



**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 six months period ended 30 June 2025  
(Unaudited)**



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

For the six months period ended 30 June 2025

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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 30 June 2025 and the related interim condensed consolidated statements of income, comprehensive income for the three months and six months period then ended and the related interim condensed consolidated statements of changes in equity and cash flows for the six months 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”. 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 this 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.

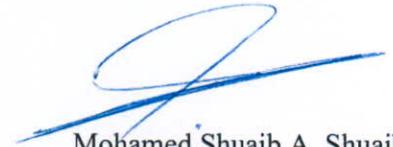
### **Report on Other Legal and Regulatory Requirements**

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, as amended, and its executive regulation, as amended, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, during the six months period ended 30 June 2025, that might have had a material effect on the Parent Company’s financial position or results of its operations.

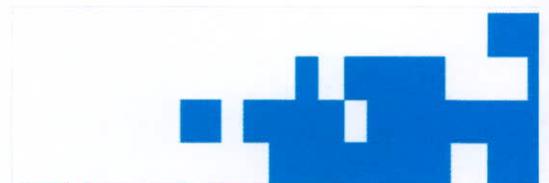
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We further report that, during the course of our review, we have not become aware of any violations of the provisions of Law no 7 of 2010, concerning the Capital Markets Authority and Organization of Security Activity, as amended and its executive regulations, as amended, during the six months period ended 30 June 2025, that might have had a material effect on the Parent Company's financial position or result of its operations.

State of Kuwait  
August 10, 2025

A handwritten signature in blue ink, appearing to be 'Mohamed Shuaib A. Shuaib', is written over a faint, light blue circular watermark or stamp.

Mohamed 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 and six months periods ended 30 June 2025

	Note	Three months period ended 30 June		Six months period ended 30 June	
		2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Sales	16	153,698	270,606	418,889	618,329
Cost of sales		(149,768)	(262,355)	(407,644)	(603,803)
<b>Gross profit</b>		<b>3,930</b>	<b>8,251</b>	<b>11,245</b>	<b>14,526</b>
Net interest relating to oil marketing operations	3	(1,825)	(4,263)	(4,068)	(8,278)
<b>Net results of oil marketing operations</b>		<b>2,105</b>	<b>3,988</b>	<b>7,177</b>	<b>6,248</b>
Share of results from joint venture and associates	10 & 11	2,897	1,708	5,550	3,501
Dividend income	9	1,017	1,203	2,747	1,203
General and administrative expenses		(498)	(672)	(939)	(1,181)
Staff costs		(1,980)	(1,458)	(3,443)	(2,938)
Depreciation		(933)	(354)	(1,322)	(709)
Net provisions charged	4	-	(3,535)	(5,550)	(5,864)
Unrealized gain from investments at fair value through statement of income		2,948	1,335	3,563	3,843
Net other (expenses) income	5	(240)	547	93	382
<b>Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST) and Zakat and DMTT</b>		<b>5,316</b>	<b>2,762</b>	<b>7,876</b>	<b>4,485</b>
Contribution to KFAS		(53)	(28)	(79)	(45)
Contribution to NLST & ZAKAT	6	(186)	(97)	(276)	(157)
Domestic Minimum Top-up Tax (DMTT)	6	(2,228)	-	(2,612)	-
<b>Profit for the period</b>		<b>2,849</b>	<b>2,637</b>	<b>4,909</b>	<b>4,283</b>
<b>Earnings per share (fils)</b>	7	<b>15.76</b>	<b>14.59</b>	<b>27.15</b>	<b>23.69</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 and six months periods ended 30 June 2025

	Three months period ended 30 June		Six months period ended 30 June	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Profit for the period	2,849	2,637	4,909	4,283
<b>Other comprehensive (loss) 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	(135)	(70)	(118)	(50)
<u>Items that may be reclassified subsequently to interim condensed consolidated statement of income</u>				
Foreign currency translation adjustments	(659)	19	(674)	115
<b>Other comprehensive (loss) income for the period</b>	<b>(794)</b>	<b>(51)</b>	<b>(792)</b>	<b>65</b>
<b>Total comprehensive income for the period</b>	<b>2,055</b>	<b>2,586</b>	<b>4,117</b>	<b>4,348</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 30 June 2025**

	Note	30 June 2025 KD '000	31 December 2024 KD '000 (Audited)	30 June 2024 KD '000
<b>ASSETS</b>				
Cash on hand and at banks	8	90,622	97,794	105,909
Trade and other receivables		40,785	158,991	192,458
Inventories		37,604	26,808	17,395
Investments at fair value through statement of income	9	76,460	73,594	71,072
Investments at fair value through other comprehensive income	9	1,229	1,102	1,266
Current portion of other loans		12,094	12,666	12,930
<b>Total current assets</b>		<b>258,794</b>	<b>370,955</b>	<b>401,030</b>
Investments at fair value through other comprehensive income	9	31,542	31,819	27,186
Investment in joint venture	10	9,076	7,889	7,521
Investment in associates	11	31,221	30,284	30,802
Non-current portion of other loans		4,511	4,553	4,538
Right to use of assets		16,515	18,819	17,261
Property and equipment	12	25,297	26,397	27,002
<b>Total non-current assets</b>		<b>118,162</b>	<b>119,761</b>	<b>114,310</b>
<b>Total assets</b>		<b>376,956</b>	<b>490,716</b>	<b>515,340</b>
<b>LIABILITIES AND EQUITY</b>				
Current portion of due to banks	9	142,828	203,478	260,891
Trade and other payables		105,580	141,225	118,880
Current portion of lease liabilities		2,060	4,117	2,148
Directors' fees payable		-	100	-
<b>Total current liabilities</b>		<b>250,468</b>	<b>348,920</b>	<b>381,919</b>
Non-current portion of due to banks	9	-	12,223	12,244
Non-current portion of lease liabilities		15,220	15,361	15,692
Provision for staff indemnity		2,117	1,947	1,912
<b>Total non-current liabilities</b>		<b>17,337</b>	<b>29,531</b>	<b>29,848</b>
<b>Total liabilities</b>		<b>267,805</b>	<b>378,451</b>	<b>411,767</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		28,317	28,435	23,978
Foreign currency translation adjustments		(4,419)	(3,745)	(3,250)
Treasury shares reserve		1,429	1,429	1,429
Treasury shares	14	(2,770)	(2,770)	(2,770)
Retained earnings		28,062	30,384	25,654
<b>Total equity</b>		<b>109,151</b>	<b>112,265</b>	<b>103,573</b>
<b>Total liabilities and equity</b>		<b>376,956</b>	<b>490,716</b>	<b>515,340</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

*Waleed J. Hadeed*  
Waleed Jaber Hadeed  
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 six months period ended 30 June 2025

	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 (loss) income for the period</b>										
Profit for the period	-	-	-	-	-	-	-	-	4,909	4,909
Other comprehensive loss	-	-	-	-	(118)	(674)	-	-	-	(792)
<b>Total comprehensive (loss) income for the period</b>	-	-	-	-	(118)	(674)	-	-	4,909	4,117
<b>Transactions with owners, recognised directly in equity</b>										
Dividends for 2024 (Note 19)	-	-	-	-	-	-	-	-	(7,231)	(7,231)
<b>Balance at 30 June 2025</b>	<b>18,841</b>	<b>29,665</b>	<b>9,420</b>	<b>606</b>	<b>28,317</b>	<b>(4,419)</b>	<b>1,429</b>	<b>(2,770)</b>	<b>28,062</b>	<b>109,151</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 six months period ended 30 June 2025

	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 2024	18,841	29,665	9,420	606	24,028	(3,365)	1,429	(2,770)	26,795	104,649
<b>Total comprehensive (loss) income for the period</b>										
Profit for the period	-	-	-	-	-	-	-	-	4,283	4,283
Other comprehensive (loss) income	-	-	-	-	(50)	115	-	-	-	65
<b>Total comprehensive (loss) income for the period</b>	-	-	-	-	(50)	115	-	-	4,283	4,348
<b>Transactions with owners, recognised directly in equity</b>										
Dividends for 2023 (Note 19)	-	-	-	-	-	-	-	-	(5,424)	(5,424)
<b>Balance at 30 June 2024</b>	<b>18,841</b>	<b>29,665</b>	<b>9,420</b>	<b>606</b>	<b>23,978</b>	<b>(3,250)</b>	<b>1,429</b>	<b>(2,770)</b>	<b>25,654</b>	<b>103,573</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 six months period ended 30 June 2025

	Note	Six months period ended 30 June	
		2025 KD '000	2024 KD '000
<b>OPERATING ACTIVITIES</b>			
Profit for the period before provisions for contribution to KFAS, NLST, Zakat and DMTT		7,876	4,485
<i>Adjustments for:</i>			
Depreciation		1,322	709
Net provisions charged	4	5,550	5,864
Interest expense	3	5,812	9,801
Dividend income	9	(2,747)	(1,203)
Unrealised gain from investments at fair value through statement of income		(3,563)	(3,843)
Share of results from joint venture and associates	10 & 11	(5,550)	(3,501)
Interest income	3	(1,744)	(1,523)
Interest expense on lease liabilities		371	390
Amortisation of rights of use assets		2,148	2,930
Provision for staff indemnity		310	156
		<b>9,785</b>	<b>14,265</b>
<i>Changes in operating assets and liabilities:</i>			
Trade and other receivables		112,947	(10,839)
Other loans		614	613
Lease liabilities		(2,569)	(3,236)
Inventories		(10,796)	9,841
Trade and other payables		(38,383)	(33,235)
<b>Cash flows generated from (used in) operations</b>		<b>71,598</b>	<b>(22,591)</b>
Interest income received		1,452	1,385
Payment to KFAS		(95)	(82)
Payment of staff indemnity		(149)	(21)
Directors' fees paid		(100)	(100)
<b>Net cash generated from (used in) operating activities</b>		<b>72,706</b>	<b>(21,409)</b>
<b>INVESTING ACTIVITIES</b>			
Dividends received		5,808	4,346
Purchase of property and equipment		(448)	(94)
<b>Net cash flows generated from investing activities</b>		<b>5,360</b>	<b>4,252</b>
<b>FINANCING ACTIVITIES</b>			
Due to banks		(72,873)	56,650
Dividends paid		(7,231)	(5,424)
Interest paid		(5,946)	(7,577)
<b>Net cash flows (used in) generated from financing activities</b>		<b>(86,050)</b>	<b>43,649</b>
Effect of foreign currency translation		812	119
<b>Net change in cash on hand and at banks</b>		<b>(7,172)</b>	<b>26,611</b>
Cash on hand and at banks at beginning of the period		97,794	79,298
<b>Cash on hand and at banks at end of the period</b>	8	<b>90,622</b>	<b>105,909</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 six months period ended 30 June 2025

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**1. Incorporation and activities**

Independent Petroleum Group Company - 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 six months period ended 30 June 2025, was authorized for issue by the Chairman on behalf of the Board of Directors on August 10, 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 six months period ended 30 June 2025

**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 six months period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the year ending 31 December 2025. For further information, refer to the annual consolidated financial statements and notes thereto for the year ended 31 December 2024.

The accounting policies used in the preparation of the interim condensed consolidated financial information for the period ended 30 June 2025, are consistent with those used in the preparation of the 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 other standards, interpretations or amendments that has been issued but is not yet effective. Amendments and interpretations that apply for the first time in 2025, 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 2024.

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

	<b>Three months period ended</b>		<b>Six months period ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>
Interest income	870	717	1,744	1,523
Interest expense	(2,695)	(4,980)	(5,812)	(9,801)
	<b>(1,825)</b>	<b>(4,263)</b>	<b>(4,068)</b>	<b>(8,278)</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 six months period ended 30 June 2025

**4. Net provisions charged**

	Three months period ended		Six months period ended	
	30 June		30 June	
	2025	2024	2025	2024
	KD '000	KD '000	KD '000	KD '000
Net expected credit loss charged	-	(3,535)	(5,550)	(5,864)
	-	(3,535)	(5,550)	(5,864)

During the period ended 30 June 2025, the Group has recognized provisions towards expected credit losses on trade receivables amounting to KD 5.6 million (30 June 2024: KD 5.9 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 30 June 2025.

**5. Net other (expenses) income**

	Three months period ended		Six months period ended	
	30 June		30 June	
	2025	2024	2025	2024
	KD '000	KD '000	KD '000	KD '000
Net foreign currency Exchange (loss) gain	(240)	547	93	382
	(240)	547	93	382

**6. Taxes**

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 are computed in accordance with the executive regulations issued through Ministerial Resolution No. 55 of 2025. 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 in process of assessing the full impact of Pillar 2 tax regulations. Accordingly, based on the initial assessment the Group has charged KD 2.6 million as DMTT in the interim condensed consolidated statement of income. Additionally, the Group has retained the contribution to NLST and ZAKAT conservatively, till the completion of the assessment of the full impact of Pillar 2 tax regulation on the Group.



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

**Notes to the interim condensed consolidated financial information (unaudited)**  
For the six months period ended 30 June 2025

**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:

	Three months period ended 30 June		Six months period ended 30 June	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Profit for the period	<u>2,849</u>	<u>2,637</u>	<u>4,909</u>	<u>4,283</u>
Weighted average number of issued shares outstanding during the period	188,407,500	188,407,500	188,407,500	188,407,500
Weighted average number of treasury shares outstanding during the period	<u>(7,620,000)</u>	<u>(7,620,000)</u>	<u>(7,620,000)</u>	<u>(7,620,000)</u>
Weighted average number of shares outstanding during the period	<u>180,787,500</u>	<u>180,787,500</u>	<u>180,787,500</u>	<u>180,787,500</u>
Earnings per share (fils)	<u>15.76</u>	<u>14.59</u>	<u>27.15</u>	<u>23.69</u>

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

	30 June 2025 KD '000	31 December 2024 KD '000 (Audited)	30 June 2024 KD '000
Cash and bank balances	13,502	19,390	39,963
Call accounts and time deposits	<u>77,120</u>	<u>78,404</u>	<u>65,946</u>
	<u>90,622</u>	<u>97,794</u>	<u>105,909</u>

Time deposits earned interest at an average effective interest rate of 4.2% (31 December 2024: 4.2% and 30 June 2024: 4.5%) per annum and mature within 3 months (31 December 2024: 3 months and 30 June 2024: 3 months) from the placement date.

**9. Investments**

	30 June 2025 KD '000	31 December 2024 KD '000 (Audited)	30 June 2024 KD '000
<b>Investments at fair value through statement of income</b>			
Managed portfolios	<u>76,460</u>	<u>73,594</u>	<u>71,072</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 six months period ended 30 June 2025

	30 June 2025 KD '000	31 December 2024 KD '000 (Audited)	30 June 2024 KD '000
<b>Investments at fair value through other comprehensive income</b>			
Unquoted securities (Current)	1,229	1,102	1,266
Unquoted securities (Non-current)	31,542	31,819	27,186
	<u>32,771</u>	<u>32,921</u>	<u>28,452</u>

Investments at fair value through statement of income with a carrying amount of KD 76.46 million (31 December 2024: KD 73.59 million and 30 June 2024: KD 71.07 million) are pledged as collateral against amounts due to banks.

Unquoted securities includes the Group's investment in Vopak Horizon Fujairah Limited (VHFL) and Asia Petroleum Limited (APL) amounting to KD 30.04 million (31 December 2024: KD 30.32 million and 30 June 2024: KD 25.45 million) and KD 1.50 million (31 December 2024: KD 1.50 million and 30 June 2024: KD 1.74 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 30 June 2025, the Group received a dividend of KD 2,747 thousand (30 June 2024: KD 1,203 thousand) from VHFL and APL.

**10. Investment in joint venture**

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

	Three months period ended 30 June		Six months period ended 30 June	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Uniterminals S.A.L, Lebanon	<u>1,399</u>	<u>480</u>	<u>2,923</u>	<u>1,022</u>



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**11. Investment in associates**

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

	Three months period ended		Six months period ended	
	30 June		30 June	
	2025	2024	2025	2024
	KD '000	KD '000	KD '000	KD '000
Horizon Singapore Terminals Private Ltd	628	521	1,050	954
Arab Tank Terminals L.L.C.	163	22	145	147
Inpetro SARL	32	69	151	170
Horizon Djibouti Holdings Ltd.	320	336	496	660
Horizon Tangiers Terminals SA.	276	233	614	471
Galp-IPG Matola Terminal Limitada (GIMTL)	(11)	(23)	16	(61)
IPG-Galp Beira Terminal Limitada (IGBTL)	90	70	155	138
	<u>1,498</u>	<u>1,228</u>	<u>2,627</u>	<u>2,479</u>

**12. Property and equipment**

Property and equipment at 30 June 2025 includes KD 20.84 million (31 December 2024: KD 21.85 million and 30 June 2024: KD 22.14 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 2024: 188,407,500 shares of 100 fils each and 30 June 2024: 188,407,500 shares of 100 fils each).

**14. Treasury shares**

	30 June 2025	31 December 2024 (Audited)	30 June 2024
Number of shares	7,620,000	7,620,000	7,620,000
Percentage of issued shares	4%	4%	4%
Market value (KD Million)	4.21	3.60	3.58
Cost (KD Million)	2.77	2.77	2.77

The Parent Company has allotted amount to the treasury shares balance from the available retained earnings as of 31 December 2024. Such amount will not be available for distribution during treasury shares holding period. Treasury shares are not pledged.

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**15. Related party transactions and balances**

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

	Three months period ended 30 June		Six months period ended 30 June	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
<b>a) Revenues and expenses:</b>				
<u>Joint Venture</u>				
Sales	29,318	27,589	66,506	61,983
<u>Associates</u>				
Storage expense	1,257	1,877	2,656	3,574
<b>b) Key management compensation</b>				
Salaries and other short-term benefits	302	275	575	548
Termination benefits	73	26	98	52
<b>c) Balances with related parties:</b>				
		30 June 2025 KD '000	31 December 2024 KD '000 (Audited)	30 June 2024 KD '000
<u>Joint Venture</u>				
Trade and other receivables		9,551	9,840	10,273
<u>Associates</u>				
Other loans		16,605	17,219	17,468
Trade and other payables		1,935	1,916	2,147
Lease liabilities		17,280	19,478	17,840

**16. Segment information**

The Group primarily operates on 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.



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

	<b>Three months period ended 30 June</b>			
	<b>2025</b>		<b>2024</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	153,698	5,391	270,606	6,378
Asia and Far East	-	628	-	521
	<b>153,698</b>	<b>6,019</b>	<b>270,606</b>	<b>6,899</b>
Unallocated Group's items		(3,170)		(4,262)
Profit for the period		<b>2,849</b>		<b>2,637</b>

	<b>Six months period ended 30 June</b>			
	<b>2025</b>		<b>2024</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	418,889	14,424	618,329	9,998
Asia and Far East	-	1,050	-	954
	<b>418,889</b>	<b>15,474</b>	<b>618,329</b>	<b>10,952</b>
Unallocated Group's items		(10,565)		(6,669)
Profit for the period		<b>4,909</b>		<b>4,283</b>

<b>30 June 2025</b>	<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>
Segment assets	40,785	-	-	40,785
Unallocated Group's assets	-	-	-	336,171
Total assets	<b>40,785</b>	<b>-</b>	<b>-</b>	<b>376,956</b>
Segment liabilities	43,254	12,544	-	55,798
Unallocated Group's liabilities	-	-	-	212,007
Total liabilities	<b>43,254</b>	<b>12,544</b>	<b>-</b>	<b>267,805</b>



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	Africa and Middle East	Europe	Asia and Far east	Total
31 December 2024 (Audited)	KD '000	KD '000	KD '000	KD '000
Segment assets	158,991	-	-	158,991
Unallocated Group's assets	-	-	-	331,725
<b>Total assets</b>	<b>158,991</b>	<b>-</b>	<b>-</b>	<b>490,716</b>
Segment liabilities	52,506	42,510	-	95,016
Unallocated Group's liabilities	-	-	-	283,435
<b>Total liabilities</b>	<b>52,506</b>	<b>42,510</b>	<b>-</b>	<b>378,451</b>
<b>30 June 2024</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>	<b>KD '000</b>
Segment assets	192,458	-	-	192,458
Unallocated Group's assets	-	-	-	322,882
<b>Total assets</b>	<b>192,458</b>	<b>-</b>	<b>-</b>	<b>515,340</b>
Segment liabilities	44,339	25,649	-	69,988
Unallocated Group's liabilities	-	-	-	341,779
<b>Total liabilities</b>	<b>44,339</b>	<b>25,649</b>	<b>-</b>	<b>411,767</b>

**17. Contingent liabilities and commitments**

	30 June 2025 KD '000	31 December 2024 KD '000 (Audited)	30 June 2024 KD '000
<b>Contingent liabilities:</b>			
Letters of guarantee and bid bonds	1,998	12,670	13,617
Letters of credit	72,334	141,016	136,741
	<b>74,332</b>	<b>153,686</b>	<b>150,358</b>
<b>Commitments:</b>			
Investments in projects	9,827	9,827	6,734



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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>30 June 2025</b>				
Investments at fair value through other comprehensive income	-	1,229	31,542	32,771
Investments at fair value through statement of income	76,460	-	-	76,460
	<u>76,460</u>	<u>1,229</u>	<u>31,542</u>	<u>109,231</u>
<b>31 December 2024 (Audited)</b>				
Investments at fair value through other comprehensive income	-	1,102	31,819	32,921
Investments at fair value through statement of income	73,594	-	-	73,594
	<u>73,594</u>	<u>1,102</u>	<u>31,819</u>	<u>106,515</u>
<b>30 June 2024</b>				
Investments at fair value through other comprehensive income	-	1,266	27,186	28,452
Investments at fair value through statement of income	71,072	-	-	71,072
	<u>71,072</u>	<u>1,266</u>	<u>27,186</u>	<u>99,524</u>

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

**19. Annual General Assembly**

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

The Shareholders' Annual General Assembly held on 06 February 2024, approved the annual audited consolidated financial statements for the year ended 31 December 2023, and payment of a cash dividend of 30 fils per share for the year ended 31 December 2023