

AL MANAR

FINANCING & LEASING



2025



**Al Manar Financing and Leasing Company K.S.C. (Public)
and its Subsidiaries
State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)
and Independent Auditor's Review Report
For the six months period ended 30 June 2025**



Al Manar Financing and Leasing Company K.S.C. (Public)
and its Subsidiaries
State of Kuwait

Interim Condensed Consolidated Financial Information (Unaudited)
and Independent Auditor's Review Report
For the six months period ended 30 June 2025

Index	Page
<u>Independent Auditor's Review Report on Interim Condensed Consolidated Financial Information</u>	<u>1</u>
<u>Interim Condensed Consolidated Statement of Financial Position (Unaudited)</u>	<u>2</u>
<u>Interim Condensed Consolidated Statement of Profit or Loss (Unaudited)</u>	<u>3</u>
<u>Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)</u>	<u>4</u>
<u>Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)</u>	<u>5</u>
<u>Interim Condensed Consolidated Statement of Cash Flows (Unaudited)</u>	<u>6</u>
<u>Notes to the Interim Condensed Consolidated Financial Information (Unaudited)</u>	<u>7-17</u>

The Board of Directors
Al Manar Financing and Leasing Company K.S.C. (Public)
State of Kuwait

Independent Auditor's Review Report on Interim Condensed Consolidated Financial Information

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Manar Financing and Leasing Company K.S.C. (Public) ("the Parent Company") and its subsidiaries (together referred to as "the Group") as at 30 June 2025 and the related interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the six months period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of preparation as set out in (Note 2.1). 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 the basis of preparation as set out in (Note 2.1).

Report on Other Legal and Regulatory Requirements

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 best of our knowledge and belief, we have not become aware of any violations of the Companies' Law No. 1 of 2016, and its Executive Regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Article of Association, as amended, have occurred during the six months period ended 30 June 2025, that might have had a material effect on business of the Group or its interim condensed consolidated financial position.

Report on Other Legal and Regulatory Requirements (Continued)

We further report that, during the course of review to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No. 32 of 1968 as amended, concerning currency, the Central Bank of Kuwait and the organization of banking business and its related regulation or of the provisions of Law No. 7 of 2010 concerning the establishment of Capital Markets Authority and Organization of Securities Activity and its Executive Regulations, as amended, have occurred during the six months period ended 30 June 2025, that might have had a material effect on business of the Group or its interim condensed consolidated financial position.

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

Kuwait:2025

Interim Condensed Consolidated Statement of Financial Position (Unaudited)

As at 30 June 2025

	Notes	30 June 2025 KD	31 December 2024 (Audited) KD	30 June 2024 KD
Assets				
Cash and cash equivalents	4	1,168,706	1,197,734	1,935,509
Investments in Wakala receivables	5	9,347,321	9,347,321	9,347,321
Investment in an associate	6	11,186,467	11,548,041	11,127,655
Finance receivables	7	17,134,714	16,339,394	14,416,316
Other receivables and prepayments	8	401,307	286,268	322,545
Investments in financial securities	9	13,331,118	12,945,622	11,026,529
Investment properties		4,615,000	4,615,000	4,412,000
Other assets		11,207	13,633	10,421
Total assets		57,195,840	56,293,013	52,598,296
LIABILITIES AND EQUITY				
Liabilities				
Accounts payable and other credit balances	10	2,510,222	2,766,963	1,481,796
Islamic financing payables	11	19,638,836	18,858,740	17,776,086
Provision for staff indemnity		320,121	327,413	310,458
Total liabilities		22,469,179	21,953,116	19,568,340
Equity				
Share capital		26,374,759	26,374,759	26,374,759
Treasury shares	12	(116,277)	(116,277)	(46,122)
Treasury shares reserve		4,995	4,995	4,995
Statutory reserve		641,306	641,306	494,271
Voluntary reserve		641,306	641,306	494,271
Fair value reserve		565,505	242,374	(439,961)
Group's share in associate's reserve		(106,176)	(31,236)	(77,983)
Retained earnings		3,260,104	3,013,867	2,803,156
Total equity attributable to Shareholders of the Parent Company		31,265,522	30,771,094	29,607,386
Non-controlling interests		3,461,139	3,568,803	3,422,570
Total equity		34,726,661	34,339,897	33,029,956
Total liabilities and equity		57,195,840	56,293,013	52,598,296

financial information. The accompanying notes on pages 6 to 17 form an integral part of this interim condensed consolidated

Faisal Abdulaziz Al Nassar
Chairman

**Interim Condensed Consolidated Statement of Profit or Loss
(Unaudited)**

For the six months period ended 30 June 2025

	Notes	For the three months period ended 30 June		For the six months period ended 30 June	
		2025	2024	2025	2024
		KD	KD	KD	KD
Revenues					
Finance revenues	6	617,452	532,959	1,206,326	1,085,327
Share of associate's results		109,438	143,387	224,131	523,819
Rental income		76,491	71,840	151,931	143,355
Net gains from investments in financial securities	13	412,430	141,360	350,754	251,052
Other income		75,262	106,373	124,191	225,640
		1,291,073	995,919	2,057,333	2,229,193
Expenses					
Finance cost		(247,951)	(244,289)	(491,990)	(500,439)
Staff costs		(119,590)	(154,102)	(274,234)	(311,351)
Reversal / (provide) of provision for credit facilities	7	43,492	(26,114)	63,933	(122,523)
Other expenses		(77,291)	(78,817)	(205,312)	(185,352)
		(401,340)	(503,322)	(907,603)	(1,119,665)
Profit for the period before deductions		889,733	492,597	1,149,730	1,109,528
NLST		(20,451)	(8,422)	(26,670)	(20,992)
Zakat		(8,180)	(3,373)	(10,668)	(8,468)
KFAS		(6,558)	(3,955)	(7,445)	(8,480)
Net profit for the period		854,544	476,847	1,104,947	1,071,588
Attributable to:					
The Parent Company's shareholders		815,054	423,691	1,031,500	904,303
Non-controlling interests		39,490	53,156	73,447	167,285
Net profit for the period		854,544	476,847	1,104,947	1,071,588
Basic and diluted earnings per share (fils)	14	3.11	1.61	3.94	3.43

The accompanying notes on pages 6 to 17 form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)
For the six months period ended 30 June 2025

	For the three months period ended 30 June		For the six months period ended 30 June	
	2025	2024	2025	2024
	KD	KD	KD	KD
Net profit for the period	854,544	476,847	1,104,947	1,071,588

Other comprehensive income

*Items that will not be reclassified
subsequently to the interim condensed
consolidated statement of profit or loss:*

Changes in fair value of financial assets at fair value through other comprehensive income	143,243	118,250	323,131	441,297
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*Items that may be
reclassified subsequently to
the interim condensed
consolidated statement of
profit or loss:*

Group's share in associate's reserve	(131,151)	(52,276)	(107,057)	(38,490)
Other comprehensive income for the period	12,092	65,974	216,074	402,807
Total Comprehensive income for the period	866,636	542,821	1,321,021	1,474,395

Attributable to:

The Parent Company's shareholders	866,491	505,347	1,279,691	1,318,657
Non-controlling interests	145	37,474	41,330	155,738
	866,636	542,821	1,321,021	1,474,395

The accompanying notes on pages 6 to 17 form an integral part of this interim condensed consolidated financial information.

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

	Share capital KD	Treasury shares	Treasury shares reserve KD	Statutory reserve KD	Voluntary reserve KD	Fair value reserve KD	Group's share in associates' reserve KD	Retained earnings KD	Total equity attributable to shareholders of Parent Company KD	Non- controlling interests KD	Total Equity KD
Balance as at 1 January 2024	26,374,759	-	4,995	494,271	494,271	(881,258)	(51,040)	2,690,096	29,126,094	3,266,832	32,392,926
Net profit for the period	-	-	-	-	-	-	-	904,303	904,303	167,285	1,071,588
Other comprehensive income for the period	-	-	-	-	-	441,297	(26,943)	-	414,354	(11,547)	402,807
Total comprehensive income for the period	-	-	-	-	-	441,297	(26,943)	904,303	1,318,657	155,738	1,474,395
Purchase of treasury shares	-	(46,122)	-	-	-	-	-	-	(46,122)	-	(46,122)
Dividends	-	-	-	-	-	-	-	(791,243)	(791,243)	-	(791,243)
Balance as at 30 June 2024	26,374,759	(46,122)	4,995	494,271	494,271	(439,961)	(77,983)	2,803,156	29,607,386	3,422,570	33,029,956
Balance as at 1 January 2025	26,374,759	(116,277)	4,995	641,306	641,306	242,374	(31,236)	3,013,867	30,771,094	3,568,803	34,339,897
Net profit for the period	-	-	-	-	-	-	-	1,031,500	1,031,500	73,447	1,104,947
Other comprehensive income for the period	-	-	-	-	-	323,131	(74,940)	-	248,191	(32,117)	216,074
Total comprehensive income for the period	-	-	-	-	-	323,131	(74,940)	1,031,500	1,279,691	41,330	1,321,021
Dividends (Note 17)	-	-	-	-	-	-	-	(785,263)	(785,263)	-	(785,263)
Non-controlling interests movement	-	-	-	-	-	-	-	-	-	(148,994)	(148,994)
Balance as at 30 June 2025	26,374,759	(116,277)	4,995	641,306	641,306	565,505	(106,176)	3,260,104	31,265,522	3,461,139	34,726,661

The accompanying notes on pages 6 to 17 form an integral part of this interim condensed consolidated financial information.

Interim Condensed Consolidated Statement of Cash Flows (Unaudited)

For the six months period ended 30 June 2025

		For the six months period ended 30 June	
		2025	2024
	Notes	KD	KD
Cash flows from operating activities			
Net profit for the period		1,104,947	1,071,588
<i>Adjustments for:</i>			
Share of associate's results	6	(224,131)	(523,819)
Bargain purchase gain of additional share in associate	6	-	(32,054)
(Reversal) / provide of provision for credit facilities	7	(63,933)	122,523
Depreciation and amortization		2,530	2,626
Net gains from investments in financial securities	13	(350,754)	(251,052)
Finance costs		491,990	500,439
Provision for staff indemnity		(7,292)	22,487
		953,357	912,738
Change in working capital			
Finance receivables		(731,387)	353,477
Other receivables and prepayments		(115,039)	(19,870)
Accounts payable and other credit balances		(263,803)	(4,252)
Payment of staff indemnity		-	(15,318)
Net cash flows (used in) / generated from operating activities		(156,872)	1,226,775
Investing activities			
Purchase of financial securities at FVTOCI		(717)	(651)
Proceeds at maturity of financial securities at amortized cost		-	64,628
Payment for purchase of additional share in associate		-	(195,250)
Proceeds from redemption of financial securities at FVTPL		2,896	4,506
Purchase of other assets		(104)	(775)
Dividends income received from financial securities		267,631	133,383
Dividends income received from associate	13	478,648	467,401
Net cash flows generated from investing activities		748,354	473,242
Financing activities			
Proceed from Islamic financing payables		1,270,000	-
Payment for Islamic financing payables		(489,904)	(274,320)
Purchase of treasury shares		-	(46,122)
Payment for capital reduction		(4,567)	(59,864)
Dividend paid		(755,055)	(758,302)
Payment for non-controlling interests		(148,994)	-
Finance cost paid		(491,990)	(500,439)
Net cash flows used in financing activities		(620,510)	(1,639,047)
Net (decrease) / increase in cash and cash equivalents		(29,028)	60,970
Cash and cash equivalents at the beginning of the period		1,197,734	1,874,539
Cash and cash equivalents at the end of the period	4	1,168,706	1,935,509

The accompanying notes on pages 6 to 17 form an integral part of this interim condensed consolidated financial information.

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

1. INCORPORATION AND ACTIVITIES

Al Manar Financing and Leasing Company K.S.C. (Public) ("the Parent Company") was incorporated in the State of Kuwait in 2003 by the authorized letter of incorporation no. 4857 file 1 dated 6 December 2003.

The main activities of the Parent Company and its subsidiaries (together referred to as "the Group") are all financing and investing activities according to the Islamic Shari'a principles.

The Parent Company has the right to conduct the above activities inside and outside State of Kuwait directly or through agency and the Parent Company may have an interest or participate with others having similar activities or assist it in accomplishing its activities inside or outside Kuwait or purchase these companies. This must be in accordance with the provisions of Islamic Sharia.

The Parent Company is subject to instructions and monitoring by the Central Bank of Kuwait and Capital Markets Authority.

The registered office of the Parent Company is P.O. Box 22828, Safat 13089, Kuwait.

This interim condensed consolidated financial information for the six months period ended 30 June 2025 were authorized for issue by the Board of Directors of the Parent Company on ----- 2025.

2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with International Accounting Standard: 34 "Interim Financial Reporting" and the instructions of the Central Bank of Kuwait and should be read with the last audited consolidated annual financial statements of the Group as of 31 December 2024.

The interim condensed consolidated financial information does not include all the information and disclosures required to prepare complete annual consolidated financial statements in accordance with International Financial Reporting Standards ("IFRSs") as amended for use by the State of Kuwait for financial services institutions supervised by the Central Bank of Kuwait. These regulations require the application of all IFRSs, including the requirements of International Financial Reporting Standard No. (9): Financial Instruments Related to Expected Credit Risks or the required provisions in accordance with the instructions of the Central Bank of Kuwait, whichever is higher.

In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included.

Operating 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. For further information, refer to the annual audited consolidated financial statements of the Group for the year ended 31 December 2024.

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

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

2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES (CONTINUED)

2.2 New standards, interpretations and amendments adopted by the Group.

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. one amendment applies for the first time in 2025 but does not have an impact on the interim condensed consolidated financial information of the Group.

Lack of Exchangeability (Amendment to IAS 21)

On 15 August 2023, the IASB issued Lack of Exchangeability which amended IAS 21 The Effects of Changes in Foreign Exchange Rates (the Amendments). The Amendments arose as a result of a submission received by the IFRS Interpretations Committee about the determination of the exchange rate when there is a long-term lack of exchangeability. IAS 21, prior to the Amendments, did not include explicit requirements for the determination of the exchange rate when a currency is not exchangeable into another currency, which led to diversity in practice.

The Committee recommended that the IASB develop narrow scope amendments to IAS 21 to address this issue. After further deliberations, the IASB issued an exposure draft of the proposed amendments to IAS 21 in April 2021 and the final amendments were issued in August 2023.

The Amendments introduce requirements to assess when a currency is exchangeable into another currency and when it is not. The Amendments require an entity to estimate the spot exchange rate when it concludes that a currency is not exchangeable into another currency.

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

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

3. BASIS OF CONSOLIDATION

The interim condensed consolidated financial information comprises of Al Manar Financing and Leasing Company K.S.C. (Public) and its subsidiaries (together referred to as “the Group”)

Name of subsidiary	Country of incorporation	Principal activities	Ownership (%)		
			30 June 2025	31 December 2024 (Audited)	30 June 2024
Manarat Tasaheel Real Estate Company W.L.L.	Kuwait	Real estate	100	100	100
AI-Manar Express for Marketing Consulting Company W.L.L.	Kuwait	Consulting	100	100	100
AI- Manar Watania for Administrative Consulting Company W.L.L.	Kuwait	Consulting	100	100	100
AI Jawhara Company for Buying and Selling Shares & Bonds W.L.L.	Kuwait	Investment	70	70	70
Sidra National Real Estate Consulting Company S.P.C.*	Kuwait	Real Estate Consulting	100	100	-

Subsidiaries' management accounts have been used for the consolidation purposes as at 30 June 2025. The total assets of the subsidiaries are KD 17,120,411 (KD 17,473,779 as at 31 December 2024, KD 15,904,823 as at 30 June 2024), net gains of KD 240,706 during the six months ended 30 June 2025 (net gains KD 582,552 during the six months ended 30 June 2024).

4. CASH AND CASH EQUIVALENTS

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Cash at banks and portfolios	1,167,556	896,734	1,434,359
Wakala with banks (less than 3 months)	-	300,000	500,000
Cash on hand	1,150	1,000	1,150
	1,168,706	1,197,734	1,935,509

5. INVESTMENTS IN MURABAHA AND WAKALA RECIVABLES

Investments in Wakala receivables have been deposited at local financial institutions according to Wakala contracts. The effective yield on those contracts is 3.75% - 4.25% per annum as at 30 June 2025 (31 December 2024: 4.125% - 4.25% and 30 June 2024: 4.125% - 4.5% per annum). Expected credit losses amounted to KD 17,679 as at 30 June 2025 (KD 17,679 as at 31 December 2024 and KD 17,679 as at 30 June 2024).

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

6. INVESTMENT IN ASSOCIATE

Name of associate	Country of incorporation	Principal activities	Ownership (%)		
			30 June 2025	(Audited) 31 December 2024	30 June 2024
Injazzat Real Estate Development Company K.S.C.P.	Kuwait	Real Estate	28.294	28.294	28.210

The movement during the period / year / period is as follows:

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Balance at the beginning of the period / year / period	11,548,041	10,882,423	10,882,423
Additions	-	225,178	195,250
Bargain purchase gain from additional shares	-	35,261	32,054
Share of results	224,131	844,289	523,819
Share of reserves	(107,057)	28,291	(38,490)
Dividends received	(478,648)	(467,401)	(467,401)
Balance at the end of the period / year / period	11,186,467	11,548,041	11,127,655

The Group has recognised the share of results from “Injazzat Real Estate Development Company K.S.C. (Public)” based on issued interim condensed consolidated financial information as at 30 June 2025.

7. FINANCE RECEIVABLES

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Finance receivables - gross	23,107,305	22,147,551	20,062,040
Less: deferred and suspended revenues	(3,249,886)	(3,021,519)	(2,736,173)
Less: provision for credit facilities	(2,722,705)	(2,786,638)	(2,909,551)
Finance receivables – net	17,134,714	16,339,394	14,416,316

7. FINANCE RECEIVABLES (CONTINUED)

Provision for expected credit losses on credit facilities determined under IFRS 9 according to CBK guidelines amounted to KD 2,653,414 as at 30 June 2025 (31 December 2024: KD 2,786,638 and 30 June 2024: KD 2,705,099), which is lower than / equal / lower than the provision for credit facilities required by CBK instructions of KD 2,722,705 as at 30 June 2025 (31 December 2024: KD 2,786,638 and 30 June 2024: KD 2,909,551).

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

The movement in gross credit facilities is as follows:

	Stage 1	Stage 2	Stage 3	Total
	KD	KD	KD	KD
Balance at 1 January 2025	17,857,679	615,831	3,674,041	22,147,551
Net financing / (collection)	1,419,943	(238,872)	(221,317)	959,754
Transfer from / to stage 1	(412,370)	412,370	-	-
Transfer from / to stage 2	-	(49,394)	49,394	-
Balance at 30 June 2025	18,865,252	739,935	3,502,118	23,107,305

	Stage 1	Stage 2	Stage 3	Total
	KD	KD	KD	KD
Balance at 1 January 2024	15,672,403	1,056,822	3,690,901	20,420,126
Net (collection)	452,785	(633,906)	(176,965)	(358,086)
Transfer from / to stage 1	(546,589)	480,782	65,807	-
Transfer from / to stage 2	-	(19,891)	19,891	-
Balance at 30 June 2024	15,578,599	883,807	3,599,634	20,062,040

The movement in the provision for expected credit losses during the period is as follows:

	Stage 1	Stage 2	Stage 3	Total
	KD	KD	KD	KD
Balance at 1 January 2025	77,131	36,191	2,673,316	2,786,638
Charged / (reversal) during the period	7,445	845	(141,514)	(133,224)
Transfer from / to stage 1	(2,121)	2,121	-	-
Transfer from / to stage 2	-	(143)	143	-
Balance at 30 June 2025	82,455	39,014	2,531,945	2,653,414

	Stage 1	Stage 2	Stage 3	Total
	KD	KD	KD	KD
Balance at 1 January 2024	70,053	20,483	2,696,492	2,787,028
Charged / (reversal) during the period	1,692	(14,805)	(68,816)	(81,929)
Transfer from / to stage 1	(4,297)	4,026	271	-
Transfer from / to stage 2	-	18,513	(18,513)	-
Balance at 30 June 2024	67,448	28,217	2,609,434	2,705,099

the provision for credit facilities required by CBK instructions as follows:

	30 June 2025	30 June 2024
	KD	KD
Balance at 1 January	2,786,638	2,787,028
(Reversal) / provide during the period	(63,933)	122,523
Balance at 30 June	2,722,705	2,909,551

The Group holds collateral amounting to KD 2,022,987 as at 30 June 2025 (31 December 2024: KD 2,126,142 and 30 June 2024: KD 2,247,913) over its finance receivables. Management believes that there is no further credit provision required in excess of the provision for credit losses.

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

8. OTHER RECEIVABLES AND PREPAYMENTS

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Staff advances	20,141	15,813	24,628
Accrued income	272,938	144,033	228,974
Others	108,228	126,422	68,943
	401,307	286,268	322,545

9. INVESTMENTS IN FINANCIAL SECURITIES

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Financial assets at fair value through profit or loss ("FVTPL")			
Quoted foreign funds	1,478,257	1,417,484	1,399,613
Quoted local shares	92,459	64,881	63,746
Unquoted foreign funds	567,694	575,818	540,604
Unquoted local shares	316,800	316,800	374,400
Unquoted foreign shares	118,300	118,300	130,640
	2,573,510	2,493,283	2,509,003

Financial assets at fair value through other comprehensive income ("FVTOCI")			
Quoted local shares	5,643,261	5,353,458	4,531,470
Quoted foreign shares	706,293	672,248	713,440
Unquoted local shares	900,000	900,000	-
Unquoted foreign shares	1,482,207	1,482,207	1,237,811
	8,731,761	8,407,913	6,482,721

Financial assets at amortized cost			
Debt sukuks – quoted at foreign stock exchanges	2,025,847	2,044,426	2,034,805
	2,025,847	2,044,426	2,034,805
	13,331,118	12,945,622	11,026,529

Fair value of financial assets was disclosed in Note 18.

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

10. ACCOUNTS PAYABLE AND OTHER CREDIT BALANCES

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Trade payables	591,137	735,996	732,593
Capital reduction payables	102,047	106,614	113,151
Accrued salaries and other staff accruals	166,736	320,978	109,274
Payable against on acquisition of subsidiary	750,000	750,000	-
Dividends payable	179,851	149,644	175,360
NLST	26,670	34,139	20,992
Zakat	10,668	13,897	8,468
KFAS	7,445	13,233	8,480
Others	675,668	642,462	313,478
	2,510,222	2,766,963	1,481,796

11. ISLAMIC FINANCING PAYABLES

Islamic financing payables are obtained from local and foreign banks and are denominated in KD and USD. The average cost is 5.1% - 5.25% and 4.76% - 5.44% for local and foreign banks respectively as at 30 June 2025 (31 December 2024: 5.10% - 5.50% and 4.91% - 6.39% for local and foreign banks respectively, 30 June 2024: 5.375% - 5.50% and 4.79% - 6.64% for local and foreign banks respectively).

Islamic finance payables are guaranteed against the following:

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Investments in Wakala receivables	9,347,321	9,347,321	9,347,321
Assigning receivables – gross	1,159,900	1,545,135	1,930,991
Investment properties	4,495,000	4,495,000	4,292,000
Investments in financial securities	10,421,352	10,063,434	9,219,932

12. TREASURY SHARES

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Number of treasury shares (share)	1,993,185	1,993,185	770,281
Percentage of issued shares	0.756%	0.756%	0.292%
Market value (KD)	135,736	138,526	45,447
Cost (KD)	116,277	116,277	46,122

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

13. NET (LOSSES) / GAINS FROM INVESTMENTS IN FINANCIAL SECURITIES

	For the three months period ended 30 June		For the six months period ended 30 June	
	2025	2024	2025	2025
	KD	KD	KD	KD
<i>Financial assets at fair value through profit or loss ("FVTPL")</i>				
Change in fair value	158,239	20,753	83,123	117,669
Dividend income	16,268	15,833	26,162	25,216
	174,507	36,586	109,285	142,885
<i>Financial assets at fair value through other comprehensive income ("FVTOCI")</i>				
Dividend income	237,923	104,774	241,469	108,167
	412,430	141,360	350,754	251,052

14. BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY

	For the three months period ended 30 June		For the six months period ended 30 June	
	2025	2024	2025	2024
Net profit for the period attributable to the Shareholders of the Parent Company ("KD")	815,054	423,691	1,031,500	904,303
Weighted average number of outstanding shares excluding treasury shares (share)	261,754,406	263,655,503	261,754,406	263,701,547
Basic and diluted earnings per share (fils)	3.11	1.61	3.94	3.43

15. RELATED PARTIES' BALANCES AND TRANSACTIONS

Related parties represent major shareholders, directors and senior management personnel of the Group, and Companies controlled, or significantly influenced by such parties. The pricing policies and conditions for these transactions are approved by the Group's management.

The significant related parties' balances and transactions included in the interim condensed consolidated financial information are as follows:

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Balances:			
Finance receivables (gross)	2,400,775	2,481,130	2,520,570
Investments in financial securities	900,000	900,000	-
Key management's benefits payable	220,955	273,568	199,136
Advance to staff	7,528	6,709	11,732
Board of Directors committees' remunerations payables	-	61,000	-

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)

For the six months period ended 30 June 2025

	30 June 2025	30 June 2024
	KD	KD
Transactions:		
a) Remuneration of key management personal Staff cost	113,824	127,924
b) Finance revenue	72,600	73,189

16. SEGMENTAL INFORMATION

The Group is organised into functional divisions to manage its various lines of business. For the purposes of segment reporting, the Group's management has grouped its activities into the following business segments:

- Finance
- Investment
- Others

30 June 2025					
	Finance	Investment	Others	Total	
	KD	KD	KD	KD	
Segment revenues	1,172,273	853,972	31,088	2,057,333	
Segment expenses	(374,125)	(233,442)	(300,036)	(907,603)	
Segment results	798,148	620,530	(268,948)	1,149,730	
Segment assets	22,685,856	33,808,706	701,278	57,195,840	
Segment liabilities	11,904,833	9,075,140	1,489,206	22,469,179	

30 June 2024 (Audited)					
	Finance	Investment	Others	Total	
	KD	KD	KD	KD	
Segment revenues	2,255,727	1,924,948	65,855	4,246,530	
Segment expenses	(826,409)	(599,414)	(1,086,870)	(2,512,693)	
Segment results	1,429,318	1,325,534	(1,021,015)	1,733,837	
Segment assets	22,103,213	33,626,875	562,925	56,293,013	
Segment liabilities	11,043,286	9,301,450	1,608,380	21,953,116	

30 June 2024					
	Finance	Investment	Others	Total	
	KD	KD	KD	KD	
Segment revenues	983,347	1,095,825	150,021	2,229,193	
Segment expenses	(390,754)	(314,010)	(414,901)	(1,119,665)	
Segment results	592,593	781,815	(264,880)	1,109,528	
Segment assets	20,519,777	31,450,276	628,243	52,598,296	
Segment liabilities	9,483,754	9,024,925	1,059,661	19,568,340	

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)

For the six months period ended 30 June 2025

17. ANNUAL GENERAL ASSEMBLY

The Parent Company's Shareholders' Ordinary General Assembly Meeting held on 28 April 2025 approved the consolidated financial statements of the Group for the financial year ended 31 December 2024 and approved to distribute cash dividends of 3% of the paid-up capital (3 fils per share) for the year ended 31 December 2024. Also, not to pay remuneration to the Board of Directors.

18. FAIR VALUE MEASUREMENT

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The level within which the financial asset is classified is determined based on the lowest level of significant input to the fair value measurement.

The financial assets measured at fair value in the interim condensed consolidated statement of financial position / consolidated statement of financial position are grouped into the fair value hierarchy as follows:

	Level 1 KD	Level 2 KD	Level 3 KD	Total KD
30 June 2025				
Financial assets at fair value through profit or loss	1,570,716	567,694	435,100	2,573,510
Financial assets at fair value through other comprehensive income	6,349,554	-	2,382,207	8,731,761
	7,920,270	567,694	2,817,307	11,305,271
	Level 1 KD	Level 2 KD	Level 3 KD	Total KD
31 December 2024 (Audited)				
Financial assets at fair value through profit or loss	1,482,365	575,818	435,100	2,493,283
Financial assets at fair value through other comprehensive income	6,025,706	-	2,382,207	8,407,913
	7,508,071	575,818	2,817,307	10,901,196
	Level 1 KD	Level 2 KD	Level 3 KD	Total KD
30 June 2024				
Financial assets at fair value through profit or loss	1,463,359	540,604	505,040	2,509,003
Financial assets at fair value through other comprehensive income	5,244,910	-	1,237,811	6,482,721
	6,708,269	540,604	1,742,851	8,991,724

Notes to the Interim Condensed Consolidated Financial Information (Unaudited)

For the six months period ended 30 June 2025

18. FAIR VALUE MEASUREMENT (CONTINUED)

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

Reconciliation of level 3 fair value measurements of financial assets:

	30 June 2025	(Audited) 31 December 2024	30 June 2024
	KD	KD	KD
Balance at the beginning of the period / year / period	2,817,307	1,742,851	1,742,851
Additions	-	1,242,857	-
Capital reduction	-	(36,855)	-
Change in fair value	-	(131,546)	-
Balance at the end of the period / year / period	2,817,307	2,817,307	1,742,851

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

19. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to confirm with the current period presentation, such reclassification did not affect previously reported total profit or total equity.

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FINANCING & LEASING



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