



**Independent Petroleum Group Company K.S.C.P.  
and subsidiaries  
State of Kuwait**

**Interim condensed consolidated financial information and  
independent auditor's review report  
for the three months period ended 31 March 2026  
(Unaudited)**



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

For the three months period ended 31 March 2026

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## **REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

To the Board of Directors  
Independent Petroleum Group Company - K.S.C.P.  
State of Kuwait

### **Introduction**

We have reviewed the accompanying interim condensed consolidated statement of financial position of Independent Petroleum Group Company – K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively the “Group”) as at 31 March 2026, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three months period then ended. The Management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, “Interim Financial Reporting”. Our responsibility is to express a conclusion on 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 International Accounting Standard 34 – Interim Financial Reporting.

### **Report on Other Legal and Regulatory Requirements**

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of 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, its Executive Regulation, as amended or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, during the three months period ended 31 March 2026 that might have had a material effect on the Group’s financial position or results of its operations.

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We further report that, during the course of our review, we have not become aware of any violations of the provisions of Law no 7 of 2010, concerning the Capital Markets Authority and Organization of Security Activity, its executive regulations, as amended during the three months period ended 31 March 2026, that might have had a material effect on the Parent Company's financial position or result of its operations.

State of Kuwait  
May 5, 2026

A blue ink signature of Mohammad Shuaib A. Shuaib, consisting of a large, stylized initial 'S' followed by a horizontal line.

Mohammad Shuaib A. Shuaib  
License No. 235-A  
RSM Albazie & Co.





**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Interim condensed consolidated statement of income (unaudited)**  
For the three months period ended 31 March 2026

	Notes	Three months period ended 31 March	
		2026 KD '000	2025 KD '000
Sales	16	234,197	265,191
Cost of sales		(228,960)	(257,876)
<b>Gross profit</b>		<b>5,237</b>	<b>7,315</b>
Net interest relating to oil marketing operations	3	(2,210)	(2,243)
<b>Net results of oil marketing operations</b>		<b>3,027</b>	<b>5,072</b>
Share of results of joint venture and associates	10 & 11	2,326	2,653
Dividend income	9	2,762	1,730
General and administrative expenses		(502)	(441)
Staff costs		(1,615)	(1,463)
Depreciation		(521)	(389)
Net provisions charged	4	(1,441)	(5,550)
Unrealized (loss) gain from investments at fair value through statement of income		(1,663)	615
Net other income	5	324	333
<b>Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST), contribution to ZAKAT and Domestic Minimum Top-up Tax (DMTT)</b>		<b>2,697</b>	<b>2,560</b>
Contribution to KFAS		(27)	(26)
NLST and contribution to ZAKAT		-	(90)
Domestic Minimum Top-up Tax (DMTT)	6	(405)	(384)
<b>Profit for the period</b>		<b>2,265</b>	<b>2,060</b>
<b>Earnings per share (fils)</b>	7	<b>12.53</b>	<b>11.39</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Interim condensed consolidated statement of comprehensive income (unaudited)**  
For the three months period ended 31 March 2026

	Three months period ended	
	31 March	
	2026	2025
	KD '000	KD '000
<b>Profit for the period</b>	<b>2,265</b>	<b>2,060</b>
<b>Other comprehensive income:</b>		
<u>Items that will not be reclassified subsequently to interim condensed consolidated statement of income:</u>		
Changes in fair value of investments at fair value through other comprehensive income	130	17
<u>Items that may be reclassified subsequently to interim condensed consolidated statement of income:</u>		
Foreign currency translation adjustments	168	(15)
<b>Other comprehensive income for the period</b>	<b>298</b>	<b>2</b>
<b>Total comprehensive income for the period</b>	<b>2,563</b>	<b>2,062</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Interim condensed consolidated statement of financial position (unaudited)**

As at 31 March 2026

	Note	31 March 2026 KD '000	31 December 2025 KD '000 (Audited)	31 March 2025 KD '000
<b>ASSETS</b>				
Cash on hand and at banks	8	54,544	59,560	138,387
Trade and other receivables		179,467	136,880	89,836
Inventories		21,516	10,366	40,141
Investments at fair value through statement of income	9	80,731	81,944	74,281
Investments at fair value through other comprehensive income	9	1,368	1,397	1,092
Current portion of other loans		10,628	10,569	12,294
<b>Total current assets</b>		<b>348,254</b>	<b>300,716</b>	<b>356,031</b>
Investments at fair value through other comprehensive income	9	31,895	31,723	31,848
Investment in a joint venture	10	12,634	12,014	9,421
Investment in associates	11	37,564	29,718	31,443
Non – current portion of other loans		3,923	3,901	4,558
Right to use of assets		13,386	14,378	17,760
Property and equipment	12	31,029	30,182	26,164
<b>Total non-current assets</b>		<b>130,431</b>	<b>121,916</b>	<b>121,194</b>
<b>Total assets</b>		<b>478,685</b>	<b>422,632</b>	<b>477,225</b>
<b>LIABILITIES AND EQUITY</b>				
Current portion of due to banks	9	195,353	224,758	184,236
Trade and other payables		155,962	63,926	153,299
Current portion of lease liabilities		3,217	4,245	3,107
Directors' fees payable		-	100	-
<b>Total current liabilities</b>		<b>354,532</b>	<b>293,029</b>	<b>340,642</b>
Non-current portion of due to banks	9	-	-	12,204
Non-current portion of lease liabilities		11,032	10,970	15,375
Provision for staff indemnity		2,386	2,326	1,908
<b>Total non-current liabilities</b>		<b>13,418</b>	<b>13,296</b>	<b>29,487</b>
<b>Total liabilities</b>		<b>367,950</b>	<b>306,325</b>	<b>370,129</b>
<b>Equity</b>				
Share capital	13	18,841	18,841	18,841
Share premium		29,665	29,665	29,665
Legal reserve		9,420	9,420	9,420
General reserve		606	606	606
Fair value reserve		29,728	29,598	28,452
Foreign currency translation adjustments		(3,638)	(3,806)	(3,760)
Treasury shares reserve		1,429	1,429	1,429
Treasury shares	14	(2,770)	(2,770)	(2,770)
Retained earnings		27,454	33,324	25,213
<b>Total equity</b>		<b>110,735</b>	<b>116,307</b>	<b>107,096</b>
<b>Total liabilities and equity</b>		<b>478,685</b>	<b>422,632</b>	<b>477,225</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Ali Mohammed Al-Radwan  
Chairman

Ghazi Fahad Alnafisi  
Vice Chairman

  
Samir S Shammam  
Chief Executive Officer



**Independent Petroleum Group Company K.S.C.P. and subsidiaries**  
**State of Kuwait**

**Interim condensed consolidated statement of changes in equity (unaudited)**

For the three months period ended 31 March 2026

	Share capital KD '000	Share premium KD '000	Legal reserve KD '000	General reserve KD '000	Fair value reserve KD '000	Foreign currency translation adjustments KD '000	Treasury shares reserve KD '000	Treasury shares KD '000	Retained earnings KD '000	Total KD '000
Balance at 1 January 2026	18,841	29,665	9,420	606	29,598	(3,806)	1,429	(2,770)	33,324	116,307
<b>Total comprehensive Income for the period</b>										
Profit for the period	-	-	-	-	-	-	-	-	2,265	2,265
Other comprehensive income	-	-	-	-	130	168	-	-	-	298
<b>Total comprehensive Income for the period</b>	-	-	-	-	130	168	-	-	2,265	2,563
<b>Transactions with owners, recognised directly in equity</b>										
Dividends for 2025 (Note 19)	-	-	-	-	-	-	-	-	(8,135)	(8,135)
<b>Balance at 31 March 2026</b>	<b>18,841</b>	<b>29,665</b>	<b>9,420</b>	<b>606</b>	<b>29,728</b>	<b>(3,638)</b>	<b>1,429</b>	<b>(2,770)</b>	<b>27,454</b>	<b>110,735</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information



**Independent Petroleum Group Company K.S.C.P. and subsidiaries**  
**State of Kuwait**

**Interim condensed consolidated statement of changes in equity (unaudited)**  
For the three months period ended 31 March 2026

	Share capital KD '000	Share premium KD '000	Legal reserve KD '000	General reserve KD '000	Fair value reserve KD '000	Foreign currency translation adjustments KD '000	Treasury shares reserve KD '000	Treasury shares KD '000	Retained earnings KD '000	Total KD '000
Balance at 1 January 2025	18,841	29,665	9,420	606	28,435	(3,745)	1,429	(2,770)	30,384	112,265
<b>Total comprehensive Income (loss) for the period</b>										
Profit for the period	-	-	-	-	-	-	-	-	2,060	2,060
Other comprehensive income (loss)	-	-	-	-	17	(15)	-	-	-	2
<b>Total comprehensive Income (loss) for the period</b>	-	-	-	-	17	(15)	-	-	2,060	2,062
<b>Transactions with owners, recognised directly in equity</b>										
Dividends for 2024 (Note 19)	-	-	-	-	-	-	-	-	(7,231)	(7,231)
<b>Balance at 31 March 2025</b>	<b>18,841</b>	<b>29,665</b>	<b>9,420</b>	<b>606</b>	<b>28,452</b>	<b>(3,760)</b>	<b>1,429</b>	<b>(2,770)</b>	<b>25,213</b>	<b>107,096</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Interim condensed consolidated statement of cash flows (unaudited)**  
For the three months period ended 31 March 2026

	Notes	Three months period ended 31 March	
		2026 KD '000	2025 KD '000
<b>OPERATING ACTIVITIES</b>			
Profit for the period before provisions for contribution to KFAS, NLST, contribution to ZAKAT and Domestic Minimum Top-up Tax (DMTT)		2,697	2,560
<i>Adjustments for:</i>			
Depreciation		521	389
Net provisions charged	4	1,441	5,550
Interest expense	3	2,668	3,117
Dividend income	9	(2,762)	(1,730)
Unrealised loss (gain) from investments at fair value through statement of income		1,663	(615)
Share of results from joint venture and associates	10 & 11	(2,326)	(2,653)
Interest income	3	(458)	(874)
Interest expense on lease liabilities		149	192
Amortisation of rights of use assets		1,067	1,076
Provision for staff indemnity		95	72
		<b>4,755</b>	<b>7,084</b>
<i>Changes in operating assets and liabilities:</i>			
Trade and other receivables		(43,938)	63,789
Other loans		(81)	367
Lease liabilities		(1,115)	(1,188)
Inventories		(11,150)	(13,333)
Trade and other payables		91,193	4,725
<b>Net cash generated from operations</b>		<b>39,664</b>	<b>61,444</b>
Interest income received		368	690
Payment to KFAS		(122)	(95)
Directors' fees paid		(100)	(100)
Payment of staff Indemnity		(35)	(114)
<b>Net cash flows generated from operating activities</b>		<b>39,775</b>	<b>61,825</b>
<b>INVESTING ACTIVITIES</b>			
Additions to investment in associates		(6,055)	-
Dividends income received		2,762	1,730
Purchase of property and equipment		(1,201)	(130)
<b>Net cash flows (used in) generated from investing activities</b>		<b>(4,494)</b>	<b>1,600</b>
<b>FINANCING ACTIVITIES</b>			
Due to banks		(29,405)	(19,261)
Dividends paid		(8,135)	-
Interest expense paid		(2,135)	(3,403)
<b>Net cash flows used in financing activities</b>		<b>(39,675)</b>	<b>(22,664)</b>
Effect of foreign currency translation		(622)	(168)
<b>Net change in cash on hand and at banks</b>		<b>(5,016)</b>	<b>40,593</b>
Cash on hand and at banks at beginning of the period		59,560	97,794
<b>Cash on hand and at banks at end of the period</b>	8	<b>54,544</b>	<b>138,387</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)**

For the three months period ended 31 March 2026

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**1. Incorporation and activities**

Independent Petroleum Group K.S.C.P. (the "Parent Company") was established on 11 September 1976 as a Kuwaiti shareholding company under commercial registration No. 24496. The shares of the Parent Company were listed on the Boursa Kuwait on 10 December 1995.

The objectives of the Parent Company and its wholly owned subsidiaries (the "Group") are as follows:

Benefit from national scientific and business expertise in petroleum and petrochemical industry to achieve the following objectives:

- a) Provide economic, technical and specialist advisory services to oil and petrochemicals producing and consuming governments and companies, in areas of marketing, refining, production, investment, financial affairs, planning, maritime transport, organization, training and other areas related to oil and petrochemicals;
- b) Conduct marketing researches, and gather and publish information about the oil and petrochemicals industry;
- c) Provide specialist services to the oil and petrochemicals consuming and producing governments to expedite communications and maintain consistent relationships among them;
- d) Initiate and carry out marketing operations and industrial projects for its own account or the account of oil and petrochemicals consuming and producing governments or in collaboration and participation with them in all areas of oil and petrochemical industry;
- e) Acquire facilities, tools, equipment and all other instruments used in oil and petrochemicals industry including manufacturing plants, transport means and others, for its own account or in participation with oil and petrochemicals producing and consuming governments and companies all over the world; and
- f) Act as agents and representatives for oil and petrochemicals producing and consuming governments and companies, and carry out all other operations required by company's activities, interests and objectives including sale, purchase and acquisition in all areas related to oil and petrochemicals.

The Parent Company may have interest or to participate in any manner with entities that carry on similar business or that may assist it with achieving its objectives in the State of Kuwait or abroad, and it may buy these entities or acquire them as subsidiaries.

The registered address of the Parent Company is P.O. Box 24027, Safat 13101, State of Kuwait.

The interim condensed consolidated financial information for the three months period ended 31 March 2026, was authorized for issue by the Chairman on behalf of the Board of Directors on May 5, 2026.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)**

For the three months period ended 31 March 2026

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**2. Basis of preparation**

a) Statement of compliance

The interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

The interim condensed consolidated financial information does not include all the information and notes required for complete annual consolidated financial statements prepared in accordance with IFRS Accounting Standards (“IFRS”). In the opinion of the management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included in the accompanying interim condensed consolidated financial information. Operating results for the three months period ended 31 March 2026, are not necessarily indicative of the results that may be expected for the year ending 31 December 2026. For further information, refer to the annual consolidated financial statements and notes thereto for the year ended 31 December 2025.

The accounting policies used in the preparation of the interim condensed consolidated financial information for the period ended 31 March 2026, are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026.

The Group has not early adopted any other standards, interpretations or amendments that has been issued but is not yet effective. Other amendments and interpretations apply for the first time in 2026, but do not have an impact on the interim condensed consolidated financial information of the Group.

b) Judgments and estimates

The preparation of interim condensed consolidated financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgments made by management in applying the Group’s accounting policies and key source of estimation uncertainty were the same as those that applied to the annual consolidated financial statements for the year ended 31 December 2025.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)**  
For the three months period ended 31 March 2026

**3. Net interest relating to oil marketing operations**

	<b>Three months period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>KD '000</b>	<b>KD '000</b>
Interest income	458	874
Interest expense	(2,668)	(3,117)
	<b>(2,210)</b>	<b>(2,243)</b>

**4. Net provisions charged**

	<b>Three-months period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>KD '000</b>	<b>KD '000</b>
Net allowance for expected credit losses charged	(1,441)	(5,550)
	<b>(1,441)</b>	<b>(5,550)</b>

During the period, the Group has recognized provisions towards expected credit losses on trade receivables amounting to KD 1.44 million (31 March 2025: KD 5.55 million). The management has assessed that the provisions are a collective impact of the prevailing economic and political situation in the region, effect of market deterioration on the Group's local and international operations, default events including delay in payments during the period ended 31 March 2026.

**5. Net other income**

	<b>Three months period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>KD '000</b>	<b>KD '000</b>
Net foreign currency exchange gain	<b>324</b>	<b>333</b>

**6. Domestic Minimum Top-up Tax (DMTT)**

The State of Kuwait issued Law Number 157 of 2024 on 31 December 2024 (the Law) introducing domestic minimum top-up tax (DMTT) effective from the year 2025 on entities which are part of MNE Group with annual revenues of EUR 750 million or more. The Law provides that a top-up tax shall be payable on the taxable income at a rate equal to the difference between 15% and the effective tax rate of all constituent entities of the MNE Group operating within Kuwait. The taxable income and effective tax rate shall be computed in accordance with the Executive regulations which will be issued within six months from the date of issue of the Law.

The DMTT charge for the period is estimated based on the OECD guidance, pending issue of Executive regulations. The Law effectively replaces the existing National Labour Support Tax (NLST) and Zakat tax regimes in Kuwait for MNEs within the scope of this Law. The Group is in the process of assessing the full impact of Pillar 2 tax regulations, accordingly, and based on the initial assessment the Group has charged KD 405 thousand (31 March 2025: KD 384 thousand) in the interim condensed consolidated statement of income.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)**  
For the three months period ended 31 March 2026

**7. Earnings per share**

Earnings per share is computed by dividing the profit for the period by the weighted average number of shares outstanding during the period as follows:

	<b>Three months period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>KD '000</b>	<b>KD '000</b>
<b>Profit for the period</b>	<b>2,265</b>	<b>2,060</b>
Weighted average number of issued shares outstanding during the period	188,407,500	188,407,500
Weighted average number of treasury shares outstanding during the period	(7,620,000)	(7,620,000)
<b>Weighted average number of shares outstanding during the period</b>	<b>180,787,500</b>	<b>180,787,500</b>
<b>Earnings per share (fils)</b>	<b>12.53</b>	<b>11.39</b>

**8. Cash on hand and at banks**

	<b>31 March 2026</b>	<b>31 December 2025</b>	<b>31 March 2025</b>
	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>
Cash and bank balances	17,728	7,968	27,186
Call accounts and time deposits	36,816	51,592	111,201
	<b>54,544</b>	<b>59,560</b>	<b>138,387</b>

Time deposits earned interest at an average effective interest rate of 4% (31 December 2025: 4% and 31 March 2025: 4.2%) per annum and mature within 3 months (31 December 2025: 3 months and 31 March 2025: 3 months) from the date of the placement.

**9. Investments**

	<b>31 March 2026</b>	<b>31 December 2025</b>	<b>31 March 2025</b>
	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>
<b>Investments at fair value through statement of income</b>		<b>(Audited)</b>	
Managed portfolios	<b>80,731</b>	<b>81,944</b>	<b>74,281</b>
<b>Investments at fair value through other comprehensive income</b>			
Unquoted securities (Current)	1,368	1,397	1,092
Unquoted securities (Non-current)	31,895	31,723	31,848
	<b>33,263</b>	<b>33,120</b>	<b>32,940</b>



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)**

For the three months period ended 31 March 2026

Investments at fair value through statement of income with a carrying amount of KD 80.73 million (31 December 2025: KD 81.94 million and 31 March 2025: KD 74.28 million) are pledged as collateral against due to banks.

Unquoted equity securities include Group's investment in Vopak Horizon Fujairah Limited (VHFL) and Asia Petroleum Limited (APL) amounting to KD 30.902 million (31 December 2025: KD 30.73 million and 31 March 2025: KD 30.348 million) and KD 0.993 million (31 December 2025: KD 0.993 million and 31 March 2025: KD 1.50 million) respectively. At the reporting date, the Group determined that carrying value of above unquoted securities approximates to their fair value.

During the period ended 31 March 2026, the Group received a dividend of KD 2,762 thousand (31 March 2025: KD 1,730 thousand) from VHFL and APL.

**10. Investment in a joint venture**

The Group has a 50% equity shareholding with equivalent voting power in Uniterminals S.A.L, Lebanon. Following are the details of share of results from the joint venture recorded during the period:

	Three months period ended 31 March	
	2026 KD '000	2025 KD '000
Uniterminals S.A.L, Lebanon	<u>550</u>	<u>1,524</u>

**11. Investment in associates**

Following are the details of share of results from associates recorded during the period:

	Three months period ended 31 March	
	2026 KD '000	2025 KD '000
Horizon Singapore Terminals Private Ltd	639	422
Arabtank Terminals Ltd	170	(18)
Inpetro SARL	94	119
Horizon Djibouti Holdings Ltd	352	176
Horizon Tangiers Terminals SA	369	338
Galp-IPG Matola Terminal Limitada (GIMTL)	42	27
IPG-Galp Beira Terminal Limitada (IGBTL)	110	65
	<u>1,776</u>	<u>1,129</u>



**Independent Petroleum Group Company K.S.C.P. and subsidiaries  
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)**

For the three months period ended 31 March 2026

**12. Property and equipment**

Property and equipment at 31 March 2026 includes KD 20.74 million (31 December 2025: KD 20.99 million and 31 March 2025: KD 21.35 million) related to vessels owned by one of the subsidiaries, D&K Holdings L.L.C.

**13. Share capital**

The authorised, issued and fully paid share capital consists of 188,407,500 shares of 100 fils each (31 December 2025: 188,407,500 shares of 100 fils each and 31 March 2025: 188,407,500 shares of 100 fils each) and are fully paid in cash

**14. Treasury shares**

	<b>31 March 2026</b>	<b>31 December 2025 (Audited)</b>	<b>31 March 2025</b>
Number of shares	7,620,000	7,620,000	7,620,000
Percentage of issued shares	4%	4%	4%
Market value (KD Million)	4.08	4.49	4.11
Cost (KD Million)	2.77	2.77	2.77

The Parent Company has allotted certain amount to the treasury shares reserve from the available retained earnings as of 31 December 2025. Such amount will not be available for distribution during treasury shares holding period. Treasury shares are not pledged.

**15. Related party transactions and balances**

These represent transactions with related parties in the normal course of business. The related parties' transactions and balances included in the interim condensed consolidated financial information are as follows:

	<b>Three months period ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>KD '000</b>	<b>KD '000</b>
<b>a) Revenues and expenses:</b>		
<u>Joint venture</u>		
Sales	33,282	37,188
<u>Associates</u>		
Storage expenses	1,341	1,399
<b>b) Key management remuneration</b>		
Salaries and other short-term benefits	264	273
Termination benefits	23	25



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**c) Balances with related parties:**

	<b>31 March 2026 KD '000</b>	<b>31 December 2025 KD '000 (Audited)</b>	<b>31 March 2025 KD '000</b>
<u>Joint venture:</u>			
Trade and other receivables	11,233	9,479	10,860
<u>Associates:</u>			
Other loans	14,551	14,470	16,852
Trade and other payables	2,170	1,347	2,959
Lease liabilities	14,249	15,215	18,482

**16. Segment information**

The Group primarily operates in trading of crude oil and petroleum products. The trading of crude oil and petroleum products is also related to storage and distribution operations. These operations are inter-related and subject to similar risks and returns. The management has determined that the Group is considered to have a single reportable operating segment.

The Group operates in different geographic locations. Information about the Group's reportable operating segment is summarised as follows:

	<b>Three months period ended 31 March</b>			
	<b>2026</b>		<b>2025</b>	
	<b>Segment revenues KD '000</b>	<b>Segment results KD '000</b>	<b>Segment revenues KD '000</b>	<b>Segment results KD '000</b>
Africa and Middle East	227,393	7,454	265,191	9,033
Asia and Far East	6,804	661	-	422
	<b>234,197</b>	<b>8,115</b>	<b>265,191</b>	<b>9,455</b>
Unallocated corporate items		(5,850)		(7,395)
Profit for the period		<b>2,265</b>		<b>2,060</b>



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	<b>Africa and Middle East KD '000</b>	<b>Europe KD '000</b>	<b>Asia and Far east KD '000</b>	<b>Total KD '000</b>
<b>31 March 2026</b>				
Segment assets	179,467	-	-	179,467
Unallocated corporate assets	-	-	-	299,218
<b>Total assets</b>	<b>179,467</b>	<b>-</b>	<b>-</b>	<b>478,685</b>
Segment liabilities	87,262	18,273	-	105,535
Unallocated corporate liabilities	-	-	-	262,415
<b>Total liabilities</b>	<b>87,262</b>	<b>18,273</b>	<b>-</b>	<b>367,950</b>
<b>31 December 2025 (Audited)</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>
Segment assets	136,880	-	-	136,880
Unallocated corporate assets	-	-	-	285,752
<b>Total assets</b>	<b>136,880</b>	<b>-</b>	<b>-</b>	<b>422,632</b>
Segment liabilities	4,719	13,352	-	18,071
Unallocated corporate liabilities	-	-	-	288,254
<b>Total liabilities</b>	<b>4,719</b>	<b>13,352</b>	<b>-</b>	<b>306,325</b>
<b>31 March 2025</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>
Segment assets	89,836	-	-	89,836
Unallocated corporate assets	-	-	-	387,389
<b>Total assets</b>	<b>89,836</b>	<b>-</b>	<b>-</b>	<b>477,225</b>
Segment liabilities	59,359	37,532	-	96,891
Unallocated corporate liabilities	-	-	-	273,238
<b>Total liabilities</b>	<b>59,359</b>	<b>37,532</b>	<b>-</b>	<b>370,129</b>

**17. Contingent liabilities and commitments**

	<b>31 March 2026 KD '000</b>	<b>31 December 2025 KD '000 (Audited)</b>	<b>31 March 2025 KD '000</b>
<b>Contingent liabilities:</b>			
Letters of guarantee and bid bonds	110,457	9,290	6,308
Letters of credit	10,208	45,223	119,983
	<b>120,665</b>	<b>54,513</b>	<b>126,291</b>
<b>Commitments:</b>			
Investments in projects	5,750	14,533	9,827



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**18. Fair value estimation**

IFRS 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

	Fair value hierarchy			Total KD'000
	Level 1 KD'000	Level 2 KD'000	Level 3 KD'000	
<b>31 March 2026</b>				
Investments at fair value through other comprehensive income	-	1,368	31,895	33,263
Investments at fair value through statement of income	80,731	-	-	80,731
	<b>80,731</b>	<b>1,368</b>	<b>31,895</b>	<b>113,994</b>
<b>31 December 2025 (Audited)</b>				
Investments at fair value through other comprehensive income	-	1,397	31,723	33,120
Investments at fair value through statement of income	81,944	-	-	81,944
	<b>81,944</b>	<b>1,397</b>	<b>31,723</b>	<b>115,064</b>
<b>31 March 2025</b>				
Investments at fair value through other comprehensive income	-	1,092	31,848	32,940
Investments at fair value through statement of income	74,281	-	-	74,281
	<b>74,281</b>	<b>1,092</b>	<b>31,848</b>	<b>107,221</b>

During the period, there were no transfers among the fair value levels.

**19. Annual General Assembly**

The Shareholders' Annual General Assembly held on 8 February 2026, approved the annual audited consolidated financial statements for the year ended 31 December 2025, payment of a cash dividend of 45 fils per share and the distribution of board of directors remuneration of KD 0.100 million for the year ended 31 December 2025

The Shareholders' Annual General Assembly held on 15 March 2025, approved the annual audited consolidated financial statements for the year ended 31 December 2024, payment of a cash dividend of 40 fils per share and the distribution of board of directors remuneration of KD 0.100 million for the year ended 31 December 2024.



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**20. Significant event**

During the period ended 31 March 2026, a military conflict arose in the Middle East, creating some geopolitical uncertainty in the region including international trade flows, shipping routes, and cargo movement patterns. The management has assessed that this event has no material impact on the Group's operations.