

Date: July 29, 2025

To : Boursa Kuwait

السادة / بورصة الكويت للأوراق المالية المحترمين

Kind Greetings,

تحية طيبة وبعد،،،

Subject: Financial Results of Meeting of Board of Directors Metal and Recycling Co.:

الموضوع: النتائج المالية لاجتماع مجلس الإدارة شركة المعادن والصناعات التحويلية:

Pursuant to the provisions of Module ten, "Disclosure and Transparency", of the Executive bylaws of law no. 7 of year 2010 regarding the establishment of the Capital Markets Authority and Regulating Securities Activities and its amendments, Metal and Recycling Company (K.S.C.P) ("MRC") would like hereby to announce the financial results of the meeting of the Board of Directors of MRC that was held on Monday July 28, 2025 at 3:00 p.m. as scheduled in accordance with the material disclosure form enclosed herein.

وفقاً لأحكام الكتاب العاشر، الإفصاح والشفافية، من اللائحة التنفيذية للقانون رقم 7 لسنة 2010 بشأن إنشاء هيئة أسواق المال وتنظيم نشاط الأوراق المالية وتعديلاته، تفصح شركة المعادن والصناعات التحويلية (ش.م.ك.ع) ("الشركة") عن النتائج المالية لاجتماع مجلس الإدارة الذي انعقد يوم الإثنين الموافق 28 يوليو، 2025 في تمام الساعة 3:00 مساءً كما هو مقرر له، وفقاً لنموذج الإفصاح عن المعلومات الجوهرية المرفق طيه.

With Regards,

وتفضلوا بقبول فائق الاحترام والتفضيل،،،



طارق ابراهيم الموسى
نائب رئيس مجلس الإدارة والرئيس التنفيذي

Tarek Ibrahim Al-Mousa
Vice- Chairman & CEO



Attachments :

- Disclosure of Material Information Form
- Financial Statements Results form
- Copy of Approved Financial Statements.
- Copy of Approved Auditor's Report.

المرفقات :

- نموذج الإفصاح عن المعلومات الجوهرية
- نموذج نتائج البيانات المالية
- نسخة من البيانات المالية المعتمدة
- نسخة من تقرير مراقب الحسابات.

رأس المال المكتتب فيه والمدفوع بالكامل: 10,000,000 د.ك. السجل التجاري رقم (12320)

شركة المعادن والصناعات التحويلية ش.م.ك.ع Metal & Recycling Company K.S.C.P.

Tel.: +965 2498 1622 Fax: +965 2467 4735 P.O.Box 4520, Safat 13045, Kuwait

E-mail : mrcinfo@mrc.com.kw

www.mrc.kw.com

Disclosure of Material Information Form

Date	July 29, 2025
Name of the Listed Company	Metal and Recycling Company (K.S.C.P)
Material Information	Metal and Recycling Company (K.S.C.P) ("MRC") would like hereby to announce that the meeting of the Board of Directors of MRC company was convened remotely on Monday July 28, 2025, at 3:00 p.m. through "Microsoft Teams" website as scheduled. MRC Board of Directors adopted the Auditor's report and the interim consolidated financial statements for the period ended on June 30, 2025.
Significant Effect of the material information on the financial position of the company	There is currently no financial impact of the aforementioned information on the financial position of the Company.

Vice-Chairman & CEO

Tarek Ibrahim Al-Mousa




Financial Results Form
Kuwaiti Company (KWD)

نموذج نتائج البيانات المالية
للشركات الكويتية (د.ك.)

Company Name	اسم الشركة
Metal and Recycling Company (K.S.C.P)	شركة المعادن والصناعات التحويلية ش.م.ك.ع

Second quarter results Ended on	2025-06-30	نتائج الربع الثاني المنتهي في
----------------------------------------	------------	--------------------------------------

Board of Directors Meeting Date	2025-07-28	تاريخ اجتماع مجلس الإدارة
----------------------------------------	------------	----------------------------------

Required Documents	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم وإرفاق هذه المستندات

التغيير (%)	فترة الستة أشهر المقارنة Six Month Comparative Period	فترة الستة أشهر الحالية Six Month Current Period	البيان
	2024-06-30	2025-06-30	Statement
1728.2%	(12,188)	198,448	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
1671.4%	(0.14)	2.20	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
-2.9%	12,784,120	12,413,864	الموجودات المتداولة Current Assets
5.2%	31,659,587	33,300,594	إجمالي الموجودات Total Assets
75.4%	11,306,553	19,832,908	المطلوبات المتداولة Current Liabilities
6.1%	21,408,471	22,704,692	إجمالي المطلوبات Total Liabilities
1.9%	7,692,443	7,841,064	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
19.6%	7,647,128	9,147,346	إجمالي الإيرادات التشغيلية Total Operating Revenue
48.8%	396,711	590,340	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
- 4.7%	(31.7%)	(30.2%)	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital

Financial Results Form
Kuwaiti Company (KWD)

نموذج نتائج البيانات المالية
للشركات الكويتية (د.ك.)

رأس المال المكتتب فيه والمدفوع بالكامل 10,000,000 د.ك. - السجل التجاري رقم (12320)
شركة المعادن والصناعات التحويلية ش.م.ك.ع Metal & Recycling Company K.S.C.P

Tel.: + 965 2498 1622 Fax: + 965 2467 4735 P.O.Box 4520, Safat 13045, Kuwait

E-mail : mrcinfo@mrc.com.kw

www.mrc.kw

البيان	الربع الثاني الحالي	الربع الثاني المقارن	التغيير (%)
Statement	Second quarter Current Period	Second quarter Comparative Period	Change (%)
	2025-06-30	2024-06-30	
صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company	57,577	(12,314)	567.6%
ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share	0.64	(0.14)	557.1%
إجمالي الإيرادات التشغيلية Total Operating Revenue	4,668,022	3,902,330	19.6%
صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)	229,222	216,825	5.7%

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

سبب ارتفاع/انخفاض صافي الربح (الخسارة)	Increase/Decrease in Net Profit (Loss) is due to
ترجع الزيادة في صافي الربح خلال الفترة الى الزيادة في الإيرادات من المشروعات الجديدة مقارنة بنفس الفترة من العام السابق	The increase in net profit for the period is due to an increase in the revenue from new projects during the period compared to the same period of the previous year.

بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)	لا يوجد	Total Revenue realized from dealing with related parties (value, KWD)
بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)	272,993 د.ك.	Total Expenditures incurred from dealing with related parties (value, KWD)



Auditor Opinion		رأي مراقب الحسابات
1. Unqualified Opinion	<input checked="" type="checkbox"/>	1. رأي غير متحفظ
2. Qualified Opinion	<input type="checkbox"/>	2. رأي متحفظ
3. Disclaimer of Opinion	<input type="checkbox"/>	3. عدم إبداء الرأي
4. Adverse Opinion	<input type="checkbox"/>	4. رأي معاكس



In the event of selecting item No. 2, 3 or 4,
The following table must be filled out, and this form is
not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة
الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

لا يوجد	نص رأي مراقب الحسابات كما ورد في التقرير
لا يوجد	شرح تفصيلي بالحالة التي استندت مراقب الحسابات لإبداء الرأي
لا يوجد	الخطوات التي ستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات
لا يوجد	الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات



Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)
النسبة	القيمة	توزيعات نقدية
لا يوجد	لا يوجد	Cash Dividends
لا يوجد	لا يوجد	توزيعات أسهم منحة
لا يوجد	لا يوجد	Bonus Share
لا يوجد	لا يوجد	توزيعات أخرى
لا يوجد	لا يوجد	Other Dividend
لا يوجد	لا يوجد	عدم توزيع أرباح
لا يوجد	لا يوجد	No Dividends
لا يوجد	لا يوجد	زيادة رأس المال
لا يوجد	لا يوجد	Capital Increase
لا يوجد	لا يوجد	تخفيض رأس المال
لا يوجد	لا يوجد	Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		نائب رئيس مجلس الإدارة والرئيس التنفيذي	طارق ابراهيم محمد موسى

RSM Albazie & Co.

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the Board of Directors
Metal and Recycling Company K.S.C. (Public)
State of Kuwait

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Metal and Recycling Company K.S.C. (Public) (the "Parent Company") and its subsidiaries (collectively the "Group") as of June 30, 2025, and the related interim condensed consolidated statements of profit or loss and other comprehensive income for the three months and six months periods then ended, statements of changes in equity and cash flows for the six months period then ended. Management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with 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 information is not prepared, in all material respects, in accordance with International Accounting Standard 34.

Emphasis of matters

Without qualifying our conclusion:

- We draw attention to Note (3) to the interim consolidated financial information, which describes the Group's financial position as at June 30, 2025, wherein its current liabilities exceeded its current assets due to the maturity date of the convertible loan. The interim condensed consolidated financial information has been prepared on a going concern basis, based on management's assessment and plans, as disclosed in Note (3).
- We draw attention to Note (11), which describes the right of utilization for land leased by the Group and held within the associate company.

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Report on other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016 and its Executive Regulations as amended, or of the Parent Company's Memorandum of Incorporation and Articles of Association, as amended, during the six months period ended June 30, 2025, that might have had a material effect on the Parent Company's financial position or results of its operation, except for the Group ownership of investment property and conducting rental activities, not disclosed in the Parent Company Articles of Association.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No 7 of 2010, concerning the Capital Markets Authority and its related regulations during the six months period ended June 30, 2025, that might have had a material effect on the Parent Company's financial position or results of its operations.

State of Kuwait
July 28, 2025

A stylized blue ink signature of Dr. Shuaib A. Shuaib.

Dr. Shuaib A. Shuaib
License No. 33-A
RSM Albazie & Co.

METAL AND RECYCLING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT JUNE 30, 2025

(All amounts are in Kuwaiti Dinars)

			December 31, 2024 (Audited)	June 30, 2024
ASSETS	Notes	June 30, 2025		
Current assets:				
Cash and cash equivalents	4	599,200	1,046,064	970,866
Time deposits	5	2,845,949	2,968,078	3,237,991
Accounts receivable and other debit balances	6	8,705,291	9,352,121	8,363,423
Due from related parties	7	29,823	26,573	26,223
Inventories		233,601	132,532	185,617
Total current assets		12,413,864	13,525,368	12,784,120
Non-current assets:				
Financial assets at fair value through profit and loss		34,972	34,972	34,972
Investment in associate		6,794,426	6,794,426	6,795,326
Investment property		1,432,000	1,432,000	1,409,000
Property, plant and equipment		10,324,759	9,048,173	8,650,536
Right of use assets		1,893,684	2,176,720	1,578,744
Goodwill		406,889	406,889	406,889
Total non-current assets		20,886,730	19,893,180	18,875,467
Total assets		33,300,594	33,418,548	31,659,587
LIABILITIES AND EQUITY				
Current liabilities:				
Due to banks		234,711	235,301	6,124
Ijara payables		690,000	690,000	690,000
Term loans	8	8,973,950	1,668,587	2,519,222
Lease liabilities		457,675	599,549	294,538
Accounts payable and other credit balances		4,628,024	4,737,679	3,782,094
Due to related parties	7	4,848,548	4,417,717	4,014,575
Total current liabilities		19,832,908	12,348,833	11,306,553
Non-current liabilities:				
Term loans	8	-	7,567,450	7,232,950
Lease liabilities		1,690,650	2,015,564	1,682,326
Provision for end of service indemnity		1,181,134	1,134,677	1,186,642
Total non-current liabilities		2,871,784	10,717,691	10,101,918
Total liabilities		22,704,692	23,066,524	21,408,471
Equity:				
Share capital		10,000,000	10,000,000	10,000,000
Statutory reserve		1,520,581	1,520,581	1,520,581
Treasury shares	9	(1,057,640)	(1,057,640)	(1,057,640)
Effect of changes in subsidiary's equity		402,450	402,450	402,450
Accumulated losses		(3,024,327)	(3,222,775)	(3,172,948)
Equity attributable to shareholders of the Parent				
Company		7,841,064	7,642,616	7,692,443
Non-controlling interests		2,754,838	2,709,408	2,558,673
Total equity		10,595,902	10,352,024	10,251,116
Total liabilities and equity		33,300,594	33,418,548	31,659,587

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information.

Mosaed Ibrahim Al-Holi
Chairman

Tarek Ibrahim Mohamed Al-Mousa
Vice Chairman and Chief Executive Officer

METAL AND RECYCLING COMPANY - K.S.C. (PUBLIC) AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025
(All amounts are in Kuwaiti Dinars)

	Notes	Three months ended June 30,		Six months ended June 30,	
		2025	2024	2025	2024
Revenues:					
Net sales		48,733	4,914	124,018	9,311
Service revenue		4,081,005	3,411,931	7,943,353	6,758,401
Rental income		538,284	485,485	1,079,975	879,416
		<u>4,668,022</u>	<u>3,902,330</u>	<u>9,147,346</u>	<u>7,647,128</u>
Expenses:					
Cost of sales		(38,269)	(3,303)	(108,575)	(6,315)
Service costs		(3,187,382)	(2,416,371)	(6,027,838)	(4,814,177)
Rental costs		(340,469)	(292,116)	(678,432)	(558,073)
		<u>(3,566,120)</u>	<u>(2,711,790)</u>	<u>(6,814,845)</u>	<u>(5,378,565)</u>
Gross profit		<u>1,101,902</u>	<u>1,190,540</u>	<u>2,332,501</u>	<u>2,268,563</u>
Staff costs		(294,972)	(340,155)	(597,205)	(680,719)
General and administrative expenses		(144,786)	(150,439)	(276,146)	(322,758)
Selling and marketing expenses		(4,470)	(4,769)	(12,991)	(5,911)
Depreciation and amortization		(309,837)	(290,884)	(613,566)	(582,498)
Net allowance for expected credit losses	6 – a	(100,832)	(168,418)	(212,845)	(256,766)
Bad debts written-off	6 – b	(17,783)	(19,050)	(29,408)	(23,200)
		<u>(872,680)</u>	<u>(973,715)</u>	<u>(1,742,161)</u>	<u>(1,871,852)</u>
Profit from operations		<u>229,222</u>	<u>216,825</u>	<u>590,340</u>	<u>396,711</u>
Share of results from associate		-	(760)	-	(760)
Interest income		43,473	19,675	67,722	52,577
Finance cost		(155,368)	(162,768)	(316,229)	(314,460)
Other income		30,017	23,915	51,038	60,702
Profit for the period before contributions to National Labor Support Tax (NLST) and Zakat		<u>147,344</u>	<u>96,887</u>	<u>392,871</u>	<u>194,770</u>
NLST		(4,984)	(4,698)	(6,932)	(8,122)
Contribution to Zakat		(2,013)	(1,879)	(2,773)	(3,249)
Profit for the period		<u>140,347</u>	<u>90,310</u>	<u>383,166</u>	<u>183,399</u>
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		<u>140,347</u>	<u>90,310</u>	<u>383,166</u>	<u>183,399</u>
Attributable to:					
Shareholders of the Parent Company		57,577	(12,314)	198,448	(12,188)
Non-controlling interests		82,770	102,624	184,718	195,587
		<u>140,347</u>	<u>90,310</u>	<u>383,166</u>	<u>183,399</u>
		<u>Fils</u>	<u>Fils</u>	<u>Fils</u>	<u>Fils</u>
Basic and diluted earnings (loss) per share attributable to Shareholders of the Parent Company	10	<u>0.64</u>	<u>(0.14)</u>	<u>2.20</u>	<u>(0.14)</u>

The accompanying notes from (1) to (17) form an integral part of the interim condensed consolidated financial information.