i>2024</i>
		<i>KD</i>	<i>KD</i>
Cash at banks	4,678,897	5,198,761	5,737,169
Cash on hands	2,837	-	6,717
Short term deposits*	500,000	800,000	250,000
Cash and short-term deposits	5,181,734	5,998,761	5,993,886
Less: Restricted cash**	(2,600,000)	(2,600,000)	(2,600,000)
Less: ECL allowance	-	-	(3,002)
Cash and cash equivalents	2,581,734	3,398,761	3,390,884

* 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 1,364,885 are payable as at the reporting date (31 December 2024: KD 1,285,236 and 30 June 2024: KD 1,444,488) (Note 11).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 June 2025

11 ACCOUNTS PAYABLE AND OTHER LIABILITIES

	<i>30 June</i>	<i>(Audited)</i>	<i>30 June</i>
	<i>2025</i>	<i>31 December</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Unearned revenue*	5,462,663	1,497,548	4,865,087
Trade payables	504,192	598,787	484,887
Accrued expenses	1,552,813	4,752,410	1,111,972
Commission payable to CMA	127,444	323,131	134,465
Staff leave provision	780,382	718,592	739,182
Dividends payable	1,364,885	1,285,236	1,444,488
Other payables	303,125	292,236	315,938
	10,095,504	9,467,940	9,096,019

* Includes amounts due to related parties of KD 448,893 (31 December 2024: KD 10,567 and 30 June 2024: KD 486,528) (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>Six months ended 30 June</i>			
	<i>Major</i>	<i>Other related</i>		
	<i>shareholders</i>	<i>parties</i>	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Subscription fees (Note 3)	152,008	225,457	377,465	388,668
Shareholders register services (Note 3)	13,337	54,478	67,815	72,609
Miscellaneous fees (Note 3)	65,095	2,564	67,659	66,346
General and administrative expenses	(8,333)	(46,447)	(54,780)	(42,650)
Investment income (Note 4)	-	898,296	898,296	459,295
Rental income	-	1,750	1,750	4,750

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

	<i>Major</i>	<i>Other related</i>	<i>30 June</i>	<i>(Audited)</i>	<i>30 June</i>
	<i>shareholders</i>	<i>parties</i>	<i>2025</i>	<i>31 December</i>	<i>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)	-	1,339,943	1,339,943	894,800	510,844
Accounts receivable and other assets (Note 6)	1,667	549,243	550,910	1,197,009	475,450
Term deposits (Note 8)	-	40,380,000	40,380,000	35,000,000	31,250,000
Accounts payable and other liabilities (Note 11)	165,607	283,286	448,893	10,567	486,528

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 30 June 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 Six months ended</i>		<i>Balances outstanding as at (Audited)</i>		
	<i>30 June 2025 KD</i>	<i>30 June 2024 KD</i>	<i>30 June 2025 KD</i>	<i>31 December 2024 KD</i>	<i>30 June 2024 KD</i>
Salaries and other short-term benefits	317,056	311,153	149,905	636,844	153,796
Employees end of service benefits	31,728	29,305	350,029	318,301	292,703
Board of Directors' remuneration	-	-	-	200,000	-
Board of Directors' committee remuneration	-	-	-	40,000	-
	348,784	340,458	499,934	1,195,145	446,499

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.

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

As at and for the period ended 30 June 2025

13 SEGMENT INFORMATION (continued)

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

	<i>For the six-month period ended 30 June 2025</i>			<i>For the six-month period ended 30 June 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	13,637,565	10,561,249	24,198,814	8,384,433	8,762,431	17,146,864
Operating expenses	(3,573,380)	(1,961,884)	(5,535,264)	(3,301,345)	(2,113,069)	(5,414,414)
Operating profit	10,064,185	8,599,365	18,663,550	5,083,088	6,649,362	11,732,450
Non-operating revenue	782,290	1,315,274	2,097,564	789,005	1,247,670	2,036,675
Non-operating expenses	(9,095)	(673)	(9,768)	(12,344)	(1,061)	(13,405)
Taxation	(627,568)	(195,263)	(822,831)	(368,376)	(155,641)	(524,017)
Segment results	10,209,812	9,718,703	19,928,515	5,491,373	7,740,330	13,231,703

	<i>Securities exchange KD</i>	<i>Clearing KD</i>	<i>Total KD</i>
<i>As at 30 June 2025 (Unaudited)</i>			
Segment assets	62,459,149	61,407,783	123,866,932
Segment liabilities	9,741,670	2,741,945	12,483,615
<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 30 June 2024 (Unaudited)</i>			
Segment assets	55,764,199	57,608,146	113,372,345
Segment liabilities	8,838,484	2,255,919	11,094,403

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