

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Interim condensed financial information (Unaudited)
and review report

For the nine month period ended 30 September 2025

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Interim condensed financial information (Unaudited) and review report
For the nine month period ended 30 September 2025

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REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL INFORMATION

TO THE BOARD OF DIRECTORS AL SHARQ FINANCIAL BROKERAGE COMPANY K.S.C. (CLOSED) STATE OF KUWAIT

Introduction

We have reviewed the interim condensed financial information of Al Sharq Financial Brokerage Company K.S.C. (Closed) (the "Company"), which comprise the interim condensed statement of financial position as at 30 September 2025, and the interim condensed statements of comprehensive income, changes in equity and cash flows for the nine month period then ended. The Company's management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of Review

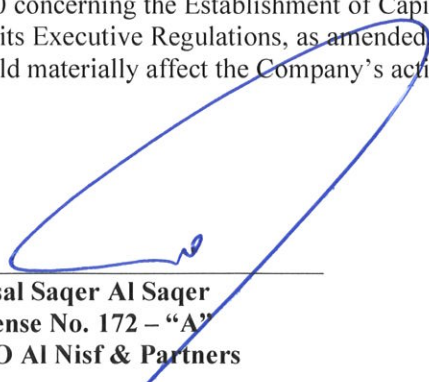
We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity". A review of interim condensed financial information consists of making inquiries, primarily of persons responsible 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 financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 ("IAS 34"): "Interim Financial Reporting".

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed financial information is in agreement with the books of account of the Company. We further report that nothing has come to our attention indicating any violations of the Companies' Law No. 1 of 2016, and its Executive Regulations, as amended, nor of the Company's Articles of Association and Memorandum of Incorporation, as amended, or of Law No. 7 of 2010 concerning the Establishment of Capital Markets Authority and Organization of Securities Activity and its Executive Regulations, as amended, during the nine month period ended 30 September 2025 that would materially affect the Company's activities or its interim condensed financial position.



Faisal Saqer Al Saqer
License No. 172 – "A"
BDO Al Nisf & Partners

Kuwait: 16 October 2025

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Interim condensed statement of financial position (Unaudited)
As at 30 September 2025

	Notes	30 September 2025 KD	(Audited) 31 December 2024 KD	30 September 2024 KD
ASSETS				
Non-current assets				
Furniture and equipment		114,621	98,186	104,016
Right of use assets		184,050	267,810	295,731
Intangible assets		65,390	71,289	36,684
Accounts receivable and other debit balances	5	3,588,656	-	-
Restricted bank balances	3	150,005	506,729	537,445
		<u>4,102,722</u>	<u>944,014</u>	<u>973,876</u>
Current assets				
Accounts receivable and other debit balances	5	634,634	319,150	481,137
Financial assets at fair value through profit or loss ("FVPL")	10	2,580,307	1,182,762	1,168,144
Term deposits	4	6,534,080	7,000,000	7,000,000
Cash and cash equivalents	3	34,559	3,933,364	3,246,546
		<u>9,783,580</u>	<u>12,435,276</u>	<u>11,895,827</u>
Total assets		<u>13,886,302</u>	<u>13,379,290</u>	<u>12,869,703</u>
EQUITY AND LIABILITIES				
EQUITY				
Share capital		10,000,000	10,000,000	10,000,000
Statutory reserve		1,111,508	1,111,508	997,211
Retained earnings		1,664,074	1,004,049	778,912
Total equity		<u>12,775,582</u>	<u>12,115,557</u>	<u>11,776,123</u>
LIABILITIES				
Non-current liabilities				
Employees' end of service benefits		625,248	580,627	531,494
Lease liabilities		89,951	111,403	109,910
		<u>715,199</u>	<u>692,030</u>	<u>641,404</u>
Current liabilities				
Lease liabilities		115,689	177,401	205,836
Accounts payable and other credit balances	6	279,832	394,302	246,340
		<u>395,521</u>	<u>571,703</u>	<u>452,176</u>
Total liabilities		<u>1,110,720</u>	<u>1,263,733</u>	<u>1,093,580</u>
Total equity and liabilities		<u>13,886,302</u>	<u>13,379,290</u>	<u>12,869,703</u>

The accompanying notes on pages 6 to 13 form an integral part of this interim condensed financial information.


Hesham Salem Al Roomi
Chairman



Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Interim condensed statement of comprehensive income (Unaudited)
For the nine month period ended 30 September 2025

	Note	Three months ended		Nine months ended	
		30 September		30 September	
		2025	2024	2025	2024
		KD	KD	KD	KD
Revenues:					
Trading commission income	7	988,996	553,221	2,510,504	1,408,169
Net investments income		32,195	107,325	239,417	348,045
Other income		-	-	-	640
		<u>1,021,191</u>	<u>660,546</u>	<u>2,749,921</u>	<u>1,756,854</u>
Expenses and charges:					
General and administrative expenses		339,538	336,639	1,044,242	970,416
Finance costs		3,554	4,851	11,324	15,500
		<u>343,092</u>	<u>341,490</u>	<u>1,055,566</u>	<u>985,916</u>
Profit for the period before contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS") and Zakat		678,099	319,056	1,694,355	770,938
Contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS")		(6,760)	(2,872)	(16,940)	(6,932)
Zakat		(6,880)	(3,508)	(17,390)	(9,337)
Total comprehensive income for the period		<u>664,459</u>	<u>312,676</u>	<u>1,660,025</u>	<u>754,669</u>

The accompanying notes on pages 6 to 13 form an integral part of this interim condensed financial information.

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Interim condensed statement of changes in equity (Unaudited)
For the nine month period ended 30 September 2025

	Share capital	Statutory reserve	Retained earnings	Total equity
	KD	KD	KD	KD
At 1 January 2024				
Total comprehensive income for the period	10,000,000	997,211	824,243	11,821,454
Dividends (Note 9)	-	-	754,669	754,669
At 30 September 2024	<u>10,000,000</u>	<u>997,211</u>	<u>(800,000)</u>	<u>(800,000)</u>
			778,912	11,776,123
At 1 January 2025				
Total comprehensive income for the period	10,000,000	1,111,508	1,004,049	12,115,557
Dividends (Note 9)	-	-	1,660,025	1,660,025
At 30 September 2025	<u>10,000,000</u>	<u>1,111,508</u>	<u>(1,000,000)</u>	<u>(1,000,000)</u>
			1,664,074	12,775,582

The accompanying notes on pages 6 to 13 form an integral part of this interim condensed financial information.

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Interim condensed statement of cash flows (Unaudited)
For the nine month period ended 30 September 2025

		Nine months ended 30 September	
	Note	2025 KD	2024 KD
OPERATING ACTIVITIES			
Profit for the period		1,660,025	754,669
<i>Adjustment for:</i>			
Depreciation		29,964	28,137
Amortization of right of use assets and intangible assets		102,556	95,484
Gain on sale of furniture and equipment		-	(640)
Net investments income		(239,417)	(348,045)
Employees' end of service benefits		47,239	127,229
Provision for KFAS		16,940	6,932
Provision for Zakat		17,390	9,337
Finance costs		11,324	15,500
		1,646,021	688,603
<i>Changes in working capital:</i>			
Accounts receivable and other debit balances		(3,904,140)	(238,106)
Accounts payable and other credit balances		(132,428)	(88,085)
Net cash flows (used in) / generated from operations		(2,390,547)	362,412
Net movement in restricted bank balances		356,724	(71,431)
Employees' end of service benefits paid		(2,618)	(40,438)
KFAS paid		(10,280)	-
Zakat paid		(12,820)	(6,921)
Net cash flows (used in) / generated from operating activities		(2,059,541)	243,622
INVESTING ACTIVITIES			
Purchase of furniture and equipment		(46,399)	(65,271)
Proceeds from sale of furniture and equipment		-	4,600
Additions on intangible assets		(12,897)	-
Purchase of financial assets at fair value through profit or loss ("FVPL")		(1,788,736)	-
Proceeds from sale of financial assets at fair value through profit or loss ("FVPL")		379,032	10,473
Maturity of term deposits		465,920	-
Dividends received		44,854	45,938
Interest income received		206,722	323,369
Net cash flows (used in) / generated from investing activities		(751,504)	319,109
FINANCING ACTIVITIES			
Payment of principal portion of lease liabilities		(83,164)	(78,529)
Dividends paid		(993,272)	(794,816)
Finance costs paid		(11,324)	(15,500)
Cash flows used in financing activities		(1,087,760)	(888,845)
Net decrease in cash and cash equivalents		(3,898,805)	(326,114)
Cash and cash equivalents at beginning of the period		3,933,364	3,572,660
Cash and cash equivalents at the end of the period	3	34,559	3,246,546

The accompanying notes on pages 6 to 13 form an integral part of this interim condensed financial information.

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

1. INCORPORATION AND ACTIVITIES

Al Sharq Financial Brokerage Company K.S.C. (Closed) (the "Company") is a Kuwaiti Shareholding Closed Company registered in the State of Kuwait. The Company was incorporated on 16 March 1986 as per Memorandum of Incorporation No. 406/Vol. 1, as amended. The last amendment to the Articles of Association and the Memorandum of Incorporation was notarized in the Commercial Register under No. 68787 on 28 July 2024.

The Company is regulated and supervised by the Capital Markets Authority ("CMA") as a financial brokerage Company.

On 6 July 2025, the Company has acquired primary approval to be licensed as a qualified broker from the Capital Markets Authority.

In accordance with the Memorandum of Incorporation and Articles of Association, the objectives for which the Company has been established comprise the following:

- Carrying out securities brokerage marketable in Boursa Kuwait.
- The Company may not carry out any other activity, other than what is mentioned in the previous paragraph, especially securities speculation or any other commercial or real estate acts.
- Excluded from the prohibition mentioned in the previous paragraph is the investment of the Company's funds (which does not exceed half of its total share capital and its reserves) in long-term investment shares and purchase of properties to be utilized as offices or for residential purposes for the Company's staff, after obtaining prior approval from Capital Markets Authority ("CMA"), considering the regulations and decisions issued by the CMA from time to time.
- Selling, buying and subscription to Sukuk and bonds for the Company's account only.

On 6 January 2021, the Extraordinary General Assembly has approved the latest amendment to Article No. 4, paragraph 4 of the Articles of Association and Article No. 5, paragraph 4 of the Memorandum of Incorporation to add the following objective:

- Securities broker not registered with the stock exchange market.

This amendment was notarized in the Commercial Register on 28 March 2021.

On July 14, 2024, the Extraordinary General Assembly has approved the latest amendment to Article No.4, paragraph 4 of the Articles of Association and Article No. 5, paragraph 4 of the Memorandum of Incorporation to add the following objectives:

- Registered Securities Broker in Boursa Kuwait.
- Unregistered Securities Broker in Boursa Kuwait.
- Buying and selling of securities and bonds for the Company's account.
- Buying and selling of land and real estate exclusively for the Company's account.

This amendment was notarized in the Commercial Register on 28 July 2024.

The Company's total number of employees is 59 employees as at 30 September 2025 (31 December 2024: 57 employees and 30 September 2024: 61 employees).

The registered address of the Company is: Boursa Kuwait, P.O. Box 187, Al-Dakhli Market, Postal Code 15252, State of Kuwait.

The interim condensed financial information for the nine-month period ended 30 September 2025 was authorized for issue by the Board of Directors on 16 October 2025.

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

2. BASIS OF PREPARATION

The Company's interim condensed financial information has been prepared in accordance with IAS 34 Interim Financial Reporting. This interim condensed financial information does not include all the information and disclosures required for preparation of complete annual financial statements prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"). In the opinion of Company's management, all adjustments (consisting of normal recurring accruals) considered necessary for fair presentation have been included.

The operating results for the nine month period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025. For further information, refer to the Company's annual audited financial statements for the financial year ended 31 December 2024.

The interim condensed financial information has been presented in Kuwaiti Dinars ("KD") which is also the functional and presentation currency of the Company.

2.1 Changes in material accounting policy information

The accounting policies adopted in the preparation of this interim condensed financial information are consistent with those adopted in the preparation of the annual financial statements of the Company for the financial year ended 31 December 2024, except for the application of new standards effective as of 1 January 2025, which do not have a material impact on the interim condensed financial information of the Company. Summary of these amendments is provided below:

New standards, interpretations and amendments applied by the Company

Several amendments are applied for the first time in 2025, but they do not have an impact on the interim condensed financial information of the Company.

Lack of Exchangeability (Amendment to IAS 21)

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

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

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

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

2. BASIS OF PREPARATION (CONTINUED)

Use of judgements and estimates

In preparing this interim condensed financial information, management has made judgements and estimates 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.

When measuring the fair value of an asset or a liability, the Company uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

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

Further details about the assumptions made in measuring fair value are included in (Note 10).

The material judgements made by management in adopting the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited financial statements.

The Company has established a control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of IFRS Accounting Standards, including the level in the fair value hierarchy in which the valuations should be classified.

3. CASH AND CASH EQUIVALENTS

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Cash and bank balances	34,559	903,364	386,546
Short term deposits	-	3,030,000	2,860,000
*Restricted bank balances	150,005	506,729	537,445
Cash on hand and at banks	184,564	4,440,093	3,783,991
Less: restricted bank balances	(150,005)	(506,729)	(537,445)
Cash and cash equivalents	34,559	3,933,364	3,246,546

- As at 31 December 2024, the effective interest rate on short term deposits is 3.9% per annum (30 September 2024: 3.75% per annum).

- *Restricted bank balances represent bank accounts restricted in favor of Kuwait Clearing Company K.S.C. (Closed) ("KCC") to guarantee the brokerage operations. The authorization granted to KCC to manage these bank accounts is irrevocable.

4. TERM DEPOSITS

This item represents deposits in Kuwaiti dinars with a local bank and carrying interest rate ranging from 3.85% to 4.25% (31 December 2024: 4% and 30 September 2024: 4.125%) per annum, and have contractual maturity period of more than three months from the placement date and less than a year from the date of the interim condensed statement of financial position.

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

5. ACCOUNTS RECEIVABLE AND OTHER DEBIT BALANCES

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Accounts receivable	557,174	342,474	502,315
Less: provision for expected credit losses	(153,647)	(153,647)	(153,647)
	403,527	188,827	348,668
Prepaid expenses	59,031	28,907	36,803
Refundable deposits	10,476	18,429	10,476
Staff receivables	161,600	82,987	85,190
*Margin deposits	3,588,656	-	-
	4,223,290	319,150	481,137

* Effective July 2025, and in accordance with the Capital Markets Authority post-trade framework, the Company is required to post clearing margin with the CMA-licensed central counterparty (Kuwait Clearing House K.S.C. (Closed) ("KCH")). The margin represents collateral amounts to cover potential future exposure from unsettled trades. The required level is variable and recalculated (typically daily) based on KCH's risk parameters and the Company's open positions.

Accounts receivable and other debit balances are presented in the statement of financial position as follows:

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Non-current portion	3,588,656	-	-
Current portion	634,634	319,150	481,137
	4,223,290	319,150	481,137

6. ACCOUNTS PAYABLE AND OTHER CREDIT BALANCES

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Accounts payable	21,293	33,610	28,503
Dividends payable (Note 8)	127,822	121,094	121,466
Employees' accrued leave	75,066	64,563	69,480
Accrued expenses	21,321	88,935	5,570
Accrued Board of Directors' remuneration (Note 8)	-	25,000	-
Accrued committees' remuneration (Note 8)	-	38,000	-
KFAS payable	16,940	10,280	12,751
Zakat payable	17,390	12,820	8,570
	279,832	394,302	246,340

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

7. TRADING COMMISSION INCOME

The Company's trading commission income is as follows:

		Trading system	
		For the nine month period ended 30 September	
		2025	2024
		KD	KD
Trading commission income		2,510,504	1,408,169
Total revenue from contracts with customers		2,510,504	1,408,169
Type of service			
Trading commission income – listed shares		2,483,992	1,385,361
Trading commission income – unlisted shares		26,512	22,808
Total revenue from contracts with customers		2,510,504	1,408,169
Geographical markets			
State of Kuwait		2,510,504	1,408,169
Total revenue from contracts with customers		2,510,504	1,408,169
Timing of revenue recognition			
Services rendered at a point in time		2,510,504	1,408,169
Total revenue from contracts with customers		2,510,504	1,408,169
		Trading system	
		For the three month period ended 30 September	
		2025	2024
		KD	KD
Trading commission income		988,996	553,221
Total revenue from contracts with customers		988,996	553,221
Type of service			
Trading commission income – listed shares		988,348	548,858
Trading commission income – unlisted shares		648	4,363
Total revenue from contracts with customers		988,996	553,221
Geographical markets			
State of Kuwait		988,996	553,221
Total revenue from contracts with customers		988,996	553,221
Timing of revenue recognition			
Services rendered at a point in time		988,996	553,221
Total revenue from contracts with customers		988,996	553,221

Al Sharq Financial Brokerage Company K.S.C. (Closed)
State of Kuwait

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

8. RELATED PARTY BALANCES AND TRANSACTIONS

Related parties represent major shareholders, Board of Directors and key management personnel of the Company, and entities controlled or significantly influenced by such parties. The pricing policies and conditions for these transactions are approved by the Company's management.

The related party balances and transactions included in the interim condensed financial information are as follows:

	30 September 2025	(Audited) 31 December 2024	30 September 2024
	KD	KD	KD
Interim condensed statement of financial position:			
Dividends payable (Note 6)	127,822	121,094	121,466
Accrued Board of Directors' remuneration (Note 6)	-	25,000	-
Accrued committees' remuneration (Note 6)	-	38,000	-
Interim condensed statement of comprehensive income:			
	Three months ended 30 September	Nine months ended 30 September	
	2025	2024	2025
	KD	KD	KD
Transactions			
<i>KAMCO Investment Company</i>			
<i>K.S.C.P. – Shareholder</i>			
Trading commission income	22,982	8,451	49,048
Key management personnel compensation			
Salaries and short-term benefits	33,654	26,211	140,147
	64,939		

9. ANNUAL GENERAL ASSEMBLY MEETING

The Annual Ordinary General Assembly of the shareholders of the Company held on 19 March 2025 approved the financial statements for the financial year ended 31 December 2024, and the distribution of 10% cash dividends amounted to KD 1,000,000 (2023: KD 800,000) from the retained earnings for the financial year ended 31 December 2024 to the shareholders of the Company as on the date of the Ordinary Annual General Assembly of the Company's shareholders. In addition, the Annual General Assembly of the shareholders approved KD 25,000 as a remuneration to be paid to the Board of Directors' for the financial year ended 31 December 2024 (2023: KD 25,000) and KD 38,000 (2023: KD 33,000) as a remuneration to be paid to the Committees' for the financial year ended 31 December 2024.

Notes to the interim condensed financial information (Unaudited)
For the nine month period ended 30 September 2025

10. FAIR VALUE MEASUREMENT

The fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date

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

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

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

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

30 September 2025

	Level 1	Level 3	Total
	KD	KD	KD
<i>Financial assets at fair value through profit or loss</i>			
Local quoted securities	147,308	-	147,308
Local unquoted securities	-	22,700	22,700
Investment Fund	-	2,410,299	2,410,299
	<u>147,308</u>	<u>2,432,999</u>	<u>2,580,307</u>

31 December 2024 (Audited)

	Level 1	Level 3	Total
	KD	KD	KD
<i>Financial assets at fair value through profit or loss</i>			
Local quoted securities	142,500	-	142,500
Local unquoted securities	-	22,740	22,740
Investment Fund	-	1,017,522	1,017,522
	<u>142,500</u>	<u>1,040,262</u>	<u>1,182,762</u>

30 September 2024

	Level 1	Level 3	Total
	KD	KD	KD
<i>Financial assets at fair value through profit or loss</i>			
Local quoted securities	140,640	-	140,640
Local unquoted securities	-	22,923	22,923
Investment Fund	-	1,004,581	1,004,581
	<u>140,640</u>	<u>1,027,504</u>	<u>1,168,144</u>

11. FIDUCIARY ASSETS

Effective July 2025, the Capital Markets Authority (“CMA”) launched a post-trade framework, including the Qualified Broker Model, under CMA Resolution No. 101/2025. Among other matters, this framework requires brokers to segregate and safeguard client assets in accordance with CMA Rulebook Module 7 – Clients’ Funds and Assets, and to maintain regulatory collateral/margin with the CMA-licensed Clearing Company to support trading, settlement, and risk management activities.

Accordingly, the Company holds and administers certain client bank accounts in a fiduciary capacity. These client assets are segregated from the Company’s own assets, and the Company has no ownership interest or recourse to these balances, nor do the clients have recourse to the Company’s general assets.

As such, these fiduciary assets are excluded from the Company’s interim condensed financial information in accordance with IFRS Accounting Standards, as they do not meet the criteria for recognition. The total balance of such client assets under custody amounted to KD 36,316,709 (31 December 2024 and 30 September 2024: Nil).