

**United Gulf Holding Company B.S.C.**

Interim Condensed Consolidated Financial Statements  
for the six-month period ended 30 June 2025 (Reviewed)

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<b>Commercial registration number</b>	114160
<b>Board of directors</b>	Masoud Hayat Faisal Al Ayyar Khaled Al Sharrad Sunny Bhatia Mazen Hawwa Mubarak Al Maskati Bader Al Awadhi Mohammed Haroon
<b>Chief Executive Officer</b>	Hussain A. Lalani
<b>Registered address</b>	PO Box 5565, Office 12 Building 440, Road 1705 Block 317, Diplomatic area Kingdom of Bahrain
<b>Auditor</b>	RSM Bahrain PO Box 11816, Manama Kingdom of Bahrain

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F +973 17537757[www.rsm.bh](http://www.rsm.bh)**Report on review of interim condensed consolidated financial statements**  
To the Board of Directors of United Gulf Holding Company B.S.C.**Introduction**

We have reviewed the accompanying interim condensed consolidated statement of financial position of United Gulf Holding Company B.S.C. (the "Company") and its subsidiaries (together, the "Group") as at 30 June 2025, and the related interim condensed consolidated statements of income and other comprehensive income for the three-month and six-month periods then ended, and the interim condensed consolidated statement of changes in equity and cash flows for the six-month period then ended and explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (IAS) 34 – Interim Financial Reporting. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

**Scope of Review**

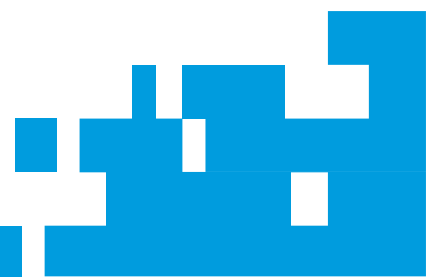
We conducted our review in accordance with International Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial 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 statements are not prepared, in all material respects, in accordance with IAS 34.

**RSM Bahrain**  
**Partner's registration no. 152**  
**Manama, Kingdom of Bahrain**  
**13 August 2025****THE POWER OF BEING UNDERSTOOD**  
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**United Gulf Holding Company B.S.C.**


Interim condensed consolidated statement of financial position

As at 30 June 2025

(in US Dollars '000)

	Note	30 June 2025 (Reviewed)	31 December 2024 (Audited)	30 June 2024 (Reviewed)
<b>Assets</b>				
Demand and call deposits with banks	3	70,852	75,650	209,299
Placements with banks	3	41,842	147,297	224,452
Investments at fair value through profit or loss (FVTPL)		410,879	279,210	473,298
Investments at fair value through other comprehensive income (FVTOCI)		197,677	195,894	306,316
Investments carried at amortised cost		24,626	2,074	11,320
Loans and receivables		487,353	418,396	454,164
Other assets		50,959	29,399	100,644
Investment in associates		686,895	678,486	755,406
Investment properties		23,576	20,926	149,116
Property and equipment		24,820	23,612	39,531
Goodwill and other intangible assets		2,934	2,907	63,937
Assets of disposal group classified as held-for-sale		-	731,741	-
<b>Total assets</b>		<b>2,022,413</b>	<b>2,605,592</b>	<b>2,787,483</b>
<b>Liabilities and equity</b>				
<b>Liabilities</b>				
Due to banks and other financial institutions		218,577	257,147	379,163
Deposits from customers		791,997	679,119	833,104
Loans payables		650,438	788,712	1,009,717
Loans from parent	7	98,000	98,000	82,500
Other liabilities		54,929	38,828	99,667
Liabilities directly associated with disposal group classified as held for sale		-	386,848	-
<b>Total liabilities</b>		<b>1,813,941</b>	<b>2,248,654</b>	<b>2,404,151</b>
<b>Equity</b>				
Share capital	6	219,547	219,547	219,547
Share premium		-	-	169,558
Treasury shares		(320)	(320)	(320)
Treasury share reserve		(1,518)	(1,518)	(1,518)
Statutory reserve		3,285	3,285	3,285
Fair value reserve		(84,293)	(106,850)	(73,166)
Foreign currency translation reserve		(18,707)	(30,735)	(27,802)
Retained earnings / (Accumulated deficit)		53,703	88,857	(94,549)
<b>Equity attributable to the shareholders of the Parent</b>		<b>171,697</b>	<b>172,266</b>	<b>195,035</b>
Perpetual Additional Tier 1 Capital directly associated with disposal group classified as held for sale		-	33,000	33,000
Non-controlling interests		36,775	36,413	155,297
NCI directly associated with disposal group classified as held for sale		-	115,259	-
<b>Total equity</b>		<b>208,472</b>	<b>356,938</b>	<b>383,332</b>
<b>Total liabilities and equity</b>		<b>2,022,413</b>	<b>2,605,592</b>	<b>2,787,483</b>

These interim condensed consolidated financial statements were approved by the Board of Directors on 13 August 2025 and signed on its behalf by:

  
 Masaud Hayat  
 Chairman

  
 Faisal Al Ayyar  
 Vice Chairman

  
 Hussain Lalani  
 Chief Executive Officer

Notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

**United Gulf Holding Company B.S.C.**


Interim condensed consolidated statement of income

For the six-month period ended 30 June 2025

(in US Dollars '000)

Note	<b>Three-month period ended 30 June</b>		<b>Six-month period ended 30 June</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
<b>Continuing operations</b>				
Interest income	21,751	32,603	42,250	58,300
Fees and commissions (expenses) / income - net	(400)	435	(856)	659
Foreign currency (losses) / gains - net	(2,058)	(1,073)	(1,286)	1,191
Share of results of associates	5,425	6,552	10,220	12,077
Investment (loss) - net	(2,870)	(3,025)	(1,446)	(4,100)
<b>Total income</b>	<b>21,848</b>	<b>35,492</b>	<b>48,882</b>	<b>68,127</b>
Interest expense	(19,638)	(25,068)	(39,471)	(56,219)
<b>Operating income from continuing operations before expenses, provisions and tax</b>	<b>2,210</b>	<b>10,424</b>	<b>9,411</b>	<b>11,908</b>
Salaries and benefits	(6,780)	(6,472)	(12,687)	(13,420)
General and administrative expenses	(4,331)	(4,015)	(8,783)	(8,433)
<b>Operating loss from continuing operations before provisions and tax</b>	<b>(8,901)</b>	<b>(63)</b>	<b>(12,059)</b>	<b>(9,945)</b>
Net impairment (loss) / reversal on investments	(17)	(10)	(17)	21
Provisions - net	(2,148)	(3,598)	(1,352)	(2,016)
<b>Net loss from continuing operations before tax</b>	<b>(11,066)</b>	<b>(3,671)</b>	<b>(13,428)</b>	<b>(11,940)</b>
Tax expense	(674)	(1,539)	(1,292)	(3,272)
<b>Net loss for the period from continuing operations</b>	<b>(11,740)</b>	<b>(5,210)</b>	<b>(14,720)</b>	<b>(15,212)</b>
<b>Discontinued operations:</b>				
Net (loss) / profit after tax from discontinued operations	5	-	(305)	3,880
<b>Net loss for the period</b>	<b>(11,740)</b>	<b>(5,515)</b>	<b>(10,840)</b>	<b>(12,457)</b>
<b>Net (loss) / profit attributable to:</b>				
<b>Shareholders of the parent:</b>				
Continuing operations	(11,001)	(4,931)	(14,573)	(14,727)
Discontinued operations	-	(1,659)	870	(540)
	<b>(11,001)</b>	<b>(6,590)</b>	<b>(13,703)</b>	<b>(15,267)</b>
<b>Non-controlling interest:</b>	<b>(739)</b>	<b>1,075</b>	<b>2,863</b>	<b>2,810</b>
	<b>(11,740)</b>	<b>(5,515)</b>	<b>(10,840)</b>	<b>(12,457)</b>
<b>Basic and diluted (loss) / profit per share attributable to shareholders of the Parent (US cents)</b>				
Continuing operations	(2.51)	(1.13)	(3.32)	(3.36)
Discontinued operations	-	(0.77)	0.20	(0.52)
	<b>(2.51)</b>	<b>(1.90)</b>	<b>(3.12)</b>	<b>(3.88)</b>

These interim condensed consolidated financial statements were approved by the Board of Directors on 13 August 2025 and signed on its behalf by:

  
Masaud Hayat  
Chairman

  
Faisal Al Ayyar  
Vice Chairman

  
Hussain Lalani  
Chief Executive Officer

Notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

**United Gulf Holding Company B.S.C.**

Interim condensed consolidated statement of other comprehensive income

For the six-month period ended 30 June 2025

(in US Dollars '000)

	<b>Three-month period ended 30 June</b>		<b>Six-month period ended 30 June</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
<b>Net loss for the period</b>	<b>(11,740)</b>	<b>(5,515)</b>	<b>(10,840)</b>	<b>(12,457)</b>
<b>Other comprehensive income:</b>				
<b><i>Items that may be reclassified to profit or loss in subsequent periods:</i></b>				
Foreign currency translation adjustments	9,828	3,326	13,904	(352)
Net share of other comprehensive loss of associates	(2,412)	(1,462)	(1,991)	(5,077)
Net change in fair value of debt investments measured at FVTOCI	1,203	57	1,020	177
Net change in cash flow hedges	(366)	(2,052)	(868)	(1,600)
	<b>8,253</b>	<b>(131)</b>	<b>12,065</b>	<b>(6,852)</b>
<b><i>Items that will not be reclassified to profit or loss in subsequent periods:</i></b>				
Net change in fair value of equity investments measured at FVTOCI	130	(2,535)	892	466
	<b>130</b>	<b>(2,535)</b>	<b>892</b>	<b>466</b>
<b>Other comprehensive income / (loss) for the period</b>	<b>8,383</b>	<b>(2,666)</b>	<b>12,957</b>	<b>(6,386)</b>
<b>Total comprehensive (loss) / income for the period</b>	<b>(3,357)</b>	<b>(8,181)</b>	<b>2,117</b>	<b>(18,843)</b>
<b>Total comprehensive (loss) / income attributable to:</b>				
<b>- Shareholders of the Parent</b>	<b>(2,795)</b>	<b>(8,253)</b>	<b>(1,267)</b>	<b>(21,922)</b>
Continuing operations	(2,795)	(7,040)	(5,774)	(23,426)
Discontinued operations	-	(1,213)	4,507	1,504
<b>- Non-controlling interests</b>	<b>(562)</b>	<b>72</b>	<b>3,384</b>	<b>3,079</b>
	<b>(3,357)</b>	<b>(8,181)</b>	<b>2,117</b>	<b>(18,843)</b>

Notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

**United Gulf Holding Company B.S.C.**

Interim condensed consolidated statement of changes in equity for the six-month period ended 30 June 2025

(in US Dollars '000)

	Attributable to equity holders of the Parent Company											
	Share Capital	Share Premium	Treasury Shares	Treasury Share reserve	Statutory reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings / (Accumulated deficit)	Total	Perpetual Additional Tier 1 Capital	Non-Controlling interests	Total equity
As at 1 January 2025	219,547	-	(320)	(1,518)	3,285	(106,850)	(30,735)	88,857	172,266	33,000	151,672	356,938
Net (loss) / profit for the period	-	-	-	-	-	-	-	(13,703)	(13,703)	-	2,863	(10,840)
Other comprehensive income	-	-	-	-	-	408	12,028	-	12,436	-	521	12,957
Total comprehensive income / (loss) for the period	-	-	-	-	-	408	12,028	(13,703)	(1,267)	-	3,384	2,117
Other equity movements of associates	-	-	-	-	-	(291)	-	1,725	1,434	-	-	1,434
Acquisition of non-controlling interest	-	-	-	-	-	(14)	-	(722)	(736)	-	(616)	(1,352)
Other movements in non-controlling interest	-	-	-	-	-	-	-	-	-	-	2,236	2,236
Disposal of subsidiaries	-	-	-	-	-	22,454	-	(22,454)	-	(33,000)	(119,901)	(152,901)
As at 30 June 2025 (Reviewed)	219,547	-	(320)	(1,518)	3,285	(84,293)	(18,707)	53,703	171,697	-	36,775	208,472
As at 1 January 2024	219,547	169,558	(320)	(1,518)	3,285	(73,335)	(27,261)	(73,923)	216,033	33,000	155,902	404,935
Net (loss) / profit for the period	-	-	-	-	-	-	-	(15,267)	(15,267)	-	2,810	(12,457)
Other comprehensive (loss) / income	-	-	-	-	-	(6,114)	(541)	-	(6,655)	-	269	(6,386)
Total comprehensive (loss) / income for the period	-	-	-	-	-	(6,114)	(541)	(15,267)	(21,922)	-	3,079	(18,843)
Transfer upon disposal of equity investments carried at FVTOCI	-	-	-	-	-	6,283	-	(6,283)	-	-	-	-
Other equity movements of associates	-	-	-	-	-	-	-	2,685	2,685	-	-	2,685
Interest payment on Perpetual Additional Tier 1 Capital	-	-	-	-	-	-	-	(1,761)	(1,761)	-	-	(1,761)
Other movements in non-controlling interests	-	-	-	-	-	-	-	-	-	-	(3,684)	(3,684)
As at 30 June 2024 (Reviewed)	219,547	169,558	(320)	(1,518)	3,285	(73,166)	(27,802)	(94,549)	195,035	33,000	155,297	383,332

Notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.



**United Gulf Holding Company B.S.C.**

Interim condensed consolidated statement of cash flows

For the six-month period ended 30 June 2025

(in US Dollars '000)

		Six-month period ended 30 June	
	Note	2025 (Reviewed)	2024 (Reviewed)
<b>Cash flows from operating activities:</b>			
Net loss before tax from continuing operations		(13,428)	(11,940)
Net profit before tax from discontinued operations	5	4,002	3,262
Net loss before tax for the period		(9,426)	(8,678)
<b>Adjustments for non-cash items:</b>			
Depreciation and amortisation		2,153	3,200
Share of results of associates		(13,967)	(14,700)
Provisions - net		1,381	3,482
Net impairment (loss) / reversal on investments		17	(21)
Gain on investments at FVTPL		(4,613)	(2,136)
Loss on disposal of discontinued operations	5	2,919	-
Interest income		(43,373)	(62,500)
Interest expense		42,844	67,409
<b>Changes in operating assets and liabilities:</b>			
Placements with banks		2,178	(616)
Investments at FVTPL		(134,622)	50,844
Investments at FVTOCI		(241)	11,724
Investments carried at amortised cost		(22,553)	17,079
Loans and receivables		(70,167)	39,556
Other assets		(77,723)	(6,461)
Due to banks and other financial institutions		(93,293)	(182,203)
Deposits from customers		135,055	(116,039)
Other liabilities		89,134	(4,876)
Interest received		45,908	64,556
Interest paid		(54,002)	(69,981)
Donations		-	(11)
Directors' remuneration		-	(100)
<b>Net cash used in operating activities</b>		<b>(202,391)</b>	<b>(210,472)</b>
<b>Cash flows from investing activities:</b>			
Payment for property and equipment - net		(2,514)	(1,823)
Investment in associates - net		11,064	12,034
Proceeds from sale of subsidiary	5	58,698	-
<b>Net cash generated from investing activities</b>		<b>67,248</b>	<b>10,211</b>
<b>Cash flows from financing activities:</b>			
Loans from parent		-	37,500
Repayment of term loans - net		(139,113)	2,383
Interest payment on Perpetual Additional Tier 1 Capital		-	(1,761)
Movement in non-controlling interests		(780)	(3,684)
<b>Net cash (used in) / provided by financing activities</b>		<b>(139,893)</b>	<b>34,438</b>
Foreign currency translation adjustments		2,897	1,057
<b>Net change in cash and cash equivalents</b>		<b>(272,139)</b>	<b>(164,766)</b>
Cash and cash equivalents as at the beginning of the period	3	364,760	561,714
<b>Cash and cash equivalents as at the end of the period</b>	<b>3</b>	<b>92,621</b>	<b>396,948</b>

Notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

## **United Gulf Holding Company B.S.C.**

Notes to the interim condensed consolidated financial statements

For the six-month period ended 30 June 2025

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### **1. Incorporation and principal activities**

United Gulf Holding Company B.S.C. ("the Company") is a joint stock company incorporated in the Kingdom of Bahrain on 28 June 2017 under Commercial Registration number 114160 and is listed on the Bahrain Bourse. The Company's registered office is situated at UGB Tower, Diplomatic Area, P.O. Box 5565, Manama, Kingdom of Bahrain.

The principal activities of the Company and its subsidiaries (together the "Group") mainly comprise of commercial banking. Commercial banking includes extending loans and other credit facilities, accepting deposits and current accounts from corporate and institutional customers.

The Company's parent and ultimate holding company is Kuwait Projects Company (Holding) K.S.C. ("KIPCO"), a company incorporated in the State of Kuwait and listed on the Kuwait Stock Exchange (Boursa Kuwait). As at 30 June 2025, KIPCO owned 89.9% of the Company's outstanding shares (31 December 2024: 89.9%).

These interim condensed consolidated financial statements were authorised for issue by the Company's Board of Directors on 13 August 2025.

### **2. Basis of preparation and material accounting policies**

#### **2.1. Basis of preparation**

The interim condensed consolidated financial statements of the Group for the six-month period ended 30 June 2025 have been prepared in accordance with IAS 34 - Interim Financial Reporting. The Group has prepared the interim condensed consolidated financial statements on the basis that it will continue to operate as a going concern. The Board of Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2024.

#### **2.2. Presentation and functional currency**

The interim condensed consolidated financial statements have been presented in United States Dollars (USD), which is also the functional currency of the Company, and are rounded to the nearest USD thousands, unless otherwise indicated.

#### **2.3. New and amended standards and interpretations adopted by the Group**

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those used in previous year, except for the adoption of the following new and amended standards and interpretation applicable to the Group, which are effective for annual periods beginning on or after 1 January 2025. The adoption of the below new and amended standards and interpretations did not have any significant impact on the Group's interim condensed consolidated financial statements.

- Amendments to IAS 21 - Lack of exchangeability

**United Gulf Holding Company B.S.C.**

Notes to the interim condensed consolidated financial statements

For the six-month period ended 30 June 2025

**2.4. Basis of consolidation**

These interim condensed consolidated financial statements include the interim condensed financial statements of the Company and its subsidiaries as at and for the six-month period ended 30 June 2025. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses, and cash flows relating to transactions between members of the Group are eliminated in full on consolidation. The basis of consolidation used in these interim condensed consolidated financial statements of the Group is consistent with the basis of consolidation used and disclosed in the annual consolidated financial statements of the Group for the year ended 31 December 2024.

The principal subsidiaries of the Company are as follows:

Name of the subsidiary	Country of incorporation	Ownership % at		Year of incorporation
		30 June 2025	31 December 2024	
<b><i>Held directly</i></b>				
United Gulf Bank B.S.C. (c) [UGB]*	Bahrain	-	100%	1980
FIMBank Group [FIMBank]	Malta	80%	80%	1994
Hatoon Real Estate Company	Kuwait	100%	100%	2008
Syria Gulf Investment Company	Syria	99%	99%	2007
United Gulf Financial Services Company North Africa [UGFS-NA]	Tunisia	84%	84%	2008
<b><i>Held through UGB</i></b>				
KAMCO Investment Company K.S.C.P. [KAMCO]	Kuwait	-	60%	1998
United Gulf Realty International, Ltd [UGRIL]	B.V.I.	-	50%	2012
Manafae Investment Company	Kuwait	-	54%	2005
N.S. 88	Bahrain	-	77%	2007
<b><i>Held through FIMBank</i></b>				
India Factoring and Finance Solutions Private Limited	India	100%	87%	2010
London Forfaiting Company Limited	U.K.	100%	100%	2009
London Forfaiting International Limited	U.K.	100%	100%	2009
London Forfaiting Americas Inc.	U.S.A.	100%	100%	2009
London Forfaiting do Brasil Ltd.	Brazil	100%	100%	2009
FIM Factors B.V.	Netherlands	100%	100%	2009
FIM Business Solutions Limited	Malta	100%	100%	2009
FIM Property Investment Limited	Malta	100%	100%	2010
The Egyptian Company for Factoring S.A.E.	Egypt	100%	100%	2016
<b><i>Held through KAMCO</i></b>				
1925 Investor Inc.	Jersey	-	100%	2022
Al Jazi Money Market Fund	Kuwait	-	51%	2007
Al Tadamun United Holding Company K.S.C.	Kuwait	-	100%	2017
American Boulevard Investor, Inc	U.S.A.	-	100%	2022
Bukeye Power Advisory Company L.L.C.	U.S.A.	-	48%	2017
Bukeye Power Manager Limited	Jersey	-	100%	2017
Centerstone Investor Inc.	U.S.A.	-	100%	2021
First Securities Brokerage Company K.S.C.	Kuwait	-	93%	1985
KAMCO Investment Company DIFC Limited	U.A.E.	-	100%	2013
KAMCO Investment Company Saudi	Saudi Arabia	-	100%	2013
KAMCO Global Fund	Kuwait	-	97%	2013

\* UGB has ceased to be a subsidiary from 1 March 2025.

**United Gulf Holding Company B.S.C.**

Notes to the interim condensed consolidated financial statements

For the six-month period ended 30 June 2025

(in US Dollars '000)

Name of the subsidiary	Country of incorporation	Ownership % as at		Year of incorporation
		30 June 2025	31 December 2024	
<b><i>Held through KAMCO (continued)</i></b>				
KAMCO MENA Plus Fixed Income Fund OEIC Ltd	U.A.E.	-	56%	2019
Kubbar United Real Estate Company	Kuwait	-	100%	2017
Kuwait Private Equity Opportunity Fund	Kuwait	-	73%	2004
Lawson Lane Investor Incorporation	U.S.A.	-	100%	2020
Nawasi United Holding Company K.S.C. (Closed)	Kuwait	-	96%	2017
Plans United Real Estate Co.	Kuwait	-	100%	2017
Project Plaza Investor Inc	U.S.A.	-	100%	2019
HP Plaza Investor Inc.	U.S.A.	-	100%	2019
KAMCO Investment Company Ltd	U.K.	-	100%	2023
KAMCO Capital Management Ltd.	Cayman Islands	-	100%	1998
KAMCO Capital Partners Ltd.	Cayman Islands	-	100%	2007
Martley Finance GP Limited	Jersey	-	100%	2020
Martley Holdings GP Limited	Jersey	-	100%	2020
<b><i>Held through UGFS-NA</i></b>				
United Gulf Financial Services UGAS	Tunisia	100%	100%	2010

**3. Cash and cash equivalents**

	30 June 2025 (Reviewed)	31 December 2024 (Audited)	30 June 2024 (Reviewed)
Demand and call deposits with banks	70,852	75,650	209,299
Placements with banks	41,842	147,297	224,452
	<b>112,694</b>	<b>222,947</b>	<b>433,751</b>

**Reconciliation to cash and cash equivalents at the end of the financial period / year**

The above figures are reconciled to cash and cash equivalents at the end of the financial period / year as shown in the interim condensed consolidated statement of cash flows as follows:

Time deposits with original maturities of more than ninety days	(12,653)	(9,880)	(27,857)
Mandatory reserves	(7,670)	(7,663)	(9,144)
Expected credit losses	250	177	198
Cash and cash equivalents directly associated with assets of disposal group classified as held-for-sale	-	159,179	-
<b>Cash and cash equivalents as per interim condensed consolidated statement of cash flows</b>	<b>92,621</b>	<b>364,760</b>	<b>396,948</b>

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**4. Movement in expected credit losses (ECL)**

The movement in the expected credit losses is as follows:

	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
<b>As at 1 January 2025</b>	3,271	4,551	10,254	<b>18,076</b>
Transfer between stages	(573)	105	468	-
Net remeasurement of loss allowances	1,246	696	(573)	<b>1,369</b>
Written-off during the period as uncollectible	-	-	(853)	<b>(853)</b>
Foreign exchange and other adjustments	(12)	(3)	486	<b>471</b>
<b>As at 30 June 2025 (Reviewed)</b>	<b>3,932</b>	<b>5,349</b>	<b>9,782</b>	<b>19,063</b>
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
<b>As at 1 January 2024</b>	19,226	3,578	19,817	<b>42,621</b>
Transfer between stages	(79)	(30)	109	-
Net remeasurement of loss allowances	1,646	1,730	106	<b>3,482</b>
Written-off during the period as uncollectible	-	-	(3,086)	<b>(3,086)</b>
Foreign exchange and other adjustments	(274)	(329)	1,488	<b>885</b>
<b>As at 30 June 2024 (Reviewed)</b>	<b>20,519</b>	<b>4,949</b>	<b>18,434</b>	<b>43,902</b>

**5. Discontinued operations**

On 25 August 2024, the Central Bank of Bahrain approved the acquisition of United Gulf Bank BSC (C) ("UGB") by Burgan Bank KPSC ("Burgan") and allowed a period of one year, from the date of this approval, to complete the transaction. Burgan received the final approval from the Central Bank of Kuwait on 17 December 2024 and the Company had entered into a Share Purchase Agreement (SPA) dated 14 January 2025 to execute the transfer. The transaction was closed on 25 February 2025 and the control was effectively transferred from the Group to Burgan from 1 March 2025. Accordingly, the Group has deconsolidated UGB in these interim condensed consolidated financial statements.

The results of UGB for the period are presented below:

	<b>Two-month period ended 28 February 2025 (Reviewed)</b>	<b>Six-month period ended 30 June 2024 (Reviewed)</b>
Income	19,978	46,971
Expenses	(13,057)	(42,927)
<b>Operating income before tax</b>	<b>6,921</b>	<b>4,044</b>
Tax expense	(122)	(507)
<b>Profit for the period</b>	<b>6,799</b>	<b>3,537</b>
Loss on sale of the discontinued operations	(2,919)	-
<b>Net profit for the period from discontinued operations</b>	<b>3,880</b>	<b>3,537</b>

The net cash flows generated from the sale of UGB are, as follows:

	<b>Amount</b>
Cash received from sale of the discontinued operations	190,000
Cash sold as a part of discontinued operations	(131,302)
<b>Net cash inflow on date of disposal</b>	<b>58,698</b>

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The net cash flows of UGB for the period are, as follows:

	<b>Two-month period ended 28 February 2025 (Reviewed)</b>	<b>Six-month period ended 30 June 2024 (Reviewed)</b>
Operating activities	(29,590)	15,594
Investing activities	568	306
Financing activities	(2,263)	11,319
Foreign currency translation adjustments	665	(1,322)
<b>Net change in cash and cash equivalents from discontinued operations, net of inter-company</b>	<b>(30,620)</b>	<b>25,897</b>

As UGB was sold prior to 30 June 2025, the assets and liabilities classified as held for sale are no longer included in the interim condensed consolidated statement of financial position.

**6. Share capital**

	<b>30 June 2025 (Reviewed)</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024 (Reviewed)</b>
<b>Authorised share capital:</b>			
Number of shares (in thousands)	505,400	505,400	505,400
Par value (USD)	0.50	0.50	0.50
	<b>252,700</b>	<b>252,700</b>	<b>252,700</b>
<b>Issued and fully paid up share capital:</b>			
Number of shares (in thousands)	439,094	439,094	439,094
Par value (USD)	0.50	0.50	0.50
	<b>219,547</b>	<b>219,547</b>	<b>219,547</b>

**7. Loans from parent**

	Note	<b>30 June 2025 (Reviewed)</b>	<b>31 December 2024 (Audited)</b>	<b>30 June 2024 (Reviewed)</b>
Subordinated debt	7.1	61,000	61,000	57,500
Loan	7.2	37,000	37,000	25,000
		<b>98,000</b>	<b>98,000</b>	<b>82,500</b>

**7.1** This facility is interest free with a maturity date of 31 December 2025 and is repayable in the form of shares, owned by the Group in an affiliate, that are equivalent to the outstanding liability.

**7.2** This facility is an interest free unsecured loan which is repayable on 31 December 2025.

**8. Taxation**

In 2021, OECD's Inclusive Framework (IF) on Base Erosion and Profit Shifting (BEPS) had agreed to a two-pillar solution in order to address tax challenges arising from digitalization of the economy. Under Pillar 2, multinational entities (MNE Group) whose revenue exceeds EUR 750 million are liable to pay corporate income tax at a minimum effective tax rate of 15% in each jurisdiction they operate. The jurisdictions in which the Group operates including the Kingdom of Bahrain and the State of Kuwait have joined the IF.

Currently the Group's revenue does not exceed EUR 750 million threshold but may be exposed to the global minimum tax by virtue of the Ultimate Parent Company ("UPE") which is domiciled and operating in the State of Kuwait.

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The Kingdom of Bahrain issued Decree Law No. (11) of 2024 ('Bahrain DMTT law') on 1 September 2024 introducing a Domestic Minimum Top-up Tax ("DMTT"). This law is applicable to Multi National Enterprises (MNEs) with consolidated annual revenues equal to or exceeding Euro 750 million during 2 of the previous 4 years. MNEs in scope of the law are subject to a tax of 15% on their profits generated in the Kingdom of Bahrain for fiscal years commencing on or after 1 January 2025.

The Group and its subsidiaries are subject to the above law. The Group meets the transitional CbCR safe harbour tests, and no payment obligations associated with DMTT is expected for the FY 2025, hence no provision for tax has been made for the period ended 30 June 2025. The Group continues to assess the potential impact and evaluate its overall exposure to Pillar 2 taxes.

**9. Segmental Information**

Following the management approach of IFRS 8, operating segments are reported in accordance with the internal reporting provided to the management, which is responsible for allocating resources to the reportable segments and assessing their performance. All operating segments reported by the Group meet the definition of a reportable segment under IFRS 8.

For management purposes, the Group is organized into business units based on the nature of their operations and services. The Group has two reportable operating segments being 'asset management and investment banking' and 'commercial banking'.

Asset management and investment banking (AMIB / Other)      Undertaking asset portfolio management, corporate finance, advisory, investments in quoted and private equity/funds, real estate, capital markets, international banking, treasury activities and holding companies' expenses.

Commercial banking      Loans and other credit facilities, deposit and current accounts from corporate and institutional customers.

Management monitors the operating results of its business units separately for the purpose of making decisions about resources allocation and performance assessment. Transactions between segments are generally recorded at estimated market rates.

**9.1.** Segment information of interim condensed consolidated statement of income for the six-month periods ended 30 June 2025 and 30 June 2024 was as follows:

	AMIB / Other	Commercial banking	Eliminations	Consolidated
<b>2025 (Reviewed)</b>				
Income from external customers	(246)	38,077	831	<b>38,662</b>
Share of results of associates	(18)	10,238	-	<b>10,220</b>
<b>Total income</b>	<b>(264)</b>	<b>48,315</b>	<b>831</b>	<b>48,882</b>
Interest expense	(22,732)	(15,908)	(831)	<b>(39,471)</b>
Salaries and benefits	(137)	(12,550)	-	<b>(12,687)</b>
General and administrative expenses	(956)	(7,827)	-	<b>(8,783)</b>
<b>Operating (loss) / profit before provisions and tax</b>	<b>(24,089)</b>	<b>12,030</b>	<b>-</b>	<b>(12,059)</b>
Provisions - net	-	(1,369)	-	<b>(1,369)</b>
Taxation - net	(78)	(1,214)	-	<b>(1,292)</b>
<b>Net (loss) / profit from continuing operations</b>	<b>(24,167)</b>	<b>9,447</b>	<b>-</b>	<b>(14,720)</b>
<b>Net profit from discontinued operations</b>	<b>3,880</b>	<b>-</b>	<b>-</b>	<b>3,880</b>
<b>Net (loss) / profit for the period</b>	<b>(20,287)</b>	<b>9,447</b>	<b>-</b>	<b>(10,840)</b>
Loss attributable to equity shareholders of the Parent				(13,703)
Profit attributable to non-controlling interests				2,863
<b>Net loss for the period</b>				<b>(10,840)</b>

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	AMIB / Other	Commercial banking	Eliminations	Consolidated
<b><u>2024 (Reviewed)</u></b>				
Income from external customers	7,179	50,025	(1,154)	<b>56,050</b>
Share of results of associates	1,727	10,350	-	<b>12,077</b>
<b>Total income</b>	<b>8,906</b>	<b>60,375</b>	<b>(1,154)</b>	<b>68,127</b>
Interest expense	(32,930)	(24,443)	1,154	<b>(56,219)</b>
Salaries and benefits	(287)	(13,133)	-	<b>(13,420)</b>
General and administrative expenses	(616)	(7,817)	-	<b>(8,433)</b>
<b>Operating (loss) / profit before provisions and tax</b>	<b>(24,927)</b>	<b>14,982</b>	-	<b>(9,945)</b>
Provisions - net	-	(2,016)	-	<b>(2,016)</b>
Net impairment reversal on investments	-	21	-	<b>21</b>
Taxation - net	(78)	(3,194)	-	<b>(3,272)</b>
<b>Net (loss) / profit from continuing operations</b>	<b>(25,005)</b>	<b>9,793</b>	-	<b>(15,212)</b>
<b>Net profit from discontinued operations</b>	<b>2,755</b>	-	-	<b>2,755</b>
<b>Net (loss) / profit for the period</b>	<b>(22,250)</b>	<b>9,793</b>	-	<b>(12,457)</b>
Loss attributable to equity shareholders of the Parent				(15,267)
Profit attributable to non-controlling interests				2,810
<b>Net loss for the period</b>				<b>(12,457)</b>

**9.2.** Segment information of interim condensed consolidated statement of financial position as at 30 June 2025 and for the year ended 31 December 2024 was as follows:

	AMIB / Other	Commercial banking	Eliminations	Consolidated
<b><u>2025 (Reviewed)</u></b>				
Investments in associates	62,965	623,930	-	<b>686,895</b>
Segment total assets	342,540	1,881,387	(201,514)	<b>2,022,413</b>
Segment total liabilities	793,964	1,074,697	(54,720)	<b>1,813,941</b>
<b><u>2024 (Audited)</u></b>				
Investments in associates	60,490	617,996	-	<b>678,486</b>
Segment total assets	1,019,424	1,761,956	(175,788)	<b>2,605,592</b>
Segment total liabilities	1,316,391	962,986	(30,723)	<b>2,248,654</b>

**9.3.** The amounts shown as segment total assets and segment total liabilities for 2024 under AMIB / Other includes balances from disposal group classified as held-for-sale.

**10. Related party transactions and balances**

Related parties represent the parent, ultimate parent, associates and joint ventures, directors and key management personnel and entities which are controlled, jointly controlled or significantly influenced by any of the above mentioned parties.



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**10.1.** The income and expenses in respect of related parties transactions during the period and included in the interim condensed consolidated financial statements are as follows:

	<b>Parent</b>	<b>Associates</b>	<b>Other related parties</b>	<b>Total</b>
<b>Six-month period ended 30 June 2025</b>				
<b>(Reviewed)</b>				
Investment (loss) - net	-	-	(22)	<b>(22)</b>
Fees and commissions income / (expenses) - net	167	243	(539)	<b>(129)</b>
Rental income	176	-	-	<b>176</b>
Interest income	-	185	1,425	<b>1,610</b>
Interest expense	-	(15,403)	(4,230)	<b>(19,633)</b>
General and administrative expenses	(3)	(739)	(165)	<b>(907)</b>
<b>Six-month period ended 30 June 2024</b>				
<b>(Reviewed)</b>				
Investment income / (loss) - net	26	-	(208)	<b>(182)</b>
Fees and commissions income - net	1,931	4,096	393	<b>6,420</b>
Dividend income	-	9	813	<b>822</b>
Rental income	550	-	-	<b>550</b>
Interest income	55	247	198	<b>500</b>
Interest expense	-	(18,913)	(4,005)	<b>(22,918)</b>
General and administrative expenses	(8)	(60)	(991)	<b>(1,059)</b>

Equity transactions with related parties during the period included in the interim condensed consolidated statement of changes in equity are as follows:

	<b>Six-month period ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
Interest payment on Perpetual Additional Tier 1 Capital	-	(267)

All related party transactions are on terms that are mutually agreed between the counterparties.

**10.2.** The period-end balances in respect of related parties included in the interim and annual condensed consolidated financial statements are as follows:

	<b>Parent</b>	<b>Associates</b>	<b>Other related parties</b>	<b>Total</b>
<b>As at 30 June 2025 (Reviewed)</b>				
Demand and call deposits with banks	-	21	21,009	<b>21,030</b>
Investments at FVTOCI	-	-	75,827	<b>75,827</b>
Loans and receivables	-	7,008	28,943	<b>35,951</b>
Other assets	397	-	7,326	<b>7,723</b>
Due to banks and other financial institutions	-	-	(10,000)	<b>(10,000)</b>
Deposits from customers	-	(2)	(1,405)	<b>(1,407)</b>
Loans payable	-	(509,812)	(53,900)	<b>(563,712)</b>
Loans from parent	(98,000)	-	-	<b>(98,000)</b>
Other liabilities	-	(6,689)	(440)	<b>(7,129)</b>

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	Parent	Associates	Other related parties	Total
<b>As at 31 December 2024 (Audited)</b>				
Demand and call deposits with banks	-	9,884	461	<b>10,345</b>
Placements with banks	-	-	18,422	<b>18,422</b>
Investments at FVTPL	196	190	1,339	<b>1,725</b>
Investments at FVTOCI	-	29,537	108,999	<b>138,536</b>
Loans and receivables	-	7,024	238	<b>7,262</b>
Other assets	1,963	828	228	<b>3,019</b>
Due to banks and other financial institutions	-	(37,510)	(45,358)	<b>(82,868)</b>
Deposits from customers	(18)	(11)	(5,684)	<b>(5,713)</b>
Loans payable	-	(509,812)	(53,900)	<b>(563,712)</b>
Loans from Parent	(98,000)	-	-	<b>(98,000)</b>
Other liabilities	(46)	(6,910)	(432)	<b>(7,388)</b>
Perpetual Additional Tier 1 Capital	-	-	(5,000)	<b>(5,000)</b>
<i>Off statement of financial position items:</i>				
Letters of guarantee	-	-	150	<b>150</b>

All related party exposures are performing and are free of any provision for expected credit losses.

**10.3.** The Parent has committed to acquire an FVTOCI investment of the Group at its carrying value of USD 65.7 million or higher (2024: USD 65.7 million).

**10.4.** Compensation of key management personnel was as follows:

	<b>Six-month period ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Short-term employee benefits	413	1,259
Long-term employee benefits	45	191
	<b>458</b>	<b>1,450</b>

**11. Commitments and contingencies****Credit-related commitments**

Credit-related commitments include commitments to extend credit, standby letters of credit, guarantees and acceptances which are designed to meet the requirements of the Group's customers.

Letters of credit, guarantees (including standby letters of credit) and acceptances committed by the Group to make payments on behalf of customers if certain conditions are met under the terms of the contract.

**Investment-related commitments**

Investment related commitments are Group's unfunded commitments to invest in private equity and fund investments.

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The Group has the following credit and investment related commitments:

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<i>(Reviewed)</i>	<i>(Audited)</i>
Credit-related commitments:		
Undrawn credit facilities	131,558	113,849
Letters of credit	43,057	21,685
Letters of guarantee	26,403	29,946
	<b>201,018</b>	<b>165,480</b>
Investments related commitments	131,000	5,379
	<b>332,018</b>	<b>170,859</b>

**12. Derivatives**

In the ordinary course of business the Group enters into various types of transactions that involve derivative financial instruments.

The table below shows the positive and negative fair values of derivative financial instruments. The notional amount is that of a derivative's underlying asset, reference rate or index and is the basis upon which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at period / year end and are not indicative of either market or credit risk.

	<b>Positive fair value</b>	<b>Negative fair value</b>	<b>Notional amount</b>
<b>As at 30 June 2025 (Reviewed)</b>			
<b><i>Derivatives held for trading</i></b>			
Forward foreign exchange contracts	11,375	(8,220)	<b>30,586</b>
<b><i>Derivatives used as hedge of net investments in foreign operations</i></b>			
Forward foreign exchange contracts	6,103	-	<b>765,935</b>
<b><i>Derivatives used as cash flow hedges</i></b>			
Interest rate swaps	1,349	-	<b>82,500</b>
<b>As at 31 December 2024 (Audited)</b>			
<b><i>Derivatives held for trading</i></b>			
Forward foreign exchange contracts	1,918	(1,109)	<b>172,333</b>
<b><i>Derivatives used as hedge of net investments in foreign operations</i></b>			
Forward foreign exchange contracts	2,608	-	<b>864,554</b>
<b><i>Derivatives used as cash flow hedges</i></b>			
Interest rate swaps	2,773	(2,369)	<b>105,000</b>

Fair value gains / (losses) on mark-to-market valuation of hedging instruments are booked in other assets (other liabilities) as of 30 June 2025 and 31 December 2024.

The Group uses foreign currency denominated borrowings and forward currency contracts to manage some of its transaction exposures. These currency forward contracts are not designated as cash flow, fair value or net investment in foreign operations hedges and are entered into for periods consistent with currency transaction exposures.

Forward foreign exchange contracts are contractual agreements to either buy or sell a specified currency, at a specific price and date in the future, and are customized contracts transacted in the over-the-counter market.

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Swaps are contractual agreements between two parties to exchange interest or foreign currency differentials based on a specific notional amount. For interest rate swaps, counterparties generally exchange fixed and floating rate interest payments based on a notional value in a single currency.

**13. Financial assets and liabilities**

The table below summarises the accounting classification of the Group's financial assets and financial liabilities:

	At FVTPL	At FVTOCI	At Amortised cost	Total
<b>As at 30 June 2025 (Reviewed)</b>				
Demand and call deposits with banks	-	-	70,852	<b>70,852</b>
Placements with banks	-	-	41,842	<b>41,842</b>
Investments at FVTPL	410,879	-	-	<b>410,879</b>
Investments at FVTOCI	-	197,677	-	<b>197,677</b>
Investments carried at amortised cost	-	-	24,626	<b>24,626</b>
Loans and receivables	-	-	487,353	<b>487,353</b>
Other assets	11,375	7,452	9,624	<b>28,451</b>
<b>Total financial assets</b>	<b>422,254</b>	<b>205,129</b>	<b>634,297</b>	<b>1,261,680</b>
Due to banks and other financial institutions	-	-	218,577	<b>218,577</b>
Deposits from customers	-	-	791,997	<b>791,997</b>
Loans payables	-	-	650,438	<b>650,438</b>
Loans from Parent	-	-	98,000	<b>98,000</b>
Other liabilities	8,220	-	42,190	<b>50,410</b>
<b>Total financial liabilities</b>	<b>8,220</b>	-	<b>1,801,202</b>	<b>1,809,422</b>
<b>As at 31 December 2024 (Audited)</b>				
Demand and call deposits with banks	-	-	75,650	<b>75,650</b>
Placements with banks	-	-	147,297	<b>147,297</b>
Investments at FVTPL	279,210	-	-	<b>279,210</b>
Investments at FVTOCI	-	195,894	-	<b>195,894</b>
Investments carried at amortised cost	-	-	2,074	<b>2,074</b>
Loans and receivables	-	-	418,396	<b>418,396</b>
Other assets	1,918	3,012	7,547	<b>12,477</b>
<b>Total financial assets</b>	<b>281,128</b>	<b>198,906</b>	<b>650,964</b>	<b>1,130,998</b>
Due to banks and other financial institutions	-	-	257,147	<b>257,147</b>
Deposits from customers	-	-	679,119	<b>679,119</b>
Loans payables	-	-	788,712	<b>788,712</b>
Loans from parent	-	-	98,000	<b>98,000</b>
Other liabilities	1,109	-	34,816	<b>35,925</b>
<b>Total financial liabilities</b>	<b>1,109</b>	-	<b>1,857,794</b>	<b>1,858,903</b>

The fair values of financial instruments carried at amortised cost are not significantly different from their carrying values included in the interim and annual consolidated financial statements.

**14. Fair value measurement**
**Fair value hierarchy**

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

Fair values of quoted securities are derived from quoted market prices in active markets, if available. For unquoted securities, fair value is estimated using appropriate valuation techniques. Such techniques may include using recent arm's length market transactions; reference to the current fair value of another instrument that is substantially the same; discounted cash flow analysis or other valuation models.

The fair values of the funds that are listed on active markets are determined by reference to their quoted bid prices. The fair values of unlisted funds are based on net asset values which are determined by the fund manager using the quoted market prices of the underlying assets, if available, or other acceptable methods such as a recent price paid by another investor or the market value of a comparable company.

For assets and liabilities that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There were no changes in the Group's valuation processes, valuation techniques, and types of inputs used in the fair value measurements during the period.

The Group uses the following hierarchy for determining and disclosing the fair value of the Group's assets and liabilities by valuation technique:

**Level 1:** quoted (unadjusted) prices in active markets for identical assets or liabilities;

**Level 2:** other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and

**Level 3:** techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The following table provides the fair value measurement hierarchy of the Group's assets and liabilities.

	Fair value measurement using			
	Level 1	Level 2	Level 3	Total
As at 30 June 2025 (Reviewed)				
Assets measured at fair value				
Investments carried at FVTPL				
Forfeiting assets	-	-	397,103	397,103
Equities	-	52	-	52
Managed funds	-	-	13,724	13,724
Investments at FVTOCI				
Equities	74	-	75,251	75,325
Debt securities	121,737	-	-	121,737
Managed funds	573	42	-	615
Investment properties	-	-	23,576	23,576
Derivatives				
Forward foreign exchange contracts	-	9,258	-	9,258
Interest rate swaps	-	1,349	-	1,349
	122,384	10,701	509,654	642,739

**United Gulf Holding Company B.S.C.**

Notes to the interim condensed consolidated financial statements

For the six-month period ended 30 June 2025

(in US Dollars '000)

	Fair value measurement using			
	Level 1	Level 2	Level 3	Total
As at 31 December 2024 (Audited)				
Assets measured at fair value				
Investments carried at FVTPL				
Forfeiting assets	-	-	264,345	264,345
Equities	-	52	-	52
Managed funds	-	-	14,813	14,813
Investments at FVTOCI				
Equities	73	-	75,052	75,125
Debt securities	120,265	-	-	120,265
Managed funds	462	42	-	504
Investment properties	-	-	20,926	20,926
Derivatives				
Forward foreign exchange contracts	-	3,417	-	3,417
Interest rate swaps	-	404	-	404
Disposal group classified as held for sale	-	-	190,000	190,000
	120,800	3,915	565,136	689,851

**Transfers between Level 1, Level 2 and Level 3**

During the six-month period ended 30 June 2025 and 30 June 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into or out of Level 3 fair value measurement.

The table below gives a reconciliation of fair value measurement of investments in Level 3 of the fair value hierarchy:

	As at 1 January	Net purchases, sales, transfers and settlement	Movement recorded in the interim condensed consolidated statement of income	Movement recognised in OCI	As at 30 June
<b>2025 (Reviewed)</b>					
<b>Investments at FVTPL</b>					
Forfeiting assets	264,345	114,191	18,567	-	<b>397,103</b>
Managed funds	14,813	-	(1,089)	-	<b>13,724</b>
	<b>279,158</b>	<b>114,191</b>	<b>17,478</b>	<b>-</b>	<b>410,827</b>
<b>Investments at FVTOCI</b>					
Equities	75,052	-	(2)	201	<b>75,251</b>
	<b>75,052</b>	<b>-</b>	<b>(2)</b>	<b>201</b>	<b>75,251</b>
Investment properties	<b>20,926</b>	<b>-</b>	<b>2,650</b>	<b>-</b>	<b>23,576</b>

**United Gulf Holding Company B.S.C.**

Notes to the interim condensed consolidated financial statements

For the six-month period ended 30 June 2025

(in US Dollars '000)

	As at 1 January	Net purchases, sales, transfers and settlement	Movement recorded in the interim condensed consolidated statement of income	Movement recognised in OCI	As at 30 June
<b>2024 (Reviewed)</b>					
<i>Investments at FVTPL</i>					
Forfeiting assets	374,177	(34,056)	(4,801)	-	<b>335,320</b>
Equities	27,090	(20,231)	893	-	<b>7,752</b>
Debt securities	325	1	-	-	<b>326</b>
Managed funds	38,291	23,115	815	-	<b>62,221</b>
	<b>439,883</b>	<b>(31,171)</b>	<b>(3,093)</b>	-	<b>405,619</b>
<i>Investments at FVTOCI</i>					
Equities	99,288	(1,328)	-	(875)	<b>97,085</b>
Managed funds	93	375	-	(3)	<b>465</b>
	<b>99,381</b>	<b>(953)</b>	-	<b>(878)</b>	<b>97,550</b>
Investment properties	<b>149,646</b>	-	<b>(530)</b>	-	<b>149,116</b>

**15. Comparative figures**

Comparatives figures have been regrouped or reclassified where necessary for the purpose of comparison and better presentation. The Group has presented on a net basis the subsidiary's fair value movement in derivatives after adjusting the corresponding foreign exchange gains or losses under "Investment (loss) - net". Accordingly, the following reclassifications have been made during the period and have no effect on the financial results of the Group:

	Reported* 30 June 2024	Adjustment	30 June 2024
<b>Interim condensed consolidated statement of income</b>			
Investment (loss) - net	(5,755)	1,655	(4,100)
Foreign currency (losses) / gains - net	2,846	(1,655)	1,191

\*The comparative information is excluding the results from discontinued operations.

**16. Subsequent events**

On 10 July 2025, the Group acquired a 49% equity interest of Al Rawabi United Holding Company KSCC, from KIPCO.

Apart from the above event, no matter or circumstance has arisen since 30 June 2025 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs.