Palms Agro Production Company K.S.C.P. and its subsidiary
State of Kuwait

Interim condensed consolidated 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 CONSOLIDATED FINANCIAL INFORMATION TO THE SHAREHOLDERS OF PALMS AGRO PRODUCTION COMPANY K.S.C.P. STATE OF KUWAIT

Introduction

We have reviewed the accompanying interim condensed consolidated financial information of Palms Agro Production Company K.S.C.P. (the "Parent Company") and its subsidiary (together referred to as the "Group"), which comprise the interim condensed consolidated statement of financial position as at 30 September 2025, and the interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the nine month period then ended. The Parent Company's management is responsible for the preparation and presentation of this interim condensed consolidated 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 consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed consolidated financial information initially consists of making inquiries of personnel 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 ("IAS 34").

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, except for the fact that the Parent Company violated the provisions of Article (1-16-5) of module twelve (listing rules) of the Executive Regulations, as amended, of Law No. 7 of 2010 as amended concerning the establishment of Capital Markets Authority and Organization of Securities Activity and its Executive Regulations, as amended, due to not holding the Annual General Meeting for the financial year ended 31 December 2023 until 5 June 2024, where the Parent Company exceeded the two-month deadline from the date of submitting the audited financial statements to the Capital Markets Authority on 28 March 2024 by eight days, no violations of the Companies Law No. 1 of 2016 and its Executive Regulations, as amended, Law No. 7 of 2010 concerning the establishment of Capital Markets Authority and Organization of Securities Activity and its Executive Regulations, as amended, nor of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the nine month period ended 30 September 2025, that would materially affect the Group's activities or its interim condensed consolidated financial position.

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

Kuwait: 10 November 2025

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Palms Agro Production Company K.S.C.P. and its subsidiary
State of Kuwait

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

	Notes	30 September 2025	(Audited) 31 December 2024	30 September 2024
		KD	KD	KD
ASSETS				
Non-current assets				
Property, plant and equipment		1,275,330	1,566,551	1,616,384
Right of use assets		118,572	130,824	146,020
Investment in an associate	3	858,913	638,094	538,590
		2,252,815	2,335,469	2,300,994
Current assets				
Inventories		1,165,683	1,116,053	1,120,264
Biological assets		296,279	259,017	247,226
Contract assets	11	2,600,564	4,154,843	2,495,906
Trade and other receivables	4	3,427,011	1,640,621	1,229,242
Due from a related party	5	4,888	5,310	6,464
Financial assets at fair value through profit or loss ("FVTPL")		29,901	24,226	20,159
Term deposits	6	1,116,000	1,094,974	1,072,906
Cash and cash equivalents	7	92,170	486,655	447,482
		8,732,496	8,781,699	6,639,649
Total assets		10,985,311	11,117,168	8,940,643
EQUITY AND LIABILITIES				
EQUITY				
Share capital		5,239,900	5,239,900	5,239,900
Statutory reserve		95,036	95,036	40,929
Voluntary reserve		54,107	54,107	-
Treasury shares	8	(3,573)	(3,573)	(3,573)
Foreign currency translation reserve		46,251	55,235	47,144
Retained earnings		450,344	405,284	187,446
Total equity		5,882,065	5,845,989	5,511,846
LIABILITIES				
Non-current liabilities				
Lease liabilities		62,377	86,931	104,596
Employees' end of service benefits		558,452	488,486	494,352
		620,829	575,417	598,948
Current liabilities				
Lease liabilities		54,861	50,554	38,177
Bank overdraft	9	579,088	-	-
Contract liabilities	11	2,441,397	1,670,000	1,307
Trade and other payables	10	1,407,071	2,975,208	2,790,365
		4,482,417	4,695,762	2,829,849
Total liabilities		5,103,246	5,271,179	3,428,797
Total equity and liabilities		10,985,311	11,117,168	8,940,643

The accompanying notes on pages 7 to 17 form an integral part of this interim condensed consolidated financial information.

Abdullah Musallam Al-Zamel
Chairman

Khaled Abdulaziz Al-Ghanim
Vice Chairman

Palms Agro Production Company K.S.C.P. and its subsidiary
State of Kuwait

Interim condensed consolidated statement of profit or loss (Unaudited)
For the nine month period ended 30 September 2025

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2025	2024	2025	2024
		KD	KD	KD	KD
Operating revenue	11	2,001,552	3,377,040	5,776,919	5,519,625
Operating costs		(1,577,800)	(2,892,741)	(4,612,564)	(4,168,997)
Gross profit		423,752	484,299	1,164,355	1,350,628
Gain on sale of property, plant and equipment	12	(1,150)	-	223,333	42,521
Finance costs		(2,316)	(1,904)	(5,616)	(6,280)
Provision for obsolete and slow-moving inventories		-	(2,491)	-	(2,491)
Write-back of provision for obsolete and slow-moving inventories		-	40,000	-	66,725
Change in fair value of biological assets		5,333	22,586	20,079	45,247
Provision for expected credit losses on contract assets		-	-	(2,948)	-
Provision for expected credit losses on trade and other receivables	4	(30,000)	(43,922)	(97,052)	(59,299)
General and administrative expenses		(222,913)	(211,266)	(683,528)	(656,061)
Selling and distribution expenses		(150,963)	(187,526)	(502,239)	(719,224)
Operating profit		21,743	99,776	116,384	61,766
Share of results of an associate	3	72,349	15,929	229,803	48,186
Reversal of impairment loss of an associate	3	-	-	-	30,687
Changes in fair value of financial assets at fair value through profit or loss ("FVTPL")		1,419	-	5,675	1,135
Interest income		11,015	12,452	30,237	37,636
Profit for the period before contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST") and Zakat		106,526	128,157	382,099	179,410
KFAS		(1,065)	(1,281)	(3,821)	(1,794)
NLST		(3,055)	(3,123)	(13,802)	(3,982)
Zakat		(1,222)	(1,249)	(5,521)	(1,593)
Profit for the period		101,184	122,504	358,955	172,041
Basic and diluted earnings per share (fils)	13	1.93 fils	2.34 fils	6.86 fils	3.29 fils

The accompanying notes on pages 7 to 17 form an integral part of this interim condensed consolidated financial information.

Palms Agro Production Company K.S.C.P. and its subsidiary
State of Kuwait

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

	Note	Three months ended 30 September		Nine months ended 30 September	
		2025	2024	2025	2024
		KD	KD	KD	KD
Profit for the period		101,184	122,504	358,955	172,041
Other comprehensive loss items:					
Items that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss					
Foreign exchange differences on translation of foreign operations	3	(4,760)	(7,370)	(8,984)	(9,730)
Total other comprehensive income for the period		96,424	115,134	349,971	162,311

The accompanying notes on pages 7 to 17 form an integral part of this interim condensed consolidated financial information.

Palms Agro Production Company K.S.C.P. and its subsidiary
State of Kuwait

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

	Share capital	Share premium	Statutory reserve	Voluntary reserve	Treasury shares	Foreign currency translation reserve	Retained earnings	Total equity
	KD	KD	KD	KD	KD	KD	KD	KD
At 1 January 2024	5,239,900	225,000	1,033,497	429,242	(3,573)	56,874	(1,421,810)	5,559,130
Profit for the period	-	-	-	-	-	-	172,041	172,041
Other comprehensive loss for the period	-	-	-	-	-	(9,730)	-	(9,730)
Total comprehensive (loss) / income for the period	-	-	-	-	-	(9,730)	172,041	162,311
Extinguishment of accumulated losses	-	-	(992,568)	(429,242)	-	-	1,421,810	-
Transfer of share premium to retained earnings	-	(225,000)	-	-	-	-	225,000	-
Dividends	-	-	-	-	-	-	(209,595)	(209,595)
At 30 September 2024	5,239,900	-	40,929	-	(3,573)	47,144	187,446	5,511,846
At 1 January 2025	5,239,900	-	95,036	54,107	(3,573)	55,235	405,284	5,845,989
Profit for the period	-	-	-	-	-	-	358,955	358,955
Other comprehensive loss for the period	-	-	-	-	-	(8,984)	-	(8,984)
Total comprehensive (loss) / income for the period	-	-	-	-	-	(8,984)	358,955	349,971
Dividends (Note 17)	-	-	-	-	-	-	(313,895)	(313,895)
At 30 September 2025	5,239,900	-	95,036	54,107	(3,573)	46,251	450,344	5,882,065

The accompanying notes on pages 7 to 17 form an integral part of this interim condensed consolidated financial information.

Palms Agro Production Company K.S.C.P. and its subsidiary
State of Kuwait

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

	Notes	Nine months ended 30 September 2025 KD	2024 KD
OPERATING ACTIVITIES			
Profit for the period		358,955	172,041
Adjustments:			
Depreciation of property, plant and equipment		208,543	250,123
Amortisation of right of use assets		45,722	46,972
Gain on sale of property, plant and equipment		(223,333)	(42,521)
Finance costs		5,616	6,280
Change in fair value of biological assets		(20,079)	(45,247)
Write-back of provision for obsolete and slow-moving inventories		-	(66,725)
Provision for obsolete and slow-moving inventories		-	2,491
Biological assets written-off		11,918	20,189
Provision for expected credit losses on contract assets		2,948	-
Provision for expected credit losses on trade and other receivables	4	97,052	59,299
Reversal of impairment loss of an associate	3	-	(30,687)
Share of results of an associate	3	(229,803)	(48,186)
Changes in fair value of financial assets at fair value through profit or loss ("FVTPL")		(5,675)	(1,135)
Interest income		(30,237)	(37,636)
Provision for employees' end of service benefits		100,542	72,283
Provision for KFAS		3,821	1,794
Provision for NLST		13,802	3,982
Provision for Zakat		5,521	1,593
		345,313	364,910
Changes in working capital:			
Inventories		(49,630)	25,120
Biological assets		(29,101)	19,248
Contract assets		1,551,331	(2,401,730)
Trade and other receivables		(1,876,807)	244,102
Due from a related party		422	-
Contract liabilities		771,397	(67,900)
Trade and other payables		(1,585,841)	2,132,927
Net cash flows (used in) / generated from operations		(872,916)	316,677
Employees' end of service benefits paid		(30,576)	(87,498)
KFAS Paid		(5,444)	-
NLST Paid		(10,448)	-
Zakat Paid		(4,179)	-
Net cash flows (used in) / generated from operating activities		(923,563)	229,179
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(483,989)	(167,181)
Proceeds from sale of property, plant and equipment		790,000	42,570
Net movement on term deposits		(21,026)	(22,906)
Interest income received		23,602	37,636
Net cash flows generated from / (used in) investing activities		308,587	(109,881)
FINANCING ACTIVITIES			
Dividends paid		(299,264)	(200,278)
Finance cost paid		(880)	-
Lease liabilities paid		(58,453)	(61,949)
Net cash flows used in financing activities		(358,597)	(262,227)
Net decrease in cash and cash equivalents		(973,573)	(142,929)
Cash and cash equivalents at the beginning of the period		486,655	590,411
Cash and cash equivalents at the end of the period	7	(486,918)	447,482

The Group has the following non-cash transactions during the period which are not reflected in the interim condensed consolidated statement of cash flows:

Additions on right of use assets	(33,470)	(118,059)
Additions on lease liabilities	33,470	118,059

The accompanying notes on pages 7 to 17 form an integral part of this interim condensed consolidated financial information.

1. INCORPORATION AND ACTIVITY

Palms Agro Production Company K.S.C.P. (the "Parent Company"), is a public shareholding company incorporated as per the Memorandum of Incorporation dated 23 May 1982 under the Laws of the State of Kuwait and is listed on the Boursa Kuwait. The Parent Company's head office is located at Al Rai, 4th ring road, plot No. 56 and its registered postal address is P.O. Box 1976, Safat 13020, State of Kuwait.

The Group principally operates in Kuwait and engages in import and export business of agricultural supplies, the execution of agricultural contracting work, establishment and management all types of nurseries and farms, reclamation and development of agricultural land, landscape gardening and ornamentation of public places and cities, utilising of financial surplus available to the Parent Company through investing it in portfolios managed by specialised companies and entities, import and circulation of veterinary medicines and concluding agency agreements, inaugurating and operation of veterinary clinics and centres and practicing the professional of veterinary medicine, trading in Boursa Kuwait, breeding and trading of chicken and eggs and execution of construction contracts work.

The Parent Company's head office is located at Al Rai, 4th ring road, plot No. 56 and its registered postal address is P.O. Box 1976, Safat 13020, State of Kuwait.

The Parent Company is a subsidiary of Bayan Holding Company K.S.C. (the "Ultimate Parent Company").

The interim condensed consolidated financial information for the nine month period ended 30 September 2025 were authorised for the issue by the Parent Company's Board of Directors on 10 November 2025.

2. BASIS OF PREPARATION

This Group's interim condensed consolidated financial information has been prepared in accordance with IAS 34 Interim Financial Reporting. This interim condensed consolidated 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 Group'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 annual consolidated audited financial statements of the Group for the financial year ended 31 December 2024 ("Latest audited annual consolidated financial statements").

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

Changes in material accounting policies

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

2. BASIS OF PREPARATION (CONTINUED)

New standards, interpretations, and amendments applied by the Group

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

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

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

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

Use of judgements and estimates

In preparing this interim condensed consolidated 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.

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

3. INVESTMENT IN AN ASSOCIATE

The details of the Group's associate is as follows:

		Voting rights and equity interest (%)				Carrying value		
Name of associate	Country of incorporation	30 September 2025	31 December 2024 (Audited)	30 September 2024	Activity	30 September 2025	31 December 2024 (Audited)	30 September 2024
		%	%	%		KD	KD	KD
Al Dhafra Irrigation Systems L.L.C.	Emirate of Abu Dhabi, United Arab Emirates	33	33	33	Operation and maintenance for landscape, irrigation and forest	858,913	638,094	538,590

3. INVESTMENT IN AN ASSOCIATE (CONTINUED)

Summarised financial information in respect of the Group's associate is set out below:

	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD
Summary of the interim condensed financial position of the associate			
Current assets	3,302,300	2,220,781	2,131,414
Non-current assets	722,905	816,806	593,676
Total assets	4,025,205	3,037,587	2,725,090
Current liabilities	(1,040,022)	(721,013)	(725,034)
Non-current liabilities	(382,415)	(382,955)	(367,966)
Total liabilities	(1,422,437)	(1,103,968)	(1,093,000)
Net assets	2,602,768	1,933,619	1,632,090
Equity interest (%)	33%	33%	33%
Group's share of associate's net assets	858,913	638,094	538,590
Summary of the interim condensed statement of profit or loss of the associate			
Revenue	5,775,563	4,851,159	3,133,001
Expenses	(5,079,191)	(4,491,767)	(2,986,982)
Profit for the period / year / period	696,372	359,392	146,019
Group's share of results for the period / year / period	229,803	118,599	48,186
Contingent liabilities	2,621,085	2,998,353	2,678,447

Reconciliation to carrying amount:

	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD
At beginning of the period / year / period	638,094	469,447	469,447
Share of results	229,803	118,599	48,186
Reversal of impairment loss	-	51,687	30,687
Foreign currency translation reserve	(8,984)	(1,639)	(9,730)
At the end of the period / year / period	858,913	638,094	538,590

4. TRADE AND OTHER RECEIVABLES

	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD
Trade receivables	2,652,413	1,932,421	1,563,344
Less: provision for expected credit losses	(630,459)	(543,407)	(582,632)
	2,021,954	1,389,014	980,712
Retention	845,921	426,587	426,337
Less: provision for expected credit losses	(329,753)	(319,753)	(314,299)
	516,168	106,834	112,038
Advance payments to suppliers	721,481	72,438	81,033
Prepaid expenses	125,047	24,162	22,902
Other receivables	42,361	48,173	32,557
	3,427,011	1,640,621	1,229,242

Movement on provision for expected credit losses during the period/ year/ period is as follows:

	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD
At beginning of the period / year / period	863,160	837,632	837,632
Charged during the period / year / period	97,052	25,528	59,299
At the end of the period / year / period	960,212	863,160	896,931

5. RELATED PARTY DISCLOSURES

The related parties includes its associate, major shareholders, entities under common control, directors and executive officers of the Group, close members of their families and entities of which they are principal owners or over which they are able to exercise significant influence or joint control. Pricing policies and terms of these transactions are approved by the Group's management.

Related party balances and transactions are as follows:

	Associate	Other related parties	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD	KD	KD
Interim condensed consolidated statement of financial position					
Due from a related party *Al Dhafra Irrigation Systems L.L.C.*	4,888	-	4,888	5,310	6,464
Financial assets at fair value through profit or loss ("FVTPL")	-	9,565	9,565	9,565	20,159
Trade and other payables *Board of Directors' accrued remuneration (Note 10)*	-	-	-	21,000	-

5. RELATED PARTY DISCLOSURES (CONTINUED)

As at the date of the interim condensed consolidated financial information, the Group had receivables from the Ultimate Parent Company amounting to KD 8,911 (31 December 2024: KD 8,911 and 30 September 2024: KD 8,911), on which the Group has recognized full provision. The balance at the reporting date is Nil (31 December 2024: Nil and 30 September 2024: Nil).

Compensation of key management personnel

	Three months ended 30 September		Nine months ended 30 September	
	2025	**2024**	**2025**	**2024**
	KD	KD	KD	KD
Salaries and short-term employee benefits	17,750	18,096	54,424	47,404
End of service benefits	2,902	8,284	10,721	17,608
	20,652	26,380	65,145	65,012

6. TERM DEPOSITS

As at 30 September 2025, the term deposits represent deposits denominated in Kuwaiti Dinars and placed with a local bank having an original maturity period of more than three months from the placement date and less than one year from the interim condensed consolidated statement of financial position date and yield an effective interest rate ranging from 3.875% to 4% (31 December 2024: 3.875% and 30 September 2024: 4.125%) per annum.

7. CASH AND CASH EQUIVALENTS

	30 September 2025	**31 December 2024 (Audited)**	**30 September 2024**
	KD	KD	KD
Bank balances	66,396	335,218	298,698
Cash on hand	15,320	10,700	10,600
Short term deposit*	-	130,265	127,705
Cash held in a portfolio	10,454	10,472	10,479
Cash and cash equivalents	92,170	486,655	447,482
Less: bank overdraft (Note 9)	(579,088)	-	-
Cash and cash equivalents for the purpose of the statement of cash flows	(486,918)	486,655	447,482

*The effective interest rate on the short-term deposit as at 31 December 2024 and 30 September 2024 is 3.75% per annum and 4% per annum, respectively and has a contractual maturity of less than three months from the placement date.

8. TREASURY SHARES

	30 September 2025	**31 December 2024 (Audited)**	**30 September 2024**
Number of treasury shares (shares)	83,200	83,200	83,200
Percentage to issued shares	0.16%	0.16%	0.16%
Market value (KD)	22,048	18,637	18,304
Cost (KD)	3,573	3,573	3,573

8. TREASURY SHARES (CONTINUED)

The Parent Company is committed to retain reserves, share premium and retained earnings equivalent to the cost of treasury shares throughout the year, in which they are held by the Parent Company, pursuant to instructions of the relevant regulatory authorities.

9. BANK OVERDRAFT

As at 30 September 2025, bank overdraft represent facility obtained from a local bank carrying an effective interest rate of 2.5% per annum over the Central Bank of Kuwait discount rate. The bank overdraft was obtained for the purpose of financing the operations of the Group.

The following are the financial covenants related to the facility:
- The debt ratio shall not exceed (0.5) times.
- The debt period shall not exceed (1.5) years.
- Other ratios.

10. TRADE AND OTHER PAYABLES

	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD
Trade payables	956,298	201,813	2,360,298
Contracts payable	-	2,291,864	-
Retention payables	2,404	1,673	1,673
Accrued expenses	180,645	209,105	187,639
Dividends payable	242,078	227,447	228,692
KFAS	3,821	5,444	1,794
NLST	15,398	12,044	6,304
Zakat	6,160	4,818	2,522
Board of Directors' remuneration (Note 5)	-	21,000	-
Other payables	267	-	1,443
	1,407,071	2,975,208	2,790,365

11. OPERATING REVENUE

In the following table, revenue from contracts with customers is disaggregated by type of revenue, primary geographical market and timing of revenue recognition.

	Three months ended 30 September		Nine months ended 30 September	
	2025	2024	2025	2024
	KD	KD	KD	KD
Type of goods or services				
Sale of goods	776,944	573,494	1,945,515	1,816,313
Rendering of services - plantation projects	1,224,608	2,803,546	3,831,404	3,703,312
Total revenues from contracts with customers	2,001,552	3,377,040	5,776,919	5,519,625
Geographical markets				
State of Kuwait	2,001,552	3,377,040	5,776,919	5,519,625
Timing of revenue recognition				
Goods and services rendered at a point in time	776,944	573,494	1,945,515	1,816,313
Goods and services provided overtime	1,224,608	2,803,546	3,831,404	3,703,312
	2,001,552	3,377,040	5,776,919	5,519,625

11. OPERATING REVENUE (CONTINUED)

Contract balances	30 September 2025	31 December 2024 (Audited)	30 September 2024
	KD	KD	KD
Contract assets	2,600,564	4,154,843	2,495,906
*Contract liabilities	2,441,397	1,670,000	1,307

*Contract liabilities amounting to KD 2,441,397 (31 December 2024: KD 1,670,000 and 30 September 2024: KD 1,307) represents advances received to render gardening and maintenance services.

12. GAIN ON SALE OF PROPERTY, PLANT AND EQUIPMENT

	30 September 2025	30 September 2024
	KD	KD
*Gain on sale of property, plant and equipment	223,333	42,521

*On 29 April 2025, the Group sold its land located in Abu Halifa area for total consideration of KD 790,000 resulting in gain on sale amounted to KD 223,333, which was recognised in the interim condensed consolidated statement of profit or loss.

13. BASIC AND DILUTED EARNINGS PER SHARE (FILS)

Basic and diluted earnings per share is calculated by dividing the profit for the period by the weighted average number of shares outstanding during the period (after deducting treasury shares) as follows:

	Three months ended 30 September		Nine months ended 30 September	
	2025	2024	2025	2024
Profit for the period (KD)	101,184	122,504	358,955	172,041
Weighted average number of shares outstanding:				
Number of issued shares	52,399,000	52,399,000	52,399,000	52,399,000
Less: weighted average number of treasury shares	(83,200)	(83,200)	(83,200)	(83,200)
Weighted average number of outstanding shares	52,315,800	52,315,800	52,315,800	52,315,800
Basic and diluted earnings per share (fils)	1.93 fils	2.34 fils	6.86 fils	3.29 fils

14. SEGMENT REPORTING

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

14. SEGMENT REPORTING (CONTINUED)

The Group conducts its activities through the below main operating segments:

Commercial: Production and sale of nurseries and ornamental plans.
Projects: Gardening and maintenance services.
Investments: Investment in an associate, equity securities, term deposits and short-term deposit.

The following is an analysis of the Group's revenue and results by operating segments for the year:

	30 September 2025			
	Commercial	**Projects**	**Investments**	**Total**
	KD	KD	KD	KD
Assets	3,595,347	5,365,653	2,024,311	10,985,311
Liabilities	877,627	3,969,659	255,960	5,103,246
Revenues	2,010,989	3,786,009	489,048	6,286,046
Expenses	(1,971,908)	(3,955,183)	-	(5,927,091)
Segment profit /(loss)	39,081	(169,172)	489,046	358,955
Other disclosures:				
Cost of inventories recognised as an expense	(3,480,638)	-	-	(3,480,638)
Depreciation of property, plant and equipment	(96,798)	(111,745)	-	(208,543)
Amortisation of right of use assets	(44,067)	(1,655)	-	(45,722)
Capital expenditure	59,429	424,560	-	483,989
Share of results of an associate	-	-	229,803	229,803

14. SEGMENT REPORTING (CONTINUED)

	31 December 2024 (Audited)			
	Commercial	**Projects**	**Investments**	**Total**
	KD	KD	KD	KD
Assets	3,621,651	5,584,201	1,911,316	11,117,168
Liabilities	698,549	4,334,565	238,065	5,271,179
Income	2,960,257	5,677,876	225,831	8,863,964
Expenses	(2,930,900)	(5,435,303)	-	(8,366,203)
Segment profit	29,357	242,573	225,831	497,761
Other disclosures:				
Cost of inventories recognised as an expense	(1,868,239)	-	-	(1,868,239)
Depreciation of property, plant and equipment	(221,401)	(105,727)	-	(327,128)
Amortization of right of use assets	(58,191)	(4,160)	-	(62,351)
Capital expenditure	42,627	151,747	-	194,374
Share of results of an associate	-	-	118,599	118,599

	30 September 2024			
	Commercial	**Projects**	**Investments**	**Total**
	KD	KD	KD	KD
Assets	3,475,911	3,696,989	1,767,743	8,940,643
Liabilities	771,346	2,657,451	-	3,428,797
Revenues	2,081,696	3,592,422	117,644	5,791,762
Expenses	(2,165,645)	(3,454,076)	-	(5,619,721)
Segment (loss)/ profit	(83,949)	138,346	117,644	172,041
Other disclosures:				
Cost of inventories recognised as an expense	(3,560,047)	-	-	(3,560,047)
Depreciation of property, plant and equipment	(182,443)	(67,680)	-	(250,123)
Amortisation of right of use assets	(43,852)	(3,120)	-	(46,972)
Capital expenditure	(123,041)	(44,140)	-	(167,181)
Share of results of an associate	-	-	48,186	48,186

15. FAIR VALUE MEASUREMENT

Details of the fair value measurement levels are as follows:

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets and liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows an analysis of captions recorded at fair value by level of the fair value hierarchy:

30 September 2025	**Level 2**	**Level 3**	**Total**
	KD	KD	KD
Biological assets	296,279	-	296,279
Financial assets at fair value through profit or loss	20,336	9,565	29,901
	316,615	9,565	326,180

31 December 2024 (Audited)	**Level 2**	**Level 3**	**Total**
	KD	KD	KD
Biological assets	259,017	-	259,017
Financial assets at fair value through profit or loss	14,661	9,565	24,226
	273,678	9,565	283,243

30 September 2024	**Level 2**	**Level 3**	**Total**
	KD	KD	KD
Biological assets	247,226	-	247,226
Financial assets at fair value through profit or loss	9,565	10,594	20,159
	256,791	10,594	267,385

There were no transfers among the fair value measurement levels during the period ended 30 September 2025.

16. SUBSEQUENT EVENT: SETTLEMENT AGREEMENT

Subsequent to the reporting date, and following the judgment of the Court of Cassation dismissing the appeal filed by Turki Al-Dabbous & Sons for Trading of Building Materials and Contracting W.L.L. (the "party") and ordering the appellant to pay the costs and forfeit the guarantee. Accordingly, the Group finalised a settlement agreement with the party on 9 October 2025 to settle the outstanding amount of KD 363,255.

17. ANNUAL GENERAL ASSEMBLY MEETING AND BOARD OF DIRECTORS' PROPOSAL

The Annual Ordinary General Assembly of the shareholders of the Parent Company held on 18 May 2025, approved the following:

- The consolidated financial statements of the Group for the financial year ended 31 December 2024.
- The penalties and violations report, that were imposed on the Parent Company by the Capital Markets Authority during the financial year ended 31 December 2024.
- The Board of Directors' remuneration amounted to KD 21,000.
- The distribution of dividends for the financial year ended 31 December 2024 to shareholders registered in the Parent Company's records on the record date (12 June 2025) at the rate of 6 Fils per share.

18. COMPARATIVE FIGURES

Certain comparative information have been reclassified to conform to the current period's presentation. Such reclassification did not affect previously reported profit, equity or opening balances of the earliest comparative year/period presented.