

Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM

FINANCIAL STATEMENTS

30 JUNE 2025

Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

As at and for the six-month period ended 30 June 2025

CONTENTS	Page(s)
Independent auditors' report on review of condensed consolidated interim financial statements	1 - 2
Condensed consolidated interim financial statements:	
Condensed consolidated interim statement of profit or loss	3
Condensed consolidated interim statement of comprehensive income	4
Condensed consolidated interim statement of financial position	5 - 6
Condensed consolidated interim statement of changes in equity	7
Condensed consolidated interim statement of cash flows	8 - 9
Notes to the condensed consolidated interim financial statements	10 - 22



KPMG
Zone 25 C Ring Road
Street 230, Building 246
P.O Box 4473, Doha
State of Qatar
Telephone: +974 4457 6444
Fax: +974 4436 7411
Website: kpmg.com/qa

Independent auditors' report on review of condensed consolidated interim financial statements

To the Shareholders of Qatar Navigation Q.P.S.C.

Introduction

We have reviewed the accompanying 30 June 2025 condensed consolidated interim financial statements of Qatar Navigation Q.P.S.C. (the "Company") and its subsidiaries (together the "Group"), which comprises:

- the condensed consolidated interim statement of profit or loss for the six-month period ended 30 June 2025;
- the condensed consolidated interim statement of comprehensive income for the six-month period ended 30 June 2025;
- the condensed consolidated interim statement of financial position as at 30 June 2025;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2025;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2025; and
- notes to the condensed consolidated interim financial statements.

The Board of Directors of the Company is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements 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 financial statements 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.



Independent auditors' report on review of condensed consolidated interim financial statements (continued)

Qatar Navigation Q.P.S.C.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2025 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

30 July 2025
Doha
State of Qatar

Gopal Balasubramaniam
KPMG
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Auditors' License No. 120153



Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

For the six-month period ended 30 June 2025

Notes	<i>For the six-month period ended 30 June</i>	
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>QR'000</i>
Operating revenues	4	1,592,852
Salaries, wages and other benefits		(378,584)
Operating supplies and expenses		(567,859)
Rent expenses		(2,629)
Depreciation and amortization		(244,434)
Reversal of impairment of receivables		20,377
Other operating expenses		(65,419)
OPERATING PROFIT		354,304
Finance costs		(22,065)
Finance income		8,328
Gain on disposal of property, vessels and equipment		1,682
Share of results of associates		308,157
Share of results of joint ventures		53,779
Net loss on foreign exchange		(1,469)
PROFIT BEFORE TAX		702,716
Income tax expense	12	(32,099)
PROFIT FOR THE PERIOD		670,617
<i>Attributable to:</i>		
Equity holders of the Parent		672,169
Non-controlling interest		(1,552)
		670,617
BASIC AND DILUTED EARNINGS PER SHARE		
<i>(attributable to equity holders of the Parent)</i>		
<i>(expressed in QR per share)</i>	15	0.59
		0.55



Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.
The attached notes from 1 to 18 form an integral part of these condensed consolidated interim financial statements.

Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE
INCOME

For the six-month period ended 30 June 2025

	<i>For the six-month period ended 30 June</i>	
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>QR'000</i>
Profit for the period	<u>670,617</u>	<u>627,072</u>
Other comprehensive income (OCI):		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Net gain/(loss) on financial assets at FVOCI	47,254	(281,814)
Equity-accounted investees – share of OCI	(2,958)	(1,777)
	44,296	(283,591)
<i>Items that may be reclassified subsequently to profit or loss</i>		
Net loss resulting from cash flow hedges	(6,901)	(1,857)
Translation reserve movement for equity-accounted investee	(548)	6,697
Cash flow hedge movement for equity-accounted investees	(161,667)	21,640
	(169,116)	26,480
Total	<u>(124,820)</u>	<u>(257,111)</u>
Total comprehensive income for the period	<u>545,797</u>	<u>369,961</u>
<i>Attributable to:</i>		
Equity holders of the Parent	547,349	371,543
Non-controlling interests	(1,552)	(1,582)
	<u>545,797</u>	<u>369,961</u>



Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.
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Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL

POSITION

As at 30 June 2025

	<i>30 June 2025 (Reviewed) Notes</i>	<i>31 December 2024 (Audited) QR'000</i>
ASSETS		
Non-current assets		
Property, vessels and equipment	5 3,273,917	3,095,280
Investment properties	6 868,292	875,680
Intangible assets		3,617
Right-of-use assets		150,543
Investments in joint ventures		1,097,453
Investments in associates		8,250,915
Financial assets at FVOCI		2,882,867
Investments in deposits		365,000
Loans granted to LNG companies		74,468
Deferred tax assets		7,415
Total Non-current assets	16,974,487	16,726,631
Current assets		
Inventories		62,198
Trade and other receivables		1,011,906
Equity instruments at FVTPL		647,068
Investments in term deposits	7 88,444	514,855
Cash and cash equivalents		544,906
Non-current assets classified as held for sale	14 2,354,522	2,480,014
Total Current assets	2,730,446	2,480,014
Total Assets	19,704,933	19,206,645
EQUITY AND LIABILITIES		
Attributable to equity holders of the Parent		
Share capital	9 1,136,165	1,136,165
Legal reserve		4,693,986
General reserve		623,542
Fair value reserve		2,401,055
Hedging reserve		1,071,832
Translation reserve		(18,575)
Retained earnings		7,659,585
Equity attributable to equity holders of the Parent	17,567,590	17,474,707
Non-controlling interests		1,392
Total Equity	17,568,982	17,477,651

The condensed consolidated interim statement of financial position continues on the next page.



Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.
The attached notes from 1 to 18 form an integral part of these condensed consolidated interim financial statements.

Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION (CONTINUED)

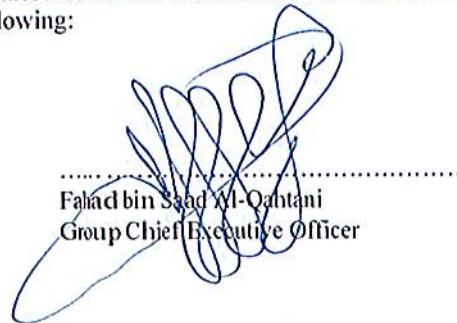
At 30 June 2025

	<i>30 June 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>
EQUITY AND LIABILITIES (CONTINUED)		
Liabilities		
Non-current liabilities		
Loans and borrowings	452,794	475,359
Advance from a customer	62,866	66,780
Lease liabilities	61,476	61,982
Provision for employees' end of service benefits	131,397	122,827
Deferred tax liabilities	21,499	126
Total Non-current liabilities	730,032	727,074
Current liabilities		
Trade and other payables	1,202,128	763,520
Loans and borrowings	109,779	174,556
Lease liabilities	94,012	63,844
Total Current liabilities	1,405,919	1,001,920
Total Liabilities	2,135,951	1,728,994
TOTAL EQUITY AND LIABILITIES	19,704,933	19,206,645

On 30 July 2025 the Group's Board of Directors authorised these condensed consolidated interim financial statements for issue, which were signed on their behalf by the following:



.....
Jassim bin Hamad bin Jassim bin Jaber Al-Thani
Chairman



.....
Fahad bin Saad Al-Qahtani
Group Chief Executive Officer



Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.
The attached notes from 1 to 18 form an integral part of these condensed consolidated interim financial statements.

MPR
Jul

Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2025

Attributable to the equity holders of the Parent										Non-controlling interest	Total
	Share capital QR'000	Legal reserve QR'000	General reserve QR'000	Fair value reserve QR'000	Hedging reserve QR'000	Translation reserve QR'000	Retained earnings QR'000	Total QR'000	Non-controlling interest QR'000	Total QR'000	
Balance at 31 December 2024 (Audited)	1,136,165	4,693,986	623,542	2,350,149	1,240,400	(18,027)	7,448,492	17,474,707	2,944	17,477,651	
Profit (loss) for the period	-	-	-	-	-	-	672,169	672,169	(1,552)	670,617	
Other comprehensive income (loss)	-	-	-	44,296	(168,568)	(548)	-	(124,820)	-	(124,820)	
Total comprehensive income (loss)	-	-	-	44,296	(168,568)	(548)	672,169	547,349	(1,552)	545,797	
<i>Transactions with owners of the Group:</i>											
Dividends paid (Note 10)	-	-	-	-	-	-	(454,466)	(454,466)	-	(454,466)	
<i>Other equity movement:</i>											
Reclassification on disposal of FVOCI	-	-	-	6,610	-	-	(6,610)	-	-	-	
Balance at 30 June 2025 (Reviewed)	1,136,165	4,693,986	623,542	2,401,055	1,071,832	(18,575)	7,659,585	17,567,590	1,392	17,568,982	
Attributable to the equity holders of the Parent										Non-controlling interest	Total
	Share capital QR'000	Legal reserve QR'000	General reserve QR'000	Fair value reserve QR'000	Hedging reserve QR'000	Translation reserve QR'000	Retained earnings QR'000	Total QR'000	Non-controlling interest QR'000	Total QR'000	
Balance at 31 December 2023 (Audited)	1,136,165	4,693,986	623,542	2,465,084	981,653	-	6,780,714	16,681,144	41,569	16,722,713	
Profit (loss) for the period	-	-	-	-	-	-	628,348	628,348	(1,276)	627,072	
Other comprehensive (loss) income	-	-	-	(283,285)	19,783	6,697	-	(256,805)	(306)	(257,111)	
Total comprehensive (loss) income	-	-	-	(283,285)	19,783	6,697	628,348	371,543	(1,582)	369,961	
<i>Transactions with owners of the Group:</i>											
Dividends paid (Note 10)	-	-	-	-	-	-	(426,062)	(426,062)	-	(426,062)	
<i>Other equity movement:</i>											
Reclassification on disposal of FVOCI	-	-	-	81	-	-	(81)	-	-	-	
Reduction of capital (i)	-	-	-	-	-	-	-	-	(36,122)	(36,122)	
Balance at 30 June 2024 (Reviewed)	1,136,165	4,693,986	623,542	2,181,880	1,001,436	6,697	6,982,919	16,626,625	3,865	16,630,490	

(i) During the comparative period, Qatar Quarries and Building Materials Company P.Q.S.C., one of the subsidiaries of the Group have resolved to reduce the equity by way of repayments amounting to QR 36.12 million affecting the Groups' non-controlling interests.

Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.

The attached notes from 1 to 18 form an integral part of these condensed consolidated interim financial statements.



Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2025

	<i>For the six-month period ended 30 June</i>	
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	
	<i>QR'000</i>	<i>QR'000</i>
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	702,716	634,472
Adjustments for:		
Depreciation of property, vessels and equipment	165,036	135,021
Depreciation of investment property	28,869	26,720
Amortisation of intangible assets	1,554	2,041
Depreciation of right-of-use assets	48,975	35,874
Gain on disposal of property, vessels and equipment	(1,682)	(8,543)
Share of results of associates	(308,157)	(297,038)
Share of results of joint ventures	(53,779)	(21,084)
Provision for employees' end of service benefits	16,414	7,888
Dividend income	(97,252)	(106,664)
Net fair value (gain)/loss on equity instruments at FVTPL	(1,318)	1,154
Reversal of impairment of receivables	(20,377)	(14,458)
Finance costs	22,065	15,189
Finance income	(8,328)	(6,711)
Operating profit before working capital changes:	494,736	403,861
<i>Changes in:</i>		
Inventories	(21)	18,648
Trade and other receivables	76,958	(209,501)
Trade and other payables	40,837	30,249
Cash generated from operating activities	612,510	243,257
Employees' end of service benefits paid	(7,844)	(3,984)
Net cash from operating activities	604,666	239,273
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, vessels and equipment	(344,303)	(402,510)
Purchases of investment property	(21,481)	(7,989)
Additions to intangible assets	(230)	(43)
Net movement of investments in term deposits	426,411	199,750
Investments in financial assets at FVOCI	(66,887)	(102,962)
Investments in deposits	-	(365,000)
Proceeds from disposal of property, vessels and equipment	1,787	97,830
Proceeds from disposal of intangible assets	-	3
Proceeds from disposal of financial assets at FVOCI	85,645	12,399
Dividends received from joint ventures	39,350	31,850
Dividends received from associates	141,424	281,395
Dividends received from investments	97,252	106,664
Finance income received	8,328	6,711
Net cash from / (used in) investing activities	367,296	(141,902)

The condensed consolidated interim statement of cash flows continues on the next page.

Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.
The attached notes from 1 to 18 form an integral part of these condensed consolidated interim financial statements.



Qatar Navigation Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
(CONTINUED)

For the six-month period ended 30 June 2025

	Notes	<i>For the six-month period ended 30 June</i>	
		<i>2025</i>	<i>2024</i>
		<i>(Reviewed)</i>	<i>QR '000</i>
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid to the Company's shareholders	10	(454,466)	(426,062)
Payment of lease liabilities		(51,179)	(39,451)
Loans and borrowings settled		(214,621)	(88,674)
Loans and borrowings utilised		127,279	292,000
Finance costs paid		(22,065)	(15,189)
Net cash used in financing activities		(615,052)	(277,376)
Net increase (decrease) in cash and cash equivalents		356,910	(180,005)
Cash and cash equivalents at beginning of period		<u>187,996</u>	<u>414,411</u>
Cash and cash equivalents at end of period	8	544,906	234,406



Report on review of condensed consolidated interim financial statements is set out on pages 1 and 2.
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Qatar Navigation Q.P.S.C.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

As at and for the six-month period ended 30 June 2025

1. REPORTING ENTITY

Qatar Navigation Q.P.S.C. (the “Company” or the “Parent”) was incorporated in accordance with the provisions of the Qatar Commercial Companies Law No. 11 of 2015 (and all its amendments) as a Qatari Public Shareholding Company, and it is registered at the Ministry of Commerce and Industry of the State of Qatar with the Commercial Registration number 1 dated 5 July 1957. The registered office of the Company is located at Street No. 523, Zone 56, Umm Al Saneem Area, East Industrial Road, Doha, State of Qatar. The shares of the Company are publicly traded on the Qatar Stock Exchange since 26 May 1997.

These condensed consolidated interim financial statements comprise the Company and its subsidiaries (collectively referred as the “Group” and individually as the “Group entities”) and the Group’s interests in equity-accounted investees.

The principal activities of the Group, which remain unchanged from the previous period, include the provision of marine transport, acting as agent to foreign shipping lines, offshore services, sale of heavy vehicles, ship repair, fabrication and installation of offshore structures, land transport, chartering of vessels, real estate, investments in listed and unlisted securities, trading of aggregates, building materials, warehousing, and supply chain management.

The structure of the Group has not changed since the last annual consolidated financial statements as at and for the year ended 31 December 2024 (the “latest annual financial statements”). However, during the period the Group has incorporated four new subsidiaries in overseas jurisdictions.

The condensed consolidated interim financial statements of the Group were authorised for issue by the Company’s Board of Directors on 30 July 2025.

2. BASIS OF CONSOLIDATION

2.1 Basis of preparation

The condensed consolidated interim financial statements for the six months ended 30 June 2025 have 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 2024 (“last annual financial statements”). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS Accounting Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since last annual financial statements. All values are rounded to the nearest thousands (QR’000) except otherwise indicated.

The significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty and Group’s financial risk management objectives and policies were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2024 except for the application of accounting policy as mentioned below.

Non-current Assets Held for Sale

Non-current assets are classified as held for sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use. Such assets are generally measured at the lower of their carrying amount and fair value less costs to sell. Once classified as held for sale, property plant and equipment are no longer depreciated.

2.2 New standards, interpretations and amendments

New and amended standards adopted by the Group

The Group adopted the below amendment to standards effective as of 1 January 2025:

Effective date	New accounting standards or amendment
1 January 2025	• Lack of exchangeability - Amendments to IAS 21

The application of the amendment listed above did not have a material impact on these condensed consolidated interim financial statements.

2. BASIS OF CONSOLIDATION (CONTINUED)

2.2 New standards, interpretations and amendments (continued)

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

Effective date	New accounting standards or amendment
1 January 2026	<ul style="list-style-type: none"> Classification and Measurement of Financial Instruments – Amendment to IFRS 9 and IFRS 7 Contract referencing Nature-dependent Electricity – Amendment to IFRS 9 and IFRS 7 Annual improvements to IFRS Accounting Standards – Volume 11
1 January 2027	<ul style="list-style-type: none"> IFRS 18 Presentation and Disclosure in Financial Statements IFRS 19 Subsidiaries without Public Accountability: Disclosures
To be determined	<ul style="list-style-type: none"> Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

3. USE OF JUDGMENTS AND ESTIMATES

In preparing these condensed consolidated interim financial statements, management has made judgments and estimates about the future, that affect the application of Group's accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financials and non-financial assets and liabilities.

When measuring the fair value of an asset or liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted market price (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the assets or liability either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Qatar Navigation Q.P.S.C.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS As at and for the six-month period ended 30 June 2025

4. OPERATING REVENUES

The Group revenues consist of activities under the following operating segments:

	<i>Six-month period ended 30 June</i>	
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>QR'000</i>
<i>Disaggregation of revenue</i>		
Milaha Capital	182,307	225,677
Milaha Maritime and Logistics	348,236	329,366
Milaha Offshore	869,899	710,963
Milaha Trading	33,677	45,960
Milaha Gas and Petrochem	158,733	121,893
	1,592,852	1,433,859

Of the total revenues, the Group has recognized QR 1.36 billion (2024: QR 1.14 billion) over time and QR 0.23 billion (2024: QR 0.29 billion) at a point in time.

5. PROPERTY, VESSELS AND EQUIPMENT

	<i>30 June</i>	<i>31 December</i>
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>(Audited)</i>
At 1 January	3,095,280	2,775,797
Additions (i)	344,303	824,409
Disposals and write off (ii)	(105)	(92,622)
Transfers and reclassifications	(525)	(1,360)
Impairment of property, vessels and equipment	-	(110,826)
Depreciation charge for the period / year	(165,036)	(300,118)
At 30 June / 31 December	3,273,917	3,095,280

- (i) During the current period, the Group has purchased one (1) vessel at a cost of QR 269 million (31 December 2024: three (3) vessels with a total cost of QR 514 million).
- (ii) During the prior period, the Group sold one (1) floating dock with a total net book value of QR 86.10 million and recognized a cumulative gain of QR 8.50 million.

6. INVESTMENT PROPERTIES

	<i>30 June</i>	<i>31 December</i>
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>(Audited)</i>
At 1 January	875,680	856,183
Additions	21,481	76,126
Depreciation charge for the period / year	(28,869)	(56,629)
At 30 June / 31 December	868,292	875,680

Qatar Navigation Q.P.S.C.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
As at and for the six-month period ended 30 June 2025

7. INVESTMENTS IN TERM DEPOSITS

	<i>30 June 2025 (Reviewed) QR'000</i>	<i>31 December 2024 (Audited) QR'000</i>
Term deposits with banks	485,515	578,622
Less: Term deposits maturing before 90 days	<u>(397,071)</u>	<u>(63,767)</u>
Term deposits maturing after 90 days	<u>88,444</u>	<u>514,855</u>

(i) Investments in term deposits earn interests at market rates.

(ii) Term deposits are assessed to have low credit risk of default since these banks are highly regulated by the central bank of Qatar. Accordingly, the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. None of the balances with banks at the end of the reporting period are past due and taking into account the historical default experience and the current credit ratings of the bank, the Group has assessed the ECL to be immaterial.

8. CASH AND CASH EQUIVALENTS

For the purpose of the condensed consolidated interim statement of cash flows, cash and cash equivalents comprise of the following items:

	<i>30 June 2025 (Reviewed) QR'000</i>	<i>30 June 2024 (Reviewed) QR'000</i>
Cash in hand	1,957	3,216
Bank balance – term deposits (i)	397,071	75,601
Bank balance	<u>145,878</u>	<u>155,589</u>
Cash and cash equivalents in the condensed consolidated interim statement of cash flows	<u>544,906</u>	<u>234,406</u>

(i) Deposits with an original maturity of less than 90 days are made for varying periods depending on the immediate cash requirements of the Group at commercial market rates.

(ii) Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central bank of Qatar. Accordingly, the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. None of the balances with banks at the end of the reporting period are past due and taking into account the historical default experience and the current credit ratings of the bank, the Group has assessed the ECL to be immaterial.

9. SHARE CAPITAL

	<i>Number of shares (‘000’)</i>	<i>QR'000</i>
<i>Authorised, issued and fully paid shares</i>		
At 30 June 2025 and 31 December 2024 shares with nominal value of QR 1 each (i)	<u>1,136,165</u>	<u>1,136,165</u>
(i) All shares have equal rights.		

10. DIVIDENDS

Dividend proposed and paid for the year 2024

The Board of Directors had proposed a 40% (2024: 37.5%) cash dividend of QR 0.40 (2024: QR 0.375) per share totaling QR 454 million for the year 2024 (2024: QR 426 million for the year 2023) which was approved by the equity holders at the Annual General Assembly held on 24 February 2025 (2024: held on 5 March 2024).

Dividend paid:

	<i>30 June</i> <i>2025</i> <i>(Reviewed)</i> <i>QR'000</i>	<i>31 December</i> <i>2024</i> <i>(Audited)</i> <i>QR'000</i>
Final dividend	<u>454,466</u>	<u>426,062</u>

11. CONTINGENT LIABILITIES

	<i>30 June</i> <i>2025</i> <i>(Reviewed)</i> <i>QR'000</i>	<i>31 December</i> <i>2024</i> <i>(Audited)</i> <i>QR'000</i>
Letters of guarantees	1,195,103	1,034,705
Letters of credits	<u>643</u>	<u>-</u>
	<u>1,195,746</u>	<u>1,034,705</u>

12. INCOME TAX EXPENSE

A) Income tax expense for the period

Income tax expense is recognised at an amount determined by multiplying the profit (loss) before tax for the interim reporting period by management's best estimate of the annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognised in full in the interim period. As such, the effective tax rate in the interim financial statements may differ from management's estimate of the effective tax rate for the annual financial statements.

B) Global minimum top-up tax

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation. On 27 March 2025, Qatar published in the Official Gazette, Law No. 22 of 2024 amending specific provisions of the Income Tax Law promulgated under Law No. 24 of 2018 by introducing Domestic Minimum Top-up Tax ('DMTT') and Income Inclusion Rule ('IIR') with a minimum effective tax rate of 15 percent. The amendments are effective from 1 January 2025 and the related regulations on implementation, compliance and administrative provisions are expected to be issued by the General Tax Authority in the near future.

12. INCOME TAX EXPENSE (CONTINUED)

B) Global minimum top-up tax (continued)

The top-up tax relates to the Group's operations in the State of Qatar ('Qatar'), Germany, Singapore, UAE, India, UK, Luxembourg, Malta and KSA. Except for India, KSA and Malta, all countries where the Group operates have enacted the Global Minimum Tax Regulation. However, the Group does not have any current tax impact in Germany and Malta because of international shipping operation which are under tonnage tax regime; UK and KSA are dormant as of 30 June 2025; Luxembourg and Singapore income are considered under Domestic Minimum Top-up Tax rules introduced therein and UAE branch is incurring losses, which does not have any top-up tax impact.

The Group has not recognized any top-up tax for the six-month period ended 30 June 2025 as the income tax expense is higher than the minimum tax to be recognized under pillar two tax legislations.

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

13. FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments comprise of financial assets, financial liabilities and derivative financial instruments.

Financial assets consist cash and cash equivalents, financial assets at FVOCI, investment in term deposits, investment in deposits, equity instruments at FVOCI, financial assets at FVTPL, loans granted to LNG companies, other financial assets and receivables. Financial liabilities consist of loans and borrowings and payables. Derivative financial instruments consist of interest rate swaps.

Carrying amounts and fair values

A comparison by class of the carrying value and fair value of the Group's financial instruments that are measured at fair value in the condensed consolidated interim statement of financial position are set out below:

	<i>Carrying amount</i>		<i>Fair value</i>	
	<i>30 June</i>	<i>31 December</i>	<i>30 June</i>	<i>31 December</i>
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
Financial assets at fair value through profit or loss				
Equity instruments at FVTPL	647,068	645,751	647,068	645,751
Financial assets (liabilities) at fair value through other comprehensive income				
Financial assets at FVOCI	2,882,867	2,854,287	2,882,867	2,854,287
Derivative financial instrument				
Interest rate swaps (cash flow hedge)	(5,961)	939	(5,961)	939
	2,876,906	2,855,226	2,876,906	2,855,226

13. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

Measurement of fair values

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

- Cash and cash equivalents, investments in deposits, investment in term deposits, trade and other receivables, trade and other payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- Loans and borrowings and investments in deposits are carried at amortized cost and their carrying amounts approximate their fair values.
- Fair value of quoted financial assets at FVOCI is derived from quoted market prices in active markets.
- Fair value of unquoted financial assets at FVOCI and equity instruments at FVTPL is estimated using appropriate valuation techniques.
- Loans granted to LNG companies are evaluated by the Group based on parameters such as interest rates, specific country risk factors, individual creditworthiness of the customer and the risk characteristics of the financed project. As the reporting period, the carrying amounts of such receivables are not materially different from their calculated fair values.

The Group enters into derivative financial instruments with various counterparties, principally financial institutions with investment grade credit ratings. Derivatives are valued based on market valuation provided by the respective financial institution.

The Group held the following financial instruments measured at fair value at the reporting period:

	<i>30 June</i> <i>2025</i> <i>QR'000</i>	<i>Level 1</i> <i>QR'000</i>	<i>Level 2</i> <i>QR'000</i>	<i>Level 3</i> <i>QR'000</i>
Financial assets measured at fair value through profit or loss:				
Equity instruments at FVTPL	647,068	-	149,495	497,573
Financial assets measured at fair value through other comprehensive income:				
Quoted shares	1,832,725	1,832,725	-	-
Unquoted shares	45,203	-	-	45,203
Unquoted investments in foreign companies	430,830	-	430,830	-
Investments in corporate bonds	574,109	81,359	492,750	-
Derivative financial instruments				
Interest rate swaps	(5,961)	-	(5,961)	-

13. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

Measurement of fair values (continued)

	<i>31 December</i>	<i>2024</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
		<i>QR '000</i>	<i>QR '000</i>	<i>QR '000</i>	<i>QR '000</i>
Financial assets measured at fair value through profit or loss:					
Equity instruments as FVTPL					
	645,751	-	147,298	498,453	
Financial assets measured at fair value through other comprehensive income:					
Quoted shares	1,855,281	1,855,281	-	-	
Unquoted shares	14,053	-	-	14,053	
Unquoted investments in foreign companies	372,936	-	372,936	-	
Investments in corporate bonds	612,017	82,765	529,252	-	
Derivative financial instruments					
Interest rate swaps	939	-	939	-	

During the six-month period ended 30 June 2025, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

The Group does not hold credit enhancement or collateral to mitigate credit risk. The carrying amount of financial assets therefore represents the potential credit risk.

The tables above illustrate the classification of the Group's financial instruments based on the fair value hierarchy as required for complete sets of financial statements. This classification provides a reasonable basis to illustrate the nature and extent of risks associated with those financial instruments.

14. RELATED PARTY DISCLOSURES

The following table provides the total amount of transactions that have been entered into with related parties during the six-month period ended 30 June 2025 and 2024, as well as balances with related parties as at 30 June 2025 and 31 December 2024:

Related party transactions

	<i>Six-month period ended 30 June</i>			
	<i>2025</i>		<i>2024</i>	
	<i>Sales</i>	<i>Purchases</i>	<i>Sales</i>	<i>Purchases</i>
	<i>(Reviewed)</i>	<i>QR '000</i>	<i>(Reviewed)</i>	<i>QR '000</i>
Associates	2,512	4,444	1,129	214
Joint ventures	98	432,362	196	45,892
	2,610	436,806	1,325	46,106

Qatar Navigation Q.P.S.C.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
As at and for the six-month period ended 30 June 2025

14. RELATED PARTY DISCLOSURES (CONTINUED)

Related party balances

Balances with related parties included in the condensed consolidated interim statement of financial position are as follows:

	<i>30 June 2025</i>		<i>31 December 2024</i>	
	<i>Trade receivables</i>	<i>Trade and other payables</i>	<i>Trade receivables</i>	<i>Trade and other payables</i>
	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
Joint ventures(i)	28	385,926	75	7,121
Associates	1,293	972	2,689	940
Directors	519	77	215	65
	1,840	386,975	2,979	8,126

(i) During the period, the Company purchased two (2) vessels from one of its joint ventures amounting to QR 376 million which remained unpaid as at 30 June 2025.

The management committed to a plan to sell these vessels, hence, classified these vessels as non-current assets held for sale. Efforts to sell the vessels have started and the sale is expected by September 2025. The carrying amount of these vessels is QR 376 million which is the lower of its carrying amount and fair value less costs to sell.

Loans granted to associate and joint venture

Loans to LNG companies amounting to QR 74.47 million (2024: QR 77.36 million) and loan to an LPG company amounting to QR 71.36 million (2024: QR 69.35 million).

Compensation of directors and other key management personnel

The remuneration of directors and other members of key management provided for / paid during the period was as follows:

	<i>Six-month period ended 30 June</i>	
	<i>2025</i>	<i>2024</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
	<i>QR'000</i>	<i>QR'000</i>
Salaries and allowances	7,541	5,090
Provision for employees' end of service benefits	823	588
Board of directors' remuneration	6,975	6,975
	15,339	12,653

15. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity holders of the Parent by the weighted average number of shares outstanding during the period.

There were no potentially dilutive shares outstanding at any time during the period and, therefore, the diluted earnings per share is equal to the basic earnings per share.

	<i>Six-month ended 30 June</i> <i>2025</i> <i>(Reviewed)</i>	<i>2024</i>
Net profit for the period attributable to equity holders of the Parent (QR'000)	<u>672,169</u>	<u>628,348</u>
Weighted average number of shares (000's)	<u>1,136,165</u>	<u>1,136,165</u>
Basic and diluted earnings per share (QR)	<u>0.59</u>	<u>0.55</u>

16. SEGMENT INFORMATION

Group is organised into six pillars as follows, which constitute five reportable segments (strategic divisions):

- Milaha Capital provides corporate finance advisory services to the Parent and its subsidiaries, in addition to managing its proprietary portfolio of financial and real estate investments and holding the investment of Qatar Quarries and Building Material Company W.L.L.
- Milaha Maritime & Logistics delivers a comprehensive range of services to major importers, exporters and shipping companies in the region, including oil & gas majors. The activities include logistics services, container feeder shipping, non-vessel operating common carriers (NVOCC) operations, bulk shipping, shipping agencies, port management and operations, shipyard and steel fabrication.
- Milaha Offshore provides comprehensive offshore support services to the oil and gas industry across the region. The group currently operates a fleet of offshore service vessels, which include safety standby vessels, anchor handling tugs, crew boats, workboats and dynamic positioning (DP) vessels. It provides a complete range of diving services including saturation diving.
- Milaha Trading is engaged in trading trucks, heavy equipment, machinery and lubrication brands in Qatar. The segment markets its products and provides critical after sales service.
- Milaha Gas and Petrochem owns, manages and operates a fleet of LPG and LNG carriers and provides ocean transportation services to international energy and industrial companies. It further owns and manages a Floating Storage and Offloading (FSO) unit.
- Milaha Corporate provides necessary services to all the pillars to run their respective business. These services are costs of management, corporate development and communications, internal audit, legal affairs, shared services, information technology, procurement, human resources and administration and finance. The costs are subsequently allocated. Adjustments with respect to Milaha Corporate represent costs captured and subsequently allocated to various business pillars by way of a laid down methodology.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the condensed consolidated interim financial statements.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Qatar Navigation Q.P.S.C.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

As at and for the six-month period ended 30 June 2025

16. SEGMENT INFORMATION (CONTINUED)

Six-month period ended 30 June 2025 (Reviewed)

	<i>Milaha Capital QR'000</i>	<i>Milaha Maritime and Logistics QR'000</i>	<i>Milaha Offshore QR'000</i>	<i>Milaha Trading QR'000</i>	<i>Milaha Gas and Petrochem QR'000</i>	<i>Adjustments relating to Milaha Corporate QR'000</i>	<i>Total segments QR'000</i>	<i>Adjustments and eliminations QR'000</i>	<i>Consolidated QR'000</i>
Operating revenues	203,609	453,881	874,836	96,542	158,733	-	1,787,601	(194,749)	1,592,852
Salaries, wages and other benefits	(6,611)	(160,733)	(103,945)	(12,355)	(18,621)	(76,319)	(378,584)	-	(378,584)
Operating supplies and expenses	(6,463)	(348,186)	(271,565)	(83,965)	(22,403)	(6,714)	(739,296)	171,437	(567,859)
Rent expenses	(1,116)	(14,861)	(2,154)	(1,423)	(52)	(4,931)	(24,537)	21,908	(2,629)
Depreciation and amortisation	(37,610)	(39,518)	(128,379)	(719)	(37,048)	(1,160)	(244,434)	-	(244,434)
Reversal of impairment of receivables	6,363	11,754	1,328	932	-	-	20,377	-	20,377
Other operating expenses	(4,792)	(32,493)	(15,548)	(2,167)	(3,060)	(8,763)	(66,823)	1,404	(65,419)
Allocations relating to fleet and technical services	-	170,479	(170,465)	-	(14)	-	-	-	-
Allocations relating to Milaha Corporate	(9,151)	(49,535)	(28,721)	(6,429)	(4,050)	97,886	-	-	-
OPERATING PROFIT (LOSS)	144,229	(9,212)	155,387	(9,584)	73,485	(1)	354,304	-	354,304
Finance costs	(11,244)	(2,248)	(20,201)	(1)	(19,329)	-	(53,023)	30,958	(22,065)
Finance income	12,181	-	11,962	31	15,111	1	39,286	(30,958)	8,328
Gain on disposal of property, vessels and equipment	-	24	1,581	77	-	-	1,682	-	1,682
Share of results of associates	222	(99)	-	-	308,034	-	308,157	-	308,157
Share of results of joint ventures	-	48,776	-	-	5,003	-	53,779	-	53,779
Net loss on foreign exchange	(123)	(1,274)	(1)	(71)	-	-	(1,469)	-	(1,469)
PROFIT (LOSS) BEFORE TAX	145,265	35,967	148,728	(9,548)	382,304	-	702,716	-	702,716
Income tax (expense)/benefit	(3,438)	2,007	(16,687)	1,525	(15,506)	-	(32,099)	-	(32,099)
PROFIT (LOSS) FOR THE PERIOD	141,827	37,974	132,041	(8,023)	366,798	-	670,617	-	670,617
<i>Attributable to:</i>									
Equity holders of the Parent	143,379	37,974	132,041	(8,023)	366,798	-	672,169	-	672,169
Non-controlling interest	(1,552)	-	-	-	-	-	(1,552)	-	(1,552)
	141,827	37,974	132,041	(8,023)	366,798	-	670,617	-	670,617

Qatar Navigation Q.P.S.C.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

As at and for the six-month period ended 30 June 2025

16. SEGMENT INFORMATION (CONTINUED)

Six-month period ended 30 June 2024 (Reviewed)

	<i>Milaha Capital QR'000</i>	<i>Milaha Maritime and Logistics QR'000</i>	<i>Milaha Offshore QR'000</i>	<i>Milaha Trading QR'000</i>	<i>Milaha Gas and Petrochem QR'000</i>	<i>Adjustments relating to Milaha Corporate QR'000</i>	<i>Total segments QR'000</i>	<i>Adjustments and eliminations QR'000</i>	<i>Consolidated QR'000</i>
Operating revenues	244,595	393,944	716,207	101,813	121,893	-	1,578,452	(144,593)	1,433,859
Salaries, wages and other benefits	(6,562)	(152,240)	(90,319)	(13,155)	(14,982)	(72,775)	(350,033)	-	(350,033)
Operating supplies and expenses	(20,344)	(323,704)	(186,730)	(88,454)	(7,384)	(7,360)	(633,976)	124,530	(509,446)
Rent expenses	(1,404)	(14,996)	(916)	(1,421)	(99)	(3,441)	(22,277)	18,775	(3,502)
Depreciation and amortisation	(37,266)	(17,388)	(117,079)	(859)	(25,968)	(1,096)	(199,656)	-	(199,656)
(Provision for)/Reversal of impairment of receivables	(236)	6,093	8,274	327	-	-	14,458	-	14,458
Other operating expenses	(3,408)	(29,743)	(20,732)	(1,186)	(6,318)	(9,101)	(70,488)	1,288	(69,200)
Allocations relating to fleet and technical services	-	153,546	(153,317)	-	(229)	-	-	-	-
Allocations relating to Milaha Corporate	(8,881)	(47,860)	(26,594)	(5,655)	(4,760)	93,750	-	-	-
OPERATING PROFIT (LOSS)	166,494	(32,348)	128,794	(8,590)	62,153	(23)	316,480	-	316,480
Finance costs	(8,789)	(13,674)	(21,357)	-	(13,403)	-	(57,223)	42,034	(15,189)
Finance income	17,616	13,015	13,873	39	4,191	11	48,745	(42,034)	6,711
Gain on disposal of property, vessels and equipment	-	7,629	755	147	-	12	8,543	-	8,543
Share of results of associates	943	100	-	-	295,995	-	297,038	-	297,038
Share of results of joint ventures	-	9,833	-	-	11,251	-	21,084	-	21,084
Net gain/(loss) on foreign exchange	37	(166)	26	(46)	(46)	-	(195)	-	(195)
PROFIT (LOSS) BEFORE TAX	176,301	(15,611)	122,091	(8,450)	360,141	-	634,472	-	634,472
Income tax benefit (expense)	32	-	(6,128)	269	(1,573)	-	(7,400)	-	(7,400)
PROFIT (LOSS) FOR THE PERIOD	176,333	(15,611)	115,963	(8,181)	358,568	-	627,072	-	627,072
<i>Attributable to:</i>									
Equity holders of the Parent	177,609	(15,611)	115,963	(8,181)	358,568	-	628,348	-	628,348
Non-controlling interest	(1,276)	-	-	-	-	-	(1,276)	-	(1,276)
	176,333	(15,611)	115,963	(8,181)	358,568	-	627,072	-	627,072

17. COMPARATIVE FIGURES

The comparative figures for the previous period have been reclassified, where necessary, in order to conform to the current period's presentation. Such reclassifications do not affect the previously reported profits, gross assets or equity.

18. SUBSEQUENT EVENTS

There were no significant events after the reporting date which have a bearing on the understanding of these condensed consolidated interim financial statements.