

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)**  
And Review Report for the Six Month Period Ended 30 June 2024

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Interim Condensed Consolidated Financial Information (Unaudited)  
And Review Report for the Six Month Period Ended 30 June 2024**

---

<b>Contents</b>	<b>Page</b>
Report on Review of Interim Condensed Consolidated Financial Information	1
Interim Condensed Consolidated Statement of Financial Position (Unaudited)	2
Interim Condensed Consolidated Statement of Profit or Loss (Unaudited)	3
Interim condensed consolidated statement of profit or loss and other comprehensive income (Unaudited)	4
Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)	5
Interim Condensed Consolidated Statement of Cash Flows (Unaudited)	6
Notes to the Interim Condensed Consolidated Financial Information (Unaudited)	7-14

**Report on Review of Interim Condensed Consolidated Financial Information to the Board of Directors,  
Kuwait Portland Cement Co. K.P.S.C.  
State of Kuwait**

***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait Portland Cement Co. K.P.S.C. ("The Parent Company") and its subsidiary (together referred to as "the Group") as at 30 June 2024, and the interim condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the six month period then ended. The preparation and presentation of this interim condensed consolidated financial information is the responsibility of the Parent Company's management in accordance with IAS 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 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 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, the interim condensed consolidated financial information is in agreement with the books of account. We further report that, based on our review, to the best of our knowledge and belief, no violations of 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 the Organization of Securities Activity and its Executive Regulations and related instructions, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the six month period ended 30 June 2024, that might have had a material effect on the business of the Group or on its interim condensed consolidated financial position.



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

**Kuwait: 1 August 2024**

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Interim Condensed Consolidated Statement of Financial Position (Unaudited)  
As at 30 June 2024**

		30 June 2024	(Audited) 31 December 2023	30 June 2023
	Notes	KD	KD	KD
<b>Assets</b>				
<b>Non-current assets</b>				
Property, machinery and equipment	4	11,502,460	10,509,001	9,870,374
Investment in an associate		-	-	2,682,899
Financial assets at fair value through other comprehensive income	5	<u>35,615,897</u>	<u>32,921,136</u>	<u>33,189,696</u>
		<u>47,118,357</u>	<u>43,430,137</u>	<u>45,742,969</u>
<b>Currents assets</b>				
Trade and other receivables		27,349,743	27,825,630	27,009,207
Financial assets at fair value through profit or loss				
	6	14,898,496	13,422,353	14,185,864
Inventory	7	6,280,752	8,204,419	9,160,604
Cash and cash equivalents	8	<u>2,084,407</u>	<u>7,235,588</u>	<u>2,602,488</u>
		<u>50,613,398</u>	<u>56,687,990</u>	<u>52,958,163</u>
<b>Total assets</b>		<u>97,731,755</u>	<u>100,118,127</u>	<u>98,701,132</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Capital		10,022,196	10,022,196	10,022,196
Statutory reserve		10,022,196	10,022,196	10,022,196
Voluntary reserve		10,022,196	10,022,196	10,022,196
General reserve		2,500,000	2,500,000	2,500,000
Treasury shares reserve		544,943	544,943	544,943
Change in fair value reserve		7,623,926	5,146,494	7,858,349
Retained earnings		<u>31,896,530</u>	<u>36,106,020</u>	<u>32,852,850</u>
<b>Total equity</b>		<u>72,631,987</u>	<u>74,364,045</u>	<u>73,822,730</u>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Provision for employees' end of service indemnity		<u>5,627,672</u>	<u>5,438,739</u>	<u>5,121,643</u>
<b>Current liabilities</b>				
Trade and other payables	9	13,499,848	16,363,553	14,135,507
Dividends payable		1,031,709	1,094,266	1,123,866
Financing from third party	10	<u>4,940,539</u>	<u>2,857,524</u>	<u>4,497,386</u>
		<u>19,472,096</u>	<u>20,315,343</u>	<u>19,756,759</u>
<b>Total liabilities</b>		<u>25,099,768</u>	<u>25,754,082</u>	<u>24,878,402</u>
<b>Total equity and liabilities</b>		<u>97,731,755</u>	<u>100,118,127</u>	<u>98,701,132</u>

The accompanying notes on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

**Ahmed Mahmoud Issa Al-Asfour**  
Chairman



**Khalifa Hamoud Al Ghanim**  
CEO and Board Member

**Kuwait Portland Cement Co. K.P.S.C.**  
**and its Subsidiary**  
**State of Kuwait**

**Interim Condensed Consolidated Statement of Profit or Loss (Unaudited)**  
**For the six month period ended 30 June 2024**

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Revenues</b>				
Sales	28,854,746	29,910,454	62,187,134	69,675,370
Cost of sales	(28,513,668)	(28,942,789)	(60,476,887)	(66,058,204)
Gross profit	341,078	967,665	1,710,247	3,617,166
Unrealized (losses) / profits from financial assets at fair value through profit or loss	(90,356)	67,615	602,029	(383,503)
Realized losses on sale of financial assets at fair value through profit or loss	(464,805)	(200,220)	(424,683)	(200,034)
Share of associate's business results	-	-	-	4,153
Dividends income	1,051,658	908,397	1,051,658	908,397
Other revenues	741,708	532,299	1,333,983	1,257,942
<b>Total revenues</b>	<b>1,579,283</b>	<b>2,275,756</b>	<b>4,273,234</b>	<b>5,204,121</b>
<b>Expenses and other charges</b>				
General and administrative expenses	(405,591)	(319,407)	(924,715)	(962,824)
Distribution expenses	(125,460)	(160,448)	(282,957)	(373,329)
Finance costs	-	(10,626)	(22,835)	(10,626)
<b>Profit for the period before KFAS, NLST, Zakat and Directors' remuneration</b>	<b>1,048,232</b>	<b>1,785,275</b>	<b>3,042,727</b>	<b>3,857,342</b>
Contribution to Kuwait Foundation for the Advancement of Sciences	(10,482)	(17,894)	(30,427)	(38,573)
National Labour Support				
Tax	(1,286)	(23,800)	(54,500)	(75,595)
Zakat	(514)	(9,520)	(21,800)	(30,238)
Board of Directors' remuneration	(65,000)	(65,000)	(130,000)	(130,000)
<b>Net profit for the period</b>	<b>970,950</b>	<b>1,669,061</b>	<b>2,806,000</b>	<b>3,582,936</b>
<b>Basic earnings per share (fils) (Note 11)</b>	<b>9.69</b>	<b>16.65</b>	<b>28.00</b>	<b>35.75</b>

The accompanying notes on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.



**Kuwait Portland Cement Co. K.P.S.C.**  
**and its Subsidiary**  
**State of Kuwait**

**Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**(Unaudited)**

For the six month period ended 30 June 2024

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>KD</b>	<b>KD</b>	<b>KD</b>	<b>KD</b>
<b>Profit for the period</b>	<u>970,950</u>	<u>1,669,061</u>	<u>2,806,000</u>	<u>3,582,936</u>
Items of other comprehensive (loss) / income:				
<i>Items that can not be reclassified subsequently in the interim condensed consolidated statement of profit or loss:</i>				
Change in fair value of financial assets at fair value through other comprehensive income	<u>(1,543,674)</u>	<u>(964,548)</u>	<u>2,477,432</u>	<u>(1,110,286)</u>
Other comprehensive (loss) / income for the period	<u>(1,543,674)</u>	<u>(964,548)</u>	<u>2,477,432</u>	<u>(1,110,286)</u>
Total comprehensive (loss) / income for the period	<u>(572,724)</u>	<u>704,513</u>	<u>5,283,432</u>	<u>2,472,650</u>

The accompanying notes on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.



**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

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

For the six month period ended 30 June 2024

	Capital KD	Statutory reserve KD	Voluntary reserve KD	Reserve General KD	Treasury shares reserve KD	Change in fair value reserve KD	Retained earnings KD	Total equity KD
Balance as at 31 December 2022	10,022,196	10,022,196	10,022,196	2,500,000	544,943	8,968,635	36,424,992	78,505,158
Total comprehensive (loss)/ income for the period	-	-	-	-	-	(1,110,286)	3,582,936	2,472,650
Realised loss on sale of financials assets at fair value through other comprehensive income	-	-	-	-	-	-	(139,588)	(139,588)
Cash dividends	-	-	-	-	-	-	(7,015,490)	(7,015,490)
<b>Balance as at 30 June 2023</b>	<b>10,022,196</b>	<b>10,022,196</b>	<b>10,022,196</b>	<b>2,500,000</b>	<b>544,943</b>	<b>7,858,349</b>	<b>32,852,850</b>	<b>73,822,730</b>
Balance as at 31 December 2023	10,022,196	10,022,196	10,022,196	2,500,000	544,943	5,146,494	36,106,020	74,364,045
Total comprehensive income for the period	-	-	-	-	-	2,477,432	2,806,000	5,283,432
Cash dividends (Note 16)	-	-	-	-	-	-	(7,015,490)	(7,015,490)
<b>Balance as at 30 June 2024</b>	<b>10,022,196</b>	<b>10,022,196</b>	<b>10,022,196</b>	<b>2,500,000</b>	<b>544,943</b>	<b>7,623,926</b>	<b>31,896,530</b>	<b>72,631,987</b>

The accompanying notes on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Interim Condensed Consolidated Statement of Cash Flows (Unaudited)**  
For the six month period ended 30 June 2024

	<b>Six months ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	KD	KD
<b>Cash flows generated from operating activities</b>		
Net profit for the period	2,806,000	3,582,936
<i>Adjustments to:</i>		
Depreciation	1,420,478	985,519
Unrealized loss / (profit) from financial assets at fair value through profit or loss	(602,029)	383,503
Realized losses on sale of assets at fair value through profit or loss	424,683	200,034
Share of associate's business results	-	(4,153)
Dividends income	(1,051,658)	(908,397)
Finance costs	22,835	10,626
Provision for employees' end of service indemnity	286,066	137,218
	<u>3,306,375</u>	<u>4,387,286</u>
<i>Movements in working capital:</i>		
Trade and other receivables	475,887	3,184,085
Inventory	1,923,667	(1,573,522)
Trade and other payables	(2,863,705)	(746,612)
<i>Cash from operations</i>	<u>2,842,224</u>	<u>5,251,237</u>
Payment of employees' end of service indemnity provision	(97,133)	(62,381)
<i>Net cash from operating activities</i>	<u>2,745,091</u>	<u>5,188,856</u>
<b>Cash flows from investing activities</b>		
Paid for purchase of property, machinery and equipment	(2,413,937)	(631,597)
Financial assets at fair value through other comprehensive income	(217,329)	(2,293,322)
Financial assets at fair value through profit or loss	(1,298,797)	(3,634,799)
Proceeds from dispose of part of investment in an associate	-	28,357
Dividends income received	1,051,658	908,397
<i>Net cash used in investing activities</i>	<u>(2,878,405)</u>	<u>(5,622,964)</u>
<b>Cash flows from financing activities</b>		
Financing from third party	2,083,015	1,704,064
Dividends payments	(7,078,047)	(6,831,842)
Finance costs paid	(22,835)	(10,626)
<i>Net cash used in financing activities</i>	<u>(5,017,867)</u>	<u>(5,138,404)</u>
Net decrease in cash and cash equivalents	(5,151,181)	(5,572,512)
Cash and cash equivalents at beginning of the period	7,235,588	8,175,000
<b>Cash and cash equivalents at end of the period (Note 8)</b>	<u>2,084,407</u>	<u>2,602,488</u>
<b>Non-cash transactions:</b>		
Trade and other receivables	-	(631,502)
Property, machinery and equipment	-	(3,435,000)
Financial assets at fair value through profit or loss	-	1,273,180
Financing from third party	-	2,793,322

The accompanying notes on pages 7 to 14 form an integral part of this interim condensed consolidated financial information.



**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

---

**1. General Information**

Kuwait Portland Cement Company K.S.C. (Public) ("the Parent Company") was incorporated on 7 July 1976 in Kuwait as per Memorandum of Incorporation No. 966, Vol. 2, and was listed in Boursa Kuwait on 1 April 1995. And to the latest amendment made to the Memorandum of Incorporation and Articles of Association of the Parent Company, which was registered in the Commercial Register of the Parent Company on 6 May 2024 under transaction No. 62973 regarding amending the activities of the Parent Company in accordance with the instructions of the Ministry of Commerce and Industry.

The principal activities of the Parent Company after the amendment are as follows:

Manufacture of concrete or cement, wholesale of cement, gypsum and the like, transportation of liquids or gases, liquid or chemical materials, investment of financial surpluses in financial portfolios by investing them in financial portfolios managed by specialized companies and entities, buying and selling stocks and bonds for the Company, wholesale of bricks, tiles, ceramics and marble, retail of bricks, tiles, ceramics and marble, wholesale of building materials and metal construction materials, plumbing and heating equipment and supplies, manufacture of cement bricks, wholesale of ready-mix concrete, retail of ready-mix concrete, ownership of real estate and movables for the benefit of the Company, aggregate crusher, import of aggregate, sand extraction and repacking (Quarries), wholesale of sand and aggregate, handling of construction waste, handling and disposal of non-hazardous waste, transportation of solid and liquid waste, import of chemicals, chemical warehouses, sale and purchase of motor vehicles, car repair garage, car body shops, general warehouses that include a variety of goods (Except refrigerated), retail sale of building materials and scrap, storage in warehouses, export and import offices and sale of all types of iron and supplies of car body shop.

The address of the Parent Company's registered office is P.O. Box, 42191-70652, Shuwaikh, State of Kuwait.

The interim condensed consolidated financial information of Kuwait Portland Cement Company K.S.C. (Public) and its subsidiary (the Group) for the period ended 30 June 2024 were authorized for issue by the Parent Company's board of directors on 1 August 2024.

**2. Basis of preparation**

This interim condensed consolidated financial information of the Group 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 disclosures required for complete annual consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRS). In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for fair presentation have been included.

Operating results for the six month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024. For further information, please refer to the annual audited consolidated financial statements of the Group for the year ended 31 December 2023.

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

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

**2. Basis of preparation (Continued)**

**New standards, interpretations and amendments adopted by the Group**

The accounting policies adopted in the preparation of the 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 2023, except for the adoption of new standards effective as of 1 January 2024. The Group has not early adopted any standard, interpretation or amendment that was issued but not yet effective.

The amendments to IFRSs effective for the annual financial period beginning on 1 January 2024 did not have any material impact on the accounting policies, financial position or financial performance of the Group.

**3. Use of judgements and estimates**

In preparation of the interim condensed consolidated financial information, the management made judgments and estimates that may affect the adoption of accounting policies and the reported amounts of assets and liabilities, revenues and expenses. Actual results may differ from these estimates.

The significant 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 consolidated financial statements.

**4. Property, machinery and equipment**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
Carrying amount as at beginning of the period / year	10,509,001	6,789,296	6,789,296
Additions	2,413,937	5,872,142	4,066,597
Disposals	-	(113,939)	(16,750)
Depreciation charged during the period/year	(1,420,478)	(2,143,043)	(985,519)
Depreciation related to disposals	-	104,545	16,750
Carrying amount as at the end of the period / year	<u>11,502,460</u>	<u>10,509,001</u>	<u>9,870,374</u>

**5. Financial assets at fair value through other comprehensive income**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
Quoted financial assets	33,524,998	30,730,237	33,089,696
Unquoted financial assets	2,090,899	2,190,899	100,000
	<u>35,615,897</u>	<u>32,921,136</u>	<u>33,189,696</u>

**Kuwait Portland Cement Co. K.P.S.C.**  
**and its Subsidiary**  
**State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

**6. Financial assets at fair value through profit or loss**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
Local quoted financial assets	14,748,384	13,172,848	13,935,400
Local unquoted financial assets	89,002	188,822	188,822
Foreign quoted financial assets	5,363	4,936	5,895
Foreign unquoted financial assets	55,747	55,747	55,747
	<u>14,898,496</u>	<u>13,422,353</u>	<u>14,185,864</u>

**7. Inventories**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
Raw materials	370,779	291,839	361,858
Cement	810,104	665,460	1,041,345
Steel	3,140,069	5,385,683	5,905,169
Spare parts	806,373	613,507	699,195
Goods in transit	968,979	415,803	490,922
Cement sacks	12,802	60,524	96,825
Aggregate	199,347	799,304	592,991
	<u>6,308,453</u>	<u>8,232,120</u>	<u>9,188,305</u>
Provision of slow moving inventories	<u>(27,701)</u>	<u>(27,701)</u>	<u>(27,701)</u>
	<u>6,280,752</u>	<u>8,204,419</u>	<u>9,160,604</u>

**8. Cash and cash equivalents**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
Cash on hand	157,860	173,788	206,600
Bank balances	1,678,861	5,252,300	1,861,684
Cash at investment portfolios	247,686	1,809,500	534,204
	<u>2,084,407</u>	<u>7,235,588</u>	<u>2,602,488</u>

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

**9. Trade and other payables**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2024</b>
	KD	KD	KD
Trade payables	11,560,078	13,769,921	11,997,697
Accrued expenses	735,504	1,305,556	876,246
Employees' accrued leaves	753,701	756,913	788,692
Contribution to Kuwait Foundation for the Advancement of Sciences	100,954	70,527	93,363
National Labour Support Tax	197,811	143,311	178,221
Zakat	21,800	57,325	71,288
Board of Directors' remuneration	130,000	260,000	130,000
	<u>13,499,848</u>	<u>16,363,553</u>	<u>14,135,507</u>

**10. Financing from third party**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
Ijarah contract (a)	2,857,524	2,857,524	2,793,322
Bank facilities (b)	2,083,015	-	1,704,064
	<u>4,940,539</u>	<u>2,857,524</u>	<u>4,497,386</u>

Financing from third party is as follows:

- a- Ijarah contract with a promise to buildings' ownership due on 5 August 2024.
- b- Bank facilities represented in overdrafts granted by a local bank that are due within one year and carry an interest rate of 1.5% per annum over Central Bank of Kuwait discount rate.

**11. Basic earnings per share (fils)**

Basic earnings per share are calculated by dividing net profit for the period by the weighted average number of shares:

	<b>Three months ended 30 June</b>		<b>Six months ended 30 June</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Loss for the period (KD)	970,950	1,669,061	2,806,000	3,582,936
Weighted average number of outstanding shares (shares)	100,221,960	100,221,960	100,221,960	100,221,960
<b>Basic earnings per share (fils)</b>	<u>9.69</u>	<u>16.65</u>	<u>28.00</u>	<u>35.75</u>

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

**12. Related party transactions**

Related parties mainly consist of major shareholders, directors and key management personnel, Board members of the Group and entities controlled or significantly influenced by such parties. All related party transactions are carried out on terms approved by the Group's management.

Related parties transactions included in the interim condensed consolidated financial information were as follows:

	Three months ended		Six months ended	
	30 June		30 June	
	2024	2023	2024	2023
	KD	KD	KD	KD
<b>Interim condensed consolidated statement of profit or loss:</b>				
<i>Staff and executive managers:</i>				
Salaries and other benefits	208,691	185,038	417,382	370,076
Directors' remuneration	65,000	65,000	130,000	130,000

**13. Segment information**

IFRS 8 requires that operating segments to be identified based on the internal reports of Group segments which are regularly reviewed by the chief decision maker so as to evaluate their performance. The Parent Company's management has classified the Group's products and services into the following operational segments according to the IFRS 8: "Operating Segments":

- Cement, steel, aggregate and ready mix.
- Investments.

Below is the analysis of income and profit of segments as disclosed:

	Segments revenues		Net profit	
	Operational		Operating Segments	
	Six months ended		Six months ended	
	30 June		30 June	
	2024	2023	2024	2023
	KD	KD	KD	KD
Cement, steel, aggregate and ready mix	62,187,134	69,675,370	1,710,247	3,617,166
Investments	-	-	1,229,004	329,013
Total for operations	62,187,134	69,675,370	2,939,251	3,946,179
Unallocated income			1,333,983	1,257,942
General, administrative and distribution expenses			(1,207,672)	(1,336,153)
Finance costs			(22,835)	(10,626)
Withholdings and tax			(106,727)	(144,406)
Directors' remuneration			(130,000)	(130,000)
Net profit for the period			2,806,000	3,582,936

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

**13. Segment information (Continued)**

For the purposes of monitoring segment performance and allocating resources between segments, the segment assets and liabilities are as follows:

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
<b>Assets</b>			
Cement, steel, aggregate and ready mix	47,217,362	53,774,638	48,642,673
Investments	<u>50,514,393</u>	<u>46,343,489</u>	<u>50,058,459</u>
	<u>97,731,755</u>	<u>100,118,127</u>	<u>98,701,132</u>
	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	KD	KD	KD
<b>Liabilities</b>			
Cement, steel, aggregate and ready mix	19,127,520	21,802,292	19,257,150
Unallocated	<u>5,972,248</u>	<u>3,951,790</u>	<u>5,621,252</u>
	<u>25,099,768</u>	<u>25,754,082</u>	<u>24,878,402</u>

**14. Fair value measurement**

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 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are supported by observable sources for the assets, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset that are not based on observable market data (unobservable inputs).

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

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

**14. Fair value measurement (Continued)**

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

<b>30 June 2024</b>	<b>Level 1</b>	<b>Level 3</b>	<b>Total</b>
	KD	KD	KD
<i>Financial assets at fair value through profit or loss</i>			
Quoted equities	14,753,747	-	14,753,747
Unquoted equities	-	144,749	144,749
<i>Financial assets at fair value through other comprehensive income</i>			
Quoted equities	33,524,998	-	33,524,998
Unquoted equities	-	2,090,899	2,090,899
<b>31 December 2023</b>	<b>Level 1</b>	<b>Level 3</b>	<b>Total</b>
	KD	KD	KD
<i>Financial assets at fair value through profit or loss</i>			
Quoted equities	13,177,784	-	13,177,784
Unquoted equities	-	244,569	244,569
<i>Financial assets at fair value through other comprehensive income</i>			
Quoted equities	30,730,237	-	30,730,237
Unquoted equities	-	2,190,899	2,190,899
<b>30 June 2023</b>	<b>Level 1</b>	<b>Level 3</b>	<b>Total</b>
	KD	KD	KD
<i>Financial assets at fair value through profit or loss</i>			
Quoted equities	13,941,295	-	13,941,295
Unquoted equities	-	244,569	244,569
<i>Financial assets at fair value through other comprehensive income</i>			
Quoted equities	33,089,696	-	33,089,696
Unquoted equities	-	100,000	100,000

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. These instruments are included in Level 1.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the Group's specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Kuwait Portland Cement Co. K.P.S.C.  
and its Subsidiary  
State of Kuwait**

**Notes to the Interim Condensed Consolidated Financial Information (Unaudited)**  
For the six month period ended 30 June 2024

---

**14. Fair value measurement (Continued)**

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. Valuation of unquoted equity investments classified under level 3 is normally based on price to book value technique, dividend yield method and external valuations with marketability discount provided.

**15. Contingent liabilities**

	<b>30 June 2024</b>	<b>(Audited) 31 December 2023</b>	<b>30 June 2023</b>
	<u>KD</u>	<u>KD</u>	<u>KD</u>
Letters of guarantee	<u>35,770,353</u>	<u>32,102,433</u>	<u>32,040,433</u>

**16. General Assembly of Shareholders**

- On 8 April 2024, the Ordinary General Assembly of the Parent Company's shareholders was held and decided the following:
  - Approval of the consolidated financial statements for the financial year ended 31 December 2023.
  - Approval of the distribution of cash dividends for the year ended 31 December 2023, at 70% of the capital and at 70 fils per share, at a total amount of KD 7,015,490, for shareholders registered on maturity date 28 April 2024.
  - Approval of Board of Directors' remuneration of KD 260,000.
- On 18 April 2024, the Extraordinary General Assembly of Shareholders of the Parent Company was held, in which the amendment of Article Five of the Parent Company's Memorandum of Incorporation and Article Four of its Articles of Association regarding the Company's purposes was approved, based on the instructions of the Ministry of Trade and Industry.

**17. Comparative figures**

Certain comparative figures have been reclassified to conform with the current presentation of the interim condensed consolidated financial information, with no impact on profit for the period or equity.