

Date: 15/05/2024
Ref: UPAC/COM/2024/025

To: Boursa Kuwait,

السادة: بورصة الكويت للأوراق المالية المحترمين،
تحية طيبة وبعد،

الموضوع: النتائج المالية للفترة المنتهية في 31 مارس 2024
Subject: Financial Results for the Period Ended on 31st March 2024

With reference to the above-mentioned subject, United Projects for Aviation Services Company K.S.C.P. would like to report that, the Board of Directors has met today, Wednesday, 15th May 2024 at 02:00 pm, and the interim consolidated financial statements for the period ended on 31st March 2024 has been approved in accordance with the attached financial results form.

بالإشارة إلى الموضوع أعلاه، تفيد شركة المشاريع المتحدة للخدمات الجوية (ش.م.ك.ع.) بأن مجلس الإدارة قد اجتمع اليوم الأربعاء الموافق 15 مايو 2024 في تمام الساعة 02:00 مساءً، هذا وقد تم اعتماد البيانات المالية المرحلية المجمعة للفترة المنتهية في 31 مارس 2024 وفق نموذج نتائج البيانات المالية المرفق.

وتفضلوا بقبول فائق الاحترام والتقدير،



نادية عبدالله عقيل
نائب رئيس مجلس الإدارة والرئيس التنفيذي
Nadia Abdullah Akil
Vice Chairperson and CEO



Copy to CMA.

نسخة إلى السادة/ هيئة أسواق المال.

Attachments:

- Financial results form.
- Approved financial statements.
- Approved auditor's report.

المرفقات:

- نموذج نتائج البيانات المالية.
- نسخة من البيانات المالية المعتمدة.
- نسخة من تقرير مراقب الحسابات المعتمد.

| | |
|--|---|
| Company Name | اسم الشركة |
| United Projects for Aviation Services Company K.S.C.P. | شركة المشاريع المتحدة للخدمات الجوية ش.م.ك.ع. |

| | | |
|--------------------------------|------------|------------------------------|
| First Quarter Results Ended on | 2024-03-31 | نتائج الربع الاول المنتهي في |
|--------------------------------|------------|------------------------------|

| | | |
|---------------------------------|------------|---------------------------|
| Board of Directors Meeting Date | 2024-05-15 | تاريخ اجتماع مجلس الإدارة |
|---------------------------------|------------|---------------------------|

| | |
|---|---|
| Required Documents | المستندات الواجب إرفاقها بالنموذج |
| Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided | نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم إرفاق هذه المستندات |

| التغيير (%) | فترة الثلاث اشهر المقارنة | فترة الثلاث اشهر الحالية | البيان |
|--------------|--------------------------------|----------------------------|--|
| Change (%) | Three Month Comparative Period | Three Month Current Period | Statement |
| | 2023-03-31 | 2024-03-31 | |
| 5.10% | 586,945 | 616,888 | صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company |
| 5.16% | 1.55 | 1.63 | ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share |
| 103.53% | 4,757,609 | 9,682,993 | الموجودات المتداولة Current Assets |
| 14.61% | 203,578,430 | 233,328,315 | إجمالي الموجودات Total Assets |
| 28.89% | 97,045,817 | 125,078,570 | المطلوبات المتداولة Current Liabilities |
| 28.56% | 98,611,808 | 126,776,553 | إجمالي المطلوبات Total Liabilities |
| 1.46% | 103,935,749 | 105,448,491 | إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company |
| (13.83%) | 2,595,778 | 2,236,880 | إجمالي الإيرادات التشغيلية Total Operating Revenue |
| (1.49%) | 657,060 | 647,294 | صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss) |
| لا يوجد None | لا يوجد None | لا يوجد None | الخسائر المترتبة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital |

| التغيير (%) Change (%) | الربع الاول المقارن | | الربع الاول الحالي | | البيان Statement |
|---------------------------|-------------------------------------|-------------|---------------------------------|-------------|--|
| | First Quarter Comparative Period | 2023-03-31 | First Quarter Current Period | 2024-03-31 | |
| لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company |
| لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share |
| لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | إجمالي الإيرادات التشغيلية Total Operating Revenue |
| لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | لا ينطبق NA | صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss) |

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

| Increase/Decrease in Net Profit (Loss) is due to | سبب ارتفاع/انخفاض صافي الربح (الخسارة) |
|--|---|
| <p>1. The increase in profits for the three months period ended on 31st March 2024 is mainly due to following:</p> <ul style="list-style-type: none"> Despite the decline in revenues for the first quarter ended on 31st March 2024 due to the expiration of the contract for the parking project at Terminal-4, as well as an overall decline in revenue from airport-related services, the profits are in-line and showing a positive variance compared to the first quarter of the previous year which mainly due to reduction in the depreciation and amortization. <p>2. Continue suspension of accruing interest income on the loan to an associate, which would have otherwise resulted in interest income of KD 6,759,285 for the three months period ended on 31st March 2024, and UPAC retains the right to reinstate it in the future.</p> | <p>1. تعود الزيادة في صافي الأرباح لفترة الثلاثة أشهر المنتهية في 31 مارس 2024 بشكل رئيسي إلى ما يلي:</p> <ul style="list-style-type: none"> على الرغم من انخفاض إيرادات الربع الأول المنتهي في 31 مارس 2024 بسبب انتهاء عقد مشروع مواقف السيارات بمبنى الركاب رقم 4، فضلاً عن انخفاض الإيرادات التشغيلية المتعلقة بالخدمات المقدمة في مطار الكويت الدولي، إلا أن الأرباح متسقة وتُظهر تبايناً إيجابياً مقارنةً بالربع الأول من العام السابق ويعود ذلك بشكل رئيسي إلى انخفاض الاستهلاك والإطفاء. <p>2. استمرار تعليق إيرادات الفوائد على القرض المقدم إلى شركة زميلة، مما كان سيؤدي بخلاف ذلك إلى تسجيل إيرادات فوائد قدرها 6,759,285 دينار كويتي لفترة الثلاثة أشهر المنتهية في 31 مارس 2024، مع احتفاظ الشركة بالحق في إعادة تأسيسها مستقبلاً.</p> |

Total Revenue realized from dealing with related parties (value, KWD)

29,696

بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)

Total Expenditures incurred from dealing with related parties (value, KWD)

(273,155)

بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)

| Auditor Opinion | | رأي مراقب الحسابات |
|--------------------------|-------------------------------------|--------------------|
| 1. Unqualified Opinion | <input checked="" type="checkbox"/> | 1. رأي غير متحفظ |
| 2. Qualified Opinion | <input type="checkbox"/> | 2. رأي متحفظ |
| 3. Disclaimer of Opinion | <input type="checkbox"/> | 3. عدم إبداء الرأي |
| 4. Adverse Opinion | <input type="checkbox"/> | 4. رأي معاكس |

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

| | | |
|----------|----|--|
| لا ينطبق | NA | نص رأي مراقب الحسابات كما ورد في التقرير |
| لا ينطبق | NA | شرح تفصيلي بالحالة التي استندت مراقب الحسابات لإبداء الرأي |
| لا ينطبق | NA | الخطوات التي ستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات |
| لا ينطبق | NA | الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات |

| Corporate Actions | | استحقاقات الاسهم (الاجراءات المؤسسية) | |
|-------------------|--------------|---------------------------------------|-------------------------------------|
| النسبة | القيمة | | |
| None لا يوجد | None لا يوجد | توزيعات نقدية Cash Dividends | |
| None لا يوجد | None لا يوجد | توزيعات أسهم منحة Bonus Share | |
| None لا يوجد | None لا يوجد | توزيعات أخرى Other Dividend | |
| None لا يوجد | None لا يوجد | عدم توزيع أرباح No Dividends | |
| None لا يوجد | None لا يوجد | علاوة الإصدار Issue Premium | زيادة رأس المال Capital Increase |
| None لا يوجد | None لا يوجد | | تخفيض رأس المال Capital Decrease |

| ختم الشركة Company Seal | التوقيع Signature | المسمى الوظيفي Title | الاسم Name |
|---|---|---|--|
|  |  | نائب رئيس مجلس الإدارة والرئيس التنفيذي Vice Chairperson and CEO | نادية عبدالله محمد عقيل Nadia Abdullah Mohammed Akil |

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF UNITED PROJECTS COMPANY FOR AVIATION SERVICES K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of United Project Company For Aviation Services K.S.C.P. (the "Parent Company") and its subsidiaries (collectively, the "Group") as at 31 March 2024, and the related interim condensed consolidated statement of income, the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of cash flows and the interim condensed consolidated statement of changes in equity for the three months period then ended. Management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard IAS 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, it 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 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.



WALEED A. AL-OSAIMI
LICENCE NO. 68 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

15 May 2024
Kuwait

United Projects Company For Aviation Services K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME
(UNAUDITED)

For the period ended 31 March 2024

| | Notes | Three months ended 31 March | |
|--|-------|--------------------------------|------------------|
| | | 2024 KD | 2023 KD |
| Revenues | | 2,236,880 | 2,595,778 |
| Operating costs | | (298,411) | (311,027) |
| GROSS PROFIT | | 1,938,469 | 2,284,751 |
| General and administrative expenses | | (461,194) | (356,912) |
| Salaries and employee benefits | | (329,857) | (297,896) |
| Share of results of associate | | (421,162) | (511,196) |
| Other income | | 3,230 | 3,792 |
| Profit before interest, taxation, depreciation and amortisation ("EBITDA") | | 729,486 | 1,122,539 |
| Depreciation | | (196) | (6,245) |
| Amortisation | | (81,996) | (459,234) |
| Profit before interest and taxation ("EBIT") | | 647,294 | 657,060 |
| Interest income | | 56,033 | 18,000 |
| Finance cost | | (23,059) | (17,935) |
| Profit before taxation | | 680,268 | 657,125 |
| Taxation | 10 | (31,412) | (28,257) |
| PROFIT FOR THE PERIOD | | 648,856 | 628,868 |
| BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY | 4 | 1.63 Fils | 1.55 Fils |
| Attributable to: | | | |
| Equity holders of the Parent Company | | 616,888 | 586,945 |
| Non-controlling interests | | 31,968 | 41,923 |
| | | 648,856 | 628,868 |

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

United Projects Company For Aviation Services K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2024

| | | 31 March 2024 KD | (Audited) 31 December 2023 KD | 31 March 2023 KD |
|---|-------|---------------------------|--|---------------------------|
| ASSETS | | | | |
| Non-current assets | | | | |
| Property and equipment | | 3,458 | 603 | 3,457 |
| Intangible assets | 5 | 84 | 82,080 | 860,211 |
| Investment in an associate | | 1,509,224 | 1,942,768 | 3,118,019 |
| Loan to an associate | 6. 13 | 222,132,556 | 215,232,121 | 194,839,134 |
| | | <u>223,645,322</u> | <u>217,257,572</u> | <u>198,820,821</u> |
| Current assets | | | | |
| Accounts receivable and other assets | | 2,183,020 | 2,106,658 | 2,502,596 |
| Cash and cash equivalents | | 7,499,973 | 6,715,364 | 2,255,013 |
| | | <u>9,682,993</u> | <u>8,822,022</u> | <u>4,757,609</u> |
| TOTAL ASSETS | | <u><u>233,328,315</u></u> | <u><u>226,079,594</u></u> | <u><u>203,578,430</u></u> |
| EQUITY AND LIABILITIES | | | | |
| Equity | | | | |
| Share capital | 7 | 38,250,000 | 38,250,000 | 38,250,000 |
| Share premium | | 48,605,000 | 48,605,000 | 48,605,000 |
| Statutory reserve | | 7,317,263 | 7,317,263 | 7,159,646 |
| Treasury shares | 8 | (1,544,594) | (1,544,594) | (1,544,594) |
| Other reserve | | 17,466 | 33,980 | 83,771 |
| Foreign currency translation reserve | | 51,771 | 47,639 | 34,921 |
| Retained earnings | | 12,751,585 | 12,134,697 | 11,347,005 |
| Equity attributable to holders of the Parent Company | | <u>105,448,491</u> | <u>104,843,985</u> | <u>103,935,749</u> |
| Non-controlling interests | | 1,103,271 | 1,071,303 | 1,030,873 |
| Total equity | | <u><u>106,551,762</u></u> | <u><u>105,915,288</u></u> | <u><u>104,966,622</u></u> |
| Non-current liabilities | | | | |
| Accounts payable and other liabilities | 9 | 817,571 | 808,002 | 804,977 |
| Employees' end of service benefits | | 880,412 | 859,367 | 761,014 |
| | | <u>1,697,983</u> | <u>1,667,369</u> | <u>1,565,991</u> |
| Current liabilities | | | | |
| Accounts payable and other liabilities | 9 | 6,672,064 | 6,990,866 | 9,005,761 |
| Loan from a related party | 6 | 118,406,506 | 111,506,071 | 88,040,056 |
| | | <u>125,078,570</u> | <u>118,496,937</u> | <u>97,045,817</u> |
| Total liabilities | | <u><u>126,776,553</u></u> | <u><u>120,164,306</u></u> | <u><u>98,611,808</u></u> |
| TOTAL EQUITY AND LIABILITIES | | <u><u>233,328,315</u></u> | <u><u>226,079,594</u></u> | <u><u>203,578,430</u></u> |

Tarek Ibrahim Mohammad Al Mousa
Chairman


Nadia Abdullah Mohammad Akil
CEO & Vice Chairperson

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

