

Bahrain Mumtalakat Holding Company B.S.C. (c)

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

30 JUNE 2025 (REVIEWED)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the six months ended 30 June 2025 (Reviewed)

CONTENTS	Page
Independent auditors' report on review of interim condensed consolidated financial statements	1
Interim Condensed Consolidated Financial Statements	
Interim Condensed Consolidated Statement of Financial Position	2
Interim Condensed Consolidated Statement of Income	3
Interim Condensed Consolidated Statement of Comprehensive Income	4
Interim Condensed Consolidated Statement of Cash Flows	5-6
Interim Condensed Consolidated Statement of Changes in Equity	7
Notes to the Interim Condensed Consolidated Financial Statements	8-15

REPORT ON THE REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF BAHRAIN MUMTALAKAT HOLDING COMPANY B.S.C. (c)

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Bahrain Mumtalakat Holding Company B.S.C. (c) ("the Company") and its subsidiaries (together, "the Group") as at 30 June 2025, comprising of the interim condensed consolidated statement of financial position as at 30 June 2025 and the related interim condensed consolidated statements of income and other comprehensive income for the six-month period then ended and the related interim condensed consolidated statements of cash flows and changes in equity for the six-month period then ended and explanatory notes. The Group's Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (IAS) 34 "*Interim Financial Reporting*". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

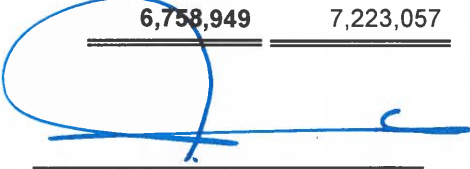


24 September 2025
Manama, Kingdom of Bahrain

Bahrain Mumtalakat Holding Company B.S.C. (c)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF
FINANCIAL POSITION
At 30 June 2025

		Reviewed 30 June 2025 BD '000	Audited 31 December 2024 BD '000
	Note		
ASSETS			
Cash and bank balances	5	289,378	222,066
Derivative financial instruments		15,972	22,414
Trade receivables, prepayments and other receivables		502,636	438,650
Inventories		435,895	433,901
Investments carried at fair value through statement of income		1,101,573	1,093,097
Investment in associates and joint ventures		911,000	911,861
Investment properties		389,479	386,360
Property, plant and equipment		2,890,400	2,967,419
Other assets		143,638	89,662
Intangible assets		4,635	5,393
Goodwill		74,343	74,343
Assets held for sale		-	577,891
TOTAL ASSETS		6,758,949	7,223,057
LIABILITIES AND EQUITY			
Liabilities			
Borrowings and lease liabilities		2,546,809	2,742,610
Derivative financial instruments		724	-
Trade payables, accruals and other liabilities		609,106	630,340
Employees' end of service benefits		14,614	13,740
Liabilities directly associated with the assets classified as held for sale		-	644,754
Total liabilities		3,171,253	4,031,444
Equity			
Share capital		2,000,000	2,000,000
Capital contribution		326,606	326,016
Statutory reserve		112,880	112,880
Other reserves	3	18,441	28,669
Retained earnings		211,860	126,570
Total equity attributable to owner of the Company		2,669,787	2,594,135
Non-controlling interests		917,909	597,478
Total equity		3,587,696	3,191,613
TOTAL LIABILITIES AND EQUITY		6,758,949	7,223,057


Salman bin Khalifa Al Khalifa
Chairman


Abdulla bin Khalifa Al Khalifa
Director and Chief Executive Officer


Suha S. Karzoon
Managing Director - Finance & Technology

The accompanying notes 1 to 11 form an integral part of this interim condensed consolidated financial statements

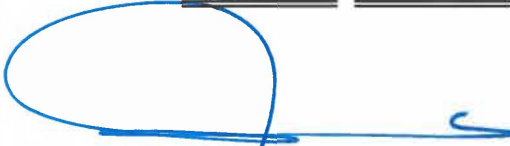
Bahrain Mumtalakat Holding Company B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

Six months ended 30 June 2025 (Reviewed)

	Note	Six months ended 30 June	
		2025 BD '000	2024 BD '000
Continuing operations			
Revenue		1,154,095	1,039,581
Direct costs		(1,007,260)	(831,933)
Gross profit		146,835	207,648
Dividend income		12,926	9,799
Fair value gain on investments carried at fair value through statement of income		6,831	6,945
Other income		129,256	6,757
Government assistance		6,404	6,456
Selling and distribution expenses		(71,120)	(70,858)
Administrative expenses		(75,956)	(68,116)
Other expenses		(873)	(8,911)
Operating profit		154,303	89,720
Share of profit of associates and joint ventures		34,856	46,356
Interest income		4,348	3,423
Interest expense		(89,188)	(95,070)
Fair value gain on other financial instruments (net)		2,626	3,222
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS		106,945	47,651
Income tax credit for the period		82	509
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		107,027	48,160
Discontinued operations			
Loss after tax for the period from discontinued operations	9	(9,204)	(27,255)
PROFIT FOR THE PERIOD		97,823	20,905
Attributable to:			
Owner of the Company		85,402	2,208
Non-controlling interests		12,421	18,697
		97,823	20,905


 Salman bin Khalifa Al Khalifa
 Chairman


 Abdulla bin Khalifa Al Khalifa
 Director and Chief Executive Officer


 Suha S. Karzoon
 Managing Director - Finance & Technology

The accompanying notes 1 to 11 form an integral part of this interim condensed consolidated financial statements

Bahrain Mumtalakat Holding Company B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Six months ended 30 June 2025 (Reviewed)

	<i>Six months ended 30 June</i>	
	2025	2024
	BD '000	BD '000
PROFIT FOR THE PERIOD	97,823	20,905
Other comprehensive income		
<i>Items that are or may be reclassified to consolidated statement of income in subsequent periods</i>		
Movement in cumulative changes in fair values	(10,694)	1,694
Share of changes in equity of associates	3,074	(451)
Foreign currency translation gain / (loss)	2,352	(1,709)
<i>Items that will not be reclassified to the consolidated statement of income in subsequent periods:</i>		
Share of changes in equity of associates	(3,857)	10,274
Remeasurement loss on defined benefit plan	-	(669)
Total other comprehensive (loss) / income for the period	(9,125)	9,139
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	88,698	30,044
Attributable to:		
Owner of the Company	75,174	10,698
Non-controlling interests	13,524	19,346
	88,698	30,044

The accompanying notes 1 to 11 form an integral part of this interim condensed consolidated financial statements

Bahrain Mumtalakat Holding Company B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

Six months ended 30 June 2025 (Reviewed)

	Six months ended 30 June	
	2025 BD '000	2024 BD '000
OPERATING ACTIVITIES		
Profit before tax from continuing operations	106,945	47,651
Loss before tax from discontinued operations	(6,356)	(26,732)
Net profit before tax for the period	100,589	20,919
Adjustments for:		
Depreciation	117,540	110,985
Amortisation	749	13,558
Gain on investments, net	(80,880)	(10,665)
Share of profits of associates and joint ventures	(34,856)	(46,356)
Provision for impairment on trade accounts and other receivables, net	227	1,045
Provision for impairment of inventories, net	1,309	3,314
Gain on disposal of property, plant and equipment	(8,908)	(1,253)
Gain on disposal of investment properties	(2,080)	(1,219)
Interest income	(4,429)	(3,672)
Interest expense	95,278	107,194
Employees' end of service benefits	2,605	1,186
Others	(9,826)	2,320
Operating profit before changes in operating assets and liabilities	177,318	197,356
Changes in operating assets and liabilities:		
Inventories	(6,700)	(36,678)
Trade receivables, prepayments and other receivables	(56,729)	(63,966)
Trade payables, accruals and other liabilities	(15,873)	63,137
Cash from operations	98,016	159,849
Income tax paid	(1,023)	(602)
Derivative financial instruments, net	3,337	4,599
Employees' end of service benefits paid	(1,616)	(1,374)
Net cash from operating activities	98,714	162,472
INVESTING ACTIVITIES		
Investment in associates and joint ventures	(2,066)	-
Purchase of investments carried at fair value through statement of income and other investments	(4,763)	(3,062)
Proceeds from sale of investments carried at fair value through statement of income and other investments	2,262	9,221
Cash acquired on acquisition of a subsidiary	-	6,051
Cash disposed of on sale of a subsidiary	(25,665)	-
Purchase of property, plant and equipment	(88,055)	(82,416)
Proceeds from disposal of property, plant and equipment	36,363	3,625
Payments for intangible assets	(24,332)	(43,820)
Purchase of investment properties	(8,674)	(3,170)
Proceeds from disposal of investment properties	-	3,239
Other assets	(27,134)	(11,265)
Short term deposits	11,156	10,721
Dividends from associates received	44,782	39,871
Interest received	3,675	3,523
Net cash used in investing activities	(82,451)	(67,482)

The accompanying notes 1 to 11 form an integral part of this interim condensed consolidated financial statements

Bahrain Mumtalakat Holding Company B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(continued)

Six months ended 30 June 2025 (Reviewed)

	<i>Six months ended 30 June</i>	
	2025	2024
	BD '000	BD '000
FINANCING ACTIVITIES		
Proceeds from borrowings	667,822	1,036,429
Repayment of borrowings	(792,513)	(970,802)
Interest paid	(102,136)	(78,308)
Dividend paid to non-controlling interests	(11,655)	(7,064)
Leases liabilities, net	(19,774)	(17,076)
Movement in non-controlling interests	299,061	154
Net cash from / (used in) financing activities	40,805	(36,667)
NET INCREASE IN CASH AND CASH EQUIVALENTS	57,068	58,323
Exchange movement on cash and cash equivalents	(2,375)	(291)
Cash and cash equivalents on 1 January	211,436	176,423
CASH AND CASH EQUIVALENTS AT 30 JUNE (Note 5)	266,129	234,455

The accompanying notes 1 to 11 form an integral part of this interim condensed consolidated financial statements

Bahrain Mumtalakat Holding Company B.S.C. (c)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Six months ended 30 June 2025 (Reviewed)

	<i>Attributable to owner of the Company</i>							
	<i>Share capital</i>	<i>Capital contribution</i>	<i>Statutory reserve</i>	<i>Other reserves</i>	<i>Retained earnings / (accumulated losses)</i>	<i>Total</i>	<i>Non-controlling interests</i>	<i>Total equity</i>
	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>	<i>BD '000</i>
Balance at 31 December 2024	2,000,000	326,016	112,880	28,669	126,570	2,594,135	597,478	3,191,613
Profit for the period	-	-	-	-	85,402	85,402	12,421	97,823
Other comprehensive (loss) / income	-	-	-	(10,228)	-	(10,228)	1,103	(9,125)
Total comprehensive (loss) / income	-	-	-	(10,228)	85,402	75,174	13,524	88,698
Contribution by the shareholder	-	590	-	-	-	590	-	590
Shares issued to non-controlling interest of a subsidiary and other movements	-	-	-	-	(112)	(112)	318,562	318,450
Dividend paid to non-controlling interests	-	-	-	-	-	-	(11,655)	(11,655)
Balance at 30 June 2025	2,000,000	326,606	112,880	18,441	211,860	2,669,787	917,909	3,587,696
Balance at 31 December 2023	2,000,000	284,318	81,225	18,077	13,259	2,396,879	434,649	2,831,528
Profit for the period	-	-	-	-	2,208	2,208	18,697	20,905
Other comprehensive income	-	-	-	8,490	-	8,490	649	9,139
Total comprehensive income	-	-	-	8,490	2,208	10,698	19,346	30,044
Contribution by the shareholder	-	10,262	-	-	-	10,262	-	10,262
Acquisition of non-controlling interests of a subsidiary (note 2.2)	-	-	-	-	(131,234)	(131,234)	131,234	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	(7,064)	(7,064)
Other movement in non-controlling interests	-	-	-	-	(230)	(230)	384	154
Balance at 30 June 2024	2,000,000	294,580	81,225	26,567	(115,997)	2,286,375	578,549	2,864,924

The accompanying notes 1 to 11 form an integral part of this interim condensed consolidated financial statements

Bahrain Mumtalakat Holding Company B.S.C. (c)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
30 June 2025 (Reviewed)

1 REPORTING ENTITY

Bahrain Mumtalakat Holding Company B.S.C. (c) ("the Company"), a closed Bahraini Joint Stock Company, was incorporated in the Kingdom of Bahrain by Royal Decree number 64 of 2006 and registered with the Ministry of Industry and Commerce under Commercial Registration (CR) number 61579, on 29 June 2006. The Company operates as an investment company. The postal address of the Company's registered office is P.O. Box 820, Manama, Kingdom of Bahrain.

The Company is fully owned by the Government of the Kingdom of Bahrain ("the shareholder") through the Ministry of Finance and National Economy. The Company acts as the investment arm of the Kingdom of Bahrain.

The interim condensed consolidated financial statements comprise the interim financial information of the Company and its subsidiaries (together "the Group").

The interim condensed consolidated financial statements was authorised for issue in accordance with a resolution of the Board of Directors on 24 September 2025.

2 BASIS OF PREPARATION

2.1 Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 – 'Interim Financial Reporting'. These do not include all the information required for a complete set of IFRS financial statements and should be read in conjunction with the audited consolidated financial statements of the Group for the year ended 31 December 2024. 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 the last annual financial statements.

Due to the effect of seasonal variations, the results reported in the interim condensed consolidated financial statements are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

2.2 Basis of consolidation

The Group has the following significant subsidiaries:

<i>Name</i>	<i>% Ownership</i>	<i>Date of effective control</i>	<i>Activity</i>
Aluminium Bahrain B.S.C	30 June 2025: 69.38% 31 December 2024: 69.38%	29 June 2006	Owns and operates a primary aluminium smelter and the related infrastructure.
Bahrain Real Estate Investment Company (EDAMAH) B.S.C (c)	30 June 2025: 100% 31 December 2024: 100%	29 June 2006	Developing, leasing and managing investment properties
Gulf Air Group Holding B.S.C (c)	30 June 2025: 100% 31 December 2024: 100%	2 February 2010	Investment holding company.

Bahrain Mumtalakat Holding Company B.S.C. (c)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
30 June 2025 (Reviewed)

2 BASIS OF PREPARATION (continued)

2.2 Basis of consolidation (continued)

<i>Name</i>	<i>% Ownership</i>	<i>Date of effective control</i>	<i>Activity</i>
McLaren Group Limited	30 June 2025: 60% 31 December 2024: 100%	20 July 2017	Owns and operates the McLaren racing brand and related businesses.

On 22 March 2024, Mumtalakat completed a capital reorganisation of McLaren Group Limited which involved the conversion of all preference shares into ordinary shares, resulting in Mumtalakat taking full ownership of the share capital of McLaren Group Limited. As a result of the capital reorganisation, the negative balance of non-controlling interest relating to McLaren Group Limited amounting to BD 131,234 thousand as of 22 March 2024 was transferred from non-controlling interest to retained earnings.

In December 2024, the Group publicly announced the signing of a strategic partnership agreement (the "Transaction") with CYVN Holdings LLC ("CYVN"), an advanced mobility operator and investment vehicle based in Abu Dhabi. Under this agreement, CYVN would acquire 100% of McLaren's automotive business and a non-controlling stake in McLaren's racing business.

On 2 April 2025, the deal was successfully executed after obtaining all the necessary regulatory approvals and fulfilling the required conditions of the Transaction.

Gulf Air Group Holding B.S.C (c) has the following fully owned significant subsidiaries:

<i>Name</i>	<i>Effective date of control</i>	<i>Activity</i>
Bahrain Airport Company B.S.C. (c)	17 January 2008	Managing airport facilities, airplanes ground services and airport surrounding area development.
Gulf Air B.S.C. (c)	5 May 2007	Transportation of passengers and freight on a scheduled and charter basis.
Gulf Handling Company W.L.L	15 August 2017	Providing cargo clearance services.

All of the subsidiaries above are incorporated and principally operate in the Kingdom of Bahrain except McLaren Group Limited which is incorporated and principally operates in the United Kingdom.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

All intra-group balances and transactions, including unrealised gains and losses on transactions, have been eliminated on consolidation.

Bahrain Mumtalakat Holding Company B.S.C. (c)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
30 June 2025 (Reviewed)

2 BASIS OF PREPARATION (continued)

2.3 Material accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

2.4 Judgements and estimates

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

3 OTHER RESERVES

	<i>Fair value reserve BD '000</i>	<i>Foreign currency translation and cash flow hedges reserve BD '000</i>	<i>Pension plan reserve BD '000</i>	<i>Total BD '000</i>
Balance at 31 December 2024 (Audited)	14,622	14,147	(100)	28,669
Total other comprehensive income for the period	(10,480)	252	-	(10,228)
Balance at 30 June 2025 (Reviewed)	4,142	14,399	(100)	18,441
Balance at 31 December 2023 (Audited)	(3,061)	20,715	423	18,077
Total other comprehensive income for the period	10,058	(899)	(669)	8,490
Balance at 30 June 2024 (Reviewed)	6,997	19,816	(246)	26,567

Bahrain Mumtalakat Holding Company B.S.C. (c)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
30 June 2025 (Reviewed)

4 GOVERNMENT ASSISTANCE

	30 June 2025 Reviewed BD '000	30 June 2024 Reviewed BD '000
Government assistance	6,404	6,456

Government assistance represents amount received by Bahrain Flour Mills Company B.S.C. from the Ministry of Finance and National Economy on behalf of the Government of the Kingdom of Bahrain to subsidise the flour price.

5 CASH AND CASH EQUIVALENTS

	30 June 2025 Reviewed BD '000	31 December 2024 Audited BD '000	30 June 2024 Reviewed BD '000
Cash and bank balances	289,378	222,066	246,878
Bank balances under lien, term deposits and margin deposits with an original maturity of more than three months	(11,920)	(14,321)	(9,543)
Bank overdrafts included under borrowings	(11,329)	(12,406)	(2,880)
Cash at banks attributable to discontinued operations	-	16,097	-
CASH AND CASH EQUIVALENTS	266,129	211,436	234,455

6 COMMITMENTS AND CONTINGENCIES

Capital commitments as of 30 June 2025 were BD 373,295 thousand (31 December 2024: BD 485,710 thousand). There have been no significant changes to other commitments and outstanding contingencies as of 30 June 2025 as compared to 31 December 2024.

Bahrain Mumtalakat Holding Company B.S.C. (c)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
30 June 2025 (Reviewed)

7 RELATED PARTY DISCLOSURES

Significant changes to the related party transactions and balances as at the reporting dates are mentioned below:

Balances included in the interim condensed consolidated statement of financial position

	30 June 2025 Reviewed BD '000	31 December 2024 Audited BD '000
Cash and bank balances with an associate	60,935	17,708
Borrowings from an associate	60,414	168,811
Amount payable to associates included in trade payables, accruals and other liabilities	24,229	31,929
Amount payable to the shareholder and entities controlled by the shareholder included in trade payables, accruals and other liabilities	53,392	55,663

Transactions included in the interim condensed consolidated statement of income

	30 June 2025 Reviewed BD '000	30 June 2024 Reviewed BD '000
Revenue from associates	60,904	55,197
Government assistance from the shareholder	6,404	6,456
Purchases from entities controlled by the shareholder included in direct costs	152,009	163,388

There have been no other significant changes to the related party transactions and balances during the six month period ended 30 June 2025.

8 FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments comprise financial assets and financial liabilities.

Financial assets comprise investments, derivatives, deposits, bank balances, loans and accounts receivable. Financial liabilities comprise borrowings, derivatives, lease liabilities, and trade and other payables.

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly;

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

Bahrain Mumtalakat Holding Company B.S.C. (c)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED

FINANCIAL STATEMENTS

30 June 2025 (Reviewed)

8 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

30 June 2025 (Reviewed)	Level 1 BD '000	Level 2 BD '000	Level 3 BD '000	Total BD '000
Investments carried at fair value through statement of income	8,068	76,449	1,017,056	1,101,573
Derivative financial instruments (assets)	-	15,972	-	15,972
Derivative financial instruments (liabilities)	-	724	-	724
31 December 2024 (Audited)	Level 1 BD '000	Level 2 BD '000	Level 3 BD '000	Total BD '000
Investments carried at fair value through statement of income	10,800	67,994	1,014,303	1,093,097
Derivative financial instruments (assets)	-	22,414	-	22,414
Derivative financial instruments (liabilities)	-	-	-	-

The movements in level 3 financial instruments measured at fair value during the six months period ended 30 June are as follows:

	1 January to 30 June 2025 Reviewed BD '000	1 January to 30 June 2024 Reviewed BD '000
Balance at beginning of the period	1,014,303	418,613
Purchases during the period	207	2,249
Sold during the year	(1,176)	(4,612)
Gains on investments carried at fair value through statement of income	3,662	2,599
Other movements	60	(3,726)
Balance at 30 June	1,017,056	415,123

Valuation techniques used for level 2 and level 3 financial instruments

The fair values of derivative financial instruments are obtained from counterparty financial institutions. Investments carried at fair value through statement of income in the Level 2 hierarchy comprise of managed funds with underlying quoted securities. Investments carried at fair value through statement of income in the Level 3 hierarchy comprise primarily of unquoted equity investments and managed funds with underlying private equity and debt securities.

Managed funds are fair valued based on net asset values. Unquoted equity investments are fair valued based primarily on market multiples of comparable companies using Level 3 inputs.

A 10% (31 December 2024: 10%) increase in the fair value of equities and net asset values of funds will increase the net profit by BD 110,022 thousand (31 December 2024: BD 109,174 thousand). The effect of decreases in equity prices is expected to be equal and opposite to the effect of the increases shown.

Bahrain Mumtalakat Holding Company B.S.C. (c)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
30 June 2025 (Reviewed)

9 DISCONTINUED OPERATIONS

In December 2024, the Group publicly announced the signing of a strategic partnership agreement (the "Transaction") with CYVN Holdings LLC ("CYVN"), an advanced mobility operator and investment vehicle based in Abu Dhabi. Under this agreement, CYVN would acquire 100% of McLaren's automotive business and a non-controlling stake in McLaren's racing business. Accordingly, at 31 December 2024, McLaren Holdings Limited, the parent company of the automotive business, was classified as a disposal group held for sale and a discontinued operation.

The sale was successfully executed on 2 April 2025 after obtaining all the necessary regulatory approvals and fulfilling the required conditions of the Transaction. A significant gain arising from the sale of the discontinued operations is included in other income for the period and represents more than 50% of the total reported amount.

The results of McLaren Holdings Limited for the period are presented below:

	30 June 2025* Reviewed BD '000	30 June 2024 Reviewed BD '000
Revenue	67,809	200,572
Direct costs	(57,295)	(157,511)
Gross profit	10,514	43,061
Other income	13,278	4,847
Selling and distribution expenses	(2,216)	(10,935)
Administrative expenses	(21,923)	(50,574)
Other expenses	-	(1,754)
Operating profit	(347)	(15,355)
Interest income	81	249
Interest expense	(6,090)	(12,124)
Fair value gain on other financial instruments (net)	-	498
Loss before tax from discontinued operations	(6,356)	(26,732)
Income tax expense for the year	(2,848)	(523)
Loss for the year from discontinued operations	(9,204)	(27,255)

Net cash flows from discontinued operations are as follows:

	30 June 2025* Reviewed BD '000	30 June 2024 Reviewed BD '000
Net cash used in operating activities	(32,263)	(1,691)
Net cash used in investing activities	(25,910)	(42,917)
Net cash from financing activities	67,444	42,844
Net cash inflow / (outflow) from discontinued operations	9,271	(1,764)

* Represents three months of activity prior to the sale which was executed on 2 April 2025.

As McLaren Holdings Limited was sold prior to 30 June 2025, the assets and liabilities classified as held for sale are no longer included in the interim condensed consolidated statement of financial position.

10 INTERNATIONAL TAX REFORM - PILLAR TWO MODEL RULES

The OECD Global Anti-Base Erosion Pillar Two Model Rules ("GloBE rules") apply to multinational enterprise (MNE) groups with total annual consolidated revenue exceeding EUR 750 million in at least two of the four preceding fiscal years.

In line with the requirements of GloBE rules, the Kingdom of Bahrain has issued and enacted Decree Law No. (11) of 2024 ("Bahrain DMTT law") on 1 September 2024 introducing a domestic minimum top-up tax ('DMTT') of up to 15% on the taxable income of the Bahrain resident entities of the Group for fiscal years commencing on or after 1 January 2025.

As per the Company's assessment, it has concluded that it is not in scope for the Bahrain DMTT law or the GloBE rules. Accordingly, the Company is not subject to the Bahrain DMTT law and GloBE rules for the fiscal year 2025.

The Group's subsidiaries that are subject to the Bahrain DMTT law and GloBE rules have performed individual assessments at their respective subsidiary level. Based on these assessment, any resulting financial implications have been appropriately incorporated into the Group's interim condensed consolidated financial statements.

11 SUBSEQUENT EVENTS

On 2 September 2025, McLaren Group Limited announced the acquisition of the remaining 29.25% equity interest in McLaren Racing Limited from minority shareholders. As a result, McLaren Group Limited assumed full ownership of the iconic British motor racing business effective that date.

The Group is in the process of assessing the initial accounting for the recently completed business combination. This includes the assessment of the fair values of the identifiable assets acquired and liabilities assumed and resulting goodwill or gain on bargain purchase. Accordingly, the full details of the business combination will be disclosed in the Group's next reporting period upon completion of the valuation and allocation process.