



شركة الصناعات الهندسية الثقيلة وبناء السفن ش.م.ك (عامه)  
Heavy Engineering Industries & Shipbuilding Co. K.S.C (Public)

Date: 13<sup>th</sup> May 2026

Reference: CM/AR/059/2026

التاريخ : 13 مايو 2026

إشارة : CM/AR/059/2026

To: M/s Bursa Kuwait

المحترمين

السادة / شركة بورصة الكويت

Greetings,

تحية طيبة وبعد،،،

**الموضوع: اعتماد البيانات المالية للفترة المنتهية في 31 مارس 2026: Subject: Approval of The Financial Statements for The Period Ended On 31 March 2026:**

We would like to inform you that The BOD has approved the Financial Statements of Heavy Engineering Industries and Shipbuilding Co. (Ship-506) & its subsidiaries for the First quarter ended 31 March 2026 on Wednesday 13 May 2026.

يرجى التفضل بالعلم بأن مجلس إدارة الشركة قد إعتد اليوم الأربعاء الموافق 13 مايو 2026 البيانات المالية لشركة الصناعات الهندسية الثقيلة وبناء السفن وشركاتها التابعة (سفن -506) للربع الأول للفترة المنتهية في 31 مارس 2026 .

- The Analyst/ Investor conference will take place on Monday 18 May 2026 at 2:00 pm Kuwait local time, via live internet broadcast. All interested parties may communicate with HEISCO to obtain invitation & access details through email ([investorsaffairs@heisco.com](mailto:investorsaffairs@heisco.com))
- Financial Results Form in addition to Annual Consolidated Financial Statements & External Auditors Report for the period ended 31 March 2026 is attached.

- وقد تقرر عقد مؤتمر المحللين / المستثمرين عن طريق البث المباشر على شبكة الإنترنت في تمام الساعة الثانية ظهراً يوم الاثنين الموافق 18 مايو 2026 وفق التوقيت المحلي لنولة الكويت، ويمكن للأطراف المهتمة التواصل مع الشركة للحصول على الدعوة وعلى تفاصيل المشاركة في المؤتمر من خلال البريد الإلكتروني ([investorsaffairs@heisco.com](mailto:investorsaffairs@heisco.com))
- مرفق نموذج نتائج البيانات المالية بالإضافة إلى البيانات المالية المجمعة وتقرير مراقب الحسابات عن الفترة المنتهية في 31 مارس 2026 .

Yours Sincerely

وتفضلوا بقبول وافر التقدير والاحترام،،،



مرزوق ناصر الخرافي

رئيس مجلس الإدارة

Marzouk Naser Al-Kharafi  
Chairman



Tel : +965 24624000 Fax : +965 24830291 P.O.Box : 21998, Safat 13080, Kuwait  
Email : [heisco@heisco.com](mailto:heisco@heisco.com) Commercial Reg. No : 20735  
Issued and Paid-Up Capital : KD 19,826,566.800 Authorized Capital : KD 22,000,000



شركة الصناعات الهندسية الثقيلة وبناء السفن ش.م.ك (عامه)  
Heavy Engineering Industries & Shipbuilding Co. K.S.C (Public)

Financial Results Form  
Kuwaiti Company (KWD) نموذج نتائج البيانات المالية  
للشركات الكويتية (د.ك.)

Company Name  
Heavy Engineering Industrial & Shipbuilding co K.S.C.P اسم الشركة  
شركة الصناعات الهندسية الثقيلة وبناء السفن ش.م.ك.ع

Second quarter results Ended on 2026-03-31 نتائج الربع الاول المنتهي في

Board of Directors Meeting Date 2026-05-13 تاريخ اجتماع مجلس الإدارة

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

التغيير (%) Change (%)	فترة الثلاث أشهر المقارنة Three Month Comparativ Period	فترة الثلاث أشهر الحالية Three Month Current Pe	البيان Statement
	2025-03-31	2026-03-31	
% (31.43)	1,611,734	1,105,245	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
% (31.43)	8.94	6.13	ربحية (خسارة) السهم الأساسية والمخففة Basic & Diluted Earnings per Share
% 25.35	137,669,725	172,563,273	الموجودات المتداولة Current Assets
% 16.70	222,492,685	259,659,281	إجمالي الموجودات Total Assets
% 28.09	119,290,180	152,799,389	المطلوبات المتداولة Current Liabilities
% 26.78	143,273,189	181,638,015	إجمالي المطلوبات Total Liabilities
% (1.51)	79,213,939	78,014,926	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
% (7.95)	47,114,483	43,369,277	إجمالي الإيرادات التشغيلية Total Operating Revenue
% (44.50)	3,969,179	2,202,936	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
	لا توجد خسائر متراكمة No Accumulated Loss	لا توجد خسائر متراكمة No Accumulated Loss	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.)



Tel : + 965 24624000 Fax : + 965 24830291 P.O.Box : 21998, Safat 13080, Kuwait  
Email : heisco@heisco.com Commercial Reg. No : 20735  
Issued and Paid-Up Capital : KD 19,826,566.800 Authorized Capital : KD 22,000,000

التغيير (%) Change (%)	الربع الاول المقارن First Quarter Comparative Period	الربع الاول الحالي First Quarter Current Period	البيان Statement
	2025-03-31	2026-03-31	
-	لا ينطبق Not Applicable	لا ينطبق Not Applicable	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
-	لا ينطبق Not Applicable	لا ينطبق Not Applicable	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
-	لا ينطبق Not Applicable	لا ينطبق Not Applicable	إجمالي الإيرادات التشغيلية Total Operating Revenue
-	لا ينطبق Not Applicable	لا ينطبق Not Applicable	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease in Net Profit (Loss) is due to	سبب ارتفاع/انخفاض صافي الربح (الخسارة)
<ul style="list-style-type: none"> <li>The decrease in net profit is mainly due to the decrease in net operating revenue</li> </ul>	<ul style="list-style-type: none"> <li>يعود سبب الإنخفاض في صافي الربح بشكل رئيسي الى الإنخفاض في صافي الإيرادات التشغيلية</li> </ul>

Total Revenue realized from dealing with related parties (value, KWD)	--	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
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Total Expenditures incurred from dealing with related parties (value, KWD)	184,081	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
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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

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





**Heavy Engineering Industries and Shipbuilding Company K.S.C.P  
Kuwait**

## **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE BOARD OF DIRECTORS**

### **Report on Review of Interim Condensed Consolidated Financial Information**

#### *Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of Heavy Engineering Industries and Shipbuilding Company K.S.C.P (the "Parent Company") and its subsidiaries (together referred to as "the Group") as at 31 March 2026 and the related interim condensed consolidated statements of income and comprehensive income for three-months period then ended and the related interim condensed consolidated statements of changes in equity and cash flows for the three-month 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 - Interim Financial Reporting.

#### **Report on Other Legal and Regulatory Requirements**

Furthermore, based on our review, the accompanying 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 material violations of the Companies Law No. 1 of 2016, and its executive regulations, as amended, or of the Memorandum of Incorporation and Articles of Association, as amended, of the Parent Company during the three-month period ended 31 March 2026, that might have had a material effect on the business of the Group or on its consolidated financial position.

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, as amended, concerning the Capital Markets Authority and its related regulations during the three-month period ended 31 March 2026 that might have had a material effect on the business of the Parent Company or on its consolidated financial position.



**Talal Y. Al-Muzaini**  
**Licence No. 209A**  
**Deloitte & Touche - Al-Wazzan & Co.**

Kuwait  
13 May 2026

**Heavy Engineering Industries and Shipbuilding Company K.S.C.P  
and its subsidiaries**

**Interim Condensed Consolidated Statement of Financial Position (Unaudited) - as at 31 March 2026**

	Note	Kuwaiti Dinars		
		31 March 2026 (Unaudited)	31 December 2025 (Audited)	31 March 2025 (Unaudited)
<b>Assets</b>				
<b>Non-current assets</b>				
Right-of-use asset		2,651,209	2,856,690	3,424,923
Property, plant and equipment	3	79,386,717	78,554,936	78,186,243
Investment securities		1,951,260	1,776,673	1,643,167
Trade and other receivables	4	3,106,822	2,881,928	1,568,627
		<u>87,096,008</u>	<u>86,070,227</u>	<u>84,822,960</u>
<b>Current assets</b>				
Inventories		29,055,602	23,698,547	15,888,006
Contract assets		86,581,492	59,654,127	64,417,044
Trade and other receivables	4	52,990,631	65,560,731	50,791,432
Cash and bank balances	5	3,935,548	4,306,255	6,573,243
		<u>172,563,273</u>	<u>153,219,660</u>	<u>137,669,725</u>
<b>Total assets</b>		<u>259,659,281</u>	<u>239,289,887</u>	<u>222,492,685</u>
<b>Equity and liabilities</b>				
<b>Equity</b>				
Share capital		18,024,152	18,024,152	18,024,152
Bonus share pending allocation		1,802,415	-	-
Statutory reserve		10,946,089	10,946,089	10,946,089
General reserve		12,789,976	12,789,976	11,739,170
Foreign currency translation reserve		(6,161)	(42,383)	(451)
Treasury shares reserve		(276)	(276)	-
Investment fair valuation reserve		804,466	629,880	496,373
Retained earnings		33,654,265	38,857,404	38,008,606
		<u>78,014,926</u>	<u>81,204,842</u>	<u>79,213,939</u>
<b>Non-controlling interests</b>		6,340	5,562	5,557
<b>Total Equity</b>		<u>78,021,266</u>	<u>81,210,404</u>	<u>79,219,496</u>
<b>Non-current liabilities</b>				
Post employment benefits		22,256,646	21,427,061	18,977,080
Lease liabilities		1,824,854	1,930,979	2,592,506
Due to banks	7	3,902,500	4,322,500	1,420,000
Trade and other payables	8	854,626	854,932	993,423
		<u>28,838,626</u>	<u>28,535,472</u>	<u>23,983,009</u>
<b>Current liabilities</b>				
Lease liabilities		848,504	848,504	848,504
Contract liabilities		220,920	474,434	340,587
Due to banks	7	62,284,885	44,871,332	46,186,024
Trade and other payables	8	89,445,080	83,349,741	71,915,065
		<u>152,799,389</u>	<u>129,544,011</u>	<u>119,290,180</u>
<b>Total liabilities</b>		<u>181,638,015</u>	<u>158,079,483</u>	<u>143,273,189</u>
<b>Total equity and liabilities</b>		<u>259,659,281</u>	<u>239,289,887</u>	<u>222,492,685</u>

The accompanying notes form an integral part of this interim condensed consolidated financial information.

  
Marzouq Nasser Mohammed Al-Kharafi  
Chairman

  
Samir Sami Hermez  
Chief Executive Officer

**Heavy Engineering Industries and Shipbuilding Company K.S.C.P  
and its subsidiaries**

**Interim Condensed Consolidated Statement of Income (Unaudited) -  
Three months ended 31 March 2026**

	Note	Kuwait Dinars	
		Three months ended	
		2026	2025
		(Unaudited)	(Unaudited)
Revenue	9	43,369,277	47,114,483
Cost of sales	10	(41,166,341)	(43,145,304)
<b>Gross profit</b>		<b>2,202,936</b>	<b>3,969,179</b>
Other operating income	11	1,203,143	108,785
General and administration expenses		(1,710,882)	(1,454,217)
Investment loss		(563)	(497)
Reversal/(charge) of expected credit loss on financial assets		90,628	(244,363)
Finance costs		(644,903)	(577,217)
Foreign exchange gain/(loss)		44,834	(92,292)
Profit before contribution to taxes		1,185,193	1,709,378
Contribution to Kuwait Foundation for Advancement of Sciences		(11,852)	(12,649)
National Labour Support Tax		(48,084)	(60,581)
Zakat expense		(19,234)	(24,232)
<b>Net profit for the period</b>		<b>1,106,023</b>	<b>1,611,916</b>
<b>Attributable to:</b>			
Shareholders of the Parent Company		1,105,245	1,611,734
Non-controlling interests		778	182
		<b>1,106,023</b>	<b>1,611,916</b>
Earnings per share (fils)	12	6.13	8.94

The accompanying notes form an integral part of this interim condensed consolidated financial information.

**Heavy Engineering Industries and Shipbuilding Company K.S.C.P  
and its subsidiaries**

**Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited) -  
Three months ended 31 March 2026**

	Kuwaiti Dinars	
	Three months ended	
	31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Net profit for the period	1,106,023	1,611,916
<b>Other comprehensive income/(loss)</b>		
<b>Items that may be reclassified subsequently to profit or loss:</b>		
Foreign exchange differences on translating foreign operations	36,222	(1,079)
	36,222	(1,079)
<b>Items that may not be reclassified subsequently to profit or loss:</b>		
Changes in fair value of investment securities	174,586	37,655
	174,586	37,655
Other comprehensive income for the period	210,808	36,576
<b>Total comprehensive income for the period</b>	<b>1,316,831</b>	<b>1,648,492</b>
<b>Attributable to:</b>		
Shareholders of the Parent Company	1,316,053	1,648,310
Non-controlling interests	778	182
	<b>1,316,831</b>	<b>1,648,492</b>

The accompanying notes form an integral part of this interim condensed consolidated financial information.