

**Trafco Group B.S.C.**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS**

**31 MARCH 2025 (REVIEWED)**

## **REPORT ON THE REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF TRAFCO GROUP B.S.C.**

### ***Introduction***

We have reviewed the accompanying interim condensed consolidated financial statements of Trafco Group B.S.C. ("the Company") and its subsidiaries (together "the Group") as at 31 March 2025, comprising of the interim consolidated statement of financial position as at 31 March 2025 and the related interim consolidated statements of profit or loss and other comprehensive income, cash flows and changes in equity for the three-month period then ended and explanatory notes. The Board of Directors of the Company is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 ('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 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 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.

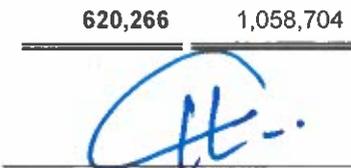


Auditor's Registration No. 295  
14 May 2025  
Manama, Kingdom of Bahrain

# Trafco Group B.S.C.

## INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended 31 March 2025 (Reviewed)

	Notes	Three-month period ended 31 March	
		2025 BD	2024 BD
Revenue from contracts with customers	4	10,859,048	12,509,077
Costs of revenue		(9,003,314)	(10,112,397)
<b>GROSS PROFIT</b>		<b>1,855,734</b>	<b>2,396,680</b>
Other operating income		77,932	48,255
Personnel costs		(1,149,250)	(1,156,693)
General and administration expenses		(232,318)	(232,505)
Selling and distribution expenses		(317,837)	(314,837)
Depreciation on property, plant and equipment		(99,830)	(99,716)
Depreciation on right-of-use assets		(57,737)	(53,491)
<b>PROFIT FROM OPERATIONS</b>		<b>76,694</b>	<b>587,693</b>
Finance costs		(123,762)	(95,123)
Finance costs on lease liabilities		(50,556)	(51,456)
Investment income	5	761,985	698,843
Foreign exchange gains - net		10,774	14,986
<b>PROFIT OF THE GROUP FOR THE PERIOD</b>		<b>675,135</b>	<b>1,154,943</b>
of which profit attributable to non-controlling interests		(93,280)	(196,867)
<b>PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS OF TRAFCO GROUP B.S.C.</b>		<b>581,855</b>	<b>958,076</b>
<b>BASIC AND DILUTED EARNINGS PER SHARE (FILS)</b>	6	<b>8</b>	<b>13</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
<i>Item not to be reclassified to profit or loss in subsequent periods:</i>			
- Gains on disposals of investments at fair value through other comprehensive income		3,025	-
- Net change in fair value of investments at fair value through other comprehensive income		55,435	115,065
		<b>58,460</b>	<b>115,065</b>
<i>Items to be reclassified to profit or loss in subsequent periods:</i>			
- Foreign exchange differences on translation of foreign operations		(16,551)	(554)
<b>Other comprehensive income for the period</b>		<b>41,909</b>	<b>114,511</b>
<b>TOTAL COMPREHENSIVE INCOME OF THE GROUP FOR THE PERIOD</b>		<b>717,044</b>	<b>1,269,454</b>
of which attributable to non-controlling interests		(96,778)	(210,750)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS OF TRAFCO GROUP B.S.C.</b>		<b>620,266</b>	<b>1,058,704</b>
 Ebrahim Mohamed Ali Zainal Chairman			
 Yusuf Saleh Abdulla AlSaleh Vice Chairman			
 Azzam Moutragi Group Chief Executive Officer			

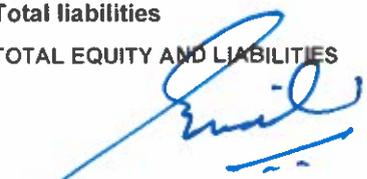
The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

# Trafco Group B.S.C.

## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2025 (Reviewed)

	31 March 2025 (Reviewed) BD	31 December 2024 (Audited) BD
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	12,420,928	12,429,324
Right-of-use assets	3,192,772	3,290,337
Investments at fair value through other comprehensive income	14,240,401	14,221,497
	<u>29,854,101</u>	<u>29,941,158</u>
<b>Current assets</b>		
Inventories	11,192,520	11,880,300
Right of return assets	42,669	44,436
Trade and other receivables	13,508,110	11,996,791
Bank balances and cash	2,194,802	1,764,512
	<u>26,938,101</u>	<u>25,686,039</u>
<b>TOTAL ASSETS</b>	<u><b>56,792,202</b></u>	<u><b>55,627,197</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	8,067,505	8,067,505
Treasury shares	(1,706,644)	(1,706,644)
Share premium	3,386,502	3,386,502
Reserves	18,776,468	19,491,615
<b>Equity attributable to shareholders of Trafco Group B.S.C.</b>	<u><b>28,523,831</b></u>	<u><b>29,238,978</b></u>
Non-controlling interests	5,874,032	5,777,254
<b>Total equity</b>	<u><b>34,397,863</b></u>	<u><b>35,016,232</b></u>
<b>Non-current liabilities</b>		
Lease liabilities	2,916,693	3,132,699
Employees' end of service benefits	1,560,953	1,589,586
Term loans	2,039,973	2,246,737
Retentions payable	-	125,445
Government grant	125,291	126,964
	<u>6,642,910</u>	<u>7,221,431</u>
<b>Current liabilities</b>		
Trade and other payables	8,480,531	7,316,851
Import loans	3,602,070	2,896,872
Bank overdrafts	1,634,108	1,153,651
Lease liabilities	568,193	539,667
Contract and refund liabilities	532,154	491,694
Term loans	924,039	980,465
Government grant	10,334	10,334
	<u>15,751,429</u>	<u>13,389,534</u>
<b>Total liabilities</b>	<u><b>22,394,339</b></u>	<u><b>20,610,965</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>56,792,202</b></u>	<u><b>55,627,197</b></u>

  
Ebrahim Mohamed Ali Zainal  
Chairman

  
Yusuf Saleh Abdulla AlSaleh  
Vice Chairman

  
Azzam Moutragi  
Group Chief Executive Officer

The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

# Trafco Group B.S.C.

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 March 2025 (Reviewed)

	<i>Three-month period ended</i>	
	<i>31 March</i>	
	<b>2025</b>	<b>2024</b>
	<b>BD</b>	<b>BD</b>
<b>OPERATING ACTIVITIES</b>		
Profit of the Group for the period	<b>675,135</b>	1,154,943
Adjustments for:		
Investment income	<b>(761,985)</b>	(698,843)
Depreciation of property, plant and equipment	<b>272,603</b>	246,468
Depreciation of right-of-use assets	<b>109,241</b>	104,983
Finance costs on lease liabilities	<b>50,556</b>	51,456
Other finance costs	<b>123,762</b>	95,123
Provision for employees' end of service benefits	<b>68,905</b>	59,305
Provision for slow moving and obsolete of inventories	<b>7,476</b>	16,335
Amortization of Government grant	<b>(1,673)</b>	-
Allowance for expected credit losses	<b>31,718</b>	38,222
Operating profit before changes in working capital	<b>575,738</b>	1,067,992
Working capital changes:		
Inventories	<b>680,304</b>	11,408
Right of return assets	<b>1,767</b>	(990)
Trade and other receivables	<b>(1,125,233)</b>	(2,440,868)
Trade and other payables	<b>(67,315)</b>	924,930
Retention payable	<b>(125,445)</b>	79,470
Contract and refund liabilities	<b>40,460</b>	87,739
Net cash used in operations	<b>(19,724)</b>	(270,319)
Directors' remuneration paid	<b>(119,925)</b>	(119,925)
Employees' end of service benefits paid	<b>(97,538)</b>	(23,447)
Net cash flows used in operating activities	<b>(237,187)</b>	(413,691)
<b>INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	<b>(264,207)</b>	(1,132,056)
Purchase of investments at fair value through other comprehensive income	-	(56,631)
Proceeds from disposals of investments at fair value through other comprehensive income	<b>39,556</b>	-
Dividends and interest received	<b>344,181</b>	344,913
Net cash flows from/(used in) investing activities	<b>119,530</b>	(843,774)
<b>FINANCING ACTIVITIES</b>		
Import loans availed	<b>2,703,938</b>	2,964,527
Repayment of import loan	<b>(1,998,740)</b>	(2,530,206)
Finance costs paid	<b>(108,255)</b>	(85,087)
Repayment of term loan	<b>(263,190)</b>	(209,296)
Payment of principal portion of lease liabilities	<b>(199,156)</b>	(190,195)
Finance costs paid on lease liabilities	<b>(50,556)</b>	(51,456)
Net cash flows from/(used in) financing activities	<b>84,041</b>	(101,713)

The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

Trafco Group B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

For the period ended 31 March 2025 (Reviewed)

	<i>Three-month period ended</i>	
	<i>31 March</i>	
	<b>2025</b>	2024
	<b>BD</b>	<b>BD</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(33,616)</b>	(1,359,178)
Foreign currency translation adjustments - net	<b>(16,551)</b>	(554)
Cash and cash equivalents at 1 January	<b>610,861</b>	5,038,110
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH (A)</b>	<b>560,694</b>	3,678,378
(A) Cash and cash equivalents comprise of following amounts:		
Cash, bank balances and short-term deposits	<b>2,194,802</b>	3,678,378
Less: Bank overdrafts	<b>(1,634,108)</b>	-
	<b>560,694</b>	3,678,378

The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

**Trafco Group B.S.C.**
**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the period ended 31 March 2025 (Reviewed)

	<i>Attributable to the shareholders of Trafco Group B.S.C.</i>													
	<i>Reserves</i>										<i>Shareholders' equity</i>	<i>Non-controlling interests</i>	<i>Total equity</i>	
	<i>Share capital</i>	<i>Treasury shares</i>	<i>Share premium</i>	<i>Statutory reserve</i>	<i>General reserve</i>	<i>Fair value reserve</i>	<i>Foreign currency reserve</i>	<i>Retained earnings - distributable</i>	<i>Retained earnings non-distributable</i>	<i>Proposed appropriations</i>				<i>Total reserves</i>
Balance at 1 January 2025	8,067,505	(1,706,644)	3,386,502	4,033,753	1,665,000	6,815,322	(47,083)	5,142,474	496,736	1,385,413	19,491,615	29,238,978	5,777,254	35,016,232
Profit for the period	-	-	-	-	-	-	-	581,855	-	-	581,855	581,855	93,280	675,135
Other comprehensive income for the period	-	-	-	-	-	46,852	(8,441)	-	-	-	38,411	38,411	3,498	41,909
Total comprehensive income for the period	-	-	-	-	-	46,852	(8,441)	581,855	-	-	620,266	620,266	96,778	717,044
Dividends (note 10)	-	-	-	-	-	-	-	-	-	(1,335,413)	(1,335,413)	(1,335,413)	-	(1,335,413)
Transfer to general reserve	-	-	-	-	50,000	-	-	-	-	(50,000)	-	-	-	-
Transfer of fair value reserve of investment at fair value through other comprehensive income	-	-	-	-	-	(1,543)	-	1,543	-	-	-	-	-	-
<b>Balance at 31 March 2025</b>	<b>8,067,505</b>	<b>(1,706,644)</b>	<b>3,386,502</b>	<b>4,033,753</b>	<b>1,715,000</b>	<b>6,860,631</b>	<b>(55,524)</b>	<b>5,725,872</b>	<b>496,736</b>	<b>-</b>	<b>18,776,468</b>	<b>28,523,831</b>	<b>5,874,032</b>	<b>34,397,863</b>

	<i>Attributable to the shareholders of Trafco Group B.S.C.</i>													
	<i>Reserves</i>										<i>Shareholders' equity</i>	<i>Non-controlling interests</i>	<i>Total equity</i>	
	<i>Share capital</i>	<i>Treasury shares</i>	<i>Share premium</i>	<i>Statutory reserve</i>	<i>General reserve</i>	<i>Fair value reserve</i>	<i>Foreign currency reserve</i>	<i>Retained earnings - distributable</i>	<i>Retained earnings non-distributable</i>	<i>Proposed appropriations</i>				<i>Total reserves</i>
Balance at 1 January 2024	8,067,505	(1,706,644)	3,386,502	4,033,753	1,615,000	8,483,180	(49,259)	4,597,974	496,736	1,311,223	20,488,607	30,235,970	5,403,645	35,639,615
Profit for the period	-	-	-	-	-	-	-	958,076	-	-	958,076	958,076	196,867	1,154,943
Other comprehensive income for the period	-	-	-	-	-	100,911	(283)	-	-	-	100,628	100,628	13,883	114,511
Total comprehensive income for the period	-	-	-	-	-	100,911	(283)	958,076	-	-	1,058,704	1,058,704	210,750	1,269,454
Dividends (note 10)	-	-	-	-	-	-	-	-	-	(1,261,223)	(1,261,223)	(1,261,223)	-	(1,261,223)
Transfer to general reserve	-	-	-	-	50,000	-	-	-	-	(50,000)	-	-	-	-
Balance at 31 March 2024	8,067,505	(1,706,644)	3,386,502	4,033,753	1,665,000	8,584,091	(49,542)	5,556,050	496,736	-	20,286,088	30,033,451	5,614,395	35,647,846

The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

## 1 CORPORATE INFORMATION

Trafco Group B.S.C. ('the Company' or 'Trafco') is a public joint stock company, the shares of which are listed and publicly traded on Bahrain Bourse. The Company was incorporated in the Kingdom of Bahrain by Amiri Decree No. 10 of November 1977. The Company operates in accordance with the provisions of the Bahrain Commercial Companies Law under commercial registration (CR) number 8500 issued by the Ministry of Industry and Commerce. The Company's registered office is situated at Building 117, Road 42, Block 343, Mina Salman Industrial Area, Kingdom of Bahrain. The Company's principal activity is trading in food products.

The Group comprises of the Company and its subsidiaries. The details of Company's subsidiaries and an associate are disclosed in the Group's annual consolidated financial statements for the year ended 31 December 2024.

The interim condensed consolidated financial statements were authorized for issue by the Board of Directors on 14 May 2025.

## 2 MATERIAL ACCOUNTING POLICIES

### Basis of preparation

The interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard (IAS) 34, "Interim Financial Reporting".

The interim condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024. In addition, results for the three months period ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

### Amended standard adopted by the Group

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, except for the new and amended standards and interpretations effective as of 1 January 2025. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The following amendment applies for the first time in 2025, but did not have an impact on the interim condensed consolidated financial statements of the Group.

- *Amendments to IAS 21 – Lack of exchangeability: In August 2023, the IASB issued these amendments to IAS 21 to specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.*

## 3 SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The significant accounting judgements and estimates used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2025 (Reviewed)

**4 REVENUE FROM CONTRACTS WITH CUSTOMERS**

The following table presents the disaggregation of the Group's revenue for the three-month periods ended 31 March 2025 and 31 March 2024:

	<i>Wholesale operations</i>		<i>Dairy products and beverages</i>		<i>Fruits and vegetables</i>		<i>Storage and logistics</i>		<i>Livestock</i>		<i>Total</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>
<b><i>Types of revenue</i></b>												
Sale of goods	<b>3,784,934</b>	4,164,592	<b>5,427,748</b>	6,197,363	<b>336,092</b>	577,075	-	-	<b>1,149,058</b>	1,421,397	<b>10,697,832</b>	12,360,427
Rendering of services	-	-	-	-	-	-	<b>161,216</b>	148,650	-	-	<b>161,216</b>	148,650
	<b>3,784,934</b>	4,164,592	<b>5,427,748</b>	6,197,363	<b>336,092</b>	577,075	<b>161,216</b>	148,650	<b>1,149,058</b>	1,421,397	<b>10,859,048</b>	12,509,077
<b><i>Geographic markets</i></b>												
Bahrain	<b>3,784,934</b>	4,164,592	<b>4,232,072</b>	4,789,517	<b>336,092</b>	577,075	<b>161,216</b>	148,650	<b>1,149,058</b>	1,421,397	<b>9,663,372</b>	11,101,231
Other GCC countries	-	-	<b>1,195,676</b>	1,407,846	-	-	-	-	-	-	<b>1,195,676</b>	1,407,846
	<b>3,784,934</b>	4,164,592	<b>5,427,748</b>	6,197,363	<b>336,092</b>	577,075	<b>161,216</b>	148,650	<b>1,149,058</b>	1,421,397	<b>10,859,048</b>	12,509,077
<b><i>Timing of revenue recognition</i></b>												
Goods transferred at a point in time	<b>3,784,934</b>	4,164,592	<b>5,427,748</b>	6,197,363	<b>336,092</b>	577,075	-	-	<b>1,149,058</b>	1,421,397	<b>10,697,832</b>	12,360,427
Services transferred over time	-	-	-	-	-	-	<b>161,216</b>	148,650	-	-	<b>161,216</b>	148,650
	<b>3,784,934</b>	4,164,592	<b>5,427,748</b>	6,197,363	<b>336,092</b>	577,075	<b>161,216</b>	148,650	<b>1,149,058</b>	1,421,397	<b>10,859,048</b>	12,509,077

## Trafco Group B.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2025 (Reviewed)

#### 5 SEASONALITY OF RESULTS

Investment income for the three-month period ended 31 March 2025 amounting to BD 761,985 (2024: BD 698,843) is of a seasonal nature.

#### 6 EARNINGS PER SHARE

The basic earnings per share is calculated by dividing the profit for the period attributable to shareholders of Trafco Group B.S.C. by the weighted average number of ordinary shares outstanding during the period, excluding the average number of ordinary shares purchased by the Company and held as treasury shares, as follows:

	<i>Three-month period ended 31 March (Reviewed)</i>	
	<b>2025</b>	<b>2024</b>
Profit for the period attributable to shareholders of Trafco – (BD)	<b>581,855</b>	958,076
Weighted average number of shares, net of treasury shares	<b>74,197,575</b>	74,197,575
Basic and diluted earnings per share (fils)	<b>8</b>	13

Basic and diluted earnings per share are the same as the Company has not issued any instruments that would have a dilutive effect.

#### 7 BOOK VALUE AND FAIR VALUE PER SHARE

Book value per share is calculated by dividing the equity as at period end attributable to shareholders of Trafco Group B.S.C. by the weighted average number of ordinary shares outstanding during the period, excluding the average number of ordinary shares purchased by the Company and held as treasury shares, as follows:

	<i>Three months period ended 31 March 2025 (Reviewed) BD</i>	<i>Year ended 31 December 2024 (Audited) BD</i>
Equity as at period/year end attributable to shareholders of TRAFCO – (BD)	<b>28,523,831</b>	29,238,978
Weighted average number of shares, net of treasury shares	<b>74,197,575</b>	74,197,575
Book value per share (fils)	<b>384</b>	394
Market value per share (fils)*	<b>295</b>	310

\* Market value per share is derived from Bahrain Bourse

## 8 FINANCIAL INSTRUMENTS

Set out below is an overview of the financial instruments held by the Group as at 31 March 2025 and 31 December 2024:

	<i>Amortised cost BD</i>	<i>Fair value through other comprehensive income BD</i>	<i>Total BD</i>
<b>Financial assets</b>			
<b>At 31 March 2025 (Reviewed)</b>			
Investments at fair value through other comprehensive income	-	14,240,401	14,240,401
Trade and other receivables	13,508,110	-	13,508,110
Bank balances and cash	2,194,802	-	2,194,802
	<b>15,702,912</b>	<b>14,240,401</b>	<b>29,943,313</b>
<b>Financial assets</b>			
<b>At 31 December 2024 (Audited)</b>			
Investments at fair value through other comprehensive income	-	14,221,497	14,221,497
Trade and other receivables	11,996,791	-	11,996,791
Bank balances and cash	1,764,512	-	1,764,512
	<b>13,761,303</b>	<b>14,221,497</b>	<b>27,982,800</b>
		<b>31 March 2025 (Reviewed) BD</b>	<b>31 December 2024 (Audited) BD</b>
<b>Financial liabilities at amortised cost</b>			
Trade and other payables		8,480,531	7,316,851
Import loans		3,602,070	2,896,872
Lease liabilities		3,484,886	3,672,366
Bank overdrafts		1,634,108	1,153,651
Term loans		2,964,012	3,227,202
		<b>20,165,607</b>	<b>18,266,942</b>

## 9 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

### Fair value of financial instruments

The fair value of financial instruments carried at amortized cost approximate to their fair value due to following:

- Bank balances and cash, bank overdrafts, trade and other receivables and trade and other payables approximate their carrying amounts largely due to the short-term maturities.
- Term loans, import loans and lease liabilities are evaluated by the Group based on market interest rates.



**9 FAIR VALUE MEASUREMENT (continued)**

**Fair value hierarchy (continued)**

During the three-month period ended 31 March 2025 and year ended 31 December 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and there are no transfers into or out of Level 3 fair value measurements.

**Reconciliation of fair value measurement of Level 3 assets**

Level 3 equity investments have been estimated using fair value provided by the investment managers or other appropriate valuation techniques including fair values determined based on unobservable inputs using market multiples or other appropriate valuation methodologies.

Movement in the fair values of financial assets classified as level 3 category was as follows:

	<b>31 March 2025 (Reviewed) BD</b>	<b>31 December 2024 (Audited) BD</b>
At beginning of the period / year	5,116,894	6,470,827
Net changes in fair value	<b>(178,458)</b>	(1,337,433)
Disposal	<b>(39,556)</b>	(16,500)
At end of the period / year	<b>4,898,880</b>	5,116,894

**10 DIVIDENDS**

At the annual general meeting of the shareholders held on 26 March 2025, a final cash dividend of 18 fils per share, excluding treasury shares, totaling BD 1,335,413 for the year ended 31 December 2024 was declared. (31 March 2024: At the annual general meeting of the shareholders held on 27 March 2024, a final cash dividend of 17 fils per share, excluding treasury shares, totaling BD 1,261,223 for the year ended 31 December 2023 was declared. Dividend payable are included with 'Trade and other payables' in the interim consolidated statement of financial position as at 31 March 2025.

**11 COMMITMENTS AND CONTINGENCIES**

The Group has capital expenditure commitments of BD 204,881 as of 31 March 2025 (31 December 2024: BD 387,538).

Tender, advance payment and performance guarantees issued by banks on behalf of the Group, in the normal course of business, outstanding as at 31 March 2025 amounted to BD 955,174 (31 December 2024: BD 955,174).

For management purposes, the Group is organised into business units based on their products and services and has seven reportable operating segments as follows:

Wholesale operations	Import and distribution of foodstuff.
Investments	Investment in quoted and unquoted securities
Dairy products and beverages	Production, processing and distribution of dairy products, juices, ice-cream, bottling of water and other items.
Fruits and vegetables	Import and distribution of fruits, vegetables and other food items.

**12 SEGMENT REPORTING**

Storage and logistics

Providing of storage and logistics services.

Livestock

Import and sale of live animals, fresh, chilled and frozen meat and food service products.

No operating segments have been aggregated to form the above reportable operating segments.

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 which in certain respects, as explained later in a table, is measured differently from operating profit or loss in the interim condensed consolidated financial statements.

Transfer prices between operating segments are set in a manner similar to transactions with third parties.

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the geographical location of its customers.

Segment assets include all operating assets used by a segment and consist primarily of property, plant and equipment, right-of-use assets, inventories, trade and other receivables, bank balances and cash. Whilst the majority of the assets can be directly attributed to individual business segments, the carrying amounts of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis.

Segment liabilities include all operating liabilities and consist primarily of term loans, import loans, lease liabilities, employees' end of service benefits, government grant, trade and other payables and bank overdrafts. Whilst the majority of the liabilities can be directly attributed to individual business segments, the carrying amounts of certain liabilities used jointly by two or more segments is allocated to the segments on a reasonable basis.

Inter-segment revenues, transactions, assets and liabilities are eliminated upon consolidation and reflected in the adjustment and eliminations column.

Revenue for the three-month period ended 31 March 2025 in the State of Kuwait and Kingdom of Saudi Arabia amounted to BD 1,195,676 (2024: BD 1,407,846) and loss of BD 18,050 for the three-month period ended 31 March 2025 (2024: profit of BD 40,240). The remaining revenue and profit for the three-month period is generated from the primary geographical segment in the Kingdom of Bahrain.

At 31 March 2025, total assets in the State of Kuwait and Kingdom of Saudi Arabia amounted to BD 2,183,648 (31 December 2024: BD 2,278,306) and total liabilities amounted to BD 2,050,206 (31 December 2024: BD 2,144,866). All remaining assets and liabilities arise from the primary geographical segment in the Kingdom of Bahrain.

Trafco Group B.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2025 (Reviewed)

12 SEGMENT REPORTING (continued)

Three-month period ended 31 March 2025 (Reviewed)

The following table presents the details of segmental operating results for the three-month periods ended 31 March 2025 and 31 March 2024:

	<i>Wholesale operations</i>		<i>Investments</i>		<i>Dairy products and beverages</i>		<i>Fruits and vegetables</i>		<i>Storage and logistics</i>		<i>Livestock</i>		<i>Adjustments and eliminations</i>		<i>Total</i>	
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>
Revenue - third parties	3,784,934	4,164,592	-	-	5,427,748	6,197,363	336,092	577,075	161,216	148,650	1,149,058	1,421,397	-	-	10,859,048	12,509,077
Revenue - inter segments	107,507	75,642	-	-	32,573	23,212	7,718	26,768	83,288	69,367	7,175	-	(238,261)	(194,989)	-	-
Total revenue	3,892,441	4,240,234	-	-	5,460,321	6,220,575	343,810	603,843	244,504	218,017	1,156,233	1,421,397	(238,261)	(194,989)	10,859,048	12,509,077
Costs of revenue (excluding depreciation)	(3,400,542)	(3,550,114)	-	-	(4,113,578)	(4,680,943)	(303,209)	(492,259)	(70,483)	(49,593)	(1,048,714)	(1,264,289)	157,489	123,045	(8,779,037)	(9,914,153)
<b>Gross profit</b>	<b>491,899</b>	<b>690,120</b>	<b>-</b>	<b>-</b>	<b>1,346,743</b>	<b>1,539,632</b>	<b>40,601</b>	<b>111,584</b>	<b>174,021</b>	<b>168,424</b>	<b>107,519</b>	<b>157,108</b>	<b>(80,772)</b>	<b>(71,944)</b>	<b>2,080,011</b>	<b>2,594,924</b>
Other operating income	14,859	14,258	-	-	40,600	19,041	31,786	19,733	2,417	1,788	2,022	3,077	(13,752)	(9,642)	77,932	48,255
Other expenses (excluding depreciation)	(462,076)	(495,882)	-	-	(1,043,360)	(982,547)	(63,099)	(75,540)	(22,197)	(19,783)	(153,527)	(159,580)	44,854	29,297	(1,699,405)	(1,704,035)
Depreciation on property, plant and equipment	(27,534)	(29,515)	-	-	(116,981)	(125,689)	(10,093)	(10,176)	(111,469)	(75,364)	(2,399)	(1,597)	(4,127)	(4,127)	(272,603)	(246,468)
Depreciation on right-of-use of assets	(35,568)	(35,140)	-	-	(75,495)	(72,067)	(4,951)	(4,750)	(12,288)	(12,288)	(2,976)	(2,775)	22,037	22,037	(109,241)	(104,983)
<b>Profit from operations</b>	<b>(18,420)</b>	<b>143,841</b>	<b>-</b>	<b>-</b>	<b>151,507</b>	<b>378,370</b>	<b>(5,756)</b>	<b>40,851</b>	<b>30,484</b>	<b>62,777</b>	<b>(49,361)</b>	<b>(3,767)</b>	<b>(31,760)</b>	<b>(34,379)</b>	<b>76,694</b>	<b>587,693</b>
Investment income	-	-	839,821	1,047,146	-	-	-	-	-	-	-	-	(77,836)	(348,303)	761,985	698,843
Other finance costs	(105,630)	(79,056)	-	-	(11,221)	(1,311)	(9,891)	(9,865)	(48,319)	(7,808)	(1,366)	(4,890)	52,665	7,807	(123,762)	(95,123)
Finance costs on lease liabilities	(30,875)	(30,648)	-	-	(27,830)	(28,767)	(5,156)	(5,252)	(16,584)	(16,755)	(54)	(289)	29,943	30,255	(50,556)	(51,456)
Foreign exchange gains, net	-	-	-	-	10,774	14,986	-	-	-	-	-	-	-	-	10,774	14,986
<b>(Loss) Profit for the period</b>	<b>(154,925)</b>	<b>34,137</b>	<b>839,821</b>	<b>1,047,146</b>	<b>123,230</b>	<b>363,278</b>	<b>(20,803)</b>	<b>25,734</b>	<b>(34,419)</b>	<b>38,214</b>	<b>(50,781)</b>	<b>(8,946)</b>	<b>(26,988)</b>	<b>(344,620)</b>	<b>675,135</b>	<b>1,154,943</b>
<b>Capital expenditure</b>	<b>(2,768,729)</b>	<b>800,525</b>	<b>-</b>	<b>-</b>	<b>198,676</b>	<b>309,526</b>	<b>4,000</b>	<b>19,400</b>	<b>-</b>	<b>-</b>	<b>2,830,260</b>	<b>2,605</b>	<b>-</b>	<b>-</b>	<b>264,207</b>	<b>1,132,056</b>

The following table presents the details of segmental assets and liabilities as at 31 March 2025 and 31 December 2024:

	<i>Wholesale operations</i>		<i>Investments</i>		<i>Dairy products and beverages</i>		<i>Fruits and vegetables</i>		<i>Storage and logistics</i>		<i>Livestock</i>		<i>Adjustments and eliminations</i>		<i>Total</i>	
	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>	<i>31 March 2025</i>	<i>31 December 2024</i>
	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>	<i>(Reviewed)</i>	<i>(Audited)</i>
	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>
<b>Assets</b>	<b>17,996,159</b>	<b>16,640,474</b>	<b>26,880,207</b>	<b>26,814,158</b>	<b>19,004,135</b>	<b>19,088,988</b>	<b>1,465,651</b>	<b>1,537,133</b>	<b>6,374,202</b>	<b>3,487,323</b>	<b>3,506,476</b>	<b>3,430,452</b>	<b>(18,434,628)</b>	<b>(15,371,331)</b>	<b>56,792,202</b>	<b>55,627,197</b>
<b>Liabilities</b>	<b>15,075,935</b>	<b>12,934,976</b>	<b>-</b>	<b>-</b>	<b>7,095,160</b>	<b>7,409,928</b>	<b>1,069,491</b>	<b>1,116,044</b>	<b>4,418,050</b>	<b>1,496,752</b>	<b>802,078</b>	<b>687,519</b>	<b>(6,066,375)</b>	<b>(3,034,254)</b>	<b>22,394,339</b>	<b>20,610,965</b>

## Trafco Group B.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2025 (Reviewed)

#### 13 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, companies having common directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

Transactions with related parties included in the interim consolidated statement of profit or loss and other comprehensive income for the three-month periods ended 31 March 2025 and 31 March 2024 respectively, are as follows:

	<b>Three-month period ended 31 March 2025 (Reviewed)</b>			
	<b>Revenue BD</b>	<b>Purchases of goods and services BD</b>	<b>Other operating and investment income BD</b>	<b>General and administrative expenses BD</b>
Entities with common directors	<b>171,083</b>	<b>326,573</b>	<b>471,743</b>	<b>52,702</b>
	<b>Three-month period ended 31 March 2024 (Reviewed)</b>			
	<b>Revenue BD</b>	<b>Purchases of goods and services BD</b>	<b>Other operating and investment income BD</b>	<b>General and administrative expenses BD</b>
Entities with common directors	<b>240,556</b>	<b>796,875</b>	<b>439,729</b>	<b>51,188</b>

Balances with related parties included in the interim consolidated statement of financial position as at 31 March 2025 and as at 31 December 2024, are as follows:

	<b>At 31 March 2025 (Reviewed)</b>		<b>At 31 December 2024 (Audited)</b>	
	<b>Due from related parties BD</b>	<b>Due to related parties BD</b>	<b>Due from related parties BD</b>	<b>Due to related parties BD</b>
Entities with common directors	<b>192,856</b>	<b>380,562</b>	<b>212,486</b>	<b>474,584</b>

#### **Terms and conditions**

Transactions are made at prices agreed mutually with the related parties. Outstanding balances at the period-end and year-end arose in the normal course of business are unsecured, interest free and settlement occurs in cash.

**13 RELATED PARTY TRANSACTIONS AND BALANCES (continued)**

***Compensation of directors and key management personnel***

The remuneration of directors and other members of key management personnel during three-month period ended was as follows:

	<i>Three-month period ended</i>	
	<i>31 March (Reviewed)</i>	
	<b>2025</b>	<b>2024</b>
	<b>BD</b>	<b>BD</b>
Short-term benefits	<b>111,344</b>	117,245
Employees' end of service benefits	<b>2,409</b>	2,266
	<b>113,753</b>	119,511

Short term benefits during the three-month period includes provision for Directors' remuneration of BD 20,000 (2024: BD 30,000) and Directors' fees of BD 17,700 (2024: BD 16,800).