

**BAAZEEM TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS FOR THE THREE-MONTH AND NINE-MONTH
PERIODS ENDED SEPTEMBER 30, 2025 (UNAUDITED)
TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

BAAZEEM TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR
THE THREE-MONTH AND NINE MONTH PERIODS ENDED SEPTEMBER
30, 2025 (UNAUDITED)
TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT

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INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS

To the **Shareholders of Baazeem Trading Company**
 (A Saudi Joint Stock Company)

Introduction:

We have reviewed the accompanying interim condensed consolidated statement of financial position of Baazeem Trading Company (A Saudi Joint Stock Company) ("the company") and its subsidiary collectively referred to together as the ("Group"), as at September 30, 2025, and the related interim condensed consolidated statements of profit or loss and the other comprehensive income for the three-month and nine-month periods then ended, and changes in shareholders' equity, and cash flows for the nine-month period then ended, and other explanatory notes.

The management is responsible for preparing and presenting these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 (interim Financial Reporting) 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 the International Standard on Review Engagements No. (2410) Review of interim Financial Information performed by the independent auditor of the entity, endorsed in the Kingdom of Saudi Arabia. A review of the interim financial statements consists of making inquiries, primarily, to those 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 the International Standards of Auditing endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would be become aware of all significant matters that might be identified in an audit. Accordingly, we do not express such an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 (Interim Financial Report), as endorsed in the Kingdom of Saudi Arabia.

Emphasis of matter:

Refer to note no. (2) group information regarding the Group investment in Baazeem Trading Establishment - Qatar (a subsidiary). It shown that the investment is registered under the name of one of the main shareholders (Chairman of the Board of Directors) since the beginning of 2008. This investment was approved in the minutes of the meeting of the Board of Directors and the minutes of the Ordinary General Assembly of the company, There is a valid ownership transfer acknowledgment signed by the Chairman of the Board in favor of Baazeem Trading Company.

For Al-Kharashi Co.



Abdullah S. Al Misned
License No. (456)

Riyadh:
Jumada Al-Awwal 20, 1447H
November 11, 2025G



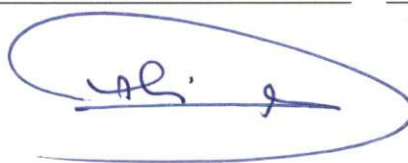
Baazeem Trading Company
(A Saudi Joint Stock Company)
Interim condensed Consolidated Statement of Financial Position (unaudited)
As at September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Assets			
Non-current assets:			
Property, plant and equipment, net		31,519,235	28,890,905
Right -of- use assets, net		2,190,564	2,314,554
Intangible assets, net		166,999	311,844
Financial assets at fair value through other comprehensive income	5	3	3
Total non-current assets		33,876,801	31,517,306
Current assets:			
Inventory, net	6	58,788,541	52,583,656
Trade receivables and other debit balances, net	7	124,647,924	123,995,689
Cash and cash equivalents	8	40,116,986	37,858,364
Total current assets		223,553,451	214,437,709
Total assets		257,430,252	245,955,015
Shareholder's Equity and Liabilities			
Shareholder's Equity:			
Share capital	1-b	101,250,000	101,250,000
Statutory reserve		30,375,000	30,375,000
Retained earning		70,499,710	68,886,657
Employees defined benefit obligations remeasurement reserve		(1,354,419)	(1,354,419)
Total shareholder's equity		200,770,291	199,157,238
Liabilities			
Non-current liabilities:			
Lease liabilities - non-current portion		2,379,446	2,291,748
Employees defined benefit obligations		7,575,997	7,167,960
Total non-current liabilities		9,955,443	9,459,708
Current liabilities:			
Trade payables and other credit balances		22,730,955	18,366,865
Due to related parties		98,302	376,254
Lease liabilities - current portion		137,251	137,251
Credit facilities short-term	9	20,119,991	13,798,124
Zakat provision	10	3,618,019	4,659,575
Total current liabilities		46,704,518	37,338,069
Total liabilities		56,659,961	46,797,777
Total shareholder's equity and liabilities		257,430,252	245,955,015

Finance Department



Chief Executive Officer



Chairman of BOD



The accompanying notes from an integral part of these Interim condensed consolidated financial statements.

Baazeem Trading Company
(A Saudi Joint Stock Company)

Interim condensed Consolidated statement of profit or loss and other comprehensive income (unaudited)

For the three-month and nine-month periods ended September 30, 2025

(All amounts are in Saudi Riyals unless otherwise stated)

		For the three-month period ended		for the nine-month period ended	
	Note	September 30, 2025 (unaudited)	September 30, 2024 (unaudited)	September 30, 2025 (unaudited)	September 30, 2024 (unaudited)
Revenue, net		67,428,394	64,792,529	200,278,789	192,776,006
Cost of revenue		(45,440,293)	(41,623,907)	(122,680,928)	(118,208,507)
Gross profit		21,988,101	23,168,622	77,597,861	74,567,499
Operating Expenses:					
Selling and marketing expenses		(10,979,071)	(12,320,436)	(37,717,621)	(36,319,643)
General and administrative expenses		(4,119,845)	(4,326,453)	(15,741,535)	(15,959,395)
Other expenses, net		(497,884)	(624,722)	(1,740,726)	(1,832,650)
Profit from operations		6,391,301	5,897,011	22,397,979	20,455,811
Other income		468,591	462,815	1,336,589	1,603,863
Finance cost		(126,458)	(167,769)	(346,515)	(471,368)
Profit before zakat for the period		6,733,434	6,192,057	23,388,053	21,588,306
zakat		(1,200,000)	(1,160,000)	(3,550,000)	(3,460,000)
Net profit for the period		5,533,434	5,032,057	19,838,053	18,128,306
Other comprehensive income item:					
Other comprehensive income items that will be later be reclassified to profit or loss:					
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		5,533,434	5,032,057	19,838,053	18,128,306
Earnings per share (Saudi Riyals)	11				
Basic and diluted earnings per share from net profit for the period		0.05	0.05	0.20	0.18

Finance Department



Chief Executive Officer



Chairman of BOD



The accompanying notes from an integral part of these Interim condensed consolidated financial statements.

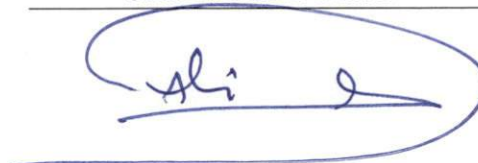
Baazeem Trading Company
(A Saudi Joint Stock Company)
Interim condensed Consolidated Statement of Changes in shareholder's Equity (unaudited)
For the Nine-month period ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Paid Share Capital	Statutory Reserve	Retained Earnings	Employees defined benefit obligations remeasurement reserve	Total shareholder's equity
Balance as at January 1, 2024 (Audited)	101,250,000	30,375,000	63,806,087	(1,376,313)	194,054,774
Net profit for the period (Unaudited)	-	-	18,128,306	-	18,128,306
Dividends (Note 16)	-	-	(18,225,000)	-	(18,225,000)
Balance as at September 30, 2024 (Unaudited)	<u>101,250,000</u>	<u>30,375,000</u>	<u>63,709,393</u>	<u>(1,376,313)</u>	<u>193,958,080</u>
Balance as at January 1, 2025 (Audited)	101,250,000	30,375,000	68,886,657	(1,354,419)	199,157,238
Net profit for the period (Unaudited)	-	-	19,838,053	-	19,838,053
Dividends (Note 16)	-	-	(18,225,000)	-	(18,225,000)
Balance as at September 30, 2025 (Unaudited)	<u>101,250,000</u>	<u>30,375,000</u>	<u>70,499,710</u>	<u>(1,354,419)</u>	<u>200,770,291</u>

Finance Department



Chief Executive Officer



Chairman of BOD



The accompanying notes from an integral part of these Interim condensed consolidated financial statements.

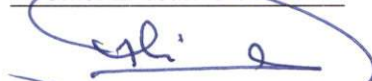
Baazeem Trading Company
(A Saudi Joint Stock Company)
Interim condensed Consolidated Statement of Cash Flow (unaudited)
For the nine-month period ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	For the Nine-month period ended	
		September 30, 2025	September 30, 2024
		(Unaudited)	(Unaudited)
<u>Cash flows from operating activities:</u>			
Profit before zakat for the period		23,388,053	21,588,306
<u>Adjustments to non-cash transaction:</u>			
Depreciation of property, plant and equipment		2,345,995	2,108,543
Depreciation of right-of-use assets		123,990	123,990
Amortization of Intangible assets		144,845	514,059
Gain from sale of property, plant and equipment		(6,250)	-
Impairment in value of inventory	6	1,504,348	1,832,650
Impairment in value of trade receivables	7	30,923	-
Employee defined benefit obligation expenses		900,000	900,000
Finance cost		346,515	471,368
Cash flow generated from operating activities		28,778,419	27,538,916
<u>Changes in working capital</u>			
Trade Receivables and other debit balances		(683,158)	(7,768,520)
Inventory		(7,709,233)	(17,453,958)
Trade payables and other credit balances		4,086,138	8,948,535
Finance cost paid		(258,817)	(379,237)
		24,213,349	10,885,736
Zakat paid	10	(4,591,556)	(4,398,349)
Employee defined benefit obligation paid		(491,963)	(1,981,418)
Net cash flow generated from operating activities		19,129,830	4,505,969
<u>Cash flows from investing activities:</u>			
Additions to property, plant and equipment		(4,989,687)	(342,827)
Additions to Intangible assets		-	-
Proceeds from sale of property, plant and equipment		21,612	-
Net cash flow used in investing activities		(4,968,075)	(342,827)
<u>Cash flows from financing activities:</u>			
Repayments of banks credit facilities	9	(71,716,993)	(100,482,791)
Proceeds from banks credit facilities	9	78,038,860	102,485,282
Payment for Lease liabilities		-	(254,184)
Dividends paid	16	(18,225,000)	(18,225,000)
Net cash flow used in financing activities		(11,903,133)	(16,476,693)
Net change in cash and cash equivalents		2,258,622	(12,313,551)
Cash and cash equivalents at the beginning of the period		37,858,364	45,017,409
Cash and cash equivalents at the end of the period	8	40,116,986	32,703,858
<u>Non-cash transaction:</u>			
Provision used against inventory	6	(1,504,348)	(1,832,650)

Finance Department



Chief Executive Officer



Chairman of BOD



The accompanying notes from an integral part of these Interim condensed consolidated financial statements.

Baazeem Trading Company
(A Saudi Joint Stock Company)
Notes to the Interim condensed consolidated financial statements
For the nine-month period ended September 30, 2025 (unaudited)
(All amounts are in Saudi Riyals unless otherwise stated)

1- Company information:

A. Establishing the company

Baazeem Trading Company (SA) - a Saudi joint-stock company - listed, established as per Ministerial Resolution No. (50/Q), dated Safar 12, 1429H (February 19, 2008) after announcing the transformation of Baazeem Trading Company Mohammed Bin Saleh Baazeem & Co. from a limited partnership company to a Saudi Joint-stock company - listed under the name of Baazeem Trading Company. The Company was registered in Riyadh under the same Commercial Registration No. 1010017281 dated Sha'ban 11, 1398H, Unified number 7000385869.

The Board of Directors of the Capital Market Authority (CMA) approved the prospectus on Rabi Al-Thani 19, 1438 H (January 17, 2017). The Board of Directors of Baazeem Trading Company - a Saudi joint-stock company - listed issued 3,037,500 shares representing 30% of its shares in the parallel market.

On November 28, 2019, the Capital Market Authority approved the request submitted by the Company on October 8, 2019, to transfer from the parallel market to the principal market. The Company's shares have been listed and traded on the principal market as of December 4, 2019.

B. The company's share capital

The share capital of the Company amounts to SR 101,250,000 consisting of 101,250,000 shares with a nominal value of SR 1 per share. The founders subscribed to the entire share capital of the Company as in-kind shares.

On Safar 27, 1438 H (November 27, 2016), the Board of Directors of the Company and the Shareholders in the Extraordinary General Assembly decided to issue 3,037,500 shares representing 30% of the Company's shares in the parallel market. On Rabi Al-Thani 19, 1438 H (January 17, 2017), the Board of Directors of the Capital Market Authority (CMA) approved the prospectus of Baazeem Trading Company, a Saudi Joint Stock Company - Listed.

On 2 Safar 1446H (corresponding to August 6, 2024), the company's Board of Directors and the shareholders, in the Extraordinary General Assembly, approved the stock split, changing the number of shares from 10,250,000 shares with a nominal value of SAR 10 per share to 101,250,000 shares with a nominal value of SAR 1 per share. There was no change in the company's share capital before or after the stock split.

C. The nature of the company's activity

The Company's activities include wholesale of coffee and tea products, wholesale of food items and drinks, wholesale of cosmetics and beauty soaps, wholesale of soaps and detergents, wholesale of raw plastic materials, rubber, and industrial fibers, general stores having a variety of goods, and sale of tools and plastic materials (including bags).

The activity of the Company's branch (Baazeem Factory for Industry) includes the manufacturing of sanitary paper, napkins, cleaning wipes, towels, tissue paper, towel rolls, and ready-made food packaging.

D. Fiscal year

The company's financial year is twelve months from the beginning of January until the end of December each calendar year, the accompanying interim condensed consolidated statements for the six-month period ended 30 September, 2025.

E. Presentation currency and activity

The financial statements interim condensed consolidated are prepared in Saudi Riyals, which is the currency of activity and offer for the company, all the numbers are rounded to the nearest Riyal, unless otherwise indicated.

Baazeem Trading Company
(A Saudi Joint Stock Company)
Notes to the Interim condensed consolidated financial statements
For the nine-month period ended September 30, 2025 (unaudited)
(All amounts are in Saudi Riyals unless otherwise stated)

2- Group information

The accompanying interim condensed consolidated financial statements include the financial statements of the Company and the Subsidiary (Collectively referred to as the “Group”) as at September 30, 2025.

<u>Name of subsidiary</u>	<u>Country of incorporation</u>	<u>Shareholding % as at</u>	
		<u>September 30, 2025</u>	<u>December 31, 2024</u>
Baazeem Trading Establishment	Qatar	100%	100%

The investment in the subsidiary establishment mentioned above is registered in the name of one of the main shareholders (Chairman of the Board of Directors) starting from 2008, and the investment is approved in the minutes of the Board of Directors and the minutes of the company’s Ordinary General Assembly, There is a valid ownership transfer acknowledgment signed by the Chairman of the Board in favor of Baazeem Trading Company.

The following are the branches of the company according to commercial registration:

<u>Serial</u>	<u>Name of branch</u>	<u>Commercial Register No.</u>	<u>Date of commercial registration</u>
1	Jeddah Branch	4030034688	1/8/1402 H
2	Dammam Branch	2050106377	26/10/1436 H
3	Tabuk Branch	3550036807	26/10/1436 H
4	Buraidah Branch	1131056151	26/10/1436 H
5	Madinah Al Munawarah Branch	4650079224	26/10/1436 H
6	Khamis Mushait Branch	5855068837	26/10/1436 H
7	Baazeem Factory for Industry	4042007183	24/11/1438 H

3- Basis of the preparation of interim condensed consolidated financial statements:

3-1 Statement of commitment

These interim condensed consolidated financial statements were prepared in accordance with IAS 34 (Interim Financial Reports) endorsed in the kingdom of Saudi Arabic and other standards pronouncements that are issued by saudi organization for chartered and professional accountants (SOCPA).

These interim condensed consolidated financial statements don’t include all the information and disclosures required to prepare a full set of the consolidated financial statements. Hence, these interim condensed consolidated financial statements should be read on conjunction with the group consolidated financial statements for the year ended December 31, 2024.

3-2 Accounting basis

These interim condensed consolidated financial statements are prepared in accordance with the principle of historical cost and using Accrual basis and the concept of continuity of activity, except the employee’s defined benefits obligation, which is recognized at the present value of future obligation using the projected unit credit method and financial assets at fair value through other comprehensive income.

Use of estimation

The preparation of these consolidated financial statements requires management to use provisions and estimates that affect the application of accounting policies and the amounts listed for assets, liabilities, revenues, and expenses. Actual results may differ from these estimates. The areas of management are important in the application of accounting policies and important sources of estimates and uncertainties that have a substantial impact similar to those described in the consolidated financial statements of the previous year.

3- Basis of the preparation of interim condensed consolidated financial statements (Continued):

3-3 Basis for interim condensed consolidating consolidated financial statements

The interim condensed consolidated financial statements include the financial statements of the parent company, Baazeem Trading Company and its subsidiary (collectively referred to as the Group) as at September 30, 2025. Control over the invested business is achieved when it has the right to obtain different returns as a result of its participation in the investee company, and it has the ability to influence these returns by exercising its influence over the investee company. In particular, the Group controls the investee if, and only if, the Group has:

- Leverage over the investee company (for example: it has the right that gives it the power to control the activities of the investee company).
- Exposure to risks and the right to obtain variable returns as a result of its participation in the investee company.
- The ability to use its influence over the investee company to affect its returns.

In general, there is an assumption that the majority of voting rights will lead to control. To support this assumption and when the Group has a lower level than the majority of voting rights or similar rights in the investee company, the Group takes into account all relevant facts and circumstances when assessing whether the Group has control over the investee company, and these facts and circumstances include the following:

- Contractual agreements with voting rights holders of the investee company.
- Rights resulting from other contractual agreements.
- The Group's right to vote and potential voting rights.
- Any additional facts or circumstances that indicate that the Group has or does not have the current ability to control activities related to decision-making, including voting on cases in previous shareholder meetings.

The Group performs a reassessment to ascertain whether or not it exercises control over the investee company, when facts and circumstances indicate that there is a change in one or more elements of control. Consolidation of a subsidiary begins when the Group has control of the subsidiary and ceases when the Group relinquishes exercising such control.

The assets, liabilities, income and expenses of the subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date control is transferred to the Group and until the Group relinquishes exercising such control.

Income and each component of comprehensive income which relates to the equity holders of the parent company and the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When it is necessary, the financial statements of subsidiaries are amended so that their accounting policies are prepared in line with the Group's accounting policies.

All intercompany balances in the Group such as assets, liabilities, equity, income, expenses and cash flows resulting from operations between the Group companies are completely eliminated upon consolidation of the financial statements.

Any change in ownership interests in the subsidiary, without loss of control, is treated as an equity transaction. In the event that the Group loses control over the subsidiary, it will cease to recognize the related assets and liabilities, non-controlling equity and other elements of equity, and the resulting gains or losses are recognized in the interim condensed consolidated statement of profit or loss. The investment retained is recognized at fair value.

3- Basis of the preparation of interim condensed consolidated financial statements (Continued):

3-3 Basis for interim condensed consolidating consolidated financial statements (Continued):

In the event that the Group loses control over the subsidiaries:

- The assets (including goodwill) and liabilities associated with the subsidiary are excluded.
- Exclusion of the present value of any rights not controlled.
- Exclusion of cumulative balance differences recorded in equity.
- Recognition of the fair value of the assets received.
- Recognition of the fair value of any remaining investments.
- Recognition of any surplus or deficit in profits or losses.

Reclassification of the parent company's share in subsidiaries previously recognized in other comprehensive income to profit or loss or retained earnings, as appropriate, as it becomes a requirement if the Group directly disposes of assets and liabilities.

4- Material accounting policies:

The accounting policies applied to these the interim condensed consolidated financial statements are the same as those applied to the annual consolidated financial statements for the fiscal year ended December 31, 2024.

Baazeem Trading Company
A Saudi Joint Stock Company
Notes on Interim condensed consolidated financial statements
For the nine-month period ended September 30, 2025 (unaudited)
(All amounts are in Saudi Riyals unless otherwise stated)

5- Financial assets at fair value through other comprehensive income, net

<u>Company Name</u>	<u>Country of incorporation</u>	<u>Main activity</u>	<u>Percentage of ownership</u>		<u>Acquisition cost</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>
			<u>September 30, 2025</u>	<u>December 31, 2024</u>		<u>(Unaudited)</u>	<u>(Audited)</u>
Shamil Bank of Yemen and Bahrain - Joint-Stock	Republic of Yemen	Financial	8.96	8.96	10,189,262	1	1
Burum Seafood Company - Joint-Stock	Republic of Yemen	Industrial	11.50	11.50	4,317,290	1	1
Al-Mawarid Company for Education & Health Services - Joint-Stock	Republic of Yemen	Services	1.70	1.70	3,874,173	1	1
					18,380,725	3	3

5-1 In the light of the Company's Board's constant monitoring of the status of investments in the Republic of Yemen, which has been going through tumultuous economic conditions and the impact of the same on the financial statements, and due to the Management's inability to determine the impairment of the said investments because of the circumstances, the group's Management fully impaired during 2019 the Company's investments in the Republic of Yemen.

Baazeem Trading Company
A Saudi Joint Stock Company
Notes on Interim condensed consolidated financial statements
For the nine-month period ended September 30, 2025 (unaudited)
(All amounts are in Saudi Riyals unless otherwise stated)

6- Inventory

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Material and cleaning tools	32,585,171	35,182,504
Food stuff	23,916,874	13,197,362
Packing and packaging materials	1,756,355	372,683
Goods in transit	530,141	3,831,107
	58,788,541	52,583,656

The impairment in value of inventory movement is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	-	-
Charged during the period / year	1,504,348	2,039,417
Used during the period / year	(1,504,348)	(2,039,417)
Balance at the end of the period / year	-	-

7- Trade Receivables and other debit balances, net

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Trade Receivables	122,211,961	116,080,713
Advances to suppliers	16,087	5,579,057
Zakat, Tax and customs Authority - VAT	4,142,590	4,142,590
Cheques under collection	3,396,571	3,052,280
Advances to employees	1,448,261	1,704,533
Prepaid expenses and other debit balances	1,368,212	1,522,501
Miscellaneous debtors	231,749	50,599
	132,815,431	132,132,273
Impairment in value of trade receivables	(3,929,957)	(3,899,034)
Impairment in value of prepayments to Zakat, Tax and customs Authority - VAT	(3,242,590)	(3,242,590)
Impairment in value of Cheques under collection	(994,960)	(994,960)
	124,647,924	123,995,689

The impairment in value of trade receivables movement is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	3,899,034	3,793,994
Charged during the period / year	30,923	260,860
Used during the period / year	-	(155,820)
Balance at the end of the period / year	3,929,957	3,899,034

Baazeem Trading Company
(A Saudi Joint Stock Company)
Notes to the Interim condensed consolidated financial statements
For the nine-month period ended September 30, 2025 (unaudited)
(All amounts are in Saudi Riyals unless otherwise stated)

7- Trade Receivables and other debit balances, net (continued)

The impairment in value of prepayments to Zakat, Tax and customs Authority - VAT movement is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	3,242,590	1,000,000
Charged during the period / year	-	2,792,031
Used during the period / year	-	(549,441)
Balance at the end of the period / year	3,242,590	3,242,590

The impairment in value of Cheques under collection movement is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	994,960	-
Charged during the period / year	-	994,960
used during the period / year	-	-
Balance at the end of the period / year	994,960	994,960

8- Cash and Cash equivalent

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Banks – current accounts	12,116,986	27,858,364
Term deposits *	28,000,000	10,000,000
	40,116,986	37,858,364

* Term deposits represent short-term deposits which compatible with the provisions of Islamic Sharia in number of local banks Due within three months or less from the date of acquisition.

9- Banks – Credit facilities short-term:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Bank credit facilities short-term - letters of credit	20,119,991	13,798,124
	20,119,991	13,798,124

The movement of banks credit facilities during the period / year is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	13,798,124	17,041,221
Proceeds during the period / year	78,038,860	128,857,921
Repayment during the period / year	(71,716,993)	(132,101,018)
Balance at the end of the period / year	20,119,991	13,798,124

Represent financing the working capital, opening letters of credit and Tawarruq on letters of credit, financing direct transfers to suppliers in order to finance the Company's liabilities based on the agreements signed between the Company and a number of banks. These agreements are compatible with the provisions of Islamic Sharia.

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10- Zakat provision:

Zakat provision movement

The Zakat provision movement is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>
	<u>(Unaudited)</u>	<u>(Audited)</u>
Balance at the beginning of the period\year	4,659,575	4,403,219
Charged during the period \ year	3,550,000	4,654,705
Paid during the period \ year	(4,591,556)	(4,398,349)
Balance at the end of the period \ year	<u>3,618,019</u>	<u>4,659,575</u>

The company submitted its zakat return for the year ended 31 December 2024 and obtained final zakat certificate valid till 30 April 2026.

Value Added Tax (VAT)

- During the year 2020, the company obtained an adjusted assessment of value added tax, where the authority demands the company for tax differences in the amount of SAR 5,994,256 for the years 2018 and 2019, and based on the authority's initiative that if the principal amount is paid, the fines will be dropped, so the company has paid the original value-added tax difference In the amount of SAR 2,427,910, the Authority will then remove the amount of the fine for error in entry and the fine for delay in payment. The company has submitted an objection to the Zakat, Tax and Customs Authority, and the objection was rejected. The company then submitted a settlement request, but no agreement was reached with the settlement committee. Accordingly, the objection was submitted to the Committee for Adjudication of Tax Violations and Disputes, and a session was set on March 27, 2022, during which a ruling was issued to dismiss the company's lawsuit, and the ruling was deposited with the General Secretariat of Tax Committees on May 06, 2022.

- The company filed an appeal on the lawsuit on June 27, 2022, and the appeal request was registered for the lawsuit No. 134517-2022-V and on June 27, 2022, with the General Secretariat of the Tax Committees.

- During the year 2023, the General Secretariat of Tax Committees issued a decision to accept the company's lawsuit and return the amounts paid for some periods in the amount of 1,570,310 Saudi riyals and deduct an amount of 289,007 Saudi riyals from the value-added declaration for the month of November 2023. Thus, the company has finished settling its position with the Authority regarding the amended assessment above.

- During the year 2021, the company obtained an assessment of value-added tax for the months of June and December 2020 and a number of other months, where the tax authority requires the company to tax differences in the amount of SAR 4,110,670 in addition to fines for error in the declaration and fines for late payment for the year 2020, and the company has paid These amounts were submitted to the tax authority on September 28, 2021, so that it could submit an objection for the months of June and December, while the differences for the remaining months were paid without objection. The company submitted an objection for the months of June and December to the Zakat, Tax and Customs Authority, and the objection was rejected on February 6, 2022. On March 1, 2022, the company filed an objection case No. 92699-2022-V to the General Secretariat of the Tax Committees, and a hearing was scheduled for October 27, 2022, during which consideration of the case was postponed to November 30, 2022, The decision of the General Secretariat of Tax Committees was received and the company filed an objection request against it on April 10, 2023. The request was registered with the General Secretariat of Tax Committees under No. V-2023-191863. The tax advisor believes that the company's position is good, as the objected item does not represent taxable revenue, but rather a deduction from an external supplier.

-The company submitted its tax returns for the years from 2018 to 2024, according to its inputs and outputs.

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11- Earnings per share:

The calculation of underlying/ delimited earnings per share is based on the return on ordinary shareholders and the weighted average number of existing common shares. Earnings per share as of September 30, 2025 was calculated based on the weighted average number of shares held during the year with a number of 101,250,000 shares (September 30, 2024: 101,250,000 shares). There are no potential discounted ordinary shares. Adjusted earnings per share is the same as the underlying profit per share as the Group has no convertible securities or reduced financial instruments to exercise it.

	For the three-month period ended		For the nine-month period ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net profit for the period	5,533,434	5,032,057	19,838,053	18,128,306
weighted average number of shares	101,250,000	101,250,000	101,250,000	101,250,000
Basic and diluted earnings per share from net profit for the period	0.05	0.05	0.20	0.18

The calculation of basic/diluted earnings per share is based on the profit attributable to ordinary shareholders and the weighted average number of outstanding ordinary shares. Earnings per share for the period ended September 30, 2025, were calculated based on the weighted average number of shares outstanding at the end of the period. The diluted earnings per share is the same as the basic earnings per share since the company has no convertible securities or financial instruments that would dilute earnings per share.

12- Capital management:

In order to manage the group's capital, the capital includes equity and all other equity reserves belonging to the group's owners. The main purpose of managing the group's capital is to maximize the value of shareholders' shares. The Group manages and adjusts its capital structure considering changes in economic conditions and financial commitment requirements. To maintaining or modifying the capital structure, the Group may adjust dividend amounts paid to shareholders, return capital to shareholders or issue new shares. The group monitors capital using the leverage ratio, which represents net debt divided by total equity plus net debt. The group's liabilities include net debt, term loans, commercial accounts payable, lease obligations, payable expenses and other credit balances, minus bank balances.

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Banks - credit facilities short-term	20,119,991	13,798,124
Trade payables and other credit balances	22,730,955	18,366,865
Due to related parties	98,302	376,254
Lease obligations - current portion	137,251	137,251
Less: Cash and cash equivalents	(40,116,986)	(37,858,364)
Net debt	2,969,513	(5,179,870)
Total shareholder's equity	200,770,291	199,157,238
Leverage rate	%1.47	% (2.60)

13- Fair Value of Financial instruments

Fair value is the amount received when an asset is sold or paid to transfer a liability in an organized transaction between market participants on the date of measurement. The company's financial instruments consist of financial assets and financial liabilities. The company's financial assets consist of cash and its equivalents, trade receivables, advance payments to suppliers, other debit balances and due from related parties. Financial liabilities consist of bank-credit facilities, trade payables and accrued expenses. The fair value of financial instruments is not significantly different from their book value, unless otherwise indicated.

14- Risk management

Special commission price risk

Special commission price risk relates to the risks resulting from the fluctuation of the value of a financial instrument as a result of the change in the prevailing commission rates in the market, and the company is subject to the risk of special commission rates on its assets associated with special commissions such as Murabaha deposits and credit facilities.

Credit risk

Credit risk is the risk that other parties will not be able to meet their contractual obligations to the Company, which may result in a financial loss to the Company. The concentrations of potential credit risk include mainly trade receivables and short-term cash investments. Short term cash investments are deposited with banks having a high credit rating. The Company's Management believes that there are no concentrations of credit risk for which no adequate provision has been made as at the reporting date.

Liquidity risk

Liquidity risk is that the group has difficulty in providing funds to meet its financial obligations associated with financial instruments.

Liquidity risks may arise from the inability to sell financial assets quickly at an amount of near their fair value. The Group manages liquidity risk by monitoring working capital requirements and cash flows regularly and ensuring that banking facilities are available when needed. The group's terms of contract require 60-120 days from the date of invoices, and commercial accounts are usually paid within 45-120 days of billing.

Increased risk concentration

The concentration of risks arises when a number of other parties engage in similar business activities or activities in the same geographical area or when they have economic characteristics that result in their ability to meet contractual obligations similarly affected by changes in economic, political or other circumstances. The concentration of risks indicates the relative sensitivity of the group's performance to developments affecting an industry.

15- Interim condensed results and adjustments for the period

All adjustments that the company's management deemed important have been prepared so that the interim condensed consolidated balance sheet and business results for the period appear fairly. The business results for the interim condensed consolidated financial period may not represent an accurate indication of the actual results of the full year's business.

16- Dividends paid:

On August 7, 2025, the Company's Board of Directors, based on a prior authorization from the General Assembly in its meeting held on April 9, 2025, approved the distribution of cash dividends to the Company's shareholders for the first half of the financial year 2025, amounting to SAR 7,087,500, distributed over 101,250,000 shares, resulting in a dividend per share of SAR 0.07, representing 7% of the nominal value per share.

The Ordinary General Assembly, in its meeting held on April 9, 2025, approved the Board of Directors' recommendation, in its meeting held on March 6, 2025, to distribute cash dividends to the Company's shareholders for the second half of the financial year 2024, amounting to SAR 11,137,500, distributed over 101,250,000 shares, resulting in a dividend per share of SAR 0.11, representing 11% of the nominal value per share.

17- Subsequent events

Management believes that there are no other significant subsequent events from the date of these interim condensed consolidated financial statements, till the date of approval that may have a material impact on the Group's interim condensed consolidated financial statements.

18- Approval of the interim condensed consolidated financial statements

These interim condensed consolidated financial statements were approved by the Company's Board of Directors on November 10, 2025G (corresponding Jumada Al-Awwal 19, 1447H).