

RELATED PARTY TRANSACTIONS REPORT

Related parties represent major shareholders, directors and key management personnel of the Group, and entities which they control or over which they exert significant influence. Pricing policies and terms of these transactions are approved by the Group's management.

Transactions and balances with related parties are as follows:

	<i>Major shareholders KD 000's</i>	<i>Other related parties KD 000's</i>	<i>Total KD 000's</i>
2024			
<i>Consolidated statement of income</i>			
Revenues	-	22,462	22,462
Cost of revenues	-	(59,536)	(59,536)
General and administrative expenses	-	(1,476)	(1,476)
Share of results of associates and joint ventures	(2,761)	11,668	8,907
Interest income	-	227	227
Finance Costs	-	(116)	(116)
Miscellaneous income	-	109	109
<i>Consolidated statement of financial position</i>			
Investment in associates and joint ventures (Note 10)	15,837	127,216	143,053
Financial assets at fair value through profit or loss (Note 11)	-	113,573	113,573
Financial assets at fair value through other comprehensive income	-	1,982	1,982
Trade Receivables	-	9,544	9,544
Amounts due from related parties	-	1,412	1,412
Loans to related parties	-	252,154	252,154
Loan to an associate (Note 11)	-	35,811	35,811
Other non-current liabilities (Note 20)	-	7,678	7,678
Trade and other payables (Note 21)	61	10,708	10,769

Loans to related parties include KD 248,531 thousand (2023: KD 215,232 thousand) provided to a joint venture and represents amounts advanced by a subsidiary of the Group towards the construction and development of a Commercial Mall in UAE ("Project"). This amount bears compounded annual interest rates and can be converted to equity in the project on completion of construction subject to the project achieving certain operational targets and upon the discretion of the Group. The subsidiary has suspended recognition of interest income since the year ended 31 December 2020. Amount of interest attributable to the year ended 31 December 2024 amounts to KD 30,093 thousand (31 December 2023: KD 24,043 thousand). The suspension of interest is temporary, and the subsidiary retains the right to reinstate it in the future. The subsidiary has also recognized allowance for expected credit loss on the loan amounting to NIL (2023: KD 3,067).

Compensation of key management personnel

The remuneration of board of directors and other members of key management (executives) during the year were as follows:

	2024 KD 000's	2023 KD 000's
Short-term benefits (Key management)	3,172	3,021
Accrual for committee services to board of directors	350	350
Special remuneration *	700	-
Accrual for remuneration to board of directors	350	350
	4,572	3,721

Short term benefits include discretionary bonus amounting to KD 2,434 thousand (2023: KD 2,247 thousand) awarded to key management personnel.

* Relates to the year 2023 and paid in 2024.