



**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 nine months period ended 30 September 2025
(Unaudited)**



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

For the nine months period ended 30 September 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 September 2025 and the related interim condensed consolidated statements of income and comprehensive income for the three months and nine months periods then ended and the related interim condensed consolidated statements of changes in equity and cash flows for the nine 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 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

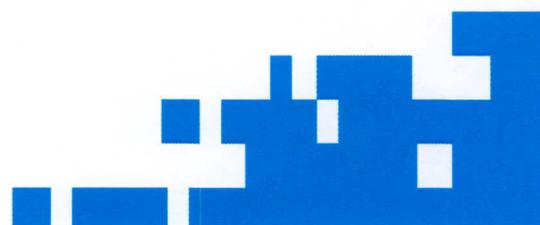
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 – Interim Financial Reporting.

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

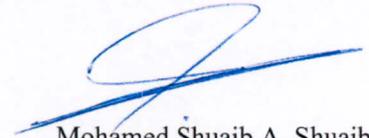
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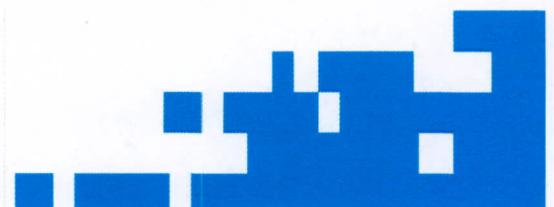


We further report that, during the course of our review, we have not become aware of any violations of the provisions of Law no 7 of 2010, concerning the Capital Markets Authority and Organization of Security Activity, as amended and its executive regulations, as amended, during the nine months period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

State of Kuwait
November 6, 2025

A handwritten signature in blue ink, appearing to be "Mohamed Shuaib A. Shuaib", written in a cursive style.

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 nine months periods ended 30 September 2025

	Notes	Three months period ended 30 September		Nine months period ended 30 September	
		2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Sales	16	228,559	295,497	647,448	913,826
Cost of sales		(225,347)	(284,826)	(632,991)	(888,629)
Gross profit		3,212	10,671	14,457	25,197
Net interest relating to oil marketing operations	3	(1,326)	(2,894)	(5,394)	(11,172)
Net results of oil marketing operations		1,886	7,777	9,063	14,025
Share of results of joint venture and associates	10 & 11	3,134	3,891	8,684	7,392
Dividend income	9	51	134	2,798	1,337
General and administrative Expenses		(393)	(391)	(1,332)	(1,572)
Staff costs		(1,499)	(1,256)	(4,942)	(4,194)
Depreciation		(524)	(348)	(1,846)	(1,057)
Net provisions charged	5	(3,803)	(10,833)	(9,353)	(16,697)
Unrealized gain from investments at fair value through statement of income		3,387	3,168	6,950	7,011
Net other income (expenses)	4	261	(159)	354	223
Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST), Zakat and Domestic Minimum Top-up Tax (DMTT)		2,500	1,983	10,376	6,468
Contribution to KFAS		(25)	(20)	(104)	(65)
Contribution to NLST and Zakat Domestic Minimum Top-up Tax (DMTT)	6	(87)	(70)	(363)	(227)
	6	(376)	-	(2,988)	-
Profit for the period		2,012	1,893	6,921	6,176
Earnings per share (fils)	7	11.13	10.47	38.28	34.16

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 nine months periods ended 30 September 2025

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Profit for the period	<u>2,012</u>	<u>1,893</u>	<u>6,921</u>	<u>6,176</u>
Other comprehensive income (loss):				
<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	(26)	(118)	(144)	(168)
<u>Items that may be reclassified subsequently to interim condensed consolidated statement of income</u>				
Foreign currency translation adjustments	<u>754</u>	<u>(627)</u>	<u>80</u>	<u>(512)</u>
Other comprehensive income (loss) for the period	<u>728</u>	<u>(745)</u>	<u>(64)</u>	<u>(680)</u>
Total comprehensive income for the period	<u>2,740</u>	<u>1,148</u>	<u>6,857</u>	<u>5,496</u>

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 September 2025

	Notes	30 September 2025 KD '000	31 December 2024 KD '000 (Audited)	30 September 2024 KD '000
ASSETS				
Cash on hand and at banks	8	63,960	97,794	99,453
Trade and other receivables		76,612	158,991	110,907
Inventories		33,474	26,808	20,068
Investments at fair value through statement of income	9	79,760	73,594	73,671
Investments at fair value through other comprehensive income	9	1,229	1,102	1,322
Current portion of other loans		11,398	12,666	12,525
Total current assets		266,433	370,955	317,946
Investments at fair value through other comprehensive income	9	31,513	31,819	26,987
Investment in joint venture	10	9,649	7,889	9,026
Investment in associates	11	31,471	30,284	30,463
Non-current portion of other loans		3,899	4,553	4,502
Right to use of asset		15,449	18,819	16,021
Property and equipment	12	27,055	26,397	26,453
Total non-current assets		119,036	119,761	113,452
Total assets		385,469	490,716	431,398
LIABILITIES AND EQUITY				
Current portion of due to banks	9	135,743	203,478	172,807
Trade and other payables		119,391	141,225	123,194
Current portion of lease liabilities		1,034	4,117	1,071
Directors' fees payable		-	100	-
Total current liabilities		256,168	348,920	297,072
Non-current portion of due to banks	9	-	12,223	12,087
Non-current portion of lease liabilities		15,205	15,361	15,568
Provision for staff indemnity		2,205	1,947	1,950
Total non-current liabilities		17,410	29,531	29,605
Total liabilities		273,578	378,451	326,677
Equity				
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		28,291	28,435	23,860
Foreign currency translation adjustments		(3,665)	(3,745)	(3,877)
Treasury shares reserve		1,429	1,429	1,429
Treasury shares	14	(2,770)	(2,770)	(2,770)
Retained earnings		30,074	30,384	27,547
Total equity		111,891	112,265	104,721
Total liabilities and equity		385,469	490,716	431,398

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

Ali Mohammed Al-Radwan
Chairman

Ghazi Fahad Al-Nafisi
Vice Chairman

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 nine months period ended 30 September 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
Total comprehensive (loss) income for the period										
Profit for the period	-	-	-	-	-	-	-	-	6,921	6,921
Other comprehensive (loss) income	-	-	-	-	(144)	80	-	-	-	(64)
Total comprehensive (loss) income for the period	-	-	-	-	(144)	80	-	-	6,921	6,857
Transactions with owners, recognised directly in equity										
Dividends for 2024 (Note 19)	-	-	-	-	-	-	-	-	(7,231)	(7,231)
Balance at 30 September 2025	18,841	29,665	9,420	606	28,291	(3,665)	1,429	(2,770)	30,074	111,891

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 nine months period ended 30 September 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
Total comprehensive (loss) income for the period										
Profit for the period	-	-	-	-	-	-	-	-	6,176	6,176
Other comprehensive loss	-	-	-	-	(168)	(512)	-	-	-	(680)
Total comprehensive (loss) income for the period	-	-	-	-	(168)	(512)	-	-	6,176	5,496
Transactions with owners, recognised directly in equity										
Dividends for 2023 (Note 19)	-	-	-	-	-	-	-	-	(5,424)	(5,424)
Balance at 30 September 2024	18,841	29,665	9,420	606	23,860	(3,877)	1,429	(2,770)	27,547	104,721

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 nine months period ended 30 September 2025

	Notes	Nine months period ended 30 September	
		2025 KD '000	2024 KD '000
OPERATING ACTIVITIES			
Profit for the period before provisions for contribution to KFAS, NLST, Zakat and DMTT		10,376	6,468
<i>Adjustments for:</i>			
Depreciation		1,846	1,057
Net provisions charged	5	9,353	16,697
Interest expense	3	7,776	13,493
Dividend income	9	(2,798)	(1,337)
Unrealised gain from investments at fair value through statement of income		(6,950)	(7,011)
Share of results from joint venture and associates	10 & 11	(8,684)	(7,392)
Interest income	3	(2,382)	(2,321)
Interest expense on lease liability		541	564
Amortisation of rights of use assets		3,214	4,170
Provision for staff indemnity		398	237
		12,690	24,625
<i>Changes in operating assets and liabilities:</i>			
Trade and other receivables		73,417	59,903
Other loans		1,922	1,054
Lease liabilities		(3,780)	(4,611)
Inventories		(6,666)	7,168
Trade and other payables		(24,093)	(27,169)
Net cash generated from operations		53,490	60,970
Interest income received		1,991	2,159
Payment to KFAS		(95)	(82)
Payment of staff indemnity		(149)	(58)
Directors' fees paid		(100)	(100)
Net cash flows generated from operating activities		55,137	62,889
INVESTING ACTIVITIES			
Dividends received		8,881	6,858
Purchase of property and equipment		(2,684)	(97)
Net cash flows generated from investing activities		6,197	6,761
FINANCING ACTIVITIES			
Due to banks		(79,958)	(31,591)
Dividends paid	19	(7,231)	(5,424)
Interest paid		(8,877)	(13,111)
Net cash flows used in financing activities		(96,066)	(50,126)
Effect of foreign currency translation		898	631
Net change in cash on hand and at banks		(33,834)	20,155
Cash on hand and at banks at beginning of the period		97,794	79,298
Cash on hand and at banks at end of the period	8	63,960	99,453

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 nine months period ended 30 September 2025

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 nine months period ended 30 September 2025, was authorized for issue by the Chairman on behalf of the Board of Directors on November 6, 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 nine months period ended 30 September 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 International Financial Reporting Standards. 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 nine months period ended 30 September 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 September 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 not yet effective. Other amendments and interpretations apply for the first time in 2025, but they 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

	Three months period ended		Nine months period ended	
	30 September		30 September	
	2025	2024	2025	2024
	KD ‘000	KD ‘000	KD ‘000	KD ‘000
Interest income	638	798	2,382	2,321
Interest expense	(1,964)	(3,692)	(7,776)	(13,493)
	(1,326)	(2,894)	(5,394)	(11,172)



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

Notes to the interim condensed consolidated financial information (unaudited)
For the nine months period ended 30 September 2025

4. Net other income (expenses)

	Three months period ended		Nine months period ended	
	30 September		30 September	
	2025	2024	2025	2024
	KD '000	KD '000	KD '000	KD '000
Net foreign currency exchange gain (loss)	261	(159)	354	223
	<u>261</u>	<u>(159)</u>	<u>354</u>	<u>223</u>

5. Net provisions charged

	Three months period ended		Nine months period ended	
	30 September		30 September	
	2025	2024	2025	2024
	KD '000	KD '000	KD '000	KD '000
Net expected credit losses charged	(3,803)	(10,833)	(9,353)	(16,697)
	<u>(3,803)</u>	<u>(10,833)</u>	<u>(9,353)</u>	<u>(16,697)</u>

During the period ended 30 September 2025, the Group has recognized provisions towards expected credit losses on trade receivables amounting to KD 9.35 million (30 September 2024: KD 16.7 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 September 2025.

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 is in process of assessing the full impact of Pillar 2 tax regulations. Accordingly, based on the initial assessment the Group has charged KD 2.98 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 nine months period ended 30 September 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 September		Nine months period ended 30 September	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Profit for the period	<u>2,012</u>	<u>1,893</u>	<u>6,921</u>	<u>6,176</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>11.13</u>	<u>10.47</u>	<u>38.28</u>	<u>34.16</u>

8. Cash on hand and at banks

	30 September 2025 KD '000	31 December 2024 KD '000 (Audited)	30 September 2024 KD '000
Cash and bank balances	25,728	19,390	46,541
Call accounts and time deposits	<u>38,232</u>	<u>78,404</u>	<u>52,912</u>
	<u>63,960</u>	<u>97,794</u>	<u>99,453</u>

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

9. Investments

	30 September 2025 KD '000	31 December 2024 KD '000 (Audited)	30 September 2024 KD '000
Investments at fair value through statement of income			
Managed portfolios	<u>79,760</u>	<u>73,594</u>	<u>73,671</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 nine months period ended 30 September 2025

	30 September 2025 KD '000	31 December 2024 KD '000 (Audited)	30 September 2024 KD '000
Investments at fair value through other comprehensive income			
Unquoted securities (Current)	1,229	1,102	1,322
Unquoted securities (Non-current)	31,513	31,819	26,987
	<u>32,742</u>	<u>32,921</u>	<u>28,309</u>

Investments at fair value through statement of income with a carrying amount of KD 79.76 million (31 December 2024: KD 73.59 million and 30 September 2024: KD 73.67 million) are pledged as collateral against amounts due to banks.

Unquoted securities classified as investments at fair value through other comprehensive income includes the Group's investment in Vopak Horizon Fujairah Limited (VHFL) and Asia Petroleum Limited (APL) amounting to KD 30.01 million (31 December 2024: KD 30.31 million and 30 September 2024: KD 25.25 million) and KD 1.5 million (31 December 2024: KD 1.5 million and 30 September 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 September 2025, the Group received a dividend of KD 2,798 thousand (30 September 2024: KD 1,337 thousand) from VHFL and APL.

10. Share of result from investment in joint venture

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

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Uniterminals Ltd, Lebanon	<u>1,404</u>	<u>2,123</u>	<u>4,327</u>	<u>3,145</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 nine months period ended 30 September 2025

11. Share of results from investment in associates

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

	Three months period ended 30 September		Nine months period ended 30 September	
	2025 KD '000	2024 KD '000	2025 KD '000	2024 KD '000
Horizon Singapore Terminals Private Ltd	546	540	1,596	1,494
Arab Tank Terminals L.L.C.	145	201	290	348
Inpetro SARL	32	109	183	279
Horizon Djibouti Holdings Ltd.	567	507	1,063	1,167
Horizon Tangiers Terminals SA.	307	319	921	790
Galp-IPG Matola Terminal Limitada (GIMTL)	33	(14)	49	(75)
IPG-Galp Beira Terminal Limitada (IGBTL)	100	106	255	244
	1,730	1,768	4,357	4,247

12. Property and equipment

Property and equipment at 30 September 2025, includes KD 20.53 million (31 December 2024: KD 21.85 million and 30 September 2024: KD 21.67 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 September 2024: 188,407,500 shares of 100 fils each).

14. Treasury shares

	30 September 2025	31 December 2024 (Audited)	30 September 2024
Number of shares	7,620,000	7,620,000	7,620,000
Percentage of issued shares	4%	4%	4%
Market value (KD Million)	4.65	3.60	3.54
Cost (KD Million)	2.77	2.77	2.77

The Parent Company has allocated an amount equal 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 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:

	Three months period ended 30 September		Nine months period ended 30 September	
	2025	2024	2025	2024
	KD '000	KD '000	KD '000	KD '000
a) Revenues and expenses:				
<i>Joint venture</i>				
Sales	79,463	38,773	108,781	100,756
<i>Associates</i>				
Storage expense	2,697	1,514	3,954	5,088
b) Key management compensation				
Salaries and other short-term benefits	295	278	870	826
Termination benefits	29	27	127	79
c) Balances with related parties:				
	30 September 2025	31 December 2024	30 September 2024	
	KD '000	KD '000	KD '000	
		(Audited)		
<i>Joint Venture</i>				
Trade and other receivables	9,424	9,840	13,173	
<i>Associates</i>				
Other loans	15,297	17,219	17,027	
Trade and other payables	2,527	1,916	2,213	
Lease liabilities	16,239	19,478	16,639	



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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.

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

	Three months period ended 30 September			
	2025		2024	
	Segment revenues KD '000	Segment results KD '000	Segment revenues KD '000	Segment results KD '000
Africa and Middle East	228,559	4,525	295,497	11,262
Asia and Far East	-	546	-	540
	<u>228,559</u>	<u>5,071</u>	<u>295,497</u>	<u>11,802</u>
Unallocated Group's items		(3,059)		(9,909)
Profit for the period		<u>2,012</u>		<u>1,893</u>

	Nine months period ended 30 September			
	2025		2024	
	Segment revenues KD '000	Segment results KD '000	Segment revenues KD '000	Segment results KD '000
Africa and Middle East	647,448	18,949	913,826	21,260
Asia and Far East	-	1,596	-	1,494
	<u>647,448</u>	<u>20,545</u>	<u>913,826</u>	<u>22,754</u>
Unallocated Group's items		(13,624)		(16,578)
Profit for the period		<u>6,921</u>		<u>6,176</u>

	Africa and Middle East KD '000	Europe KD '000	Asia and Far east KD '000	Total KD '000
30 September 2025				
Segment assets	76,612	-	-	76,612
Unallocated Group's assets	-	-	-	308,857
Total assets	<u>76,612</u>	<u>-</u>	<u>-</u>	<u>385,469</u>
Segment liabilities	42,993	25,227	887	69,107
Unallocated Group's liabilities	-	-	-	204,471
Total liabilities	<u>42,993</u>	<u>25,227</u>	<u>887</u>	<u>273,578</u>



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31 December 2024 (Audited)	Africa and Middle East KD '000	Europe KD '000	Asia and Far east KD '000	Total KD '000
Segment assets	158,991	-	-	158,991
Unallocated Group's assets	-	-	-	331,725
Total assets	158,991	-	-	490,716
Segment liabilities	52,506	42,510	-	95,016
Unallocated Group's liabilities	-	-	-	283,435
Total liabilities	52,506	42,510	-	378,451
30 September 2024				
Segment assets	110,907	-	-	110,907
Unallocated Group's assets	-	-	-	320,491
Total assets	110,907	-	-	431,398
Segment liabilities	34,238	44,693	-	78,931
Unallocated Group's liabilities	-	-	-	247,746
Total liabilities	34,238	44,693	-	326,677

17. Contingent liabilities and commitments

	30 September 2025 KD '000	31 December 2024 KD '000 (Audited)	30 September 2024 KD '000
Contingent liabilities:			
Letters of guarantee and bid bonds	2,458	12,670	11,743
Letters of credit	83,791	141,016	122,434
	86,249	153,686	134,177
Commitments:			
Investments in projects	8,938	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	
30 September 2025				
Investments at fair value through other comprehensive income	-	1,229	31,513	32,742
Investments at fair value through statement of income	79,760	-	-	79,760
	<u>79,760</u>	<u>1,229</u>	<u>31,513</u>	<u>112,502</u>
31 December 2024 (Audited)				
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>
30 September 2024				
Investments at fair value through other comprehensive income	-	1,322	26,987	28,309
Investments at fair value through statement of income	73,671	-	-	73,671
	<u>73,671</u>	<u>1,322</u>	<u>26,987</u>	<u>101,980</u>

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

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 6 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.