

**Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait**

**Interim condensed consolidated financial information (Unaudited)
and review report**

For the three month period ended 31 March 2024

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated financial information (Unaudited) and review report
For the three month period ended 31 March 2024

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To The Board of Directors,
Shuaiba Industrial Company K.P.S.C.
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Shuaiba Industrial Company K.P.S.C. (the "Parent Company") and its subsidiaries (together referred to as the "Group") as at 31 March 2024, and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three month period then ended. The Parent Company's management is responsible for the preparation and fair presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 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 the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of 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 IAS 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 nothing has come to our attention indicating any violations of the Companies' Law No. 1 of 2016, and its Executive Regulations, as amended, or Law No. 7 of 2010 concerning the Establishment of the Capital Markets Authority and Organization of Securities Activity and its Executive Regulations, as amended, nor of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, have occurred during the three month period ended 31 March 2024, that might have had a material effect on business of the Group or its consolidated financial position.



Faisal Saqer Al Saqer
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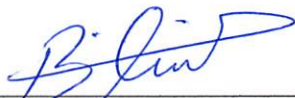
Kuwait: 15 May 2024

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of financial position (Unaudited)
As at 31 March 2024

		31 March 2024	(Audited) 31 December 2023	31 March 2023
	Notes	KD	KD	KD
ASSETS				
Non-current assets				
Goodwill	3	216,338	-	-
Property, plant and equipment		8,459,760	8,448,847	8,003,723
Right of use assets		1,370,202	1,201,816	1,179,743
		<u>10,046,300</u>	<u>9,650,663</u>	<u>9,183,466</u>
Current assets				
Inventories		3,978,970	5,171,706	7,200,640
Trade and other receivables	4	3,725,764	4,107,453	4,485,842
Term deposits		-	2,783,260	-
Bank balances and cash	5	7,214,008	2,950,883	3,305,937
		<u>14,918,742</u>	<u>15,013,302</u>	<u>14,992,419</u>
Total assets		<u>24,965,042</u>	<u>24,663,965</u>	<u>24,175,885</u>
EQUITY AND LIABILITIES				
EQUITY				
Share capital	6	10,069,180	10,069,180	10,069,180
Share premium		2,294,444	2,294,444	2,294,444
Statutory reserve		3,082,610	3,082,610	2,928,668
Voluntary reserve		1,423,325	1,423,325	1,423,325
Treasury shares	7	(164,740)	(164,740)	(164,740)
Treasury shares reserve		471,283	471,283	471,283
Foreign currency translation reserve		457,852	452,836	441,375
Retained earnings		1,710,652	1,297,411	1,605,750
Total equity		<u>19,344,606</u>	<u>18,926,349</u>	<u>19,069,285</u>
LIABILITIES				
Non-current liabilities				
Employees' end of service benefits		1,009,189	993,898	959,132
Lease liabilities		945,219	824,827	754,012
Term loan	8	717,939	717,939	-
		<u>2,672,347</u>	<u>2,536,664</u>	<u>1,713,144</u>
Current liabilities				
Lease liabilities		91,619	60,528	49,312
Trade and other payables		2,398,833	2,650,832	2,965,491
Murabaha payable	9	250,000	250,000	250,000
Contract liabilities		37,637	69,592	128,653
Term loan	8	170,000	170,000	-
		<u>2,948,089</u>	<u>3,200,952</u>	<u>3,393,456</u>
Total liabilities		<u>5,620,436</u>	<u>5,737,616</u>	<u>5,106,600</u>
Total equity and liabilities		<u>24,965,042</u>	<u>24,663,965</u>	<u>24,175,885</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.



Bader Mohammed Ghuloom Al-Qattan
Vice Chairman & CEO

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of profit or loss (Unaudited)
For the three month period ended 31 March 2024

	Notes	Three months ended 31 March	
		2024	2023
		KD	KD
Sales	10	3,779,680	4,177,492
Cost of sales		(3,043,088)	(3,369,718)
Gross profit		736,592	807,774
Other income		13,586	15,114
Profit income from term deposits		15,246	10,389
Gain on disposal of property, plant and equipment		-	1,519
Provision for expected credit losses	4	-	(21,873)
Foreign exchange (loss) / gain		(1,214)	3,055
General and administrative expenses		(264,437)	(333,794)
Selling and distribution expenses		(46,231)	(55,216)
Finance costs		(16,091)	(9,162)
Profit before contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS"), National Labour Support Tax ("NLST") and Zakat		437,451	417,806
KFAS		(4,843)	(3,760)
NLST		(13,834)	(9,820)
Zakat		(5,533)	(3,928)
Profit for the period		413,241	400,298
Basic and diluted earnings per share (fils)	11	4.16	4.03

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of comprehensive income (Unaudited)
For the three month period ended 31 March 2024

	Three months ended	
	31 March	
	2024	2023
	KD	KD
Profit for the period	<u>413,241</u>	<u>400,298</u>
Other comprehensive income items:		
<i>Items that may be reclassified subsequently to the interim condensed consolidated statement of profit or loss:</i>		
Foreign currency translation differences	<u>5,016</u>	<u>5,577</u>
Total other comprehensive income for the period	<u>5,016</u>	<u>5,577</u>
Total comprehensive income for the period	<u>418,257</u>	<u>405,875</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of changes in equity (Unaudited)

For the three month period ended 31 March 2024

	Share capital	Share premium	Statutory reserve	Voluntary reserve	Treasury shares	Treasury shares reserve	Foreign currency translation reserve	Retained earnings	Total equity
	KD	KD	KD	KD	KD	KD	KD	KD	KD
At 1 January 2024	10,069,180	2,294,444	3,082,610	1,423,325	(164,740)	471,283	452,836	1,297,411	18,926,349
Profit for the period	-	-	-	-	-	-	-	413,241	413,241
Other comprehensive income for the period	-	-	-	-	-	-	5,016	-	5,016
Total comprehensive income for the period	-	-	-	-	-	-	5,016	413,241	418,257
At 31 March 2024	<u>10,069,180</u>	<u>2,294,444</u>	<u>3,082,610</u>	<u>1,423,325</u>	<u>(164,740)</u>	<u>471,283</u>	<u>457,852</u>	<u>1,710,652</u>	<u>19,344,606</u>
At 1 January 2023	10,069,180	2,294,444	2,928,668	1,423,325	(164,740)	471,283	435,798	1,205,452	18,663,410
Profit for the period	-	-	-	-	-	-	-	400,298	400,298
Other comprehensive income for the period	-	-	-	-	-	-	5,577	-	5,577
Total comprehensive income for the period	-	-	-	-	-	-	5,577	400,298	405,875
At 31 March 2023	<u>10,069,180</u>	<u>2,294,444</u>	<u>2,928,668</u>	<u>1,423,325</u>	<u>(164,740)</u>	<u>471,283</u>	<u>441,375</u>	<u>1,605,750</u>	<u>19,069,285</u>

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Interim condensed consolidated statement of cash flows (Unaudited)
For the three month period ended 31 March 2024

		Three months ended 31 March	
		2024	2023
Notes		KD	KD
OPERATING ACTIVITIES			
	Profit for the period	413,241	400,298
	<i>Adjustments for:</i>		
	Depreciation	192,537	155,858
	Amortization	25,727	23,277
	Profit income from term deposits	(15,246)	(10,389)
	Gain on disposal of property, plant and equipment	-	(1,519)
4	Provision for expected credit losses	-	21,873
	Foreign exchange loss / (gain)	1,214	(3,055)
	Provision for employees' end of service benefits	23,654	65,286
	Finance costs	16,091	9,162
	Provision for KFAS	4,843	3,760
	Zakat	5,533	3,928
		<u>667,594</u>	<u>668,479</u>
	<i>Changes in working capital:</i>		
	Inventories	1,192,736	725,185
	Trade and other receivables	52,485	(89,696)
	Trade and other payables	(263,589)	(65,305)
	Contract liabilities	(31,955)	(2,659)
	Cash flows generated from operations	<u>1,617,271</u>	<u>1,236,004</u>
	Employees' end of service benefits paid	<u>(8,048)</u>	<u>(112,211)</u>
	Net cash flows generated from operating activities	<u>1,609,223</u>	<u>1,123,793</u>
INVESTING ACTIVITIES			
	Acquisition of a subsidiary	(40,358)	
	Purchase of property, plant and equipment	(65,400)	(408,943)
	Proceeds from disposal of property, plant and equipment	15,076	1,519
	Maturity of term deposits	2,783,260	-
	Profit income from term deposits received	15,246	10,389
	Net cash flows generated from / (used in) investing activities	<u>2,707,824</u>	<u>(397,035)</u>
FINANCING ACTIVITIES			
	Payment of principal portion of lease liabilities	(42,687)	(36,464)
	Finance costs paid	(16,091)	(9,162)
	Net cash flows used in financing activities	<u>(58,778)</u>	<u>(45,626)</u>
	Effect of foreign currency translation differences	4,856	2,213
	Net increase in bank balances and cash	<u>4,263,125</u>	<u>683,345</u>
	Bank balances and cash at beginning of the period	2,950,883	2,622,592
5	Bank balances and cash at end of the period	<u>7,214,008</u>	<u>3,305,937</u>

The Group has the following non-cash transactions during the year which is not reflected in the interim condensed consolidated statement of cash flows:

	Three months ended 31 March	
	2024	2023
	KD	KD
Non-cash transactions:		
Additions to right of assets	(193,668)	-
Additions to lease liabilities	193,668	-
Acquisition of a subsidiary	329,100	-

The notes on pages 7 to 15 form an integral part of this interim condensed consolidated financial information.

1. GENERAL INFORMATION

Shuaiba Industrial Company K.P.S.C. (the "Parent Company") is a public shareholding company incorporated in 1978 under the Laws of the State of Kuwait and is listed on the Boursa Kuwait.

The Parent Company's objectives are as follows:

1. Manufacture of paper cement bags for packing of cement and similar products.
2. Import and export material required for the Parent Company's objectives.

The Parent Company may have interests or participate in any suitable way with entities that engage in similar business activities or that may help the Parent Company achieve its objectives inside Kuwait and abroad. The Parent Company may also purchase such entities or affiliate them.

At the Annual General Assembly held on 29 March 2010, the shareholders approved the Group to conduct its activities in accordance with Islamic Sharia Principles.

The address of the Parent Company's registered office is P.O. Box, 10088, Shuaiba 65451, State of Kuwait.

The interim condensed consolidated financial information of the Group for the three month period ended 31 March 2024 were authorised for issue in accordance with a resolution of the Board of Directors of the Parent Company on 15 May 2024.

2. BASIS OF PREPARATION

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 "Interim Financial Reporting" and should be read in conjunction with the Group's last annual audited consolidated financial statements as at and for the year ended 31 December 2023 ("last annual audited consolidated financial statements"). It does not include all the information required for a complete set of IFRS Accounting Standards consolidated financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's interim condensed consolidated financial position and performance since the last annual audited consolidated financial statements.

In the opinion of the management, all adjustments consisting of normal recurring accruals considered necessary for fair presentation have been included. Operating results for the three month period ended 31 March 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024. For further information, refer to the last annual audited consolidated financial statements of the Group.

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

Changes in material accounting policies

New standards, interpretations, and amendments applied by the Group

The accounting policies adopted in the preparation of this interim condensed consolidated financial information are consistent with those adopted in the preparation of the annual consolidated financial statements of the Group for the financial year ended 31 December 2023, except for the application of new standards effective as of 1 January 2024, which do not have a material impact on the interim condensed consolidated financial information of the Group. Summary of these amendments is provided below:

Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

2. BASIS OF PREPARATION (CONTINUED)

Changes in material accounting policies (Continued)

New standards, interpretations, and amendments applied by the Group (Continued)

Several amendments are applied for the first time in 2024, but they do not have an impact on the interim condensed consolidated financial information of the Group.

- Supplier Finance Arrangements - Amendments to IAS 7 and IFRS 7.
- Amendments to IFRS 16: Lease Liability in a Sale and Leaseback.
- Amendments to IAS 1: Classification of Liabilities as Current or Non-current.

The Group has not applied any standards, interpretations, or amendments issued but not yet effective.

Use of judgements and estimates

In preparing this interim condensed consolidated financial information, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The material judgements made by management in adopting the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited consolidated financial statements.

3. BUSINESS COMBINATIONS

On 28 February 2024 (the "acquisition date"), one of the Group's subsidiaries, Al-Lub Industrial Company S.P.C. (the "Subsidiary"), acquired 100% equity interest in Al-Aber Global Industrial Company S.P.C., a single person company incorporated in Kingdom of Saudi Arabia (the "Ultimate Subsidiary") at a purchase consideration of Saudi Riyal 4,500,000 (equivalent to KD 369,458). The Subsidiary completed the purchase price allocation ("PPA") exercise to determine the fair values of assets acquired and the goodwill

Al-Aber Global Industrial Company S.P.C.	Carrying values	Adjustments	Fair values recognised after adjustments
	KD	KD	KD
	(equivalent)	(equivalent)	(equivalent)
Assets			
Property, plant, and equipment	153,120	-	153,120
Total identifiable net assets (net assets acquired)	153,120	-	153,120
Purchase consideration	-	-	369,458
Goodwill arised on acquisition	-	-	216,338

The Ultimate Subsidiary was consolidated based on management accounts prepared by the management of the Group.

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
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Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

4. TRADE AND OTHER RECEIVABLES

	31 March 2024	(Audited) 31 December 2023	31 March 2023
	<u>KD</u>	<u>KD</u>	<u>KD</u>
Trade receivables	3,677,420	3,593,829	4,331,470
Less: provision for expected credit losses	<u>(238,951)</u>	<u>(238,853)</u>	<u>(293,597)</u>
	3,438,469	3,354,976	4,037,873
Advance paid towards acquisition of a subsidiary	-	329,100	-
Advance to suppliers	-	167,626	164,092
Prepayments	221,041	107,959	189,900
Refundable deposits	12,195	81,500	74,834
Staff receivables	9,107	8,747	8,461
Others	44,952	57,545	10,682
	<u>3,725,764</u>	<u>4,107,453</u>	<u>4,485,842</u>

The movement in the provision for expected credit losses is as follows:

	31 March 2024	(Audited) 31 December 2023	31 March 2023
	<u>KD</u>	<u>KD</u>	<u>KD</u>
At the beginning of the period/year/period	238,853	271,577	271,577
Charge during the period/year/period	-	21,959	21,873
Utilized during the period/year/period	-	(54,941)	-
Foreign currency translation differences	98	258	147
At the end of the period/year/period	<u>238,951</u>	<u>238,853</u>	<u>293,597</u>

5. BANK BALANCES AND CASH

	31 March 2024	(Audited) 31 December 2023	31 March 2023
	<u>KD</u>	<u>KD</u>	<u>KD</u>
Bank balances	7,205,324	2,949,317	3,302,680
Cash on hand and with portfolio manager	3,216	207	3,257
Cash on hand	5,468	1,359	-
	<u>7,214,008</u>	<u>2,950,883</u>	<u>3,305,937</u>

6. SHARE CAPITAL

The authorized, issued and paid up share capital is KD 10,069,180 (31 December 2023: KD 10,069,180 and 31 March 2023: KD 10,069,180) comprising of 100,691,795 shares of 100 fils each (31 December 2023: 100,691,795 and 31 March 2023: 100,691,795 shares of 100 fils each) and all shares are paid in cash.

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

7. TREASURY SHARES

	31 March 2024	(Audited) 31 December 2023	31 March 2023
Number of shares	1,454,028	1,454,028	1,454,028
Percentage to issued shares (%)	1.44%	1.44%	1.44%
Market value (KD)	258,817	229,736	222,466
Cost (KD)	164,740	164,740	164,740

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 instructions of the relevant regulatory authorities.

8. TERM LOAN

	31 March 2024	(Audited) 31 December 2023	31 March 2023
	KD	KD	KD
Non-current portion	717,939	717,939	-
Current portion	170,000	170,000	-
	887,939	887,939	-

Term loan represents credit refinance facility (the "facility") obtained from a local bank. The facility is used to finance purchases of equipment to expand the Group's production capacity and the establishment of a new warehouse. The facility carries a profit rate of 3.5% per annum and is repayable as shown below:

Facility amount	Payable amount	Non - current portion	Current portion	Repayment date	
				Non-current portion	Current portion
KD	KD	KD	KD		
2,090,000	887,939	717,939	170,000	15 February 2030	15 August 2024

The facilities are secured by mortgage of the entire factory in favor of the bank. It also requires, among other matters, certain restrictions on the payment of dividends and disposal of its certain movable or immovable assets and a requirement to maintain a minimum leverage ratio (current assets to current liabilities) of 1.5:1. It also restricts the Group to merge with another company or alter its legal form or trade name.

9. MURABAHA PAYABLE

	31 March 2024	(Audited) 31 December 2023	31 March 2023
	KD	KD	KD
Gross amount	252,836	252,836	252,836
Less: deferred profit payable	(2,836)	(2,836)	(2,836)
	250,000	250,000	250,000

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
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Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

9. MURABAHA PAYABLE (CONTINUED)

Murabaha payable represents short term Islamic banking facilities amounted to KD 250,000 obtained by the Parent Company from a local bank, carrying a profit rate of 1.5% per annum over the Central Bank of Kuwait discount rate having maturity date of 28 July 2024, which has been subsequently renewed for a further period of three months. The facilities are used to finance the working capital of the Group to cover the Group's operational requirements.

10. REVENUE

	For the three months ended 31 March 2024				
	Industrial Packaging Division	Consumer Packaging Division	Flexible Packaging Division	Other income	Total
	KD	KD	KD	KD	KD
Sale of multi-wall paper	1,717,587	-	-	-	1,717,587
Sale of superior value and high quality bags and wrapping sheets	-	1,645,159	-	-	1,645,159
Sale of multi-ply printed and laminated films	-	-	416,934	-	416,934
Waste sale	-	-	-	6,402	6,402
Total revenue from contracts with customers	1,717,587	1,645,159	416,934	6,402	3,786,082
Geographical markets					
Kuwait	639,618	627,877	402,529	3,000	1,673,024
GCC	866,760	987,110	14,405	3,402	1,871,677
Asia	36,508	30,172	-	-	66,680
Africa	174,701	-	-	-	174,701
Total revenue from contracts with customers	1,717,587	1,645,159	416,934	6,402	3,786,082
Timing of revenue recognition					
Goods transferred at a point in time	1,717,587	1,645,159	416,934	6,402	3,786,082
Total revenue from contracts with customers	1,717,587	1,645,159	416,934	6,402	3,786,082
Revenue					
External customers	1,717,587	1,645,159	416,934	6,402	3,786,082
Total revenue from contracts with customers	1,717,587	1,645,159	416,934	6,402	3,786,082

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

10. REVENUE (CONTINUED)

	For the three months ended 31 March 2023				
	Industrial Packaging Division	Consumer Packaging Division	Flexible Packaging Division	Other income	Total
	KD	KD	KD	KD	KD
Sale of multi-wall paper	1,464,226	-	-	-	1,464,226
Sale of superior value and high quality bags and wrapping sheets	-	2,240,294	-	-	2,240,294
Sale of multi-ply printed and laminated films	-	-	472,972	-	472,972
Waste sale	-	-	-	14,917	14,917
Total revenue from contracts with customers	1,464,226	2,240,294	472,972	14,917	4,192,409
Geographical markets					
Kuwait	621,767	871,127	456,149	6,973	1,956,016
GCC	600,432	1,314,326	16,823	7,944	1,939,525
Asia	-	54,841	-	-	54,841
Africa	242,027	-	-	-	242,027
Total revenue from contracts with customers	1,464,226	2,240,294	472,972	14,917	4,192,409
Timing of revenue recognition					
Goods transferred at a point in time	1,464,226	2,240,294	472,972	14,917	4,192,409
Total revenue from contracts with customers	1,464,226	2,240,294	472,972	14,917	4,192,409
Revenue					
External customers	1,464,226	2,240,294	472,972	14,917	4,192,409
Total revenue from contracts with customers	1,464,226	2,240,294	472,972	14,917	4,192,409

11. BASIC AND DILUTED EARNINGS PER SHARE (FILS)

Earnings per share is computed by dividing the profit for the period by the weighted average number of shares outstanding during the period, excluding treasury shares.

	Three months ended 31 March	
	2024	2023
Profit for the period (KD)	413,241	400,298
<i>Weighted average number of shares outstanding:</i>		
Number of issued shares	100,691,795	100,691,795
Less: weighted average number of treasury shares	(1,454,028)	(1,454,028)
Weighted average number of shares outstanding	99,237,767	99,237,767
Basic and diluted earnings per share (fils)	4.16	4.03

Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

12. RELATED PARTY BALANCES AND TRANSACTIONS

Related parties represent major shareholders, directors and key management personnel of the Group, and entities controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Parent Company's management. Balances and transactions with related parties are as follows:

	Three months ended	
	31 March	
	2024	2023
	KD	KD
Interim condensed consolidated statement of profit or loss		
<i>Key management compensation</i>		
• Salaries and other short-term benefits	71,303	35,303
• Termination benefits	4,140	4,140

13. SEGMENTAL INFORMATION

The Group identifies its operating segments based on internal management reporting information that is regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. The Parent Company's Chief Executive Officer is the Group's chief operating decision maker and has grouped the Group's products into the following operating segments.

- *Industrial Packaging Division:* Produces and supplies multi-wall paper sacks for industrial use.
- *Consumer Packaging Division:* Produces and supplies various types of superior value and high quality bags and wrapping sheets to major regional and international chains.
- *Flexible Packaging Division:* Produces and supplies multi-ply printed and laminated films, including aluminum foil lamination.

Shuaiba Industrial Company K.P.S.C. and its subsidiaries
State of Kuwait

Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

13. SEGMENTAL INFORMATION (CONTINUED)

The following is an analysis of the Group's revenue and results by operating segments for the period:

	Three months ended 31 March			
	2024	2023	2024	2023
	KD	KD	KD	KD
	Revenue		Segment results	
Industrial Packaging Division	1,717,587	1,464,226	319,129	156,101
Consumer Packaging Division	1,645,159	2,240,294	332,699	555,188
Flexible Packaging Division	416,934	472,972	84,764	96,485
	<u>3,779,680</u>	<u>4,177,492</u>	<u>736,592</u>	<u>807,774</u>
Other income			13,586	15,114
Profit income from term deposits			15,246	10,389
Gain on disposal of property, plant and equipment			-	1,519
Provision for expected credit losses			-	(21,873)
Foreign exchange (loss) / gain			(1,214)	3,055
General and administrative expenses			(264,437)	(333,794)
Selling and distribution expenses			(46,231)	(55,216)
Finance costs			(16,091)	(9,162)
KFAS			(4,843)	(3,760)
NLST			(13,834)	(9,820)
Zakat			(5,533)	(3,928)
Profit for the period			<u>413,241</u>	<u>400,298</u>

The following is an analysis of the Group's revenue by geographical area for the period:

	Three months ended 31 March	
	2024	2023
	KD	KD
Kuwait	1,670,024	1,949,043
GCC	1,868,275	1,931,581
Asia	66,680	54,841
Africa	174,701	242,027
	<u>3,779,680</u>	<u>4,177,492</u>

For the purpose of monitoring segment performance, the Group does not allocate its total assets and liabilities between segments.

Notes to the interim condensed consolidated financial information (Unaudited)
For the three month period ended 31 March 2024

14. ANNUAL GENERAL ASSEMBLY MEETING

The Annual General Assembly meeting of shareholders held on 3 April 2024 approved the following:

- The consolidated financial statements of the Group for the year ended 31 December 2023.
- Distribution of cash dividend of 13% equivalent to 13 fils per share (31 December 2022: 12% equivalent to 12 fils per share) on outstanding shares excluding treasury shares, amounting to KD 1,290,091 for the financial year ended 31 December 2023 (2022: KD 1,190,853) to the shareholders of the Parent Company's record as at the accrual date 30 April 2024.
- KD 30,000 as a remuneration to be paid to the Board of Directors' for the financial year ended 31 December 2023 (2022: KD 30,000).

15. CONTINGENT LIABILITIES AND COMMITMENTS

	31 March 2024	(Audited) 31 December 2023	31 March 2023
	KD	KD	KD
Contingent liabilities			
Letters of credit	-	-	185,765
Letters of guarantee	53,620	62,602	39,466
	<u>53,620</u>	<u>62,602</u>	<u>225,231</u>

16. COMPARATIVE FIGURES

Certain comparative information has been reclassified to conform to the current year's presentation. Such reclassification did not affect previously reported profit or loss, equity or opening balances of the earliest comparative period presented and accordingly a third statement of consolidated financial position is not presented.