



شركة السينما الكويتية الوطنية  
KUWAIT NATIONAL CINEMA COMPANY...

**Kuwait National Cinema Company K.P.S.C.  
And its subsidiaries  
State of Kuwait**

**Interim Condensed Consolidated Financial Information  
and Review Report  
For the three months ended 31 March 2025  
(Unaudited)**



شركة السينما الكويتية الوطنية  
KUWAIT NATIONAL CINEMA COMPANY...

**Kuwait National Cinema Company K.P.S.C.**

And its Subsidiaries

State of Kuwait

Interim Condensed Consolidated Financial Information  
and Review Report

For the three months ended 31 March 2025

(Unaudited)

<b>Contents</b>	<b>Page</b>
Independent Auditors' Review Report	
Interim Condensed Consolidated Statement of Financial Position (Unaudited)	1
Interim Condensed Consolidated Statement of Income (Unaudited)	2
Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited)	3
Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)	4
Interim Condensed Consolidated Statement of Cash Flows (Unaudited)	5
Notes to the Interim Condensed Consolidated Financial Information (Unaudited)	6-12

**Kuwait National Cinema Company K.P.S.C**

State of Kuwait

**Report on Review of Interim Condensed Consolidated Financial Information to the Board of Directors**

*Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of Kuwait National Cinema Company - K.P.S.C ("the Parent Company") and its subsidiaries (together referred to as "the Group") as at 31 March 2025 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-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 No. (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

*Scope of Review*

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of 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 No. (34) "Interim Financial Reporting".

**Report on Other Legal and Regulatory Requirements**

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of the Parent Company. To the best of our knowledge and belief, no violations of the Companies Law No. 1 of 2016 and its executive regulation, as amended, or of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the three-month period ended 31 March 2025 that might have had a material effect on the business of the Group or on its consolidated financial position.

We further report that, during the course of our review, we have not become aware of any material violations of provisions of Law No. 7 of 2010, as amended, concerning the Capital Markets Authority and its related regulations during the three-month period ended 31 March 2025, that might have had a material effect on the business of Group or on its consolidated financial position.



**Ali B. Al-Wazzan**

Licence No. 246A

Deloitte & Touche - Al-Wazzan & Co.

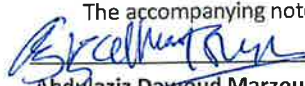
Kuwait 11 May 2025.

Interim Condensed Consolidated Statement of Financial Position as at 31 March 2025  
(Unaudited)

(All amounts are in Kuwaiti Dinar)

	Note	31 March 2025	31 December 2024 (Audited)	31 March 2024
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment		23,692,900	24,167,765	26,234,974
Investments properties		89,832,940	89,832,940	90,266,374
Right-of-use assets	4	11,408,209	11,864,903	15,084,369
Intangible assets		1,333,442	227,679	92,035
Investments in an associate	5	54,157,232	52,702,065	48,662,251
Investments at fair value through other comprehensive income ("FVTOCI")		6,925,782	7,300,597	8,018,616
Trade and other receivables		843,446	843,446	843,446
		<u>188,193,951</u>	<u>186,939,395</u>	<u>189,202,065</u>
<b>Current assets</b>				
Inventories		951,950	658,561	697,747
Trade and other receivables		1,240,526	774,828	2,993,052
Cash at banks, and investment portfolios	6	45,359,286	45,925,696	38,225,281
		<u>47,551,762</u>	<u>47,359,085</u>	<u>41,916,080</u>
<b>Total assets</b>		<u>235,745,713</u>	<u>234,298,480</u>	<u>231,118,145</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Share capital		10,106,250	10,106,250	10,106,250
Treasury shares	7	(8,201,231)	(8,201,231)	(8,201,231)
Statutory reserve		5,065,834	5,065,834	5,065,834
Voluntary reserve		17,980,964	17,980,964	16,590,250
Other reserves	8	22,125,651	22,335,285	23,048,533
Retained earnings		48,198,807	45,348,095	35,868,624
Equity attributable to the Parent Company's shareholders		95,276,275	92,635,197	82,478,260
Non-controlling interest		14,743	14,802	12,312
		<u>95,291,018</u>	<u>92,649,999</u>	<u>82,490,572</u>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Trade and other payables	9	7,965,759	7,887,178	8,659,609
Lease liabilities	4	23,820,707	25,312,733	26,256,713
Loans and bank facilities	10	67,774,750	67,774,750	63,325,154
Post-employment benefits		1,765,317	1,699,987	1,692,469
		<u>101,326,533</u>	<u>102,674,648</u>	<u>99,933,945</u>
<b>Current liabilities</b>				
Trade and other payables	9	15,713,019	16,107,831	25,009,297
Lease liabilities	4	2,167,921	2,131,155	1,928,975
Loans and bank facilities	10	21,247,222	20,734,847	21,755,356
		<u>39,128,162</u>	<u>38,973,833</u>	<u>48,693,628</u>
<b>Total liabilities</b>		<u>140,454,695</u>	<u>141,648,481</u>	<u>148,627,573</u>
<b>Total equity and liabilities</b>		<u>235,745,713</u>	<u>234,298,480</u>	<u>231,118,145</u>

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

  
Abdulaziz Dawoud Marzouq Al-Marzouq  
Chairman

Hisham Fahad Al-Ghanim  
Vice Chairman

## Interim Condensed Consolidated Statement of Income for the three months ended 31 March 2025

(Unaudited)

(All amounts are in Kuwaiti Dinar)

	Note	Three months ended 31 March	
		2025	2024
Operating revenues	11	7,647,428	7,266,762
Operating costs	12	(4,776,753)	(4,498,338)
Gross profit		2,870,675	2,768,424
Other operating income		951,614	1,302,357
Administrative and general expenses		(651,337)	(843,272)
Other operating expenses		(200,261)	(176,567)
Net gains of financial investments at FV through statement of income		25,798	7,539
Group's share of results of an associate	5	1,289,986	1,220,846
Finance costs		(1,334,191)	(1,666,947)
<b>Net profit before deductions</b>		<b>2,952,284</b>	<b>2,612,380</b>
Contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS")		(16,201)	(13,664)
National labor support tax ("NLST")		(70,246)	(67,020)
Zakat		(14,809)	(14,318)
<b>Net profit for the period</b>		<b>2,851,028</b>	<b>2,517,378</b>
<b>Attributable to:</b>			
Parent Company's shareholders		2,850,712	2,517,191
Non-controlling interest		316	187
		<b>2,851,028</b>	<b>2,517,378</b>
<b>Basic and diluted earnings profit per share (fils)</b>	13	<b>30.78</b>	<b>27.18</b>

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

## Interim Condensed Consolidated Statement of Comprehensive Income for the three months ended 31 March 2025

(Unaudited)

(All amounts are in Kuwaiti Dinar)

	Three months ended 31 March	
	2025	2024
<b>Net profit for the period</b>	<u>2,851,028</u>	<u>2,517,378</u>
<b>Other comprehensive income items:</b>		
<i>Items that will not be reclassified subsequently to statement of income:</i>		
Change in fair value on investments at FVTOCI	(374,815)	1,354,306
Group's share from change in fair value reserve of an associate	<u>164,023</u>	<u>763,026</u>
	<u>(210,792)</u>	<u>2,117,332</u>
<i>Items that may be reclassified subsequently to statement of income:</i>		
Group's share from foreign currency reserves of an associate	1,158	2,517
Foreign Exchange differences on translation of a subsidiary	-	242,502
	<u>1,158</u>	<u>245,019</u>
Total other comprehensive (loss)/ income for the period	<u>(209,634)</u>	<u>2,362,351</u>
<b>Total comprehensive income for the period</b>	<u>2,641,394</u>	<u>4,879,729</u>
<b>Attributable to:</b>		
Parent Company's shareholders	2,641,078	4,879,542
Non-controlling interest	<u>316</u>	<u>187</u>
	<u>2,641,394</u>	<u>4,879,729</u>

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

**Interim Condensed Consolidated Statement of Changes in Equity for the three months ended 31 March 2025**  
**(Unaudited)**

(All amounts are in Kuwaiti Dinar)

	Equity attributable to shareholders of the Parent Company								Non-	Total
	Share capital	Treasury shares	Statutory reserve	Voluntary reserve	Other reserves (Note 8)	Retained earnings	Total	controlling Interest		
Balance as at 1 January 2024	10,106,250	(8,201,231)	5,065,834	16,590,250	20,686,182	40,759,546	85,006,831	15,125	85,021,956	
Net profit for the period	-	-	-	-	-	2,517,191	2,517,191	187	2,517,378	
Other Comprehensive income for the period	-	-	-	-	2,362,351	-	2,362,351	-	2,362,351	
Total comprehensive income for the period	-	-	-	-	2,362,351	2,517,191	4,879,542	187	4,879,729	
Cash dividends	-	-	-	-	-	(7,408,113)	(7,408,113)	-	(7,408,113)	
Cash dividends in subsidiaries	-	-	-	-	-	-	-	(3,000)	(3,000)	
Balance as at 31 March 2024	10,106,250	(8,201,231)	5,065,834	16,590,250	23,048,533	35,868,624	82,478,260	12,312	82,490,572	
Balance as at 1 January 2025	10,106,250	(8,201,231)	5,065,834	17,980,964	22,335,285	45,348,095	92,635,197	14,802	92,649,999	
Net profit for the period	-	-	-	-	-	2,850,712	2,850,712	316	2,851,028	
Other Comprehensive loss for the period	-	-	-	-	(209,634)	-	(209,634)	-	(209,634)	
Total comprehensive loss for the period	-	-	-	-	(209,634)	2,850,712	2,641,078	316	2,641,394	
Cash dividends in subsidiaries	-	-	-	-	-	-	-	(375)	(375)	
Balance as at 31 March 2025	10,106,250	(8,201,231)	5,065,834	17,980,964	22,125,651	48,198,807	95,276,275	14,743	95,291,018	

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

**Interim Condensed Consolidated Statement of Cash Flows for the three months ended 31 March 2025**  
**(Unaudited)**

(All amounts are in Kuwaiti Dinar)

	Three months ended 31 March	
	2025	2024
<b>Cash flows from operating activities</b>		
Net profit for the period	2,851,028	2,517,378
<i>Adjustments:</i>		
Depreciation and amortization	488,283	458,792
Depreciation of right-of-use leased assets	456,694	497,669
Gains from disposal of property, plant and equipment	-	(616,052)
Interest income	(365,730)	(325,506)
Net profit from investments at FV through statement of income	(25,798)	(7,539)
Group's share of business results of an associate	(1,289,986)	(1,220,846)
Reverse of allowance for expected credit losses	-	(14,728)
Post-employment benefits	86,962	97,703
Finance costs	1,102,764	1,447,931
Interest of lease liabilities	231,427	219,016
Operating profit before changes in operating assets and liabilities	3,535,644	3,053,818
Change in inventories	(293,389)	(31,656)
Change in trade and other receivables	(465,698)	293,775
Change in trade and other payables	(282,405)	(4,188,691)
Cash generated from /(used in) operating activities	2,494,152	(872,754)
Post-employment benefits paid	(21,632)	(4,110)
Net cash generated from /(used in) operating activities	2,472,520	(876,864)
<b>Cash flows from investment activities</b>		
Paid for purchase of property, plant and equipment	(12,291)	(237,150)
Paid for purchase of intangible assets	(1,106,890)	(1,951)
Interest income received	365,730	325,506
Proceeds from the sale of property, plant and equipment	-	815,954
Time deposits	2,000,000	-
Dividends received	25,798	7,539
Net cash generated from investing activities	1,272,347	909,898
<b>Cash flows from financing activities</b>		
Net proceed from loans and bank facilities	512,375	3,611,068
Paid for finance costs	(1,134,314)	(645,756)
Repayment of lease liabilities	(1,455,260)	(1,464,672)
Repayment of interest on lease liabilities	(231,427)	(219,016)
Dividends paid	(2,651)	(22,753)
Net cash (used in)/ generated from financing activities	(2,311,277)	1,258,871
Net change in cash and cash equivalents	1,433,590	1,291,905
<b>Cash and cash equivalents at the beginning of the period</b>	<b>43,930,138</b>	<b>36,937,818</b>
<b>Cash and cash equivalents at the end of the period (note 6)</b>	<b>45,363,728</b>	<b>38,229,723</b>

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



**Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025**

**(Unaudited)**

*(All amounts are in Kuwaiti Dinar unless otherwise stated)*

**1. Company's incorporations**

Kuwait National Cinema Company K.P.S.C. "the Parent Company" is a Kuwaiti Public Shareholding Company registered and incorporated in Kuwait on 5 October 1954 and is licensed to engage in all activities relating to the cinema industry, entertainment, and cultural events.

The Parent Company is listed on Boursa Kuwait.

The Parent Company's address is Old Khaitan area, block number 9, building Number 164, second floor, office (1+2), P.O. Box 502 Safat, 13006 Safat, Kuwait.

This Consolidated financial information includes the financial information of the Parent Company and the financial information of its following subsidiaries together referred to as "the Group":

	Ownership percentage (%)	Activity	Incorporation country
International Film Distribution Company K.S.C.C.	99.25	Publishing and film distribution	Kuwait
Al-Kout Film Production and Distribution Company S.A.E.	100	Production and film distribution	Egypt

The interim condensed consolidated financial information for the three months ended 31 March 2025 was authorized for issuance by the Board of Directors on 11 May 2025.

**2. Basis of preparation and significant accounting policies**

**2.1 Basis of preparation**

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. (34), "Interim Financial Reporting".

The interim condensed consolidated financial information does not include all information and disclosures required for complete financial statements in accordance with International Financial Reporting Standards ("IFRS"). Accounting Standards.

In the management's opinion, all necessary adjustments, including recurring accruals have been included in the interim condensed consolidated financial information for fair presentation. The operating results for the period ended 31 March 2025 are not necessarily indicative of results that may be expected for the year ending 31 December 2025. For further information, refer to the consolidated financial statements and its related notes for the year ended 31 December 2024.

**2.2 Summary of changes in significant accounting policies**

The accounting policies used in the preparation of this interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2024.

Amendments to IFRSs - Accounting Standards which are effective for annual accounting period starting from 1 January 2025 did not have any material impact on the accounting policies, financial position or performance of the Group.

The Group has not early adopted any standards, interpretations and amendments that had been issued but is not yet effective.

**3. Fair value estimation**

The fair values of financial assets and financial liabilities are determined as follows:

- Level one: Quoted prices in active markets for identical assets or liabilities.
- Level two: Quoted prices in an active market for similar instruments. Quoted prices for identical assets or liabilities in market that is not active. Inputs other than quoted prices that are observable for assets and liabilities.
- Level three: valuation techniques that are not based on observable market data.

## Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025

## (Unaudited)

(All amounts are in Kuwaiti Dinar unless otherwise stated)

The table below gives information about how the fair values of the significant financial assets and liabilities are determined:

	Fair value as at			Fair value hierarchy	Valuation technique(s) and Key input(s)	Significant unobservable inputs	Relation of unobservable inputs to fair value
	31 March 2025	31 December 2024	31 March 2024				
<b>Equity instruments designated as FVTOCI</b>							
Quoted shares	6,495,234	6,870,049	7,783,192	Level 1	Last bid price	N/A	N/A
Unquoted shares	396,754	396,754	225,424	Level 3	Discounted cash flows	Discount rate	Higher discount results in value decline
Unquoted shares	33,794	33,794	10,000	Level 3	market comparative and adjusted book value	Discount rate	Higher discount results in value decline
	<u>6,925,782</u>	<u>7,300,597</u>	<u>8,018,616</u>				

**Adjustment to determine fair value hierarchy 3**

	31 March 2025	31 December 2024 (Audited)	31 March 2024
Balance at the beginning of the period/year	430,548	66,194	66,194
Change in fair value	-	364,354	169,230
Balance at the ending of the period/year	<u>430,548</u>	<u>430,548</u>	<u>235,424</u>

The fair value of other financial assets and financial liabilities approximately equal its book value as at the interim financial information date.

**4. Right-of-use assets**

The Group as a lessee has leased several assets including buildings and lands. The average lease term is from 2 till 17 years. The Group's obligations are secured by the lessors' title to the leased assets for such leases.

	31 March 2025	31 December 2024 (Audited)	31 March 2024
<b>Net carrying amount</b>			
Balance at the beginning of the period/year	11,864,903	15,582,038	15,582,038
Amortization	(456,694)	(2,017,135)	(497,669)
Impairment in value	-	(1,700,000)	-
Balance at the ending of the period/year	<u>11,408,209</u>	<u>11,864,903</u>	<u>15,084,369</u>

**Lease liabilities**

	31 March 2025	31 December 2024 (Audited)	31 March 2024
<b>Non-Current lease liabilities</b>			
Amounts due for settlement after 12 months	23,820,707	25,312,733	26,256,713
<b>Current lease liabilities</b>			
Amounts due for settlement within 12 months	2,167,921	2,131,155	1,928,975
	<u>25,988,628</u>	<u>27,443,888</u>	<u>28,185,688</u>

**Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025**

**(Unaudited)**

*(All amounts are in Kuwaiti Dinar unless otherwise stated)*

**Maturity analysis**

Maturity dates of undiscounted lease liabilities are as follows:

	<b>31 March 2025</b>	<b>31 December 2024 (Audited)</b>	<b>31 March 2024</b>
Not later than 1 year	2,167,921	2,131,155	1,928,975
Later than 1 year and not later than 5 years	8,229,537	9,724,524	12,846,737
Later than 5 years	23,643,118	23,871,584	23,871,584
	34,040,576	35,727,263	38,647,296
Less unearned interest	(8,051,948)	(8,283,375)	(10,461,608)
	25,988,628	27,443,888	28,185,688

Movement on lease liabilities during the period/year is as follows:

	<b>31 March 2025</b>	<b>31 December 2024 (Audited)</b>	<b>31 March 2024</b>
Balance as at the beginning of the period/ year	27,443,888	29,650,360	29,650,360
Finance costs	231,427	974,579	219,016
Lease Payment	(1,686,687)	(3,181,051)	(1,683,688)
Balance at the end of the period/ year	25,988,628	27,443,888	28,185,688

All above transactions have been eliminated during the preparation of consolidated statement of cash flows as they are non-cash transactions except for the lease payments.

The following table shows the different types of expenses related to leases and recognized in the consolidated statement of income:

	<b>Three months ended 31 March</b>	
	<b>2025</b>	<b>2024</b>
Amortization on right-of-use assets	456,694	497,669
Interest on lease liabilities	231,427	219,016
Expenses related to short-term leases (included in operating costs)	1,995	7,976
Expenses related to variable lease payments not included in the measurement of the lease liability (included in operating costs)	176,076	168,608
	866,192	893,269

**5. Investments in an associate**

This represents the Group's investment in Tamdeen Shopping Center K.S.C. (Closed) at 30%.

	<b>31 March 2025</b>	<b>31 December 2024 (Audited)</b>	<b>31 March 2024</b>
Balance as at the beginning of the period/ year	52,702,065	48,925,862	48,925,862
Group's share in an associate's results	1,289,986	5,681,169	1,220,846
Group's share of reserves	165,181	345,034	765,543
Dividends	-	(2,250,000)	(2,250,000)
Balance at the end of the period/ year	54,157,232	52,702,065	48,662,251

## Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025

(Unaudited)

(All amounts are in Kuwaiti Dinar unless otherwise stated)

## 6. Cash at banks, and investment portfolios

	31 March 2025	31 December 2024 (Audited)	31 March 2024
Cash on hand	55,626	15,782	132,695
Banks' current accounts	16,797,187	8,861,967	12,259,714
Time deposits (less than three months)	25,327,585	31,895,212	23,211,116
Cash in investment portfolios	3,183,329	3,157,177	2,626,198
Cash and cash equivalent	45,363,728	43,930,138	38,229,723
Time deposits (more than three months)	-	2,000,000	-
Expected credit losses	(4,442)	(4,442)	(4,442)
	45,359,286	45,925,696	38,225,281

The yield rate on time deposits is 3.9 % as at 31 March 2025 (4.17% as at 31 December 2024 , 3.9% as at 31 March 2024)

## 7. Treasury shares

	31 March 2025	31 December 2024 (Audited)	31 March 2024
Number of treasury shares (share)	8,460,323	8,460,323	8,460,323
Percentage to issued shares (%)	8.37	8.37	8.37
Market value	10,558,483	9,813,975	12,538,198

The Parent Company commit to retain reserves and retained earnings equivalent to the treasury shares throughout the period, in which they are held by the Parent Company, pursuant to the relevant instructions of the regulatory authorities.

## 8. Other reserves

	Land revaluation reserve	Change in fair value reserve	Foreign currency translation reserve	Treasury shares reserve	Total
<b>Balance at 1 January 2024</b>	11,757,139	8,163,646	638,304	127,093	20,686,182
Changes in fair value of financial investments at FVTOCI	-	2,117,332	-	-	2,117,332
Foreign currency translation reserve	-	-	245,019	-	245,019
Other comprehensive income for the period	-	2,117,332	245,019	-	2,362,351
<b>Balance at 31 March 2024</b>	11,757,139	10,280,978	883,323	127,093	23,048,533
<b>Balance at 1 January 2025</b>	11,929,938	9,249,759	1,028,495	127,093	22,335,285
Changes in fair value of financial investments at FVTOCI	-	(210,792)	-	-	(210,792)
Foreign currency translation reserve	-	-	1,158	-	1,158
Other comprehensive losses for the period	-	(210,792)	1,158	-	(209,634)
<b>Balance at 31 March 2025</b>	11,929,938	9,038,967	1,029,653	127,093	22,125,651

## Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025

(Unaudited)

(All amounts are in Kuwaiti Dinar unless otherwise stated)

## 9. Trade and other payables

	31 March 2025	31 December 2024 (Audited)	31 March 2024
<u>Non-current</u>			
Retention payable to contractors	2,753,254	2,714,696	3,229,465
Others' deposits	5,212,505	5,172,482	5,430,144
	<u>7,965,759</u>	<u>7,887,178</u>	<u>8,659,609</u>
<u>Current</u>			
Trade payables	4,589,069	4,100,570	4,520,986
Provision for claims	2,154,065	2,154,065	2,154,065
Dividends payable	1,203,796	1,206,856	8,460,718
Construction contracts liabilities of investment properties	4,020,029	4,976,798	5,829,402
Expenses and accrued leaves	1,866,945	1,891,707	2,426,665
Deferred income	1,286,324	1,206,072	1,153,731
Board of Directors' remuneration	35,000	35,000	-
KFAS	16,201	75,080	13,664
NLST	406,177	335,931	339,339
Zakat	88,557	73,753	71,903
Other payables	46,856	51,999	38,824
	<u>15,713,019</u>	<u>16,107,831</u>	<u>25,009,297</u>
	<u>23,678,778</u>	<u>23,995,009</u>	<u>33,668,906</u>

## 10. Loans and bank facilities

	31 March 2025	31 December 2024 (Audited)	31 March 2024
<u>Long term</u>			
Islamic finance	67,774,750	67,774,750	63,325,154
	<u>67,774,750</u>	<u>67,774,750</u>	<u>63,325,154</u>
<u>Short term</u>			
Islamic finance	13,630,250	13,630,250	13,595,000
Loans	7,000,000	7,000,000	7,000,000
Banks - overdraft	616,972	104,597	1,160,356
	<u>21,247,222</u>	<u>20,734,847</u>	<u>21,755,356</u>
	<u>89,021,972</u>	<u>88,509,597</u>	<u>85,080,510</u>

- Loans and bank facilities -long term- granted to the Group from local banks against commitments from the Group represents mainly in transferring the revenues of investments property to the Group's accounts with those banks.
- The repayment period of long-term loans ranges between 2 to 6 years.
- The effective interest rate on loans and bank facilities was 1.02 % during three month ended 31 March 2025 (1.02% during year 2024, 1.04% during three month ended 31 March 2024).

## 11. Operating income

	Three months ended 31 March	
	2025	2024
Revenue of cinema's and Buffets activities	3,743,022	3,554,460
Revenue of investment properties activities	3,904,406	3,712,302
	<u>7,647,428</u>	<u>7,266,762</u>

## 12. Operating costs

	Three months ended 31 March	
	2025	2024
Cost of cinema's and Buffets activities	3,486,640	3,470,115
Cost of investment properties activities	1,290,113	1,028,223
	<u>4,776,753</u>	<u>4,498,338</u>

## Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025

(Unaudited)

(All amounts are in Kuwaiti Dinar unless otherwise stated)

**13. Earnings per share**

Basic and diluted earnings per share are computed by dividing profit during the period by the weighted average number of ordinary shares outstanding during the period as follows:

	Three months ended 31 March	
	2025	2024
Net profit for the period attributable for shareholders of the Parent Company	2,850,712	2,517,191
Weighted average number of outstanding shares less treasury shares (share)	92,602,177	92,602,177
Basic and diluted earnings per share attributable to the shareholders of the Parent Company (fills)	30.78	27.18

Both basic and diluted earnings per share are equal since the Parent Company does not have diluted outstanding instruments.

**14. Segments information**

Information regarding the Group's operating segments is set out below in accordance with IFRS 8 "Operating Segments". IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the "Executive management" who are the Chief Operating decision-makers in order to allocate resources to the segment and to assess its performance. The Group's CEO is identified as a chief operating decision maker for the Group.

The main objective of the Group is to engage in activities relating to the cinema industry, entertainment, and culture events. In addition, the Group invests its available excess funds through investment portfolios, and investment properties in the state of Kuwait.

The following is the segment information which is presented to the management:

- Cinema and Buffets Segment: Represents all activities related to cinema shows, films distribution as well as activities related to buffets supplemented to theatres.
- Financial Investments Segment: Represents investment in equity, investment funds and investments in an associate.
- Investment properties Segment: Represents activities related to real estates including rental of investment properties.

The following schedule presents the information about revenues, profit, and assets for each division:

	31 March 2025				
	Cinema & buffets Segment	Financials Investments Segment	Investment Properties Segment	Unallocated items	Total
Net revenues	3,743,022	1,315,784	3,904,406	951,614	9,914,826
Costs	(3,486,640)	-	(1,290,113)	(2,287,045)	(7,063,798)
Segment's profit/ (loss)	256,382	1,315,784	2,614,293	(1,335,431)	2,851,028
Assets	35,455,921	64,266,343	89,832,940	46,190,509	235,745,713

	31 March 2024				
	Cinema & buffets Segment	Financials Investments Segment	Investment Properties Segment	Unallocated items	Total
Net revenues	3,554,460	1,228,385	3,712,302	1,302,357	9,797,504
Costs	(3,470,115)	-	(1,028,223)	(2,781,788)	(7,280,126)
Segment's profit/ (loss)	84,345	1,228,385	2,684,079	(1,479,431)	2,517,378
Assets	39,868,061	61,557,064	90,266,374	39,426,646	231,118,145

**15. Related parties transactions**

Related parties represent the shareholders who have representatives in the Boards of Directors, members of the Boards of Directors, Senior Management and the companies, which are controlled by the major shareholders. In the ordinary course of business, the Group entered into transactions with related parties during the period.



Notes to the Interim Condensed Consolidated Financial Information for the three months ended 31 March 2025

(Unaudited)

(All amounts are in Kuwaiti Dinar unless otherwise stated)

The volume and nature of those transactions during the period and the related balances:

	31 March 2025	31 March 2024
<b>Related parties transactions</b>		
Key management compensation	73,874	75,419
Expenses (rents, consultancy and others)	240,380	209,125
Other income	28,961	29,219

	31 March 2025	31 December 2024 (Audited)	31 March 2024
<b>Balances resulting from those transactions:</b>			
Cash at investment portfolios	3,183,329	3,157,177	2,626,198
Key management compensation balance long term	253,933	281,686	219,937

A related party manages investment portfolios on behalf of the Group. The book value of such portfolio is amounted to KD 6,925,782 as at 31 March 2025 (KD 7,300,597 as at 31 December 2024, KD 8,018,616 as at 31 March 2024).

All transactions are subject to the approval of the shareholders in the General Assembly meeting.

16. Capital commitments and Contingent liabilities

16.1 Capital commitments

	31 March 2025	31 December 2024 (Audited)	31 March 2024
Estimated capital expenditure contractual	-	-	5,829,402
Future commitments for purchasing films	1,052,640	739,200	986,201

16.2 Contingent liabilities

letters of guarantee	2,328,695	2,328,445	2,298,462
----------------------	-----------	-----------	-----------

17. Ordinary general assembly meeting

On 27 April 2025, the ordinary General Assembly of shareholders approved the consolidated financial statements for the year ended 31 December 2024, approved the distribution of cash dividends of 80 fils per share after deducting treasury shares, and Board of Directors remuneration of KD 35,000 for the year 2024.