



**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Condensed consolidated interim financial information (Unaudited)
and independent auditor's review report for the six-month period ended 30 June 2025



**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Condensed consolidated interim financial information (Unaudited)
and independent auditor's review report for the six-month period ended 30 June 2025

Contents	Pages
Report on review of condensed consolidated interim financial information	1
Condensed consolidated interim statement of financial position	2
Condensed consolidated interim statement of income	3
Condensed consolidated interim statement of comprehensive income	4
Condensed consolidated interim statement of changes in equity	5
Condensed consolidated interim statement of cash flows	6
Notes to the condensed consolidated interim financial information	7-22



The Board of Directors

Livestock Transport and Trading Company K.P.S.C. State of Kuwait

Report on review of condensed consolidated interim financial information

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Livestock Transport and Trading Company K.P.S.C. (the "Parent Company") and its subsidiaries (together referred to as the "Group") as at 30 June 2025 and the related condensed consolidated interim statements of income and comprehensive income for the three-month and six-month periods then ended and the statements of changes in equity and cash flows for the six-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34").

Report on review of other legal and regulatory requirements

Furthermore, based on our review, the condensed consolidated interim financial information is in agreement with the books of account of the Parent Company. We further report that nothing has come to our attention indicating any violations of the Companies Law No. 1 of 2016, and its Executive Regulations nor of the Parent Company's Memorandum and Articles of Association, as amended, have occurred during the six month period ended 30 June 2025, that might have had a material effect on the business of the Group or its consolidated financial position

We further report that, during the course of our review, we have not become aware of any violations during the six month period ended 30 June 2025 of the provisions of Law No. 7 of 2010 concerning the Capital Markets Authority and its related regulations, that might have had a material effect on the business of the Group or its consolidated financial position.



Khalid Ebrahim Al-Shatti
Licence No. 175
PricewaterhouseCoopers (Al-Shatti & Co.)

14 August 2025
Kuwait

Condensed consolidated interim statement of financial position (Unaudited)

As at 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Notes	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Assets				
Non-current assets				
Property, plant and equipment	5	37,032,449	36,802,652	32,884,069
Investment in an associate		577,446	494,180	541,487
Right-of-use assets		876,739	1,082,376	1,208,208
Financial assets at fair value through other comprehensive income	4	287,057	287,294	289,718
		<u>38,773,691</u>	<u>38,666,502</u>	<u>34,923,482</u>
Current assets				
Inventories	6	5,034,682	3,870,517	4,170,533
Trade and other receivables	7	11,649,965	11,060,793	11,440,642
Bank balances and cash	8	1,694,037	2,341,108	2,542,403
		<u>18,378,684</u>	<u>17,272,418</u>	<u>18,153,578</u>
Total assets		<u>57,152,375</u>	<u>55,938,920</u>	<u>53,077,060</u>
Equity and liabilities				
Equity				
Share capital		21,659,057	21,659,057	21,659,057
Share premium		4,967,805	4,967,805	4,967,805
Treasury shares	9	(1,647,126)	(1,647,126)	(1,647,126)
Statutory reserve		11,825,560	11,825,560	11,825,560
Voluntary reserve		489,130	4,489,130	4,489,130
Other reserves	10	(39,626)	107,834	136,398
Accumulated losses		(13,541,276)	(15,856,885)	(10,455,445)
Net equity		<u>23,713,524</u>	<u>25,545,375</u>	<u>30,975,379</u>
Liabilities				
Non-current liabilities				
Employees' end of service benefits		1,710,170	1,588,896	1,729,321
Bank borrowing	11	10,900,000	11,800,000	12,700,000
Lease liabilities – non-current		614,481	734,740	703,454
		<u>13,224,651</u>	<u>14,123,636</u>	<u>15,132,775</u>
Current liabilities				
Bank borrowing	11	1,821,018	1,823,799	1,817,835
Bank overdraft	8	11,194,955	5,292,895	-
Trade and other payables	12	6,975,065	8,819,088	4,680,588
Lease liabilities – current		223,162	334,127	470,483
		<u>20,214,200</u>	<u>16,269,909</u>	<u>6,968,906</u>
Total liabilities		<u>33,438,851</u>	<u>30,393,545</u>	<u>22,101,681</u>
Total equity and liabilities		<u>57,152,375</u>	<u>55,938,920</u>	<u>53,077,060</u>


Mohammed Hamad Alebraheem
Vice Chairman


Ahmed Al Majed
Acting Chief Executive Officer

The notes on pages 7 to 22 form an integral part of this condensed consolidated interim financial information.

Condensed consolidated interim statement of income (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Notes	Three months ended 30 June		Six months ended 30 June	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Operating revenue		12,035,196	13,490,742	23,505,356	25,811,216
Operating costs		(11,281,411)	(11,636,797)	(21,281,664)	(21,423,026)
Gross profit		753,785	1,853,945	2,223,692	4,388,190
Other operating income		245,877	307,532	436,137	442,193
Marketing expenses		(448,219)	(471,663)	(897,756)	(865,841)
General and administrative expenses	13	(1,344,576)	(1,348,572)	(2,737,835)	(2,844,998)
Other operating expenses	18	(368,569)	(49,479)	(507,595)	(115,105)
Impairment / (reversal of impairment) of trade and other receivables		(14,223)	(18,987)	24,928	(40,449)
Operating (loss) / profit		(1,175,925)	272,776	(1,458,429)	963,990
Net investment income		12,493	(4,733)	14,263	130
Group's share in an associate's results		21,501	14,946	60,695	29,430
Finance costs		(298,766)	(193,616)	(546,306)	(386,591)
Foreign currency exchange gain / (loss)		184,031	42,486	209,385	(139,890)
(Loss) / profit before subsidiaries' tax		(1,256,666)	131,859	(1,720,392)	467,069
Income tax expense on subsidiaries		24,990	(46,027)	36,001	(38,389)
(Loss) / profit after subsidiaries' tax		(1,231,676)	85,832	(1,684,391)	428,680
National Labour Support Tax ("NLST")		-	(2,146)	-	(10,717)
Zakat		-	(859)	-	(4,287)
(Loss) / profit for the period		(1,231,676)	82,827	(1,684,391)	413,676
Basic and diluted (loss) / earnings per share (fils)	14	(5.89)	0.40	(8.05)	1.98

Condensed consolidated interim statement of comprehensive income (Unaudited)

For the six month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Notes	Three months ended 30 June		Six months ended 30 June	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
(Loss) / profit for the period		(1,231,676)	82,827	(1,684,391)	413,676
Other comprehensive income:					
<i>Items that may be reclassified to the condensed consolidated interim statement of income:</i>					
Exchange differences on translation of foreign operations	10	(88,220)	(88,829)	(147,223)	(90,844)
<i>Items that will not be reclassified to the condensed consolidated interim statement of income:</i>					
Changes in fair value of financial assets at fair value through other comprehensive income	10	(211)	(55)	(237)	(26)
Other comprehensive loss for the period		(88,431)	(88,884)	(147,460)	(90,870)
Total comprehensive (loss) / income for the period		(1,320,107)	(6,057)	(1,831,851)	322,806

Condensed consolidated interim statement of changes in equity (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

	Share capital	Share premium	Treasury shares	Statutory reserve	Voluntary reserve	Other reserves	Accumulated losses	Net equity
At 1 January 2024	21,659,057	4,967,805	(1,647,126)	11,825,560	4,489,130	227,268	(10,869,121)	30,652,573
Profit for the period	-	-	-	-	-	-	413,676	413,676
Other comprehensive loss for the period	-	-	-	-	-	(90,870)	-	(90,870)
Total comprehensive income for the period	-	-	-	-	-	(90,870)	413,676	322,806
At 30 June 2024 (Unaudited)	21,659,057	4,967,805	(1,647,126)	11,825,560	4,489,130	136,398	(10,455,445)	30,975,379
At 1 January 2025	21,659,057	4,967,805	(1,647,126)	11,825,560	4,489,130	107,834	(15,856,885)	25,545,375
Loss for the period	-	-	-	-	-	-	(1,684,391)	(1,684,391)
Other comprehensive loss for the period	-	-	-	-	-	(147,460)	-	(147,460)
Total comprehensive loss for the period	-	-	-	-	-	(147,460)	(1,684,391)	(1,831,851)
Transfer from voluntary reserve to accumulated losses (note 19)	-	-	-	-	(4,000,000)	-	4,000,000	-
At 30 June 2025 (Unaudited)	21,659,057	4,967,805	(1,647,126)	11,825,560	489,130	(39,626)	(13,541,276)	23,713,524

Condensed consolidated interim statement of cash flows (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

		For the six months ended 30 June	
	Notes	2025 (Unaudited)	2024 (Unaudited)
Cash flows from operating activities			
(Loss) / profit for the period		(1,684,391)	413,676
Adjustments for:			
Depreciation – property, plant and equipment	5	2,784,717	2,140,237
Depreciation – right of use assets		216,542	219,975
Gain on sale of property, plant and equipment		(3,786)	(4,443)
Net investment income		(14,263)	(130)
Interest expense – lease liability		46,309	42,668
Interest expense – bank borrowing and overdraft		499,997	343,923
(Reversal of) / impairment of trade and other receivables		(24,928)	40,449
Provision for obsolete and slow-moving inventory		382,144	-
Group's share in associate's results		(60,695)	(29,430)
Foreign currency exchange (gain) / loss		(209,385)	139,890
Employees' end of service benefits		185,668	162,352
		<u>2,117,929</u>	<u>3,469,167</u>
Changes in working capital:			
Inventories		(1,543,963)	1,232,498
Trade and other receivables		(552,982)	(728,290)
Trade and other payables		(1,634,576)	117,361
Cash (used in) / generated from operations		<u>(1,613,592)</u>	<u>4,090,736</u>
Employees' end of service benefits paid		(62,295)	(31,052)
Net cash flows (used in) / generated from operating activities		<u>(1,675,887)</u>	<u>4,059,684</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	5	(3,003,713)	(839,652)
Proceeds from disposal of property, plant and equipment		45,552	18,497
Investment income received		14,263	130
Net cash flows used in investing activities		<u>(2,943,898)</u>	<u>(821,025)</u>
Cash flows from financing activities			
Repayment of bank borrowing		(900,000)	(1,021,951)
Interest paid on bank borrowings and overdraft		(502,778)	(344,804)
Dividends paid		(62)	(741)
Lease payments		(289,170)	(288,809)
Net cash flows used in financing activities		<u>(1,692,010)</u>	<u>(1,656,305)</u>
Net (decrease) / increase in cash and cash equivalents		<u>(6,311,795)</u>	<u>1,582,354</u>
Cash and cash equivalents at beginning of the period	8	(2,951,787)	1,003,675
Effects of exchange rate changes on cash and cash equivalents		(237,336)	(43,626)
Cash and cash equivalents at end of the period	8	<u>(9,500,918)</u>	<u>2,542,403</u>
Non-cash transactions			
Voluntary reserve	19	(4,000,000)	-
Accumulated losses	19	4,000,000	-

The notes on pages 7 to 22 form an integral part of this condensed consolidated interim financial information.

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

1. INCORPORATION AND ACTIVITIES

Livestock Transport and Trading Company K.P.S.C. (the "Parent Company") was incorporated in accordance with the memorandum of association authenticated at the Ministry of Justice - Real Estate Registration and Authentication Department under No. 70 /D/Vol. 2 on 24 November 1973. On 20 January 1974, the Parent Company has been incorporated in accordance with the resolution of the founders' General Assembly meeting of the Parent Company.

The head office of the Parent Company is located at Sulaibiya, Agricultural Area, Block 12, Kuwait. Kuwait Investment Authority is the principal shareholder in the Parent Company. The Parent Company is listed on Boursa Kuwait.

The Parent Company's objectives are as follows:

1. To carry out all operations of producing, transporting and trading in all kinds of meat.
2. To construct and buy farms, pastures, barns, land and real estate deemed necessary to achieve the Parent Company's objectives.
3. To carry out all transportation operations deemed necessary or for others similar businesses.
4. To own, buy and utilise means of marine and land transportation necessary to achieve the Parent Company's objectives. In addition, utilise air transport necessary.
5. To run any business or processing activity relating to meat production and transportation, wool and leather trade.
6. To own, lease and rent of real estates, buildings, workshops, docks and stores.
7. To import and export marine equipment necessary for the Parent Company's vessels.
8. To import, export and manufacture all kinds of fodder.
9. The Parent Company may conduct all transactions and all other actions necessary to facilitate achieving its objectives.
10. Utilisation of financial surplus through investment in portfolios managed by specialised Companies and Authorities.
11. To run any trade or industry for food processing, opening restaurants and preparing healthy food.
12. To run any trade or manufacture of foodstuffs.
13. To run any trade or manufacture of fertilizers.
14. Import, export, breeding and sale of livestock.
15. Importing, exporting, manufacturing and selling medicines, veterinary tools and supplies, and veterinary medicine.
16. To run any trade or manufacture of animal and pet food.
17. Agricultural Contracting.
18. Delivery of consumer and food orders.
19. To run any trade or industry related to supermarkets and/or mini supermarkets and/or groceries.
20. To run the activities of butchery and butcheries and exhibitions of selling meat and its products of all kinds.

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

1. INCORPORATION AND ACTIVITIES (Continued)

The condensed consolidated interim financial information includes the financial information of the Parent Company and its subsidiaries (together referred to as the "Group"):

Name of subsidiaries	Shareholding interest (%)			Activity	Country of incorporation
	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)		
Rural Export and Trading (WA) PTY Ltd.	100	100	100	Trade in livestock and meat	Australia
Trans Emirates Livestock Trading Company L.L.C.	100	100	100	Trade in livestock and meat	UAE
Al Shuwaikh Company for Managing and Establishing Commercial and Industrial Projects S.P.C.	100	100	100	Establishment and management of commercial and industrial projects	Kuwait
Al Mawashi (PTY) Ltd.	100	100	100	Trade in livestock and meat	South Africa
Al Messilah United for Sea and Shore Shipping Company W.L.L.	100	100	100	Sea transportation of miscellaneous goods	Kuwait
Al Kuwait Vessel for Sea and Shore Shipping Company W.L.L.	100	100	100	Sea transportation of miscellaneous goods	Kuwait

The Group operates in four countries; Kuwait, United Arab Emirates ("UAE"), Australia and South Africa and transports and sells livestock to certain countries in the Middle East. The financial information of the subsidiaries has been consolidated based on financial information prepared by management as at 30 June 2025.

During September 2022, the Parent Company incorporated two new subsidiaries "Al Messilah United for Sea and Shore Shipping Company W.L.L." and "Al Kuwait Vessel for Sea and Shore Shipping Company W.L.L.". The two subsidiaries did not start operations and their share capital has not been paid as at 30 June 2025.

The condensed consolidated interim financial information was authorised for issue by Parent Company's Board of Directors' on 14 August 2025.

2. BASIS OF PREPARATION

The condensed consolidated interim financial information has been prepared in accordance with the International Accounting Standard 34, Interim Financial Reporting. The condensed consolidated interim financial information does not include all the information and notes required for complete annual consolidated financial statements prepared in accordance with IFRS Accounting Standards. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for fair presentation have been included.

Operating results for the six month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025. For further information, refer to the annual audited consolidated financial statements of the Group for the financial year ended 31 December 2024.

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

2. BASIS OF PREPARATION (Continued)

The Group has analyzed the significant variances in revenues and gross profit margins for the six-month period ended 30 June 2025 compared to the corresponding period in the prior year. During this period, the Group's revenues decreased by 9%, while the gross profit margin declined from 17% to 9%. These variances are primarily attributable to the following factors:

Local live sales in Kuwait experienced a substantial decrease, due to temporary non-availability of wethers and the general market slow-down.

The average procurement cost of live sheep in the Group's primary sourcing market rose by more than 82% in the six-month period ended 30 June 2025 compared to the corresponding period in the prior year. This sharp increase in input costs was not fully passed on to customers, resulting in significant pressure on gross margins.

The livestock sourcing environment during the period was affected by tightening supply and strong global demand. Supply constraints were mainly due to flock reductions and a lower availability of wethers, which are typically preferred for meat production. Additionally, increased competition among processors in sourcing markets drove up procurement prices. An industry shift away from wool toward more meat-focused production further limited supply. These factors led to higher livestock costs and reduced the Group's ability to maintain previous gross margin levels.

The condensed consolidated interim financial information has been presented in Kuwaiti Dinars ("KD") which is the functional and presentation currency of the Parent Company.

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of annual consolidated financial statements for the year ended 31 December 2024 and the corresponding interim reporting period. Also see (a) and (b) below.

(a) New and amended IFRS Accounting Standards adopted by the Group

The group has applied the following amendments for the first time from 1 January 2025:

- Amendments to IAS 21 - Lack of Exchangeability

The amendments listed above did not have a material impact on the amounts recognised in prior periods and are not expected to significantly affect the current period.

(b) Impact of new standards (issued but not yet adopted by the Group)

Certain new accounting standards and interpretations have been published that are not mandatory for the current reporting period and have not been adopted by the Group. The management of the Group is in the process of assessing the impact of these new standards, interpretation and amendments which will be adopted in the Group's condensed consolidated interim financial statements as and when they are applicable.

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

2. BASIS OF PREPARATION (Continued)

(c) Going concern

During the six months period ended 30 June 2025, the Group incurred a net loss of KD 1,684,391 (30 June 2024: net profit of KD 413,676) and, as of that date, the Group has accumulated losses of KD 13,541,276 (31 December 2024: KD 15,856,885 and 30 June 2024: KD 10,455,445).

As at 30 June 2025, the Group current liabilities exceeded its current assets by KD 1,835,516.

The Group have conducted an appropriate assessment of whether there was any indication that property, plant and equipment may be impaired, the assessment did not result in any impairment indicators. Also, the Group has assessed the Group's ability to continue as a going concern and the Group is satisfied that they have the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt on the Group's ability to continue as a going concern.

Therefore, the consolidated financial statements continue to be prepared on the going concern basis.

3. JUDGEMENT AND ESTIMATES

The preparation of condensed consolidated interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed consolidated interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual consolidated financial statements as at and for the year ended 31 December 2024.

4. FAIR VALUE ESTIMATION

The fair values of financial assets and liabilities are estimated as follows:

- Level 1:** Quoted prices in active markets for quoted financial instruments.
- Level 2:** Quoted prices in active markets for similar instruments. Quoted prices for identical assets or liabilities in market that is not active. Inputs other than quoted prices that are observable for assets and liabilities.
- Level 3:** Inputs for the asset or liabilities that are not based on observable market data.

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

4. FAIR VALUE ESTIMATION (Continued)

The following table shows the fair value measurement hierarchy of the Group's financial assets recorded at fair value:

30 June 2025 (Unaudited)	Level 1	Level 2	Level 3	Total fair value
Financial assets at fair value through other comprehensive income	1,218	21,888	263,951	287,057
31 December 2024 (Audited)	Level 1	Level 2	Level 3	Total fair value
Financial assets at fair value through other comprehensive income	1,223	22,120	263,951	287,294
30 June 2024 (Unaudited)	Level 1	Level 2	Level 3	Total fair value
Financial assets at fair value through other comprehensive income	1,228	22,064	266,426	289,718

Financial assets at fair value through other comprehensive income comprise the following:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Quoted securities	1,218	1,223	1,228
Unquoted foreign securities	21,888	22,120	22,064
Unquoted local securities	263,951	263,951	266,426
	287,057	287,294	289,718

The method of valuation used in Level 3 has been consistent with that used in the recent annual consolidated financial statements, which is measured at fair value estimated using various models like discounted cash flow model, which includes some assumptions that are not supportable by observable market prices or rates or the latest financial statements or information available on these investments the future financial flows of which are unpredictable.

The following table represents the changes in Level 3 instruments:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Opening balance	263,951	266,426	266,426
Disposals	-	(2,475)	-
Ending balance	263,951	263,951	266,426

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

5. PROPERTY, PLANT AND EQUIPMENT

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Opening balance	36,802,652	34,230,657	34,230,657
Additions	3,003,713	7,271,582	839,652
Disposals	(69,210)	(459,152)	(338,091)
Depreciation relating to disposals	27,444	439,492	324,037
Depreciation charge	(2,784,717)	(4,569,013)	(2,140,237)
Foreign currency translation differences	52,567	(110,914)	(31,949)
	<u>37,032,449</u>	<u>36,802,652</u>	<u>32,884,069</u>

The depreciation charge for the period has been allocated in the condensed consolidated interim statement of income as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Operating costs	2,329,897	3,843,371	1,813,534
Marketing expenses	124,871	212,727	102,134
General and administrative expenses (Note 13)	329,949	512,915	224,569
	<u>2,784,717</u>	<u>4,569,013</u>	<u>2,140,237</u>

Machinery and equipment included in property, plant and equipment with a carrying value of KD 6,158 as at 30 June 2025 (31 December 2024: KD 8,676; 30 June 2024: KD 11,591) are mortgaged as a security against long term borrowing (Note 11).

Vessel included in property, plant and equipment with a carrying value of KD 13,116,588 as at 30 June 2025 (31 December 2024: KD 11,614,829; 30 June 2024: KD 12,118,026) is mortgaged as a security against long term borrowing (Note 11).

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

6. INVENTORIES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Livestock and meat	4,491,359	3,001,239	2,071,792
Fodder	116,272	95,479	106,955
Medicines, fertilisers and others	693,550	710,334	1,124,963
	<u>5,301,181</u>	<u>3,807,052</u>	<u>3,303,710</u>
Production materials and spare parts	820,800	770,967	866,823
Less: Provision for obsolete, slow-moving inventory and count differences *	(1,087,299)	(707,502)	-
	<u>5,034,682</u>	<u>3,870,517</u>	<u>4,170,533</u>

* During year ended 31 December 2024, the Group identified variances during the physical inventory count at one of its subsidiaries. A provision has been recorded for the identified variances based on the information available up to the reporting date. The Group is continuing its investigation into these discrepancies and will make any necessary adjustments to the financial statements once the investigation is completed and further information becomes available.

7. TRADE AND OTHER RECEIVABLES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Trade receivables	9,261,644	8,764,379	8,917,740
Accrued Government subsidy*	16,330,630	16,330,630	16,330,630
	<u>25,592,274</u>	<u>25,095,009</u>	<u>25,248,370</u>
Loss allowance	(16,382,144)	(16,418,334)	(16,374,587)
	<u>9,210,130</u>	<u>8,676,675</u>	<u>8,873,783</u>
Advances to suppliers	656,707	1,011,026	1,263,435
Prepaid expenses	382,211	221,578	458,402
Refundable deposits	131,397	125,878	127,978
Staff receivables	16,795	17,127	24,669
Others	1,252,725	1,008,509	692,375
	<u>11,649,965</u>	<u>11,060,793</u>	<u>11,440,642</u>

The movement of the loss allowance is as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Opening	16,418,334	16,341,427	16,341,427
Charged during the year	(24,928)	79,135	40,449
Write-off	-	(7,428)	(7,428)
Foreign exchange differences	(11,262)	5,200	139
Closing	<u>16,382,144</u>	<u>16,418,334</u>	<u>16,374,587</u>

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

7. TRADE AND OTHER RECEIVABLES (Continued)

* Pursuant to Council of Ministers resolution No. 1308 dated 11 September 2011 regarding the Parent Company's purchase and transfer of livestock to Kuwait port (CIF) and selling the same at cost plus 15% margin, the Ministerial Decree No. 409 which was issued on 8 July 2012 regarding the Ministry of Commerce and Industry's financial support of KD 16.835 per head of sheep live or chilled or completely frozen which was entered into Kuwait from whatever source or means, and in effect until 1 November 2012.

The government subsidy due from Ministry of Commerce and Industry (the "Ministry") as a result of the subsidy granted to the Parent Company to meet the increased prices of certain foodstuff and consumer goods in accordance with the previous ministerial decrees amounted to KD 16,330,630 (31 December 2024: KD 16,330,630, 30 June 2024: KD 16,330,630). The Group's subsidy was not approved by the Ministry due to a dispute regarding the subsidy per head. Further, there were two legal cases filed by the Parent Company against the Ministry claiming the subsidy due amount.

The outcome of the two legal cases was not in favour of the Parent Company, accordingly management had appealed against the verdict. On 28 December 2022, a verdict was issued by the Court of cassation to refuse the appeal and uphold the earlier decision of the court.

No additional loss allowance was charged as a result of the final outcome of the two legal cases, as full loss allowance was maintained during the prior years.

Loss allowance of KD 33,500 (31 December 2024: KD 33,500, 30 June 2024: 33,500) was maintained against the remaining government subsidy balance amounting to KD 3,105,426 (31 December 2024: KD 3,105,426, 30 June 2024: KD 3,105,426) as this amount was not part of the dispute.

As at 30 June 2025, the loss allowance maintained against the total accrued government subsidy balance amounted to KD 13,258,704 (31 December 2024: KD 13,258,704, 30 June 2024: KD 13,258,704).

8. CASH AND CASH EQUIVALENTS

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Cash on hand and at banks	1,653,579	2,312,468	2,516,715
Cash at investment portfolios	40,458	28,640	25,688
Bank balances and cash	1,694,037	2,341,108	2,542,403
Less: bank overdraft	(11,194,955)	(5,292,895)	-
Cash and cash equivalents	(9,500,918)	(2,951,787)	2,542,403

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

9. TREASURY SHARES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Number of shares	7,377,383	7,377,383	7,377,383
Percentage of issued shares (%)	3.41%	3.41%	3.41%
Market value	708,229	789,380	804,135

The Parent Company is committed to retain reserves, share premium and retained earnings equivalent to the cost of treasury shares throughout the period, in which they are held by the Parent Company, pursuant to the relevant instructions of the regulatory authorities.

10. OTHER RESERVES

	Change in fair value reserve	Foreign currency translation reserve	Total
At 1 January 2025	(59,854)	167,688	107,834
Change in fair value of financial assets at fair value through other comprehensive income	(237)	-	(237)
Foreign currency translation differences	-	(147,223)	(147,223)
30 June 2025 (Unaudited)	(60,091)	20,465	(39,626)
At 1 January 2024	(59,901)	287,169	227,268
Change in fair value of financial assets at fair value through other comprehensive income	(26)	-	(26)
Foreign currency translation differences	-	(90,844)	(90,844)
30 June 2024 (Unaudited)	(59,927)	196,325	136,398

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

11. BANK BORROWING

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Current portion	1,821,018	1,823,799	1,817,835
Non-current portion	10,900,000	11,800,000	12,700,000

Current portion includes accrued interest amounting to KD 21,018 (31 December 2024: KD 23,799 and, 30 June 2024: KD 17,835).

Bank borrowings represent loans denominated in Kuwaiti Dinars ("KD") obtained from a local bank ("the lender") with a maximum limit amounting to KD 14,500,000 and carry an effective interest rate of 3.5% (31 December 2024: 3.5%, 30 June 2024: 3.5%) per annum. The bank borrowing is used to finance purchasing equipment and vessels.

During 2022, the Parent Company had requested from the lender to defer the first four instalments of one of the two loans. The original due dates of the deferred instalments were 15 December 2022, 15 June 2023, 15 December 2023 and 15 June 2024 with total amount of KD 3,500,000. The new due dates of the instalments are 15 December 2028, 15 June 2029, 15 December 2029, and 15 June 2030.

On 22 December 2022, the lender approved the Parent Company's request to defer the first four instalments amounting to KD 3,500,000 of one of the loans. The deferred instalments carry interest rate of 1% in addition to the original interest rate (3.5%).

Bank borrowings are secured by machinery and equipment and vessels included in property, plant and equipment amounting to KD 6,158 and KD 13,116,588 respectively (31 December 2024: KD 8,676 and KD 11,614,829, 30 June 2024: KD 11,591 and KD 12,118,026) (Note 5).

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

12. TRADE AND OTHER PAYABLES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Trade payables	2,014,531	5,273,198	2,409,111
Advances from customers	1,804,953	1,850,970	748,877
Dividends payable (Note 16)	40,929	40,991	41,120
Accrued expenses	2,686,790	1,445,278	1,057,802
Refundable deposits	142,551	125,285	216,881
Other payables	285,311	83,366	206,797
	<u>6,975,065</u>	<u>8,819,088</u>	<u>4,680,588</u>

13. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended 30 June		Six months ended 30 June	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Staff costs	627,632	606,788	1,342,827	1,259,186
Depreciation - property, plant and equipment (Note 5)	162,750	88,441	329,949	224,569
Depreciation - right-of-use assets	52,875	58,807	115,504	118,578
Insurance	57,194	67,543	106,405	122,666
Professional fees	60,732	53,214	114,816	95,546
Maintenance, repair and utilities	113,474	224,909	233,236	542,555
Transportation expenses	9,561	11,447	22,916	23,705
Stationary and office supplies	1,930	3,793	4,935	9,600
Bank charges	49,986	25,478	87,534	59,390
Rent	31,631	24,560	54,493	38,062
Subscription, registration and certification fees	31,614	54,734	62,721	82,554
Other expenses	145,197	128,858	262,499	268,587
	<u>1,344,576</u>	<u>1,348,572</u>	<u>2,737,835</u>	<u>2,844,998</u>

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

14. BASIC AND DILUTED (LOSS) / EARNINGS PER SHARE

Basic and diluted (loss) / earnings per share are calculated by the (loss) / profit for the period by the weighted average number of shares outstanding (less treasury shares) during the period as follows:

	Three months ended 30 June		Six months ended 30 June	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
(Loss) / profit for the period	(1,231,676)	82,827	(1,684,391)	413,676
Weighted average number of outstanding shares (less treasury shares)	209,213,192	209,213,192	209,213,192	209,213,192
(Loss) / earnings per share (fils)	<u>(5.89)</u>	<u>0.40</u>	<u>(8.05)</u>	<u>1.98</u>

The Parent Company had no outstanding dilutive shares.

15. CONTINGENT LIABILITIES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Letters of guarantee	<u>1,634,206</u>	<u>849,848</u>	<u>1,487,284</u>

Letter of guarantees are issued by the Group to mainly governmental entities to ensure the fulfillment of the Group's contractual obligations towards governmental lessors and customers.

During the period, the tax authorities in South Africa issued additional tax assessments for the years ended 31 December 2020 and 2022 for Al Mawashi (PTY) Ltd. (a subsidiary of the Parent Company). Al Mawashi (PTY) Ltd. is in the process of preparing documentation to object to the assessments and believes that it has strong grounds for a successful appeal, primarily due to its historical losses. At this stage, no provision has been recognized as the outcome of the objection process is uncertain and the management does not consider it probable that an outflow of economic resources will be required.

**Livestock Transport and Trading Company K.P.S.C.
and its subsidiaries
State of Kuwait**

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

16. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent, major shareholders, directors and key management personnel of the Group, their close family members, and entities controlled, or significantly influenced by the Parent Company. In the ordinary course of business, and subject to the approval of the Group's management, transactions were made with such related parties during the period ended 30 June.

Detail of the significant related party transactions and balances are as follows:

Transactions	Three months ended		Six months ended	
	30 June		30 June	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Key management benefits	139,899	124,833	281,840	249,667
Balances		30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2024 (Unaudited)
Key management long term balances - included in employees' end of service benefits		204,201	133,085	293,372
Key management short term balances - included in accrued expenses		74,966	55,198	72,688
Dividends payable (Note 12)		40,929	40,991	41,120

All transactions with related parties are subject to the approval of Shareholders' General Assembly.

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

17. OPERATING SEGMENTS

17.1 Geographical and operational segments of the revenues, results, assets and liabilities

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses and whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which separate financial information is available.

The Group conducts its activities through three main operational segments:

- Commercial segment includes purchasing, transporting, ranching and selling the live and slaughtered sheep and all skins, intestines and fertilizers. Purchasing and selling fodder and also purchasing and selling chilled and frozen meat in wholesale and retail.
- Food processing segment includes meat processing and its classification in all products and selling it in wholesale.
- Investments segment include investment portfolios managed by specialised companies, and deposits.

The segments results are reported to the senior executive management of the Group, as well as the revenues and results of the Group's business, assets and liabilities are reported in accordance with the geographical locations where the Group conducts its activities. Revenue, profits, assets and liabilities are measured according to the same accounting bases followed in preparation of annual consolidated financial statements. Segment analysis in line with internal reports submitted to management is as follows:

17.1.1 Segments revenues (Unaudited)

	Commercial segment		Food processing segment		Investments segment		Total	
	Six months ended 30 June		Six months ended 30 June		Six months ended 30 June		Six months ended 30 June	
	2025	2024	2025	2024	2025	2024	2025	2024
	KD 000's							
Kuwait	10,666	13,309	4,281	724	14	-	14,961	14,033
UAE	7,470	7,991	-	-	-	-	7,470	7,991
Australia	1,086	589	-	-	61	29	1,147	618
South Africa	438	3,641	-	-	-	-	438	3,641
Total	19,660	25,530	4,281	724	75	29	24,016	26,283

* Total reconciles to the following statement of income items:

- Operating revenue
- Other operating income
- Net investment income
- Group's share in an associate's results

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

17. OPERATING SEGMENTS (Continued)

17.1 Geographical and operational segments of the revenues, results, assets and liabilities (Continued)

17.1.2 Segments results (Unaudited)

	Commercial segment		Food processing segment		Investments segment		Total	
	six months ended		six months ended		six months ended		six months ended	
	30 June	2024	30 June	2024	30 June	2024	30 June	2024
	2025		2025		2025		2025	
	KD 000's							
Kuwait	(1,075)	717	841	22	14	-	(220)	739
UAE	(1,416)	(266)	-	-	-	-	(1,416)	(266)
Australia	22	(192)	-	-	61	29	83	(163)
South Africa	(131)	104	-	-	-	-	(131)	104
Total	(2,600)	363	841	22	75	29	(1,684)	414

17.1.3 Segmental distribution of assets and liabilities (Unaudited)

	Commercial segment		Food processing segment		Investments segment		Total	
	31 December		31 December		31 December		31 December	
	30 June	2024	30 June	2024	30 June	2024	30 June	2024
	2025		2025		2025		2025	
	KD 000's							
Assets	54,467	49,778	51,871	1,820	5,380	375	865	831
Liabilities	33,250	30,267	21,465	189	127	637	-	-
							57,152	55,939
							33,439	30,394
							22,102	22,102

Notes to the condensed consolidated interim financial information (Unaudited)

For the six-month period ended 30 June 2025

(All amounts are in Kuwaiti Dinar unless otherwise stated)

17. OPERATING SEGMENTS (Continued)

17.1 Geographical and operational segments of the revenues, results, assets and liabilities (Continued)

17.1.4 Geographical distribution of assets and liabilities (Unaudited)

		30 June 2025 (KD 000's)			
	Kuwait	UAE	Australia	South Africa	Total
Assets	47,200	6,190	2,246	1,516	57,152
Liabilities	30,266	2,705	127	341	33,439

	31 December 2024 (Audited)				
	(KD 000's)				
	Kuwait	UAE	Australia	South Africa	Total
Assets	46,360	6,060	2,101	1,418	55,939
Liabilities	27,502	1,892	346	654	30,394

		30 June 2024 (KD 000's)			
	Kuwait	UAE	Australia	South Africa	Total
Assets	42,624	7,352	1,592	1,509	53,077
Liabilities	20,075	1,331	196	500	22,102

18. OTHER OPERATING EXPENSES

Other operating expenses represents expenses incurred while the vessels were idle.

19. ANNUAL GENERAL ASSEMBLY MEETING

The Parent Company's Ordinary Annual General Assembly meeting ("AGM"), held on 8 May 2025, approved the annual consolidated financial statements for the financial year ended 31 December 2024. In addition, the AGM approved the partial absorption of accumulated losses with an amount of KD 4,000,000 through the utilisation of a portion of the voluntary reserve.