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**ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)**

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

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

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

**To the Shareholders of
Anaam International Holding Group Company
(A Saudi Joint Stock Company)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of **Anaam International Holding Group Company** (A Saudi Joint Stock Company) (“the Company”) and its subsidiaries (together “the Group”) as at 31 March 2026 and the related interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the three-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 condensed 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 as endorsed in the Kingdom of Saudi Arabia.

Material Uncertainty Related to Going Concern

We draw attention to note 2-7 to the interim condensed consolidated financial information, which indicates that, as at the reporting date, the Group has accumulated losses amounting to SR 69.3 million and its current liabilities exceeded its current assets, resulting in a working capital deficit of SR 139 million. In addition, the Group incurred a net loss of SR 2.1 million for the period ended 31 March 2026. These events and conditions, along with other matters as set forth in note 2-7 to the accompanying interim condensed consolidated financial information, indicate the existence of a material uncertainty that may cast significant doubt on the Group’s ability to continue as a going concern. Our conclusion is not modified in respect of this matter.


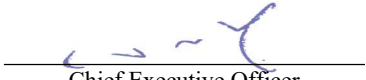



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Musab A. Al Shaikh
License No. 658

26 Dhual-Qa'dah 1447H (13 May 2026)
Jeddah, Kingdom of Saudi Arabia

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

	Note	As at 31 March 2026 (Unaudited)	As at 31 December 2025 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	5	50,841,499	51,823,270
Right of use assets		791,669	798,533
Investment properties	6	449,643,416	449,643,416
Intangible assets		454,578	471,618
Prepayments and other debit balances – non current portion	9	9,952,893	10,736,718
Total non-current assets		511,684,055	513,473,555
Current assets			
Inventory		168,769	112,626
Trade receivables	8	20,096,221	19,727,168
Prepayments and other debit balances – current portion	9	10,681,451	10,035,351
Short-term investments at FVTPL	10	53,850	58,351
Cash and cash equivalents	11	543,708	415,091
Total current assets		31,543,999	30,348,587
Total assets		543,228,054	543,822,142
EQUITY AND LIABILITIES			
Equity			
Share capital	12	315,000,000	315,000,000
Accumulated losses		(69,304,592)	(67,608,322)
Equity attributable to the Parent Company		245,695,408	247,391,678
Non-controlling interests		336,218	751,229
Total equity		246,031,626	248,142,907
Non-current liabilities			
Long-term loans – non-current portion	13	119,174,978	119,174,978
Government grant – non-current portion	13-4	1,512,657	1,535,679
Lease liabilities – non-current portion		798,578	841,960
Employees' defined benefits obligation		5,170,696	4,819,753
Total non-current liabilities		126,656,909	126,372,370
Current liabilities			
Trade payables		4,474,567	3,554,048
Accrued expenses and other credit balances		23,878,348	18,343,139
Dividends due to shareholders		13,872,593	13,872,593
Due to related parties	19	2,957,835	2,957,835
Long-term loans – current portion	13	23,905,364	28,508,094
Government grant – current portion	13-4	92,090	92,090
Lease liabilities – current portion		17,002	17,002
Zakat provision		101,341,720	101,962,064
Total current liabilities		170,539,519	169,306,865
Total liabilities		297,196,428	295,679,235
Total equity and liabilities		543,228,054	543,822,142
			
Chief Financial Officer		Chief Executive Officer	Authorized Board Member

The accompanying notes (1) to (22) form an integral part of this interim condensed consolidated financial information.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

	Note	For the three-month period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
Rental revenue		6,559,355	6,122,008
Revenue from contracts with customers		2,018,937	2,758,411
Total revenue	16	8,578,292	8,880,419
Cost of revenue		(3,469,078)	(3,998,638)
Gross profit		5,109,214	4,881,781
Selling and marketing expenses		(402,440)	(572,915)
General and administrative expenses		(4,539,051)	(5,017,269)
Expected credit losses		(220,114)	(1,964,071)
Loss from operations		(52,391)	(2,672,474)
Investments loss	17	(4,501)	(2,201,144)
Finance cost		(2,420,435)	(2,717,881)
Fair value gain on investment properties	6	-	194,114
Other income, net		366,046	197,295
Loss before zakat from operations		(2,111,281)	(7,200,090)
Reversal of zakat provision		-	252,642
Loss for the period		(2,111,281)	(6,947,448)
Other comprehensive income		-	-
Total comprehensive loss for the period		(2,111,281)	(6,947,448)
Loss for the period attributable to:			
Owners of the Parent Company		(1,696,270)	(6,197,310)
Non-controlling interests		(415,011)	(750,138)
		(2,111,281)	(6,947,448)
Total comprehensive loss for the period attributable to:			
Owners of the Parent Company		(1,696,270)	(6,197,310)
Non-controlling interests		(415,011)	(750,138)
		(2,111,281)	(6,947,448)
Loss per share			
Basic and diluted earnings per share attributable to shareholders of the Parent Company	14	(0.054)	(0.197)


Chief Financial Officer


Chief Executive Officer


Authorized Board Member

The accompanying notes (1) to (22) form an integral part of this interim condensed consolidated financial information.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

	Attributable to the Shareholders of the Parent Company			Non-controlling interests	Total equity
	Share capital	Accumulated losses	Total		
Balance as at 31 December 2024 (audited)	315,000,000	(47,788,885)	267,211,115	2,467,647	269,678,762
Loss for the period	-	(6,197,310)	(6,197,310)	(750,138)	(6,947,448)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive loss for the period	-	(6,197,310)	(6,197,310)	(750,138)	(6,947,448)
Balance as at 31 March 2025 (unaudited)	315,000,000	(53,986,195)	261,013,805	1,717,509	262,731,314
Balance as at 31 December 2025 (audited)	315,000,000	(67,608,322)	247,391,678	751,229	248,142,907
Loss for the period	-	(1,696,270)	(1,696,270)	(415,011)	(2,111,281)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive loss for the period	-	(1,696,270)	(1,696,270)	(415,011)	(2,111,281)
Balance as at 31 March 2026 (unaudited)	315,000,000	(69,304,592)	245,695,408	336,218	246,031,626


Chief Financial Officer


Chief Executive Officer


Authorized Board Member

The accompanying notes (1) to (22) form an integral part of this interim condensed consolidated financial information.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

	Note	For the three-month period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
Loss before zakat		(2,111,281)	(7,200,090)
<u>Adjustments:</u>			
Depreciation of property, plant and equipment	5	984,021	941,867
Depreciation of right of use assets		6,864	6,864
Amortization of intangible assets		17,040	51,026
Fair value gain on investment properties	6	-	(194,114)
Expected credit loss – Trade receivables	8	220,114	764,071
Expected credit loss – Prepayments and other debit balances	9	-	1,200,000
Reversal of expected credit loss – Trade receivables	8	(343,021)	-
Unrealized loss from FVTPL investments	17	4,501	185,157
Impairment loss of long-term investment	17	-	2,016,750
Realized loss on from FVTPL investments	10-1	-	48,585
Finance cost		2,420,435	2,717,881
Amortization of deferred revenue of government grant	13-4	(23,022)	(40,023)
Employees defined benefits obligation		437,368	469,736
Investment dividends income		-	(49,348)
<u>Changes in working capital</u>			
Inventory		(56,143)	297,130
Trade receivables		(246,146)	(349,017)
Prepayments and other debit balances		137,725	(698,393)
Accrued expenses and other credit balances		5,535,209	3,980,000
Due to related parties		-	(23,500)
Trade payables		920,519	285,582
Cash generated from operation		7,904,183	4,410,164
Employees defined benefits obligation paid		(86,425)	(23,342)
Finance cost paid		(5,709,214)	(95,393)
Zakat paid		(620,344)	-
Net cash generated from operating activities		1,488,200	4,291,429
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Purchase of property, plant and equipment	5	(2,250)	(241,353)
Dividend received		-	49,348
Purchase of investment in FVTPL	10-1	-	(31,345)
Proceeds from sale of investments in FVTPL	10-1	-	591,971
Net cash (used in) / generated from investing activities		(2,250)	368,621
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Dividends due to shareholders		-	17,176
Repayment of long-term loans		(1,305,333)	(4,879,414)
Lease liabilities paid		(52,000)	(52,000)
Net cash used in financing activities		(1,357,333)	(4,914,238)
Net change in cash and cash equivalents		128,617	(254,188)
Cash and cash equivalents at beginning of the period		415,091	994,531
Cash and cash equivalents at end of the period	11	543,708	740,343

Chief Financial Officer

Chief Executive Officer

Authorized Board Member





The accompanying notes (1) to (22) form an integral part of this interim condensed consolidated financial information.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

1. CORPORATE INFORMATION

Anaam International Holding Group Company (the “Company”) is a Saudi joint stock Company established in accordance with Commercial Registration No. 4030035073 dated 7/9/1402 H (corresponding to 29 June 1982). The registered office is located in Jeddah.

The Company and its subsidiaries’ (referred to as the “Group”) main activities were performing all operation of marine transport of livestock within and outside the Kingdom, possession of all means of marine and overland transport necessary to the Group, trading of marine equipment necessary for the ships of the Group, trading of livestock and fodder, related operation of meat production and its transportations, management and operation of slaughterhouses and meat manufacturing, establishing, managing and operating centers and industrial projects, wholesale and retail trade in foodstuff, carry out import, export and marketing to third parties and public services in the fields of trading and distribution agencies.

On 3 December 2020, the Company has changed its activities of cultivation and trading of feedstuffs, wholesale and retail trade in foodstuffs, warehousing and leasing services to managing subsidiaries or participating in the management of other companies in which the Group contributes, providing the necessary support for them, investing their money in shares and other securities, owning real estate and movables necessary to conduct its activities, and providing loans, guarantees and financing for its subsidiaries.

The Company has the following subsidiaries included in the interim condensed consolidated financial information. All these companies are established in the Kingdom of Saudi Arabia and are owned by the Company directly and indirectly. The main activities and shareholding percentages of each subsidiary are as follows:

Subsidiaries	Main activity	Commercial registration number	Shareholding %	
			31 March 2026	31 December 2025
Saudi Cold Store Company Limited	Foodstuff trading & rental storage (dormant entity)	4030007971	100%	100%
Anaam International Food Co., Ltd.	Foodstuff trading	4030166809	100%	100%
Anaam International Agricultural Company (*)	Agricultural production (dormant entity)	4030035281	100%	100%
Anaam International Investment Company	Real estate and services (dormant entity)	4030165735	100%	100%
Saudi Wasit Factory for Entertainment and Beauty Systems (“Saudi Wasit”) (note 21)	Entertainment and Beauty	1126002218	63%	63%

(*) The board of directors resolved to liquidate this entity on 18 Muharram 1444H (corresponding to 16 August 2022), and a liquidator was appointed. The liquidation process is still ongoing.

There has been no change in the Group’s interest in its subsidiaries since its last annual consolidated financial statements for the year ended 31 December 2025.

2. BASIS OF PREPARATION

2-1 Statement of compliance

The interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34 - “Interim Financial Reporting” (“IAS 34”) and other standards and pronouncements, as endorsed by Saudi Organization for Chartered and Professional Accountants (“SOCPA”) in the Kingdom of Saudi Arabia (“KSA”).

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

2- BASIS OF PREPARATION (CONTINUED)

2-1 Statement of compliance (Continued)

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual audited financial statements for the year ended 31 December 2025.

2-2 Basis of measurement

The interim condensed consolidated financial information has been prepared on a historical cost basis, except for the items which are measured at fair value, present value, net realizable value and replacement cost in line with the accrual basis of accounting and going concern.

In addition, results for the period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2-3 Functional and presentation currency

The interim condensed consolidated financial information is presented in Saudi Riyals which is also the Group's functional currency.

2-4 Income and cash flow statements

The Group has elected to present interim condensed consolidated statements of comprehensive income and presents its expenses by function.

The Group reports interim condensed consolidated statement of cash flows from operating activities using the indirect method.

2-5 Basis for consolidation

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee):

- Exposure, or rights, to variable returns from its involvement with the investee
- The ability to use its power over the investee to affect its return.

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

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

The Group re-assesses whether 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. Assets, liabilities, income and expenses of a subsidiary acquired or disposed off during the year / period are included in the interim condensed consolidated financial information from the date the Group gains control until the date the Group ceases to control the subsidiary.

Income and each component of other comprehensive income are attributed to the equity holders of the part of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the information of subsidiaries to bring their accounting policies in line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, non-controlling interests and other components of equity, while any resultant gain or loss is recognised in interim condensed consolidated statement of comprehensive income. Any investment retained is recognised at fair value.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

2- BASIS OF PREPARATION (CONTINUED)

2-6 Using judgments and estimates

In preparing the interim condensed consolidated financial information, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

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

2-7 Material Uncertainty Related to Going Concern

As of 31 March 2026, the Group had accumulated losses of SR 69.3 million and its current liabilities exceeded its current assets, resulting in a working capital deficit of SR 139 million. In addition, the Group incurred a net loss of SR 2.11 million for the period ended 31 March 2026 (2025: SR 7.2 million). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern and to meet its obligations as they fall due.

Management prepared detailed cash flow forecasts covering the twelve-month period from the expected date of approval of the consolidated financial statements. These forecasts indicate that, without the implementation of mitigating actions, the Group would face liquidity constraints due to its working capital deficit and scheduled obligations. The forecasts are highly sensitive to the assumptions applied and the timely execution of the mitigating actions described below

In performing this assessment, management considered the following:

Zakat reassessment: The Zakat provision represents a significant portion of current liabilities (SR 101.3 million, representing 59.4% of total current liabilities). These obligations were issued by the Zakat, Tax and Customs Authority ("ZATCA"). Following an amicable settlement with ZATCA to reassess the obligation in accordance with Ministerial Resolution No. 1007, the Group withdrew its appeal. The reassessment process is currently underway following submission of the required supporting documentation, with the objective of reaching a final agreed liability with ZATCA. The outcome and timing of this process remain uncertain, and the final liability may differ from the amount currently recorded. The Group expects that any final settlement will be structured over several instalments aligned with its expected cash flows, which is anticipated to alleviate liquidity pressures during the forecast period. However, there can be no assurance regarding the timing, amount or terms of any such settlement.

Bank Facilities: With respect to the parent Company loan, the Group agreed with the lender on 28 December 2025 to a revised repayment schedule that defers certain repayments during the forecast period, thereby reducing short-term financing pressures. This is expected to improve the Group's cash flows by approximately SR 25.5 million during the forecast period. The original terms of the financing agreements including the financial covenants remain unchanged. In addition, the Group obtained waiver from the lender in respect of certain loan covenant requirements. The Company also intends to seek waivers for certain loan covenant requirements during the year 2026, consistent with the lenders' historical support in granting such waivers in prior years. The continued availability of such waivers remains subject to lender approval.

For Anaam International Investment Company loan, the entity is in compliance with the scheduled repayment terms and has not experienced any payment defaults. However, the loan is classified as current due to the breach relating to the use of proceeds for purposes other than those specified in the agreement. This matter has not resulted in any objection or enforcement action from the lender. There is, however, no assurance that the lender will not enforce its rights in the future.

Sale of Subsidiary: On 12 April 2026, subsequent to the reporting date, the Group entered into a binding agreement to dispose of its 63% equity interest in Wasit Saudi Arabia for Entertainment and Beauty Systems Industry for a total consideration of SR 38.2 million. The transaction is structured with an initial payment of SR 25.2 million due within 30 days from signing, with the remaining balance payable over an agreed schedule extending beyond one year. Management expects that the initial proceeds will provide immediate liquidity support (note 21). The completion of the disposal and the receipt of proceeds are subject to the timely payment of the initial installment and the collectability of deferred consideration in accordance with the agreed schedule. Accordingly, there remains uncertainty regarding the timing and realization of the expected cash inflows.

Withdrawal of capital increase: During the year 2025, the Company had planned to increase its share capital by SR 105 million through a rights issue to support liquidity and reduce borrowings. However, subsequent to the reporting date, on 20 April 2026, the Company withdrew its application submitted to the Capital Market Authority (CMA). Accordingly, this funding source is no longer considered in management's going concern assessment. However, Management expects that the proceeds from the disposal of the subsidiary described above will alleviate liquidity pressure on the Group during the forecast period.

Sale of certain investment properties: Management is evaluating strategic options, including the potential disposal of certain non-income-generating investment properties that are currently held for capital appreciation. Any proceeds from such disposals, if realized, are expected to support the Group's liquidity and strengthen its financial position during the forecast period. The timing and realization of such disposals are uncertain and subject to market conditions.

2- BASIS OF PREPARATION (CONTINUED)

2-7 Material Uncertainty Related to Going Concern (continued)

Operational improvements and leasing activities: Management is implementing initiatives to improve operating performance, including executing previously signed customer agreements, increasing rental revenues from existing properties, and reducing operating expenses. The successful implementation of these initiatives is subject to execution risk and market conditions.

Management's forecasts are based on key assumptions including expected rental revenue growth of approximately 6% from leasing activities and reductions in operating expenses of approximately 6%.

Subsequent to the reporting date, the Group entered into an agreement to dispose of its subsidiary, which historically generated revenue from contracts with customers. Accordingly, forecasted cash flows exclude the contribution from this revenue stream, and are based on the Group's continuing operations following the disposal. These assumptions also include expectations regarding the timing of cash collections from customers and continued demand for the Group's leasing activities. The disposal is expected to reduce the Group's revenue base; however, management expects that the liquidity benefits from the disposal proceeds and cost optimization measures will partially offset the impact on operating cash flows.

Rental income: The Group also expects to generate additional rental income from leasing the remaining units in the Prince Sultan Street Property. New lease contracts signed in the fourth quarter of 2025 are expected to generate approximately SR 1.7 million in rental income. These projections are subject to tenant retention and market demand conditions.

These initiatives are subject to market conditions and may not materialize within the forecast period.

Management has approved and commenced the implementation of cost optimization measures to reduce operating expenses by approximately 6% for 2026. These measures include reductions in employee-related benefits, board and committee remuneration, and professional fees. The extent and timing of these cost reductions are subject to implementation risk.

Management performed sensitivity analyses on key assumptions, considering reasonably possible adverse scenarios, including lower-than-expected revenue growth, delays in leasing vacant properties, and the withdrawal from the proposed capital increase. Under such scenarios, available liquidity headroom would be reduced. However, management believes that the Group would continue to meet its obligations as they fall due during the forecast period, although it would remain dependent on the successful implementation of the mitigating actions described above.

Management's projections involve significant judgment regarding future revenues, the potential sale of investment properties, cost reductions, the timing and success of disposal transactions, and the outcome of the zakat reassessment. These projections are inherently uncertain, and actual results may differ from those assumed. These assumptions are also subject to broader economic and market conditions.

Based on the above assessment, management believes that the Group will have sufficient resources to continue in operational existence for at least twelve months from the expected date of approval of these interim condensed consolidated financial information. Accordingly, the interim condensed consolidated financial information has been prepared on a going concern basis.

However, the Group's ability to continue as a going concern depends on several factors, including:

- successful completion of the disposal of the subsidiary and receipt of proceeds as scheduled;
- final settlement and rescheduling of Zakat obligations with ZATCA;
- improvement in the Group's operating performance and cash flow generation; and
- successful implementation of management's operational initiatives.

The achievement of these factors is subject to significant uncertainty and is partially outside the Group's control.

The interim condensed consolidated financial information does not include any adjustments that might result if the Group were unable to continue as a going concern.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

4. NEW STANDARDS, AMENDMENT TO STANDARDS AND INTERPRETATIONS

There are new standards and number of amendments to standards which are effective from 1 January 2026 and have been explained in the Group's annual Consolidated Financial Statements, but they do not have a material effect on the Group's interim condensed consolidated financial information.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(Saudi Riyals)

5. PROPERTY, PLANT AND EQUIPMENT

For purpose of preparing the interim condensed consolidated statement of cash flows, movement in property, plant and equipment during the three-month period ended 31 March is as follows:

	<u>2026 (Unaudited)</u>	<u>2025 (Unaudited)</u>
Depreciation	984,021	941,867
Additions to property, plant and equipment	2,250	241,353

5-1. Property, plant and equipment as of 31 March 2026 include assets with net book value of SR 24.4 million (2025: SR 26.9 million) mortgaged against loan obtained from the Saudi Industrial Development Fund. (note 13-1).

6. INVESTMENT PROPERTIES

<u>Fair Value</u>	<u>Lands</u>	<u>Buildings</u>	<u>Total</u>
Balance as at 31 December 2025 (Audited)	200,991,259	248,652,157	449,643,416
Change in fair value	-	-	-
Balance as at 31 March 2026 (Unaudited)	200,991,259	248,652,157	449,643,416
	<u>Lands</u>	<u>Buildings</u>	<u>Total</u>
<u>Fair Value</u>			
Balance as at 31 December 2024 (Audited)	200,019,089	242,558,853	442,577,942
Change in fair value	194,114	-	194,114
Balance as at 31 March 2025 (Unaudited)	200,213,203	242,558,853	442,772,056

Details of investment properties are mentioned below:

	<u>31 March 2026</u> <u>(Unaudited)</u>	<u>31 March 2025</u> <u>(Unaudited)</u>
Land and Building in Prince Sultan Street – Jeddah City (*)	346,176,796	342,626,796
Land in Al-Khumra District - Jeddah City	72,850,000	69,700,000
Land and building in Tahlia Street Building – Jeddah City (*)	29,250,000	29,108,227
Land in Jubail City	977,000	977,000
Land in Yanbu City	389,620	360,033
	449,643,416	442,772,056

(*) During the year ended 31 December 2022, the Group purchased two plots of land and two buildings located on Prince Sultan Street and Tahlia Street in Jeddah for an amount of SR 325 million and SR 24.15 million, respectively. The purchase of the investment properties was financed by Alinma Bank, and the properties are pledged against this financing (note 13).

The valuations were performed using valuation techniques that incorporate significant unobservable inputs and, accordingly, the fair value measurement is classified within Level 3 of the fair value hierarchy in accordance with IFRS 13 – Fair Value Measurement.

7. LONG - TERM INVESTMENTS

The Group has an investment at fair value through profit or loss in Al Wasatah Al Maliah Company (a closed joint-stock company) which does not have a publicly quoted price in the market. The Group has sold all of its shares during the year ended 31 December 2025. The movement of the investment for the period is as follows:

	<u>Note</u>	<u>31 March 2026</u> <u>(Unaudited)</u>	<u>31 March 2025</u> <u>(Unaudited)</u>
Balance at beginning of the period		-	7,085,000
Impairment loss *	18	-	(2,016,750)
Balance at the end of the period		-	5,068,250

* In 2025, the Group sold the investment for SR 5,068,250, which is lower than its carrying value as at 31 March 2025. The impairment amount has been recognized in the interim condensed consolidated statement of comprehensive income for the period ended 31 March 2025.

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8. TRADE RECEIVABLES

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables		29,131,975	28,885,829
Allowance for expected credit losses	8-1	(9,035,754)	(9,158,661)
		20,096,221	19,727,168

8-1 The movement of allowance for expected credit losses is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	9,158,661	5,290,437
Charge during the period / year	220,114	3,880,637
Reversal of provision during the period / year	(343,021)	(12,413)
	9,035,754	9,158,661

9. PREPAYMENTS AND OTHER DEBIT BALANCES

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Other receivables	9-1	19,585,245	19,593,526
Employees loans and deposits	9-2	3,496,174	3,321,391
Prepaid expenses		1,726,035	1,669,379
Bank guarantee		951,239	973,950
Advances to suppliers		862	339,034
Total		25,759,555	25,897,280
Expected credit losses		(5,125,211)	(5,125,211)
Net		20,634,344	20,772,069
Current portion		10,681,451	10,035,351
Non-current portion		9,952,893	10,736,718
		20,634,344	20,772,069

9-1 As of 31 March 2026 the balance includes an amount of SR 5.6 million (31 December 2025: SR 5.6 million), of which SR 3 million is due from the buyer and partner in Arw Industrial Company (formerly a subsidiary). This amount represents the value of selling the Group's divested share in Arw Industrial Company. Additionally, SR 2.6 million represents receivables from Arw Industrial Company, previously granted by the Group to fund the company's working capital requirements while it was a subsidiary, this liability was transferred to the buyer during the year 2024. The Group has obtained promissory notes from the buyer for the amount of SR 3.5 million and has recorded an expected credit loss provision of SR 5.1 million (31 December 2025: SR 5.1 million). During the year ended December 31, 2024, the company filed a legal claim for SR 3.5 million through a judicial notification and requested a precautionary attachment against the buyer. The case is still under review by the courts.

In addition to the aforementioned amounts, this balance includes an amount of SR 13.9 million as of 31 March 2026 (2025: SR 13.9 million) related to the disposal of investment properties. This amount is guaranteed by promissory notes in favor of the Group and is scheduled to be settled in four annual installments, commencing in 2025 and concluding in 2028.

9-2 The employees' loans include an amount of SR 3.1 million as of 31 March 2026 (31 December 2025: SR 3.3 million), provided to key management personnel (note 19).

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10. SHORT TERM INVESTMENTS

Fair value through profit or loss (FVTPL)

The movement in short term investments is as follows:

	<u>2026</u>	<u>2025</u>
Balance as at 1 January	58,351	12,085,135
Additions	-	31,345
Disposals	-	(591,971)
Unrealized loss (note 17)	(4,501)	(185,157)
Realized loss (note 17)	-	(48,585)
Balance as at 31 March	<u>53,850</u>	<u>11,290,767</u>

11. CASH AND CASH EQUIVALENTS

	<u>31 March 2026</u> <u>(Unaudited)</u>	<u>31 December 2025</u> <u>(Audited)</u>
Cash at banks *	459,503	372,261
Cash in hand	84,205	42,830
	<u>543,708</u>	<u>415,091</u>

* Cash at bank is held in a current account with commercial banks in Saudi Arabia. Balances in current account does not earn any interest.

12. SHARE CAPITAL

On 5 January 2025, the Company announced the Board of Directors' recommendation to increase the Company's capital through a rights issue worth SR 105 million, subject to the approval of the relevant regulatory authorities and the Extraordinary General Assembly. On 30 October 2025, the Company submitted its capital increase approval application to the Capital Market Authority and is currently awaiting the Authority's response to its request.

On 12 February 2025, an Extraordinary General Assembly Meeting was held, where it was approved to amend the nominal value of the share from SR 0.5 to SR 10 per share. This was achieved by reducing the number of shares from 630 million shares to 31.5 million shares.

On 20 April 2026, the Company announced according to the board of directors' resolution No. (306/M A/2026), that it had elected to discontinue the capital increase process and withdraw the filing (note 21).

On 31 March 2026, the share capital of the Company is SR 315 million, divided into 31.5 million shares of SR 10 each. (31 December 2025: SR 315 million share capital divided into 31.5 million shares of SR 10 each).

13. LONG-TERM LOANS

	<u>Note</u>	<u>31 March 2026</u> <u>(Unaudited)</u>	<u>31 December 2025</u> <u>(Audited)</u>
Saudi Industrial Development Fund loans	13 - 1	11,571,451	12,424,443
Facility arrangement with Alinma Bank	13 - 2 / 3	131,508,891	135,258,629
Total loans and facilities		<u>143,080,342</u>	<u>147,683,072</u>
Less: current portion		<u>(23,905,364)</u>	<u>(28,508,094)</u>
Non-current portion		<u>119,174,978</u>	<u>119,174,978</u>

Saudi Wasit Factory for Entertainments and Beauty System

13-1 The entity has a long-term facility from the Saudi Industrial Development Fund (SIDF) amounted of SR 16.87 million. The total outstanding balance of the loan as at 31 March 2026 amounted to SR 11.57 million (31 December 2025: SR 12.42 million). The loan has a zero-interest rate. It is a government grant, and the relevant conditions for government grants have been fully complied with, accordingly, the difference between the fair value of loan and book value (being the discounted present value of the loan using effective interest rate) is considered as a deferred income (Government Grant) that is amortized over the period of the loan duration (note 13-4). These facilities are secured by the promissory notes, corporate guarantees from the subsidiary's shareholders and mortgaged over the assets of the Company (note 5). The semi-annual repayment of the loan begins on 18 March 2024 and final payment is due on 3 February 2026. The loan agreements contain certain covenants which among others, require that the entities maintain specified financial ratios.

As at 31 March 2026 and 31 December 2025, the entity has not complied with certain covenants as stipulated in the loan agreement. Accordingly, the total loan amount is classified under current liabilities as of 31 March 2026 and 31 December 2025.

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13. LONG-TERM LOANS (continued)

Parent company

13-2 During 2022, the Parent Company has obtained long-term facility from Alinma Bank amounting to SR 153.2 million to finance the purchase of an investment property consisting of land and a building on Prince Sultan Street, Jeddah. As of 31 March 2026, the total balance outstanding of this loan amounted to SR 120.6 million (31 December 2025: SR 123.66 million). Under the loan agreement, the loan carries an interest rate based on SAIBOR plus a 2% profit margin. It is repayable in semi-annual installments over 10 years, starting from 29 December 2023, until 29 June 2032. The loan is secured by a mortgage on investment properties (note 6).

As at 31 March 2026 and 31 December 2025, the Company has not complied with certain covenants as stipulated in the loan agreement. However, during 2025 the Company obtained a waiver from Alinma Bank for 12 months before the year end regarding the breached financial covenants related to working capital deficit. Consequently, the loan has been classified according to its payment dates. The Company's compliance with the financial covenants will be reassessed by Alinma Bank at the end of the financial year ending on 31 December 2026.

The Company has also agreed with Alinma Bank to reschedule the loan to revise the repayment terms to enhance liquidity. Under the agreement, three installments totaling SR 25.5 million, comprising one installment originally due in December 2025 and the remaining installments due within the next 12 months, were deferred. These amounts will now be payable together with the final installment of the loan on 29 June 2032. Furthermore, interest will be calculated on the outstanding balance of the loan. According to the rescheduling agreement the next payment is due in July 2027.

Anaam International Investment Company

13-3 In 2023, the Company obtained a long-term loan of SR 13 million from Alinma Bank to finance the acquisition of a stake in United Inks Production Company. As of 31 March 2026, the total outstanding balance of this loan amounted to SR 10.91 million (31 December 2025: SR 11.59 million). According to the loan agreement, the loan carries an interest rate based on SAIBOR plus 3%. It is repayable over 15 years on a semi-annual basis, starting from 24 February 2024, until 24 August 2038. The loan is secured by a mortgage on an investment property consisting of land and a building located on Tahlia Street, Jeddah (note 6).

The loan was not used for a purpose as stipulated in the loan agreement. Accordingly, the total loan amount is classified under current liabilities as at 31 March 2026 and 31 December 2025.

13-4 Government grant

The movement of the government grant during the period / year is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	1,627,769	١,٤٤٧,٨٣٩
Deferred income amortized during the period / year	(23,022)	(92,090)
Adjustment to the amortization	-	272,020
Balance as at the end of the period / year	1,604,747	1,627,769
Current portion	(92,090)	(92,090)
Non-current portion	1,512,657	1,535,679

14. BASIC AND DILUTED LOSS PER SHARE

	For the Three-month period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Loss for the period attributable to the shareholders of the Parent Company	(1,696,270)	(6,197,310)
Weighted average number of basic and diluted shares - share	31,500,000	31,500,000
Basic and diluted loss - SR per share	(0.054)	(0.197)

15. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

a. Contingent liabilities

There were no contingencies as at 31 March 2026 (31 December 2025: nil).

b. Contingent Assets

The Group has contingent assets in the form of a plot of land that was recorded under the accounts of Nasser Al-Mohammad Al-Mukirish & Partners before its merger with the Group in 1995. Since that date and up to 31 March 2026, the Group has not been able to prove ownership of the land due to the lack of an official title deed. The Group is currently working on proving its ownership by submitting a request through the "Ehkam" platform, and the request is still under review.

c. Capital commitments

The Group has no capital commitments as of 31 March 2026 (31 December 2025: nil).

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16. REVENUE

	For the Three-month period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Rental revenue (*)	6,559,355	6,122,008
Revenue from contracts with customers (**)	2,018,937	2,758,411
	8,578,292	8,880,419

(*) Rental revenue is recognized over the period of lease term of each lease contract.

(**) Revenue from contracts with customers is recognized at point in time.

16-1 Geographical market

The Group operates completely within the Kingdom of Saudi Arabia.

17. INVESTMENTS LOSS

	Note	For the Three-month period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
Dividend income		-	49,348
Realized loss from FVTPL	10	-	(48,585)
Unrealized loss from FVTPL	10	(4,501)	(185,157)
Impairment loss of long-term investment	7	-	(2,016,750)
		(4,501)	(2,201,144)

18. SEGMENTS INFORMATION

The Group's main activity consists of segments including leasing, warehousing and other activities. The following is a breakdown of the for the Three months ended March 31, 2026, and March 31, 2025, for each segment:

31 March 2026 (Unaudited)	Warehousing	Leasing	Entertainment	Total
Revenue	847,080	5,712,275	2,018,937	8,578,292
Non-current assets	4,762,770	481,390,764	25,530,521	511,684,055
Profit / (loss) from operations	117,301	947,356	(1,117,048)	(52,391)
Profit / (loss) for the period	117,301	(1,106,931)	(1,121,651)	(2,111,281)
31 March 2025 (Unaudited)	Warehousing	Leasing	Entertainment	Total
Revenue	1,198,380	4,923,628	2,758,411	8,880,419
Non-current assets	5,044,445	491,117,474	29,137,639	525,299,558
Profit / (loss) from operations	522,269	(1,205,834)	(1,988,909)	(2,672,474)
Profit / (loss) for the period	523,024	(5,443,072)	(2,027,400)	(6,947,448)

19. RELATED PARTIES TRANSACTIONS AND BALANCES

a) Key transactions with related parties are as follows:

Nature of transaction	Nature of relationship	Transaction Value for the Three-month period ended 31 March (Unaudited)	
		2026	2025
Legal consulting services.	Related party to CEO.	250,000	250,000

b) Due to related parties

Related party	Nature of the transactions	Nature of the relationship	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Mr. Mohammed Ibrahim Haidari	Loan given to Saudi Wasit for working capital	Non-controlling shareholder in a subsidiary	2,562,451	2,562,451
Mr. Tariq Mohammed Ibrahim Haidari	Loan given to Saudi Wasit for working capital	Non-controlling shareholder in a subsidiary	395,384	395,384
			2,957,835	2,957,835

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19. RELATED PARTIES TRANSACTIONS AND BALANCES (continued)

c) Key management personnel compensation

The Group's senior management personnel represent members of the Board of Directors and senior executives who exercise authority and responsibility in planning, directing and controlling the Group's activities, directly or indirectly. The compensation of senior management of the Group is as follows:

	For the Three-month period ended 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Short-term employee salaries and benefits	1,556,955	1,505,505
Termination benefits	115,449	200,929
	1,672,404	1,706,434

The employees' loans include an amount of SR 3.1 million as of 31 March 2026 (31 December 2025: SR 3.3 million) (note 9), provided to key management personnel after deducting prepaid end-of-service benefits and monthly salary deductions for employees. The remaining balance will be repaid through monthly deductions in the coming years. These loans do not incur any interest.

20. FAIR VALUE MEASUREMENT

All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial information are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Suppose the inputs used to measure the fair value of an asset or liability falls into different levels of the fair value hierarchy. In that case, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest input level that is significant to the entire measurement.

Below is a comparison, by class, of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

	As at 31 March 2026 (Unaudited)			
	Balance	Level 1	Level 2	Level 3
Short term investments	53,850	53,850	-	-
	As at 31 December 2025 (Audited)			
	Balance	Level 1	Level 2	Level 3
Short term investments	58,351	58,351	-	-

During the period ended 31 March 2026, there were no movement between the fair value hierarchy levels.

21. SUBSEQUENT EVENT

a) Disposal of Subsidiary Stake

On 12 April 2026, the Group entered into an agreement to dispose of its entire equity interest in Saudi Wasit Factory for Entertainment and Beauty Systems, representing 1,071,000 shares (63% ownership), to Eng. Tariq Mohammed Al-Haidari. The total consideration amounts to SR 38,182,218, structured as follows:

- SR 25,200,000 payable within 30 days from the signing date
- SR 3,245,554.5 payable one year from the signing date
- The remaining balance payable in three equal semi-annual installments

The buyer has provided promissory notes for the deferred payments. Transfer of ownership will occur upon receipt of the first installment.

This transaction is part of the Group's strategy to optimize its investment portfolio, enhance liquidity, and reduce financial obligations. Proceeds will be utilized for partial loan repayment and to support real estate development and working capital.

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21. SUBSEQUENT EVENT (continued)

b) Withdrawal of Capital Increase (Rights Issue)

On 20 April 2026, the Group's Board of Directors resolved to withdraw its application submitted to the Capital Market Authority (CMA) to increase the Company's capital through a rights issue.

The proposed capital increase involved raising share capital from SR 315,000,000 to SR 420,000,000 through the issuance of 10,500,000 ordinary shares with a nominal value of SR 10 per share, for a total of SR 105,000,000.

The withdrawal decision was made in response to current market conditions. The Group is currently assessing alternative financing options to support its operational needs.

Management has concluded that no material financial impact resulted from this withdrawal.

These events occurred after the reporting date and are classified as non-adjusting subsequent events in accordance with IAS 10 Events after the Reporting Period. Accordingly, no adjustments have been made to the accompanying interim condensed financial information. The financial effects of these events will be recognized in future reporting periods, as applicable.

22. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information of the Group for the three-month period ended 31 March 2026 was approved by the Board of Directors on 24 Dhual-Qa'dah 1447H (11 May 2026).