

**WAFRAH FOR INDUSTRY AND DEVELOPMENT CO.  
A SAUDI JOINT-STOCK COMPANY  
RIYADH - KINGDOM OF SAUDI ARABIA  
INTERIM CONDENSED FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED March 31, 2026 (UNAUDITED)**

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**INDEPENDENT AUDITOR'S REVIEW REPORT**  
**FOR THE INTERIM CONDENSED FINANCIAL STATEMENTS**

**To the Shareholders**  
**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
**Riyadh - Kingdom of Saudi Arabia**

**Introduction**

We have reviewed the accompanying interim condensed statement of financial position of Wafrah for Industry and Development Co. (the "Company") as of March 31, 2026, the interim condensed statement of profit or loss and other comprehensive income for the three-month period ended March 31, 2026, the interim condensed statements of changes in shareholders' equity and cash flows for the three-month period then ended, and other explanatory notes.

Management is responsible for the preparation and fair presentation of these interim condensed financial statements in accordance with the International Accounting Standard (IAS) 34 "Interim Financial Reporting" as 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 Engagements (ISRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed 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 approved in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all matters that might be identified in the 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 for the three-month period ended March 31, 2026 of Wafrah for Industry and Development Co are not prepared, in all material respects, in accordance with International Accounting Standard (IAS) 34 "Interim Financial Report" as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants.

**Material Uncertainty Related to Going Concern**

We draw attention to Note (2/5/1) to the condensed interim financial statements, which indicates that the Company incurred a net loss of SR 10.7 million during the three-month period ended 31 March 2026. In addition, accumulated losses as of that date amounted to SR 50.3 million, and the Company generated negative cash flows from operating activities amounting to SR 7.1 million. Furthermore, the Company experienced a significant decline in revenues during the current period compared to the corresponding period of the previous year. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. As disclosed in the aforementioned note, management has provided details regarding these matters, including its plans to address these conditions and support the Company's continuity in the foreseeable future. Our conclusion has not been modified in respect of this matter.

Riyadh on: 25 Dhual-Qa'dah 1447  
Corresponding to: 12 May 2026



For El Sayed El Ayouty & Co.

*A. Balamesh*

**Abdullah A. Balamesh**  
**Certified Public Accountant**  
**License No. (345)**

**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
**Riyadh - Kingdom of Saudi Arabia**  
**Interim condensed statement of financial position as at March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**



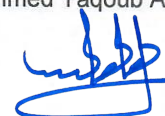
	Note	31/03/2026 (unaudited)	31/12/2025 (audited)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	152,317,078	155,101,602
Capital work in progress	6	3,337,860	3,337,860
Right-of-use assets	7.1	7,854,738	8,350,762
Intangible assets		-	28,492
Investments at fair value through profits or losses	8	15,150,531	16,394,689
Investments at fair value through other comprehensive income	9	597,089	570,066
<b>Total non-current assets</b>		<b>179,257,296</b>	<b>183,783,471</b>
<b>Current assets</b>			
Inventory		38,808,328	37,506,051
Trade receivables	10	69,060,112	68,481,997
Due from related parties	11	536,009	967,409
Prepayments and other debit balances		8,272,376	8,549,458
Cash and cash equivalents		7,328,303	30,320,672
<b>Total current assets</b>		<b>124,005,128</b>	<b>145,825,587</b>
<b>Total assets</b>		<b>303,262,424</b>	<b>329,609,058</b>
<b>Shareholders' equity and liabilities</b>			
<b>Shareholders' equity</b>			
Share capital	12	231,511,050	231,511,050
Reserve of valuation of investments at fair value		(861,556)	(888,579)
Actuarial gains of re-measurement of employees' defined benefits		101,244	101,244
(Accumulated losses)		(50,299,596)	(39,629,904)
<b>Total Shareholders' equity</b>		<b>180,451,142</b>	<b>191,093,811</b>
<b>Non-current liabilities</b>			
Lease liabilities – non-current portion	7.2.1	6,663,597	7,052,252
Debt transfer obligation	8.3.1	-	7,027,598
Employees' defined benefit obligations	13	8,287,947	8,009,444
<b>Total non-current liabilities</b>		<b>14,951,544</b>	<b>22,089,294</b>
<b>Current liabilities</b>			
Borrowings		-	15,275,717
Debt transfer obligation	8.3.1	7,027,598	-
Lease liabilities – current portion	7.2.2	1,774,390	1,891,180
Trade payables		48,453,389	44,453,125
Accrued expenses and other credit balances		17,468,259	20,585,055
Payables to Shareholders		25,754,199	25,755,089
Provision for zakat	14	2,448,486	1,595,023
Other provisions		4,933,417	6,870,764
<b>Total current liabilities</b>		<b>107,859,738</b>	<b>116,425,953</b>
<b>Total liabilities</b>		<b>122,811,282</b>	<b>138,515,247</b>
<b>Total Shareholders' Equity and Liabilities</b>		<b>303,262,424</b>	<b>329,609,058</b>

The accompanying notes from (1) to (19) form an integral part of these interim condensed financial statements, which were approved by the Company's Board of Directors and signed on behalf of the following:

**Chief Financial Officer**  
 Muhammad Mansour Al-Arief

**Chief Executive Officer**  
 Khaled Rabee Al-Rashidi

**Authorized BOD's Member**  
 Mohammed Yaqoub AlMokhdib

**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
**Riyadh - Kingdom of Saudi Arabia**  
**Interim condensed statement of profit or loss and other comprehensive income**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

	Note	For the three-month period ended	
		31/03/2026 (unaudited)	31/03/2025 (unaudited)
Sales		22,881,483	57,493,427
Cost of sales		(20,410,145)	(41,015,765)
<b>Gross profit</b>		<b>2,471,338</b>	<b>16,477,662</b>
Selling and marketing expenses		(6,126,825)	(7,444,993)
General and administrative expenses		(4,763,311)	(4,125,204)
Expected credit losses		-	(112,867)
Impairment of other receivables		-	(52,102)
<b>(Loss) / income from operating activities</b>		<b>(8,418,798)</b>	<b>4,742,496</b>
Profits (losses) of valuation of investments at fair value through profits or losses	8	(1,244,158)	1,967,484
Fair value measurement losses on biological assets		-	(1,670,438)
Finance costs		(426,935)	(65,218)
Other income		273,662	301,786
<b>Net (loss) / profit for the period before Zakat</b>		<b>(9,816,229)</b>	<b>5,276,110</b>
Zakat	14.1	(853,463)	(802,280)
<b>Net (loss) / profit for the period</b>		<b>(10,669,692)</b>	<b>4,473,830</b>
<b>Other comprehensive income</b>			
<b>Items that will not be re-classified to profit or loss:</b>			
Unrealized gains from revaluation of finance investments at fair value		27,023	4,385
<b>Total comprehensive income for the period</b>		<b>27,023</b>	<b>4,385</b>
<b>Total (comprehensive loss) / income for the period</b>		<b>(10,642,669)</b>	<b>4,478,215</b>
<b>Basic and diluted (loss) / earning per share attributable to the Company's Shareholders</b>			
<b>Net (loss) / profit for the period "Saudi riyals"</b>	15	<b>(0.46)</b>	<b>0.19</b>

The accompanying notes from (1) to (19) form an integral part of these interim condensed financial statements, which were approved by the Company's Board of Directors and signed on behalf of the following:

**Chief Financial Officer**  
**Muhammad Mansour Al-Arief**



**Chief Executive Officer**  
**Khaled Rabee Al-Rashidi**



**Authorized BOD's Member**  
**Mohammed Yaqoub AlMokhdib**



**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
**Riyadh - Kingdom of Saudi Arabia**  
**Interim condensed statement of changes in Shareholders' equity**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

	Share capital	Reserve of valuation of investments at fair value	Actuarial gains of re-measurement of employees' defined benefits	Retained earnings	Total Shareholders' equity
<b>For the three-month period ended March 31, 2025</b>					
Balance at January 01, 2025 (audited)	231,511,050	(857,098)	863,001	7,464,778	238,981,731
Net profit for the period	-	-	-	4,473,830	4,473,830
Other comprehensive income for the period	-	4,385	-	-	4,385
<b>Comprehensive income for the period</b>	<b>-</b>	<b>4,385</b>	<b>-</b>	<b>4,473,830</b>	<b>4,478,215</b>
<b>Balance at March 31, 2025 (unaudited)</b>	<b><u>231,511,050</u></b>	<b><u>(852,713)</u></b>	<b><u>863,001</u></b>	<b><u>11,938,608</u></b>	<b><u>243,459,946</u></b>
<b>For the three-month period ended March 31, 2026</b>					
Balance at January 01, 2026 (audited)	231,511,050	(888,579)	101,244	(39,629,904)	191,093,811
Net (loss) for the period	-	-	-	(10,669,692)	(10,669,692)
Other comprehensive income for the period	-	27,023	-	-	27,023
<b>Comprehensive (loss) for the period</b>	<b>-</b>	<b>27,023</b>	<b>-</b>	<b>(10,669,692)</b>	<b>(10,642,669)</b>
<b>Balance at March 31, 2026 (unaudited)</b>	<b><u>231,511,050</u></b>	<b><u>(861,556)</u></b>	<b><u>101,244</u></b>	<b><u>(50,299,596)</u></b>	<b><u>180,451,142</u></b>

The accompanying notes from (1) to (19) form an integral part of these interim condensed financial statements, which were approved by the Company's Board of Directors and signed on behalf of the following:

**Chief Financial Officer**  
 Muhammad Mansour Al-Arief



**Chief Executive Officer**  
 Khaled Rabe Al-Rashidi



**Authorized BOD's Member**  
 Mohammed Yaqoub AlMokhdib



**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
**Riyadh - Kingdom of Saudi Arabia**  
**Interim condensed statement of cash flows**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

	<b>For the three-month period ended</b>	
	<b>31/03/2026</b>	<b>31/03/2025</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Cash flows from operating activities</b>		
Net (loss) / profit for the period	(10,669,692)	4,473,830
<b>Adjustment for net (loss) / profit for the period:</b>		
Depreciation on property, plant and equipment	3,126,391	1,965,778
Depreciation on right-of-use assets	496,024	165,053
Amortization of intangible assets	28,492	43,332
Unrealized gains from investments at fair value through profit or loss	1,244,158	(1,967,484)
Interests on leases	151,218	65,218
Fair value measurement losses on biological assets	-	1,670,438
Expected credit losses	-	112,867
Impairment of other receivables	-	52,102
Employees' defined benefit obligations	324,786	326,293
Zakat	853,463	802,280
	<b>(4,445,160)</b>	<b>7,709,706</b>
<b>Changes during the period in:</b>		
Inventory	(1,302,277)	2,719,875
Biological assets	-	(799,642)
Trade receivables	(578,115)	(24,579,669)
Prepayments and other debit balances	277,082	6,002,495
Trade payables	4,000,264	8,304,760
Accrued expenses and other credit balances	(3,116,796)	425,909
Other provisions - utilized	(1937347)	(277,411)
Interests paid	-	-
Provision for zakat paid	-	(387,085)
Employees' defined benefit obligations paid	(46,282)	(458,085)
<b>Net cash flows (used in) operating activities</b>	<b>(7,148,631)</b>	<b>(1,339,147)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(341,868)	(793,855)
Expenditures on capital work in progress	-	(2,611,760)
Proceeds from financing from related parties	431,400	-
Recovered from investments at fair value through other comprehensive income (FVOCI)	-	83,567
<b>Net cash flows from (used in) investing activities</b>	<b>89,532</b>	<b>(3,322,048)</b>
<b>Cash flows from financing activities</b>		
Payments from shareholders' accruals payables	(890)	(12,142)
Financing agreement Liabilities paid	(15,275,717)	(8,000,000)
Leases paid	(656,663)	(265,986)
<b>Net cash flows (used in) financing activities</b>	<b>(15,933,270)</b>	<b>(8,278,128)</b>
<b>Net (decrease ) in cash and cash equivalents</b>	<b>(22,992,369)</b>	<b>(12,939,323)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>30,320,672</b>	<b>26,929,576</b>
<b>Cash and cash equivalents at end of the period</b>	<b>7,328,303</b>	<b>13,990,253</b>

The accompanying notes from (1) to (19) form an integral part of these interim condensed financial statements, which were approved by the Company's Board of Directors and signed on behalf of the following:

**Chief Financial Officer**  
 Muhammad Mansour Al-Arief

**Chief Executive Officer**  
 Khaled Rabee Al-Rashidi

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 Mohammed Yaqoub AlMokhdib

**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
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**Notes to the interim condensed financial statements**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

**1. General Information**

**1.1** Wafrah for Industry and Development Co. ("the Company") is a Saudi joint-stock company, registered in Riyadh under commercial registration number 1010076996, issued on 24/10/1410 H (18/5/1990).

**1.2 Principal activities of the Company**

Production of fresh, chilled, and frozen meat, manufacturing food products made from potatoes including (potato chips), producing breakfast cereals in the form of flakes including (cornflakes, chips, etc.), and manufacturing all types of pasta.

**1.3** The condensed interim financial statements as of March 31, 2026, include the condensed interim financial statements of the company and its branches:

<b>Name of branch</b>	<b>City</b>	<b>CR number</b>	<b>Date</b>
Wafrah for Industry and Development Co.	Jeddah	4030108227	03/07/1415H
Wafrah for Industry and Development Co.	Dammam	2050028895	11/06/1415H
	Khamis		21/05/1439H
Wafrah for Industry and Development Co.	Mushait	5855339110	
Wafrah Pasta and Noodles Factory	Riyadh	1010320947	02/01/1433H
Branch of Wafrah for Industry and Development Co.	Al-Kharj	1011016029	02/01/1433H
Wafrah Foods Factory	Riyadh	1010320946	02/01/1433H
Wafrah Cereal Products Factory	Riyadh	1010320952	02/01/1433H
Wafrah Foods Factory	Riyadh	1010320955	02/01/1433H
Wafrah Frozen Vegetables Factory	Riyadh	1010320956	02/01/1433H
Branch of Wafrah for Industry and Development Co.	Al-Kharj	1011016028	02/01/1433H
Wafrah Foods Factory, a branch of Wafrah for Industry and Development Co.	Riyadh	1010320953	02/01/1433H
Wafrah for Industry and Development Co.	Tabuk	3550151951	10/11/1444H

**1.4** The Company's fiscal year begins on January 1st and ends on December 31st of each calendar year. The presented interim condensed financial statements are for the period from January 01, 2026 to March 31, 2026.

**2. Basis of preparation of interim condensed financial statements**

**2.1 Statement of compliance**

These interim condensed financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" that as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants.

These interim condensed financial statements do not include all the information and notes required for the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2025.

**2.2 Basis of measurement**

The interim condensed financial statements have been prepared in accordance with the accrual basis of accounting and the going concern principle, and on the basis of the historical cost principle except for financial assets that are measured at fair value and financial liabilities that are measured at the present value of future liabilities using the projected unit credit method.

**2.3 Presentation currency**

These interim condensed financial statements are presented in Saudi Riyals, which is the functional currency. All amounts in the interim condensed financial statements are included in Saudi Riyals.

**2.5 Use of judgments, estimates and assumptions**

The preparation of these financial statements requires Management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of revenue, expenses, assets, liabilities, and disclosures of contingent liabilities at the reporting date. Although these estimates are based on the best current information and indicators available to Management, the final actual results, however, may differ from these estimates.

These estimates and assumptions are reviewed on an ongoing basis and the effects arising from adjustment of the accounting estimates are recognized in the period in which such adjustment is made and the subsequent periods. The assumptions and estimates are particularly represented in the application of accounting policies that have significant impact on the amounts recognized in the financial statements.

The significant judgments made by Management in applying the Company's accounting policies and the significant sources of estimation uncertainties were the same as those applied to the financial statements for the year ended December 31, 2025.

**Wafrah for Industry and Development Co.**  
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**Notes to the interim condensed financial statements**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

**2.5.1 Going concern assumption**

The financial statements of the Company have been prepared on a going concern basis. Management has performed an assessment of the Company's ability to continue as a going concern, taking into consideration the net loss of SR 10.7 million incurred during the period ended 31 March 2026, the accumulated losses amounting to SR 50.3 million, the significant decline in revenues during the current period compared to the corresponding period of the previous year, and the negative operating cash flows generated during the period. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

The management has considered the cash flow forecasts for the forthcoming twelve months, which indicate that the Company will maintain sufficient liquidity to meet its obligations as they fall due. In addition, management is implementing several operational and commercial initiatives aimed at addressing the decline in sales and strengthening the Company's market share. These initiatives include restructuring the sales and marketing teams, enhancing distribution channels, strengthening business relationships with key customers, expanding contractual arrangements with major retail chains and strategic customers, as well as launching new products and improving the product mix in line with current market needs. Management also continues to implement cost optimization and operational efficiency initiatives aimed at improving profit margins and operating cash flows. The Company's management relies on the successful implementation of these plans and forecasts to support the Company's continuity.

Accordingly, management believes that the Company has sufficient resources to continue its operational activities for the foreseeable future and, therefore, considers it appropriate to prepare the financial statements on a going concern basis..

**3. Material Accounting Policies**

The accounting policies applied to these interim condensed financial statements are the same as those applied to the financial statements for the year ended December 31, 2025.

**4. Changes in significant accounting policies and new standards**

**4.1 New and revised IFRS Standards that are applicable and have no significant impact on the financial statements**

There are no new standards that have been applied; however, a number of amendments to standards have been effective from January 1, 2026, but they have no material impact on the company's financial statements. The following is a summary of the amendments applied by the Company:

Standard Interpretation	Description	Effective date for financial statements beginning on or after
IFRS 9 and IFRS 7	Amendments to the "Financial Instruments" standard related to the classification and measurement of financial instruments in terms of timing and requirements for recognition and derecognition, with a new exception regarding obligations settled through electronic payment systems before actual settlement when certain conditions are met. With consequential amendment to Financial Instruments: Disclosures, relating to financial instruments with contractual terms that affect cash flows, particularly those linked to environmental, social and governance (ESG) objectives.	January 01, 2026

**4.2 New and revised IFRS not yet effective and not applicable:**

The following are standards and interpretations issued and not yet effective and not applicable as of the date of the financial statements:

Standard Interpretation	Description	Effective date for financial statements beginning on or after
IFRS 18 Replacing IAS 1 and Consequential Amendments to IAS 8	The Saudi Organization for Chartered and Professional Accountants has adopted IFRS 18 "Presentation and Disclosure in Financial Statements," which supersedes IAS 1. The standard includes enhancements to the income statement structure to provide more relevant and clear information, and develops specific requirements related to management-defined performance measures. The issuance of this standard has resulted in consequential amendments to IAS 8 regarding the basis of preparation of financial statements and disclosure of significant accounting policy information and sources of estimation uncertainty. It has also led to amendments to IAS 7 concerning the presentation of cash flows from dividends and interest income and expense, with specific requirements for entities whose primary activities are investing or financing.	January 01, 2027
IFRS 19	The Saudi Organization for Chartered and Professional Accountants has adopted IFRS 19 "Subsidiaries without Public Accountability: Disclosures." This standard primarily aims to provide a reduced level of disclosures in the financial statements of subsidiaries without public accountability, as an alternative to the disclosure requirements in the full IFRS standards. The goal is to simplify the mechanisms and systems for preparing financial statements and reduce their cost. It should be noted that application of the standard is optional, and it may be discontinued in future periods after being applied.	January 01, 2027

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**Notes to the interim condensed financial statements**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

**5. Property, plant and equipment**

	Buildings on leased lands *	Property and equipment	Tools	Vehicles	Air conditions	Fittings and installation	Furniture and office equipment	Artesian wells	Total
<b>Cost</b>									
<b>Balance as of January 01, 2026</b>	82,467,876	278,350,882	26,121,598	3,940,400	7,108,100	6,093,005	5,747,589	220,816	410,050,266
<b>Additions during the period</b>		317,593				2,600	21,675		341,868
<b>Balance at March 31, 2026</b>	<b>82,467,876</b>	<b>278,668,475</b>	<b>26,121,598</b>	<b>3,940,400</b>	<b>7,108,100</b>	<b>6,095,605</b>	<b>5,769,264</b>	<b>220,816</b>	<b>410,392,134</b>
<b>Accumulated depreciation</b>									
<b>Balance as of January 01, 2026</b>	(57,120,979)	(156,852,833)	(21,357,164)	(323,653)	(631,148)	(5,103,800)	(4,808,582)	(157,288)	(25,494,664)
<b>Charged during the period</b>	(683,722)	(1,948,747)	(265,036)	(84,922)	(43,190)	(37,918)	(60,950)	(1,906)	(3,126,391)
<b>Balance at March 31, 2026</b>	<b>(57,804,701)</b>	<b>(158,801,580)</b>	<b>(21,622,200)</b>	<b>(3,321,458)</b>	<b>(6,354,672)</b>	<b>(5,141,718)</b>	<b>(4,869,532)</b>	<b>(159,194)</b>	<b>(258,075,055)</b>
<b>Net book value on:</b>									
<b>March 31, 2026</b>	<b>24,663,175</b>	<b>119,866,894</b>	<b>4,499,398</b>	<b>618,942</b>	<b>753,428</b>	<b>953,887</b>	<b>899,732</b>	<b>61,622</b>	<b>152,317,078</b>
<b>December 31, 2025</b>	<b>25,346,897</b>	<b>121,498,049</b>	<b>4,764,434</b>	<b>703,864</b>	<b>796,618</b>	<b>989,205</b>	<b>939,007</b>	<b>63,528</b>	<b>155,101,602</b>

\* The buildings are constructed on lands leased under leases that expire during the years from 2035 to 2041.

**5.1 Impairment Assessment of Property, Plant, and Equipment**

In accordance with IAS 36, the Company has reviewed its Property, Plant, and Equipment (PPE) for impairment indicators as of March 31, 2026. Management has identified that the current period's net loss of SR 10.7 million, the decline in revenues, and negative operating cash flows (as further detailed in the Going Concern note) constitute internal indicators of impairment.

Consequently, management performed a review of the recoverable amounts of its Cash Generating Units (CGUs) by updating the significant assumptions used in the annual impairment study conducted as of December 31, 2025.

Key Assumptions used by management:

- The recoverable amount continues to be determined based on Value in Use (VIU) calculations.
- Management has adjusted the cash flow projections to reflect the current market challenges and the anticipated impact of the operational and commercial initiatives currently being implemented to restore market share and optimize costs.
- The discount rate and terminal growth rate remain consistent with the rates applied at year-end, as management believes these still reflect the specific risks and long-term outlook of the segments.

Based on this updated assessment, management has determined that the recoverable amount of the CGUs still exceeds their carrying amount as of March 31, 2026.

Therefore, no impairment loss has been recognized in the current period. However, the margin of safety has decreased compared to the prior year-end, and the assessment remains highly sensitive to the successful execution of the turnaround initiatives described in the Going Concern assessment.

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**6. Capital work in progress**

	<b>31/03/2026</b> <b>(unaudited)</b>	<b>31/12/2025</b> <b>(audited)</b>
Balance beginning of period/year	3,337,860	85,973,476
Additions during the period/year	-	5,754,844
Transferred to property and equipment	-	(88,390,460)
	<b><u>3,337,860</u></b>	<b><u>3,337,860</u></b>

\* Capital work-in-progress represents production lines under construction.

**7. Leases**

**7.1 Right-of-use assets**

	<b>31/03/2026</b> <b>(unaudited)</b>	<b>31/12/2025</b> <b>(audited)</b>
<b>Leasehold land</b>		
<b>Cost</b>		
Balance at beginning of the period/year	13,106,241	13,106,241
<b>Balance at end of the period/ year</b>	<b><u>13,106,241</u></b>	<b><u>13,106,241</u></b>
<b>Accumulated depreciation</b>		
Balance at beginning of the period/year	4,755,479	2,700,278
Depreciation for the period / year	496,024	2,055,201
<b>Balance at end of the period/ year</b>	<b><u>5,251,503</u></b>	<b><u>4,755,479</u></b>
<b>Net carrying amount</b>	<b><u>7,854,738</u></b>	<b><u>8,350,762</u></b>

**7.2 Lease liabilities**

	<b>31/03/2026</b> <b>(unaudited)</b>	<b>31/12/2025</b> <b>(audited)</b>
Balance at beginning of the period/year	8,943,432	10,799,381
<b>Less: Paid during the period/year</b>	<b>(656,663)</b>	<b>(2,550,384)</b>
Charged to finance cost	151,218	694,435
	<b><u>8,437,987</u></b>	<b><u>8,943,432</u></b>

Lease liabilities were presented in the statement of financial position based on the current portion - within the current liabilities (which represents the payable portion within a year) and the non-current portion - within the non-current liabilities (which represents the remaining liability less the current portion) as follows:-

	<b>31/03/2026</b> <b>(unaudited)</b>	<b>31/12/2025</b> <b>(audited)</b>
<b>7.2.1 Lease liabilities - current portion</b>	<b>1,774,390</b>	<b>1,891,180</b>
<b>7.2.2 Lease liabilities - non-current portion</b>	<b>6,663,597</b>	<b>7,052,252</b>
	<b><u>8,437,987</u></b>	<b><u>8,943,432</u></b>

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**8. Investments at FVTPL**

	Equity %	31/03/2026 (unaudited)	31/12/2025 (audited)
East Asia Agricultural Development and Investment Company (note 8.1)	14.29%	2,006,722	2,006,722
Jannat Agricultural Investment Company - under liquidation (note 8.2)	11.10%	-	-
Rakhaa Agricultural Investment Company (Note 8.3)	8.628%	13,143,809	14,387,967
		<b>15,150,531</b>	<b>16,394,689</b>

**Movement of changes in fair value was as follows**

	31/03/2026 (unaudited)	31/12/2025 (audited)
Balance at beginning of period/year	16,394,689	16,546,504
Capital reduction during the period / year	-	(3,671,257)
Profits from revaluation of investments at fair value through the period/year	(1,244,158)	3,519,442
<b>Fair value at the end of the period/year</b>	<b>15,150,531</b>	<b>16,394,689</b>

**8.1 East Asia Agricultural Development and Investment Company**

The cost of the investment in East Asia Agricultural Development and Investment Company (a closed Saudi joint stock company established in 2013) amounted to 10 million Saudi Riyals, representing 14,285% of the paid-up capital of 70 million Saudi Riyals. During 2018 and 2019, impairment losses were recognized for the full value of the investment, which made the fair value of this investment reach zero Riyals from the end of 2019 until the end of 2023.

During 2024, following the collection by Sharq Asia Company of part of the amounts due to it in respect of which a court judgment had been issued in its favor, management deemed it necessary to reassess the fair value of the investment based on the information and assumptions available at the valuation date. By the end of 2025, management remeasured the investment in Sharq Asia Company using a discounted expected cash flow model, resulting in a fair value gain of SR 2,838,433 (2024: SR 2,839,546). The Company engaged Estidama Valuation Office, a valuer accredited by the Saudi Authority for Accredited Valuers under license No. 4112000060 – Business Valuation Division, to perform the fair value measurement study.

During the Extraordinary General Assembly meeting of Sharq Asia Agricultural Development and Investment Company held on 12 August 2025, the shareholders resolved to reduce the Company's share capital by returning a portion of capital to shareholders in cash, in proportion to each shareholder's ownership interest. Wafrah for Industry and Development Company received its share of the capital reduction amounting to SR 3,671,257 on 25 December 2025.

**The movement of changes in the fair value of East Asia Agricultural Development and Investment Company was as follows:**

	31/03/2026 (unaudited)	31/12/2025 (audited)
Balance at beginning of period/year	2,006,722	2,839,546
Capital reduction during the period / year	-	(3,671,257)
Profits from revaluation of investments at fair value through the period/year	-	2,838,433
<b>Fair value at the end of the period/year</b>	<b>2,006,722</b>	<b>2,006,722</b>

**8.2 Jannat Agricultural Investment Company - under liquidation**

The cost of the investment in Jannat Agricultural Investment Company (a Saudi limited liability company) amounted to 7,05 million Saudi Riyals, of which 7 million Riyals represent 11,1% of the paid-up capital of 63 million Saudi Riyals, in addition to 50 thousand Saudi Riyals as the company's share in incorporation expenses. During 2016 and 2017, valuation losses were recognized for the full value of the investment, which reduced the fair value of this investment to zero SR from the end of 2017 until now, as a result of the company's default. The legal counsel has advised that work is in progress to issue a declaration announcing the completion of the liquidation of Jannat Agricultural Investment Company and that there are no additional obligations due from the company.

The entry of Jannat Agricultural Investment Company into the liquidation stage led the partners in it to make a decision on March 6, 2018, to waive the investment in Rakhaa Agricultural Investment and Development Company, which owned 77,73% of its capital.

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**8. Investments at fair value through profit or loss... (Continued)**

**8.3 Rakhaa Agricultural Investment Company (an unlisted Egyptian joint stock company)**

- On December 31, 2019, and as a result of the decision to liquidate Jannat Agricultural Investment Company (Note 9,2), Jannat Agricultural Investment Company waived in favor of the company a number of 6,902 shares of Rakhaa Agricultural Investment Company (an unlisted Egyptian joint stock company) and they were proven at an amount of 1,612,717 Saudi Riyals and represent 8,628% of the capital of Rakhaa Agricultural Investment Company, which amounts to 80 million Egyptian pounds. Due to the lack of sufficient financial information and difficulty in determining the fair value of Rakhaa Agricultural Investment Company from the date of assignment until the end of 2022, management recognized valuation losses for the full value of the investment, which reduced the fair value of this investment to zero SR from the end of 2019 until the end of 2022. As a result of the availability of financial information for Rakhaa Agricultural Investment Company, management deemed it necessary to reassess the fair value of the investment at each financial reporting date since that time.

On May 07, 2024, the Board of Directors of Rakhaa Agricultural Investment Company approved an increase in the company's capital to become 100 million Egyptian pounds instead of 80 million Egyptian pounds, with an increase of 20 million Egyptian pounds through bank deposits from each shareholder according to their contribution to the capital before the increase. The Company has paid its share in the capital increase through its current account receivable from the related party.

As at March 31, 2026, the fair value of the investment was estimated using the discounted cash flow model, resulting in revaluation losses amounting to SR 1,244,158 compared to revaluation gains of SR 1,967,484 in 2025. The Company engaged an external consultant, United Accountants Company, an Egyptian consulting firm, to perform the fair value measurement studies.

**The movement of changes in the fair value of Rakhaa Agricultural Investment Company was as follows:**

	<b>31/03/2026</b> <b>(unaudited)</b>	<b>31/12/2025</b> <b>(audited)</b>
Balance at beginning of period/year	14,387,967	13,706,958
(Losses) Profits from revaluation of investments at fair value through the period/year	(1,244,158)	681,009
<b>Fair value at the end of the period/year</b>	<b><u>13,143,809</u></b>	<b><u>14,387,967</u></b>

**8.3.1 Loan Guarantee Provision - Related Party**

During 2009, Rakhaa Agricultural Investment and Development Company obtained a loan of SR 100 million from the Saudi Development Fund under a financing agreement secured by guarantees provided by its shareholders. Due to Rakhaa Agricultural Investment and Development Company's non-payment, Wafrah's management recognized a guarantee obligation of SR 8,06 million, representing 8,628% of the guarantee provided to the Saudi Development Fund amounting to SR 93,5 million, under which the shareholders of Rakhaa Agricultural Investment Company committed to continue payment to the Saudi Development Fund.

On December 30, 2024, and according to a debt transfer contract, an agreement was made between the Saudi Development Fund, Rakhaa Agricultural Investment Company, and the shareholders of Rakhaa Agricultural Investment Company (including Wafrah Industry and Development Company with its 8,628% share) approving the transfer of all obligations arising from the financing agreement and transferring the entire debt to the shareholders of Rakhaa Agricultural Investment Company, each according to their ownership percentage in the company's capital. Accordingly, the Company transferred the provision to a debt transfer obligation (Note 8,3.2).

**8.3.2 Debt transfer liability**

According to the debt transfer agreement mentioned in Note (8,3.1), the Company has committed to pay an amount of SR 7,027,598 to the Saudi Development Fund due on 01/01/2027. Accordingly, the entire liability has been presented within non-current liabilities.

	<b>31/03/2026</b> <b>(unaudited)</b>	<b>31/12/2025</b> <b>(audited)</b>
<b>Movement of changes in liability was as follows:</b>		
Balance at beginning of year	7,027,598	7,027,598
<b>Fair value at end of the year</b>	<b><u>7,027,598</u></b>	<b><u>7,027,598</u></b>

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**9. Investments at fair value through other comprehensive income (FVOCI)**

Quoted investments	Headquarters	Number of shares		31/03/2026 (unaudited)	31/12/2025 (audited)
		2026	2025		
Yanbu National Petrochemical Company (YANSAB)	Kingdom of Saudi Arabia	10,545	10,545	376,246	289,777
Al Mousa Health Company	Kingdom of Saudi Arabia	1,598	1,598	220,843	280,289
				<b>597,089</b>	<b>570,066</b>

**9.1 Movement of changes in fair value was as follows:**

	31/03/2026 (unaudited)	31/12/2025 (audited)
Balance at beginning of period/year	570,066	685,113
Recovered from subscription in Al-Mousa Health Company	-	(83,566)
Profits/(Losses) from revaluation of investments at fair value through the period/year	27,023	(31,481)
<b>Fair value at the end of the period/year</b>	<b>597,089</b>	<b>570,066</b>

- Investments at fair value through other comprehensive income in listed companies were valued according to the announced share prices on March 31, 2026. Note (17) contains information about fair value.

	31/03/2026 (unaudited)	31/12/2025 (audited)
<b>10. Trade receivables</b>		
Customers	90,371,961	89,793,846
<b>(Less):</b> Provision for expected credit losses (note 10,1)	(21,311,849)	(21,311,849)
	<b>69,060,112</b>	<b>68,481,997</b>

**10.1 Movement in provision for expected credit losses:**

	31/03/2026 (unaudited)	31/12/2025 (audited)
Balance at beginning of period/year	21,311,849	12,976,537
Provided during the period/year	-	8,335,312
<b>Balance at end of period</b>	<b>21,311,849</b>	<b>21,311,849</b>

**11. Related party transactions**

**11.1 Due from related parties**

Related parties	Nature of relationship	31/03/2026 (unaudited)	31/12/2025 (audited)
Rakhaa Agricultural Investment Company- an Egyptian joint-stock company	Affiliate	536,009	967,409

The following are the details of compensation and rewards for non-executive Board members and senior management:

	31/03/2026 (unaudited)	31/03/2025 (unaudited)
<b>11.2 Non-executive Board members and senior management</b>		
Salaries and compensation allowances	1,001,175	542,961
Annual and periodic bonuses	877,383	862,500
	<b>1,878,558</b>	<b>1,405,461</b>

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**12. Share capital**

The Company's capital amounts to SR 231,511,050 divided into 23,151,105 shares with a nominal value of SR 10 per share, as follows:

<b>Shareholder's shares</b>	<b>Percentage %</b>	<b>Number of shares</b>	<b>Value of share SR</b>	<b>31/03/2026 (unaudited)</b>	<b>31/12/2025 (audited)</b>
Miras Al Sharqiya Investment Company (Single-shareholder company)	25.57%	5,919,274	10	59,192,740	59,192,740
Different shareholders	74.43%	17,231,831	10	172,318,310	172,318,310
	<b>100%</b>	<b>23,151,105</b>		<b>231,511,050</b>	<b>231,511,050</b>

**13. Employee defined benefit obligations**

The company operates an end-of-service plan for its employees in line with the Labor Law requirements in the Kingdom of Saudi Arabia. The EOS payments under the plan are based on the employees' final salaries and allowances and their cumulative years of service at the date of their termination of employment. Employee benefit plans are unfunded plans and the Company meets benefit payment obligations when they fall due. The movement during the period was as follows:

	<b>31/03/2026 (unaudited)</b>	<b>31/12/2025 (audited)</b>
Balance at beginning of period/year	8,009,444	6,899,694
Cost of current service for the period / year	324,786	1,040,936
Financing costs during the period / year		376,033
<b>Charged to profit or loss during the period/year</b>	<b>324,786</b>	<b>1,416,969</b>
Paid during the period/year	(46,283)	(1,068,976)
Actuarial losses "charged to other comprehensive income"	-	761,757
<b>Balance at end of the period/ year</b>	<b>8,287,947</b>	<b>8,009,444</b>

The Company performed an actuarial valuation of employee future benefits on December 31, 2025. It proved the impact of that valuation. The Company's Management has not carried out an actuarial valuation of the employee benefit obligations for the three months period ended March 31, 2026, as it expects that there will be no significant changes in the present value of the obligations. The Company estimated the current service cost for the period based on the actuarial study prepared for prior years as the best available estimate.

**14. Zakat provision**

**14.1 Movement in Zakat**

	<b>31/03/2026 (unaudited)</b>	<b>31/12/2025 (audited)</b>
Balance beginning of period/year	1,595,023	4,185,792
Paid during the period/year	-	(4,247,307)
Provided during the period/year*	853,463	1,656,538
<b>Balance at end of the period/ year</b>	<b>2,448,486</b>	<b>1,595,023</b>

\* The Company recognized a provision for Zakat during the period based on management's best estimate.

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**14.2 Zakat status**

The company submitted its zakat return for the year ended December 31, 2025 and received a zakat certificate valid until April 30, 2027.

- During 2018, the Authority issued preliminary assessments for the years from 2008 to 2011. Based on these assessments, the Company objected to them and received the revised Zakat assessment, which resulted in Zakat differences amounting to SR 4,021,425. The Zakat differences were recognized within the estimated Zakat provision for 2018.

During 2020, the Zakat, Tax and Customs Authority issued preliminary assessments for the years from 2014 to 2018. Based on these assessments, the Company objected to them and received the revised Zakat assessment, which resulted in Zakat differences amounting to SR 3,582,039. The Company objected to the revised Zakat assessment and received a revised Zakat assessment of SR 2,728,946. The Company objected to it and filed a case with the General Secretariat of Tax Committees "Primary Committee for Resolution of Tax Violations and Disputes" and a decision was issued by the committee. The Company filed an appeal for the years 2014 to 2018. During 2023, a decision was issued by the First Appellate Division for Income Tax Violations and Disputes rejecting the Company's appeal and upholding the decision of the Resolution Division. This decision is considered final in accordance with the provisions of (Articles 47, 48) of the rules of work of the committees for resolution of tax violations and disputes. The Zakat differences were recognized within the estimated Zakat provision for 2021. During 2024, an amount of SR 1,680,605 was paid from the Zakat due for the years from 2014 to 2018 and an amount of SR 2,668,013 from Zakat for 2023.

- During 2021, a Zakat assessment was issued by the Zakat, Tax and Customs Authority for the years 2019 to 2020, which resulted in Zakat differences amounting to SR 483,478, and the differences were paid during the same year.

- The Authority approved the zakat assessment for the financial year ended 31 December 2022.

- The amount payable by the Company based on the zakat return for the financial year ended 31 December 2023 amounted to SR 3,226,513. The Authority issued a zakat assessment amounting to SR 3,656,585. However, the Company did not agree with the difference amounting to SR 430,072 and submitted an objection to the Authority, which was subsequently rejected. Accordingly, the Company escalated the objection to the Committee for the Resolution of Zakat and Tax Disputes at the General Secretariat of Tax Committees. The Committee held a session and ruled in favor of the Company; however, the decision has not yet become final. The Authority has the right to appeal before the General Secretariat within 30 days from the date of issuance of the Committee's decision.

During 2025, the zakat examination process for the year ended 31 December 2024 commenced and is still ongoing as of the date of this report.

**14.3 Value Added Tax**

The Company filed VAT returns on a monthly basis. It submitted December 2025 return and paid the amount subsequently.

**15. (Loss) earnings per share**

The basic (loss) earnings per share was calculated on the basis the net (loss) earning attributable to the Shareholders of the Company by the weighted average number of issued shares. The reduced (loss) earning per share equaled the basic (loss) earning per share as follows:

	<b>FOR THE THREE-MONTH PERIOD ENDED 31 MARCH</b>	
	<b>2026 (unaudited)</b>	<b>2025 (unaudited)</b>
Net (loss) / earning attributable to Company's Shareholders	(10,642,669)	4,473,830
Weighted average number of shares issued in "Saudi Riyal"	23,151,105	23,151,105
<b>Basic and diluted (loss) earning per share attributable to the Company's Shareholders</b>	<b>(0.46)</b>	<b>0.19</b>

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**16. Segment information**

The company's main activities consist of several sectors, including the manufacturing and sale of various types of pastries, the sale of vegetables, the production of breakfast cereals, and the manufacturing and sale of meat products. The company conducts its operations within the Kingdom of Saudi Arabia.

The following is a summary of key financial information for the main business segments for the three-month period ended March 31, 2026 (compared to the three-month period ended March 31, 2025).

**Interim statement of profit or loss for the period ended March 31, 2026 (unaudited)**

Statement of profit or loss line items	Pastries Sector	Vegetables Sector	Breakfast Cereal Sector	Meat Sector	Other activities	Total
Sales	7,085,665	8,222,447	1,098,509	6,474,862	-	22,881,483
Cost of sales	<u>(5,689,564)</u>	<u>(5,546,135)</u>	<u>(1,185,820)</u>	<u>(7,988,626)</u>	-	<u>(20,410,145)</u>
<b>Gross profit</b>	<b>1,396,101</b>	<b>2,676,312</b>	<b>(87,311)</b>	<b>(1,513,764)</b>	-	<b>2,471,338</b>
Selling and marketing expenses	(1,981,117)	(2,124,292)	(303,544)	(1,717,872)	-	(6,126,825)
General and administrative expenses	(1,313,654)	(1,865,813)	(210,187)	(1,373,657)	-	(4,763,311)
Expected credit losses	-	-	-	-	-	-
Impairment of other receivables	-	-	-	-	-	-
<b>Loss from operating activities</b>	<b>(1,898,670)</b>	<b>(1,313,793)</b>	<b>(601,042)</b>	<b>(4,605,293)</b>	-	<b>(8,418,798)</b>
Losses of valuation of investments at fair value through profit or loss	-	-	-	-	(1,244,158)	(1,244,158)
Finance costs	(42,474)	(238,189)	(18,288)	(127,984)	-	(426,935)
Other income	39,978	135,409	10,346	77,384	10,545	273,662
<b>Net loss for the period before zakat</b>	<b>(1,901,166)</b>	<b>(1,416,573)</b>	<b>(608,984)</b>	<b>(4,655,893)</b>	<b>(1,233,613)</b>	<b>(9,816,229)</b>
Zakat	(392,106)	(184,361)	(51,267)	(225,729)	-	(853,463)
<b>Net loss for the period</b>	<b><u>(2,293,272)</u></b>	<b><u>(1,600,934)</u></b>	<b><u>(660,251)</u></b>	<b><u>(4,881,622)</u></b>	<b><u>(1,233,613)</u></b>	<b><u>(10,669,692)</u></b>

**Interim statement of profit or loss for the period ended March 31, 2025 (unaudited)**

Statement of profit or loss line items	Pastries Sector	Vegetables Sector	Breakfast Cereal Sector	Meat Sector	Other activities	Total
Sales	16,499,073	28,783,284	1,518,412	10,692,658	-	57,493,427
Cost of sales	<u>(8,301,066)</u>	<u>(22,206,495)</u>	<u>(1,044,740)</u>	<u>(9,463,464)</u>	-	<u>(41,015,765)</u>
<b>Gross profit</b>	<b>8,198,007</b>	<b>6,576,789</b>	<b>473,672</b>	<b>1,229,194</b>	-	<b>16,477,662</b>
Selling and marketing expenses	(1,528,097)	(4,029,868)	(187,653)	(1,699,375)	-	(7,444,993)
General and administrative expenses	(846,621)	(2,233,101)	(103,966)	(941,516)	-	(4,125,204)
Expected credit losses	(32,390)	(56,505)	(2,981)	(20,991)	-	(112,867)
Impairment of other receivables	(14,952)	(26,084)	(1,376)	(9,690)	-	(52,102)
<b>Operating profit /(loss)</b>	<b>5,775,947</b>	<b>231,231</b>	<b>177,696</b>	<b>(144,2378)</b>	-	<b>4,742,496</b>
Profits of valuation of investments at fair value through profits or losses	-	-	-	-	1,967,484	1,967,484
Fair value measurement losses on biological assets	-	-	-	-	(1670438)	(1670438)
Finance costs	(18,716)	(32,651)	(1,722)	(12,129)	-	(65,218)
Other income	93,360	146,714	7,933	53,779	-	301,786
<b>Net profit for the period before Zakat</b>	<b>5,580,591</b>	<b>345,294</b>	<b>183,907</b>	<b>(1,400,728)</b>	<b>297,046</b>	<b>5,276,110</b>
Zakat	(248,192)	(390,030)	(21,089)	(142,969)	-	(802,280)
<b>Net profit for the period</b>	<b><u>5,602,399</u></b>	<b><u>(44,736)</u></b>	<b><u>162,818</u></b>	<b><u>(1543697)</u></b>	<b><u>297,046</u></b>	<b><u>4,473,830</u></b>

**Wafrah for Industry and Development Co.**  
**A Saudi joint-stock company**  
**Riyadh - Kingdom of Saudi Arabia**  
**Notes to the interim condensed financial statements**  
**For the three months period ended March 31, 2026 (unaudited)**  
**(Expressed in Saudi Riyals)**

**17. Fair value**

- Fair value is the obligation for which an asset could be exchanged, or a liability settled between knowledgeable, willing parties in an arm's length transaction. Since the Company's financial statements are prepared under the historical cost principle differences may arise between the carrying amount and the fair value estimates. The Company's Management believes that the fair value of the Company's financial assets and liabilities approximates their carrying balances.

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.

When measuring fair value, the Company uses observable market information whenever possible. Fair values are categorized into different levels in the fair value hierarchy based on the inputs used in the valuation methods as follows: Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

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

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If multiple inputs used to measure fair value are categorized into different levels of the fair value hierarchy, the Fair Value Measurement is categorized in its entirety in the level of the lowest level input that is significant to the entire measurement.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period when the change has occurred. During the period, there were no transfers between Level 1 and Level 2 fair value measurements.

The company's financial instruments are aggregated based on the historical cost principle, except for investments and financial derivatives, which are carried at fair value. Differences may arise between the carrying value and the estimated fair value. Management believes that the fair values of the company's financial assets and liabilities do not differ materially from their carrying values.

The financial assets measured at fair value are as follows:

<b>Assets</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Investments at fair value through other comprehensive income	-	-	15,150,531	15,150,531
Investments at fair value through profits or losses	597,089	-	-	597,089
<b>Total financial assets at fair value</b>	<b>597,089</b>	<b>-</b>	<b>15,150,531</b>	<b>15,747,620</b>

**Interest rate risk (currencies)**

Interest rate risk (commissions) represents the risk related to the effects of fluctuations in interest rates (commissions) prevailing in the market to the Company's financial position and its cash flows.

**Commodity price risk**

Commodity price risk is the risk associated with changes to the prices of certain commodities to which the Company is exposed as a result of adverse impact on the Company's costs and cash flows. This commodity price risk arises from the expected purchases of commodities or the services which the Company is expected to receive.

**18. SUBSEQUENT EVENTS**

Management believes that there are no significant subsequent events from the date the interim condensed statement of financial position at March 31, 2026 until the date of approval of the financial statements that may have a material impact on the interim condensed financial statements.

**19. Approval of interim condensed financial statements**

The interim condensed financial statements for the period ended March 31, 2026 were approved by the Company's Board of Directors on 25 Dhual-Qa'dah 1447 corresponding to 12 May 2026.