

**INTELLIGENT OUD COMPANY FOR TRADING**  
JOINT STOCK COMPANY  
RIYADH - KINGDOM OF SAUDI ARABIA

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)  
AND INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT  
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

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## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

### To the Shareholders of Intelligent Oud Company for Trading

Joint Stock Company  
Riyadh - Kingdom of Saudi Arabia

#### Introduction

We have reviewed the accompanying interim condensed statement of financial position of Intelligent Oud Company for Trading (a Joint Stock Company) (the "Company") as of 30 June 2025, and the interim condensed statements of comprehensive income, changes in equity, and cash flows for the six-month periods then ended, and other explanatory notes to the interim condensed financial statements.

Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

#### Scope of review

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", that is endorsed in the Kingdom of Saudi Arabia. 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 that are endorsed in the Kingdom of Saudi Arabia 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 financial statements are not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia.

For Alzoman and Alfahad & Alhajjaj Professional Services

Zaher Abdullah Alhajjaj  
Certified Public Accountant  
License No. 562



Riyadh - Kingdom of Saudi Arabia

Date: 4 Rabi' al-Awwal 1447AH  
Corresponding to: 27 August 2025



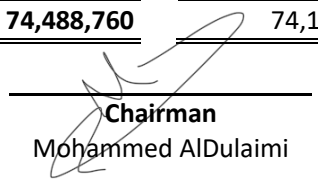
**INTELLIGENT OUD COMPANY FOR TRADING**

SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

AS OF 30 JUNE 2025

(ALL AMOUNTS IN SAUDI RIYALS UNLESS OTHERWISE STATED)

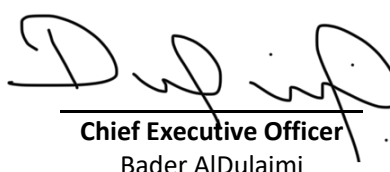
	Notes	30 June 2025 (Unaudited)	31 December 2024 (Audited)
<b><u>Assets</u></b>			
<b>Non-Current Assets</b>			
Property and equipment, net	4	8,154,166	8,934,468
Intangible assets	5	11,454,239	11,248,439
Right of use assets		1,087,047	1,352,457
<b>Total Non - Current Assets</b>		<b>20,695,452</b>	<b>21,535,364</b>
<b>Current Assets</b>			
Inventory	6	3,253,843	6,426,843
Trade receivables	7	33,866,481	31,482,527
Prepayments and other current assets	8	15,112,180	14,220,323
Cash and bank	9	1,560,804	514,142
<b>Total Current Assets</b>		<b>53,793,308</b>	<b>52,643,835</b>
<b>Total Assets</b>		<b>74,488,760</b>	<b>74,179,199</b>
<b><u>Liabilities And Equity</u></b>			
<b>Equity</b>			
Share capital	10	19,500,000	19,500,000
Share premium		11,002,521	11,002,521
Statutory reserve		1,901,219	1,901,219
Retained earnings		15,617,318	13,682,396
Actuarial (loss) / gain		343,398	343,398
<b>Total Equity</b>		<b>48,364,456</b>	<b>46,429,534</b>
<b>Non - Current Liabilities</b>			
Non-current portion of long-term loan	11	6,988,963	6,001,248
Non-current portion of lease liability		788,733	1,105,344
Employees benefits obligations		933,306	782,461
<b>Total Non - Current Liabilities</b>		<b>8,711,002</b>	<b>7,889,053</b>
<b>Current Liabilities</b>			
Long term borrowings - current portion	11	4,553,439	3,674,873
Short term loans	12	6,611,164	8,949,527
Lease liability		312,428	325,428
Trade payables		1,401,150	4,170,378
Accrued expenses and other liabilities		2,364,269	1,749,687
Due to related parties	13	976,637	117,748
Zakat provision	14	1,194,215	872,971
<b>Total Current Liabilities</b>		<b>17,413,302</b>	<b>19,860,612</b>
<b>Total Liabilities</b>		<b>26,124,304</b>	<b>27,749,665</b>
<b>Total Liabilities and Equity</b>		<b>74,488,760</b>	<b>74,179,199</b>
<div style="display: flex; justify-content: space-between; align-items: flex-end;"> <div style="text-align: center;">   <b>Chief Financial Officer</b>  Magdi Mahmoud Ali </div> <div style="text-align: center;">   <b>Chief Executive Officer</b>  Bader AlDulaimi </div> <div style="text-align: center;">   <b>Chairman</b>  Mohammed AlDulaimi </div> </div>			

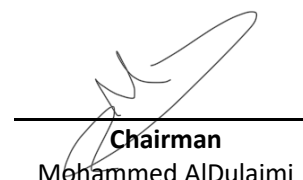
The accompanying notes 1 to 23 form an integral part of these interim condensed financial statements.

**INTELLIGENT OUD COMPANY FOR TRADING**  
**SAUDI JOINT STOCK COMPANY**  
**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**  
**(ALL AMOUNTS IN SAUDI RIYALS UNLESS OTHERWISE STATED)**

	Notes	For the six-month period ended 30 June	
		2025	2024
Revenue	15	<b>10,882,137</b>	10,349,698
Cost of revenue		<b>(2,915,579)</b>	(3,347,523)
<b>Gross profit</b>		<b>7,966,558</b>	7,002,175
Sales and marketing expenses		<b>(3,005,844)</b>	(2,752,707)
General and administrative expenses		<b>(2,329,630)</b>	(1,898,834)
Expected credit loss –reversal/(charged)		<b>645,834</b>	(90,687)
<b>Operating Profit</b>		<b>3,276,918</b>	2,259,947
Other income		<b>343,750</b>	243,929
Finance cost	16	<b>(1,364,502)</b>	(1,403,924)
<b>Profit before zakat</b>		<b>2,256,166</b>	1,099,952
Zakat	14	<b>(321,244)</b>	(571,706)
<b>Net profit</b>		<b>1,934,922</b>	528,246
<b>Other comprehensive income/(loss)</b>			
Other comprehensive loss for the period		-	(18,572)
<b>Total comprehensive income for the period</b>		<b>1,934,922</b>	509,674
Earnings per share for the period	17	<b>0.99</b>	0.26

  
**Chief Financial Officer**  
 Magdi Mahmoud Ali

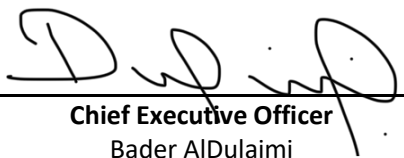
  
**Chief Executive Officer**  
 Bader AlDulaimi

  
**Chairman**  
 Mohammed AlDulaimi

**INTELLIGENT OUD COMPANY FOR TRADING**  
**SAUDI JOINT STOCK COMPANY**  
**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**  
**(ALL AMOUNTS IN SAUDI RIYALS UNLESS OTHERWISE STATED)**

	<u>Share Capital</u>	<u>Share Premium</u>	<u>Statutory Reserve</u>	<u>Retained Earnings</u>	<u>Actuarial (loss) / gain</u>	<u>Total Equity</u>
Balance as at 01 January 2024 - Audited	16,250,000	11,002,521	1,427,011	12,664,516	(244,794)	41,099,254
Net profit for the period	-	-	-	528,246	-	528,246
Other comprehensive income	-	-	-	-	(18,572)	(18,572)
Total comprehensive income for the period	-	-	-	528,246	(18,572)	509,674
Balance as at 30 June 2024 - Unaudited	<u>16,250,000</u>	<u>11,002,521</u>	<u>1,427,011</u>	<u>13,192,762</u>	<u>(263,366)</u>	<u>41,608,928</u>
Balance as at 01 January 2025 - Audited	<b>19,500,000</b>	<b>11,002,521</b>	<b>1,901,219</b>	<b>13,682,396</b>	<b>343,398</b>	<b>46,429,534</b>
Net profit for the period	-	-	-	<b>1,934,922</b>	-	<b>1,934,922</b>
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	<b>1,934,922</b>	-	<b>1,934,922</b>
Balance as at 30 June 2025 - Unaudited	<u><b>19,500,000</b></u>	<u><b>11,002,521</b></u>	<u><b>1,901,219</b></u>	<u><b>15,617,318</b></u>	<u><b>343,398</b></u>	<u><b>48,364,456</b></u>

  
**Chief Financial Officer**  
 Magdi Ibrahim Ali

  
**Chief Executive Officer**  
 Bader AlDulaimi

  
**Chairman**  
 Mohammed AlDulaimi

The accompanying notes 1 to 23 form an integral part of these interim condensed financial statements.

**INTELLIGENT OUD COMPANY FOR TRADING**  
**SAUDI JOINT STOCK COMPANY**  
**INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**  
**(AMOUNTS IN SAR UNLESS OTHERWISE STATED)**

		For the six-month period ended	
	Notes	30 June 2025	30 June 2024
		(Unaudited)	(Unaudited)
<b>Operating activities</b>			
Net profit before zakat		2,256,166	1,099,952
<b>Adjustments for:</b>			
Depreciation of property and equipment	4	783,526	666,338
Depreciation of right of use assets		265,410	186,828
Amortization of intangible	5	793,984	41,087
Provision for slow moving stock	6	23,333	-
Expected credit losses (reversal)/charge for the period	7	(645,833)	90,687
Finance cost - Loans and lease liability		1,364,502	1,403,924
Employees' end of service benefits		150,845	(21,234)
		4,991,932	3,467,582
<b>Changes in working capital items:</b>			
Inventory		3,149,667	(5,413,238)
Trade receivables		(1,738,121)	2,535,143
Prepaid expenses and other debit balances		(891,857)	(13,548,185)
Due from related parties		-	(4,379)
Trade payables		(2,769,228)	7,422,893
Accrued expenses and other credit balances		614,582	1,306,901
		3,356,976	(4,233,283)
Interest expense paid		(1,364,502)	-
<b>Net cash generated from (used in) operating activities</b>		1,992,474	(4,233,283)
<b>Investing activities</b>			
Purchase of property and equipment	4	(3,224)	(43,987)
Payment made for branding and promotion rights		(999,784)	-
<b>Net cash used in investing activities</b>		(1,003,008)	(43,987)
<b>Financing activities</b>			
Receipt from long term loan		3,003,472	6,000,000
Repayment of long term loan		(1,137,191)	(680,108)
Receipt from short term loan		8,349,222	6,608,636
Repayment of short term loan		(10,687,585)	(8,095,148)
Lease liabilities paid		(329,611)	(153,950)
Due from related party		858,889	(204,167)
<b>Net cash generated from financing activities</b>		57,196	3,475,263
<b>Net change in cash and cash equivalents</b>		1,046,662	(802,007)
Cash and cash equivalents at beginning of the period/year	10	514,142	1,249,184
<b>Cash and cash equivalents at end of the period</b>		1,560,804	447,177

Chief Financial Officer  
Magdi Mahmoud Ali

Chief Executive Officer  
Bader AlDulaimi

Chairman  
Mohammed AlDulaimi

# INTELLIGENT OUD COMPANY FOR TRADING

SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(AMOUNTS IN SAR UNLESS OTHERWISE STATED)

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## 1. ORGANISATION AND ITS ACTIVITY

Intelligent Oud Company for Trading ("the Company") was established as a Saudi limited liability company (LLC), registered in Riyadh, Kingdom of Saudi Arabia on 6 Rabi' al-Thani 1431 AH (corresponding to 21 March 2010) under CR No. 1010284502.

On 2 Muharram 1442 AH, corresponding to 11 August 2021, the partners decided to transform the legal status of the Company from a LLC to a closed joint stock company.

### Listing and trading the company's shares in the Parallel Market ("Nomu"):

On 6 Rabi Al-Thani 1444 (corresponding to: 31, October 2022), the Extraordinary General Assembly approved to increase the Company's capital from SAR ("13,000,000") divided into ("1,300,000") stock, of SAR 10 each to be SAR ("16,250,000 divided into ("1,625,000") shares of SAR ("10") each by issuing ("325,000") new ordinary shares which represent ("20%") of the company's capital after the increase and offering the new ordinary share for initial public offering in Nomu to qualified investor categories.

On 3 Dhu al-Hijjah 1444 AH ("corresponding to 21 June 2023), the Capital Market Authority (CMA) announced the issuance of the CMA Board Resolution approving the request of the Company to register its shares and offer (325,000) shares, representing (20%) of its shares in Nomu.

On 2 October 2023, the Company's shares were listed and began trading on Nomu, with trading code NO ("9579").

The registered office of the Company is located at 7459, Al Ulya Almuruj, 2207, Riyadh, Kingdom of Saudi Arabia.

The Company's activities include the manufacture of room fragrances, deodorizing preparations, oud oil, incense, and cosmetics, wholesale of pharmaceutical goods, cosmetics and soaps, oud, gifts and luxuries, and pharmaceutical warehouse activities.

These financial statements include the accounts of the Company and its branches shown below:

1. Intelligent Oud Company for Trading under CR No. (1010284502) issued by Riyadh on 06/04/1431.
2. Intelligent Oud Company Factory under CR No. (1018000590) issued by Huraymla on 19/1/1438.
3. Intelligent Oud Company for Trading under CR No. (4031293359) issued by Makkah on 12/06/1445.
4. Intelligent Oud Company branch In the United Arab Emirates. license No. 821416 issued by the Dubai Government on 17/12/2018 as a branch of a GCC Company with CR No. (1380699) issued on 17 December 2018.

On 12 Dhul Qa'dah 1446H (corresponding to 10 May 2025), the Company entered into a non-binding memorandum of understanding with Afaq Food Fund, a closed-end investment fund managed by Afaq Financial Company, for the potential acquisition of 100% of the share capital of Thannah Trading Company, owned by the Fund, through a share swap transaction. The Company has appointed Amwal Financial Company as the financial advisor for this transaction.

## 2. BASIS OF PREPARATION

### 2-1 Statement of compliance

The interim condensed financial statements for the six months period ended 30 June 2025 have been prepared in accordance with International Accounting Standards (IAS) 34 Interim Financial Reporting as endorsed in the Kingdom of Saudi Arabia. The Company has prepared the financial statements on the basis that it will continue to operate as a going concern.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2024.

The interim period is considered an integral part of the whole year; however, the results of operations for the interim period may not be a fair indication of the results of operations for the whole year.



**INTELLIGENT OUD COMPANY FOR TRADING**

SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(AMOUNTS IN SAR UNLESS OTHERWISE STATED)

**2. BASIS OF PREPARATION AND CHANGE IN ACCOUNTING POLICIES (CONTINUED)****2-2 Basis of Measurement**

These condensed interim financial statements have been prepared on the historical cost basis, using the accrual basis of accounting and the going concern assumption.

**2-3 Functional and Presentation Currency**

These condensed interim financial statements are presented in Saudi Riyals ("SR"), which represents the Company's functional and presentation currency.

**2-4 New standards, interpretations and amendments adopted by the Company**

New standards, as well as amendments to existing standards, became effective on 1 January 2025 and were disclosed in the Company's annual financial statements. However, these new standards and amendments do not have a material impact on these condensed interim financial statements

**3. USE OF JUDGMENT AND ESTIMATES**

In preparing these condensed interim financial statements, management has made judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues, and expenses. Actual results may differ from these estimates. Estimates and judgments are evaluated regularly and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The significant judgments made by management in applying accounting policies and the main sources of uncertainty in estimates are the same as those applied to the annual financial statements for the year ended 31 December 2024.

**INTELLIGENT OUD COMPANY FOR TRADING**

SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(AMOUNTS IN SAR UNLESS OTHERWISE STATED)

**4. PROPERTY AND EQUIPMENT NET**

Movement in the Property and Equipment during the period/year is as follows:

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Cost</b>		
Balance at beginning of the period/year	<b>15,852,281</b>	13,476,930
Additions during the period/year	<b>10,340</b>	2,375,351
Adjustment during the period/year	<b>(7,116)</b>	-
Balance at end of the period/year	<b>15,855,505</b>	15,852,281
<b>Accumulated depreciation</b>		
Balance at beginning of the period/year	<b>6,917,813</b>	5,610,647
Charge during the period/year	<b>783,526</b>	1,307,166
Balance at end of the period/year	<b>7,701,339</b>	6,917,813
<b>Net book value at the end of the period/year</b>	<b>8,154,166</b>	8,934,468

**5. INTANGIBLE ASSETS NET**

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Cost</b>		
Balance at beginning of the period/year	<b>14,913,389</b>	13,125,938
Additions during the period/year	<b>999,784</b>	1,787,451
Balance at end of the period/year	<b>15,913,173</b>	14,913,389
<b>Accumulated Amortization</b>		
Balance at beginning of the period/year	<b>3,664,950</b>	2,404,138
Charge during the period/year	<b>793,984</b>	1,260,812
Balance at end of the period/year	<b>4,458,934</b>	3,664,950
<b>Net book value at the end of the period/year</b>	<b>11,454,239</b>	11,248,439

**6. INVENTORY**

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Finished goods	<b>1,638,695</b>	4,524,597
Raw materials	<b>1,678,006</b>	1,941,771
Less: provision for slow-moving inventory	<b>(62,858)</b>	(39,525)
<b>Total net</b>	<b>3,253,843</b>	6,426,843

The movement in the provision for slow moving inventory were as follows:

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Balance at the beginning of the period/year	<b>39,525</b>	-
Provision during the period/year	<b>23,333</b>	39,525
<b>Balance at the end of the period/year</b>	<b>62,858</b>	39,525

**INTELLIGENT OUD COMPANY FOR TRADING**

SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(AMOUNTS IN SAR UNLESS OTHERWISE STATED)

**7. TRADE RECEIVABLES**

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Trade receivables	<b>36,776,122</b>	35,038,001
Provision for expected credit losses	<b>(2,909,641)</b>	(3,555,474)
<b>Trade receivables - net</b>	<b>33,866,481</b>	31,482,527

\*Movement in provision for expected credit losses during the period/year is as follows:

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Balance at the beginning of period/year	<b>3,555,474</b>	1,062,344
Provision (reversal)/charged during the period/year	<b>(645,833)</b>	2,493,130
<b>Balance at the end of period/year</b>	<b>2,909,641</b>	3,555,474

**8. PREPAYMENTS AND OTHER CURRENT ASSETS**

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Advance to suppliers	<b>14,807,634</b>	13,605,354
Prepaid expenses	<b>291,708</b>	272,484
Receivable from employees	<b>12,838</b>	144,339
Employee custody	-	168,960
Others	-	29,186
	<b>15,112,180</b>	14,220,323

**9. CASH AND BANK**

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Cash at bank	<b>1,554,823</b>	505,213
Cash in hand	<b>5,981</b>	8,929
<b>Total</b>	<b>1,560,804</b>	514,142

**10. SHARE CAPITAL**

The value of the capital on 30 June 2025 and 31 December 2024 is SAR 19,500,000, divided into 1,950,000 shares, each share is worth SAR 10.

**INTELLIGENT OUD COMPANY FOR TRADING**

SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(AMOUNTS IN SAR UNLESS OTHERWISE STATED)

**11. LONG TERM LOANS**

The Company obtained credit facilities from Saudi banks and local financing companies licensed by the Saudi Central Bank in the form of long-term loans to finance working capital requirements, especially as these facilities bear financial expenses based on prevailing market prices.

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Commercial bank borrowings – note 11.1	<b>838,547</b>	1,097,943
Finance company borrowings – note 11.2	<b>8,342,556</b>	5,670,213
Social development bank borrowings 11.3	<b>2,361,299</b>	2,907,965
	<b>11,542,402</b>	9,676,121

**11.1 Commercial bank borrowings**

During 2023, The Company obtained long-term bank facilities with a local bank ('Riyad Bank'), totaling SAR 2,500,000. During the six-month period, the Company repaid SAR 417,869 (31 December 2024 SAR 797,976). This agreement remains in effect until 7 December 2026. These borrowings are secured by bearer promissory notes issued in the name of the Company and Mr. Badr Al-Dulaimi (shareholder). Also, Mr. Mohammed Al-Dulaimi (shareholder), Mr. Abdul Latif Al-Dulaimi (shareholder), and Mr. Abdul Majeed Al-Dulaimi (shareholder)

**11.2 Finance Company borrowings**

During 2024, the Company obtained long-term borrowings from Afaq Capital Company with a total value of SAR 6 million, carrying annual interest of 12%. The final repayment is due in April 2027. During the current period, the Company obtained an additional borrowing of SAR 3 million for the purpose of financing working capital, also carrying annual interest of 12%. The first repayment installment is due in May 2026, with the final repayment due in May 2028. These borrowings are secured by bearer promissory notes issued in the name of the Company and Mr. Badr Al-Dulaimi (stockholder). Also, Mr. Mohammed Al-Dulaimi (stockholder), Mr. Abdul Latif Al-Dulaimi (stockholder), and Mr. Abdul Majeed Al-Dulaimi (stockholder).

**11.3 Social Development Bank Borrowings**

During 2022, The Company obtained long-term bank facilities from 'Social Development Bank', totaling SAR 6,000,000 for 5 years. Finance costs charged for the finance term amounted to SAR 1,200,000 over the loan tenure. SAR 666,666 was repaid during six month period in 2025 (31 December 2024: SAR 1,666,666). This agreement remains in effect until 7 December 2026. The Company, as per the agreement terms is required to comply with certain financial covenants which include restrictions on cash dividends, capital expenditures, and expenditure of rentals.

**Long-term borrowings are presented in the interim statement of financial position as follows:**

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Non-current portion of loans	<b>6,988,963</b>	6,001,248
Current portion of loans	<b>4,553,439</b>	3,674,873
	<b>11,542,402</b>	9,676,121

**12. SHORT-TERM LOANS**

The Company obtained credit facilities from Saudi banks and local financing companies licensed by the Saudi Central Bank in the form of short-term loans to finance the requirements of working capital in particular. These facilities bear financial expenses based on prevailing market prices.

	<b>30 June 2025</b>	<b>31 December 2024</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Local bank borrowings	<b>5,324,775</b>	4,178,748
Finance Company Loans	<b>1,286,389</b>	4,770,779
	<b>6,611,164</b>	8,949,527

The loans include certain financial covenants. Management monitors the covenants on a monthly basis, taking measures to ensure compliance with the covenants and financial conditions. There was no non-compliance with any of the contract covenants during the period ending 30 June 2025.

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**13. TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

The following table provides the total amount of transactions that have been entered into with related parties during the six months ended 30 June 2025 (30 June 2024) as well as balances with related parties as at 30 June 2025 (31 December 2024).

**13-1 The significant transactions with related parties are as follows:**

The following table shows the significant transactions with the related party during the period:

Related Parties	Nature of Relationship	Nature of Transactions	Transaction during the period			
			30 June 2025		30 June 2024	
			(Unaudited)		(Unaudited)	
			Debit	Credit	Debit	Credit
Badr Abdul Rahman Al-Dulaimi	Shareholder	Operating expenses paid on behalf	271,960	1,130,849	204,167	-
Abdul Majeed Abdul Rahman Al-Dulaimi	Shareholder	Operating	-	-	50,000	-
Abdul Latif Abdul Rahman Al-Dulaimi	Shareholder	Payment for expenses	153,709	-	-	-
		Operating expenses	153,709			
Mohammed Abdul Rahman Al-Dulaimi	Shareholder	Payment for expenses	78,317	-	-	45,620
		Operating expenses	78,317	-	-	-

**13-2 Due to related parties**

Following are balances due to related parties as at period / year end.

	30 June 2025	31 December 2024
	(Unaudited)	(Audited)
Badr Abdul Rahman Al-Dulaimi	976,637	117,748

**13-3 The remuneration of key management personnel is as follows:**

	Nature of transaction	June 30, 2025	June 30, 2025
		(Unaudited)	(Unaudited)
Key Management personnel	Salaries and benefits	674,619	623,900

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**14. ZAKAT PROVISION**

The Company filed its zakat returns to Zakat, Tax, and Customs Authority ("ZATCA") until the year ended 31 December 2024. The Company has obtained certificate valid until 10 Shawwal 1445 AH, corresponding to 30 April 2024.

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of period/year	872,971	450,424
Zakat for the period/year	321,244	1,012,336
Paid during the period/year	-	(589,789)
<b>Balance at the end of the period/year</b>	<b>1,194,215</b>	<b>872,971</b>

**15. REVENUE**

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Sales	11,648,529	10,483,750
Discount allowed	(766,392)	(134,052)
	<b>10,882,137</b>	<b>10,349,698</b>

Revenue analysis by geographic information is as follows:

	30 June 2025	30 June 2024
Revenue inside KSA	10,645,178	9,359,270
Revenue inside other GCC & internationally	236,959	990,428
<b>Total</b>	<b>10,882,137</b>	<b>10,349,698</b>

Revenue is recognized at a certain point in time as the performance obligation is satisfied at the point of sale.

**16. FINANCE COST**

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Finance cost of borrowings	1,305,695	1,352,776
Finance cost on lease liabilities	58,807	51,148
	<b>1,364,502</b>	<b>1,403,924</b>

**17. EARNING PER SHARE**

Basic earnings per share is calculated by dividing the net profit for the period attributable to the shareholders of the company by the weighted average number of outstanding shares at the end of the period.

There were no items that had a dilutive effect on earnings per share; therefore, basic earnings per share are equal to diluted earnings per share.

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited) (Restated)
Net profit attributable to ordinary share holders' basic earnings	1,934,922	528,246
Weighted average number of ordinary shares for basic EPS	1,950,000	1,950,000
Basic and diluted earnings per share	<b>0.99</b>	<b>0.26</b>

The weighted average number of shares has been retrospectively adjusted for the comparative period to reflect the effect of bonus shares issued by the company in 2024.

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### 18. SEGMENT INFORMATION

The Company reviews its performance and makes resource allocation decisions as a single operating unit. All of the Company's operations share similar economic characteristics and operate in the same market environment, which means they constitute a single operating segment. Accordingly, the Company has no separate operating segments, as all revenues from its activities are generated through a single operating segment, represented by revenues the manufacture of room fragrance and deodorant preparations, the manufacture of oud and oud oil, the manufacture of incense, the manufacture of cosmetic preparations, the wholesale sale of pharmaceutical goods, the wholesale sale of cosmetic preparations and soap, the wholesale sale of oud and incense, the wholesale sale of gifts and luxuries, and the activities of drug warehouses. Therefore, there are no operating segments to be disclosed. Further, the Company has geographical segments, as some of revenues from its activities are generated outside the Kingdom of Saudi Arabia (refer to revenue note.12); however, it does not qualify for segment reporting, therefore, there are no geographical segments to be disclosed.

### 19. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

There have been no changes in the risk management policies during the period, consequently these condensed interim financial statements does not include all the financial risk management information and disclosures required in the audited annual financial statements.

### 20. FAIR VALUE OF FINANCIAL INSTRUMENTS

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. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets (i.e. listed equity shares) are based on the quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Company is current bid price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

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

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The fair value measurement hierarchy is not presented because all the financial assets and liabilities of the company are measured at Amortized cost. Amortized cost is reasonable approximation of their fair value because of the nature of these balances.

### 21. CONTINGENCIES AND CAPITAL COMMITMENTS

The Company has no contingencies or capital commitments as at period end 30 June 2025.

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**22. SUBSEQUENT EVENTS**

On 27 Safar 1447H (corresponding to 21 August 2025), the Company announced that the Extraordinary General Assembly, held on 26 Safar 1447H (corresponding to 20 August 2025), approved the change of the Company's name to Rimath Hospitality Company.

Except for the above, management believes that there are no other material subsequent events after the date of these condensed interim financial statements or before their issuance that would require adjustment to, or disclosure in, these condensed interim financial statements.

**23. APPROVAL OF THE FINANCIAL STATEMENTS**

These interim condensed financial statements were approved by the Board of Directors on 4 Rabi' al-Awwal 1447AH (corresponding to 27 August 2025).