



**THOB AL ASEEL COMPANY
(SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS FOR THE THREE AND NINE-MONTHS
PERIOD ENDED 30 SEPTEMBER 2025**

Thob Al Aseel Company
(Saudi Joint Stock Company)
Interim condensed consolidated financial statements
For the three and nine-months period ended 30 September 2025 (Unaudited)

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Ernst & Young Professional Services (Professional LLC)
Paid-up capital (SR 5,500,000 – Five million five hundred thousand Saudi Riyal)

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF THOB AL ASEEL COMPANY (SAUDI JOINT STOCK COMPANY)

Introduction:

We have reviewed the accompanying interim condensed consolidated statement of financial position of Thob Al Aseel Company (the "Company") and its subsidiaries (collectively with the Company referred to as the "Group") as at 30 September 2025, and the related interim condensed consolidated statements of profit or loss and comprehensive income for the three- and nine-month period ended 30 September 2025, and the related interim condensed consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review:

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

Conclusion:

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

Other Matter:

The consolidated financial statements for the year ended 31 December 2024 and the interim condensed consolidated financial statements for the three- and nine-month period ended 30 September 2024 were audited by another auditor who expressed unmodified opinion on those consolidated financial statements and unmodified conclusion on the interim condensed financial information of the Group on 9 Ramadan 1446H (9 March 2025) and 26 Rabi Al-Thani 1446H (29 October 2024), respectively.

for Ernst & Young Professional Services


Hesham A. Alatiqi
Certified Public Accountant
License No. (523)



Riyadh: 4 Jumada Al-Ula 1447H
(26 October 2025)

Thob Al Aseel Company
(Saudi Joint Stock Company)
Interim condensed consolidated statement of financial position
(All amounts are in Saudi Riyals unless otherwise stated)

		As at 30 September 2025 (Unaudited)	As at 31 December 2024 (Audited)
	Note		
Assets			
Non-current assets			
Property and equipment		25,884,388	23,816,132
Right-of-use assets		33,578,108	29,779,041
Investments recorded under the equity method		13,413,180	16,363,636
Intangible assets		660,240	701,970
Total non-current assets		73,535,916	70,660,779
Current assets			
Inventory		266,467,170	274,393,240
Trade receivables		200,820,260	174,041,494
Prepayments and other receivables		21,521,991	29,621,762
Financial assets at fair value through profit or loss	6	384,036	290,383
Cash and cash equivalents		229,154,570	190,468,452
Total current assets		718,348,027	668,815,331
Total assets		791,883,943	739,476,110
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	9	400,000,000	400,000,000
Retained earnings		189,330,112	192,983,600
Total shareholders' equity		589,330,112	592,983,600
Liabilities			
Non-current liabilities			
Lease liabilities – non-current		13,128,246	12,772,113
Employees' end of service benefits		19,874,904	17,324,514
Total non-current liabilities		33,003,150	30,096,627
Current liabilities			
Trade payables		27,951,492	22,891,072
Contract lease liabilities – current		20,900,062	18,109,895
Due to related parties	7	10,772,435	16,363,636
Accrued expenses and other liabilities	11	94,718,832	42,474,707
Provision for zakat		15,207,860	16,556,573
Total current liabilities		169,550,681	116,395,883
Total liabilities		202,553,831	146,492,510
Total shareholders' equity and liabilities		791,883,943	739,476,110

Notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Thob Al Aseel Company
(Saudi Joint Stock Company)
Interim condensed consolidated interim statement of profit or loss (Unaudited)
For the three- and nine-month period ended 30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	Three-month period ended 30 September		Nine-month period ended 30 September	
		2025	2024	2025	2024
Sales	12-2	81,000,306	78,559,900	393,835,434	406,160,911
Cost of sales		(44,453,670)	(46,728,787)	(222,017,642)	(241,058,248)
Gross profit		36,546,636	31,831,113	171,817,792	165,102,663
General and administrative expenses		(11,313,996)	(8,270,907)	(32,232,635)	(30,742,500)
Selling and distribution expenses		(17,398,816)	(12,744,915)	(56,602,662)	(44,923,665)
Reversal of / (losses) on impairment of trade receivables		(850,553)	(3,290,390)	9,533,109	(4,575,421)
Realized and unrealized profit from remeasurement of financial assets at fair value through profit or loss, net	6	-	-	93,653	2,238,373
Other income		2,393,224	2,301,294	4,702,414	3,147,745
Operating profit		9,376,495	9,826,195	97,311,671	90,247,195
Finance cost		(1,136,810)	(1,080,384)	(2,762,213)	(3,176,431)
Share of net results from associate		(651,174)	-	(2,950,456)	-
Profit for the period before zakat		7,588,511	8,745,811	91,599,002	87,070,764
Zakat expense		(1,600,000)	(3,158,393)	(13,357,871)	(14,760,644)
Profit for the period		5,988,511	5,587,418	78,241,131	72,310,120
Basic and diluted earnings per share of the period according to the profit attributable to the shareholders of the Group	13	0,01	0,01	0,20	0,18

Notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Thob Al Aseel Company
(Saudi Joint Stock Company)
Interim condensed consolidated statement of comprehensive income (Unaudited)
For the three- and nine-month period ended 30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
Profit for the period	5,988,511	5,587,418	78,241,131	72,310,120
<i>Items that may not be reclassified subsequently in the statement of profit or loss:</i>				
Re-measurement of employees' end of service benefits	(1,480,114)	(135,330)	(1,894,619)	693,573
Total comprehensive income for the period	4,508,397	5,452,088	76,346,512	73,003,693

Notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Thob Al Aseel Company
(Saudi Joint Stock Company)
Interim condensed consolidated statement of changes in shareholders' equity
For the nine-month period ended 30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	Share capital	Statutory reserve	Retained earnings	Total shareholders' equity
Balance as at 1 January 2024 (Audited)		400,000,000	77,317,791	107,381,428	584,699,219
Profit for the period		-	-	72,310,120	72,310,120
Other comprehensive income		-	-	693,573	693,573
Total comprehensive income for the period		-	-	73,003,693	73,003,693
Transferred from the statutory reserve (note 10)		-	(77,317,791)	77,317,791	-
Dividends (note 8)	8	-	-	(76,000,000)	(76,000,000)
Balance as at 30 September 2024 (Unaudited)		400,000,000	-	181,702,912	581,702,912
Balance as at 1 January 2025 (Audited)		400,000,000	-	192,983,600	592,983,600
Profit for the period		-	-	78,241,131	78,241,131
Other comprehensive loss		-	-	(1,894,619)	(1,894,619)
Total comprehensive income for the period		-	-	76,346,512	76,346,512
Dividends (note 8)	8	-	-	(80,000,000)	(80,000,000)
Balance as at 30 September 2025 (Unaudited)		400,000,000	-	189,330,112	589,330,112

Notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Thob Al Aseel Company
(Saudi Joint Stock Company)
Interim condensed consolidated statement of cash flows (Unaudited)
For the nine-months period ended 30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	Nine-month period ended 30 September	
		2025	2024
Cash flows from operating activities			
Profit for the period before zakat		91,599,002	87,070,764
Adjustments for:			
Depreciation of property and equipment		3,968,028	2,955,562
Amortisation of intangible assets		117,600	97,057
Depreciation of the right-of-use assets		11,542,469	9,901,709
(Reversal)/provision for obsolescence inventory		(3,308,083)	9,737,795
Other receivables provision		455,750	
Gains on disposal of property and equipment		(65,989)	(2,057,972)
Realized and unrealized profit from remeasurement of financial assets at fair value through profit or loss		(93,653)	(2,238,373)
Share of investments results accounted for using the equity method		2,950,456	-
Reversal of / (losses) on impairment of trade receivables		(9,533,109)	4,575,421
Provision for employees' end-of-service benefits		2,223,751	1,872,314
Finance cost		2,762,213	3,176,431
Change in working capital			
Inventories		11,234,153	9,287,128
Trade receivables		(17,245,657)	(44,393,350)
Prepayments and other receivables		7,644,021	(20,149,958)
Due to related parties		(5,591,201)	-
Trade payables		5,060,420	(4,839,768)
Accrued expenses and other liabilities		52,244,125	(1,416,075)
Zakat Paid		(14,706,584)	(17,182,707)
Employees' end of service benefits paid		(1,567,980)	(512,221)
Net cash generated from operating activities		139,689,732	35,883,757
Cash flows from investing activities			
Purchase of property, equipment		(6,075,311)	(3,592,007)
Purchase of intangible assets		(75,870)	(287,298)
Proceeds from disposal of property and equipment		105,016	3,176,098
Proceeds from disposal of financial assets at fair value through profit or loss		-	12,392,015
Net cash (used in) from investing activities		(6,046,165)	11,688,808
Cash flows from financing activities			
Lease payments		(14,957,449)	(11,243,135)
Dividends paid	8	(80,000,000)	(76,000,000)
Net cash used in financing activities		(94,957,449)	(87,243,135)
Net change in cash and cash equivalents		38,686,118	(39,670,570)
Cash and cash equivalents at the beginning of the period		190,468,452	130,711,135
Cash and cash equivalents at the end of the period		229,154,570	91,040,565
Significant non-cash transactions:			
Additions to right-of-use assets and lease liabilities		15,341,536	15,586,950
Change in re-measurement of employees' end of service benefits		(1,894,619)	693,573

Notes from 1 to 18 form an integral part of these condensed consolidated interim financial information.

Thob Al Aseel Company
(Saudi Joint Stock Company)
Notes to the interim condensed consolidated financial statements
30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

1 General information

Thob Al Aseel Company (the "Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration number 1010071301 and unified number 7001340160 on 1 Dhu Al-hijah 1437H (corresponding to 5 September 2016). The Company's registered address is Kingdom of Saudi Arabia, Riyadh, King Fahad Road, opposite to the Insurance Complex, Postal code: 11426, P.O. box: 23236. The primary activity of the Company is to import, export, wholesale and retail of fabrics and ready-made clothes.

The Company practices its activities through 26 branches (31 December 2024: 27 branches).

The condensed consolidated interim financial information includes the accounts of the Company and its subsidiaries (collectively referred to as the "Group") as follows:

Subsidiary	Country of Incorporation	Ownership percentage as of	
		30 September 2025	31 December 2024
Al Jedaie Fabrics Company	Kingdom of Saudi Arabia	100%	100%
Qiwa Al Aseel Contracting Company	Kingdom of Saudi Arabia	100%	100%
Aseela Trade Company	Kingdom of Saudi Arabia	100%	100%

Subsidiary

- Al Jedaie Fabrics Company (the "Subsidiary") was incorporated as a limited liability Company in Riyadh in the Kingdom of Saudi Arabia under commercial registration number 1010048637 dated 22 Jumada Al-Awal 1438H (corresponding to 19 February 2017). The Subsidiary is mainly engaged in sale of textiles, clothing and wholesale of men's fabrics and sale of textiles and fabrics of all kinds (wearables) for fabrics and men's clothing.

The Subsidiary practices its activities through 54 branches (31 December 2024: 51 branches) distributed over the Kingdom of Saudi Arabia.

- Qiwa Al Aseel Contracting Company (the "Subsidiary") was incorporated as a limited liability Company in Riyadh in the Kingdom of Saudi Arabia under commercial registration number 1010910044 dated 21 Muharram 1445H (corresponding to 8 August 2023) with a share capital amounting to Saudi Riyals 5,000. The Subsidiary is mainly engaged in construction of all types of residential buildings, renovating residential and non-residential buildings and general cleaning of buildings.
- Aseela Trade Company ("the Subsidiary") was incorporated as a limited liability Company in Riyadh in the Kingdom of Saudi Arabia under commercial registration number 1010938400 dated 2 Rabi' al-Akhir 1445H (corresponding to 17 October 2023) with a share capital amounting to Saudi Riyals 5,000. The capital was increased to SAR 500,000 on 29 Safar 1446H (corresponding to 2 September 2024). The Subsidiary's main activity is the retail sale of clothing, shoes, and leather goods in specialized stores.

The Subsidiary practices its activities through 11 branches (31 December 2024: 8 branches).

2 Basis of preparation

2.1 Statement of compliance

These condensed consolidated interim financial information have been prepared in compliance with IAS 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA).

A condensed consolidated interim financial statements is considered an integral part of the whole fiscal year, however, the results of operations for the interim periods may not be a fair indication of the results of the full year operations.

These condensed consolidated interim financial information do not include all required information and disclosures in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024. However, the accounting policies and explanatory notes of important events and transactions have been included to understand the changes in the Group's financial position and performance since the last annual consolidated financial statements which were prepared in accordance with International Financial Reporting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards, interpretations and pronouncements that are issued by SOCPA, hereinafter collectively referred to as "International Financial Reporting Standards".

2 Basis of preparation (continued)

2.2 Preparation of the condensed consolidated interim financial information

These condensed consolidated interim financial information are prepared under the historical cost convention except for the following significant items included in the condensed consolidated interim statement of financial position:

- Investments in equity instruments are measured at FVTPL; and
- Employees' termination benefits are recognized at the present value of future obligations using the projected unit credit method.

2.3 Use of estimates, assumptions and judgments

The preparation of the Group's condensed consolidated interim financial information requires the management to use certain critical estimates, assumptions and judgments that affect the reported amounts of revenues, expenses, assets and liabilities and disclosures of contingent liabilities at the reporting date. However, the uncertainty about these assumptions and estimates may result in conclusions causing a material adjustment to the carrying amounts of the asset or liability affected in the future periods. The significant estimates made by the management when applying the Group's accounting policies and important sources for uncertainty cases regarding the estimates were similar to those included in the last annual consolidated financial statements.

3 Basis of consolidation

These condensed consolidated interim financial information comprise those of the Company and its subsidiaries as at 30 September 2025.

Subsidiary

Subsidiary is an entity (including structured entities) over which the Group has control. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

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

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

- The contractual arrangement with the other votes holders of the investee; and
- Rights result from other contractual arrangements; the Group's voting rights and potential voting rights.

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

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. Unrealised gains and losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

4 Functional and presentation currency

These condensed consolidated interim financial information are presented in Saudi Riyals, which is the Group's functional and presentation currency.

5 New Standards, Amendment to Standards and Interpretations

No new standards have been issued. However, various amendments to the standards are effective from 1 January 2025 as explained in the Group's annual consolidated financial statements but do not have material impact on the Group's condensed consolidated interim financial statements.

6 Financial assets at fair value through profit or loss

During the year 2022, the Group invested SR 10.3 million in a private investment portfolio for the purpose of various trading which have been disposed off during the year 2024. The investment was classified as a financial asset at fair value through profit or loss and the unrealized losses and gains from remeasurement are included in the condensed consolidated interim statement of profit or loss.

The movement of financial asset at FVTPL during the period is as follows:

	Nine-month period ended 30 September 2025 (Unaudited)	For the year ended 31 December 2024 (Audited)
Balance at the beginning of period / year	290,383	10,444,025
Disposal during the period / year	-	(12,392,015)
Realized and unrealized gains from remeasurement, net	93,653	2,238,373
Balance at the end of the period / year	384,036	290,383

7 Transactions with related parties

a Transactions with key management personnel

The following table describes compensation of key management personnel:

	Three -month period ended 30 September (Unaudited)		Nine-month period ended 30 September (Unaudited)	
	2025	2024	2025	2024
Short-term employees' benefits	552,369	428,661	1,616,154	2,104,220
Employees' end of service benefits	1,235,418	34,373	1,318,589	78,092
Board of Directors and related committees' remunerations	-	-	1,930,000	2,000,000
	1,787,787	463,034	4,864,743	4,182,312

b Due to related parties

	Nature of relationship	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Shareholders – lease liabilities (Part of lease liabilities)	Shareholders	2,603,804	2,420,026
Jada Al-Harir Company	Associate	10,772,435	16,363,636

c Transactions with shareholders

During the ordinary course of its business, the Group had the following significant transactions:

	Nature of Transaction	Nine-month period ended 30 September (Unaudited)	
		2025	2024
Shareholders	Rentals	1,263,605	1,104,629
Jada Al-Harir Company	Payment on behalf	5,591,201	-

8 Dividends

- The Board of Directors decided on its meeting dated 27 February 2025, to distribute SR 40 million (at 10 Halala for each share) as dividends for the second half of the financial year 2024 pursuant to the authorization of the Extraordinary General Assembly held on 27 June 2024 to the Board of Directors to distribute interim dividends for 2024.
- The Board of Directors decided on its meeting dated 22 July 2025 to distribute SR 40 million (at 10 Halala for each share) as dividends for the first half of the financial year 2025 in accordance with an authorization of the Ordinary General Assembly held on 18 June 2025 for the Board to distribute interim dividends for the year 2025.
- The Board of Directors decided on its meeting dated 20 February 2024 to distribute Saudi Riyals 40 million (Saudi Riyals 10 per share) as dividends for the second half of the financial year 2023 in accordance with an authorization of the Extraordinary General Assembly held on 20 June 2023 for the Board to distribute interim dividends for the year 2023.
- The Board of Directors decided on its meeting dated 24 July 2024 to distribute Saudi Riyals 36 million (Saudi Riyals 0.09 per share) as dividends for the first half of the financial year 2024 in accordance with an authorization of the Extraordinary General Assembly held on 27 June 2024 for the Board to distribute interim dividends for the year 2024.

The dividends are subject to the approval by the shareholders during the General Assembly meeting

9 Share capital

The Company's capital as of 30 September 2025 consists of 400 million shares with a nominal value of SR 1 per share (31 December 2024: 400 million shares with a nominal value of SR 1 per share).

10 Statutory reserve

During the extraordinary general assembly meeting held on 27 June 2024, corresponding to 21 Dhu al-Hijjah 1445H, it was voted to transfer the total statutory reserve amounting to SR 77,317,791 to the retained earnings.

11 Accrued expenses and other liabilities

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Contract liabilities	76,332,052	20,397,168
Accrued bonuses	4,973,617	5,268,600
Accrued salaries	2,338,297	2,193,368
Value added tax	3,612,723	6,351,826
Commissions payable	649,298	3,588,747
Meeting attendance allowance	1,930,000	1,930,000
Advances from customers	1,137,008	1,011,024
Others	3,745,837	1,733,974
	94,718,832	42,474,707

12 Segment information

12.1 Description of segments and principal activities

The Group manages its operations by business segments. Management treats the operations of these segments separately for the purposes of monitoring, decision making and performance assessment. The Group mainly trades in fabrics and thobs where all activities are carried out in the Kingdom of Saudi Arabia.

Segment	Principal Activity
Thobs	Main activities include sales of readymade clothes.
Fabrics	Main activities include sales of fabrics.
Fashions	Main activities include sales of readymade garments for international brands

The Group's Chief Operating Decision Makers (CODM) are the executive directors, who monitor net profit to evaluate the performance of each operating segment reported above:

Thob Al Aseel Company
(Saudi Joint Stock Company)
Notes to the interim condensed consolidated financial statements (continued)
30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

12 Segment information (continued)

12.2 Segments financial information (unaudited)

	Three-month period ended 30 September 2025				Three-month period ended 30 September 2024			
	Thobs	Fabrics	Fashions	Total	Thobs	Fabrics	Fashions	Total
Segment sales	53,123,504	24,774,979	3,101,823	81,000,306	57,748,694	20,811,206	-	78,559,900
Inter-segment sales	-	-	-	-	-	-	-	-
Total sales to external customers	53,123,504	24,774,979	3,101,823	81,000,306	57,748,694	20,811,206	-	78,559,900
	Nine-month period ended 30 September 2025				Nine-month period ended 30 September 2024			
	Thobs	Fabrics	Fashions	Total	Thobs	Fabrics	Fashions	Total
Segment sales	284,903,356	97,571,830	11,360,248	393,835,434	314,243,254	91,917,657	-	406,160,911
Inter-segment sales	-	-	-	-	-	-	-	-
Total sales to external customers	284,903,356	97,571,830	11,360,248	393,835,434	314,243,254	91,917,657	-	406,160,911

Revenue from above segments is recognized at a point of time.

Thob Al Aseel Company
(Saudi Joint Stock Company)
Notes to the interim condensed consolidated financial statements (continued)
30 September 2025
(All amounts are in Saudi Riyals unless otherwise stated)

12 Segment information (continued)

12.2 Segments financial information (unaudited)

	30 September 2025				30 September 2024			
	Thobs	Fabrics	Fashions	Total	Thobs	Fabrics	Fashions	Total
Cost of sales	(166,779,858)	(48,061,597)	(7,176,187)	(222,017,642)	(194,407,287)	(46,650,961)	-	(241,058,248)
General and administrative expenses	(20,192,682)	(7,608,943)	(1,498,603)	(29,300,228)	(19,908,232)	(7,321,753)	-	(27,229,985)
Selling and distribution expenses	(27,417,845)	(13,651,522)	(2,837,605)	(43,906,972)	(22,817,922)	(12,663,930)	-	(35,481,852)
Reversal of / (losses) on impairment of trade receivables	9,521,079	12,030	-	9,533,109	(4,452,256)	(123,165)	-	(4,575,421)
Depreciation and amortization	(1,666,445)	(1,810,986)	(608,197)	(4,085,628)	(1,507,901)	(1,544,718)	-	(3,052,619)
Amortization expense of right-of-use assets	(4,589,210)	(4,786,617)	(2,166,642)	(11,542,469)	(5,516,550)	(4,385,159)	-	(9,901,709)
Realized and unrealized profits from remeasurement of financial assets at fair value through profit or loss, net	-	93,653	-	93,653	-	2,238,373	-	2,238,373
Other income	3,969,239	733,175	-	4,702,414	3,139,223	8,522	-	3,147,745
Finance cost	(756,290)	(1,739,828)	(266,095)	(2,762,213)	(1,369,833)	(1,806,598)	-	(3,176,431)
Share of results of associate	-	-	(2,950,456)	(2,950,456)	-	-	-	-
Zakat expense	(12,257,871)	(1,100,000)	-	(13,357,871)	(13,710,644)	(1,050,000)	-	(14,760,644)
Profit for the year	64,733,473	19,651,195	(6,143,537)	78,241,131	53,691,852	18,618,268	-	72,310,120

12 Segment information (continued)

12.2 Segments financial information (unaudited) (continued)

Total segment assets

	Thobs	Fabrics	Fashions	Eliminated transactions	Total
30 September 2025 (Unaudited)	722,532,771	178,495,572	33,536,448	(142,680,848)	791,883,943
31 December 2024 (Audited)	703,009,840	144,393,485	-	(107,927,215)	739,476,110

Total segment liabilities

	Thobs	Fabrics	Fashions	Eliminated transactions	Total
30 September 2025 (Unaudited)	132,656,975	103,302,784	41,392,874	(74,798,802)	202,553,831
31 December 2024 (Audited)	111,353,794	87,427,888	-	(52,289,172)	146,492,510

13 Earnings per share (EPS)

	Three-month period ended 30 September (Unaudited)		Nine-month period ended 30 September (Unaudited)	
	2025	2024	2025	2024
Profit for the period	5,988,511	5,587,418	78,241,131	72,310,120
Weighted average number of ordinary shares	400,000,000	400,000,000	400,000,000	400,000,000
Basic and diluted earnings per share	0.01	0.01	0.20	0.18

14 Seasonality of activity

The Group's activity and revenues are influenced by seasonal factors during the year due to the different purchasing patterns, and these changes are reflected in the financial results of the Group's business during the period. The period results are not an accurate indicator about the Group's annual results.

15 Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and will cause the other party to incur a financial loss. The Group seeks to manage its credit risk with respect to customers by setting credit limits for individual customers and by monitoring outstanding receivables.

The table below shows the maximum exposure to credit risk for significant components of the condensed consolidated interim statement of financial position:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Bank balances	228,365,365	190,096,068
Trade receivables	200,820,260	174,041,494
	429,185,625	364,137,562

Credit risk on trade receivables and bank balances is limited to the following:

Bank balances

Bank balances are held with banks having a good credit rating.

Trade receivables

The Group applies the simplified approach in calculating its expected credit losses as prescribed by IFRS 9 which uses the lifetime expected loss provision on such exposures. The loss provision as at 30 September 2025 and 31 December 2024 is determined as follows:

In monitoring customer credit risk, customers are grouped according to their credit characteristics (including the type of customer such as retail, wholesale, etc), trading history with the Group and existence of previous financial difficulties. As at 30 September 2025, the exposure to credit risks for trade receivables by types of customers was as follows:

15 Credit Risk (continued)

Trade receivables as at 30 September 2025 (unaudited)

1 *Thobs segment:*

Debt status	Expected loss rate	Total Carrying amount	Expected credit losses
Current	1.74%	17,642,775	306,680
Past due > 30 days	1.97%	21,209,487	418,252
Past due > 60 days	2.17%	10,956,224	237,357
Past due > 90 days	2.43%	11,301,619	274,823
Past due > 120 days	3.05%	39,248,465	1,197,982
Past due > 180 days	4.69%	80,594,037	3,783,789
Past due > 270 days till 1 year	8.99%	1,134,997	102,082
Past due > 1 year till 2 years	23.47%	291,440	68,390
Default customers and others that are past due for more than two years	54.45% - 100%	62,895,160	62,895,157
		245,274,204	69,284,512

2 *Fabrics segment:*

Debt status	Expected loss rate	Total Carrying amount	Expected credit losses
Current	0.67%	2,382,097	15,901
Past due > 30 days	0.82%	1,325,473	10,843
Past due > 60 days	0.88%	1,571,203	13,877
Past due > 90 days	0.99%	1,638,712	16,156
Past due > 120 days	1.28%	5,460,333	69,652
Past due > 180 days	2.11%	11,180,785	235,572
Past due > 270 days till 1 year	4.77%	599,424	28,613
Past due > 1 year till 2 years	14.52%	1,177,092	170,891
Default customers and others that are past due for more than two years	46% - 100%	2,521,601	2,464,647
		27,856,720	3,026,152
Total		273,130,924	72,310,664

Trade receivables as at 31 December 2024 (Audited)

1 *Thobs segment:*

Debt status	Expected loss rate	Total Carrying amount	Expected credit losses
Current	1.79%	29,252,362	524,867
Past due > 30 days	2.04%	18,512,966	378,439
Past due > 60 days	2.25%	16,476,259	370,474
Past due > 90 days	2.51%	11,460,472	287,571
Past due > 120 days	3.11%	16,504,767	513,693
Past due > 180 days	4.67%	45,304,433	2,113,951
Past due > 270 days till 1 year	8.70%	33,410,333	2,906,281
Past due > 1 year till 2 years	21.89%	439,161	96,114
Default customers and others that are past due for more than two years	51.51% - 100%	65,936,310	65,891,864
		237,297,063	73,083,254

15 Credit Risk (continued)

Trade receivables as at 31 December 2024 (Audited) (continued)

2 Fabrics segment:

Debt status	Expected loss rate	Total Carrying amount	Expected credit losses
Current	0.71%	844,772	6,008
Past due > 30 days	0.87%	813,826	7,110
Past due > 60 days	0.94%	1,203,525	11,333
Past due > 90 days	1.04%	702,179	7,335
Past due > 120 days	1.34%	906,135	12,100
Past due > 180 days	2.16%	1,834,043	39,683
Past due > 270 days till 1 year	4.77%	2,837,188	135,468
Past due > 1 year till 2 years	14.16%	937,408	132,752
Default customers and others that are past due for more than two years	44.79% - 100%	2,786,791	2,686,393
		12,865,867	3,038,182
Total		250,162,930	76,121,436

Sensitivity analysis for future circumstances expectations as at 30 September 2025 (Unaudited)

Unemployment rate is the most significant futuristic assumption affecting the ECL allowance. Set out below are the changes to the ECL as at 30 September 2025 that would result from reasonably possible changes in the Unemployment rate parameters from the actual assumptions used in the Group's economic variable assumption:

	Value in SR
Basic value for impairment losses in trade receivables	72,310,664
If the expectations of future circumstances increased by 10%	72,330,498
If the expectations of future circumstances decreased by 10%	72,290,829

Sensitivity analysis for future circumstances expectations as at 31 December 2024 (Audited)

	Value in SR
Basic value for impairment losses in trade receivables	76,121,436
If the expectations of future circumstances increased by 10%	76,153,553
If the expectations of future circumstances decreased by 10%	76,089,318

Movement in provision for impairment losses on trade and other receivables are as follows:

	Trade receivable	Other receivables	Total
At 1 January 2025 (Audited)	76,121,436	298,063	76,419,499
Charge / (Reversal) during the period	(9,533,109)	455,750	(9,077,359)
Addition of recoverable written-off provision*	5,722,337	-	5,722,337
At 30 September 2025 (Unaudited)	72,310,664	753,813	73,064,477
	Trade receivable	Other receivables	Total
At 1 January 2024 (Audited)	61,580,932	1,882,213	63,463,145
Charge for the period	4,575,421	-	4,575,421
At 31 September 2024 (Unaudited)	66,156,353	1,882,213	68,038,566

* The Group have settled Value Added Tax amounted to SR 5.7 million. Therefore, the related provision has been reversed in the profit and loss.

16 Zakat related matters

Zakat status

The Group is subject to zakat according to the regulations of ZATCA in the Kingdom of Saudi Arabia. The Group files its zakat returns on a consolidated basis, starting from the financial year ended 31 December 2018 and thereafter. Zakat returns were submitted up to 2024 to ZATCA. The Group also obtained a certificate of zakat valid until 13 Dhul-Qi'dah 1447H (corresponding to 30 April 2026).

The Group has finalized its zakat status and zakat assessments until 2023.

For year 2024, the Group received a notice from ZATCA requesting additional information on the zakat return submitted for the year. The assessment is still currently under examination by ZATCA.

17 Subsequent events

in management's view, there have been no significant subsequent events since 30 September 2025 till the approval date of these condensed consolidated interim financial information that may have significant impact on the Group condensed consolidated interim financial information or the disclosures.

18 Board of directors' approval

These condensed consolidated interim financial information have been approved by the Board of Directors on 1 Jumada Al Ula 1447H (corresponding to 23 October 2025).