

Date: 26/03/2025
Ref: UPAC/COM/2025/021

To: Bursa Kuwait,

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

الموضوع: النتائج المالية للسنة المنتهية في 31 ديسمبر 2024
Subject: Financial Results for the Fiscal Year Ended on 31st December 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, 26th March 2025 at 02:00 pm, and the annual consolidated financial statements for the year ended on 31st December 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 26 مارس 2025 في تمام الساعة 02:00 مساءً، هذا وقد تم اعتماد البيانات المالية السنوية المجمعة للسنة المنتهية في 31 ديسمبر 2024 وفق نموذج نتائج البيانات المالية المرفق.

وتفضلوا بقبول فائق الاحترام والتقدير،



حمد عدنان مال الله
نائب رئيس مجلس الإدارة والرئيس التنفيذي
Hamad Adnan Malallah
Vice Chairman and CEO



Copy to CMA.

نسخة الى 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.

Financial Results Form
Kuwaiti Company (KWD)

نموذج نتائج البيانات المالية
للشركات الكويتية (د.ك.)

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

Financial Year Ended on	2024-12-31	نتائج السنة المالية المنتهية في
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Board of Directors Meeting Date	2025-03-26	تاريخ اجتماع مجلس الإدارة
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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 (%) Change (%)	السنة المقارنة Comparative Year	السنة الحالية Current Year	البيان Statement
	2023-12-31	2024-12-31	Statement
(37.5%)	1,532,254	956,934	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(37.7%)	4.06	2.53	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
30.9%	8,822,022	11,550,494	الموجودات المتداولة Current Assets
25.1%	226,079,594	282,843,820	إجمالي الموجودات Total Assets
29.1%	118,496,937	153,025,388	المطلوبات المتداولة Current Liabilities
46.5%	120,164,306	176,039,754	إجمالي المطلوبات Total Liabilities
0.8%	104,843,985	105,664,221	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
(15.5%)	10,140,177	8,570,298	إجمالي الإيرادات التشغيلية Total Operating Revenue
(22.5%)	1,627,580	1,261,225	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
لا يوجد None	لا يوجد None	لا يوجد None	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital



UPAC

شركة المشاريع المتحدة
للخدمات الجوية | ش.م.ك.ع

التغيير (%)	الربع الرابع المقارن	الربع الرابع الحالي	البيان
Change (%)	Fourth quarter Comparative Year	Fourth quarter Current Year	Statement
	2023-12-31	2024-12-31	
66.6%	(1,998,737)	(666,894)	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
66.5%	(5.29)	(1.77)	ربحية (خسارة) السهم الأساسية والمخففة Basic & Diluted Earnings per Share
(16.1%)	2,422,646	2,032,310	إجمالي الإيرادات التشغيلية Total Operating Revenue
79.3%	(2,105,709)	(435,178)	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 decrease in net profits for the fiscal year ended on 31st December 2024 is mainly due to the following:</p> <ul style="list-style-type: none"> Decrease in revenues due to the expiration of the contract for parking lots project at Terminal 4, in addition to an overall decline in revenue from airport-related services. <p>2. Continue suspension of accruing interest income on the loan to an associate, which would have otherwise resulted in interest income of KD 30,092,851 for the fiscal year ended on 31st December 2024, and UPAC retains the right to reinstate it in the future.</p>	<p>1. يعود الانخفاض في صافي الأرباح للسنة المالية المنتهية في 31 ديسمبر 2024 بشكل رئيسي إلى ما يلي:</p> <ul style="list-style-type: none"> انخفاض الإيرادات نتيجة انتهاء عقد مشروع مواقف السيارات بمبنى الركاب رقم 4، فضلاً عن انخفاض الإيرادات التشغيلية المتعلقة ببعض الخدمات المقدمة في مطار الكويت الدولي. <p>2. استمرار تعليق إيرادات الفوائد على القرض المقدم إلى شركة زميلة، مما كان سيؤدي بخلاف ذلك إلى تسجيل إيرادات فوائد قدرها 30,092,851 دينار كويتي للسنة المالية المنتهية في 31 ديسمبر 2024، مع احتفاظ الشركة بالحق في إعادة تأسيسها مستقبلاً.</p>

Total Revenue realized from dealing with related parties (value, KWD)	215,003	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
Total Expenditures incurred from dealing with related parties (value, KWD)	(1,013,538)	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)

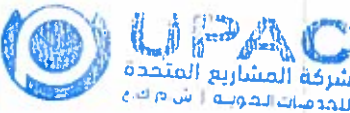

Auditor Opinion		رأي مراقب الحسابات
1. Unqualified Opinion	<input checked="" type="checkbox"/>	1. رأي غير متحفظ
2. Qualified Opinion	<input type="checkbox"/>	2. رأي متحفظ
3. Disclaimer of Opinion	<input type="checkbox"/>	3. عدم إبداء الرأي
4. Adverse Opinion	<input type="checkbox"/>	4. رأي معاكس

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 استدعت 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 الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
لا يوجد None	لا يوجد None	توزيعات نقدية	Cash Dividends
لا يوجد None	لا يوجد None	توزيعات أسهم منحة	Bonus Share
لا يوجد None	لا يوجد None	توزيعات أخرى	Other Dividend
لا يوجد None	لا يوجد None	عدم توزيع أرباح	No Dividends
عدم توزيع أرباح عن السنة المالية المنتهية في 31 ديسمبر 2024. No dividends for the fiscal year ended on 31 st December 2024.			
لا يوجد None	لا يوجد None	علاوة الإصدار	زيادة رأس المال
		Issue Premium	Capital Increase
لا يوجد None	لا يوجد None	لا يوجد None	تخفيض رأس المال
			Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		نائب رئيس مجلس الإدارة والرئيس التنفيذي Vice Chairman and CEO	حمد عدنان مال الله Hamad Adnan Malallah

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF UNITED PROJECTS COMPANY FOR AVIATION SERVICES K.S.C.P.

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of United Projects Company For Aviation Services K.S.C.P. (the "Parent Company") and its subsidiaries (collectively, "the Group"), which comprise the consolidated statement of financial position as at 31 December 2024, and the consolidated statement of income, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2024, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (*including International Independence Standards*) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Valuation of a financing arrangement

The Group has started financing a related party since 2014 for constructing and developing a mega commercial mall in UAE ("Project") through a complex financing arrangement. As the terms of the agreement are critical for assessing the classification of this arrangement and the valuation of amounts due from an associate, the management evaluates these terms. The financing arrangement is classified as a debt instrument at fair value through profit or loss. The management assessed the fair value of the financing arrangement based on the fair value of the Project at the reporting date using the discounted cash flow method that requires the use of various unobservable inputs. Given the significance of the Project and the complexity and estimation uncertainty involved in the valuation of the financing arrangement, we have identified the valuation of the financing arrangement as a key audit matter.



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INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF UNITED PROJECTS COMPANY FOR AVIATION SERVICES K.S.C.P. (continued)

Report on the Audit of the Consolidated Financial Statements (continued)

Valuation of a financing arrangement (continued)

As part of our audit procedures, among others, we have evaluated the terms of various agreements entered by the Group in relation to this Project to assess the appropriateness of the accounting treatment, classification and disclosure of all aspects of the financing arrangements to date. We have tested a sample of the material contributions made during the year to finance the Project by tracing them to supporting evidence and comparing it with the contractual terms of the agreements. For the valuation of the Project, we involved our internal valuation specialists to assist us in evaluating the appropriateness of the methodology used and challenging of the assumptions and judgements applied by management. We evaluated the adequacy of the Group's disclosures concerning the loan to an associate in Note 14 to the consolidated financial statements, including disclosures of key assumptions, judgements and sensitivities in Note 20.

Other information included in the Group's 2024 Annual Report

Management is responsible for the other information. Other information consists of the information included in the Group's 2024 Annual Report, other than the consolidated financial statements and our auditor's report thereon. We obtained the report of the Parent Company's Board of Directors, prior to the date of our auditor's report, and we expect to obtain the remaining sections of the Annual Report after the date of our auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS Accounting Standards as issued by the IASB, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those Charged with Governance are responsible for overseeing the Group's financial reporting process.



INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF UNITED PROJECTS COMPANY FOR AVIATION SERVICES K.S.C.P. (continued)

Report on the Audit of the Consolidated Financial Statements (continued)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ▶ Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for the purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with Those Charged with Governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF UNITED PROJECTS COMPANY FOR AVIATION SERVICES K.S.C.P. (continued)

Report on the Audit of the Consolidated Financial Statements (continued)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (continued)

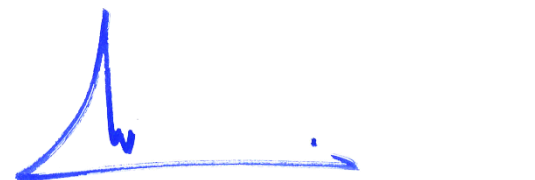
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with Those Charged with Governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Furthermore, in our opinion proper books of account have been kept by the Parent Company and the consolidated financial statements, together with the contents of the report of the Parent Company's Board of Directors relating to these consolidated financial statements, are in accordance therewith. We further report that, we obtained all the information and explanations that we required for the purpose of our audit and that the consolidated financial statements incorporate all information that is required by the Companies Law No.1 of 2016, as amended, and its executive regulations, as amended, and by the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, that an inventory was duly carried out and that, to the best of our knowledge and belief, no 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, have occurred during the year ended 31 December 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 audit, 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 year ended 31 December 2024 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)

26 March 2025
Kuwait

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

CONSOLIDATED STATEMENT OF INCOME

For the year ended 31 December 2024

	<i>Notes</i>	2024 KD	2023 KD
Revenue	5	8,570,298	10,140,177
Operating costs		(1,410,807)	(1,169,320)
GROSS PROFIT		7,159,491	8,970,857
General and administrative expenses		(2,173,561)	(1,803,501)
Salaries and employee benefits		(1,420,507)	(1,317,223)
Fair valuation loss on loan to an associate	14	-	(3,073,029)
Share of results of an associate	7	(1,806,070)	(1,649,374)
Other income		12,965	1,747,685
Profit before interest, taxation, depreciation and amortisation (“EBITDA”)		1,772,318	2,875,415
Depreciation		(1,760)	(9,880)
Amortisation	8	(509,333)	(1,237,955)
Profit before interest and taxation (“EBIT”)		1,261,225	1,627,580
Interest income		248,588	82,624
Finance cost		(444,307)	(51,691)
Profit for the year before contribution to Kuwait Foundation for the Advancement of Sciences (“KFAS”), National Labour Support Tax (“NLST”) and Zakat		1,065,506	1,658,513
Contribution to KFAS		(8,973)	(7,170)
NLST		(23,650)	(27,376)
Zakat		(7,407)	(9,360)
PROFIT FOR THE YEAR		1,025,476	1,614,607
Attributable to:			
Equity holders of the Parent Company		956,934	1,532,254
Non-controlling interest	4	68,542	82,353
		1,025,476	1,614,607
BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	6	2.53 Fils	4.06 Fils

The attached notes 1 to 20 form part of these consolidated financial statements.

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

	Notes	2024 KD	2023 KD
ASSETS			
Non-current assets			
Property and equipment		112,564	603
Intangible assets	8	22,650,155	82,080
Investment in an associate	7	-	1,942,768
Loan to an associate	14	248,530,607	215,232,121
		<u>271,293,326</u>	<u>217,257,572</u>
Current assets			
Accounts receivable and other assets	9	1,889,669	2,106,658
Cash and cash equivalents	10	9,660,825	6,715,364
		<u>11,550,494</u>	<u>8,822,022</u>
TOTAL ASSETS		<u>282,843,820</u>	<u>226,079,594</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	11 (a)	38,250,000	38,250,000
Share premium		48,605,000	48,605,000
Statutory reserve	11 (b)	7,416,960	7,317,263
Treasury shares	12	(1,544,594)	(1,544,594)
Other reserve		(111,480)	33,980
Foreign currency translation reserve		56,401	47,639
Retained earnings		12,991,934	12,134,697
Equity attributable to equity holders of the Parent Company		<u>105,664,221</u>	<u>104,843,985</u>
Non-controlling interest	4	1,139,845	1,071,303
Total equity		<u>106,804,066</u>	<u>105,915,288</u>
Non-current liabilities			
Accounts payable and other liabilities	13	22,242,974	808,002
Employees' end of service benefits		771,392	859,367
		<u>23,014,366</u>	<u>1,667,369</u>
Current liabilities			
Accounts payable and other liabilities	13	8,220,831	6,990,866
Loan from a related party	14	144,804,557	111,506,071
		<u>153,025,388</u>	<u>118,496,937</u>
Total liabilities		<u>176,039,754</u>	<u>120,164,306</u>
TOTAL EQUITY AND LIABILITIES		<u>282,843,820</u>	<u>226,079,594</u>

Tarek Ibrahim Mohammad Al Mousa
Chairman

Hamad Adnan Eisa Malallah
CEO & Vice Chairman

The attached notes 1 to 20 form part of these consolidated financial statements.

