

**UNITED PROJECTS COMPANY FOR
AVIATION SERVICES K.S.C.P. AND ITS SUBSIDIARIES**

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

31 MARCH 2026



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 2026, and the related interim condensed consolidated statement of income and 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-month period then ended. The 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.

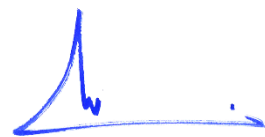
Conclusion

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 2026 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 2026 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

13 May 2026
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 2026

	Notes	Three months ended	
		31 March	
		2026	2025
		KD	KD
Revenue	10	435,254	1,999,431
Operating costs		-	(216,225)
GROSS PROFIT		435,254	1,783,206
General and administrative expenses		(178,851)	(347,371)
Salaries and employee benefits		(247,178)	(339,338)
Other income		56,306	33,200
Profit before interest, taxation, depreciation and amortisation (“EBITDA”)		65,531	1,129,697
Depreciation		(4,410)	(970)
Amortisation of service concession arrangement		(348,074)	(329,699)
Amortization of right-of-use assets		-	(79,841)
(Loss) profit before interest and taxation (“EBIT”)		(286,953)	719,187
Interest income		69,188	78,185
Finance cost on service concession arrangement liabilities		(277,712)	(284,480)
Finance cost		(16,260)	(28,616)
(Loss) profit before taxation		(511,737)	484,276
Taxation	11	-	(4,552)
(LOSS) PROFIT FOR THE PERIOD		(511,737)	479,724
BASIC AND DILUTED (LOSS) EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	4	(1.38) Fils	1.19 Fils
Attributable to:			
Equity holders of the Parent Company		(519,597)	447,598
Non-controlling interests		7,860	32,126
		(511,737)	479,724

The attached notes 1 to 15 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 COMPREHENSIVE
INCOME (UNAUDITED)
For the period ended 31 March 2026

	<i>Three months ended</i>	
	<i>31 March</i>	
	2026	2025
	KD	KD
(Loss) profit for the period	(511,737)	479,724
Other comprehensive (loss) income:		
<i>Other comprehensive loss that may be reclassified to profit or loss in subsequent periods:</i>		
Foreign currency translation adjustment	-	-
Share of other comprehensive loss of associate	-	-
	-	-
Other comprehensive loss for the period		
	-	-
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	(511,737)	479,724
Attributable to:		
Equity holders of the Parent Company	(519,597)	447,598
Non-controlling interests	7,860	32,126
	(511,737)	479,724

The attached notes 1 to 15 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 2026

		<i>31 March</i> <i>2026</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2025</i> <i>KD</i>	<i>31 March</i> <i>2025</i> <i>KD</i>
ASSETS				
Non-current assets				
Property and equipment		71,387	13,996	12,938
Service concession rights	5	21,925,066	22,176,815	22,438,808
Intangible assets		-	-	691,959
Loan to an associate	6, 14	220,517,482	220,517,482	223,576,307
		<u>242,513,935</u>	<u>242,708,293</u>	<u>246,720,012</u>
Current assets				
Accounts receivable and other assets		1,258,399	1,203,375	1,850,390
Cash and cash equivalents		8,171,182	8,832,582	10,754,994
		<u>9,429,581</u>	<u>10,035,957</u>	<u>12,605,384</u>
TOTAL ASSETS		<u><u>251,943,516</u></u>	<u><u>252,744,250</u></u>	<u><u>259,325,396</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		7,416,960	7,416,960	7,416,960
Treasury shares	8	(1,544,594)	(1,544,594)	(1,544,594)
Other reserve		(111,480)	(111,480)	(111,480)
Foreign currency translation reserve		56,401	56,401	56,401
Retained earnings		11,272,046	11,791,643	13,439,532
Equity attributable to equity holders of the Parent Company		<u>103,944,333</u>	<u>104,463,930</u>	<u>106,111,819</u>
Non-controlling interests		1,346,403	1,338,543	1,171,971
Total equity		<u>105,290,736</u>	<u>105,802,473</u>	<u>107,283,790</u>
Non-current liabilities				
Service concession arrangement liabilities	5	20,772,285	21,007,573	21,167,684
Accounts payable and other liabilities	9	901,231	891,128	846,888
Employees' end of service benefits		673,539	693,679	801,327
		<u>22,347,055</u>	<u>22,592,380</u>	<u>22,815,899</u>
Current liabilities				
Service concession arrangement liabilities	5	2,052,000	2,052,000	2,052,000
Loan from a related party	6	116,791,432	116,791,432	119,850,257
Accounts payable and other liabilities	9	5,462,293	5,505,965	7,323,450
		<u>124,305,725</u>	<u>124,349,397</u>	<u>129,225,707</u>
Total liabilities		<u>146,652,780</u>	<u>146,941,777</u>	<u>152,041,606</u>
TOTAL EQUITY AND LIABILITIES		<u><u>251,943,516</u></u>	<u><u>252,744,250</u></u>	<u><u>259,325,396</u></u>

Tarek Ibrahim Mohammad Al Mousa
Chairman

Hamad Adnan Eisa Malallah
CEO & Vice Chairman

The attached notes 1 to 15 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 CASH FLOWS

(UNAUDITED)

For the period ended 31 March 2026

	Notes	Three months ended	
		31 March	
		2026	2025
		KD	KD
OPERATING ACTIVITIES			
(Loss) profit for the period before tax		(511,737)	484,276
<i>Adjustments for:</i>			
Depreciation		4,410	970
Amortisation of right-of-use assets		-	79,841
Amortisation of service concession rights	5	348,074	329,699
Provision for employees' end of service benefits		15,219	32,665
Interest income		(69,188)	(78,185)
Finance cost on service concession arrangement liabilities		277,712	284,480
Finance cost		16,260	28,616
		80,750	1,162,362
<i>Working capital changes:</i>			
Accounts receivable and other assets		(38,738)	49,144
Accounts payable and other liabilities		(49,829)	(79,422)
Cash flows (used in) from operations		(7,817)	1,132,084
Employees' end of service benefits paid		(35,359)	(2,730)
Net cash flows (used in) from operating activities		(43,176)	1,129,354
INVESTING ACTIVITIES			
Additions to service concession rights	5	(96,325)	(18,246)
Purchase of property and equipment		(61,801)	(1,450)
Repayment of loan to an associate	6	-	24,954,300
Interest income received		52,902	68,320
Net cash flows (used in) from investing activities		(105,224)	25,002,924
FINANCING ACTIVITIES			
Repayment of loan from a related party		-	(24,954,300)
Payment of service concession arrangement liabilities	5	(513,000)	-
Payment of lease liabilities		-	(83,809)
Net cash flows used in financing activities		(513,000)	(25,038,109)
NET DECREASE/ INCREASE IN CASH AND CASH EQUIVALENTS		(661,400)	1,094,169
Cash and cash equivalents as at 1 January		8,832,582	9,660,825
CASH AND CASH EQUIVALENTS AS AT 31 March		8,171,182	10,754,994
Non-cash items excluded from the condensed consolidated statement of cash flows:			
Additions to right-of-use assets		-	771,800
Additions to lease liabilities (adjusted with accounts payable and other liabilities)		-	654,702
Prepayments adjusted with right-of-use assets		-	117,098

The attached notes 1 to 15 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 CHANGES IN EQUITY (UNAUDITED)

For the period ended 31 March 2026

<i>Attributable to equity holders of the Parent Company</i>										
	<i>Share capital KD</i>	<i>Share premium KD</i>	<i>Statutory reserve KD</i>	<i>Treasury shares KD</i>	<i>Other reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Retained earnings KD</i>	<i>Sub-total KD</i>	<i>Non-controlling interests KD</i>	<i>Total KD</i>
As at 1 January 2026	38,250,000	48,605,000	7,416,960	(1,544,594)	(111,480)	56,401	11,791,643	104,463,930	1,338,543	105,802,473
(Loss) profit for the period	-	-	-	-	-	-	(519,597)	(519,597)	7,860	(511,737)
Total comprehensive (loss) income for the period	-	-	-	-	-	-	(519,597)	(519,597)	7,860	(511,737)
As at 31 March 2026	38,250,000	48,605,000	7,416,960	(1,544,594)	(111,480)	56,401	11,272,046	103,944,333	1,346,403	105,290,736
	<i>Share capital KD</i>	<i>Share premium KD</i>	<i>Statutory reserve KD</i>	<i>Treasury shares KD</i>	<i>Other reserve KD</i>	<i>Foreign currency translation reserve KD</i>	<i>Retained earnings KD</i>	<i>Sub-total KD</i>	<i>Non-controlling interests KD</i>	<i>Total KD</i>
As at 1 January 2025	38,250,000	48,605,000	7,416,960	(1,544,594)	(111,480)	56,401	12,991,934	105,664,221	1,139,845	106,804,066
Profit for the period	-	-	-	-	-	-	447,598	447,598	32,126	479,724
Total comprehensive income for the period	-	-	-	-	-	-	447,598	447,598	32,126	479,724
As at 31 March 2025	38,250,000	48,605,000	7,416,960	(1,544,594)	(111,480)	56,401	13,439,532	106,111,819	1,171,971	107,283,790

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

United Projects Company for Aviation Services 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 2026

1 CORPORATE INFORMATION

The interim condensed consolidated financial information of United Projects Company for Aviation Services K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively the “Group”) for the period ended 31 March 2026 were authorised for issue by the Board of Directors on 13 May 2026

The consolidated financial statements of the Group for the year ended 31 December 2025 were approved by the shareholders at the AGM held on 28 April 2026.

United Projects Company for Aviation Services K.S.C.P. (the “Parent Company”) was established as a closed Kuwaiti shareholding company on 4 December 2000 and was subsequently listed on Boursa Kuwait on 5 June 2006. The Parent Company’s registered address is in Symphony Building, Floor 8, Plot No. 1A/1, Block No. 71, Salem Al-Mubarak Street and Arabian Gulf Street, Salmiya. The main objectives of the Parent Company are:

- ▶ Providing airplane ground and cleaning services and supply of water and other airplane supplies;
- ▶ Leasing out airplanes;
- ▶ Tourism, travel and cargo shipment services;
- ▶ Managing projects;
- ▶ Investing surplus funds in investment portfolios managed by specialised institutions;
- ▶ The right to participate with other firms, which operate in the same field or those, which would assist in achieving its objectives in Kuwait or abroad, and to purchase those firms or participate in their equity.
- ▶ Management and development of real estate activities including real estate consultancy services;
- ▶ General trading of construction materials, equipment and real estate;
- ▶ To own, lease and rent out land and real estate properties;
- ▶ Sharing in executing the infrastructure for the housing, trading and industrial projects and manage real estate facilities under BOT regulations.

The Parent Company is listed on Boursa Kuwait and is a subsidiary of PWC Aviation Services Company K.S.C (Closed) (“Intermediate Parent Company”). During the prior year, owing to business reorganization, the Ultimate Parent Company of the Group has changed from Agility Public Warehousing Company K.S.C.P., which is listed on Boursa Kuwait to Agility Global PLC, a UK incorporated public limited company listed on the Abu Dhabi Securities Exchange (ADX).

2 BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

The interim condensed consolidated financial information does not contain all information and disclosures required for full condensed consolidated financial statements prepared in accordance with IFRS and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2025. In the opinion of management, all adjustments considered necessary for a fair presentation have been included in the interim condensed consolidated financial information. Operating results for the interim period are not necessarily indicative of the results that may be expected for the year ending 31 December 2026.

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

The Group has prepared the interim condensed consolidated financial information on the basis that it will continue to operate as a going concern.

3 CHANGES TO THE GROUP’S ACCOUNTING POLICIES

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 2025, except for the adoption of amendments to a standard effective as of 1 January 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

United Projects Company for Aviation Services 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 2026

3 CHANGES TO THE GROUP'S ACCOUNTING POLICIES (continued)

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, *Amendments to the Classification and Measurement of Financial Instruments* (the Amendments). The Amendments include:

- ▶ Clarifications of the requirements for recognition and derecognition of financial assets and financial liabilities. In particular, a financial liability is derecognised on the 'settlement date' and an accounting policy choice is introduced (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date
- ▶ Additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance (ESG) and similar features should be assessed
- ▶ Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments; and
- ▶ The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI)

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

Annual Improvements to IFRS accounting Standards – Volume 11

In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS Accounting Standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 *First-time Adoption of International Financial Reporting Standards*, IFRS 7 *Financial Instruments: Disclosure and its accompanying Guidance on implementing IFRS 7*, IFRS 9 *Financial Instruments*, IFRS 10 *Consolidated Financial Statements* and IAS 7 *Statements of Cash Flows*.

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

4 BASIC AND DILUTED (LOSS) EARNINGS PER SHARE

Basic and diluted (loss) earnings per share is calculated by dividing the (loss) profit for the period attributable to equity holders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is calculated by dividing the (loss) 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>	
	<i>2026</i>	<i>2025</i>
	<i>KD</i>	<i>KD</i>
(Loss) profit for the period attributable to equity holders of the Parent Company	(519,597)	447,598
Weighted average number of paid-up shares	382,500,000	382,500,000
Less: Weighted average number of treasury shares	(4,824,307)	(4,824,307)
Weighted average number of ordinary shares outstanding during the period	377,675,693	377,675,693
Basic and diluted (loss) earnings per share	(1.38) Fils	1.19 Fils

United Projects Company for Aviation Services 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 2026

5 SERVICE CONCESSION RIGHTS AND SERVICE CONCESSION ARRANGEMENT LIABILITIES

Messila Beach Project

On 18 July 2024, the Group entered into a concession arrangement to operate and transfer Messila Beach with Touristic Enterprises Company (“TEC”) (the “Grantor”) consisting of pre-existing gardens, parks and recreation centers located in Messila beach (the “Project”). The project is fully developed and built by the TEC. The contract term is for 17 years, and the project will be handed back to the Grantor at the end of the term. The project was handed over to the Group on 4 September 2024. The Project has been officially opened to the public on 30 October 2025.

As at 31 March 2026, service concession rights amounted to KD 21,925,066 (31 December 2025: KD 22,176,815 and 31 March 2025: KD 22,438,808) while service concession arrangement liabilities amounted to KD 22,824,285 (31 December 2025: KD 23,059,573 and 31 March 2025: KD 23,219,684), discounted at a rate of 5%.

The Ultimate Parent Company has provided guarantees amounting to Nil (31 March 2025: KD 3,283,200) for Messila Beach Project on behalf of the Group. (Note 6 & 13).

The service concession rights are being amortised on a straight-line basis over the 17-year concession period. Accordingly, the carrying amount of the concession right will be fully amortised by the end of the concession term, at which point the project will be transferred to the grantor at no consideration. Revenue during the operation phase will be recognised in accordance with IFRS 15, while the amortisation of the service concession rights will be recognised as an expense in profit or loss.

Set out below, are the carrying amounts of the service concession rights and the movements during the period/year:

	31 March 2026 KD	<i>(Audited)</i> 31 December 2025 KD	31 March 2025 KD
As at 1 January	22,176,815	22,750,261	22,750,261
Additions	96,325	759,581	18,246
Amortization	(348,074)	(1,333,027)	(329,699)
	<u>21,925,066</u>	<u>22,176,815</u>	<u>22,438,808</u>

Set out below are the carrying amounts of service concession arrangement liabilities and the movements during the period/year:

	31 March 2026 KD	<i>(Audited)</i> 31 December 2025 KD	31 March 2025 KD
As at 1 January	23,059,573	22,935,204	22,935,204
Finance cost	277,712	1,150,369	284,480
Payments	(513,000)	(1,026,000)	-
	<u>22,824,285</u>	<u>23,059,573</u>	<u>23,219,684</u>
Classified as:			
Non-current liabilities	20,772,285	21,007,573	21,167,684
Current liabilities	2,052,000	2,052,000	2,052,000
	<u>22,824,285</u>	<u>23,059,573</u>	<u>23,219,684</u>

United Projects Company for Aviation Services 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 2026

6 RELATED PARTY TRANSACTIONS AND BALANCES

These represents transactions with related parties, i.e. major shareholders, associate, 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.

Transactions and balances with related parties are as follows:

	<i>Entities under common control KD</i>	<i>Other related parties KD</i>	<i>Three months ended 31 March</i>	
			<i>2026 KD</i>	<i>2025 KD</i>
<i>Interim condensed consolidated statement of income:</i>				
Revenues	-	-	-	17,442
Other income	-	30,000	30,000	30,000
Operating costs	-	-	-	(248,919)
General and administrative expenses	(16,254)	-	(16,254)	(65,130)
Finance cost	(10,103)	-	(10,103)	(19,875)

United Projects Company for Aviation Services 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 2026

6 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

	<i>Entities under common control KD</i>	<i>Intermediate Parent Company KD</i>	<i>Other related parties KD</i>	<i>31 March 2026 KD</i>	<i>(Audited) 31 December 2025 KD</i>	<i>31 March 2025 KD</i>
<i>Interim condensed consolidated statement of financial position:</i>						
Loan to an associate ¹	-	-	220,517,482	220,517,482	220,517,482	223,576,307
Amounts due from a related party (included in accounts receivable and other assets)	-	-	27,777	27,777	18,176	36,007
Amounts due to related parties (Included in accounts payable and other liabilities)	(1,134,243)	-	-	(1,134,243)	(1,064,645)	(1,224,134)
Loan from a related party ²	-	(116,791,432)	-	(116,791,432)	(116,791,432)	(119,850,257)

Amounts due to related parties are interest free and are payable on demand. Other related parties include entities under common control, except for loan to an associate.

¹ Loan to an associate represents amounts advanced by a subsidiary of the Group towards the construction and development of a commercial mall in UAE (“Project”). This amount bears compounded annual interest rates as per the loan agreement at 9.81% (31 December 2025: 9.81% and 31 March 2025: 9.81%) and carries with it the option, at the sole discretion of the Parent Company, to be converted to equity in the Project subject to the Project achieving certain operational targets. The Group contributed KD 6,580,301 (31 December 2025: KD 6,580,301 and 31 March 2025: KD 6,580,301) in the equity of the Project. The Ultimate Parent Company has also invested in the equity of this Project. The Parent Company suspended the interest and has not recognised interest income of KD 8,111,471 for the period ended 31 March 2026 (31 December 2025: KD 31,744,547 and 31 March 2025: KD 7,656,629). The interest was suspended temporarily, and the Parent Company retains the right to reinstate it in the future. During the period, the associate has repaid KD Nil (31 December 2025: KD 28,013,125 and 31 March 2025: KD 24,954,300) to the Group.

² Loan from the Intermediate Parent Company carries no interest and is payable on demand. On 13 June 2023, the Parent Company and Intermediate Parent Company signed a convertible loan agreement (‘agreement’) with a limit of KD 160 million, with a maturity on 8 August 2026. The utilized portion of the loan as of 31 March 2026 amounts to KD 116.79 million.

The agreement grants the Intermediate Parent Company an option to convert the debt into new ordinary shares in the Parent Company in accordance with the terms of the agreement. The completion and execution of the conversion option of the existing debt, once exercised, will be subject to the approval of the relevant regulatory authorities and to the approval of Extraordinary General Meeting (“EGM”) of the shareholders of the Parent Company.

Even though the loan from the Intermediate Parent Company is payable on demand, the related party has confirmed to the management that they will not demand repayment of these amounts unless the Group has sufficient funds to settle these amounts.

The Ultimate Parent Company has provided guarantees amounting to KD Nil (31 December 2025: KD Nil and 31 March 2025: KD 3,283,200) for a Messila Beach Project on behalf of Group (Note 5 & 13).

United Projects Company for Aviation Services 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 2026

6 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

Compensation of 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 remuneration of key management personnel during the period was as follows:

	<i>Three months ended</i>	
	<i>31 March</i>	
	2026	2025
	KD	KD
Short-term benefits	71,170	80,352
Employees' end of service benefits	4,925	21,194
	76,095	101,546

7 SHARE CAPITAL

	<i>(Audited)</i>		
	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>
	2026	2025	2025
	KD	KD	KD
Issued and paid-up share capital of 382,500,000 shares of 100 fils each (31 December 2025: 382,500,000 shares of 100 fils each and 31 March 2025: 382,500,000 shares of 100 fils each)	38,250,000	38,250,000	38,250,000

	<i>(Audited)</i>		
	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>
	2026	2025	2025
	Shares	Shares	Shares
<i>Authorised shares</i>			
Ordinary shares of 100 fils each	1,132,500,000	1,132,500,000	1,132,500,000
<i>Ordinary shares issued and fully paid</i>	382,500,000	382,500,000	382,500,000

8 TREASURY SHARES

	<i>(Audited)</i>		
	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>
	2026	2025	2025
Number of treasury shares (shares)	4,824,307	4,824,307	4,824,307
Percentage of issued shares (%)	1%	1%	1%
Market value (KD)	752,592	1,046,875	810,484
Cost (KD)	1,544,594	1,544,594	1,544,594

Reserves equivalent to the cost of the treasury shares held are not available for distribution.

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

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9 ACCOUNTS PAYABLE AND OTHER LIABILITIES

	<i>31 March</i>	<i>(Audited)</i> <i>31 December</i>	<i>31 March</i>
	<i>2026</i>	<i>2025</i>	<i>2025</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Accounts payable	1,022,223	1,130,660	1,062,616
Amounts due to related parties (Note 6)	1,134,243	1,064,645	1,224,134
Accrued expenses	1,420,556	1,389,755	1,630,298
KFAS payable	-	-	15,988
Contract liabilities	184,128	226,283	542,417
Provision for staff leave	88,097	75,629	115,105
Tenant refundable deposits	998,847	994,691	1,409,647
Other payables	1,515,430	1,515,430	2,170,133
	<u>6,363,524</u>	<u>6,397,093</u>	<u>8,170,338</u>
Classified as:			
Non-current liabilities	901,231	891,128	846,888
Current liabilities	5,462,293	5,505,965	7,323,450
	<u>6,363,524</u>	<u>6,397,093</u>	<u>8,170,338</u>

10 REVENUE

	<i>Three months ended</i>	
	<i>31 March</i>	
	<i>2026</i>	<i>2025</i>
	<i>KD</i>	<i>KD</i>
Type of revenue		
Rental revenue	323,548	1,135,505
Services revenue	111,706	863,926
	<u>435,254</u>	<u>1,999,431</u>

All of the services are provided at a point in time and all revenue operations are carried out in Kuwait.

11 TAXATION

	<i>Three months ended</i>	
	<i>31 March</i>	
	<i>2026</i>	<i>2025</i>
	<i>KD</i>	<i>KD</i>
National labour support tax (“NLST”)	-	-
Contribution to Kuwait Foundation for the Advancement of Sciences (“KFAS”)	-	4,552
Zakat	-	-
	<u>-</u>	<u>4,552</u>

12 OPERATING SEGMENT INFORMATION

For management purposes, the Group is organised in two operating segments: i) Investments: consists of investing in the Project (Note 6) and surplus funds in investment portfolios. ii) Service operations: consists of managing projects and providing airplane ground and cleaning services and other service facilities.

United Projects Company for Aviation Services 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 2026

12 OPERATING SEGMENT INFORMATION (continued)

	<i>Investments</i>		<i>Services operations</i>		<i>Total</i>	
	<i>Three months ended</i>		<i>Three months ended</i>		<i>Three months ended</i>	
	<i>2026</i>	<i>2025</i>	<i>2026</i>	<i>2025</i>	<i>2026</i>	<i>2025</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
<i>Interim condensed consolidated statement of income:</i>						
Segment revenue	69,188	78,185	491,560	2,032,631	560,748	2,110,816
Segment profit (loss)	59,084	58,310	(570,821)	425,966	(511,737)	484,276
Unallocated expenses		-		-	-	(4,552)
(Loss) profit for the period		-		-	(511,737)	479,724
<i>Salaries and employees' benefits</i>	-	-	(247,178)	(339,338)	(247,178)	(339,338)
<i>Other information:</i>						
Depreciation and amortization	-	-	(352,484)	(410,510)	(352,484)	(410,510)

	<i>Investments</i>			<i>Services operations</i>			<i>Total</i>		
	<i>31 March</i>	<i>(Audited)</i>	<i>31 March</i>	<i>31 March</i>	<i>(Audited)</i>	<i>31 March</i>	<i>(Audited)</i>	<i>31 March</i>	
	<i>2026</i>	<i>31 December</i>	<i>2025</i>	<i>2026</i>	<i>31 December</i>	<i>2025</i>	<i>31 December</i>	<i>2025</i>	
	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>	
<i>Interim condensed consolidated statement of financial position:</i>									
Assets	228,107,570	228,574,140	232,677,326	23,835,946	24,170,110	26,648,070	251,943,516	252,744,250	259,325,396
Liabilities	116,791,432	116,791,432	119,850,257	29,861,348	30,150,345	32,191,349	146,652,780	146,941,777	152,041,606
Additions to right-of-use assets	-	-	-	-	771,800	771,800	-	771,800	771,800
Derecognition of right-of-use assets	-	-	-	-	612,117	-	-	612,117	-
Additions to service concession rights	-	-	-	96,325	759,581	18,246	96,325	759,581	18,246
Additions to property and equipment	-	-	-	61,801	5,788	1,450	61,801	5,788	1,450

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

As at and for the period ended 31 March 2026

13 CONTINGENCIES

Legal claims

Sheikh Saa'd Terminal

A case was filed by the DGCA against the Group's subsidiary, Royal Aviation Company K.S.C. (Closed) ("RAC") on 17 April 2022, alleging breaches of contractual obligations related to aircraft hangar construction.

On 26 March 2024, the case was referred to the Experts Department, where the expert concluded that there is no breach by RAC and that DGCA delayed handover of the site in question and RAC is entitled to receive an amount of KD 407,764. On 4 February 2025, the court referred the case to another expert. Based on the second expert's report, on 23 December 2025, the Court of First Instance ruled that RAC must pay DGCA KD 2,166,278, rejecting other claims.

RAC has appealed this ruling on 21 January 2026 (Appeal No. 120/2026), disputed liability and asserting its right to compensation. The next hearing is set for 4 November 2026.

The management, based on consultations with its external legal counsel and taking into consideration the conclusions of the initial expert report and the substantive grounds of appeal, believes that RAC has strong legal arguments and that a favourable outcome is probable. Accordingly, no provision has been recognised in these condensed consolidated financial statements as at the reporting date.

Kuwait Airways Terminal-4 Parking project

On 7 January 2025, Incheon International Airport Corporation ("Incheon"), the primary contractor from whom this project was sub-contracted by the Group, filed a legal case against the Parent Company, claiming KD 1,515,430 being due lease rentals as well as delay fines. Incheon has requested to appoint an expert to review the details of the case. The case was transferred to the expert department. On 13 October 2025, the expert submitted the report to the court. During the hearing of 12 May 2026 The court dismissed the original claim by Incheon. Incheon has the right to appeal the case in the higher court or file a new court case.

As at 31 March 2026, the Group had KD 1,515,430, recorded as 'other payables' in 'accounts payable and other liabilities', representing amount payables for the period from August 2020 to September 2022 which were not been settled as the Parent Company was in discussions with DGCA, to be granted a waiver of rent, as the operations were impacted by the COVID pandemic.

The management, based on consultations with its external legal counsel believes that the Group has strong legal arguments and that a favorable outcome is probable. Accordingly, the management believes that the provisions recorded in the books are adequate at the reporting date and no additional provisions have been recognized.

Other claims

On April 2026, a legal case has been filed by the DGCA against the Parent Company, claiming an amount of KD 7,873,704, and requesting the appointment of an expert to determine the usage fees from the contract expiration date until the actual evacuation and handover date relating to Terminal 1 of Kuwait International Airport. During the first hearing session of 27 April 2026, the case was transferred to expert department, to appoint expert and to submit a written report to the court. The next court session is set for 23 June 2026.

The management, based on consultations with its external legal counsel, believes that the Group has strong legal arguments and that a favorable outcome is probable. Accordingly, no provision has been recognised in these condensed consolidated financial information as at the reporting date.

Counter Fees Receivables:

On February 5, 2026, UPAC filed a legal case against DGCA for the amounts receivable to UPAC for counters fees related to Zones for the period from 1 January 2021 to 19 May 2023 amounting to KD 1.1M. During the court session on 27 April 2026, the case was transferred to expert department, to appoint expert and to submit a written report to the court. The next court hearing is set for 22 June 2026.

There is established legal precedent from previous lump-sum settlements reached for similar balances for past years from the DGCA and hence the management remains confident for recovery of these balances. Accordingly, the management has not recorded any provision on these balances.

Other contingencies

As at 31 March 2026, the Group had contingent liabilities, amounting to KD 3,535,094 (31 December 2025: KD 3,555,094 and 31 March 2025: KD 304,154), in respect of bank guarantees arising in normal course of business from which it is anticipated that no material liabilities will arise.

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

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13 CONTINGENCIES (continued)

Other contingencies (continued)

The Ultimate Parent Company has provided guarantees amounting to Nil (31 December 2025: KD Nil and 31 March 2025: KD 3,283,200) for a Messila Beach Project on behalf of the Group (Note 5 & 6).

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments comprise of financial assets and financial liabilities.

Financial assets consist of accounts receivables and other assets, cash and cash equivalents and loan to an associate. Financial liabilities consist of loans and borrowings, accounts payables and other liabilities excluding rent received in advance. Management assessed that the carrying value of financial instruments at amortised cost is not significantly different from their fair values as most of these assets and liabilities are of short-term maturity or are re-priced immediately based on market movement in interest rates.

Loan to an associate is classified as Level 3.

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

	<i>31 March</i> <i>2026</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2025</i> <i>KD</i>	<i>31 March</i> <i>2025</i> <i>KD</i>
At the beginning of the period / year	220,517,482	248,530,607	248,530,607
(Repayments) additions to contribution	-	(28,013,125)	(24,954,300)
At the end of the period / year	<u>220,517,482</u>	<u>220,517,482</u>	<u>223,576,307</u>

15 TAXATION

Pillar 2 Income Taxes

In 2021, OECD's Inclusive Framework (IF) on Base Erosion and Profit Shifting (BEPS) agreed to a two-pillar solution to address tax challenges arising from the digitalization of the economy. Under Pillar 2, multinational entities whose revenue exceeds EUR 750 million are liable to pay corporate income tax at a minimum effective tax rate of 15%.

Currently, the Group's revenue does not exceed EUR 750 million but exposed to the global minimum tax by virtue of the Ultimate Parent Company which is domiciled and operating in the United Arab Emirates (UAE). On 31 December 2024, the State of Kuwait issued Law Number 157 of 2024 (the Law) introducing Domestic Minimum Top-up Tax (DMTT) effective from 1 January 2025 on entities which are part of Multi National Entities (MNE) Group with annual revenues of EUR 750 million or more. The Law provides that a top-up tax shall be payable on the taxable income at a rate equal to the difference between 15% and the effective tax rate in each of the jurisdictions it operates in. The Law effectively replaces the existing National Labour Support Tax (NLST) and Zakat tax regimes in Kuwait for MNEs within the scope of this Law.

The Ultimate Parent Company is a UAE incorporated public limited company and constitutes as Ultimate Parent Entity (UPE) for the purpose of the DMTT law for the Group. The Ultimate Parent Company, as the Group Tax Function, is responsible for computing the Top-up Tax for each jurisdiction, leveraging its oversight and access to all entities across sub-groups and will be responsible for computation and allocation of the amounts to each sub-group for financial reporting purposes. In line with the above responsibility as UPE under the DMTT law, the Ultimate Parent Company has performed an estimated Top-Up Tax computation at Kuwait jurisdiction level, aggregating all the entities located in Kuwait. Based on the estimated calculation, the jurisdiction is in a Globe loss position, and accordingly, no top-up tax liability is expected to arise in Kuwait for the year 2026. Consequently, no DMTT liability is recorded in the condensed consolidated financial statements of the Group. The Group applies the mandatory and temporary exception from recognising and disclosing information on the associated deferred tax assets and liabilities as required by the amendments to IAS 12 'International Tax Reform Pillar Two Model Rules'.