

**THE ENERGY HOUSE HOLDING COMPANY
K.S.C.P. AND ITS SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)**

31 MARCH 2025



**Shape the future
with confidence**

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF THE ENERGY HOUSE HOLDING COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of The Energy House Holding Company K.S.C.P. ("the Parent Company") and its subsidiaries (collectively, the "Group") as at 31 March 2025, and the related interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cashflows for the three-month period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with 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.

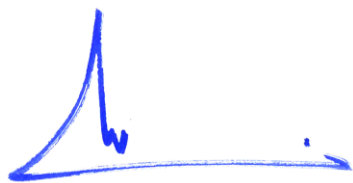
Conclusion

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 IAS 34.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the three-month period ended 31 March 2025 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No. 7 of 2010 concerning establishment of Capital Markets Authority "CMA" and organization of security activity and its executive regulations, as amended, during the three-month period ended 31 March 2025 that might have had a material effect on the business of the Parent Company or on its financial position.



BADER A. AL-ABDULJADER
LICENCE NO. 207 A

EY
AL AIBAN, AL OSAIMI & PARTNERS

23 April 2025
Kuwait

The Energy House Holding Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2025

		(Audited) 31 December 2024 KD	31 March 2024 KD
	Notes	31 March 2025 KD	
ASSETS			
Non-current assets			
Property and equipment		113	48
Right-of-use assets		50,128	8,890
Financial assets at fair value through profit or loss	4	1,336,426	1,314,098
		<u>1,386,667</u>	<u>1,323,036</u>
Current assets			
Trade and other receivables		163,244	250,636
Cash and cash equivalents	5	3,322,758	2,997,951
		<u>3,486,002</u>	<u>3,248,587</u>
TOTAL ASSETS		<u>4,872,669</u>	<u>4,571,623</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		4,533,293	4,533,293
Other reserves		(700,997)	(700,997)
Foreign currency translation reserve		930,875	595,513
Accumulated losses		(1,553,149)	(1,465,247)
Equity attributable to equity holders of the Parent Company		<u>3,210,022</u>	<u>2,962,562</u>
Non-controlling interests		(180,326)	(161,293)
Total equity		<u>3,029,696</u>	<u>2,801,269</u>
Liabilities			
Non-current liabilities			
Employees' end of service benefits		93,556	87,090
Lease liabilities		33,457	7,691
		<u>127,013</u>	<u>94,781</u>
Current liabilities			
Accounts payable and other liabilities		1,638,541	1,594,859
Due to shareholders	6	59,863	78,764
Lease liabilities		17,556	1,950
		<u>1,715,960</u>	<u>1,675,573</u>
Total liabilities		<u>1,842,973</u>	<u>1,770,354</u>
TOTAL EQUITY AND LIABILITIES		<u>4,872,669</u>	<u>4,571,623</u>


Abdulrazzaq Ahmad Alroomi
Chairman


Hamad A. Al-Qahtani
Chief Executive Officer

The attached notes from 1 to 11 form an integral part of this interim condensed consolidated financial information.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UNAUDITED)**

For the period ended 31 March 2025

	<i>Notes</i>	<i>Three months ended 31 March</i>	
		<i>2025</i>	<i>2024</i>
		<i>KD</i>	<i>KD</i>
REVENUE FROM OPERATIONS			
Services revenue		299	106
Services costs		(9,652)	(9,573)
GROSS LOSS		(9,353)	(9,467)
Other income		13,685	600
Gain on sale of investment in an associate	3	729,818	-
Finance income		14,012	38,348
Unrealised profit on financial assets at fair value through profit or loss		2,683	3,141
Staff costs		(288,703)	(84,270)
General and administrative expenses		(105,768)	(53,250)
Finance costs		(560)	(195)
Net foreign exchange differences		(1,201)	7,099
PROFIT (LOSS) BEFORE TAX		354,613	(97,994)
National Labour Support Tax (NLST)		(9,139)	-
Zakat		(3,656)	-
PROFIT (LOSS) FOR THE PERIOD		341,818	(97,994)
Attributable to:			
Equity holders of the Parent Company		347,399	(95,626)
Non-controlling interests		(5,581)	(2,368)
		341,818	(97,994)
BASIC AND DILUTED EARNINGS (LOSS) PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	7	7.66 fils	(2.11) fils

The attached notes from 1 to 11 form an integral part of this interim condensed consolidated financial information.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 March 2025

	<i>Three months ended 31 March</i>	
	<i>2025</i>	<i>2024</i>
	<i>KD</i>	<i>KD</i>
PROFIT (LOSS) FOR THE PERIOD	341,818	(97,994)
Other comprehensive income (loss):		
<i>Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods:</i>		
Net exchange differences on translation of foreign operations	324,782	(16,681)
Net other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods	324,782	(16,681)
Total other comprehensive income (loss) for the period	324,782	(16,681)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	666,600	(114,675)
Attributable to:		
Equity holders of the Parent Company	672,217	(111,751)
Non-controlling interests	(5,617)	(2,924)
	666,600	(114,675)

The attached notes from 1 to 11 form an integral part of this interim condensed consolidated financial information.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2025

Attributable to the equity holders of the Parent Company

	<i>Share capital KD</i>	<i>Other reserves KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Accumulated losses KD</i>	<i>Sub-total KD</i>	<i>Non-controlling interests KD</i>	<i>Total equity KD</i>
As at 1 January 2025 (<i>Audited</i>)	4,533,293	(700,997)	606,057	(1,900,548)	2,537,805	(174,709)	2,363,096
Profit (loss) for the period	-	-	-	347,399	347,399	(5,581)	341,818
Other comprehensive income (loss) for the period	-	-	324,818	-	324,818	(36)	324,782
Total comprehensive income (loss) for the period	-	-	324,818	347,399	672,217	(5,617)	666,600
At 31 March 2025	4,533,293	(700,997)	930,875	(1,553,149)	3,210,022	(180,326)	3,029,696

	<i>Share capital KD</i>	<i>Other reserves KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Accumulated losses KD</i>	<i>Sub-total KD</i>	<i>Non-controlling interests KD</i>	<i>Total equity KD</i>
As at 1 January 2024 (<i>Audited</i>)	4,533,293	(700,997)	611,638	(1,369,621)	3,074,313	(158,369)	2,915,944
Loss for the period	-	-	-	(95,626)	(95,626)	(2,368)	(97,994)
Other comprehensive loss for the period	-	-	(16,125)	-	(16,125)	(556)	(16,681)
Total comprehensive loss for the period	-	-	(16,125)	(95,626)	(111,751)	(2,924)	(114,675)
At 31 March 2024	4,533,293	(700,997)	595,513	(1,465,247)	2,962,562	(161,293)	2,801,269

The attached notes from 1 to 11 form an integral part of this interim condensed consolidated financial information.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)

For the period ended 31 March 2025

	<i>Note</i>	<i>Three months ended 31 March</i>	
		<i>2025 KD</i>	<i>2024 KD</i>
OPERATING ACTIVITIES			
Loss for the period before tax		354,613	(97,994)
<i>Adjustments to reconcile loss before tax to net cash flows:</i>			
Profit from wakala deposits and other assets		(14,012)	(38,348)
Unrealised gain on financial assets at fair value through profit or loss		(2,683)	(3,141)
Gain on sale of investment in an associate	3	(729,818)	-
Discount received on full and final settlement of payables		(13,485)	-
Provision for employees' end of service benefits		5,383	2,948
Depreciation of property and equipment		43	43
Depreciation of right-of-use assets		5,089	5,337
Finance costs		560	196
Net foreign exchange differences		1,201	(7,099)
		(393,109)	(138,058)
<i>Working capital changes:</i>			
Trade and other receivables		(19,682)	16,967
Trade and other payables		214,727	(39,665)
Net cash flows used in operating activities		(198,064)	(160,756)
INVESTING ACTIVITIES			
Profit received from wakala deposits and other assets		27,210	52,390
Proceeds from sale of an associate		1,057,496	-
Net movement in restricted bank balances and deposits		-	(15)
Net cash flows from investing activities		1,084,706	52,375
FINANCING ACTIVITIES			
Distributions paid to equity holders on reduction of share capital		(51)	(5,867)
Payment of lease liabilities		(5,150)	(5,850)
Net cash flows used in financing activities		(5,201)	(11,717)
Effect of foreign currency translation		(3,902)	(18,379)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		877,539	(138,477)
Cash and cash equivalents at 1 January	5	2,445,219	3,132,236
CASH AND CASH EQUIVALENTS AT 31 MARCH	5	3,322,758	2,993,759

The attached notes from 1 to 11 form an integral part of this interim condensed consolidated financial information.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

1 CORPORATE INFORMATION

The interim condensed consolidated financial information of The Energy House Holding Company K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively, the “Group”) for the three months ended 31 March 2025 was authorised for issue in accordance with a resolution of the board of directors of the Parent Company on 23 April 2025.

The annual general assembly meeting (“AGM”) of the Parent Company for the year ended 31 December 2024 has not been held yet. Accordingly, the shareholders of the Parent Company have not yet approved the consolidated financial statements for the year ended 31 December 2024. The interim condensed consolidated financial information for the three months period ended 31 March 2025 do not include any adjustments, which might have been required.

The Energy House Holding Company K.S.C.P. (the “Parent Company”) is a Kuwaiti shareholding company registered and incorporated in the State of Kuwait under commercial registration no. 68770 dated 30 July 1996. The Company’s shares were listed on Boursa Kuwait on 23 May 2005.

The Parent Company’s head office is located at Al-Enmaa Tower, Mirqab, 14th floor, Kuwait City and its registered postal address is P.O. Box 21909, Safat 13080, State of Kuwait.

The Parent Company’s principal activities are, as follows:

- ▶ Ownership of shares of Kuwaiti or foreign shareholding companies or companies with limited liability, or establishing, managing, lending and sponsoring such companies;
- ▶ Financing and sponsoring entities in which the Company has an ownership interest of not less than 20%;
- ▶ Owning industrial rights such as patents, industrial trademarks, sponsoring foreign companies or any other related industrial rights and leasing such as rights for the benefit of the Company inside or outside the State of Kuwait;
- ▶ Owing portables and real-estates to promote its activities in permissible limits according to the law; and
- ▶ Utilising available financial surplus of the Company by investing them in portfolios managed by specialized companies.

The Group carries out its activities as per Islamic shari’ah.

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP’S ACCOUNTING POLICIES

2.1. Basis of preparation

The interim condensed consolidated financial information for the three months ended 31 March 2025 has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The Group has prepared the interim condensed consolidated financial information on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast doubt 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 information is presented in Kuwaiti Dinars (“KD”) which is the functional currency of the Parent Company.

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

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

2.2 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 followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 New standards, interpretations, and amendments adopted by the Group (continued)

Lack of exchangeability - Amendments to IAS 21

The amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after 1 January 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments had no impact on the Group's interim condensed consolidated financial information.

3 SALE OF INVESTMENT IN AN ASSOCIATE

During the period, the Group has received an amount of KD 1,057,496 (USD 3,415,704) on exiting from their investment in associate, Kitara OFIL Limited, which was fully impaired in earlier years, thereby recognizing a gain of KD 729,818 in the interim condensed consolidated statement of profit or loss, after recycling the foreign currency translation reserve balance related to the associate amounting to KD 327,678. Further, an amount of KD 207,558 has been provided for in the current period as a success fee payable to the Chief Executive Officer for facilitating the sale of the associate (Note 6).

4 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 March 2025 KD	<i>(Audited)</i> 31 December 2024 KD	31 March 2024 KD
Closed-ended private equity fund	1,036,398	1,035,390	1,024,992
Open-ended fund	300,028	297,345	289,106
	<u>1,336,426</u>	<u>1,332,735</u>	<u>1,314,098</u>

Fair value hierarchy for determining the fair value of the financial instruments and the valuation techniques are detailed in Note 8.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

5 CASH AND CASH EQUIVALENTS

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following:

	31 March 2025 KD	(Audited) 31 December 2024 KD	31 March 2024 KD
Bank balances and cash	1,922,758	920,219	463,076
Wakala deposits	1,400,000	1,525,000	2,534,875
Cash and cash equivalents in the interim condensed consolidated statement of financial position	3,322,758	2,445,219	2,997,951
Restricted bank balances	-	-	(4,192)
Cash and cash equivalents in the interim condensed consolidated statement of cash flows	3,322,758	2,445,219	2,993,759

Restricted bank balances of KD Nil (31 December 2024: KD Nil and 31 March 2024: KD 4,192) represent margin deposits secured against bank facilities and are not available for day-to-day use by the Group.

6 RELATED PARTY DISCLOSURES

Related parties represent the major shareholders, associates, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Parent Company's management.

The following table provides the total amount of transactions that have been entered into with related parties during the three months ended 31 March 2025 and 2024, as well as balances with related parties as at 31 March 2025, 31 December 2024 and 31 March 2024:

	Shareholders KD	31 March 2025 KD	(Audited) 31 December 2024 KD	31 March 2024 KD
Interim condensed consolidated statement of financial position				
Cash and cash equivalents	-	-	681,231	759,983
Distribution payable *	59,863	59,863	59,914	78,764
* Distribution payable represents amount payable to shareholders in cash on account of capital reduction.				
			Three months ended 31 March	
			2025 KD	2024 KD
Interim condensed consolidated statement of profit or loss:				
Finance income			170	49

Transactions with key management personnel

Key management personnel comprise of the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Group. The aggregate value of transactions and outstanding balances related to key management personnel were as follows.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

6 RELATED PARTY DISCLOSURES (continued)

Transactions with key management personnel (continued)

	<i>Transaction values for the three months ended</i>		<i>Balance outstanding as at</i>		
	<i>31 March 2025 KD</i>	<i>31 March 2024 KD</i>	<i>31 March 2025 KD</i>	<i>31 December 2024 KD</i>	<i>31 March 2024 KD</i>
				(Audited)	
Salaries and other short-term benefits*	241,735	32,721	260,433	52,875	-
Employees end of service benefits	3,239	2,689	48,774	45,535	36,945
	244,974	35,410	390,207	98,410	36,945

* Includes a success fee of KD 207,558 payable to the Chief Executive Officer, for facilitating the disposal of an associate (Note 3), included under staff costs in the interim condensed consolidated statement of profit or loss.

7 EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share is calculated by dividing the profit (loss) for the period attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted earnings (loss) per share is calculated by dividing the profit (loss) for the period attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. As there are no dilutive instruments outstanding, basic and diluted earnings (loss) per share are identical.

	<i>Three months ended 31 March</i>	
	<i>2025</i>	<i>2024</i>
Profit (loss) for the period attributable to equity holders of the Parent Company (KD)	347,399	(95,626)
Weighted average number of outstanding shares	45,332,930	45,332,930
Basic and diluted earnings (loss) per share attributable to equity holders of the Parent Company (fils)	7.66	(2.11)

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of authorisation of this interim condensed consolidated financial information.

8 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Fair value hierarchy

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole, as follows:

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

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

8 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

For instruments 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.

Set out below is the fair values of financial assets measured at fair value on a recurring basis as at 31 March 2025, 31 December 2024 and 31 March 2024:

	<i>Fair value measurement using</i>			
	<i>Quoted prices in active markets (Level 1)</i>	<i>Significant observable inputs (Level 2)</i>	<i>Significant unobservable inputs (Level 3)</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
31 March 2025				
<i>Financial assets at FVTPL</i>				
- Open-ended fund	-	300,028	-	300,028
- Closed ended private equity fund	-	-	1,036,398	1,036,398
	-	300,028	1,036,398	1,336,426
31 December 2024 (Audited)				
<i>Financial assets at FVTPL</i>				
- Open-ended fund	-	297,345	-	297,345
- Closed ended private equity fund	-	-	1,035,390	1,035,390
	-	297,345	1,035,390	1,332,735
31 March 2024				
<i>Financial assets at FVTPL</i>				
- Open-ended fund	-	289,106	-	289,106
- Closed-ended private equity fund	-	-	1,024,992	1,024,992
Investment securities (at fair value)	-	289,106	1,024,992	1,314,098

Reconciliation of recurring fair value measurements categorised within Level 3 of the fair value hierarchy:

	<i>Unquoted private equity fund</i>		
	<i>31 March 2025 KD</i>	<i>31 December 2024 KD (Audited)</i>	<i>31 March 2024 KD</i>
As at 1 January	1,035,390	1,021,330	1,021,330
Remeasurement recognised in profit or loss	-	9,700	-
Foreign currency translation adjustment	1,008	4,360	3,662
At the end of the period/ year	1,036,398	1,035,390	1,024,992

The valuation techniques and inputs used in this interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

8 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

The fair value of financial instruments classified as level 3 are, in certain circumstances, measured using valuation techniques that incorporate assumptions that are not evidenced by the prices from observable current market transactions in the same instrument and are not based on observable market data. The Group employs valuation techniques, depending on the instrument type and available market data. For example, in the absence of active market, an investment's fair value is estimated on the basis of an analysis of the investee's financial position and results, risk profile and other factors. Favourable and unfavourable changes in the value of financial instruments are determined on the basis of changes in the value of the instruments as a result of varying the levels of the unobservable parameters, quantification of which is judgmental. The management assessed that the impact on profit or loss would not be significant if the relevant risk variables used to fair value the financial instruments classified as Level 3 were altered by 5 percent.

For other financial assets and financial liabilities carried at amortised cost, the carrying value is not significantly different from their fair value as most of these assets and liabilities are of short-term maturity or are re-priced immediately based on market movement in interest rates.

9 CAPITAL COMMITMENTS

	31 March 2025 KD	<i>(Audited)</i> 31 December 2024 KD	31 March 2024 KD
Uncalled capital call – (private equity fund)	441,188	440,759	440,473

10 LEGAL DISPUTE

A subsidiary of the Group was on an ongoing dispute with their joint operations partner for breach of the terms and conditions of the profit-sharing agreement. Further, the joint operations partner had also filed a notice of breach against the subsidiary relating to the ownership of the equipment involved in the joint operations. These cases were under arbitration with the London Court of International Arbitration (LCIA).

On 1 September 2021, the LCIA issued a final verdict whereby it ordered the joint operations partner to pay the subsidiary an amount of USD 1,004,418 along with simple interest at the rate of 2.24% p.a. from the date of the verdict. Further, it ordered the subsidiary to pay USD 188,336 along with simple interest at the rate of 2.24% p.a. to the joint operations partner and also confirmed that the ownership of the equipment involved in the joint operations resides with the joint operations partner. The Group in consultation with its legal counsel is currently considering various options of final settlement with the joint operations partner, based on the above verdict issued by the LCIA.

11 SEGMENT INFORMATION

i) Primary segment information:

For management purposes, the Group is organised into two operating segments based on business units as follows:

- ▶ **Energy** : Exploration, drilling, development and production of oil and gas, alternate and renewable sources of energy, licensing and other activities related to the energy sector; and
- ▶ **Others** : Investment and other related services.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

The following table present revenue and results information of the Group's operating segments for the three months period ended 31 March 2025 and 31 March 2024, respectively:

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

11 SEGMENT INFORMATION (continued)

i) Primary segment information: (continued)

	<i>Three months ended 31 March 2025</i>		
	<i>Energy KD</i>	<i>Others KD</i>	<i>Total KD</i>
Segment income	299	-	299
Segment results	(391,546)	733,364	341,818
<i>Other disclosures:</i>			
Finance costs	-	(560)	(560)
Unrealised gain on financial assets at fair value through profit or loss	-	2,683	2,683
	<i>Three months ended 31 March 2024</i>		
	<i>Energy KD</i>	<i>Others KD</i>	<i>Total KD</i>
Segment income	106	-	106
Segment results	(126,899)	28,905	(97,994)
<i>Other disclosures:</i>			
Finance costs	-	(195)	(195)
Unrealised loss on financial assets at fair value through profit or loss	-	3,141	3,141

The following table presents assets and liabilities information for the Group's operating segments as at 31 March 2025, 31 December 2024 and 31 March 2024 respectively:

	<i>Energy KD</i>	<i>Others KD</i>	<i>Total KD</i>
<i>As at 31 March 2025</i>			
Segment assets	366,580	4,506,089	4,872,669
Segment liabilities	1,017,421	825,552	1,842,973
<i>As at 31 December 2024 (Audited)</i>			
Segment assets	450,215	3,541,073	3,991,288
Segment liabilities	1,030,397	597,795	1,628,192
<i>As at 31 March 2024</i>			
Segment assets	803,503	3,768,120	4,571,623
Segment liabilities	1,240,756	529,598	1,770,354

The Energy House Holding Company K.S.C.P. and its Subsidiaries

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2025

11 SEGMENT INFORMATION (continued)

ii) Secondary segment information:

For management purposes, the Group is divided into three main geographical segments that are: a) State of Kuwait, b) Middle East and North Africa (MENA) and c) outside MENA, where the Group performs its main activities in the energy sector and contracting.

	<i>31 March 2025</i>				<i>31 March 2024</i>			
	<i>Kuwait KD</i>	<i>MENA KD</i>	<i>Outside MENA KD</i>	<i>Total KD</i>	<i>Kuwait KD</i>	<i>MENA KD</i>	<i>Outside MENA KD</i>	<i>Total KD</i>
Segment income	-	299	-	299	-	106	-	106
Segment results	416,108	(74,290)	-	341,818	(66,490)	(31,473)	(31)	(97,994)

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