

**Jazeera Airways K.S.C.P.
Kuwait**

**Condensed Consolidated Interim Financial Information (Unaudited)
and
Independent Auditor's Review Report
30 June 2024**

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REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF JAZEERA AIRWAYS K.S.C.P.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Jazeera Airways K.S.C.P. (the "Parent Company") and its subsidiaries (together called the "Group") as at 30 June 2024 and the related condensed consolidated statements of profit or loss, profit or loss and other comprehensive income for three-month and six-month periods then ended and the related condensed consolidated statements of changes in equity and cash flows for the six-month period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 - Interim Financial Reporting. Our responsibility is to express a conclusion on this interim 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.

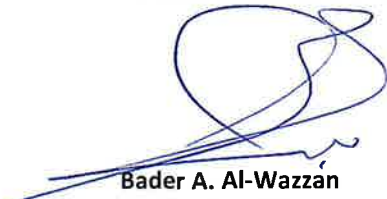
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim 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

Based on our review, the interim 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, as amended, and its Executive Regulations or of the Memorandum of Incorporation and Articles of Association, as amended, of the Parent Company, during the six-month period ended 30 June 2024, that might have had a material effect on the business of the Parent Company or on its 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 material violations of the provisions of Law No. 7 of 2010, concerning the Capital Markets Authority and its related regulations, as amended, during the six-month period ended 30 June 2024, that might have had a material effect on the business of the Parent Company or on its financial position.



Bader A. Al-Wazzan
License No. 62A
Deloitte & Touche - Al-Wazzan & Co.

Condensed Consolidated Statement of Financial Position (Unaudited)
as at 30 June 2024

	Note	Kuwaiti Dinars		
		30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
ASSETS				
Non-current assets				
Property and equipment	3	76,167,050	75,239,066	64,544,956
Right of use assets	4	134,376,757	139,979,376	141,192,425
Advance for maintenance		10,458,607	8,932,982	6,936,388
Security deposits		922,571	935,988	991,476
		<u>221,924,985</u>	<u>225,087,412</u>	<u>213,665,245</u>
Current assets				
Inventories		6,159,619	4,321,867	2,654,020
Security deposits		195,080	238,385	950,260
Trade and other receivables		26,265,107	23,883,468	26,661,539
Cash and bank balances	5	43,970,990	32,904,993	29,058,139
		<u>76,590,796</u>	<u>61,348,713</u>	<u>59,323,958</u>
Total assets		<u>298,515,781</u>	<u>286,436,125</u>	<u>272,989,203</u>
LIABILITIES AND EQUITY				
Equity				
Share capital	6	22,000,000	22,000,000	22,000,000
Legal reserve		3,488,227	3,488,227	2,843,811
Hedge reserve	14	(337,784)	-	(134,488)
Retained earnings	6	2,741,437	8,940	6,955,501
Total equity		<u>27,891,880</u>	<u>25,497,167</u>	<u>31,664,824</u>
Non-current liabilities				
Post-employment benefits		4,626,679	3,891,800	3,521,335
Maintenance payables		30,691,685	22,883,216	19,141,528
Lease liabilities	7	119,792,831	125,722,010	128,471,841
Term loans		33,000,000	28,500,000	4,000,000
		<u>188,111,195</u>	<u>180,997,026</u>	<u>155,134,704</u>
Current liabilities				
Maintenance payables		9,746,879	8,404,941	9,438,330
Lease liabilities	7	24,951,587	25,144,865	23,274,815
Term loans		1,000,000	1,000,000	1,000,000
Trade and other payables		28,134,531	29,816,435	33,760,904
Deferred revenue		18,679,709	10,128,349	18,715,626
Bank overdrafts	5	-	5,447,342	-
		<u>82,512,706</u>	<u>79,941,932</u>	<u>86,189,675</u>
Total liabilities		<u>270,623,901</u>	<u>260,938,958</u>	<u>241,324,379</u>
Total liabilities and equity		<u>298,515,781</u>	<u>286,436,125</u>	<u>272,989,203</u>

The accompanying notes 1 to 15 are an integral part of this condensed consolidated interim financial information.



Mohammad J M Al Mousa
Vice-chairman

**Condensed Consolidated Statement of Profit or Loss (Unaudited) -
Six months ended 30 June 2024**

		Kuwaiti Dinars			
		Three months ended 30 June		Six months ended 30 June	
Note		2024	2023	2024	2023
	Revenue	52,588,047	49,526,634	98,947,677	97,853,405
	Operating costs	(44,157,699)	(41,596,727)	(87,606,456)	(84,172,872)
	Gross profit	8,430,348	7,929,907	11,341,221	13,680,533
	Other operating income	466,106	330,868	958,890	889,544
	General and administrative expenses	(1,698,575)	(2,207,879)	(3,326,784)	(4,331,120)
	Finance costs	(2,224,941)	(1,729,838)	(4,182,568)	(3,479,192)
	Foreign currency gain/(loss)	610,686	(176,785)	(1,905,595)	(99,826)
	Expected credit loss (ECL) - financial assets	-	-	-	(74,460)
	Profit before contribution and taxes	5,583,624	4,146,273	2,885,164	6,585,479
	Zakat	(36,200)	(43,966)	(36,200)	(72,690)
	Contribution to Kuwait Foundation for the Advancement of Sciences	(25,966)	(37,316)	(25,966)	(59,269)
	National Labour Support Tax	(90,501)	(109,914)	(90,501)	(181,724)
	Profit for the period	5,430,957	3,955,077	2,732,497	6,271,796
	Attributable to:				
	Shareholders of the Parent Company	5,430,957	3,955,077	2,732,497	6,271,796
	Earnings per share (fils)				
	Basic & diluted	24.69	17.98	12.42	28.51

The accompanying notes 1 to 15 are an integral part of this condensed consolidated interim financial information.

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited) -
Six months ended 30 June 2024**

	Kuwaiti Dinars			
	Three months ended 30 June		Six months ended 30 June	
	2024	2023	2024	2023
Profit for the period	5,430,957	3,955,077	2,732,497	6,271,796
Other comprehensive income				
Items that may be reclassified subsequently to statement of profit or loss				
Hedge reserve – cash flow hedge	(150,183)	324,131	(337,784)	(134,488)
Total comprehensive income for the period	5,280,774	4,279,208	2,394,713	6,137,308
Attributable to:				
Shareholders of the Parent Company	5,280,774	4,279,208	2,394,713	6,137,308

The accompanying notes 1 to 15 are an integral part of this condensed consolidated interim financial information.

**Condensed Consolidated Statement of Changes in Equity (Unaudited) –
Six months ended 30 June 2024**

	Kuwaiti Dinars				Total equity
	Share capital	Legal reserve	Hedge reserve	Retained earnings	
At 1 January 2024	22,000,000	3,488,227	-	8,940	25,497,167
Total comprehensive income for the period	-	-	(337,784)	2,732,497	2,394,713
At 30 June 2024	22,000,000	3,488,227	(337,784)	2,741,437	27,891,880
At 1 January 2023	22,000,000	2,843,811	-	11,683,441	36,527,252
Total comprehensive income for the period	-	-	(134,488)	6,271,796	6,137,308
Dividend	-	-	-	(10,999,736)	(10,999,736)
At 30 June 2023	22,000,000	2,843,811	(134,488)	6,955,501	31,664,824

The accompanying notes 1 to 15 are an integral part of this condensed consolidated interim financial information.

**Condensed Consolidated Statement of Cash Flows (Unaudited) –
Six months ended 30 June 2024**

	Note	Kuwaiti Dinars	
		30 June 2024 (Unaudited)	30 June 2023 (Unaudited)
Cash flows from operating activities			
Profit before contribution and taxes		2,885,164	6,585,479
<i>Adjustments for:</i>			
Depreciation	3,4	11,400,157	9,792,125
Finance costs		4,182,568	3,479,192
Foreign exchange (gain)/loss		(81,875)	99,826
Provision for post-employment benefits		994,879	787,635
Other operating income- interest income		(846,274)	(813,830)
Expected credit loss on financial assets		-	74,460
Cash flows from operating activities before working capital changes		18,534,619	20,004,887
<i>Changes in:</i>			
- inventories		(1,837,752)	(227,279)
- trade and other receivables		(2,477,261)	(8,264,247)
- security deposits		(13,594)	467,813
- advance for maintenance		(1,525,625)	297,953
- maintenance payables		9,078,213	1,535,892
- trade and other payables		(2,309,391)	3,941,356
- deferred revenue		8,551,360	4,360,270
Cash generated from operations		28,000,569	22,116,645
Post-employment benefits paid		(260,000)	(178,600)
Net cash from operating activities		27,740,569	21,938,045
Cash flows from investing activities			
Purchase of property and equipment and right of use asset	3	(2,524,713)	(21,449,390)
Proceeds from Interest income		855,177	800,183
Deposits maturing after three months	5	(27,823,940)	8,616,018
Net cash used in investing activities		(29,493,476)	(12,033,189)
Cash flows from financing activities			
Dividend paid		-	(10,999,736)
Payment for lease liabilities		(9,947,319)	(8,846,174)
Finance costs paid		(4,110,374)	(3,400,362)
Receipts from/(repayment of) term loan		4,500,000	(274,920)
Net cash used in financing activities		(9,557,693)	(23,521,192)
Net decrease in cash and cash equivalents			
Cash and cash equivalents at beginning of period	5	23,457,650	29,645,525
Cash and cash equivalents at end of period	5	12,147,050	16,029,189

The accompanying notes 1 to 15 are an integral part of this condensed consolidated interim financial information.

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

1. Constitution and activities

Jazeera Airways K.S.C.P. (the “Parent Company”) was incorporated by Amiri Decree on 3 March 2004 as a Kuwaiti Public Shareholding Company under the laws of Kuwait and is engaged in the business of air transportation and commercial passenger services under a license from the Directorate General of Civil Aviation.

The objects of the Parent Company are –

- Air transportation and related activities
- Investing surplus funds in investment and real estate portfolios managed by specialized companies or entities.

The Parent Company has the following subsidiaries:

Name of the Company	Country of Incorporation	Percentage of Holding	
		30 June 2024	30 June 2023
Jazeera Airport services Company (formerly known as “Al Sahaab Aviation Services W.L.L.”)	Kuwait	99.9%	99.9%
Kuwaitia Free Zone/ Duty Free Management Co S.P.C.	Kuwait	99.9%	99.9%
Jazeera Safeguard Co. S.P.C	Kuwait	100%	-
Jazeera Academy Co. S.P.C.	Kuwait	100%	-
Jazeera Airways Company L.L.C	Kingdom of Saudi Arabia	49%	49%

The Parent Company and its subsidiaries are together referred to in this condensed consolidated interim financial information as the Group.

The address of the registered office of the Parent Company is Kuwait International Airport, P.O. Box 29288, Safat 13153, Kuwait.

The condensed consolidated interim financial information was approved for issue by the Board of Directors on 7 August 2024.

2. Basis of preparation and significant accounting policies

This condensed consolidated interim financial information of the Group is prepared in accordance with International Accounting Standard (“IAS”) 34: Interim Financial Reporting.

This condensed consolidated interim financial information does not contain all information and disclosures required for complete consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRS Accounting Standards) (“IFRS”). In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included in this condensed consolidated interim financial information. Operating results for the six months ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024. For more details, refer to the annual audited consolidated financial statements of the Group for the financial year ended 31 December 2023.

The condensed consolidated financial interim information is presented in Kuwaiti Dinars (“KD”).

Changes in accounting policy and disclosures

The accounting policies used in the preparation of the condensed consolidated interim financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2023. Certain amendments and interpretations apply for the first time in 2024, but do not have an impact on the condensed consolidated interim financial information of the Group.

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

Judgement and estimates

The preparation of condensed consolidated interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2023.

3. Property and equipment

	Kuwaiti Dinars					
	Engines & rotables	Leasehold improvements	Furniture & equipment	Vehicles	Capital work-in-progress	Total
Cost						
As at 31 December 2023	27,330,900	17,945,616	6,500,292	105,807	38,679,294	90,561,909
Additions	82,546	-	78,292	9,220	2,354,655	2,524,713
Transfers	-	1,767	700,787	-	(702,554)	-
As at 30 June 2024	27,413,446	17,947,383	7,279,371	115,027	40,331,395	93,086,622
Depreciation						
As at 31 December 2023	3,850,607	6,674,498	4,747,538	50,200	-	15,322,843
Charge for the period	1,160,085	204,636	225,641	6,367	-	1,596,729
As at 30 June 2024	5,010,692	6,879,134	4,973,179	56,567	-	16,919,572
Net book value						
As at 30 June 2024	22,402,754	11,068,249	2,306,192	58,460	40,331,395	76,167,050
As at 31 December 2023	23,480,293	11,271,118	1,752,754	55,607	38,679,294	75,239,066
As at 30 June 2023	4,801,389	11,504,533	1,708,298	40,407	46,490,329	64,544,956

Capital work-in-progress includes payment towards purchase of aircraft and engines (refer Note 15).

Depreciation has been allocated in the condensed consolidated statement of profit or loss as follows:

	Kuwaiti Dinars		Kuwaiti Dinars	
	Three months ended 30 June (Unaudited)		Six months ended 30 June (Unaudited)	
	2024	2023	2024	2023
Operating costs	668,052	286,143	1,373,003	566,991
General and administrative expenses	110,874	188,452	223,726	368,263
	778,926	474,595	1,596,729	935,254

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

4. Right of use assets

	Kuwaiti Dinars			Total
	Aircraft	Aircraft engines	Leasehold land	
Cost				
As at 31 December 2023	189,718,689	10,498,914	10,676,694	210,894,297
Additions	-	-	33,990	33,990
Modification/adjustments	(121,587)	-	4,288,406	4,166,819
As at 30 June 2024	189,597,102	10,498,914	14,999,090	215,095,106
Depreciation				
As at 31 December 2023	66,726,947	2,706,975	1,480,999	70,914,921
Charge for the period	9,173,885	510,976	118,567	9,803,428
As at 30 June 2024	75,900,832	3,217,951	1,599,566	80,718,349
Net book value				
As at 30 June 2024	113,696,270	7,280,963	13,399,524	134,376,757
As at 31 December 2023	122,991,742	7,791,939	9,195,695	139,979,376
As at 30 June 2023	124,236,446	8,308,530	8,647,449	141,192,425

5. Cash and bank balances

	Kuwaiti Dinars		
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
Cash on hand	107,139	83,317	108,787
Current account with banks	12,098,782	28,880,547	14,480,681
Time deposits with banks	31,823,940	4,000,000	14,535,650
	44,029,861	32,963,864	29,125,118
Expected credit loss	(58,871)	(58,871)	(66,979)
	43,970,990	32,904,993	29,058,139
Overdrafts	-	(5,447,342)	-
Deposits with original maturity exceeding three months	(31,823,940)	(4,000,000)	(13,028,950)
Cash and cash equivalents in the statement of cash flows	12,147,050	23,457,651	16,029,189

6. Share capital

	Kuwaiti Dinars		
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
Authorised, issued and fully paid in cash: 220,000,000 (31 December 2023: 220,000,000; 30 June 2023: 220,000,000) shares of 100 fils each	22,000,000	22,000,000	22,000,000

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

7. Lease liabilities

	Kuwaiti Dinars		
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
At the beginning of the period/year	150,866,874	155,884,047	155,884,047
Additions	33,990	13,585,517	5,223,831
Modification/adjustments	4,166,819	(440,909)	(400,869)
Finance costs	2,977,720	6,028,108	2,973,059
Payments	(12,925,039)	(24,238,464)	(11,819,233)
Foreign currency (gain)/loss	(375,946)	48,576	(114,179)
At the end of the period/year	144,744,418	150,866,875	151,746,656

The above is segregated as:

	Kuwaiti Dinars		
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
Current	24,951,587	25,144,865	23,274,815
Non-current	119,792,831	125,722,010	128,471,841
	144,744,418	150,866,875	151,746,656

8. Revenue

	Kuwaiti Dinars			
	Three months ended 30 June (Unaudited)		Six months ended 30 June (Unaudited)	
	2024	2023	2024	2023
Passenger revenue	43,899,904	42,113,587	82,706,123	83,612,568
Ancillary revenue	4,649,108	3,840,367	8,606,128	7,356,420
Cargo revenue	523,087	536,865	989,387	1,072,797
Terminal revenue	3,515,948	3,035,815	6,646,039	5,811,620
	52,588,047	49,526,634	98,947,677	97,853,405

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

9. Operating costs

	Kuwaiti Dinars			
	Three months ended 30 June (Unaudited)		Six months ended 30 June (Unaudited)	
	2024	2023	2024	2023
Aircraft maintenance cost	7,460,494	6,378,202	14,831,737	13,192,635
Depreciation (Refer Note 3&4)	5,577,163	4,710,425	11,176,431	9,423,862
Aircraft fuel	13,998,508	13,069,740	27,694,570	27,827,795
Staff costs	6,539,511	6,808,464	13,337,339	13,363,270
Overflying, landing and ground handling charges	7,717,665	7,086,798	14,836,778	13,606,686
Lease rental	6,768	1,130,382	6,768	1,792,348
Insurance	324,654	307,597	649,264	612,514
Passenger meals	501,770	709,341	1,089,550	1,320,108
Reservation system expenses	201,464	202,231	399,702	350,733
Others	1,829,702	1,193,547	3,584,317	2,682,921
	<u>44,157,699</u>	<u>41,596,727</u>	<u>87,606,456</u>	<u>84,172,872</u>

10. General and administrative expenses

	Kuwaiti Dinars			
	Three months ended 30 June (Unaudited)		Six months ended 30 June (Unaudited)	
	2024	2023	2024	2023
Staff costs	355,906	323,925	708,046	631,664
Marketing	434,777	856,787	788,096	1,607,236
Depreciation (Refer Note 3)	110,874	188,452	223,726	368,263
Professional and consultancy	74,997	121,011	171,628	217,403
Travel	27,680	52,246	81,636	98,084
Others	694,341	665,458	1,353,652	1,408,470
	<u>1,698,575</u>	<u>2,207,879</u>	<u>3,326,784</u>	<u>4,331,120</u>

11. Earnings per share

Earnings per share is calculated based on the earnings attributable to the equity shareholders of the Parent Company for the period and the weighted average number of shares outstanding, as follows:

	Three months ended 30 June (Unaudited)		Six months ended 30 June (Unaudited)	
	2024	2023	2024	2023
	Earnings for the period	5,430,957	3,955,077	2,732,497
Weighted average number of shares outstanding	220,000,000	220,000,000	220,000,000	220,000,000
Earnings per share (fils) – Basic & Diluted	<u>24.69</u>	<u>17.98</u>	<u>12.42</u>	<u>28.51</u>

12. Related party transactions and balances

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. In the ordinary course of business, the Group enters into transactions with related parties (directors, key managerial personnel and group companies). Pricing policies and terms of these transactions are approved by the Group's management.

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

Transactions and balances with related parties not disclosed elsewhere in this condensed consolidated interim financial information are as follows:

	Kuwaiti Dinars		
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
	Balances		
Due from related parties	78,203	51,465	162,185

	Kuwaiti Dinars			
	Three months ended 30 June (Unaudited)		Six months ended 30 June (Unaudited)	
	2024	2023	2024	2023
Transactions				
Sales and services	238,860	185,442	407,934	356,794
General and administrative expenses	85,631	110,875	220,952	252,446
Key management compensation				
Salaries and other employment benefits	511,657	295,498	918,315	860,766

13. Segment information

The Group's operating segments are the operation of passenger airline service and operation and maintenance of Terminal.

Following is the segment information of the six months ended 30 June:

	Kuwaiti Dinars					
	Passenger airline Service		Terminal operations		Total	
	2024	2023	2024	2023	2024	2023
Segment revenue	92,301,638	92,041,785	6,646,039	5,811,620	98,947,677	97,853,405
Segment expenses	91,583,118	87,470,802	1,255,717	1,207,476	92,838,835	88,678,278
Other operating income (including interest income)	958,890	889,544	-	-	958,890	889,544
Finance costs	3,859,391	3,215,400	323,177	263,792	4,182,568	3,479,192
Segment results	(2,181,981)	2,245,127	5,067,145	4,340,352	2,885,164	6,585,479
Assets:						
Segment assets	283,730,160	251,399,758	14,785,621	21,589,445	298,515,781	272,989,203
Liabilities:						
Segment liabilities	257,201,423	233,454,974	13,422,478	7,869,405	270,623,901	241,324,379
Capital expenditure	2,433,225	26,443,393	125,478	229,828	2,558,703	26,673,221
Depreciation	11,093,038	9,448,512	307,119	343,613	11,400,157	9,792,125

Notes to the Condensed Consolidated Interim Financial Information (Unaudited) – 30 June 2024

14. Derivative financial instruments

The table below shows the notional amounts analysed by the term to maturity. The notional amount is the amount of a derivative's underlying asset, reference rate or index and is the basis upon which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the period-end and are not indicative of either market or credit risk. All derivative contracts are fair valued based on observable market data.

The Company's fuel forward contracts are treated as cash-flow hedges of forecast fuel purchases for risks arising from the commodity price of fuel.

At 30 June 2024:	Kuwaiti Dinars	Nominal quantity by term to maturity		
		Negative fair value	Within 3 months	3-24 months
<i>Derivatives held for hedging:</i>				
Cash flow hedges-Commodity (oil) forward contracts	337,784	255,000	255,000	510,000
At 31 December 2023:				
	Kuwaiti Dinars	Nominal quantity by term to maturity		
	Negative fair value	Within 3 months	3-24 months	Notional quantity Barrels
<i>Derivatives held for hedging:</i>				
Cash flow hedges-Commodity (oil) forward contracts	-	-	-	-
At 30 June 2023:				
	Kuwaiti Dinars	Nominal quantity by term to maturity		
	Negative fair value	Within 3 months	3-24 months	Notional quantity Barrels
<i>Derivatives held for hedging:</i>				
Cash flow hedges-Commodity (oil) forward contracts	134,488	225,000	225,000	450,000

15. Commitments and contingent liabilities

	Kuwaiti Dinars		
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2023 (Unaudited)
Capital commitments	371,581,761	366,613,487	377,790,674
Bank guarantees	68,290,064	64,638,367	57,103,260
	<u>439,871,825</u>	<u>431,251,854</u>	<u>434,893,934</u>

The above bank guarantee include guarantee to the lessors amounting to KD 58,601,940 (31 December 2023: KD 56,218,627; 30 June 2023: KD 50,773,591) for the aircraft maintenance in lieu of payments for Maintenance Reserve under the lease agreement.

Capital commitments include commitment towards purchase of aircraft and engines.