

**Al Soor Fuel Marketing Company K.S.C.P.  
and its Subsidiary**

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

**31 MARCH 2024**



## **REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF AL SOOR FUEL MARKETING COMPANY K.S.C.P.**

### ***Introduction***

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Soor Fuel Marketing Company K.S.C.P. (the “Parent Company”) and its subsidiary (collectively, the “Group”) as at 31 March 2024, 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 interim condensed consolidated statement of cash flows for the three months 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 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.

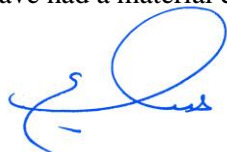
### ***Conclusion***

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 have occurred during the three-months period ended 31 March 2024 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 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-months period ended 31 March 2024 that might have had a material effect on the business of the Parent Company or on its financial position.



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ABDULKARIM ALSAMDAN  
LICENCE NO. 208-A  
EY  
AL AIBAN, AL OSAIMI & PARTNERS

12 May 2024  
Kuwait

Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
(UNAUDITED)

For the period ended 31 March 2024

	Notes	Three months ended	
		31 March	
		2024	2023
		KD	KD
Sales		<b>36,524,310</b>	38,941,763
Cost of sales	9	<b>(33,482,617)</b>	(35,719,883)
Operating expenses		<b>(2,447,154)</b>	(2,325,090)
<b>GROSS PROFIT</b>		<b>594,539</b>	896,790
Other income		<b>845,007</b>	1,069,611
Rental income		<b>71,205</b>	69,220
Net investment income	3	<b>527,480</b>	400,469
Administrative expenses		<b>(913,684)</b>	(919,434)
Impairment of goodwill		<b>-</b>	(210,483)
<b>PROFIT FOR THE PERIOD BEFORE CONTRIBUTION TO KUWAIT FOUNDATION FOR THE ADVANCEMENT OF SCIENCES (KFAS), PROVISION FOR NATIONAL LABOUR SUPPORT TAX (NLST) AND ZAKAT</b>		<b>1,124,547</b>	1,306,173
Contribution to KFAS		<b>(10,121)</b>	(11,756)
NLST		<b>(28,114)</b>	(32,654)
Zakat		<b>(11,245)</b>	(13,062)
<b>PROFIT FOR THE PERIOD</b>		<b>1,075,067</b>	1,248,701
<b>BASIC AND DILUTED EARNINGS PER SHARE</b>	4	<b>2.66 fils</b>	3.09 fils

The attached notes 1 to 12 form part of these interim condensed consolidated financial information.

Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE  
INCOME (UNAUDITED)

For the period ended 31 March 2024

	<i>Three months ended</i>	
	<i>31 March</i>	
	<i>2024</i>	<i>2023</i>
	<i>KD</i>	<i>KD</i>
<b>Profit for the period</b>	<b>1,075,067</b>	1,248,701
<b>Other comprehensive income (loss) for the period:</b>		
<i>Items that will not be reclassified subsequently to interim condensed consolidated statement of profit or loss:</i>		
Net fair value income (loss) on financial assets at fair value through other comprehensive income	<b>3,620,277</b>	(554,170)
<b>Other comprehensive income (loss) for the period</b>	<b>3,620,277</b>	(554,170)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>4,695,344</b>	694,531

The attached notes 1 to 12 form part of these interim condensed consolidated financial information.

Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

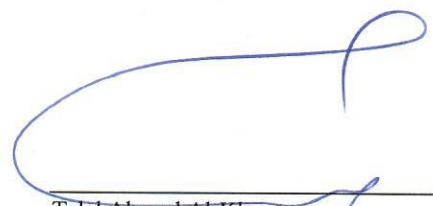
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

At 31 March 2024

		(Audited)	
	Notes	31 March 2024 KD	31 December 2023 KD
		31 March 2023 KD	
<b>ASSETS</b>			
Bank balances and cash	6	31,581,127	29,597,111
Accounts receivable and prepayments		1,633,505	1,957,968
Inventories		838,391	880,982
Investment securities	5	38,632,759	34,895,501
Property and equipment		17,181,086	17,510,542
Intangible assets		8,385,001	8,559,410
Right-of-use assets		5,436,134	5,587,137
Investment properties		904,000	906,000
<b>TOTAL ASSETS</b>		<b>104,592,003</b>	<b>99,894,651</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		40,470,758	40,470,758
Statutory reserve		6,793,911	6,793,911
Voluntary reserve		6,793,911	6,793,911
Treasury shares	7	(23,683)	(23,683)
Treasury shares reserve	7	(293,796)	(293,796)
Cumulative changes in fair value reserve		(1,273,297)	(4,891,863)
Retained earnings		22,974,510	21,897,732
<b>Total equity</b>		<b>75,442,314</b>	<b>70,746,970</b>
<b>Liabilities</b>			
Employees' end of service benefits		1,388,818	1,370,197
Accounts payable and accruals		22,175,378	20,268,915
Lease liabilities		5,585,493	5,502,542
Bank overdraft	6	-	2,006,027
<b>Total liabilities</b>		<b>29,149,689</b>	<b>29,147,681</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>104,592,003</b>	<b>99,894,651</b>



Turaif Mohammad Baqer Al Awadhi  
Chairman



Talal Ahmad Al-Khars  
Vice Chairman & CEO



The attached notes 1 to 12 form part of these interim condensed consolidated financial information.

Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2024

	<i>Share capital KD</i>	<i>Statutory reserve KD</i>	<i>Voluntary reserve KD</i>	<i>Treasury shares KD</i>	<i>Treasury shares reserve KD</i>	<i>Cumulative changes in fair value reserve KD</i>	<i>Retained earnings KD</i>	<i>Total KD</i>
At 1 January 2024 (audited)	40,470,758	6,793,911	6,793,911	(23,683)	(293,796)	(4,891,863)	21,897,732	70,746,970
Profit for the period	-	-	-	-	-	-	1,075,067	1,075,067
Other comprehensive income for the period	-	-	-	-	-	3,620,277	-	3,620,277
Total comprehensive income for the period	-	-	-	-	-	3,620,277	1,075,067	4,695,344
Transfer of gain on disposal of equity investments at FVOCI to retained earnings	-	-	-	-	-	(1,711)	1,711	-
<b>At 31 March 2024</b>	<b>40,470,758</b>	<b>6,793,911</b>	<b>6,793,911</b>	<b>(23,683)</b>	<b>(293,796)</b>	<b>(1,273,297)</b>	<b>22,974,510</b>	<b>75,442,314</b>
At 1 January 2023 (audited)	40,470,758	6,351,015	6,351,015	(23,683)	(293,796)	(2,957,773)	20,424,172	70,321,708
Profit for the period	-	-	-	-	-	-	1,248,701	1,248,701
Other comprehensive income for the period	-	-	-	-	-	(554,170)	-	(554,170)
Total comprehensive income for the period	-	-	-	-	-	(554,170)	1,248,701	694,531
Transfer of gain on disposal of equity investments at FVOCI to retained earnings	-	-	-	-	-	(139,135)	139,135	-
At 31 March 2023	40,470,758	6,351,015	6,351,015	(23,683)	(293,796)	(3,651,078)	21,812,008	71,016,239

The attached notes 1 to 12 form part of these interim condensed consolidated financial information.

Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
(UNAUDITED)

For the period ended 31 March 2024

	Notes	Three months ended 31 March	
		2024 KD	2023 KD
<b>OPERATING ACTIVITIES</b>			
Profit for the period before KFAS, NLST and Zakat		1,124,547	1,306,173
<i>Non-cash adjustments to reconcile profit for the period before KFAS, NLST and Zakat to net cash flows:</i>			
Interest income	3	(277,472)	(368,487)
Dividend income	3	(86,087)	(82,604)
Unrealised (gain) loss on financial assets at fair value through profit or loss	3	(163,921)	50,622
Depreciation and amortisation		778,249	874,134
Impairment of goodwill		-	210,483
Finance cost on lease liabilities		82,951	33
Provision for employees' end of service benefits		38,285	39,586
		<b>1,496,552</b>	<b>2,029,940</b>
<i>Changes in the working capital:</i>			
Inventories		42,591	19,710
Accounts receivable and prepayments		324,463	32,582
Accounts payable and accruals		1,974,441	3,047,676
Cash flows from operations		<b>3,838,047</b>	<b>5,129,908</b>
Employees' end of service benefits paid		(19,664)	(10,129)
Taxes paid		(65,621)	-
<b>Net cash flows from operating activities</b>		<b>3,752,762</b>	<b>5,119,779</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment		(121,381)	(104,913)
Purchase of investment securities		-	(2,586,434)
Proceeds from sale of investment securities		46,940	13,454,171
Term deposits, net		(300,000)	(8,800,000)
Interest income received	3	277,472	368,487
Dividend income received	3	86,087	82,604
<b>Net cash flows (used in) from investing activities</b>		<b>(10,882)</b>	<b>2,413,915</b>
<b>FINANCING ACTIVITIES</b>			
Short term loan obtained		-	3,000,000
Bank overdraft obtained		-	2,000,000
Dividends paid		(51,837)	(40,743)
<b>Net cash flows (used in) from financing activities</b>		<b>(51,837)</b>	<b>4,959,257</b>
<b>NET INCREASE IN BANK BALANCES AND CASH</b>		<b>3,690,043</b>	<b>12,492,951</b>
Bank balances and cash at 1 January		24,591,084	7,326,408
<b>BANK BALANCES AND CASH AT 31 MARCH</b>	6	<b>28,281,127</b>	<b>19,819,359</b>

The attached notes 1 to 12 form part of these interim condensed consolidated financial information.

# Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

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## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

### 1 CORPORATE INFORMATION

This interim condensed consolidated financial information of Al Soor Fuel Marketing Company K.S.C.P. (the “Parent Company”) and its Subsidiary (collectively the “Group”) for the period ended 31 March 2024 were authorised for issue by the Board of Directors of the Parent Company on 12 May 2024.

The consolidated financial statements of the Group for the year ended 31 December 2023 were approved in the annual general assembly meeting (AGM) of the shareholders held on 8 April 2024. Dividends declared by the Parent Company for the year then ended are provided in Note 11.

The Parent Company is a Kuwaiti shareholding company and was incorporated on 20 March 2006 and commenced its operations on 9 May 2006. The Parent Company’s shares were listed on Boursa Kuwait on 30 June 2008.

The Group conducts the following activities as set forth in Article No. 5 of the Parent Company’s Articles of Association:

- ▶ Acquisition, establishment, leasing, operating, and maintenance of petrol stations;
- ▶ Establishing, developing, operating and maintaining customer service centers at petrol stations, to provide all automobile services including the changing of oil, car wash, maintenance workshop services and technical check-ups;
- ▶ The ability to fill and store fuel;
- ▶ To ship and trade in petroleum products in bulk or retail;
- ▶ The purchase, lease, acquisition, and sale of land and real estate in different locations for the purpose of carrying out the above operations.

The head office of the Parent Company is P.O. Box 28396, Safat 13144, State of Kuwait.

The Parent Company is a subsidiary of Alfa Energy Company K.S.C. (Closed) (the “Intermediate Parent Company”), which is the subsidiary of Al-Tafawoq United Holding Company K.S.C.C (the “Ultimate Parent Company”).

### 2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

#### 2.1 Basis of preparation

The interim condensed consolidated financial information of the Group, for the three months ended 31 March 2024 has been prepared in accordance with IAS 34, *Interim Financial Reporting* (“IAS 34”).

The interim condensed consolidated financial information is presented in Kuwaiti Dinars (“KD”), which is also the functional currency of the Group.

The interim condensed consolidated financial information does not contain all information and disclosures required for annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2023. In addition, results for the period ended 31 March 2024 may not necessarily be indicative of the results that may be expected for the financial year ending 31 December 2024. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included.

#### 2.2 New and amended standards and interpretations

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

Several amendments apply for the first time in 2024, but do not have an impact on the interim condensed consolidated financial information of the Group.



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

**2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)**

**2.2 New and amended standards and interpretations (continued)**

**Supplier Finance Arrangements - Amendments to IAS 7 and IFRS 7**

In May 2023, the IASB issued amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures* to clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

The transition rules clarify that an entity is not required to provide the disclosures in any interim periods in the year of initial application of the amendments. Thus, the amendments had no impact on the Group's interim condensed consolidated financial information.

**Amendments to IFRS 16: Lease Liability in a Sale and Leaseback**

In September 2022, the IASB issued amendments to IFRS 16 to specify the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognise any amount of the gain or loss that relates to the right of use it retains.

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

**Amendments to IAS 1: Classification of Liabilities as Current or Non-current**

In January 2020 and October 2022, the IASB issued amendments to paragraphs 69 to 76 of IAS 1 to specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- ▶ What is meant by a right to defer settlement
- ▶ That a right to defer must exist at the end of the reporting period
- ▶ That classification is unaffected by the likelihood that an entity will exercise its deferral right
- ▶ That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification

In addition, a requirement has been introduced whereby an entity must disclose when a liability arising from a loan agreement is classified as non-current and the entity's right to defer settlement is contingent on compliance with future covenants within twelve months.

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

**3 NET INVESTMENT INCOME**

	<i>Three months ended</i>	
	<i>31 March</i>	
	<b>2024</b>	<b>2023</b>
	<b>KD</b>	<b>KD</b>
Interest income	<b>277,472</b>	368,487
Dividend income	<b>86,087</b>	82,604
Unrealised gain (loss) on financial assets at fair value through profit or loss	<b>163,921</b>	(50,622)
	<b>527,480</b>	400,469

# Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

### 4 EARNINGS PER SHARE (EPS)

Basic earnings per share amounts are calculated by dividing the profit 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 per share is calculated by dividing the profit 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 per share are identical.

	<i>Three months ended</i>	
	<i>31 March</i>	
	<u>2024</u>	<u>2023</u>
Profit for the period (KD)	<b>1,075,067</b>	1,248,701
Weighted average number of outstanding shares*	<b>404,591,833</b>	404,591,833
Basic and diluted earnings per share	<b>2.66 fils</b>	3.09 fils

\* *The weighted average number of shares takes into account the weighted average effect of changes in treasury shares during the period.*

There have been no transactions involving ordinary shares between the reporting date and the date of authorisation of this interim condensed consolidated financial information which would require the restatement of EPS.

### 5 INVESTMENT SECURITIES

	<i>(Audited)</i>		
	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>
	<u>2024</u>	<u>2023</u>	<u>2023</u>
	<u>KD</u>	<u>KD</u>	<u>KD</u>
<i>Financial assets at fair value through other comprehensive income</i>			
Quoted equity securities	<b>27,076,644</b>	25,186,797	21,079,188
Unquoted equity securities	<b>1,723,327</b>	869,807	1,059,345
Managed portfolio of unquoted equity securities	<b>7,949,858</b>	7,119,889	8,767,239
	<b>36,749,829</b>	33,176,493	30,905,772
<i>Financial assets at fair value through profit or loss</i>			
Quoted equity securities	<b>1,062,562</b>	1,003,732	417,877
Unquoted equity securities	<b>820,368</b>	715,276	768,869
	<b>1,882,930</b>	1,719,008	1,186,746
<b>Total investment securities</b>	<b>38,632,759</b>	34,895,501	32,092,518

As at 31 March 2024, investment securities amounting to KD 36,622,676 (31 December 2023: KD 33,738,939 and 31 March 2023: KD 30,733,246) are managed by a related party (Note 9).

As at 31 March 2024, financial assets at fair value through other comprehensive income amounting to KD 4,902,549 (31 December 2023: KD 4,460,989 and 31 March 2023: KD 5,972,130) are in related parties (Note 9).

Hierarchy for determining and disclosing the fair values of financial instruments by valuation technique are presented in Note 12.

## Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

#### 6 BANK BALANCES AND CASH

Bank balances, cash and term deposits included in the interim condensed consolidated statement of cash flows include the following interim condensed consolidated statement of financial position amounts:

	<i>31 March</i> <i>2024</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2023</i> <i>KD</i>	<i>31 March</i> <i>2023</i> <i>KD</i>
Cash in hand	4,560	53,545	3,919
Bank balances	6,576,567	5,643,566	6,315,440
Short-term deposits	25,000,000	23,900,000	30,300,000
	<b>31,581,127</b>	29,597,111	36,619,359
<i>Less:</i>			
Short-term deposits with original maturity of more than three months	(3,300,000)	(3,000,000)	(16,800,000)
Bank overdraft	-	(2,006,027)	-
Cash and cash equivalents for the purpose of interim condensed consolidated statement of cash flow	<b>28,281,127</b>	24,591,084	19,819,359

Term deposits placed with local banks are denominated in local currency and carry an average effective interest rate of 4.5% (31 December 2023: 4.5% and 31 March 2023: 5%) per annum.

#### 7 TREASURY SHARES

	<i>31 March</i> <i>2024</i>	<i>(Audited)</i> <i>31 December</i> <i>2023</i>	<i>31 March</i> <i>2023</i>
Number of treasury shares	115,747	115,747	115,747
Percentage of ownership	0.03%	0.03%	0.03%
Market value (KD)	15,973	15,857	15,163

Reserves equivalent to the cost of the treasury shares held are not available for distribution during the holding period of such shares as per Capital Markets Authority guidelines.

#### 8 CONTINGENCIES AND COMMITMENTS

	<i>31 March</i> <i>2024</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2023</i> <i>KD</i>	<i>31 March</i> <i>2023</i> <i>KD</i>
Letters of guarantee	8,206,506	8,203,156	7,944,822
Capital commitments	1,796,396	233,652	252,240

As at the reporting date, the management of the Parent Company does not anticipate any material liabilities to arise from these letters of guarantee.

# Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

### 9 RELATED PARTY TRANSACTIONS

These represents transactions with major shareholders, associates, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties in the ordinary course of business. Pricing policies and terms of these transactions are approved by the Parent Company's management and board of directors.

Transactions with related parties included in the interim condensed consolidated statement of profit or loss are as follows:

	<i>Entities under common control KD</i>	<i>Other related parties* KD</i>	<i>Total 31 March 2024 KD</i>	<i>Total 31 March 2023 KD</i>
Sales	-	340,139	340,139	439,328
Cost of sales (purchase of fuel)	-	(33,482,617)	(33,482,617)	(35,719,883)
Operating expenses	425,000	-	425,000	225,000
Administrative expenses	5,903	-	5,903	26,188

Balances with related parties included in the interim condensed consolidated statement of financial position are as follows:

	<i>Ultimate Parent Company KD</i>	<i>Parent Company KD</i>	<i>Other related parties* KD</i>	<i>Total March 2024 KD</i>	<i>Total 31 December 2023 (audited) KD</i>	<i>Total March 2023 KD</i>
Accounts receivable and prepayments	-	-	488,477	488,477	692,459	416,967
Accounts payable and accruals	-	-	(13,682,443)	(13,682,443)	(11,628,709)	(14,623,616)
Investment securities (note 5)	1,561,345	2,036,244	1,304,960	4,902,549	4,460,989	5,972,130

\* Other related parties consist of entities under common control, associate, affiliate of associate and key management personnel

Investment properties with total amount of KD 904,000 (31 December 2023: KD 906,000 and 31 March 2023: KD 912,000) is registered by the name of a related party, which confirmed in writing that the Group has the beneficial ownership of those properties.

As at 31 March 2024, investment securities amounting to KD 36,622,676 (31 December 2023: KD 33,739,939 and 31 March 2023: KD 30,733,246) are managed by a related party (Note 5).

#### Key management personnel

Key management personnel comprise of the Board of Directors and key member of the management having authority and responsibility for planning, directing and controlling the activities of the Group.

The aggregate value of transactions relating to key management personnel were as follows:

	<i>Three months ended 31 March</i>	
	<i>2024 KD</i>	<i>2023 KD</i>
Salaries and short-term benefits	105,229	105,222
Employees' end of service benefits	9,044	9,044
	<u>114,273</u>	<u>114,266</u>

# Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

### 10 SEGMENTAL INFORMATION

For management purposes, the Group is organised into business units based on their products and services, and has two reportable operating segments as follows:

Fuel marketing and other related services – represents the sale of fuel and other related services arising from fuel stations.

Investment operations – represents investment in managed portfolio, short-term money market placements and real estate.

	<i>Fuel marketing and other related services KD</i>	<i>Investment operations KD</i>	<i>Unallocated KD</i>	<i>Total KD</i>
<b><i>Period ended 31 March 2024</i></b>				
Segment revenue	<u>37,369,317</u>	<u>594,920</u>	<u>-</u>	<u>37,964,237</u>
Segment results	<u>529,627</u>	<u>594,920</u>	<u>(49,480)</u>	<u>1,075,067</u>
Depreciation and amortisation	<u>765,195</u>	<u>10,747</u>	<u>2,307</u>	<u>778,249</u>
<b><i>As at 31 March 2024</i></b>				
Segment assets	<u>52,466,686</u>	<u>52,125,317</u>	<u>-</u>	<u>104,592,003</u>
Segment liabilities	<u>27,760,871</u>	<u>-</u>	<u>1,388,818</u>	<u>29,149,689</u>
	<i>Fuel marketing and other related services KD</i>	<i>Investment operations KD</i>	<i>Unallocated KD</i>	<i>Total KD</i>
<b><i>Year ended 31 December 2023 (Audited)</i></b>				
Segment revenue	<u>161,500,335</u>	<u>2,917,552</u>	<u>-</u>	<u>164,417,887</u>
Segment results	<u>1,742,451</u>	<u>2,917,552</u>	<u>(531,923)</u>	<u>4,128,080</u>
Depreciation and amortization	<u>3,015,532</u>	<u>245,006</u>	<u>12,588</u>	<u>3,273,126</u>
<b><i>As at 31 December 2023</i></b>				
Segment assets	<u>51,723,099</u>	<u>48,171,552</u>	<u>-</u>	<u>99,894,651</u>
Segment liabilities	<u>27,777,484</u>	<u>-</u>	<u>1,370,197</u>	<u>29,147,681</u>
	<i>Fuel marketing and other related services KD</i>	<i>Investment operations KD</i>	<i>Unallocated KD</i>	<i>Total KD</i>
<b><i>Period ended 31 March 2023</i></b>				
Segment revenue	<u>40,011,374</u>	<u>469,689</u>	<u>-</u>	<u>40,481,063</u>
Segment results	<u>836,484</u>	<u>469,689</u>	<u>(57,472)</u>	<u>1,248,701</u>
Depreciation and amortisation	<u>632,797</u>	<u>236,116</u>	<u>5,221</u>	<u>874,134</u>
Impairment of goodwill	<u>210,483</u>	<u>-</u>	<u>-</u>	<u>210,483</u>
<b><i>As at 31 March 2023</i></b>				
Segment assets	<u>53,356,895</u>	<u>46,526,055</u>	<u>-</u>	<u>99,882,950</u>
Segment liabilities	<u>27,564,661</u>	<u>-</u>	<u>1,302,050</u>	<u>28,866,711</u>

# Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

### 11 ANNUAL GENERAL ASSEMBLY

The Annual General Assembly of the Parent Company for the year ended 31 December 2023 was held on 8 April 2024. Accordingly, the consolidated financial statements for the year ended 31 December 2023 have been approved by the shareholders of the Parent Company.

The shareholders at the Ordinary Annual General Assembly approved the Board of Director's proposal for directors' remuneration of KD 106,000 and also approved the distribution of 5% cash dividends of the nominal value of shares, at 5 fils per share for the year ended 31 December 2023 (2022: 5% cash dividends of the nominal value of shares, at 5 fils per share).

### 12 FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments comprise of financial assets and financial liabilities.

Financial assets consist of investment securities, accounts receivable, cash, bank balances and term deposits. Financial liabilities consist of accounts payable and accruals.

The Group uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in an active market for identical assets and 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;

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

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

#### *Financial assets*

	<i>Fair value KD</i>	<i>Level of hierarchy</i>	<i>Valuation technique</i>	<i>Significant unobservable inputs</i>
<b>31 March 2024</b>				
<i>Financial assets at fair value through other comprehensive income:</i>				
Quoted equity securities	<b>27,076,644</b>	Level 1	Bid price	Not applicable
Unquoted equity securities*	<b>9,673,185</b>	Level 3	Market multiples approach	DLOM
	<b>36,749,829</b>			
<i>Financial assets at fair value through profit or loss:</i>				
Quoted equity securities	<b>1,062,562</b>	Level 1	Bid price	Not applicable
Unquoted securities*	<b>820,368</b>	Level 3	Market multiples approach	Not applicable
	<b>1,882,930</b>			

Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

**12 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)**

*Financial assets (continued)*

<i>31 December 2023 (Audited)</i>	<i>Fair value KD</i>	<i>Level of hierarchy</i>	<i>Valuation technique</i>	<i>Significant unobservable inputs</i>
<i>Financial assets at fair value through other comprehensive income:</i>				
Quoted equity securities	25,186,797	Level 1	Bid price	Not applicable
Unquoted equity securities*	7,989,696	Level 3	Market multiples approach	DLOM
	<u>33,176,493</u>			
<i>Financial assets at fair value through profit or loss:</i>				
Quoted equity securities	1,003,732	Level 1	Bid price	Not applicable
Unquoted securities*	715,276	Level 3	Market multiples approach	Not applicable
	<u>1,719,008</u>			
<i>31 March 2023</i>	<i>Fair value KD</i>	<i>Level of hierarchy</i>	<i>Valuation technique</i>	<i>Significant unobservable inputs</i>
<i>Financial assets at fair value through other comprehensive income:</i>				
Quoted equity securities	21,079,188	Level 1	Bid price	Not applicable
Unquoted equity securities*	9,826,584	Level 3	Market multiples approach	DLOM
	<u>30,905,772</u>			
<i>Financial assets at fair value through profit or loss:</i>				
Quoted equity securities	417,877	Level 1	Bid price	Not applicable
Unquoted securities*	768,869	Level 3	Market multiples approach	Not applicable
	<u>1,186,746</u>			

\* Unquoted equity securities amounting classified as Level 3, are valued based on market multiples such as price to book value multiple and price earnings multiple, using latest financial statements available of the investee entities and adjusted for lack of marketability discount (DLOM) by 30-40% (2023: 30%). The Group has determined that market participants would take into account these discounts when pricing the investments.

# Al Soor Fuel Marketing Company K.S.C.P. and its Subsidiary

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

For the period ended 31 March 2024

### 12 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

#### *Financial assets (continued)*

#### **Reconciliation of Level 3 fair values**

The following table shows a reconciliation of the opening and closing amount of level 3 financial assets which are recorded at fair value.

	<i>Non-listed equity investments</i>		
	<i>Financial assets at FVOCI</i>	<i>Financial assets at FVTPL</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>31 March 2024</b>			
As at 1 January	7,989,696	715,276	8,704,972
Remeasurement recognised in profit or loss	-	105,092	105,092
Remeasurement recognised in other comprehensive income	1,683,489	-	1,683,489
<b>As at 31 March</b>	<b>9,673,185</b>	<b>820,368</b>	<b>10,493,553</b>

	<i>Non-listed equity investments</i>		
	<i>Financial assets at FVOCI</i>	<i>Financial assets at FVTPL</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>31 December 2023 (Audited)</b>			
As at 1 January	10,463,378	785,037	11,248,415
Remeasurement recognised in profit or loss	-	(56,588)	(56,588)
Remeasurement recognised in other comprehensive income	(2,473,682)	-	(2,473,682)
Net purchases	-	(13,173)	(13,173)
<b>As at 31 December</b>	<b>7,989,696</b>	<b>715,276</b>	<b>8,704,972</b>

	<i>Non-listed equity investments</i>		
	<i>Financial assets at FVOCI</i>	<i>Financial assets at FVTPL</i>	<i>Total</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
<b>31 March 2023</b>			
As at 1 January	10,463,378	785,037	11,248,415
Remeasurement recognised in other comprehensive income	(636,794)	(16,168)	(652,962)
<b>As at 31 March</b>	<b>9,826,584</b>	<b>768,869</b>	<b>10,595,453</b>

The Group has performed a sensitivity analysis to the range of significant unobservable inputs used in the fair value measurements during the period. Based on such analysis, there is no material impact on the interim condensed consolidated financial information.



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