



**Independent Petroleum Group Company K.S.C.P.
and subsidiaries
State of Kuwait
Interim condensed consolidated financial information and
independent auditor's review report
for the six months period ended 30 June 2024
(Unaudited)**



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

For the six months period ended 30 June 2024

Index	Page
Independent auditor's report on review of interim condensed consolidated financial information	1 - 2
Interim condensed consolidated statement of income (unaudited)	3
Interim condensed consolidated statement of comprehensive income (unaudited)	4
Interim condensed consolidated statement of financial position (unaudited)	5
Interim condensed consolidated statement of changes in equity (unaudited)	6 - 7
Interim condensed consolidated statement of cash flows (unaudited)	8
Notes to the interim condensed consolidated financial information (unaudited)	9 - 18



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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the Board of Directors
Independent Petroleum Group Company - K.S.C.P.
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Independent Petroleum Group Company - K.S.C.P (the “Parent Company”) and its subsidiaries (collectively the “Group”) as at 30 June 2024 and the related interim condensed consolidated statements of income, comprehensive income for the three months and six months period then ended and the related interim condensed consolidated statements of changes in equity and cash flows for the six months period then ended. Management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, “Interim Financial Reporting”. 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 this interim condensed consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 – Interim Financial Reporting.

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 regulation, as amended, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, during the six months period ended 30 June 2024, that might have had a material effect on the Parent Company’s financial position or results of its operations.

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We further report that, during the course of our review, we have not become aware of any material violations of the provisions of Law no 7 of 2010, concerning the Capital Markets Authority and Organization of Security Activity, as amended and its executive regulations, as amended, during the six months period ended 30 June 2024, that might have had a material effect on the Parent Company's financial position or result of its operations.

State of Kuwait
8 August 2024

A handwritten signature in blue ink, appearing to read "Nayef M. Al Bazie", with a horizontal line underneath.

Nayef M. Al Bazie
Licence No. 91-A
RSM Albazie & Co.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Interim condensed consolidated statement of income (unaudited)
For the three months and six months periods ended 30 June 2024

	Note	Three months period ended 30 June		Six months period ended 30 June	
		2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Sales	15	270,606	189,061	618,329	440,068
Cost of sales		(262,355)	(185,741)	(603,803)	(429,604)
Gross profit		8,251	3,320	14,526	10,464
Net interest relating to oil marketing operations	3	(4,263)	(2,430)	(8,278)	(5,294)
Net results of oil marketing operations		3,988	890	6,248	5,170
Share of results of joint venture and associates	9 & 10	1,708	1,968	3,501	4,466
Dividend income	8	1,203	1,029	1,203	2,056
General and administrative expenses		(672)	(441)	(1,181)	(1,125)
Staff costs		(1,458)	(1,510)	(2,938)	(2,834)
Depreciation		(354)	(413)	(709)	(877)
Net provisions charged	5	(3,535)	-	(5,864)	(5,596)
Unrealized gain from investments at fair value through statement of income		1,335	1,487	3,843	3,692
Net other income (expenses)	4	547	(543)	382	(949)
Profit for the period before provisions for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS), National Labour Support Tax (NLST) and Zakat		2,762	2,467	4,485	4,003
Contribution to KFAS		(28)	(25)	(45)	(40)
Contribution to NLST & ZAKAT		(97)	(86)	(157)	(139)
Profit for the period		2,637	2,356	4,283	3,824
Earnings per share (fils)	6	14.59	13.03	23.69	21.15

The accompanying notes form an integral part of this interim condensed consolidated financial information.



Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait

Interim condensed consolidated statement of comprehensive income (unaudited)
For the three months and six months periods ended 30 June 2024

	Three months period ended		Six months period ended	
	30 June		30 June	
	2024	2023	2024	2023
	KD '000	KD '000	KD '000	KD '000
Profit for the period	<u>2,637</u>	<u>2,356</u>	<u>4,283</u>	<u>3,824</u>
Other comprehensive (loss) income:				
<u>Items that will not be reclassified subsequently to interim condensed consolidated statement of income</u>				
Changes in fair value of investments at fair value through other comprehensive income	(70)	43	(50)	99
<u>Items that may be reclassified subsequently to interim condensed consolidated statement of income</u>				
Foreign currency translation adjustments	<u>19</u>	<u>230</u>	<u>115</u>	<u>192</u>
Other comprehensive (loss) income for the period	<u>(51)</u>	<u>273</u>	<u>65</u>	<u>291</u>
Total comprehensive income for the period	<u>2,586</u>	<u>2,629</u>	<u>4,348</u>	<u>4,115</u>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

**Interim condensed consolidated statement of financial position (unaudited)
As at 30 June 2024**

	Note	30 June 2024 KD '000	31 December 2023 KD '000 (Audited)	30 June 2023 KD '000
ASSETS				
Cash on hand and at banks	7	105,909	79,298	80,405
Trade and other receivables		192,458	187,345	73,043
Inventories		17,395	27,236	76,434
Investments at fair value through statement of income	8	71,072	67,233	64,822
Investments at fair value through other comprehensive income	8	1,266	1,316	1,298
Current portion of other loans		12,930	13,543	14,448
Total current assets		401,030	375,971	310,450
Investments at fair value through other comprehensive income	8	27,186	27,186	27,436
Investment in joint venture	9	7,521	6,500	8,394
Investment in associates	10	30,802	31,465	30,351
Non-current portion of other loans		4,538	4,538	4,891
Right to use of asset		17,261	20,191	23,363
Property and equipment	11	27,002	27,619	28,602
Total non-current assets		114,310	117,499	123,037
Total assets		515,340	493,470	433,487
LIABILITIES AND EQUITY				
Current portion of due to banks	8	260,891	204,333	184,262
Trade and other payables		118,880	149,771	105,795
Current portion of term loans		-	-	1,194
Current portion of lease liabilities		2,148	4,995	2,817
Directors' fees payable		-	100	-
Total current liabilities		381,919	359,199	294,068
Non-current portion of due to banks	8	12,244	12,152	12,302
Non-current portion of term loans		-	-	5,827
Non-current portion of lease liabilities		15,692	15,691	20,889
Provision for staff indemnity		1,912	1,779	1,648
Total non-current liabilities		29,848	29,622	40,666
Total liabilities		411,767	388,821	334,734
Equity				
Share capital	12	18,841	18,841	18,841
Share premium		29,665	29,665	29,665
Legal reserve		9,420	9,420	9,420
General reserve		606	606	606
Fair value reserve		23,978	24,028	24,228
Foreign currency translation adjustments		(3,250)	(3,365)	(5,467)
Treasury shares reserve		1,429	1,429	1,429
Treasury shares	13	(2,770)	(2,770)	(2,770)
Retained earnings		25,654	26,795	22,801
Total equity		103,573	104,649	98,753
Total liabilities and equity		515,340	493,470	433,487

The accompanying notes form an integral part of this interim condensed consolidated financial information.

Ali Mohammed Al-Radwan
Chairman

Ghazi Fahad Al-Nafisi
Vice Chairman

Waleed Jaber Hadeed
Chief Executive Officer



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

**Interim condensed consolidated statement of changes in equity (unaudited)
For the six months period ended 30 June 2024**

	Share capital KD '000	Share premium KD '000	Legal reserve KD '000	General reserve KD '000	Fair value reserve KD '000	Foreign currency translation adjustments KD '000	Treasury shares reserve KD '000	Treasury shares KD '000	Retained earnings KD '000	Total KD '000
Balance at 1 January 2024	18,841	29,665	9,420	606	24,028	(3,365)	1,429	(2,770)	26,795	104,649
Total comprehensive (loss) income for the period	-	-	-	-	-	-	-	-	4,283	4,283
Profit for the period	-	-	-	-	-	-	-	-	4,283	4,283
Other comprehensive (loss) income	-	-	-	-	(50)	115	-	-	-	65
Total comprehensive (loss) income for the period	-	-	-	-	(50)	115	-	-	4,283	4,348
Transactions with owners, recognised directly in equity	-	-	-	-	-	-	-	-	-	-
Dividends for 2023 (Note 18)	-	-	-	-	-	-	-	-	(5,424)	(5,424)
Balance at 30 June 2024	18,841	29,665	9,420	606	23,978	(3,250)	1,429	(2,770)	25,654	103,573

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Interim condensed consolidated statement of changes in equity (unaudited)

For the six months period ended 30 June 2024

	Share capital KD '000	Share premium KD '000	Legal reserve KD '000	General reserve KD '000	Fair value reserve KD '000	Foreign currency translation adjustments KD '000	Treasury shares reserve KD '000	Treasury shares KD '000	Retained earnings KD '000	Total KD '000
Balance at 1 January 2023	18,841	29,665	9,420	606	24,129	(5,659)	1,429	(2,770)	24,401	100,062
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	-	3,824	3,824
Other comprehensive income	-	-	-	-	99	192	-	-	-	291
Total comprehensive income for the period	-	-	-	-	99	192	-	-	3,824	4,115
Transactions with owners, recognised directly in equity	-	-	-	-	-	-	-	-	-	-
Dividends for 2022 (Note 18)	-	-	-	-	-	-	-	-	(5,424)	(5,424)
Balance at 30 June 2023	18,841	29,665	9,420	606	24,228	(5,467)	1,429	(2,770)	22,801	98,753

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

**Interim condensed consolidated statement of cash flows (unaudited)
For the six months period ended 30 June 2024**

	Note	Six months period ended 30 June	
		2024 KD '000	2023 KD '000
OPERATING ACTIVITIES			
Profit for the period before provisions for contribution to KFAS, NLST and Zakat		4,485	4,003
<i>Adjustments for:</i>			
Depreciation		709	877
Net provisions charged	5	5,864	5,596
Interest expense	3	9,801	6,902
Dividend income		(1,203)	(2,056)
Unrealised gain from investments at fair value through statement of income		(3,843)	(3,692)
Share of results from joint venture and associates	9 & 10	(3,501)	(4,466)
Interest income	3	(1,523)	(1,608)
Interest expense on lease liabilities		390	505
Amortisation of rights of use assets		2,930	2,952
Provision for staff indemnity		156	239
		<u>14,265</u>	<u>9,252</u>
<i>Changes in operating assets and liabilities:</i>			
Trade and other receivables		(10,839)	(5,593)
Other loans		613	6,122
Lease liabilities		(3,236)	(3,190)
Inventories		9,841	(24,693)
Trade and other payables		(33,235)	14,926
Cash flows used in operations		<u>(22,591)</u>	<u>(3,176)</u>
Interest income received		1,385	1,559
Payment to KFAS		(82)	(80)
Payment of staff indemnity		(21)	(32)
Directors' fees paid		(100)	(100)
Net cash flows used in operating activities		<u>(21,409)</u>	<u>(1,829)</u>
INVESTING ACTIVITIES			
Dividends received		4,346	3,090
Purchase of property and equipment		(94)	(58)
Net cash flows generated from investing activities		<u>4,252</u>	<u>3,032</u>
FINANCING ACTIVITIES			
Due to banks		56,650	(16,889)
Repayment of term loans		-	(562)
Dividends paid	18	(5,424)	(5,424)
Interest paid		(7,577)	(6,143)
Net cash flows generated from (used in) financing activities		<u>43,649</u>	<u>(29,018)</u>
Effect of foreign currency translation		119	(293)
Net change in cash on hand and at banks		<u>26,611</u>	<u>(28,108)</u>
Cash on hand and at banks at beginning of the period		79,298	108,513
Cash on hand and at banks at end of the period	7	<u>105,909</u>	<u>80,405</u>

The accompanying notes form an integral part of this interim condensed consolidated financial information.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)

For the six months period ended 30 June 2024

1. Incorporation and activities

Independent Petroleum Group Company - K.S.C.P. (the "Parent Company") was established on 11 September 1976, as a Kuwaiti Shareholding Company under commercial registration No. 24496. The shares of the Parent Company were listed on the Boursa Kuwait on 10 December 1995.

The objectives of the Parent Company and its wholly owned subsidiaries (the "Group") are as follows:

Benefit from national scientific and business expertise in petroleum and petrochemical industry to achieve the following objectives:

- a) Provide economic, technical and specialist advisory services to oil and petrochemicals producing and consuming governments and companies, in areas of marketing, refining, production, investment, financial affairs, planning, maritime transport, organization, training and other areas related to oil and petrochemicals;
- b) Conduct marketing researches, and gather and publish information about the oil and petrochemicals industry;
- c) Provide specialist services to the oil and petrochemicals consuming and producing governments to expedite communications and maintain consistent relationships among them;
- d) Initiate and carry out marketing operations and industrial projects for its own account or the account of oil and petrochemicals consuming and producing governments or in collaboration and participation with them in all areas of oil and petrochemical industry;
- e) Acquire facilities, tools, equipment and all other instruments used in oil and petrochemicals industry including manufacturing plants, transport means and others, for its own account or in participation with oil and petrochemicals producing and consuming governments and companies all over the world; and
- f) Act as agents and representatives for oil and petrochemicals producing and consuming governments and companies, and carry out all other operations required by company's activities, interests and objectives including sale, purchase and acquisition in all areas related to oil and petrochemicals.

The Parent Company may have interest or to participate in any manner with entities that carry on similar business or that may assist it with achieving its objectives in the State of Kuwait or abroad, and it may buy these entities or acquire them as subsidiaries.

The registered address of the Parent Company is P.O. Box 24027, Safat 13101, State of Kuwait.

The interim condensed consolidated financial information for the six months period ended 30 June 2024, was authorized for issue by the Chairman on behalf of the Board of Directors on 8 August 2024.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

2. Basis of preparation

a) Statement of compliance

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

The interim condensed consolidated financial information does not include all the information and notes required for complete annual consolidated financial statements prepared in accordance with International Financial Reporting Standards. In the opinion of the management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included in the accompanying interim condensed consolidated financial information. Operating results for the six months period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the year ending 31 December 2024. For further information, refer to the annual consolidated financial statements and notes thereto for the year ended 31 December 2023.

The accounting policies used in the preparation of the interim condensed consolidated financial information for the period ended 30 June 2024, are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of new standards effective as of 1 January 2024.

The Group has not early adopted any other standards, interpretations or amendments that has been issued but is not yet effective. Amendments and interpretations that apply for the first time in 2024, do not have an impact on the interim condensed consolidated financial information of the Group.

b) Judgments and estimates

The preparation of interim condensed consolidated financial information requires management to make judgments, 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 interim condensed consolidated financial information, the significant judgments made by management in applying the Group’s accounting policies and key source of estimation uncertainty were the same as those that applied to the annual consolidated financial statements for the year ended 31 December 2023.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

3. Net interest relating to oil marketing operations

	Three months period ended 30 June		Six months period ended 30 June	
	2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Interest income	717	803	1,523	1,608
Interest expense	(4,980)	(3,233)	(9,801)	(6,902)
	(4,263)	(2,430)	(8,278)	(5,294)

4. Net other income (expenses)

	Three months period ended 30 June		Six months period ended 30 June	
	2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Net foreign currency exchange gain (loss)	547	(543)	382	(949)
	547	(543)	382	(949)

5. Net provisions charged

	Three months period ended 30 June		Six months period ended 30 June	
	2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Net expected credit loss charged	(3,535)	-	(5,864)	(5,596)
	(3,535)	-	(5,864)	(5,596)

During the period ended 30 June 2024, the Group has recognized provisions towards expected credit losses on trade receivables amounting to KD 5.9 million (30 June 2023: KD 5.6 million). The management has assessed that the provisions are a collective impact of the prevailing economic and political situation in the region, effect of market deterioration on the Group's local and international operations, default events including delay in payments during the period ended 30 June 2024.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

6. Earnings per share

Earnings per share is computed by dividing the profit for the period by the weighted average number of shares outstanding during the period as follows:

	Three months period ended 30 June		Six months period ended 30 June	
	2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Profit for the period	<u>2,637</u>	<u>2,356</u>	<u>4,283</u>	<u>3,824</u>
Weighted average number of issued shares outstanding during the period	188,407,500	188,407,500	188,407,500	188,407,500
Weighted average number of treasury shares outstanding during the period	<u>(7,620,000)</u>	<u>(7,620,000)</u>	<u>(7,620,000)</u>	<u>(7,620,000)</u>
Weighted average number of shares outstanding during the period	<u>180,787,500</u>	<u>180,787,500</u>	<u>180,787,500</u>	<u>180,787,500</u>
Earnings per share (fils)	<u>14.59</u>	<u>13.03</u>	<u>23.69</u>	<u>21.15</u>

7. Cash on hand and at banks

	30 June 2024 KD '000	31 December 2023 KD '000 (Audited)	30 June 2023 KD '000
Cash and bank balances	39,963	18,929	16,010
Call accounts and time deposits	<u>65,946</u>	<u>60,369</u>	<u>64,395</u>
	<u>105,909</u>	<u>79,298</u>	<u>80,405</u>

Time deposits earned interest at an average effective interest rate of 4.5% (31 December 2023: 4.5% and 30 June 2023: 3%) per annum and mature within 3 months (31 December 2023: 3 months and 30 June 2023: 3 months) from the placement date.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

8. Investments

	30 June 2024 KD '000	31 December 2023 KD '000 (Audited)	30 June 2023 KD '000
Investments at fair value through statement of income			
Managed portfolios	<u>71,072</u>	<u>67,233</u>	<u>64,822</u>
	30 June 2024 KD '000	31 December 2023 KD '000 (Audited)	30 June 2024 KD '000
Investments at fair value through other comprehensive income			
Unquoted securities (Current)	1,266	1,316	1,298
Unquoted securities (Non-current)	<u>27,186</u>	<u>27,186</u>	<u>27,436</u>
	<u>28,452</u>	<u>28,502</u>	<u>28,734</u>

Investments at fair value through statement of income with a carrying amount of KD 71.07 million (31 December 2023: KD 67.23 million and 30 June 2023: KD 64.82 million) are pledged as collateral against amounts due to banks.

Unquoted securities includes the Group's investment in Vopak Horizon Fujairah Limited (VHFL) and Asia Petroleum Limited (APL) amounting to KD 25.44 million (31 December 2023: KD 25.44 million and 30 June 2023: KD 25.69 million) and KD 1.74 million (31 December 2023: KD 1.74 million and 30 June 2023: KD 1.74 million) respectively. At the reporting date, the Group determined that carrying value of above unquoted securities approximates to their fair value.

During the period ended 30 June 2024, the Group received a dividend of KD 1,203 thousand (30 June 2023: KD 2,056 thousand) from VHFL and APL.

9. Investment in joint venture

The Group has 50% equity shareholding with equivalent voting power in Uniterminals Ltd, Lebanon. Following are the details of share of results from joint venture recorded during the period:

	Three months period ended 30 June		Six months period ended 30 June	
	2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Uniterminals Ltd, Lebanon	<u>480</u>	<u>632</u>	<u>1,022</u>	<u>1,534</u>



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

10. Investment in associates

Following are the details of share of results from associates recorded during the period:

	Three months period ended 30 June		Six months period ended 30 June	
	2024 KD '000	2023 KD '000	2024 KD '000	2023 KD '000
Horizon Singapore Terminals Private Ltd	521	301	954	845
Arab Tank Terminals L.L.C.	22	(50)	147	84
Inpetro SARL	69	51	170	148
Horizon Djibouti Holdings Ltd.	336	439	660	825
Horizon Tangiers Terminals SA.	233	323	471	525
Galp-IPG Matola Terminal Limitada (GIMTL)	(23)	15	(61)	115
IPG-Galp Beira Terminal Limitada (IGBTL)	70	257	138	390
	<u>1,228</u>	<u>1,336</u>	<u>2,479</u>	<u>2,932</u>

11. Property and equipment

Property and equipment at 30 June 2024 includes KD 22.14 million (31 December 2023: KD 22.72 million and 30 June 2023: KD 23.63 million) related to vessels owned by one of the subsidiaries, D&K Holdings L.L.C.

12. Share capital

The authorised, issued and fully paid share capital consists of 188,407,500 shares of 100 fils each (31 December 2023: 188,407,500 shares of 100 fils each and 30 June 2023: 188,407,500 shares of 100 fils each).

13. Treasury shares

	30 June 2024	31 December 2023 (Audited)	30 June 2023
Number of shares	7,620,000	7,620,000	7,620,000
Percentage of issued shares	4%	4%	4%
Market value (KD Million)	3.58	3.36	3.69
Cost (KD Million)	2.77	2.77	2.77

The Parent Company has allotted certain amount to the treasury shares balance from the available retained earnings as of 31 December 2023. Such amount will not be available for distribution during treasury shares holding period. Treasury shares are not pledged.



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

14. Related party transactions and balances

These represent transactions with related parties in the normal course of business. The related party transactions and balances included in the interim condensed consolidated financial information are as follows:

	Three months period ended 30 June		Six months period ended 30 June	
	2024	2023	2024	2023
	KD '000	KD '000	KD '000	KD '000
a) Revenues and expenses:				
Joint Venture				
<i>Sales</i>	27,589	36,160	61,983	89,929
Associates				
<i>Storage expense</i>	1,877	1,906	3,574	3,719
b) Key management compensation				
Salaries and other short-term benefits	275	263	548	521
Termination benefits	26	39	52	63
c) Balances with related parties:				
		30 June 2024	31 December 2023	30 June 2023
		KD '000	KD '000	KD '000
			(Audited)	
Joint Venture				
Trade and other receivables		10,273	23,528	19,252
Associates				
Other loans		17,468	18,081	19,339
Trade and other payables		2,147	2,490	2,793
Lease liabilities		17,840	20,686	23,706



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

15. Segment information

The Group primarily operates on trading of crude oil and petroleum products. The trading of crude oil and petroleum products is also related to storage and distribution operations. These operations are inter-related and subject to similar risks and returns. The management has determined that the Group is considered to have a single reportable operating segment.

The Group operates in different geographic locations. Information about the Group's reportable operating segment is summarised as follows:

	Three months period ended 30 June			
	2024		2023	
	Segment revenues KD '000	Segment results KD '000	Segment revenues KD '000	Segment results KD '000
Africa and Middle East	270,606	6,378	189,061	3,586
Asia and Far East	-	521	-	301
	270,606	6,899	189,061	3,887
Unallocated Group's items		(4,262)		(1,531)
Profit for the period		2,637		2,356

	Six months period ended 30 June			
	2024		2023	
	Segment revenues KD '000	Segment results KD '000	Segment revenues KD '000	Segment results KD '000
Africa and Middle East	618,329	9,998	440,068	10,847
Asia and Far East	-	954	-	845
	618,329	10,952	440,068	11,692
Unallocated Group's items		(6,669)		(7,868)
Profit for the period		4,283		3,824



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024

	Africa and Middle East KD '000	Europe KD '000	Asia and Far east KD '000	Total KD '000
30 June 2024				
Segment assets	192,458	-	-	192,458
Unallocated Group's assets	-	-	-	322,882
Total assets	192,458	-	-	515,340
Segment liabilities	44,339	25,649	-	69,988
Unallocated Group's liabilities	-	-	-	341,779
Total liabilities	44,339	25,649	-	411,767
31 December 2023 (Audited)				
Segment assets	187,345	-	-	187,345
Unallocated Group's assets	-	-	-	306,125
Total assets	187,345	-	-	493,470
Segment liabilities	68,904	34,490	8,209	111,603
Unallocated Group's liabilities	-	-	-	277,218
Total liabilities	68,904	34,490	8,209	388,821
30 June 2023				
Segment assets	71,778	-	1,265	73,043
Unallocated Group's assets	-	-	-	360,444
Total assets	71,778	-	1,265	433,487
Segment liabilities	41,569	25,596	-	67,165
Unallocated Group's liabilities	-	-	-	267,569
Total liabilities	41,569	25,596	-	334,734

16. Contingent liabilities and commitments

	30 June 2024 KD '000	31 December 2023 KD '000 (Audited)	30 June 2023 KD '000
Contingent liabilities:			
Letters of guarantee and bid bonds	13,617	15,517	9,920
Letters of credit	136,741	196,954	91,428
	150,358	212,471	101,348
Commitments:			
Investments in projects	6,734	6,734	4,145



**Independent Petroleum Group Company K.S.C.P. and subsidiaries
State of Kuwait**

**Notes to the interim condensed consolidated financial information (unaudited)
For the six months period ended 30 June 2024**

17. Fair value estimation

IFRS 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

	Fair value hierarchy			Total KD'000
	Level 1 KD'000	Level 2 KD'000	Level 3 KD'000	
30 June 2024				
Investments at fair value through other comprehensive income	-	1,266	27,186	28,452
Investments at fair value through statement of income	71,072	-	-	71,072
	<u>71,072</u>	<u>1,266</u>	<u>27,186</u>	<u>99,524</u>
31 December 2023 (Audited)				
Investments at fair value through other comprehensive income	-	1,316	27,186	28,502
Investments at fair value through statement of income	67,233	-	-	67,233
	<u>67,233</u>	<u>1,316</u>	<u>27,186</u>	<u>95,735</u>
30 June 2023				
Investments at fair value through other comprehensive income	-	1,298	27,436	28,734
Investments at fair value through statement of income	64,822	-	-	64,822
	<u>64,822</u>	<u>1,298</u>	<u>27,436</u>	<u>93,556</u>

During the period, there were no transfers between the fair value levels.

18. Annual General Assembly

The Shareholders' Annual General Assembly held on 06 February 2024, approved the annual audited consolidated financial statements for the year ended 31 December 2023 and payment of a cash dividend of 30 fils per share for the year ended 31 December 2023.

The Shareholders' Annual General Assembly held on 06 February 2023, approved the annual audited consolidated financial statements for the year ended 31 December 2022 and payment of a cash dividend of 30 fils per share for the year ended 31 December 2022.