

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
together with
INDEPENDENT AUDITOR'S REVIEW REPORT
For the nine-month period ended 30 September 2025



KPMG Professional Services Company

Roshn Front, Airport Road
P. O. Box 92876
Riyadh 11663
Kingdom of Saudi Arabia
Commercial Registration No. 1010425494

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

واجهة روشن ، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed consolidated interim financial statements

To the Shareholders of Derayah Financial Company (A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying 30 September 2025 condensed consolidated interim financial statements of Derayah Financial Company ("the Company") and its subsidiary ("the Group") which comprises:

- the condensed consolidated statement of financial position as at 30 September 2025;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2025;
- the condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2025;
- the condensed consolidated statement of cash flows for the nine-month period ended 30 September 2025; and
- the notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim 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' that is endorsed in the Kingdom of Saudi Arabia. A review of condensed consolidated interim financial statements 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 30 September 2025 condensed consolidated interim financial statements of Derayah Financial Company and its subsidiary are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services Company

Saleh Mohammed S Mostafa

License No: 524

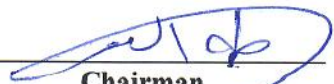
Riyadh on: 19 Jumada Al-Awwal 1447H

Corresponding to: 10 November 2025



DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 September 2025
Amount in Saudi Arabian Riyals

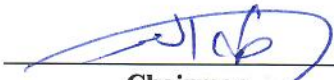
	<u>Notes</u>	30 September 2025 (Unaudited)	31 December 2024 (Audited)
<u>ASSETS</u>			
Non-Current Assets			
Property and equipment, net	6	96,142,749	99,880,882
Right-of-use assets, net		17,035,019	4,751,275
Intangible assets, net	7	22,393,452	16,840,837
Investment property, net	8	72,430,853	73,396,453
Investment in an associate	9	191,459,770	191,228,200
Investments at amortised cost, net	10	41,562,838	46,196,876
Investments at fair value through profit or loss	11	476,669,914	322,207,781
Investments at fair value through other comprehensive income	12	14,566,697	15,345,664
Total Non-Current Assets		932,261,292	769,847,968
Current Assets			
Investments at amortised cost, net	10	--	5,007,926
Investments at fair value through profit or loss	11	15,275,864	16,127,945
Margin client receivables, net	13	66,795,576	65,988,156
Prepayments		12,594,344	4,669,399
Other current financial assets, net	14	280,706,169	263,519,143
Due from funds under management, net	15	22,401,666	36,281,707
Cash and cash equivalents, net	16	61,236,528	65,057,236
Total Current Assets		459,010,147	456,651,512
Total Assets		1,391,271,439	1,226,499,480
<u>LIABILITIES AND EQUITY</u>			
Non-Current Liabilities			
Employees' defined benefit obligations		27,622,911	25,177,923
Employee Equity Award Plan ("EEAP")		73,085,130	60,216,465
Unearned revenue		29,382,344	29,382,344
Lease liability – non-current portion		12,038,251	2,269,974
Total Non-Current Liabilities		142,128,636	117,046,706
Current Liabilities			
Accrued expenses and other payables	17	75,454,817	127,085,436
Zakat payable	18	23,186,685	24,567,036
Total Current Liabilities		98,641,502	151,652,472
Total Liabilities		240,770,138	268,699,178
Equity			
Share capital	19	499,470,390	499,470,390
Statutory reserve		48,687,039	48,687,039
Fair value reserve		(11,687,496)	(10,908,529)
Other reserves		(9,465,732)	(8,338,912)
Shareholders' contribution		14,130,000	14,130,000
Treasury share reserve	20	(12,279,020)	(14,130,000)
Employee Share Ownership Plan ("ESOP") reserve	21	13,222,572	--
Retained earnings		608,423,548	428,890,314
Total Equity		1,150,501,301	957,800,302
Total Liabilities and Equity		1,391,271,439	1,226,499,480

 Chairman	 Chief Executive Officer	 Chief Financial Officer
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The attached notes 1 to 37 form part of these condensed consolidated interim financial statements

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
For the three-month and nine-month period ended 30 September 2025 (Unaudited)
Amount in Saudi Arabian Riyals

	Notes	For the three-month period ended		For the nine-month period ended	
		30 September 2025	30 September 2024	30 September 2025	30 September 2024
Operating Income					
Revenue from contract with customers	23	173,238,456	159,036,603	505,439,219	470,871,849
Special commission income including on client money accounts	24	59,193,876	46,737,050	138,486,888	155,442,857
Gain on financial assets at fair value through profit or loss, net	25	1,840,273	3,388,832	29,743,769	16,568,775
Rental income on investment property		1,500,000	--	4,500,000	--
Dividend income		1,925,302	677,690	3,901,363	1,153,724
Total Operating Income		237,697,907	209,840,175	682,071,239	644,037,205
Operating Expenses					
Salaries and employee related expenses	26	(53,016,558)	(33,932,629)	(142,036,773)	(109,072,150)
Other general and administrative expenses	27	(41,151,909)	(42,642,911)	(116,348,050)	(140,742,661)
Marketing expenses		(4,702,898)	(1,614,079)	(9,295,565)	(5,717,490)
Finance costs		(1,752,983)	(1,502,931)	(4,026,307)	(4,941,405)
Reversal for expected credit losses, net		46,046	7,981	37,075	1,333,872
Total Operating Expenses		(100,578,302)	(79,684,569)	(271,669,620)	(259,139,834)
Operating Profit		137,119,605	130,155,606	410,401,619	384,897,371
Other income, net	28	2,271,683	1,787,471	11,223,181	7,294,344
Share of loss in an associate	9	(36,116,800)	(19,635,400)	(98,566,000)	(45,874,800)
Profit for the period before zakat		103,274,488	112,307,677	323,058,800	346,316,915
Zakat charge for the period	18	(3,593,398)	(4,000,000)	(10,093,398)	(10,000,000)
Profit for the period		99,681,090	108,307,677	312,965,402	336,316,915
<i>Other comprehensive (loss) / income not to be reclassified to profit or loss subsequently</i>					
Financial assets at fair value through other comprehensive income – net change in fair value		103,863	441,416	(778,967)	(4,699,773)
Remeasurement loss on employees' defined benefit obligations		172,470	397,575	(184,822)	(652,187)
Remeasurement loss on employee equity award plan		--	(3,631,535)	(1,359,198)	(2,848,410)
Share of other comprehensive income in an associate		--	--	417,200	--
Other comprehensive income / (loss) for the period		276,333	(2,792,544)	(1,905,787)	(8,200,370)
Total comprehensive income for the period		99,957,423	105,515,133	311,059,615	328,116,545
Earnings Per Share					
Basic and diluted earnings per share	29	0.41	0.45	1.29	1.39


Chairman

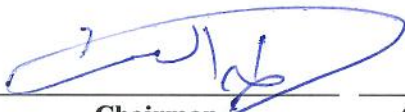

Chief Executive Officer


Chief Financial Officer

The attached notes 1 to 37 form part of these condensed consolidated interim financial statements

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the nine-month period ended 30 September 2025 (Unaudited)
Amount in Saudi Arabian Riyals

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>Fair value reserve</u>	<u>Other reserves</u>	<u>Shareholders' contribution</u>	<u>Treasury share reserve</u>	<u>ESOP reserve</u>	<u>Retained earnings</u>	<u>Total</u>
As at 1 January 2025 (Audited)	499,470,390	48,687,039	(10,908,529)	(8,338,912)	14,130,000	(14,130,000)	--	428,890,314	957,800,302
Profit for the period	--	--	--	--	--	--	--	312,965,402	312,965,402
Other comprehensive loss for the period	--	--	(361,767)	(1,544,020)	--	--	--	--	(1,905,787)
Total comprehensive income / (loss) for the period	--	--	(361,767)	(1,544,020)	--	--	--	312,965,402	311,059,615
Allocation of treasury shares (note 20 & 21)	--	--	--	--	--	--	40,987,272	--	40,987,272
Issuance of treasury shares (note 20 & 21)	--	--	--	--	--	1,850,980	(27,764,700)	25,913,720	--
Dividend distribution (note 22)	--	--	--	--	--	--	--	(159,345,888)	(159,345,888)
As at 30 September 2025	<u>499,470,390</u>	<u>48,687,039</u>	<u>(11,270,296)</u>	<u>(9,882,932)</u>	<u>14,130,000</u>	<u>(12,279,020)</u>	<u>13,222,572</u>	<u>608,423,548</u>	<u>1,150,501,301</u>





Chairman **Chief Executive Officer** **Chief Financial Officer**

The attached notes 1 to 37 form part of these condensed consolidated interim financial statements

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the nine-month period ended 30 September 2025 (Unaudited)
Amount in Saudi Arabian Riyals

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>Fair value reserve</u>	<u>Other reserves</u>	<u>Shareholders' contribution</u>	<u>Treasury share reserve</u>	<u>ESOP reserve</u>	<u>Retained earnings</u>	<u>Total</u>
As at 1 January 2024 (Audited)	162,290,130	48,687,039	(4,832,581)	(8,167,870)	--	--	--	613,831,390	811,808,108
Profit for the period	--	--	--	--	--	--	--	336,316,915	336,316,915
Other comprehensive loss for the period	--	--	(4,699,773)	(3,500,597)	--	--	--	--	(8,200,370)
Total comprehensive income / (loss) for the period	--	--	(4,699,773)	(3,500,597)	--	--	--	336,316,915	328,116,545
Issuance of share capital (note 19)	337,180,260	--	--	--	--	--	--	(337,180,260)	--
Treasury shares acquired (note 20)	--	--	--	--	14,130,000	(14,130,000)	--	--	--
Dividend distribution	--	--	--	--	--	--	--	(291,663,234)	(291,663,234)
As at 30 September 2024	<u>499,470,390</u>	<u>48,687,039</u>	<u>(9,532,354)</u>	<u>(11,668,467)</u>	<u>14,130,000</u>	<u>(14,130,000)</u>	<u>--</u>	<u>321,304,811</u>	<u>848,261,419</u>

Chairman

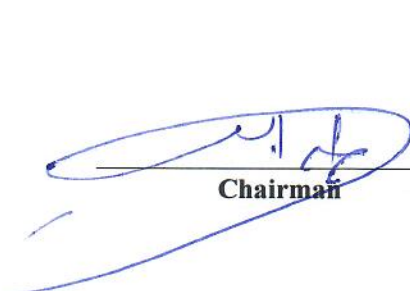
Chief Executive Officer

Chief Financial Officer

The attached notes 1 to 37 form part of these condensed consolidated interim financial statements

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the nine-month period ended 30 September 2025 (Unaudited)
Amount in Saudi Arabian Riyals

	<u>Notes</u>	30 September 2025	30 September <u>2024</u>
OPERATING ACTIVITIES			
Profit for the period before zakat		323,058,800	346,316,915
<i>Non-cash adjustment to reconcile income before zakat to net cash flows:</i>			
Depreciation	27	8,768,352	9,316,095
Amortisation	27	4,974,135	5,068,673
Provisions for employees' defined benefit obligations		2,860,688	2,701,593
Employee share ownership plan expense	21	40,987,272	--
Provisions for employee equity award plan	26	1,149,562	--
Gain on financial assets at fair value through profit or loss, net	25	(29,743,769)	(16,568,775)
Reversal for expected credit losses		(37,075)	(1,333,873)
Amortisation of discount on investment at amortised cost		(362,395)	(189,591)
Finance cost		4,026,307	5,130,996
Share of loss in an associate	9	98,566,000	45,874,800
Special commission income including on client money accounts		(132,301,197)	(155,442,857)
Gain on settlement of employee equity award plan	28	(110,400)	--
Dividend income		(3,901,363)	(1,153,724)
Operating cash flows before working capital changes		317,934,917	239,720,252
Margin client receivables, net		(800,000)	10,651,614
Other current financial assets, net		(13,140,521)	7,096,856
Prepayments		(7,924,945)	359,848
Due from funds under management, net		13,883,440	22,626,802
Accrued expenses and other payables		(52,546,843)	15,214,183
Employee equity award plan		11,974,600	--
		269,380,648	295,669,555
Special commission income including on client money accounts received		128,271,746	167,320,621
Purchase of financial assets at fair value through profit or loss		(162,374,617)	(229,933,843)
Proceeds from sale of financial assets at fair value through profit or loss		38,508,334	91,460,752
Dividend received		3,901,363	1,153,724
Settlement of employee equity award plan		(3,670,800)	--
Employees' defined benefit obligations paid		(1,544,694)	(5,303,844)
Zakat paid		(11,473,749)	(11,354,471)
Finance cost paid		(751,280)	(1,409,693)
Cash generated from operating activities		260,246,951	307,602,801

 Chairman	 Chief Executive Officer	 Chief Financial Officer
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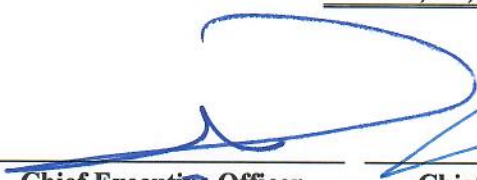
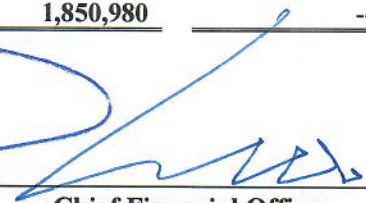
The attached notes 1 to 37 form part of these condensed consolidated interim financial statements

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the nine-month period ended 30 September 2025 (Unaudited)
Amount in Saudi Arabian Riyals

	<u>Notes</u>	30 September 2025	30 September <u>2024</u>
INVESTING ACTIVITIES			
Purchase of investments at amortised cost		--	(25,666,054)
Proceeds from maturity of investments at amortised cost		10,008,603	5,000,000
Additions to property and equipment	6	(2,703,298)	(7,544,850)
Additions to intangible assets	7	(10,526,750)	(7,801,179)
Additions to investment property	8	--	(74,413,340)
Investment in an associate	9	(98,380,370)	--
Cash used in investing activities		(101,601,815)	(110,425,423)
FINANCING ACTIVITIES			
Dividend paid	22	(159,345,888)	(146,061,117)
Lease liability paid		(3,124,914)	(1,614,374)
Cash used in financing activities		(162,470,802)	(147,675,491)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS DURING THE PERIOD			
		(3,825,666)	49,501,887
Cash and cash equivalents at the beginning of the period	16	65,066,425	20,891,009
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	16	61,240,759	70,392,896

NON-CASH SUPPLEMENTAL INFORMATION

Issuance of treasury shares	20	1,850,980	--
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 Chairman	 Chief Executive Officer	 Chief Financial Officer
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DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

1 ACTIVITIES

Derayah Financial Company (“the Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia. The Company operates under Commercial Registration No. 1010266977 dated 04 Jumada I 1430H (corresponding to 29 April 2009).

The principal activities of the Company are to provide custody, advising, arranging, dealing, managing investments and operating funds. The Company commenced its business on 8 Rajab 1430H (corresponding to 1 July 2009) under license number 08109-27 from the Capital Market Authority (“CMA”), dated 12 Jumada II 1429H (corresponding to 16 June 2008). The Company’s registered office is located at the following address:

Third Floor, Prestige Center
Al Takhassousi Street, Al Olaya
P.O. Box 286546, Riyadh 12331
Kingdom of Saudi Arabia

The Company has branches in Dammam and Jeddah operating under commercial registration number 2050101980 dated 23 Shawwal 1435H (corresponding to 19 August 2014) and commercial registration number 4030286122 dated 13 Safar 1437H (corresponding to 25 November 2015), respectively.

The condensed consolidated interim financial statements comprise the financial information of the Company and its subsidiary, Derayah Gulf Real Estate Fund (together referred to as the ‘Group’) (note 2.4).

On 07 July 2024, the shareholders of the Company resolved to initiate an Initial Public Offering (IPO). Subsequently, on 23 January 2025, the Company formally announced its intention to proceed with the IPO through the sale of 49,947,039 existing ordinary shares by its pre-IPO shareholders on a pro-rata basis.

The Company announced the commencement of the institutional book-building period from 2 February 2025 to 9 February 2025, and the retail subscription period from 20 February 2025 to 22 February 2025, with an offer price of SR 30 per share. The allocation of shares to new investors was completed on 27 February 2025, and trading of the Company’s shares on the Saudi Stock Exchange began on 10 March 2025. Subsequently, the legal status of the Company was changed from a Closed Joint Stock Company (“CJSC”) to a Saudi Joint Stock Company (“SJSC”).

<i>Shareholders</i>	<i>Pre-Offering</i>			<i>Post-Offering</i>		
	No. of shares	Ownership (%)	Nominal Value	No. of shares	Ownership (%)	Nominal Value
Pre-IPO shareholders	249,735,195	100%	499,470,390	199,788,156	80%	399,576,312
Public	--	--	--	49,947,039	20%	99,894,078
	<u>249,735,195</u>	<u>100%</u>	<u>499,470,390</u>	<u>249,735,195</u>	<u>100%</u>	<u>499,470,390</u>

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting” as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

These condensed consolidated interim financial statements do not include all the information and disclosures required for a complete set of financial statements under International Financial Reporting Standards (“IFRS”) as endorsed in Kingdom of Saudi Arabia and should be read in conjunction with the Group’s latest annual consolidated financial statements for the year ended 31 December 2024.

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

2 BASIS OF PREPARATION (CONTINUED)

2.2 Basis of measurement and presentation

These condensed consolidated interim financial statements have been prepared under the historical cost convention, except for the following material items in the condensed consolidated interim statement of financial position:

- Investment at fair value through profit or loss (“FVTPL”) and fair value through other comprehensive income (“FVOCI”) is measured at fair value.
- Employees’ defined benefit obligations and employee equity award plan are recognised at the present value of future obligations using the projected unit credit method.

2.3 Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Riyal (“SR”); which represents the functional currency of the Company and Derayah Gulf Real Estate Fund. All the financial information has been rounded off to the nearest Saudi Riyal except where otherwise indicated.

2.4 Basis of consolidation

Consolidation of a subsidiary begins when control of the subsidiary is transferred to Derayah Financial Company and ceases when the Group loses such control. The assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the condensed consolidated interim financial statements from the date on which control is transferred to the Company and until the Company ceases to exercise such control.

The Group performs a reassessment to ascertain whether or not it exercises control over the investee when facts and circumstances indicate that there is a change in the elements of control.

When necessary, adjustments are made to the financial statements of the subsidiaries to bring their accounting policies in line with those of the Group. All interrelated assets and liabilities, equity, income, expenses and cash flows related to intra-group transactions, are eliminated in full upon consolidation of the financial statements.

The Company has investment amounting to SR 74 million (representing 100% unitholding) in Derayah Gulf Real Estate Fund, a privately placed real estate investment fund managed by the Company. The Fund’s aim to achieve returns on capital for unitholders through the acquisition of an income generating property in the Kingdom of Saudi Arabia. These condensed consolidated interim financial statements include information of the Company and its fully owned subsidiary Derayah Gulf Real Estate Fund.

Moreover, the Company has a subsidiary (99.5% shareholding), Derayah Technology Services, in Egypt with a share capital of USD 1 million. Derayah Technology Services has no material impact on the financial statements and has therefore not been consolidated in these condensed consolidated interim financial statements. The nature and purpose of the subsidiary is to provide information technology services to Derayah Financial Company.

3 MATERIAL ACCOUNTING POLICIES

The material accounting and risk management policies used in the preparation of these condensed consolidated interim financial statements are consistent with those used and disclosed in the financial statements for the year ended 31 December 2024, except for the newly adopted as following:

3.1 Employee Share Ownership Plan

The Company operates an employee share ownership plan under which stock units are granted to eligible employees as part of the Group’s share-based compensation arrangements. These awards are equity-settled and are accounted for in accordance with IFRS 2 “Share-based Payment”.

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

3 MATERIAL ACCOUNTING POLICIES (CONTINUED)

3.1 Employee Share Ownership Plan (continued)

The cost of the equity-settled share-based payment transactions is recognized over the vesting period, being the period during which the specified service conditions are satisfied, ending on the date the employees become unconditionally entitled to the shares (the "vesting date"). The cumulative expense recognized at each reporting date reflects the extent to which the vesting period has elapsed and the Company's best estimate of the number of equity instruments that are expected to ultimately vest. The expense recognized in the consolidated statement of profit or loss for a reporting period represents the movement in cumulative expense recognized between the beginning and end of that period.

4 SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUMPTIONS

In preparing these condensed consolidated interim financial statements, management has made 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.

The significant assumptions made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are consistent with those used and disclosed in the financial statements for the year ended 31 December 2024.

5 STANDARDS ISSUED BUT NOT YET EFFECTIVE

The following are number of new standards are effective for annual periods beginning after 1 January 2025 and earlier application is permitted; however, the Group has not early adopted the new or amended standards in preparing these condensed consolidated interim financial statements.

New standards, amendments and interpretations adopted in preparation of these condensed consolidated interim financial statements

Standard, interpretation, amendments	Description	Effective Date
Amendment to IFRS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment sets out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	Annual periods beginning on or after January 1, 2025

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

5 STANDARDS ISSUED BUT NOT YET EFFECTIVE (CONTINUED)

New standards, amendments and interpretations issued but not yet effective and not early adopted

Standard, interpretation, amendments	Description	Effective Date
Amendments to IFRS 10 and IAS 28 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only applies to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	Annual periods beginning on or after January 1, 2026
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations. It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences.	Annual periods beginning on or after January 1, 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date, it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	Annual periods beginning on or after January 1, 2027

The new and amended standards mentioned above are not expected to have a significant impact on the Group's condensed consolidated interim financial statements.

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

6 PROPERTY AND EQUIPMENT, NET

30 September 2025	<u>Land</u>	<u>Leasehold improvements</u>	<u>Computers and office equipment</u>	<u>Furniture, fixtures and fittings</u>	<u>Work in progress</u>	<u>Total</u>
<i>Cost</i>						
As at 1 January 2025	73,251,852	9,773,203	60,313,559	1,394,341	3,635,427	148,368,382
Additions during the period	--	--	2,690,710	12,588	--	2,703,298
Written off during the period	--	--	(12,637,322)	--	--	(12,637,322)
As at 30 September 2025	<u>73,251,852</u>	<u>9,773,203</u>	<u>50,366,947</u>	<u>1,406,929</u>	<u>3,635,427</u>	<u>138,434,358</u>
<i>Accumulated depreciation</i>						
As at 1 January 2025	--	5,068,447	42,907,713	511,340	--	48,487,500
Charge during the period	--	1,162,640	5,068,932	209,859	--	6,441,431
Written off during the period	--	--	(12,637,322)	--	--	(12,637,322)
As at 30 September 2025	<u>--</u>	<u>6,231,087</u>	<u>35,339,323</u>	<u>721,199</u>	<u>--</u>	<u>42,291,609</u>
Net book value as at 30 September 2025	<u>73,251,852</u>	<u>3,542,116</u>	<u>15,027,624</u>	<u>685,730</u>	<u>3,635,427</u>	<u>96,142,749</u>
31 December 2024 (Audited)	<u>Land</u>	<u>Leasehold improvements</u>	<u>Computers and office equipment</u>	<u>Furniture, fixtures and fittings</u>	<u>Work in progress</u>	<u>Total</u>
<i>Cost</i>						
As at 1 January 2024	12,299,352	9,773,203	50,587,260	1,394,341	2,826,614	76,880,770
Additions during the year	60,952,500	--	4,967,758	--	5,567,354	71,487,612
Capitalised during the year	--	--	4,758,541	--	(4,758,541)	--
As at 31 December 2024	<u>73,251,852</u>	<u>9,773,203</u>	<u>60,313,559</u>	<u>1,394,341</u>	<u>3,635,427</u>	<u>148,368,382</u>
<i>Accumulated depreciation</i>						
As at 1 January 2024	--	3,489,813	35,058,572	155,744	--	38,704,129
Charge during the year	--	1,578,634	7,849,141	355,596	--	9,783,371
As at 31 December 2024	<u>--</u>	<u>5,068,447</u>	<u>42,907,713</u>	<u>511,340</u>	<u>--</u>	<u>48,487,500</u>
Net book value as at 31 December 2024	<u>73,251,852</u>	<u>4,704,756</u>	<u>17,405,846</u>	<u>883,001</u>	<u>3,635,427</u>	<u>99,880,882</u>

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

7 INTANGIBLE ASSETS, NET

Intangible assets comprise of internally developed and externally acquired softwares:

30 September 2025	<u>Work in progress</u>	<u>Softwares</u>	<u>Total</u>
<i>Cost</i>			
As at 1 January 2025	3,432,865	65,585,038	69,017,903
Additions during the period	5,280,605	5,246,145	10,526,750
Capitalised during the period	(4,853,113)	4,853,113	--
As at 30 September 2025	3,860,357	75,684,296	79,544,653
<i>Accumulated amortisation</i>			
As at 1 January 2025	--	52,177,066	52,177,066
Charge during the period	--	4,974,135	4,974,135
As at 30 September 2025	--	57,151,201	57,151,201
Net book value as at 30 September 2025	3,860,357	18,533,095	22,393,452
	<u>Work in progress</u>	<u>Softwares</u>	<u>Total</u>
31 December 2024 (Audited)			
<i>Cost</i>			
As at 1 January 2024	2,719,895	57,774,790	60,494,685
Additions during the year	712,970	7,810,248	8,523,218
As at 31 December 2024	3,432,865	65,585,038	69,017,903
<i>Accumulated amortisation</i>			
As at 1 January 2024	--	45,151,081	45,151,081
Charge during the year	--	7,025,985	7,025,985
As at 31 December 2024	--	52,177,066	52,177,066
Net book value as at 31 December 2024	3,432,865	13,407,972	16,840,837

8 INVESTMENT PROPERTY, NET

30 September 2025	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<i>Cost</i>			
As at 1 January 2025	22,914,702	51,629,888	74,544,590
Additions during the period	--	--	--
As at 30 September 2025	22,914,702	51,629,888	74,544,590
<i>Accumulated depreciation</i>			
As at 1 January 2025	--	1,148,137	1,148,137
Charge during the period	--	965,600	965,600
As at 30 September 2025	--	2,113,737	2,113,737
Net book value as at 30 September 2025	22,914,702	49,516,151	72,430,853

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

8 INVESTMENT PROPERTY, NET (CONTINUED)

31 December 2024 (Audited)	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<i>Cost</i>			
As at 1 January 2024	--	--	--
Additions during the period	22,914,702	51,629,888	74,544,590
As at 31 December 2024	22,914,702	51,629,888	74,544,590
<i>Accumulated depreciation</i>			
As at 1 January 2024	--	--	--
Charge during the period	--	1,148,137	1,148,137
As at 31 December 2024	--	1,148,137	1,148,137
Net book value as at 31 December 2024	22,914,702	50,481,751	73,396,453

The Group's investment property comprises residential villas located in Al Azizia District, Al Khobar City, Eastern Province. These properties are held by Derayah Gulf Real Estate Fund, a wholly owned subsidiary of the Company. The average fair value of the investment property was determined to be SR 75.2 million based on independent valuations.

9 INVESTMENT IN AN ASSOCIATE

The Group holds 20% equity in D360 Bank. The Group has determined that it has significant influence over D360 Bank and has accounted for the investment using the equity method. Below is the movement in the carrying value of investment in an associate.

	30 September 2025	31 December 2024 (Audited)
Balance at the beginning of the period / year	191,228,200	263,852,000
Investment made during the period / year (note 9.1 and 9.2)	98,380,370	--
Share of loss during the period / year	(98,566,000)	(72,014,400)
Share of other comprehensive loss during the period / year	417,200	(609,400)
Balance at the end of the period / year	191,459,770	191,228,200

9.1 During the period, the Group subscribed to 9,838,037 ordinary shares issued by D360 Bank at a subscription price of SR 10 per share, resulting in a total investment of SR 98.38 million. The subscription was made as part of a rights issue by D360 Bank.

9.2 This includes shares subscribed in connection with the Group's employee equity award plan, comprising both the portion subscribed by the Group and the portion paid by eligible employees.

10 INVESTMENTS AT AMORTISED COST, NET

	30 September 2025	31 December 2024 (Audited)
Investment at amortized cost (note 10.1)	41,565,516	51,211,724
Allowance for expected credit losses	(2,678)	(6,922)
	41,562,838	51,204,802

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

10 INVESTMENTS AT AMORTISED COST, NET (CONTINUED)

10.1 The breakup of the investment is as follows:

	<u>Maturity date</u>	30 September 2025	31 December 2024 (Audited)
Kingdom of Saudi Arabia Sukuk	23 March 2025	--	5,008,603
Banque Saudi Fransi Sukuk	Perpetual	2,000,000	2,000,000
Kingdom of Saudi Arabia Sukuk	23 March 2030	8,856,495	8,757,703
Saudi Awwal Bank Sukuk	22 July 2030	--	5,000,000
Kingdom of Saudi Arabia Sukuk	17 June 2031	8,726,569	8,600,431
Kingdom of Saudi Arabia Sukuk	17 August 2031	3,742,305	3,739,456
Kingdom of Saudi Arabia Sukuk	17 March 2032	8,769,997	8,666,923
Kingdom of Saudi Arabia Sukuk	17 August 2032	1,996,641	1,995,988
Kingdom of Saudi Arabia Sukuk	17 August 2033	3,740,836	3,737,872
Kingdom of Saudi Arabia Sukuk	24 April 2049	3,732,673	3,704,748
		41,565,516	51,211,724

The Sukuk are earning commission income at profit rates ranging from 2.60% to 4.64% (31 December 2024: 1.64% to 4.64%) per annum.

Sukuk with maturity date of less than 12 months	--	5,007,926
Sukuk with maturity date after 12 months	41,562,838	46,196,876
	41,562,838	51,204,802

11 INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Investments at FVTPL consists of investments in local equities, local, regional and international funds and debt securities. The movements are set out below:

	30 September 2025	
	Carrying Value	Fair Value
Equity Securities – Quoted	15,421,190	13,831,319
Money Market Fund	1,403,787	1,444,545
Total current investments at FVTPL	16,824,977	15,275,864
Equity Securities – Unquoted (note 11.2)	122,752,650	153,520,184
Money Market Funds	124,567,537	127,257,185
Equity Funds	85,188,690	82,238,195
Corporate Sukuk (note 11.1)	72,972,832	72,972,832
Venture Capital and Private Equity Funds	39,470,205	40,631,699
Real Estate Funds	53,035	49,819
Total non-current investments at FVTPL (note 11.3)	445,004,949	476,669,914
Total investments at FVTPL (note 11.4)	461,829,926	491,945,778

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

11 INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

	31 December 2024 (Audited)	
	Carrying Value	Fair Value
Equity Securities – Quoted / unquoted	16,214,545	15,421,190
Venture Capital and Private Equity Fund	932,373	706,755
Total current investments at FVTPL	17,146,918	16,127,945
Equity Securities – Unquoted (note 11.2)	103,431,419	122,752,649
Equity Funds	65,544,115	71,821,625
Money Market Funds	58,379,359	60,709,930
Corporate Sukuk (note 11.1)	50,186,490	50,461,832
Venture Capital and Private Equity Funds	13,503,801	15,026,918
Real Estate Funds	1,289,160	1,434,827
Total non-current investments at FVTPL (note 11.3)	292,334,344	322,207,781
Total investments at FVTPL (note 11.4)	309,481,262	338,335,726

- 11.1 The Sukuk are earning commission income at profit rates ranging from 4.00% to 7.57% (31 December 2024: 4.00% to 7.57%) per annum.
- 11.2 This includes investment of SR 53.3 million (31 December 2024: SR 51.76 million) held by the Group in BwaTech (a related party).
- 11.3 The investments held in securities and investment funds for trading have been treated as current investments whereas all other investments are treated as non-current based on the Group's investment model and management's intention to hold the investment for more than twelve months from the reporting date.
- 11.4 This includes investment of SR 229.39 million (31 December 2024: SR 142.63 million) made by the Group in the Funds managed by the Group.

12 INVESTMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	Carrying Value	Unrealised Loss	Fair Value
30 September 2025			
REIT Fund	15,345,664	(778,967)	14,566,697
31 December 2024 (Audited)			
REIT Fund	21,421,612	(6,075,948)	15,345,664

- 12.1 Investments in REIT Fund represent 2,596,559 units (31 December 2024: 2,596,559 units) in the Group's managed listed Derayah REIT Fund (a related party).

13 MARGIN CLIENT RECEIVABLES, NET

	30 September 2025	31 December 2024 (Audited)
Margin client receivables	66,800,000	66,000,000
Allowance for expected credit losses	(4,424)	(11,844)
	66,795,576	65,988,156

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

14 OTHER CURRENT FINANCIAL ASSETS, NET

	30 September 2025	31 December 2024 (Audited)
Muqassa deposit	161,979,844	189,319,004
Accrued brokerage fees	77,837,717	34,883,278
Other receivables	29,406,958	25,061,986
Asset management fees receivable	5,953,698	9,741,371
Employees loans and advances	5,546,342	4,548,948
Allowance for expected credit losses	(18,390)	(35,444)
	<u>280,706,169</u>	<u>263,519,143</u>

15 DUE FROM FUNDS UNDER MANAGEMENT, NET

Balances resulting from transactions with funds under management are as follow:

	30 September 2025	31 December 2024 (Audited)
Due from funds under management	22,403,148	36,286,588
Allowance for expected credit losses	(1,482)	(4,881)
	<u>22,401,666</u>	<u>36,281,707</u>

Breakup for the due from funds under management is as follows:

	30 September 2025	31 December 2024 (Audited)
Management fees receivable	20,201,599	33,024,583
Other fees receivable	2,001,703	2,956,760
Receivable against payment made on behalf of the funds	199,846	305,245
	<u>22,403,148</u>	<u>36,286,588</u>

15.1 The transactions with the funds under management during the period are as follows:

<u>Nature of transaction</u>	30 September 2025	30 September 2024
Dividend income	1,559,659	884,415
Management fees	64,651,729	47,626,210
Subscription fees	11,451,349	16,655,098
Transaction fees and brokerage commission	26,497,765	25,717,889
Payments made on behalf of the funds	12,913,314	12,392,971
Acquisition of investments at FVTPL	100,178,967	198,377,000
Disposal of investments at FVTPL	12,456,865	88,433,626
(Loss) / gain on investments at fair value through profit or loss, net	(917,406)	14,950,256

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

16 CASH AND CASH EQUIVALENTS, NET

	30 September 2025	31 December 2024 (Audited)
Cash at banks current accounts, gross	61,240,759	65,066,425
Allowance for expected credit losses	<u>(4,231)</u>	<u>(9,189)</u>
Cash at banks current accounts, net	<u>61,236,528</u>	<u>65,057,236</u>

17 ACCRUED EXPENSES AND OTHER PAYABLES

	30 September 2025	31 December 2024 (Audited)
Bonus payable	27,500,000	57,000,000
Accounts and other payables	20,507,612	33,060,928
Value added tax payable	10,748,365	16,692,257
Commission payable	7,657,635	13,549,248
Accrued salaries and employee benefits	4,827,023	3,584,934
Lease liability – current portion	3,281,029	2,364,805
GOSI payable	933,153	833,264
	<u>75,454,817</u>	<u>127,085,436</u>

18 ZAKAT PAYABLE

	30 September 2025	31 December 2024 (Audited)
At the beginning of the period / year	24,567,036	24,143,322
Zakat charge for the period / year	10,093,398	11,778,185
Paid during the period / year	<u>(11,473,749)</u>	<u>(11,354,471)</u>
	<u>23,186,685</u>	<u>24,567,036</u>

The Group is subject to Zakat in accordance with the regulations of the Zakat, Tax and Custom Authority (“ZATCA”). Zakat declaration for all the years up to 2024 have been filed with the ZATCA and acknowledgement certificates have been obtained.

During the period ended 30 September 2025, the Company was subject to Zakat assessment by ZATCA for the financial year 2024. The Company is in the process of addressing the authority’s requirements, and no final assessment has been issued to date. Except for the mentioned, there has been no change in the status of the Group’s Zakat assessments from the status disclosed in the consolidated financial statements of the Group for the year ended 31 December 2024.

19 SHARE CAPITAL

	30 September 2025	31 December 2024 (Audited)
Ordinary share capital	<u>499,470,390</u>	<u>499,470,390</u>

Share capital of SR 499 million (31 December 2024: SR 499 million) is divided into 249,735,195 shares (31 December 2024: 249,735,195 shares) of SR 2 each (31 December 2024: SR 2 each), which is wholly paid.

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

20 TREASURY SHARE RESERVE

The reserve for treasury shares represents the cost of the Company's own equity instruments that have been allotted by its shareholders and are held by the Group. The treasury shares were allotted to support the Company's employee share ownership plan (ESOP). These shares are recorded as a deduction from equity in accordance with IAS 32 "Financial Instruments: Presentation" and are not entitled to dividends or voting rights while held in treasury.

As at 30 September 2025, the Group held 6,139,510 of the Company's own shares (31 December 2024: 7,065,000 shares) with a par value of SR 2 each. During the period ended 30 September 2025, the Company transferred 925,490 treasury shares to eligible employees under the approved ESOP.

The carrying value of treasury shares held as at 30 September 2025 is presented as a separate component of equity in the consolidated statement of financial position.

21 ESOP RESERVE

The ESOP reserve represents the cumulative value of equity-settled share-based payments recognized under the Company's Employee Share Ownership Plan, in accordance with IFRS 2 "Share-based Payment". The reserve reflects the fair value of equity instruments granted to employees, recognized over the vesting period, and is presented as a separate component of equity.

During the period, the Company granted a total of 3,098,037 shares to eligible employees under the approved Employee Share Ownership Plan at a zero exercise price. The fair value of these shares, determined at the grant date to be SR 30 per share, is recognized as an expense over the vesting period, with a corresponding credit to the ESOP reserve. Upon issuance of the shares, the ESOP reserve is debited, and the par value of the shares is credited to treasury shares, with any excess over par value being credited to retained earnings.

As at 30 September 2025, the ESOP reserve reflects the net impact of share-based payment expense recognized during the period and the subsequent reclassification to retained earnings upon settlement of vested awards.

The movement in the ESOP reserve during the period is as follows:

	30 September 2025
Employee share ownership plan expense (note 26)	40,987,272
Transfer to other equity components upon settlement	(27,764,700)
	<u>13,222,572</u>

22 DIVIDENDS

The Board of Directors, through the power vested by the shareholders, in their meetings held or resolutions passed approved the interim cash dividend as follows:

	2025	
<u>Date of announcement</u>	<u>Percentage</u>	<u>Amount</u>
23 April 2025 (SR 0.325 per share)	16.25%	79,134,709
20 July 2025 (SR 0.33 per share)	16.50%	80,211,179
		<u>159,345,888</u>
	2024	
<u>Date of announcement</u>	<u>Percentage</u>	<u>Amount</u>
25 March 2024 (SR 4.5 per share)	45%	73,030,559

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

23 REVENUE FROM CONTRACTS WITH CUSTOMERS

23.1 Disaggregated revenue information

	For the nine-month period ended 30 September 2025		
	Brokerage Fees	Asset Management	Total
Timing of revenue recognition			
Services rendered at a point in time	407,751,488	13,547,852	421,299,340
Services rendered over a period of time	--	84,139,879	84,139,879
Total revenue from contracts with customers	<u>407,751,488</u>	<u>97,687,731</u>	<u>505,439,219</u>
	For the nine-month period ended 30 September 2024		
	Brokerage Fees	Asset Management	Total
Timing of revenue recognition			
Services rendered at a point in time	365,593,876	39,105,679	404,699,555
Services rendered over a period of time	--	66,172,294	66,172,294
Total revenue from contracts with customers	<u>365,593,876</u>	<u>105,277,973</u>	<u>470,871,849</u>

Geographical distribution

The Group generates all its revenue from the Kingdom of Saudi Arabia.

24 SPECIAL COMMISSION INCOME INCLUDING ON CLIENT MONEY ACCOUNTS

	For the nine-month period ended	
	30 September 2025	30 September 2024
Special commission income earned from:		
- Financial institutions	132,906,669	149,350,824
- Investments	3,886,602	2,709,955
- Muqassa	1,693,617	3,382,078
	<u>138,486,888</u>	<u>155,442,857</u>

25 GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS, NET

	For the nine-month period ended	
	30 September 2025	30 September 2024
Unrealised gain on investments at fair value through profit or loss, net	30,115,852	13,762,337
Realised (loss) / gain on investments at fair value through profit or loss, net	(372,083)	2,806,438
	<u>29,743,769</u>	<u>16,568,775</u>

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

26 SALARIES AND EMPLOYEE RELATED EXPENSES

	For the nine-month period ended	
	30 September	30 September
	<u>2025</u>	<u>2024</u>
Salaries and employee related expenses	133,665,218	102,773,675
GOSI expense	4,361,305	3,596,882
End of service benefit	2,860,688	2,701,593
Employee equity award plan expense	1,149,562	--
	<u>142,036,773</u>	<u>109,072,150</u>

27 GENERAL AND ADMINISTRATIVE EXPENSES

	For the nine-month period ended	
	30 September	30 September
	<u>2025</u>	<u>2024</u>
Professional expenses	40,344,345	54,540,799
IT expenses	27,939,249	23,924,992
Commission expenses	15,500,000	26,000,000
Tax and other expenses	10,153,547	11,549,860
Depreciation	8,768,352	9,316,095
Utilities	5,128,854	6,868,446
Amortisation	4,974,135	5,068,673
Office expenses	2,018,392	1,529,815
Office maintenance	1,521,176	1,943,981
	<u>116,348,050</u>	<u>140,742,661</u>

28 OTHER INCOME, NET

	For the nine-month period ended	
	30 September	30 September
	<u>2025</u>	<u>2024</u>
Gain on legal settlement	5,622,442	--
Foreign exchange gains, net	5,190,076	6,738,116
Price streamer and advisory fees	300,263	556,228
Gain on settlement of employee equity award plan	110,400	--
	<u>11,223,181</u>	<u>7,294,344</u>

29 EARNINGS PER SHARE

The calculation of basic earnings per share has been based on the profit attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding. The calculation of diluted earnings per share has been based on the following profit attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares.

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

29 EARNINGS PER SHARE (CONTINUED)

	<u>For the nine-month period ended</u>	
	30 September	30 September
	<u>2025</u>	<u>2024</u>
Profit for the period	312,965,402	336,316,915
Weighted average number of ordinary shares for basic and diluted earnings per share	<u>243,279,330</u>	<u>242,670,195</u>
Basic and diluted earnings per share	<u><u>1.29</u></u>	<u><u>1.39</u></u>

30 FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Set out below is an overview of financial assets, held by the Group as at 30 September 2025 and 31 December 2024.

	30 September	31 December
	<u>2025</u>	<u>2024</u>
		(Audited)
Financial assets at amortised cost		
Cash and cash equivalents, net	61,236,528	65,057,236
Investment at amortised cost, net	41,562,838	51,204,802
Due from funds under management, net	22,401,666	36,281,707
Margin client receivables, net	66,795,576	65,988,156
Other current financial assets, net	280,706,169	263,519,143
Financial assets at fair value through other comprehensive income		
REIT Fund	14,566,697	15,345,664
Financial assets at fair value through profit or loss		
Real Estate Funds	49,819	1,434,828
Venture Capital and Private Equity Funds	40,631,699	15,733,672
Equity Securities – Quoted and unquoted	167,351,503	138,173,839
Equity Funds	82,238,195	71,821,625
Corporate Sukuk	72,972,832	50,461,832
Money Market Funds	128,701,730	60,709,930
Total financial assets	<u><u>979,215,252</u></u>	<u><u>835,732,434</u></u>
Total current assets	<u><u>446,415,803</u></u>	<u><u>451,982,113</u></u>
Total non-current assets	<u><u>532,799,449</u></u>	<u><u>383,750,321</u></u>

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

30 FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

Set out below is an overview of financial liabilities held by the Group as at 30 September 2025 and 31 December 2024.

	30 September 2025	31 December 2024 (Audited)
Financial liabilities at amortised cost		
Accrued expenses and other payables	60,492,270	107,195,111
Lease liability	15,319,280	4,634,779
Total financial liabilities	75,811,550	111,829,890
Total current liabilities	3,281,029	109,559,916
Total non-current liabilities	72,530,521	2,269,974

31 FAIR VALUE HIERARCHY

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement, as follows:

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

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table provides the fair value measurement hierarchy of the Group's financial assets as at 30 September 2025 and 31 December 2024. There are no financial liabilities measured at fair value.

	<u>Carrying Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
30 September 2025				
<i>Financial assets measured at fair value</i>				
Investments at FVTPL				
Equity Securities – Quoted	13,831,319	13,831,319	--	--
Equity Securities – Unquoted	153,520,184	--	--	153,520,184
Corporate Sukuk	72,972,832	4,465,461	68,507,371	--
Equity Funds	82,238,195	--	82,238,195	--
Money Market Funds	128,701,730	--	128,701,730	--
Venture Capital and Private Equity Funds	40,631,699	--	--	40,631,699
Real Estate Funds	49,819	--	--	49,819
	491,945,778	18,296,780	279,447,296	194,201,702
Investments at FVOCI				
REIT Fund	14,566,697	14,566,697	--	--

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

31 FAIR VALUE HIERARCHY (CONTINUED)

	<u>Carrying value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
31 December 2024				
<i>Financial assets measured at fair value</i>				
Investments at FVTPL				
Equity Securities – Quoted	15,421,190	15,421,190	--	--
Equity Securities – Unquoted	122,752,649	--	--	122,752,649
Corporate Sukuk	50,461,832	4,465,461	45,996,371	--
Equity Funds	71,821,625	--	71,821,625	--
Money Market Funds	60,709,930	--	60,709,930	--
Venture Capital and Private Equity Funds	15,733,673	--	--	15,733,673
Real Estate Funds	1,434,827	--	--	1,434,827
	<u>338,335,726</u>	<u>19,886,651</u>	<u>178,527,926</u>	<u>139,921,149</u>
Investments at FVOCI				
REIT Fund	15,345,664	15,345,664	--	--

There were no transfers between levels during the period / year ended 30 September 2025 and 31 December 2024.

As at the reporting date, the carrying values of the financial assets not measured at fair value including investment at amortised cost, due from funds under management and receivable against margin lending and other current financial assets approximate their fair values, since the market commission rates for similar instruments are not significantly different from contracted rates, and / or due to short duration of financial instruments.

Financial assets at fair value through profit or loss classified as Level 1 include securities that are traded on stock exchange at their last reported prices to the extent that securities are actively traded and valuation adjustments are not applied.

Financial assets at fair value through profit or loss classified as Level 2 include investments in equity funds, money market funds and Corporate Sukuk. The fair value of equity funds and money market funds is determined using unadjusted net assets value (“NAV”). The unadjusted net assets value is used when the units in a fund are redeemable at the reportable net assets value at, or approximately at, the reporting date. The fair value of Corporate Sukuk is determined using the discounted cash flow technique considering the discount rate at market terms.

Financial assets at fair value through profit or loss classified as Level 3 include investment in venture capital and private equity funds, real estate funds and unquoted equity securities. The fair value of venture capital and private equity funds and real estate funds is determined through utilisation of the fund manager reports (and appropriate discounts or haircuts where required) for the determination of fair values of these funds. The fund manager deploys various techniques (such as discounted cash flow models and multiples method) for the valuation of underlying financial instruments classified under Level 3 of the respective fund's fair value hierarchy. Significant unobservable inputs embedded in the valuation techniques used by the fund manager include risk adjusted discount rates, and lack of marketability and control discounts.

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

31 FAIR VALUE HIERARCHY (CONTINUED)

The fair value of unquoted equity securities is determined through valuation technique and significant unobservable input as stated below:

Valuation technique	Significant unobservable inputs	Inter-relationship between unobservable inputs and fair value measurement
Market-method (Revenue multiple): A valuation technique that uses revenue-multiples and other relevant information generated by market transactions involving identical or comparable (i.e. similar) assets, liabilities or a group of assets and liabilities, such as a business.	• Revenue multiple: 7.7x (31 December 2024: 0.7x – 1.8x) • Risk adjusted discount rates: 12.5% (31 December 2024: 15% – 17%)	The estimated fair value would increase (decrease) if: • expected revenue multiple higher (lower); • the risk-adjusted discount rates were lower (higher)
Blended valuation: A valuation technique that incorporated multiple techniques, including a market-based revenue multiple, a discounted future revenue (exit multiple) approach, and a funding-based post-money valuation. These techniques reflect both observable market data and unobservable inputs and were weighted based on the commercial maturity and data reliability of the investee company.	• Expected compounded annual growth rate of revenue: 0.5x – 1.2x (31 December 2024: Nil) • Risk adjusted discount rates 12.5% (31 December 2024: Nil)	The estimated fair value would increase (decrease) if: • expected compounded annual growth rate of revenue higher (lower); • the risk-adjusted discount rates were lower (higher)

The following table shows a reconciliation from the opening balance to the closing balance for Level 3 fair values.

Balance as at 01 January 2024	67,681,202
Purchases	78,605,693
Sales	(25,757,891)
Unrealised gain on investments	19,875,536
Realised loss on investments	(483,391)
Balance as at 31 December 2024	139,921,149
Purchases	25,403,104
Sales	(2,848,962)
Unrealised gain on investments	31,925,813
Realised loss on investments	(199,402)
Balance as at 30 September 2025	194,201,702

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

32 SEGMENT REPORTING

The Group's chief executive officer reviews the internal management reports of each division at least quarterly.

For management purposes, the Group is organised into the following operating segments:

Brokerage

The brokerage division provides brokerage and margin trading services and facilitates in trading in local and international, and regional equities, options, indices and Islamic certificates.

Asset Management

The asset management division is engaged in the management of clients' assets and in the development and placement of asset management products and services.

Investment

The investment division is engaged in managing the proprietary investments of the Group, mainly represents investment in funds managed by the Company.

Investment property

Investment property is held by the Group and provides real estate services, aligning with its strategic objective of maximising returns from real estate assets while maintaining sustainable growth in the property sector.

The Group's total assets and liabilities, operating income and expenses, and net income, by business segments, are as follows:

30 September 2025	<u>Brokerage</u>	<u>Asset management</u>	<u>Investment</u>	<u>Investment property</u>	<u>Total</u>
Total assets	493,270,178	61,978,239	759,098,209	76,924,813	1,391,271,439
Total liabilities	51,038,293	6,412,841	181,010,791	2,308,213	240,770,138
Total operating income	542,351,774	97,687,731	37,482,117	4,549,617	682,071,239
Total operating expenses	(216,542,586)	(39,003,383)	(14,965,332)	(1,158,319)	(271,669,620)
Other income	4,745,911	6,477,270	--	--	11,223,181
Share of loss in an associate	--	--	(98,566,000)	--	(98,566,000)
Profit / (loss) before Zakat	330,555,099	65,161,618	(76,049,215)	3,391,298	323,058,800
31 December 2024 (Audited)	<u>Brokerage</u>	<u>Asset management</u>	<u>Investment</u>	<u>Investment property</u>	<u>Total</u>
Total assets	457,610,186	81,149,302	613,936,530	73,803,462	1,226,499,480
Total liabilities	71,101,272	12,608,589	184,989,317	--	268,699,178
30 September 2024	<u>Brokerage</u>	<u>Asset management</u>	<u>Investment</u>	<u>Investment property</u>	<u>Total</u>
Total operating income	518,326,778	105,277,973	20,432,454	--	644,037,205
Total operating expenses	(206,622,155)	(41,967,273)	(8,145,050)	(2,405,356)	(259,139,834)
Other income	6,062,901	1,231,443	--	--	7,294,344
Share of loss in an associate	--	--	(45,874,800)	--	(45,874,800)
Profit / (loss) before Zakat	317,767,524	64,542,143	(33,587,396)	(2,405,356)	346,316,915

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

32 SEGMENT REPORTING (CONTINUED)

Reconciliation of total operating income to revenue from contract with customers:

	30 September 2025	30 September 2024
Total operating income	682,071,239	644,037,205
Adjustment for:		
- <i>Special commission income</i>	(138,486,888)	(155,442,857)
- <i>Net gain on financial assets at fair value through profit or loss</i>	(29,743,769)	(16,568,775)
- <i>Dividend income</i>	(3,901,363)	(1,153,724)
- <i>Rental income on investment property</i>	(4,500,000)	--
Revenue from contract with customers	505,439,219	470,871,849

33 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties of the Group includes shareholders and key management personnel. The Group and its related parties transact with each other in the ordinary course of business.

Significant transactions and balances arising from transactions with related parties, other than those disclosed elsewhere in the consolidated financial statements, are as follows:

The summary of compensation to key management personnel for the periods:

	For the nine-month period ended	
	30 September 2025	30 September 2024
Salaries and employee related benefits:		
- Short-term employee benefits	6,174,315	6,398,928
- Long-term employee benefits	15,428,700	--
- Post-employment benefits	6,174,315	3,963,557

34 CAPITAL REGULATORY REQUIREMENTS AND CAPITAL ADEQUACY MODEL

The CMA has issued Prudential Rules (the "Rules") dated 17 Safar 1434H (corresponding to 30 December 2012), thereafter, amended on 04 Jumada II 1444H (corresponding to 28 December 2022). According to the Rules, the CMA has prescribed the framework and guidance regarding the minimum regulatory capital requirement and its calculation methodology as prescribed under these Rules. In accordance with this methodology, the Group has calculated its risk weighted asset and surplus in the capital as follows:

	30 September 2025	31 December 2024 (Audited)
	SR (000)	SR (000)
Capital base:		
Tier 1 Capital	1,113,978	927,670
Tier 2 Capital	--	--
Total capital base	1,113,978	927,670
Risk weighted asset:		
Credit risk	2,442,537	2,216,472
Market risk	28,123	22,517
Operational risk	1,341,042	1,341,042
Concentration risk	--	--
Total risk weighted asset	3,811,702	3,580,031

DERAYAH FINANCIAL COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the nine-month period ended 30 September 2025 (Unaudited)

34 CAPITAL REGULATORY REQUIREMENTS AND CAPITAL ADEQUACY MODEL (CONTINUED)

	30 September 2025	31 December 2024 (Audited)
Surplus in the capital	<u>809,042</u>	<u>641,267</u>
Total capital ratio	<u>29.23%</u>	<u>25.91%</u>

35 CAPITAL COMMITMENTS AND CONTINGENCIES

The contingent liabilities against letter of guarantees as at 30 September 2025 amount to SR 29.38 million (31 December 2024: SR 29.38 million).

36 SUBSEQUENT EVENTS

Subsequent to the reporting date, on 5 October 2025, the Board of Directors recommended distribution of cash dividends to the shareholders for the period ended 30 September 2025, amounting to SAR 80.4 million (SAR 0.33 per share)

Except for the above mentioned, there have been no significant subsequent events that would have a material impact on the financial position or financial performance of the Group as reflected in these condensed consolidated interim financial statements.

37 APPROVAL OF THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The condensed consolidated interim financial statements were approved by the Board of Directors on 13 Jumada al-Ula 1447H (corresponding to 04 November 2025).