MAYAR HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025
AND INDEPENDENT AUDITOR'S REVIEW REPORT

INDEX **PAGE**

Alluhaid & Alyahya Chartered Accountants
A Limited Liability Company
Paid up capital SR 100,000 - CR:1010468314
Kingdom of Saudi Arabia Riyadh King Fahd Road
Muhammadiyah District, Grand Tower 12 th Floor

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF MAYAR HOLDING COMPANY (A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Mayar Holding Company, a Saudi Joint Stock Company, (the "Company") and its Subsidiaries (together the "Group") as at 30 June 2025 and the related interim condensed consolidated statements of profit or loss , comprehensive income, changes in equity and cash flows for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 – "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

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

For Alluhaid & Alyahya Chartered Accountants

Turki A. Alluhaid
Certified Public Accountant
License No. 438

س.ت ١٠١٠٤٦٨٣١٤
LYCA
اللحيد واليحيى محاسبون قانونيون
Alluhaid & Alyahya
Chartered Accountants

Riyadh: 1 Rabi' al-Awwal 1447H
(24 August 2025)

MAYAR HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED

	Notes	*30 June 2025 SR*	*30 June 2024 SR*
		Unaudited	
Revenue	5	**187,622,371**	205,047,137
Cost of sales		**(163,422,970)**	(172,936,156)
GROSS PROFIT		**24,199,401**	32,110,981
Selling and distribution expenses		**(6,904,432)**	(6,473,190)
General and administrative expenses		**(26,188,633)**	(19,461,240)
(Charge for) reversal of expected credit losses on trade receivables and contract assets		**(4,041,987)**	7,436,053
OPERATING (LOSS) INCOME		**(12,935,651)**	13,612,604
Financial charges		**(14,006,805)**	(10,142,741)
Valuation gain from investment properties	11	**10,776,569**	3,558,660
Other income		**1,311,172**	1,600,846
Foreign exchange loss		**(175,796)**	(6,683,933)
(LOSS) INCOME BEFORE ZAKAT AND INCOME TAX		**(15,030,511)**	1,945,436
Zakat		**(225,431)**	(200,000)
NET (LOSS) INCOME FOR THE PERIOD		**(15,255,942)**	1,745,436
Attributable to:			
Equity holders of the parent		**(11,888,216)**	5,751,328
Non-controlling interests		**(3,367,726)**	(4,005,892)
		(15,255,942)	1,745,436
Basic and diluted earnings per share			
(Loss) earnings per share from net (loss) income for the period attributable to equity holders of the parent	10c	**(0.10)**	0.05

Chief Financial Officer **Chief Executive Officer** **Chairman of the Board**

شركة ميار القابضة
شركة ساهمة سعودية
Mayar Holding Company
Saudi Joint Stock
C.R. 1010398836
Nat. No. 7009385241

The attached notes 1 to 17 form an integral part of these interim condensed consolidated financial statements.

MAYAR HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED

	30 June 2025 ***SR***	*30 June 2024* *SR*
	Unaudited	
Net (loss) income for the period	**(15,255,942)**	1,745,436
Other comprehensive income (loss)		
Items that will be reclassified subsequently to the consolidated statement of profit or loss:		
Foreign currency translation differences	**2,129,442**	(38,569,448)
	2,129,442	(38,569,448)
Items that will not be reclassified subsequently to the consolidated statement of profit or loss:		
Remeasurement (loss) gain on defined benefit obligation	**(469,481)**	232,350
Revaluation of freehold land	**207,477**	1,760,869
	(262,004)	1,993,219
Net movement of other comprehensive income (loss) for the period	**1,867,438**	(36,576,229)
Total comprehensive loss for the period	**(13,388,504)**	(34,830,793)
Attributable to:		
Equity holders of the parent	**(10,823,276)**	(19,313,826)
Non-controlling interests	**(2,565,228)**	(15,516,967)
	(13,388,504)	(34,830,793)

Chief Financial Officer **Chief Executive Officer** **Chairman of the Board**

شركة ميار القابضة
شركة مساهمة سعودية
Mayar Holding Company
Saudi Joint Stock
C.R. 1010398836
Nat. No. 7009385241

The attached notes 1 to 17 form an integral part of these interim condensed consolidated financial statements.

MAYAR HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	*As at 30 June 2025 SR Unaudited*	*As at 31 December2024 SR Audited*
ASSETS			
CURRENT ASSETS			
Inventories	7	**67,601,491**	65,004,216
Trade receivables		**84,524,685**	77,302,501
Contract assets		**76,070,139**	76,087,724
Prepayment and other current assets		**39,293,080**	33,074,722
Amounts due from related parties	8	**11,778,637**	11,711,123
Cash and bank balances		**6,048,002**	10,871,769
TOTAL CURRENT ASSETS		**285,316,034**	274,052,055
NON-CURRENT ASSETS			
Property, plant and equipment		**149,862,857**	150,929,201
Goodwill	9	**47,346,242**	47,346,242
Investment properties	11	**73,657,320**	62,880,751
Right-of-use assets		**8,422,365**	8,002,851
TOTAL NON-CURRENT ASSETS		**279,288,784**	269,159,045
TOTAL ASSETS		**564,604,818**	543,211,100
LIABILITIES AND EQUITY			
LIABILITIES			
CURRENT LIABILITIES			
Current portion of lease liabilities		**3,446,614**	3,779,342
Bank overdrafts and short-term borrowings		**209,150,224**	198,940,511
Current portion of long-term borrowings		**26,217,073**	26,219,477
Trade payables, accruals and others		**149,688,549**	126,500,368
Contract liabilities		**43,944,226**	48,665,799
Amounts due to related parties	8	**53,273,752**	57,919,455
Amounts due to shareholders	8	**4,353,730**	175,931
Zakat and income tax payable		**1,612,114**	1,782,971
TOTAL CURRENT LIABILITIES		**491,686,282**	463,983,854
NON-CURRENT LIABILITIES			
Lease liabilities		**5,912,972**	4,253,568
Long-term borrowings		**29,621,031**	24,125,704
Employee benefit obligations		**16,158,350**	16,233,287
TOTAL NON-CURRENT LIABILITIES		**51,692,353**	44,612,559
TOTAL LIABILITIES		**543,381,054**	508,596,413
EQUITY			
Share capital	10a	**60,000,000**	60,000,000
Asset revaluation surplus		**45,455,533**	45,184,618
(Accumulated losses) retained earnings		**(11,150,708)**	1,180,437
Foreign currency translation reserve		**(68,879,898)**	(70,116,852)
Share based payment reserve		**4,653,600**	4,653,600
Treasury shares	10b	**(1,283,933)**	(1,283,933)
Equity attributable to equity holders of the parent		**28,794,594**	39,617,870
Non-controlling interests		**(7,568,411)**	(5,003,183)
TOTAL EQUITY		**21,226,183**	34,614,687
TOTAL LIABILITIES AND EQUITY		**564,604,818**	543,211,100

Chief Financial Officer **Chief Executive Officer** **Chairman of the Board**

شركة ميار القابضة
شركة مساهمة سعودية
Mayar Holding Company
Saudi Joint Stock
C.R. 1010398836
Nat. No. 7009385241

The attached notes 1 to 17 form an integral part of these interim condensed consolidated financial statements.

MAYAR HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Attributable to equity holders of the Parent								
	Share capital SR	*Share based payment reserve SR*	*(Accumulated loss) retained earnings SR*	*Treasury shares SR*	*Asset revaluation surplus*	*Foreign currency translation reserve SR*	*Total SR*	*Non-controlling interest SR*	*Total equity SR*
Balance as at 1 January 2024 (Audited)	60,000,000	4,653,600	(28,880,114)	(1,283,933)	49,032,247	(51,088,972)	32,432,828	6,246,525	38,679,353
Net income for the period	-	-	5,751,328	-	-	-	5,751,328	(4,005,892)	1,745,436
Other comprehensive loss	-	-	232,266	-	1,578,453	(26,875,873)	(25,065,154)	(11,511,075)	(36,576,229)
Total comprehensive loss for the period	-	-	5,983,594	-	1,578,453	(26,875,873)	(19,313,826)	(15,516,967)	(34,830,793)
Non-controlling interest share in capital increase of a subsidiary	-	-	-	-		-	-	3,100,225	3,100,225
Absorption of losses	-	-	13,617,657	-	-	-	13,617,657	43,368	13,661,025
Balance as at 30 June 2024 (Unaudited)	60,000,000	4,653,600	(9,278,863)	(1,283,933)	50,610,700	(77,964,845)	26,736,659	(6,126,849)	20,609,810
Balance as at 1 January 2025 (Audited)	**60,000,000**	**4,653,600**	**1,180,437**	**(1,283,933)**	**45,184,618**	**(70,116,852)**	**39,617,870**	**(5,003,183)**	**34,614,687**
Net loss for the period	-	-	**(11,888,216)**	-	-	-	**(11,888,216)**	**(3,367,726)**	**(15,255,942)**
Other comprehensive (loss) income	-	-	**(442,929)**	-	**270,915**	**1,236,954**	**1,064,941**	**802,498**	**1,867,438**
Total comprehensive loss for the period	-	-	**(12,331,145)**	-	**270,915**	**1,236,954**	**(10,823,275)**	**(2,565,228)**	**(13,388,504)**
Balance as at 30 June 2025 (Unaudited)	**60,000,000**	**4,653,600**	**(11,150,708)**	**(1,283,933)**	**45,455,533**	**(68,879,898)**	**28,794,594**	**(7,568,411)**	**21,226,183**

Chief Financial Officer **Chief Executive Officer** **Chairman of the Board**

شركة ميار القابضة
شركة مساهمة سعودية
Mayar Holding Company
Saudi Joint Stock

The attached notes 1 to 17 form an integral part of these interim condensed consolidated financial statements.

MAYAR HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	30 June 2025 ***SR***	*30 June 2024* *SR*
	Unaudited	
OPERATING ACTIVITIES		
(Loss) income before zakat	**(15,030,511)**	1,945,436
Adjustments:		
Depreciation of property, plant and equipment	**5,117,151**	5,755,305
Depreciation of right-of-use assets	**2,268,630**	2,559,288
Right of use written off and termination of lease liability	**75,822**	(10,187)
Charge for (reversal of) expected credit losses on trade receivables and contract assets	**4,041,987**	(7,436,053)
Provision for slow-moving and obsolete inventories	**136,029**	694,104
Charge for expected credit losses on prepayments and other current assets	**421,870**	-
Provision for employees defined benefit obligation	**1,472,062**	1,363,093
Financial charges	**14,006,805**	10,142,741
Net foreign exchange differences	**985,521**	(10,431,945)
Valuation gain from investment properties	**(10,776,569)**	(3,558,660)
Loss (gain) on disposal of property, plant and equipment	**8,464**	(491,762)
	2,727,261	531,360
Changes in operating assets and liabilities:		
Inventories	**(2,733,304)**	12,724,391
Trade receivables	**(11,264,171)**	(1,077,588)
Prepayments and other current assets	**(6,640,228)**	(1,413,515)
Related parties, net	**(4,713,217)**	(2,095,208)
Trade payables, accruals and others	**23,188,181**	23,817,947
Contract assets	**17,585**	2,150,150
Contract liabilities	**(4,721,573)**	(5,259,056)
	(4,139,466)	29,378,481
Zakat paid	**(408,192)**	(243,372)
Finance charges paid	**(14,006,805)**	(9,826,370)
Employee defined benefit obligations paid	**(2,001,357)**	(1,069,152)
Net cash flows (used in) from operating activities	**(20,555,820)**	18,239,587
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(3,246,214)**	(5,683,082)
Proceeds from the disposal of property, plant and equipment	**547,860**	2,355,746
Net cash flows used in investing activities	**(2,698,354)**	(3,327,336)
FINANCING ACTIVITIES		
Proceeds from (repayment of) bank overdraft and short-term borrowings	**10,209,715**	(32,500,652)
Proceeds from long-term borrowings	**5,492,923**	2,596,714
Amounts due to shareholders	**4,177,799**	(16,702)
Repayment of principal portion of lease liabilities	**(1,450,030)**	(2,372,517)
Non-controlling interest share in capital increase of a subsidiary	-	3,100,225
Absorption of losses	-	13,661,024
Net cash flows from (used in) financing activities	**18,430,407**	(15,531,908)
Net decrease in cash and bank balances	**(4,823,767)**	(619,657)
Cash and bank balances at beginning of the period	**10,871,769**	8,822,396
Cash and bank balances at end of the period	**6,048,002**	8,202,739
NON-CASH TRANSACTIONS		
Additions to right of use and lease liability	**2,934,737**	1,647,742
Remeasurement gain (loss) on obligation of employee defined benefits	**454,357**	(232,353)
Revaluation of freehold land	**212,340**	1,760,869

Chief Financial Officer **Chief Executive Officer** **Chairman of the Board**

شركة ميار القابضة
مساهمة سعودية
Mayar Holding Company
Saudi Joint Stock
C.R. 1010398836
Nat. No. 7009385241

The attached notes 1 to 17 form an integral part of these interim condensed consolidated financial statements.

1- CORPORATE INFORMATION

Mayar Holding Company (the "Company") is a Saudi joint stock company registered in Riyadh, Kingdom of Saudi Arabia with commercial registration No. 1010398836 dated 20 Safar 1435H (corresponding to 23 December 2013). The Company is licensed to engage in managing subsidiaries of holding companies, owning real estate and movables necessary for holding companies, providing loans, guarantees, and financing for subsidiaries of holding companies, owning and leasing industrial property rights to subsidiaries of holding companies. The Company's shares are listed and traded on Saudi Stock exchange parallel market.

The interim financial statements of following subsidiaries are included in these interim condensed consolidated financial statements:

Directly and indirectly owned subsidiary	*Principal activities*	*Country of incorporation*	*30 June 2025*	*31 December 2024*
1- Elevators Solutions Investment Company	Holding Company	Saudi Arabia	72%	72%
a. Gulf Elevators & Escalators Company Limited	Assembling Elevators & Escalators	Saudi Arabia	100%	100%
b. Fuji Saudi Arabia for Elevators & Escalators Company Limited	Trading Elevators & Escalators	Saudi Arabia	100%	100%
c. Egypt Gulf Elevators & Escalators Company Limited	Assembling Elevators & Escalators	Arab Republic of Egypt	60%	60%
d. Creative Performance Company for Elevators	Trading Elevators & Escalators	Saudi Arabia	100%	100%
e. Elevators Solutions for Operation & Maintenance Company	Trading Elevators & Escalators	Saudi Arabia	100%	100%
f. Saudi Installations, Operations and Maintenance Contracting Company	Trading Elevators & Escalators	Saudi Arabia	100%	100%
g. Smart Elevators Company	Trading Elevators & Escalators	Saudi Arabia	100%	100%
2- Jedaya Agriculture Company	Holding Company	Saudi Arabia	98.58%	98.58%
a. Jedaya Feed Mill	Produce feed for livestock& Poultry	Saudi Arabia	100%	100%
b. Jedaya Poltury Production	poultry farming & meat processing	Saudi Arabia	100%	100%
c. Jedaya Products trading "Namia" (i)	Trading in agricultural & poultry products	Saudi Arabia	100%	100%
3- Ziorak Limited Liability Company (ii)	Trading in Irrigation systems	Saudi Arabia	100%	100%
a. Misr Gulf for Modern Industries Company (iii)	Manufacturing rubber soles for shoes	Arab Republic of Egypt	100%	100%
4- Rasa Company for Food Industries	Food manufacturing	Saudi Arabia	97.5%	97.5%

(i) On 3 Sha'ban 1446H (corresponding to 3 March 2025) The name of the company changed from Food development trading to Jedaya Products trading.

(ii) On 1 Muharram 1447 (corresponding to 26 June 2025), the name of the subsidiary was changed from Saudia Drip Irrigation Company Limited to Ziorak Company, a limited liability company as registered in the Commercial Register in Riyadh under number (1010152976) and Unified National Number (7001395339).

(iii) On 1 Rajab 1447H (corresponding to 1 January 2025), Mayar Holding Company transferred its ownership of 98,000 shares representing a 98% equity interest in Misr Gulf for Modern Industries Company to Ziorak Limited liability Company. This was part of Group restructuring process and did not result in any financial impact on the interim condensed consolidated financial statements.

2- BASIS OF PREPARATION

These interim condensed consolidated financial statements for the six months period ended 30 June 2025 have been prepared in accordance with the International Accounting Standard 34 *'Interim Financial Reporting' ("IAS 34")* as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

During the six-month period ended 30 June 2025, the Group incurred a net loss of SR 15.3 million resulting in accumulated losses of SR 11.2 million. As at that date, Group's current liabilities exceeded its current assets by SR 206.3 million (31 December 2024: 189.9 million). The Group's ability to continue its operations is dependent on the successful restructuring of its debt and equity as well as increasing its revenue volumes and streams. Management has assessed the Group's ability to continue as a going concern, considering its financial position as at 30 June 2025, projected cash flows and ongoing financing debt restructuring plans. These include the planned issuance of SR 150 million in convertible sukuk, short term borrowing restructuring and alternative capital-raising options.

2- BASIS OF PREPARATION (CONTINUED)

Operational forecasts, supported by existing contracts, projects under execution, and expansion initiatives across multiple sectors indicate that sufficient liquidity will be available to meet obligations as they fall due. In addition, Management expects that the repayment date of amounts due under the revolving credit facility will continue to be rolled over until the expiry of the agreement, as was the case in the past. As at 30 June 2025, the Group had access to undrawn borrowing facilities amounting to SR 4.6 million under the same revolving credit facility.

Based on the above, the Directors have concluded that there is a reasonable expectation that the Group has adequate resources to continue its operations for the foreseeable future, and for a period not less than 12 months from the end of the reporting period. Accordingly, the interim condensed consolidated financial statements have been prepared on a going concern basis

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should therefore be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024.

These interim condensed consolidated financial statements are presented in Saudi Riyals ("SR"), which is the functional currency of the Group.

In preparing these interim condensed consolidated financial statements, the Group has made judgments, estimates, and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

The significant judgments made by the Group in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited consolidated financial statements.

3- BASIS OF CONSOLIDATION

The interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries listed in note 1 as at 30 June 2025. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee
- The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement(s) with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses whether it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income ("OCI") are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies.

All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, non-controlling interest and other components of equity, while any resultant gain or loss is recognised in profit or loss. Any investment retained is recognised at fair value.

4- NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP

The material accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024 except for the adoption of amendments to existing standards effective as of 1 January 2025. Certain amendments apply for the first time in 2025, but do not have an impact on the interim condensed consolidated financial statements of the Group.

Standards and amendments effective in the current period

The Group has adopted all amendments to standards issued by the International Accounting Standards Board ("IASB") as and when adopted by SOCPA that are mandatory for adoption in the annual periods beginning on or after 1 January 2025 and are applicable to the Group. The management has assessed that the amendments have no significant impact on the Group's interim condensed consolidated financial statements.

Standard / interpretation	Description	Effective date
Amendment to IAS 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 set 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.	1 January 2025

Standards and amendments issued and not yet effective

The following standards, amendments, and interpretations were in issue at the date of authorization of these interim condensed consolidated financial statements but are not yet effective. In the opinion of the Group's management, these standards, amendments to standards and interpretation are not expected to have any significant impact on the Group's interim condensed consolidated financial statements when effective and endorsed by SOCPA. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The Group intends to adopt these standards, if applicable, when they become effective and endorsed by SOCPA.

Standards / amendments to standards / interpretations (continued)	***Effective date***
Amendment to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely
Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments: Disclosure	1 January 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	1 January 2027

5- REVENUE

		For the six-month period ended 30 June 2025	*For the six-month period ended 30 June 2024*
		Unaudited	
		SR	*SR*
	Timing of revenue recognition		
Sale of feed and agriculture products	At a point in time	**82,936,532**	102,705,590
Sale of elevators and escalators	Over the time	**54,786,645**	55,083,184
Sale of plastic products	At a point in time	**31,712,826**	35,785,041
Maintenance services	Over the time	**12,428,811**	8,808,428
Sale of spare parts	At a point in time	**5,757,557**	2,664,894
		187,622,371	205,047,137

6- SEGMENT INFORMATION

The following tables present revenue and income before zakat information for the Group's operating segments for the six-month period ended 30 June 2025 and 2024, respectively:

	Elevators and escalators SR	*Feed and agriculture SR*	*Plastic SR*	*Mayar Holding Company SR*	*Adjustments and eliminations SR*	*Consolidated SR*
Six-month period ended 30 June 2025 (Unaudited)						
Revenue						
External customer	**72,973,013**	**82,936,532**	**31,712,826**	**-**	**-**	**187,622,371**
Total revenue	**72,973,013**	**82,936,532**	**31,712,826**	**-**	**-**	**187,622,371**
Results						
Segment (loss) income before zakat	**(11,103,778)**	**(6,589,459)**	**6,073,275**	**(11,688,217)**	**8,277,668**	**(15,030,511)**
Six-month period ended 30 June 2024 (Unaudited)						
Revenue						
External customer	66,556,506	102,705,590	35,785,041	-	-	205,047,137
Total revenue	66,556,506	102,705,590	35,785,041	-	-	205,047,137
Results						
Segment (loss) income before zakat	(5,956,697)	3,919,773	5,929,034	5,951,328	(7,898,002)	1,945,436

The Group does not have any intersegment revenue.

The following table presents assets and liabilities information for the Group's operating segments as at 30 June 2025 and 31 December 2024, respectively:

	Elevators and escalators SR	*Feed and agriculture SR*	*Plastic SR*	*Mayar Holding Company SR*	*Adjustments and eliminations SR*	*Consolidated SR*
Assets						
(Unaudited) 30 June 2025	**286,455,029**	**233,960,576**	**69,565,686**	**119,445,698**	**(144,822,171)**	**564,604,818**
(Audited) 31 December 2024	284,285,381	221,274,299	61,506,800	85,399,789	(109,255,169)	543,211,100
Liabilities						
(Unaudited) 30 June 2025	**298,814,911**	**210,944,977**	**43,667,285**	**67,948,259**	**(77,994,378)**	**543,381,054**
(Audited) 31 December 2024	286,788,733	191,720,444	49,905,911	61,018,679	(80,837,354)	508,596,413

7- INVENTORIES

	30 June 2025	*31 December 2024*
	Unaudited ***SR***	*Audited* *SR*
Raw materials	**36,372,968**	38,616,435
Finished goods	**22,903,135**	19,733,161
Consumables	**9,729,081**	8,815,150
Work in progress	**4,683,941**	3,791,075
	73,689,125	70,955,821
Less: provision for obsolete and slow-moving inventories	**(6,087,634)**	(5,951,605)
	67,601,491	65,004,216

Movement in provision for obsolete and slow-moving inventories was as follows:

	For the six-month period ended 30 June 2025	*For the year ended 31 December 2024*
	Unaudited ***SR***	*Audited* *SR*
At beginning of the period/year	**5,951,605**	6,705,166
Charge (reversal) for the period/year	**136,029**	(753,561)
At end of the period/year	**6,087,634**	5,951,605

8- RELATED PARTIES TRANSACTIONS AND BALANCES

In the normal course of business, the Group transacts with related parties. The outstanding balance with related parties is unsecured and without interest and is payable on demand unless otherwise stated.

Following are the details of the significant transactions with related parties during the six-month period ended 30 June:

			Amount of transaction	
			Unaudited	
Name of related party	*Nature of relationship*	*Nature of transaction*	***2025*** ***SR***	*2024* *SR*
Helwan Machinery & Equipment Company	Affiliate	Contract revenue	-	1,629,291
Taya Holding Company	Shareholder	Absorption of losses	-	13,617,657
		Funding received	**4,350,000**	5,500,000
Taya Real Estate Company	Affiliate	Rent charges	**856,875**	817,922

Following is a summary of balances with related parties, which are shown in the interim condensed consolidated statement of financial position as at 30 June 2025 and 31 December 2024:

Amounts due from related parties

	30 June 2025 Unaudited SR	*31 December 2024 Audited SR*
Arabian Gulf for Contracting and Maintenance Company	**4,163,746**	4,163,746
Sadric Egypt for Industries	**3,454,778**	3,287,666
Aklna Trading Company	**2,863,522**	2,869,300
Ali Alhumaid	**726,300**	726,300
Adeeb Alfadil	**477,962**	566,030
Misr Polymers Company	**51,612**	50,432
Misr Saudi for Contracting Company	**40,717**	47,649
	11,778,637	11,711,123

Amounts due to related parties

	30 June 2025 Unaudited SR	*31 December 2024 Audited SR*
Mr. Abdulrahman Alyabis	**31,173,601**	35,173,601
National Authority for Military Production	**11,183,416**	11,183,416
Helwan Machinery & Equipment Company	**10,424,504**	11,161,675
Taya Real Estate Company	**492,231**	400,763
	53,273,752	57,919,455

8- RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

Amounts due to shareholders

	30 June 2025 Unaudited SR	*31 December 2024 Audited SR*
Taya Holding Company	**4,350,000**	172,201
Eng. Abdullah Bin Rayes	**3,730**	3,730
	4,353,730	175,931

Compensations for the key management personnel of the Group

The key management personnel of the Group consist of the Board of Directors and senior management members who have the authority and responsibility for planning, directing and controlling the activities of the Group.

	For the six-month period ended 30 June 2025	*For the six-month period ended 30 June 2024*
	Unaudited	
	SR	*SR*
Salaries and benefits – short term	**2,676,186**	2,959,686
Salaries and benefits – long term	**156,266**	218,993

9- GOODWILL

The Group performed its interim simpairment test as at 30 June 2025. For impairment testing, goodwill acquired through a business combination is allocated to each investee entity which are considered as separate CGUs at which the goodwill is managed. The goodwill allocated to Saudi Installations, Operations and Maintenance Contracting Company amounted to SR 38,475,905 and Smart Elevators Company amounted to 8,870,337.

The recoverable amount of the Saudi Installations, Operations and Maintenance Contracting Company of SR 64,200,782 as at 30 June 2025 has been determined based on a value in use calculation using cash flow projections from financial budgets approved by senior management covering a five-year period. The projected cash flows have been updated to reflect the demand for products. The discount rate applied to cash flow projections is 12.16% and cash flows beyond the five-year period are extrapolated using a 2.0% growth rate that is consistent with management's expectation of long-term average growth rate for the elevator and escalator sector in the Kingdom of Saudi Arabia. There was headroom of SR 25,724,877 and management did not identify an impairment for Saudi Installations, Operations and Maintenance Contracting Company.

The recoverable amount of the Smart Elevators Company of SR 13,622,375 as at 30 June 2025 has been determined based on a value in use calculation using cash flow projections from financial budgets approved by senior management covering a five-year period. The projected cash flows have been updated to reflect the demand for products. The discount rate applied to cash flow projections is 9.3% and cash flows beyond the five-year period are extrapolated using a 2.0% growth rate that is consistent with the long-term average growth rate for the elevator and escalator sector. There was headroom of SR 8,870,337 and management did not identify an impairment for Smart Elevators Company.

Key assumptions used in value in use calculations and sensitivity to changes in assumptions.
The calculation of value in use for both entities is most sensitive to assumptions such as gross margins, discount rates and growth rates used to extrapolate cash flows beyond the forecast period.

9- GOODWILL (CONTINUED)

Gross margins – Gross margins are based on average values achieved in the three years preceding the beginning of the budget period. The gross margins for Saudi Installations, Operations and Maintenance Contracting Company and Smart Elevators Company were 33% and 53%, respectively. These are increased over the budget period for anticipated efficiency improvements. An increase of 5% per annum was applied for the Saudi Installations, Operations and Maintenance Contracting Company and 5% per annum for Smart Elevators Company. Any decrease in the gross margin would result in a decrease in the headroom.

Discount rates – Discount rates represent the current market assessment of the risks specific to each entity, taking into consideration the time value of money and individual risks of the underlying assets that have not been incorporated in the cash flow estimates. The discount rate calculation is based on the specific circumstances of each entity and is derived from its weighted average cost of capital (WACC). The WACC takes into account both debt and equity. The cost of equity is derived from the expected return on investment by the Group's investors. The cost of debt is based on the interest-bearing borrowings the Group is obliged to service. Entity-specific risk is incorporated by applying individual beta factors. The beta factors are evaluated at the end of each financial period based on publicly available market data.

Growth rate estimates - Average annual growth rate over the five-year forecast period; based on past performance and management's expectations of market development. The sales growth in the forecast period has been estimated to be a compounded annual growth rate of 5.0%.

The management believes that a 1% decrease in the growth rate, or a reasonable range of increase or decrease in any of the other assumptions used for cash flow projections, individually, would not change the outcome of the impairment analysis for the goodwill.

10- SHARE CAPITAL, TREASURY SHARES AND EARNINGS PER SHARE

a. ***Share capital***

As of 30 June 2025, the Company's share capital amounted to SR 60,000,000 (31 December 2024: SR 60,000,000), consisting of 120,000,000 shares (31 December 2024: 120,000,000 shares) with a par value of SR 0.5 per share.

b. ***Treasury shares***

The reserve for the Company's treasury shares comprises the cost of the Company's shares held by the Company. As at 30 June 2025, the Company held 30,900 shares (31 December 2024: 30,900 shares) amounting to SR 1,283,933 (31 December 2024: SR 1,283,933).

c. ***Earnings per share (EPS)***

EPS is calculated by dividing the net income for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the period net of the treasury shares.

	For the six-month period ended 30 June 2025	*For the six-month period ended 30 June 2024*
	Unaudited	
Net (loss) income for the period attributable to ordinary equity holders of the parent (SR)	**(11,888,216)**	5,751,328
Weighted average number of ordinary shares (net of treasury shares)	**119,969,100**	119,969,100
(Loss) earnings per share (SR)	**(0.10)**	0.05

11- INVESTMENT PROPERTIES

	Land	Irrigation systems	Other assets	Total
	SR	SR	SR	SR
As at 1 January 2025 (Audited)	**57,192,750**	**1,482,588**	**4,205,413**	**62,880,751**
Change in fair value	**3,050,281**	**1,645,909**	**6,080,379**	**10,776,569**
As at 30 June 2025 (Unaudited)	**60,243,031**	**3,128,497**	**10,285,792**	**73,657,320**
As at 1 January 2024 (Audited)	-	-	-	-
Transfer from property, plant and equipment	42,195,540	1,864,522	4,610,576	48,670,638
Depreciation for the year	-	(381,934)	(405,163)	(787,097)
Change in fair value	14,997,210	-	-	14,997,210
As at 31 December 2024 (Audited)	57,192,750	1,482,588	4,205,413	62,880,751

The Group's investment properties located in Qassim, comprise of agricultural land and related assets (irrigation systems, accommodations, wells, generators and other equipment) which form an integral part of the investment properties under lease agreements. These assets were reclassified from property, plant and equipment at their carrying value on the date of transfer, as the Group commenced leasing them out in 2024. Effective 1 January 2025 the Group started to fair value the irrigation systems and related assets.

As at 30 June 2025, the fair value of the properties is based on valuations performed by "Tathmen" and "Sultan Ahmed Al-Badr Real Estate Appraisal Company", accredited independent valuers who have valuation experience for similar properties.

Significant unobservable valuation input:	**30 June 2025**	31 December 2024
Price per square meter	**SR 2.37**	SR 2.88 – 3.00
Depreciation rate	**30%-75%**	-
Scrap value	**10%**	-

Significant increases (decreases) in estimated price per square meter, depreciation rate and scrap value in isolation would result in a significantly higher (lower) fair value on a linear basis. Fair value measurement is classified as level 3 in fair value hierarchy.

The fair value of the investment properties was determined using the market comparison method and the cost method. The valuations were carried out by the valuers and are based on transaction prices for properties with similar characteristics, location, and condition.

The Group has no restrictions on the realisability of its investment properties and no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance and enhancements.

Rental income derived from investment properties for the six-month period ended 30 June 2025 was SR 520,208 (30 June 2024: SR 1,600,000).

12- FINANCIAL INSTRUMENTS

12.1 Financial assets

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

	30 June 2025 Unaudited SR	31 December2024 Audited SR
Financial assets carried at amortized cost		
Trade receivables	**84,524,685**	77,302,501
Contract assets	**76,070,139**	76,087,724
Amounts due from related parties	**11,778,637**	11,711,123
Other current assets	**10,182,995**	10,162,550
Cash and bank balances	**6,048,002**	10,871,769
Total financial assets carried at amortized cost	**188,604,458**	186,135,667

12.2 Financial liabilities

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

	30 June 2025 Unaudited SR	31 December2024 Audited SR
Financial liabilities carried at amortized cost		
Bank overdrafts and short-term borrowings	**209,150,224**	198,940,511
Trade and other payables	**81,062,713**	79,112,740
Long term borrowings	**55,838,104**	50,345,181
Amounts due to related parties	**53,273,752**	57,919,455
Lease liabilities	**9,359,586**	8,032,910
Amounts due to shareholders	**4,353,730**	175,931
Total financial liabilities carried at amortized cost	**413,038,109**	394,526,728

12.3 Fair value measurement

Financial assets consist of cash and bank balances, trade receivables, contract assets, amounts due from related parties and other current assets. Financial liabilities consist of trade and other liabilities, bank overdrafts and borrowings, amount due to related parties and shareholders, lease liabilities and contract liabilities. The fair values of financial assets and financial liabilities approximate their carrying values at the reporting date mainly due to the short-term maturities and periodic price resetting of these instruments and are classified as level 2. As at 30 June 2025 and 31 December 2024, there were no financial instruments measured at fair value. There were no transfers between the various levels of fair value hierarchy during the current period or prior year.

13- SUBSEQUENT EVENTS

In the opinion of management, there have been no other significant subsequent events since the period ended 30 June 2025, which would have a material impact on the financial position of the Group as reflected in these interim condensed consolidated financial statements.

14- RECLASSIFICATION OF COMPARATIVE FIGURES

During the six-month period ended 30 June 2025, management identified certain related assets inappropriately classified within property plant and equipment that were reclassified to investment properties. Accordingly, certain comparative figures from the annual financial statements for the year ended 31 December 2024 have been reclassified to conform with the current period presentation. This reclassification did not impact the Group's interim condensed consolidated statements of profit or loss, other comprehensive income and equity, nor did it affect the opening balance of the annual financial statements for the year ended 31 December 2024. The amounts reclassified are as follows:

	As previously reported SR	*Reclassification SR*	*As reclassified SR*
Consolidated statement of financial position			
As at 31 December 2024			
Investment properties	**57,192,750**	5,688,001	62,880,751
Property, plant and equipment	**156,617,202**	(5,688,001)	150,929,201

In addition to the above, certain comparative figures from the interim condensed consolidated statement of profit or loss for the period ended 30 June 2024 have been reclassified to conform with the current period presentation as follows:

	As previously reported SR	*Reclassification SR*	*As reclassified SR*
Interim condensed consolidated statement of profit or loss			
For the period ended 30 June 2024			
Other income	(1,524,427)	3,125,273	1,600,846
Valuation gain from fair value of investment properties	-	3,558,660	3,558,660
Foreign exchange loss	-	(6,683,933)	(6,683,933)

15- LOANS COVENANT

The Group has breached a loan covenant with the Saudi National Bank amounting to SR 1.5 million. Consequently, the outstanding balance has been reclassified from non-current liabilities to current liabilities.

16- COMMITMENT AND CONTINGENCIES

The Group has entered into a commitment amounting to SR 9,500,000 for the purchase of 12 poultry barns. The transaction is expected to be completed in accordance with the agreed contractual terms.

17- APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements, for the six-month period ended on 30 June 2025, were approved by the Company's Board of Directors during its meeting held on 27 Safar 1447 H (corresponding to 21 August 2025).