

ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND SIX- MONTH PERIOD ENDED JANUARY 31,2026

ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED January 31,2026

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the shareholders of Ataa Educational Company
(A Saudi joint stock company)
Riyadh, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of **Ataa Educational Company** ("the Company") and its subsidiaries (collectively referred to as "the Group") as of January 31, 2026, the related interim condensed consolidated statement of profit or loss and the interim condensed consolidated statement of comprehensive income for the three-month and six-month periods then ended, and the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information 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 this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

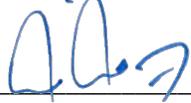
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

Emphasis of Matter

We draw attention to Note (16) to the condensed interim consolidated financial information, which provides more detailed on the reassessment of the method of recognition of educational revenues and calculating the costs incurred relating to those services, whereby revenues are now recognized over the duration of the academic year rather than the financial year, in accordance with the guidance released by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). This change has been applied to the comparative figures for the period under review, and our conclusion has not been modified in respect of this matter.

RSM Allied Accountants Professional Services



Mohammed Abdulmajeed Mohandis
License No 564
Riyadh, Kingdom of Saudi Arabia
14 Ramadan 1447 H (corresponding to March 3, 2026)



ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF JANUARY 31, 2026

(All amounts in Saudi Riyals unless otherwise stated)

| | Note | January 31, 2026 (Unaudited) | July 31, 2025 (Audited) |
|--|------|---------------------------------|----------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 4 | 942,894,442 | 901,246,071 |
| Right-of-use assets | | 372,007,375 | 393,924,121 |
| Intangible assets | | 20,016,457 | 21,091,569 |
| Goodwill | | 535,544,389 | 535,544,389 |
| Total non-current assets | | 1,870,462,663 | 1,851,806,150 |
| Current assets | | | |
| Inventory | | 6,031,946 | 4,372,031 |
| Prepayments and other current assets, Net | | 97,804,349 | 94,629,576 |
| Due from a related party | 6-1 | 3,741 | - |
| Accounts receivables | 5 | 123,441,882 | 92,892,368 |
| Cash and cash equivalents | 7 | 66,805,944 | 63,168,420 |
| Total current assets | | 294,087,862 | 255,062,395 |
| TOTAL ASSETS | | 2,164,550,525 | 2,106,868,545 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | 8 | 420,872,150 | 420,872,150 |
| Share premium | | 276,786,861 | 276,786,861 |
| Other reserves | | - | 51,060,154 |
| Actuarial reserve | | (18,690,989) | (18,690,989) |
| Retained earnings | | 144,755,681 | 97,495,930 |
| Total equity attributable to the shareholders of the Parent Company | | 823,723,703 | 827,524,106 |
| Non-controlling interest | | 60,630,542 | 60,332,799 |
| TOTAL EQUITY | | 884,354,245 | 887,856,905 |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Borrowings | 9-3 | 463,461,425 | 479,186,715 |
| Lease liabilities | | 390,809,759 | 419,469,922 |
| Deferred government subsidy income | | 145,029 | 216,844 |
| Employees' benefit obligations | | 60,565,468 | 61,132,331 |
| Deferred tax liabilities | | 29,553 | 29,553 |
| Total non-current liabilities | | 915,011,234 | 960,035,365 |
| Current liabilities | | | |
| Borrowings | 9-3 | 117,464,654 | 146,918,295 |
| Lease liabilities | | 37,348,050 | 43,636,695 |
| Deferred government subsidy income | | 177,480 | 211,329 |
| Contract liabilities | | 112,411,099 | 34,877,811 |
| Accrued expenses and other current liabilities | | 88,705,006 | 22,345,343 |
| Due to related parties | 6-2 | 43,019 | 4,666,658 |
| Trade payables | | 7,523,798 | 3,679,145 |
| Zakat and income tax provision | 10-3 | 1,511,940 | 2,640,999 |
| Total current liabilities | | 365,185,046 | 258,976,275 |
| TOTAL LIABILITIES | | 1,280,196,280 | 1,219,011,640 |
| TOTAL EQUITY AND LIABILITIES | | 2,164,550,525 | 2,106,868,545 |

Chief Financial Officer

Adel Nader Desouki

Chief Executive Officer

Fahd bin Abdulaziz Al-Tuwajri

Chairman

Tariq bin Othman Al-Qasabi

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial information.



ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 31 JANUARY 2026
(All amounts in Saudi Riyals unless otherwise stated)

| | Note | For the three-month period ended 31 January | | For the six-month period ended 31 January | |
|---|------|--|-------------------------------|--|-------------------------------|
| | | 2026 (Unaudited) | 2025 (Unaudited- Restated) | 2026 (Unaudited) | 2025 (Unaudited -Restated) |
| Revenue | 14 | 195,104,818 | 188,709,205 | 360,329,690 | 360,137,801 |
| Government subsidy income | 14 | 262,015 | 1,583,684 | 2,811,176 | 4,254,138 |
| Cost of revenue | 14 | (124,171,092) | (131,657,719) | (237,151,516) | (253,154,488) |
| Gross profit | | 71,195,741 | 58,635,170 | 125,989,350 | 111,237,451 |
| Marketing expenses | | (2,424,600) | (2,068,669) | (5,045,012) | (4,001,872) |
| General and administrative expenses | | (17,130,285) | (13,435,626) | (34,034,341) | (30,287,257) |
| Provision for expected credit losses expenses | 5 | (2,813,898) | (1,344,842) | (4,755,148) | (2,138,225) |
| Operating profit | | 48,826,958 | 41,786,033 | 82,154,849 | 74,810,097 |
| Other income | | 3,809,383 | 11,081,582 | 7,773,621 | 14,621,035 |
| Finance costs | 11 | (14,147,534) | (14,995,622) | (28,800,307) | (29,005,230) |
| Net profit for the period before zakat and income tax | | 38,488,807 | 37,871,993 | 61,128,163 | 60,425,902 |
| Zakat and income tax expense | 10 | (750,000) | (702,089) | (1,500,000) | (1,658,290) |
| Net profit for the period | | 37,738,807 | 37,169,904 | 59,628,163 | 58,767,612 |
| Net profit for the period attributable to: | | | | | |
| Shareholders of the Company | | 37,355,371 | 37,760,929 | 59,330,420 | 58,172,928 |
| Non-controlling interest | | 383,436 | (591,025) | 297,743 | 594,684 |
| | | 37,738,807 | 37,169,904 | 59,628,163 | 58,767,612 |
| Basic and diluted earnings per share: | | | | | |
| Basic and diluted earnings per share as per net income for the period attributable to the shareholders of the Company | 12 | 0.89 | 0.90 | 1.41 | 1.38 |

Chief Financial Officer

Adel Nader Desouki

Chief Executive Officer

Fahd bin Abdulaziz Al-Tuwaijri

Chairman

Tariq bin Othman Al-Qasabi



The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial information.

ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 31 JANUARY 2026

(All amounts in Saudi Riyals unless otherwise stated)

| | For the three-month period ended 31 January | | For the six-month period ended 31 January | |
|---|--|----------------------------------|--|----------------------------------|
| | 2026 (Unaudited) | 2025 (Unaudited- Restated) | 2026 (Unaudited) | 2025 (Unaudited- Restated) |
| Net profit for the period | 37,738,807 | 37,169,904 | 59,628,163 | 58,767,612 |
| Other comprehensive income | | | | |
| <i>Items that will not be reclassified subsequently in the statement of profit or loss:</i> | | | | |
| Remeasurement of employees' end of service benefits | - | - | - | - |
| Total other comprehensive income | - | - | - | - |
| Total comprehensive income for the period | 37,738,807 | 37,169,904 | 59,628,163 | 58,767,612 |
| Total comprehensive income for the period attributable to: | | | | |
| Shareholders of the Parent Company | 37,355,371 | 37,760,929 | 59,330,420 | 58,172,928 |
| Non-controlling interest | 383,436 | (591,025) | 297,743 | 594,684 |
| | 37,738,807 | 37,169,904 | 59,628,163 | 58,767,612 |

Chief Financial Officer
Adel Nader Desouki



Chief Executive Officer
Fahd bin Abdulaziz Al-Tuwaijri



Chairman
Tariq bin Othman Al-Qasabi




The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial information.

ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 31 JANUARY 2026
(All amounts in Saudi Riyals unless otherwise stated)

| | Equity attributable to the shareholders of the Parent Company | | | | | Total | Non-controlling interests | Total equity |
|--|---|---------------|----------------|-------------------|-------------------|--------------|---------------------------|--------------|
| | Share capital | Share premium | Other reserves | Actuarial reserve | Retained earnings | | | |
| For the three-month period ended January 31, 2025 | | | | | | | | |
| Balance as of August 1, 2024 (Audited) | 420,872,150 | 276,786,861 | 51,060,154 | (14,698,082) | 67,300,247 | 801,321,330 | 63,774,390 | 865,095,720 |
| Net profit for the period (Restated) | - | - | - | - | 58,172,928 | 58,172,928 | 594,684 | 58,767,612 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period (Restated) | - | - | - | - | 58,172,928 | 58,172,928 | 594,684 | 58,767,612 |
| Dividends (Note 17) | - | - | - | - | (52,609,019) | (52,609,019) | (1,911,200) | (54,520,219) |
| Share of non-controlling interest in investments in subsidiaries during the period | - | - | - | - | - | - | 20,000 | 20,000 |
| Balance as of January 31, 2025 (Unaudited-Restated) | 420,872,150 | 276,786,861 | 51,060,154 | (14,698,082) | 72,864,156 | 806,885,239 | 62,477,874 | 869,363,113 |
| For the six- months ended January 31, 2026 | | | | | | | | |
| Balance as of August 1, 2025 (audited) | 420,872,150 | 276,786,861 | 51,060,154 | (18,690,989) | 97,495,930 | 827,524,106 | 60,332,799 | 887,856,905 |
| Net profit for the period | - | - | - | - | 59,330,420 | 59,330,420 | 297,743 | 59,628,163 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | 59,330,420 | 59,330,420 | 297,743 | 59,628,163 |
| Transfer to retained earnings | - | - | (51,060,154) | - | 51,060,154 | - | - | - |
| Dividends (Note 17) | - | - | - | - | (63,130,823) | (63,130,823) | - | (63,130,823) |
| Balance as of January 31, 2026 (Unaudited) | 420,872,150 | 276,786,861 | - | (18,690,989) | 144,755,681 | 823,723,703 | 60,630,542 | 884,354,245 |

Chief Financial Officer
Adel Nader Desouki

Chief Executive Officer
Fahd bin Abdulaziz Al-Tuwajri

Chairman
Tariq bin Othman Al-Qasabi

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial information.

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ATAA EDUCATIONAL COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED 31 JANUARY 2026

(All amounts in Saudi Riyals unless otherwise stated)

| | Note | For the six-month period ended | |
|--|-----------|---------------------------------|--|
| | | January 31, 2026 (Unaudited) | January 31, 2025 (Unaudited-Restated) |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Net profit for the period before zakat and income tax | | 61,128,163 | 60,425,902 |
| Adjustments for: | | | |
| Depreciation of property, plant, and equipment | | 18,681,302 | 17,280,138 |
| Amortization of intangible assets | | 1,075,112 | 1,447,952 |
| Depreciation of right-of-use assets | | 21,916,746 | 24,188,091 |
| (Gains) / losses on derecognition of lease liabilities | | - | (387,295) |
| Capital gain | | (304,610) | (2,522,960) |
| Allowance for expected credit losses | | 4,755,148 | 2,138,225 |
| Finance costs | 11 | 28,800,307 | 29,005,230 |
| Provision for employee end-of-service benefits | | 5,742,977 | 6,912,580 |
| | | <u>141,795,145</u> | <u>138,487,863</u> |
| Changes in operating assets and liabilities: | | | |
| Inventory | | (1,659,915) | 1,383,396 |
| Prepayments and other current assets, Net | | 3,900,678 | (8,229,796) |
| Due from related party | | (3,741) | 1,197,314 |
| Accounts receivable | | (33,506,141) | 15,669,319 |
| Contract liabilities | | 77,533,288 | 10,466,207 |
| Accrued expenses and other current liabilities | | 3,228,840 | 9,045,150 |
| Due to related parties | | (4,623,639) | 450,330 |
| Trade payables | | 3,844,653 | 2,463,959 |
| Net cash generated from operating activities | | <u>190,509,168</u> | <u>170,933,742</u> |
| Employee benefit obligations | | (6,309,840) | (6,643,192) |
| Zakat and income tax paid | 10 | (2,629,059) | (3,594,271) |
| Net cash generated from operating activities | | <u>181,570,269</u> | <u>160,696,279</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Purchase of property and equipment | | (60,546,802) | (44,331,051) |
| Proceeds from sale of property and equipment | | 521,739 | - |
| Proceeds from sale of assets held for sale | | - | 39,000,000 |
| Purchase of intangible assets | | - | (282,380) |
| Net cash used in investing activities | | <u>(60,025,063)</u> | <u>(5,613,431)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from borrowings | 9 | 38,218,388 | 176,409,574 |
| Repayment of borrowings | 9 | (82,718,318) | (217,613,594) |
| Lease liabilities paid | | (45,832,355) | (55,396,550) |
| Deferred government subsidy income | | (105,664) | (138,212) |
| Finance costs paid | 9 | (27,469,733) | (18,006,343) |
| Dividends paid | | - | (54,654,949) |
| Net cash used in financing activities | | <u>(117,907,682)</u> | <u>(169,400,074)</u> |
| Net change in cash and cash equivalents | | <u>3,637,524</u> | <u>(14,317,226)</u> |
| Cash and cash equivalents at beginning of the period | 7 | <u>63,168,420</u> | <u>85,599,869</u> |
| Cash and cash equivalents at end of the period | 7 | <u>66,805,944</u> | <u>71,282,643</u> |
| Non-cash transactions | <u>15</u> | | |

Chief Financial Officer

Chief Executive Officer

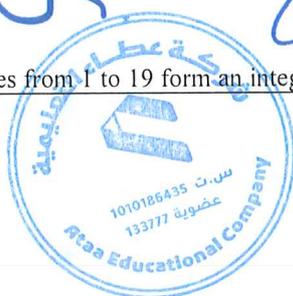
Chairman

Adel Nader Desouki

Fahd bin Abdulaziz Al-Tuwaijri

Tariq bin Othman Al-Qasabi

The accompanying notes from 1 to 19 form an integral part of these interim condensed consolidated financial information.



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
For the three-month and six-month periods ended 31 January 2026
(All amounts in Saudi Riyals unless otherwise stated)

1. ORGANIZATION AND ACTIVITY

Ataa Educational Company (the “Company”) is a Saudi joint stock company, incorporated under the Regulations for Companies in the Kingdom of Saudi Arabia and was registered in Riyadh under Commercial Registration Unified National Number 7012408725 dated 10 Rabi’ I 1424H corresponding to May 11, 2003, as a Saudi joint stock company according to the Ministerial Resolution No. (71/S) issued on 10 Rabi’ I 1431 H corresponding to February 24, 2010.

On 28 Thul-Qi’ dah 1440 H corresponding to July 31, 2019, the Company was listed on the Saudi Stock Exchange (Tadawul) under the code (4292), and trading in the Company’s shares on the Saudi Stock Exchange commenced on 31 July 2019 after obtaining the approval of the Capital Market Authority in the Kingdom of Saudi Arabia.

The company's main activity is primary education for boys students with an international curriculum. Primary education for female students with an international curriculum. Intermediate education for boys students with an international curriculum. Intermediate education for girls students with an international curriculum. Secondary education for boys students with an international curriculum. Secondary education for girls students with an international curriculum..

Further to the changes in the Companies Law effective January 2023, the Company in its extra-ordinary general assembly meeting held on 28 January 2026 has approved transfer the existing statutory amounting to SAR 51,060,154 to retained earnings balance.

The Company’s head office is located at the following address:
Postal Code 12486
3987 Al-Hussein bin Ali Street, Al-Ezdihar District, Riyadh
Kingdom of Saudi Arabia

The Company’s financial year commences on 1 August and ends on 31 July of each year in accordance with the Company’s By-laws.

The accompanying interim condensed consolidated financial information includes the accounts of the parent Company and its branches and its subsidiaries, as follows:

(a) The Parent Company’s branches:

| <u>Name of Branch</u> | <u>Unified National Number</u> |
|--|---------------------------------------|
| Al- Rowad Private Schools | 7013060186 |
| Al-Fikr Private Schools | 7041083739 |
| Middle East International Schools Company | 7004233982 |
| New Middle East International Schools Company | 7013633164 |
| Al- Rowad Private Schools Company | 7003769358 |
| Middle East International School. | 7014087220 |
| Ataa Educational Company for Maintenance and Operation | 7004329848 |
| Al-Rowad Private Schools Company | 7012111345 |
| New Modern Middle East International School | 7013771576 |
| Al- Rowad Private Schools | 7013410704 |
| Middle East International School | 7036623135 |
| Al- Rowad Private Schools | 7012371873 |
| Al- Rowad Private Schools | 7018055025 |
| Middle East International School | 7013617456 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
For the three-month and six-month periods ended 31 January 2026
(All amounts in Saudi Riyals unless otherwise stated)

1. ORGANIZATION AND ACTIVITY (CONTINUED)

(b) The Company's subsidiaries, which it owns directly or indirectly ("the Group"):

| <u>Name of the subsidiary</u> | <u>Place of incorporation</u> | <u>Legal form</u> | <u>Effective Ownership %</u> <u>(Directly / indirectly)</u> | |
|---|-------------------------------|-------------------|--|----------------------|
| | | | <u>January 31, 2026</u> | <u>July 31, 2025</u> |
| Al Nokhbah Educational Company (1) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Al Oruba International Company for Education Services (2) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Al-Rowad Company for Supporting Services (3) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Elm International Schools Company (4) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Wasat National Training and Education Company (5) | Kingdom of Saudi Arabia | LLC | 52% | 52% |
| Arabian Education and Training Group Holding Company (6) | Kingdom of Saudi Arabia | CJSC | 100% | 100% |
| Amjad Qurtuba Educational Services Company (6) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Nabaa Educational Company (6) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Al-Alsun International Private Schools Company (6) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Jasmine International Company (6) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Jeel Al Majd International Private Schools Company (6) | Kingdom of Saudi Arabia | LLC | 100% | 100% |
| Academic Company for Educational Services (6) | Kingdom of Saudi Arabia | CJSC | 52.2% | 52.2% |
| Backswood Riyadh Schools for Education Company (7) | Kingdom of Saudi Arabia | LLC | 80% | 80% |

(1) The Nokhbah Educational Company ("the Company") is a limited liability Company, incorporated under the Regulations for Companies in Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration Unified National Number 7001532659 on 26 Rabi' I 1428H corresponding to April 14, 2007.

The Company' is principally engaged in pre-school and kindergarten education with a national curriculum, primary, intermediate and secondary education for male and female students with a national curriculum.

The Company operates through Al Nokhba Educational Schools, Al Kharj Branch, in Al Nahda District, under commercial registration Unified National Number 7011474223 in Riyadh on 15 Jumada'I 1425 H corresponding to July 3, 2004.

(2) Al Oruba International Company for Education Services ("the Company") is a limited liability Company, incorporated under the Regulations for Companies in Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration Unified National Number 7001140669 on 25 Dhual-Hijjah 1429 H corresponding to December 24, 2008.

The Company is principally engaged in pre-school and kindergarten education with an international curriculum, primary, intermediate and secondary education for male and female students with an international curriculum.

(3) Al-Rowad Company for Supporting Services ("the Company") is a limited liability Company, incorporated under the Regulations for Companies in Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration Unified National Number 7018063516 on 19 Muharram 1432 H corresponding to December 25, 2010.

The Company is principally engaged in general construction for non-residential buildings such as schools, hospitals and hotels, and educational transportation.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

1. ORGANIZATION AND ACTIVITY (CONTINUED)

(b) The Group's subsidiaries, which it owns directly or indirectly ("the Group"):

- (4) Elm International Schools Company ("the Company") is a limited liability Company, incorporated under the Regulations for Companies in Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration Unified National Number 7001870497 on 3 Rabi' II 1427H corresponding to May 1, 2006.

The Company is principally engaged in pre-school and kindergarten education with an international curriculum, primary, intermediate and secondary education for male and female students with an international curriculum.

The Company operates through the Elm International Schools Company branch, under commercial registration Unified National Number 7007765121 in Riyadh on 1 Rabi' II 1435H corresponding to February 1, 2014.

- (5) Al-Wasat National Training and Education Company is a limited liability Company, incorporated under the Regulations for Companies in Kingdom of Saudi Arabia and registered in Riyadh under Commercial Registration Unified National Number 7001696355 on 26 Shawwal 1424H corresponding to December 18, 2003.

The Company is principally engaged in primary, intermediate and secondary education for students with a national curriculum.

- (6) Arabian Education and Training Group Holding Company ("the Company") is a Saudi closed joint stock company in Kingdom of Saudi Arabia and was registered under the Commercial registration Unified National Number 7001472690 in Riyadh on 18 Muharram 1426H corresponding to February 27, 2005.

The Company is principally engaged in managing subsidiaries of holding companies, investing the funds of subsidiaries of holding companies, holding real estate and movable property necessary for the holding companies, providing loans, guarantees, and finance to subsidiaries of the holding companies, holding industrial property rights to subsidiaries of the holding companies and leasing industrial property rights to subsidiaries of the holding companies.

Ataa Educational Company ("the Company") indirectly owns the rest of the companies mentioned in the Note through Arabian Education and Training Group Holding Company ("the Company") according to ownership percentages set out in the note.

- (7) Backswood Riyadh Schools for Education Company ("the Company") is a limited liability company incorporated under the Regulations for Companies in the Kingdom of Saudi Arabia and registered under Commercial Registration Unified National Number 7041198578 issued in Riyadh on 26 Muharram 1446H corresponding to August 1, 2024.

The Company's is principally engaged in pre-primary education, primary education, intermediate education, and secondary education.

2. BASIS OF PREPARATION AND MEASUREMENT

2.1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" as endorsed in Kingdom of Saudi Arabia. should be read in conjunction with the Group's financial statements as of and for the year ended July 31, 2025, as it does not include all the information required to prepare a full set of consolidated financial statements. However, it indicates the accounting policies and explanatory notes to explain significant events and transactions for understanding changes in the Group's financial position and performance since the Group's last annual consolidated financial statements.

The results for the six-month period ended January 31, 2026 are not necessarily indicative of the results that can be expected for the financial year ended July 31, 2026.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
For the three-month and six-month periods ended 31 January 2026
(All amounts in Saudi Riyals unless otherwise stated)

2. BASIS OF PREPARATION AND MEASUREMENT (CONTINUED)

2.2 Basis of consolidation

The interim condensed consolidated financial information includes the financial information of Atta Educational Company, its branches (“the Parent Company”) and subsidiaries (“Group”) as described in note (1).

Subsidiaries are entities which are controlled by Company. Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its control over the investee. Specifically, the Company controls an investee if, and only if, the Company 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 proceeds from its involvement with the investee, and
- The ability to use control over the investee to affect its proceeds

When the Company has less than a majority of the voting or similar rights of an investee, the Company considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Company’s voting rights and potential voting rights

The Company re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control. Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company 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 Company gains control until the date the Company ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the shareholders of the Parent Company of the Company and non-controlling interest, even if this results in non-controlling interest having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies which applied 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 Company loses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary
- Derecognizes the carrying amount of any non-controlling interests.
- Derecognizes the cumulative translation differences recorded in equity.
- Recognizes the fair value of the consideration received.
- Recognizes the fair value of any investment retained.
- Recognizes any surplus or deficit in consolidated statement of profit or loss.
- Reclassifies the Parent Company’s share of components previously recognized in the comprehensive income to consolidated statement of profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

Goodwill is measured at the acquisition of a subsidiary and is presented as a separate item in the consolidated statement of financial position. Goodwill is not amortized and is tested annually for impairment, or more frequently if events or changes in circumstances indicate a possible impairment. It is recorded at cost less any impairment losses.

As at the date of the condensed interim consolidated financial information for the six period ended 31 January 2026, no indicators were identified that would require an impairment test for goodwill. No significant changes have occurred in goodwill during the period or since the last impairment assessment performed as at 31 July 2025.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
For the three-month and six-month periods ended 31 January 2026
(All amounts in Saudi Riyals unless otherwise stated)

2. BASIS OF PREPARATION AND MEASUREMENT (CONTINUED)

2.3 Basis of measurement

The interim condensed consolidated financial information have been prepared on the accrual basis of accounting, going concern basis and historical cost convention, except for items included in the interim condensed consolidated statement of financial position:

- Employees’ end of service benefits are measured at the present value of future liabilities using the projected unit credit method.
- Lease liabilities are measured at the net present value of lease payments.
- Ministry of Finance Loan measured at present value.
- Deferred government subsidy income measured at present value.

2.4 Going concern

As at 31 January 2026, the Group’s current liabilities exceeded its current assets by SAR 70.35 million (31 July 2025: SAR 3.91 million), which is mainly attributable to the current balances of borrowings, lease liabilities, and contract liabilities amounting to SAR 267.22 million (31 July 2025: SAR 225.43 million). Revenues received in advance are settled over the coming periods, with the balance of receivables in accordance with the due dates of tuition fees. Despite the deficit in working capital, the Group generated operating cash flows amounting to SAR 181.57 million (31 January 2025: SAR 160.69 million), which indicates the Group’s ability to meet its obligations as they fall due. The Group’s management closely monitors cash management and analyzes liquidity risks and is confident in its ability to eliminate the working capital deficit. Accordingly, the accompanying interim condensed consolidated financial information has been prepared on a going concern basis.

2.5 Functional And Presentation Currency

These interim condensed consolidated financial statements are presented in Saudi Riyals (“SAR”), which is the Group’s functional and presentation currency. Figures are rounded to the nearest Riyal unless otherwise stated.

2.6 Significant Accounting Judgements, Estimates And Assumptions

The preparation of these interim condensed consolidated financial information required management to make judgments, estimates and assumptions that affect the application of policies and reported amounts, liabilities, income and expenses. The estimates and underlying assumptions are based on historical experience and various other factors that are believed to be reasonable. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the period in which the estimates are reviewed if the revision affects only that period, or in the period of the revision and future periods affected.

The significant estimates made by management in applying the Company's accounting policies and key sources of estimation uncertainties were similar to those described in the last annual consolidated financial statements.

The Group’s management has assessed the Group's ability to continue as a going concern and is satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, management is not aware of any material uncertainties that may cast significant doubt on the Group's ability to continue as a going concern. Therefore, the financial information has been prepared on a going concern basis.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
For the three-month and six-month periods ended 31 January 2026
(All amounts in Saudi Riyals unless otherwise stated)

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the preparation of these interim condensed consolidated financial information are consistent with policies followed in the preparation of the Group's annual consolidated financial statements for the year ended July 31, 2025, except that the Group has reassessed the method of recognition for educational revenues, whereby revenues are now recognized over the duration of the academic year rather than the financial year.

3.1 NEW STANDARDS , AMENDMENTS TO STANDARDS AND INTERPRETATIONS

The Following are the new standards and amendments to standards which are effective for annual periods beginning on or after 1 January 2026 and earlier application is permitted for certain new standards and amendments; however, the Group has not early adopted them as they don't have a material impact in preparing these Consolidated Financial Statements. The Group is currently evaluating the impact of the adoption of these standards on the Consolidated Financial Statements.

- Amendments to IAS 21 – Lack of exchangeability
- Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments
- IFRS 18, 'Presentation and Disclosure in Financial Statements'.
- IFRS 19, Subsidiaries without Public Accountability: Disclosures

4. PROPERTY, PLANT AND EQUIPMENT

As of January 31, 2026, there are certain lands and buildings amounting to SR 135.32 million (July 31, 2025: SR 135.30 million) mortgaged as collateral against obtaining certain credit facilities as stated in note (9).

As of January 31, 2026, the projects in progress amounting to SR 82.01 million (July 31, 2025: SR 44.22 million) represent the development works of buildings in the educational complexes and the construction of educational complexes in the Arqa district. These projects are expected to be completed by the end of May 2026.

5.ACCOUNTS RECEIVABLES

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|--|--|-----------------------------------|
| Accounts receivables | 166,675,526 | 133,169,385 |
| Less: Allowance for expected credit losses | (43,233,644) | (40,277,017) |
| | 123,441,882 | 92,892,368 |

The movement in the allowance for expected credit losses is as follows:

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|---|--|-----------------------------------|
| Balance at the beginning of the period/year | 40,277,017 | 27,573,358 |
| Charged during the period/year | 2,956,627 | 12,703,659 |
| Balance at the end of the period/year | 43,233,644 | 40,277,017 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

6. RELATED PARTIES TRANSACTIONS AND BALANCES

Related-party transactions include rentals of educational complexes, expenses on behalf, salaries and remunerations and compensations and committee allowances to board members and key executives and management carried out between the Group and a shareholder, between the Group and associates, or shareholders of subsidiaries, and between the Group and board members and key executives and management during the period, Significant related party transactions and resulting balances are as follows:

| Related party | Nature of relationship | Nature of transaction | Amount of transactions | |
|-------------------------------|-----------------------------------|-------------------------|---|-----------------------------|
| | | | For the six -month period ended January 31,2026 (Unaudited) | January 31,2025 (Unaudited) |
| Fawzia Al Haqbani | Shareholder at a subsidiary | Expenses paid on behalf | 13,690 | 21,731 |
| Hayat Al Shahrani | Shareholder at a subsidiary | Expenses paid on behalf | 13,690 | 21,731 |
| Dr. Ahmed bin Nasser Al Miteb | Shareholder and former BOD Member | Rents | 6,507,000 | 6,507,000 |
| | | Payments | 10,507,000 | 6,088,207 |

6.1 Due from a related party

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|-------------------|-----------------------------|-------------------------|
| Hayat Al-Shahrani | 3,741 | - |
| | <u>3,741</u> | <u>-</u> |

6.2 Due to related parties

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|-------------------------------|-----------------------------|-------------------------|
| Fawzia Al Haqbani | 43,019 | 56,709 |
| Dr. Ahmed bin Nasser Al Miteb | - | 4,600,000 |
| Hayat Al Shahrani | - | 9,949 |
| | <u>43,019</u> | <u>4,666,658</u> |

6.3 Benefits, remuneration, and compensation to key management and executives

| | For the three-month period ended 31 January (Unaudited) | | For the six-month period ended 31 January (Unaudited) | |
|--|---|------------------|---|------------------|
| | 2026 | 2025 | 2026 | 2025 |
| Key management personnel's salaries and benefits | 1,354,167 | 1,299,792 | 2,708,333 | 2,599,583 |
| Board members and committees' bonus and allowances | 508,750 | 610,000 | 1,017,500 | 1,220,000 |
| Key management personnel compensation | 424,250 | 355,750 | 848,500 | 711,500 |
| | <u>2,287,167</u> | <u>2,265,542</u> | <u>4,574,333</u> | <u>4,531,083</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

7. CASH AND CASH EQUIVALENTS

| | January 31,2026 (Unaudited) | July 31, 2025 (audited) |
|---------------|--|----------------------------|
| Cash at banks | 66,549,984 | 63,082,772 |
| Cash in hand | 255,960 | 85,648 |
| | 66,805,944 | 63,168,420 |

8. SHARE CAPITAL

The authorized and paid-up capital of the Company is SR 420.87 million as of January 31,2026 (July 31, 2025: SR 420.87 million) divided into 42,087,215 shares (July 31, 2025: 42,087,215 shares) of SR 10 each.

9. BORROWINGS

Borrowings are as follows:

9.1 Borrowing from the Ministry of Finance

The Group obtained a long-term borrowing from the Ministry of Finance totaling SR 21.2 million to finance the contracting of an educational complex in Al Mansoura District. The facility is repayable in ten annual payments after a four-year grace period from the date of signing the agreement on October 29,2014 and the last payment is due on June 10, 2027. These facilities were made without profit margin or commission.

Guarantees

As of 31 January 2026 these facilities are secured by a mortgage on the land of the staff accommodation villa in Al Rawabi District and the land located in Al Salam District, totaling SR 21.29 million (as of July 31, 2025: SR 21.29 million) (note 4).

Movement in the borrowing from the Ministry of Finance during the period/year is set out below:

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|---|--|----------------------------|
| Balance at the beginning of the period/year | 3,807,600 | 5,711,400 |
| Payment during the period/year | - | (1,903,800) |
| Balance at the end of the period/year | 3,807,600 | 3,807,600 |

The present value of the borrowing from the Ministry of Finance is set out below:

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|---|--|----------------------------|
| Borrowing at the end of the period/year | 3,807,600 | 3,807,600 |
| <u>Less: Deferred finance charges</u> | | |
| Balance at the beginning of the period/year | (428,173) | (704,597) |
| Finance charges during the period/year (note 11) | 105,664 | 276,424 |
| Balance at the end of the period/year | (322,509) | (428,173) |
| Present value of the borrowings at the end of the period/year | 3,485,091 | 3,379,427 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
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9. BORROWINGS

9.2 Borrowings from local banks

The Group has entered into Shariah-compliant facility agreements with several local banks in the form of Islamic Murabaha facilities totaling SAR 1.078 billion. These facilities were granted with a profit margin and a facility commission determined based on the Saudi Interbank Offered Rate (SIBOR) plus a fixed rate. The agreements with the banks contain banking covenants that are monitored by management on a monthly basis. In the event of a breach or a potential breach of these covenants, management undertakes the necessary actions to ensure compliance with such covenants.

Guarantees

The facilities are secured by land and properties amounting to SAR 114.03 million (31 July 2025: SAR 114.02 million) (Note 4), and seven (7) promissory notes amounting to SAR 1.220 billion (31 July 2025: number (7) promissory notes amounting to SAR 1.243 billion).

Movement in the borrowings granted by local banks is set out below:

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|---|--|-----------------------------------|
| Balance at the beginning of the period/year | 622,725,583 | 615,426,919 |
| Finance obtained during the period/year | 38,218,388 | 407,104,661 |
| Finance charges during the period/year (note 11) | 17,811,096 | 33,979,575 |
| Accrued finance cost from discontinued operations | - | 10,728 |
| Deferred finance charges during the period/year | 8,873,972 | 8,933,708 |
| Payment during the period/year | (82,718,318) | (406,482,596) |
| Paid Interest during the period/year | (27,469,733) | (36,247,412) |
| Total borrowings from local banks at the end of the period/year | 577,440,988 | 622,725,583 |

9.3 Presentation of the interim condensed consolidated statement of financial position

Breakdown of the borrowings is presented as follows:

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|----------------------------------|--|-----------------------------------|
| Borrowings - non-current portion | 463,461,425 | 479,186,715 |
| Borrowings - current portion | 117,464,654 | 146,918,295 |
| | 580,926,079 | 626,105,010 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

10. ZAKAT AND INCOME TAX PROVISION

10.1 Zakat and income tax status

The Group submitted its zakat and income tax returns to the Zakat, Tax and Customs Authority (“ZATCA”) until the year ended July 31, 2025, and obtained a certificate from ZATCA valid until 20Jumada’II 1448 H, corresponding to November 30, 2026.

Ataa Educational Company (the “Parent Company”) has obtained the required regulatory approvals, including the approval of the Authority, to calculate Zakat based on the consolidated financial statements of the Group. The Zakat provision is calculated on the unified Zakat base of the Parent Company and its wholly owned direct and indirect subsidiaries. The Zakat examinations for the years 2021, 2022, 2023, and 2024 have been finalized, resulting in Zakat differences amounting to SAR 480,092, which have not yet been settled.

10.2 Tax status

Ataa Educational Company and its subsidiaries have submitted all Value Added Tax (VAT) returns up to January 31, 2026, and have settled all related amounts due. The VAT examinations have been completed up to the year 2024.

10.3 Movement in Zakat and Income Tax provision

| | January 31,2026 (Unaudited) | July 31, 2025 (Audited) |
|---|--|-----------------------------------|
| Balance at the beginning of the period/year | 2,640,999 | 3,411,924 |
| Charge during the period/year | 1,500,000 | 2,564,243 |
| Zakat differences | - | 2,902 |
| Payment during the period/year | (2,629,059) | (3,338,070) |
| Balance at the end of the period/year | 1,511,940 | 2,640,999 |

11. FINANCE COSTS

| | For the three-month period ended | | For the six -month period ended | |
|---|--|--|--|--|
| | 31 January 2026 (Unaudited) | 31 January 2025 (Unaudited) | 31 January 2026 (Unaudited) | 31 January 2025 (Unaudited) |
| Finance costs – borrowings from local banks (Note 9-2) | 8,652,929 | 8,674,977 | 17,811,096 | 16,140,640 |
| Interest on lease liabilities for right-of-use assets | 5,441,773 | 6,251,539 | 10,883,547 | 12,726,378 |
| Finance costs – borrowing from the Ministry of finance (Note 9-1) | 52,832 | 69,106 | 105,664 | 138,212 |
| | 14,147,534 | 14,995,622 | 28,800,307 | 29,005,230 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

12. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share have been calculated by dividing the net income for the period attributable to the shareholders of the Parent Company by the weighted average number of outstanding ordinary shares during the period, amounting to 42,087,215 shares (January 31, 2025: 42,087,215 shares). Diluted earnings per share are the same as basic earnings per share, as the Parent Company has no dilutive instruments.

| | For the three-month period ended | | For the six-month period ended | |
|--|--|---------------------------------------|--|---------------------------------------|
| | 31 January 2026 (Unaudited) | 31 January 2025 (Unaudited) | 31 January 2026 (Unaudited) | 31 January 2025 (Unaudited) |
| Net profit for the period attributable to shareholders of the Parent Company | 37,355,371 | 37,760,929 | 59,330,420 | 58,172,928 |
| Weighted average number of shares | 42,087,215 | 42,087,215 | 42,087,215 | 42,087,215 |
| | 0.89 | 0.90 | 1.41 | 1.38 |

13. CONTINGENCIES AND CAPITAL COMMITMENTS

| | January 31, 2026 (Unaudited) | July 31, 2025 (Audited) |
|--|---|-----------------------------------|
| Capital commitments - projects in progress | 60,280,677 | 35,825,887 |
| | 60,280,677 | 35,825,887 |

As of January 31, 2026, there are contingent liabilities consisting of seven promissory notes amounting to SAR 1,220 billion (July 31, 2025: seven promissory notes amounting to SAR 1,243 billion). The agreements with the banks include certain banking covenants that are monitored monthly by management. In the event of any actual or potential breach of these covenants, management takes the necessary actions to ensure compliance.

14. SEGMENT REPORTING

The Group's principally engaged in establishing national and international schools, kindergartens, primary, intermediate and secondary schools for boys and girls in Riyadh, intermediary for employment of Saudis, online recruitment agencies, agencies for temporary employment of migrant labor, providing other human resources, owning, managing, operating and establishing training institutes and higher training institutes. Information related to the Group's operating segments set out below is the one that is regularly reported to the Group's operational decision makers as follows:

- Education Segment: This segment is engaged in establishing and managing national, international, French and Indian schools.
- Training segment: This segment is engaged in establishing and operating training institutes.
- Recruitment Segment: This segment is engaged in intermediary for employment of Saudis and online recruitment agencies.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

14. SEGMENT REPORTING (CONTINUED)

| | 31 January 2026 (Unaudited) | | | Total |
|--|--|------------------|---------------------|----------------------|
| | Education Segment | Training Segment | Recruitment Segment | |
| Revenue | | | | |
| For the six-month period ended 31 January 2026 | 360,329,690 | - | - | 360,329,690 |
| For the three-month period ended 31 January 2026 | 195,104,818 | - | - | 195,104,818 |
| Government subsidy income | | | | |
| For the six-month period ended 31 January 2026 | 2,811,176 | - | - | 2,811,176 |
| For the three-month period ended 31 January 2026 | 262,015 | - | - | 262,015 |
| Total Revenue | | | | |
| For the six-month period ended 31 January 2026 | 363,140,866 | - | - | 363,140,866 |
| For the three-month period ended 31 January 2026 | 195,366,833 | - | - | 195,366,833 |
| Cost of revenue | | | | |
| For the six-month period ended 31 January 2026 | (237,151,516) | - | - | (237,151,516) |
| For the three-month period ended 31 January 2026 | (124,171,092) | - | - | (124,171,092) |
| Gross profit | | | | |
| For the six-month period ended 31 January 2026 | 125,989,350 | - | - | 125,989,350 |
| For the three-month period ended 31 January 2026 | 71,195,741 | - | - | 71,195,741 |
| Net profit | | | | |
| For the six-month period ended 31 January 2026 | 59,628,163 | - | - | 59,628,163 |
| For the three-month period ended 31 January 2026 | 37,738,807 | - | - | 37,738,807 |
| | As of 31 January 2026 (Unaudited) | | | |
| Property, plant and equipment | 942,894,442 | - | - | 942,894,442 |

| | 31 January 2025 (Unaudited) | | | Total |
|--|--|-------------------|---------------------|--------------------|
| | Education Segment | Training Segment | Recruitment Segment | |
| Revenue | | | | |
| For the six-month period ended 31 January 2025 | 347,688,602 | 12,270,697 | 178,502 | 360,137,801 |
| For the three-month period ended 31 January 2025 | 182,708,808 | 5,921,358 | 79,039 | 188,709,205 |
| Government subsidy income | | | | |
| For the six-month period ended 31 January 2025 | 4,009,498 | 200,890 | 43,750 | 4,254,138 |
| For the three-month period ended 31 January 2025 | 1,474,544 | 90,390 | 18,750 | 1,583,684 |
| Total Revenue | | | | |
| For the six-month period ended 31 January 2025 | 351,698,100 | 12,471,587 | 222,252 | 364,391,939 |
| For the three-month period ended 31 January 2025 | 184,183,352 | 6,011,748 | 97,789 | 190,292,889 |
| Cost of revenue | | | | |
| For the six-month period ended 31 January 2025 | (237,897,335) | (14,012,010) | (1,245,143) | (253,154,488) |
| For the three-month period ended 31 January 2025 | (124,590,547) | (6,400,182) | (666,990) | (131,657,719) |
| Gross profit | | | | |
| For the six-month period ended 31 January 2025 | 113,800,765 | (1,540,423) | (1,022,891) | 111,237,451 |
| For the three-month period ended 31 January 2025 | 59,592,805 | (388,434) | (569,201) | 58,635,170 |
| Net profit | | | | |
| For the six-month period ended 31 January 2025 | 58,568,213 | (3,580,797) | 3,780,196 | 58,767,612 |
| For the three-month period ended 31 January 2025 | 34,359,750 | (1,450,444) | 4,260,598 | 37,169,904 |
| | As of 31 January 2025 (Unaudited) | | | |
| Property, plant and equipment | 876,481,208 | 39,657,431 | 339,341 | 916,477,980 |

- Due to the nature of the Group's activity and its management structure, it is not possible to practically allocate the other assets and liabilities items to the various operating segments.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
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(All amounts in Saudi Riyals unless otherwise stated)

14. SEGMENT REPORTING (CONTINUED)

| | 31 January 2026 (Unaudited) | | | Total |
|--|-----------------------------|------------------|---------------------|-------------|
| | Education Segment | Training Segment | Recruitment Segment | |
| Timing of revenue recognition: | | | | |
| At a certain point in time | | | | |
| For the six-month period ended 31 January 2026 | 2,811,176 | - | - | 2,811,176 |
| For the three-month period ended 31 January 2026 | 262,015 | - | - | 262,015 |
| Over time | | | | |
| For the six-month period ended 31 January 2026 | 360,329,690 | - | - | 360,329,690 |
| For the three-month period ended 31 January 2026 | 195,104,818 | - | - | 195,104,818 |
| Total revenue | | | | |
| For the six-month period ended 31 January 2026 | 363,140,866 | - | - | 363,140,866 |
| For the three-month period ended 31 January 2026 | 195,366,833 | - | - | 195,366,833 |

| | 31 January 2025 (Unaudited) | | | Total |
|--|-----------------------------|------------------|---------------------|-------------|
| | Education Segment | Training Segment | Recruitment Segment | |
| Timing of revenue recognition: | | | | |
| At a certain point in time | | | | |
| For the six-month period ended 31 January 2025 | 4,009,498 | 12,471,587 | 222,252 | 16,703,337 |
| For the three-month period ended 31 January 2025 | 1,474,544 | 6,011,748 | 97,789 | 7,584,081 |
| Over time | | | | |
| For the six-month period ended 31 January 2025 | 347,688,602 | - | - | 347,688,602 |
| For the three-month period ended 31 January 2025 | 182,708,808 | - | - | 182,708,808 |
| Total revenue | | | | |
| For the six-month period ended 31 January 2025 | 351,698,100 | 12,471,587 | 222,252 | 364,391,939 |
| For the three-month period ended 31 January 2025 | 184,183,352 | 6,011,748 | 97,789 | 190,292,889 |

The educational revenue is subject to seasonal fluctuations, primarily due to the academic calendar. Tuition and related fee income is recognized mainly during the academic calendar, resulting in higher revenue and cash inflows in those periods. During non-teaching periods and academic breaks, revenues are significantly lower. As a result, the financial performance and cash flows for the interim period are not necessarily indicative of results for the full financial year.

15. NON-CASH TRANSACTIONS

| | January 31,2026 (Unaudited) | January 31,2025 (Unaudited) |
|--|--------------------------------|--------------------------------|
| Unpaid dividends | 63,130,823 | 134,730 |
| Deferred finance charges | 8,873,972 | 5,971,192 |
| Additions of right-of-use assets | - | 23,945,945 |
| Disposals of right-of-use assets | - | 18,228,392 |
| Share of non-controlling interest in investments in subsidiaries during the period | - | 20,000 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the three-month and six-month periods ended 31 January 2026

(All amounts in Saudi Riyals unless otherwise stated)

16. PRIOR PERIODS ADJUSTMENTS

During the current financial period, the Group reassessed its revenue recognition method for educational service revenues so that revenues are now recognized over the duration of the academic year rather than the financial year. This change has been made in accordance with the guidance which released by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”). The assessment also included a recalculation of the costs incurred relating to the educational segment in line with the aforementioned guidance. This change reflects the Group’s application of method that more faithfully represent the pattern of satisfaction of its contractual performance obligations under IFRS. As a result of the change in the method for recognizing educational service revenues and the related costs, the comparative figures have been restated as follows:

1) Interim condensed consolidated statement of profit or loss for the three-month period ended 31 January 2025.:

| | Balance before adjustment | Adjustment (DR/CR) | Balance after adjustment |
|--|--------------------------------------|-------------------------------|-------------------------------------|
| Revenues | 330,690,012 | 29,447,789 | 360,137,801 |
| Cost of revenues | (242,335,281) | (10,819,207) | (253,154,488) |
| Gross profit | 92,608,869 | 18,628,582 | 111,237,451 |
| Net profit for the period | 40,139,030 | 18,628,582 | 58,767,612 |
| Net profit for the period attributable to: | | | |
| Shareholders of the Company | 40,401,860 | 17,771,068 | 58,172,928 |
| Non-controlling interest | (262,830) | 857,514 | 594,684 |
| Basic and diluted earnings per share as per net income for the period attributable to the shareholders of the Company | 0.96 | 0.42 | 1.38 |

2) Interim condensed consolidated statement of cash flows for the three-month period ended 31 January 2025:

| | Balance before adjustment | Adjustment (DR/CR) | Balance after adjustment |
|--|--------------------------------------|-------------------------------|-------------------------------------|
| Cash flows from operating activities | | | |
| Net profit for the period before zakat and income tax | 41,797,320 | 18,628,582 | 60,425,902 |
| Contract liabilities | 39,913,996 | (29,447,789) | 10,466,207 |
| Accrued expenses and other current liabilities | (1,774,057) | 10,819,207 | 9,045,150 |

3) Interim condensed consolidated statement of changes in equity for the three-month period ended 31 January 2025:

| | Balance before adjustment | Adjustment (DR/CR) | Balance after adjustment |
|--------------------------|--------------------------------------|-------------------------------|-------------------------------------|
| Retained earnings | 55,093,088 | 17,771,068 | 72,864,156 |
| Non-controlling interest | 61,620,360 | 857,514 | 62,477,874 |

Management confirms that this correction does not affect the consolidated statement of financial position for prior years or for the current period, and that its impact is limited to the presentation of revenue.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
For the three-month and six-month periods ended 31 January 2026
(All amounts in Saudi Riyals unless otherwise stated)

17. DIVIDENDS

On January 28, 2026, and based on a resolution from the Extraordinary General Assembly, unpaid cash dividends were distributed to shareholders for the fiscal year ending July 31, 2025, at a rate of SAR 1.5 per share, totaling SAR 63,130,823, representing 15% of the paid-up capital.

On January 13, 2025, and based on a resolution from the Extraordinary General Assembly, cash dividends were distributed to shareholders for the fiscal year ending July 31, 2024, at a rate of SAR 1.25 per share, totaling SAR 52,609,019, representing 12.5% of the paid-up capital.

18. SUBSEQUENT EVENTS

Management believes that there are no significant events occurred from the end of the financial period until the date of approval of the condensed consolidated interim financial information, that would require disclosure or adjustment to this interim condensed consolidated financial information.

19. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information for the period ended JANUARY 31, 2026 were approved by the Audit Committee authorized by the Board of Directors on 13 Ramadan 1447 H (corresponding to March 2, 2026)