HALWANI BROTHERS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)

FOR THE THREE AND SIX-MONTHS
THE TWO PERIOD ENDED 30 JUNE 2026 AND
<u>INDEPENDENT AUDITOR'S REVIEW REPORT</u>

HALWANI BROTHERS COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT (UNAUDITED)
For the three and six months period ended 30 June 2026

BDO الدكتور محمد العمري وشركاه
Dr. Mohamed Al-Amri & Co.

Head office: Moon Tower - 8 Floor
P.O. Box 8736, Riyadh 11492
Unified Number : 92 002 4254
Fax : +966 11 278 2883

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE SHAREHOLDERS OF
HALWANI BROTHERS COMPANY
(A SAUDI JOINT STOCK COMPANY)
Jeddah - Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Halwani Brothers Company - A Saudi Joint Stock Company - ("the Company") and its Subsidries ("collectively referred to as the "Group"), as of 30 June 2026, and the related interim condensed consolidated statement of comprehensive income for the three and six months period ended on 30 June 2026, interim condensed consolidated statements of changes in shareholders' equity and cash flows for the six months period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34"), as 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 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 statements consists of making inquiries, primarily to the 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, as 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.

For Dr. Mohamed Al-Amri & Co.

Maher Al-Khatieb
Certified Public Accountant
License Number 514

د. محمد العمري وشركاه - محاسبون قانونيون
شركة مهنية رقم ٣٢٣/١١/٩٦
س.ت ٤٠٣٠٢٧٥٣٢٠
Jeddah
Certified Public Accountants
Dr. Mohamed Al-Amri & Co.

20 Safar 1448(H)
03 August 2026(G)

HALWANI BROTHERS COMPANY (A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE (UNAUDITED) For the three and six months period ended 30 June 2026

	Note	For the three-months period ended 30 June 2026	2025	For the six-months period ended 30 June 2026	2025
		⃁ (Unaudited)	⃁ (Unaudited)	⃁ (Unaudited)	⃁ (Unaudited)
Revenue from contracts with customers	4	212,014,682	213,902,831	457,483,075	451,658,163
Cost of revenue		(153,157,302)	(155,772,337)	(325,055,546)	(323,988,687)
GROSS PROFIT		**58,857,380**	**58,130,494**	**132,427,529**	**127,669,476**
Selling and distribution expenses		(31,703,117)	(31,404,838)	(67,793,602)	(66,801,962)
General and administrative expenses		(15,250,050)	(13,788,558)	(29,909,094)	(28,603,556)
Asset impairment (loss)		-	-	(1,532,916)	-
Other income, net		6,708,054	944,870	11,236,111	6,161,833
PROFIT FROM OPERATIONS		**18,612,267**	**13,881,968**	**44,428,028**	**38,425,791**
Finance costs		(5,949,666)	(9,129,760)	(10,526,350)	(17,382,165)
Loss on foreign currency differences		1,372,807	(700,563)	(2,569,216)	(1,508,986)
PROFIT BEFORE ZAKAT AND INCOME TAX DURING THE PERIOD		**14,035,408**	**4,051,645**	**31,332,462**	**19,534,640**
Zakat	5-b	(200,000)	-	(800,000)	(1,800,000)
Income tax	5-b	(2,362,229)	(1,615,976)	(3,654,216)	(3,791,544)
PROFIT FOR THE PERIOD		**11,473,179**	**2,435,669**	**26,878,246**	**13,943,096**
OTHER COMPREHENSIVE INCOME					
ITEMS RECLASSIFIED LATER TO PROFIT OR LOSS:					
Foreign currency translation differences		1,997,679	553,894	(1,166,996)	928,292
Other comprehensive income / (Loss) for the period		**1,997,679**	**553,894**	**(1,166,996)**	**928,292**
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**13,470,858**	**2,989,563**	**25,711,250**	**14,871,388**
EARNINGS PER SHARE:					
Basic and diluted earnings per share for the period attributable to ordinary shareholders from operating profit		**0.53**	**0.39**	**1.26**	**1.09**
Basic and diluted earnings per share for the year attributable to ordinary shareholders from profit for the period	6	**0.32**	**0.07**	**0.76**	**0.39**

Group Chief Financial officer	Group Chief Executive officer	Authorized Member Of The Board Directors
Fathy Mohamed Abdelhamid	Mohamed Samir Abdelfattah	Sakhr Assad Jarjoom

M.S

The attached notes 1 to 12 form an integral part of these unaudited interim condensed consolidated financial statements.

HALWANI BROTHERS COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at 30 June 2026

	Note	30 June 2026 (Unadited) ⃁	31 December 2025 (Audited) ⃁
ASSETS			
NON-CURRENT ASSETS			
Property, plant, and equipment		312,575,723	325,940,836
Intangible assets		1,272,708	1,386,884
Right of use assets		18,523,276	14,415,663
Real Estate Investment		45,134,328	45,134,328
Deferred tax assets		708,753	1,109,619
TOTAL NON-CURRENT ASSETS		**378,214,788**	**387,987,330**
CURRENT ASSETS			
Inventories		176,461,757	179,106,243
Trade receivables and other current assets		176,505,572	139,277,382
Cash and cash equivalents	7	43,962,551	15,410,013
TOTAL CURRENT ASSETS		**396,929,880**	**333,793,638**
TOTAL ASSETS		**775,144,668**	**721,780,968**
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital		353,571,450	353,571,450
Retained earnings		312,854,808	285,976,562
Foreign currency translation reserve		(304,871,919)	(303,704,923)
TOTAL SHAREHOLDERS' EQUITY		**361,554,339**	**335,843,089**
NON-CURRENT LIABILITIES			
Islamic Murabaha contracts	8	20,371,720	28,623,028
Deferred tax liability		834,121	1,758,400
Lease contract obligation		12,820,291	8,446,296
Employees defined benefits' obligations		26,750,668	27,366,700
TOTAL NON-CURRENT LIABILITIES		**60,776,800**	**66,194,424**
CURRENT LIABILITIES			
Current portion of Islamic Murabaha Contracts long term	8	16,486,880	16,497,371
Islamic Murabaha Contracts short-term	8	140,105,903	107,732,326
Current portion of lease contract obligations		5,866,704	7,455,804
Trade payables		63,322,786	65,291,535
Accrued expenses and other current liabilities		123,013,611	112,152,071
Zakat and income tax	5	4,017,645	10,614,348
TOTAL CURRENT LIABILITIES		**352,813,529**	**319,743,455**
TOTAL LIABILITIES		**413,590,329**	**385,937,879**
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		**775,144,668**	**721,780,968**

Group Chief Financial officer	Group Chief Executive officer	Authorized Member Of The Board Directors
Fathy Mohamed Abdelhamid	Mohamed Samir Abdelfattah	Sakhr Assad Jamjoom

M.S

The attached notes 1 to 12 form an integral part of these unaudited interim condensed consolidated financial statements.

HALWANI BROTHERS COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)
For the six-months period ended 30 June 2026

	Share capital	*Retained earnings*	*Foreign currency translation reserve*	*Total equity*
	⃁	⃁	⃁	⃁
As at 1 January 2025	**353,571,450**	**242,339,560**	**(306,316,102)**	**289,594,908**
Net profit for the period	-	13,943,096	-	13,943,096
Other comprehensive income for the period	-	-	928,292	928,292
Total comprehensive income	**-**	**13,943,096**	**928,292**	**14,871,388**
Balance at 30 June 2025 (Unaudited)	**353,571,450**	**256,282,656**	**(305,387,810)**	**304,466,296**

	Share capital	*Retained earnings*	*Foreign currency translation reserve*	*Total equity*
	⃁	⃁	⃁	⃁
As at 1 January 2026	**353,571,450**	**285,976,562**	**(303,704,923)**	**335,843,089**
Net profit for the period	-	26,878,246	-	26,878,246
Other comprehensive income for the period	-	-	(1,166,996)	(1,166,996)
Total comprehensive income	**-**	**26,878,246**	**(1,166,996)**	**25,711,250**
Balance at 30 June 2026 (Unaudited)	**353,571,450**	**312,854,808**	**(304,871,919)**	**361,554,339**

Group Chief Financial officer	Group Chief Executive officer	Authorized Member Of The Board Directors
Fathy Mohamed Abdelhamid	Mohamed Samir Abdelfattah	Sakhr Assad Jamjoom

The attached notes 1 to 12 form an integral part of these unaudited interim condensed consolidated financial statements.

HALWANI BROTHERS COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
For the six-months period ended 30 June 2026

	Note	For the six-months period ended 30 June 2026 ⃁ (Unaudited)	For the six-months period Ended 30 June 2025 ⃁ (Unaudited)
OPERATING ACTIVITIES			
Profit before zakat and income tax during the period		31,332,462	19,534,640
Adjustment for non-cash to reconcile operating income before Zakat and income tax			
Depreciation of property, plant, and equipment		15,488,191	15,423,631
Amortization of intangible assets		109,100	172,122
Depreciation of right of use		3,932,483	3,253,418
Provision for Asset impairment		1,532,916	-
Provision for employees defined benefits' obligations		1,611,200	1,748,916
Gain on Sale of property, plant, equipment		(268,358)	(68,350)
Adjustment on lease liabilities		-	969,238
Provision for expected credit losses		1,028,518	150,534
Provision for slow-moving inventory		593,277	296,434
Provision for Local and Foreign Suppliers - Debit Balances		47,859	266,127
Finance costs, net		10,526,350	17,382,165
		65,933,998	**59,128,875**
Changes in items of operating assets and liabilities:			
Inventories		(826,059)	(2,576,417)
Trade receivables and other current assets		(38,304,567)	(32,970,546)
Trade payables and accrued expenses and other current liabilities		8,892,791	(5,537,763)
Cash flows generated from Working Capital		**35,696,163**	**18,044,149**
Zakat paid	5	(1,194,471)	(1,197,908)
Income tax paid		(3,596,432)	(7,177,699)
Defined Employees benefits' obligations paid		(2,227,232)	(1,349,807)
Net cash generated from operating activities		**28,678,028**	**8,318,735**
INVESTING ACTIVITIES			
Purchase of property, plant, and equipment		(5,207,583)	(5,200,350)
Proceeds from sales of property, plant and equipment		444,591	68,351
Net cash (used in) investing activities		**(4,762,992)**	**(5,131,999)**
FINANCING ACTIVITIES			
Proceeds from Islamic Murabaha Contracts		166,669,966	275,358,125
Payments of Islamic Murabaha Contracts		(135,141,054)	(258,821,888)
Payment of lease liabilities		(6,165,990)	(4,066,990)
Payment of term loans		(8,243,963)	(8,125,000)
Finance cost paid		(9,615,560)	(16,484,297)
Net cash (used in) financing activities		**7,503,399**	**(12,140,050)**
NET CHANGE IN CASH AND CASH EQUIVALENTS		31,418,435	(8,953,314)
Net difference in foreign currency translation		(2,865,897)	(2,000,278)
Cash and cash equivalents as at 1 january		15,410,013	35,310,857
CASH AND CASH EQUIVALENTS AS AT 30 JUNE	7	43,962,551	24,357,265
SIGNIFICANT NON-CASH TRANSACTIONS:			
Change effect in the differences of translation of foreign currencies		(1,166,996)	928,292
Transfer from projects under construction to property, plant, and equipment		5,351,544	3,308,213
Transfer from intangible assets to prepaid expenses		-	1,053,169
Adjustment on lease liabilities		-	320,500
Additions to Right-of-Use Assets and Lease Liabilities		8,535,437	6,432,376

Group Chief Financial officer	Group Chief Executive officer	Authorized Member Of The Board Directors
Fathy Mohamed Abdelhamid	Mohamed Samir Abdelfattah	Sakhr Assad Jamjoom

The attached notes 1 to 12 form an integral part of these unaudited interim condensed consolidated financial statements.

1. CORPORATE INFORMATION

Halwani Brothers Company ("the Company" or "the Parent Company"), a Saudi Joint Stock Company established in accordance with Company's regulations in the Kingdom of Saudi Arabia. It is registered in Jeddah city under Commercial Registration (CR) No. 4030005702 dated on 11 Rabi` al-Thani 1388H (corresponding to 7 July 1968). Company consolidated number 7000447065.

The Company is listed in the Capital Market Authority (CMA) in the Kingdom of Saudi Arabia. It is also 51% owned by Aseer Al Arabiah for Industrial Investment Co, and 49% by other shareholders.

The Company is mainly engaged in the manufacturing, packaging, wholesale and retail trade of food products.

The registered address of the Company is in Jeddah, Industrial area, fourth stage, P. O. Box 690, Jeddah 21421, Kingdom of Saudi Arabia. The headquarters of the Company is located in Jeddah. The Parent Company operates in the Kingdom of Saudi Arabia, through its branches located in various regions of the Kingdom of Saudi Arabia

The Interim condensed consolidated financial statements comprise the interim financial statements of the Parent Company and the Interim financial statements of Halwani Brothers Egypt - a closed Egyptian Joint Stock Company – a wholly owned subsidiary of the Parent Company which is engaged in manufacturing, packaging and distribution of all foodstuffs (together referred as the "Group").

2. BASIS OF PREPARATION AND CHANGES IN SIGNIFICANT ACCOUNTING POLICIES FOR THE GROUP

2.1 Basis of preparation

The interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" "IAS 34" which is endorsed in the Kingdom of Saudi Arabi,a and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").
The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements. They should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025. In addition, results for the interim period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The interim condensed consolidated financial statements have been prepared on a historical cost basis except for financial derivatives that have been measured at fair value and for employee benefit obligations where current actuarial value calculations are used. The interim condensed consolidated financial statements are presented in Saudi Riyals, which is the functional currency of the Group -(unless otherwise noted).

2.2 Going concern assessment

The group's management has made an assessment of the group's ability to continue to carry out its business in accordance with the principle of going concern and the group is convinced that it has the resources to continue its business in the foreseeable future. Also, management is not aware of any material uncertainties that may affect the Group's ability to continue its business. Accordingly, these consolidated financial statements have been prepared on a going concern basis.

2.3 Material Accounting policies

2.3.1 New Standards Amendment to Standards and Interpretations

Certain amendments to International Financial Reporting Standards (IFRS Accounting Standards) and other new standards become effective from 1 January 2026 and were disclosed in the Company's latest annual financial statements. The company see there is not have a material impact on these condensed financial statements.

IFRS 18, **"Presentation and Disclosure in Financial Statements,"** will replace IAS 1, **"Presentation of Financial Statements,"** and is effective for annual reporting periods beginning on or after 1 January 2027. The Company has not early adopted the new standard in the preparation of these condensed interim financial statements, although early adoption is permitted.

IFRS 18 requires entities to classify all income and expenses presented in the statement of profit or loss into specified categories, such as operating, investing, financing, and other prescribed categories. The Company is therefore required to determine its main business activities, as these will form the basis for the classification of income and expenses.

2. BASIS OF PREPARATION AND CHANGES IN SIGNIFICANT ACCOUNTING POLICIES FOR THE GROUP (CONTINUED)

2.4 Basis of consolidation

The interim condensed consolidated financial statements include the interim financial statements of the Company and the Subsidiary (the “Group”) as of 30 June 2026. Control is achieved when the Group is exposed, or has rights, to variable returns from its transactions with the investee and has the ability to affect those returns through exercising 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 the Group the current ability to direct the relevant activities of the investee).
- Exposure, or rights, to variable returns from its transactions with the investee.
- The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has control 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 of during the period are included in the consolidated financial statements from the date the Group gains control until the date the it ceases to control the subsidiary.

When necessary, adjustments are made to the financial statements of the Subsidiaries to bring it's 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 derecognizes the related assets (including Goodwill, if any), liabilities, non-controlling interest, and other components of equity, while any resultant gain or loss is recognized in the interim condensed consolidated statement of comprehensive income. Any investment retained is recognized at fair value.

Below are the details of the subsidiary:

Company name	Country of incorporation	Ownership percentage as at 30 June 2026	Ownership percentage as at 31 December 2025	Activity
Halwani Brothers Company (a closed Egyptian joint stock Company)	Alsharqia - Arab Republic of Egypt	100%	100%	Manufacturing, packaging, canning and distribution of all foods.
Foodco Limited*	Cayman Islands	100%	100%	Investment
Halegpt Limited*	Cayman Islands	100%	100%	Investment

* Both companies haven't started their operations yet.

3. SEGMENT REPORTING

A segment is a distinguishable component of the Group that is engaged in providing products or specific services (business segment) or providing products or services within a particular economic environment (a geographic segment), which is subject to risks and rewards that are different from other segments. The Group uses the geographical segment only as it operates in the manufacturing, filling, whole, and retail trade of food products.

The financial information of assets and liabilities related to geographical segments after excluding the effect of balances among companies of the Group as at 30 June 2026 and 31 December 2025 as follows:

Segments	Kingdom of Saudi Arabia in thousands ⃁	Arab Republic of Egypt in thousands ⃁	Reconciliation in thousands ⃁	Total in thousands ⃁
As of 30 June, 2026 (Unaudited)				
Total assets	596,246	206,262	(27,363)	775,145
Total liabilities	234,691	180,010	(1,111)	413,590
Capital expenditure incurred during the Period	1,563	3,645	-	5,208
As of 31 December 2025 (Audited)				
Total assets	602,954	169,284	(50,457)	721,781
Total liabilities	267,110	122,240	(3,412)	385,938
Capital expenditure incurred during the year	5,743	9,612	-	15,355

The financial information of revenue and selected profit/(losses) relating to the geographical segments excluding the effect of transactions between the Group's companies for the six-month period ended 30 June 2026 and 30 June 2025 is as follows:

Segments	Kingdom of Saudi Arabia in thousands ⃁	Arab Republic of Egypt in thousands ⃁	Reconciliation in thousands ⃁	Total in thousands ⃁
For the six months period ended 30 June 2026 (Unaudited)				
Revenue from contracts with customers	239,622	217,970	(109)	**457,483**
Company's share in the results of the subsidiary	7,860	-	(7,860)	-
Segment profit for the period	26,878	7,860	(7,860)	26,878
For the six months period ended 30 June 2025 (Unaudited)				
Revenue from contracts with customers	240,209	213,140	(1,691)	451,658
Company's share in the results of the subsidiary	5,223	-	(5,223)	-
Segment profit for the period	**13,943**	**5,223**	**(5,223)**	**13,943**

Detailed revenue information from contracts with customers for geographical segments is shown in Note (4).

4. REVENUE FROM CONTRACTS WITH CUSTOMERS

The following are the details of the Group's revenue from contracts with customers for the six months ended on 30 June 2026, and 30 June 2025:

Segments	Kingdom of Saudi Arabia in thousands ⃁	Arab Republic of Egypt in thousands ⃁	Reconciliation in thousands ⃁	Total in thousands ⃁
For the six-months period ending 30 June 2026 (Unaudited)				
Type of goods				
Sesame products	129,045	22,972	-	152,017
Meat products	21,482	174,998	-	196,480
Other products	89,095	20,000	(109)	108,986
Total	**239,622**	**217,970**	**(109)**	**457,483**
Type of customers				
Key customers	59,460	41,317	-	100,777
Retailers	121,703	162,076	-	283,779
Others	32,178	-	-	32,178
Exports	26,281	14,577	(109)	40,749
Total	**239,622**	**217,970**	**(109)**	**457,483**

Segments	Kingdom of Saudi Arabia in thousands ⃁	Arab Republic of Egypt in thousands ⃁	Reconciliation in thousands ⃁	Total in thousands ⃁
For the six-months period ending 30 June 2025 (Unaudited)				
Type of goods				
Sesame products	134,969	39,431	-	174,400
Meat products	19,256	154,144	-	173,400
Other products	85,984	19,565	(1,691)	103,858
Total	**240,209**	**213,140**	**(1,691)**	**451,658**
Type of customers				
Key customers	59,860	36,983	-	96,843
Retailers	129,699	145,650	-	275,349
Others	22,916	-	-	22,916
Exports	27,734	30,507	(1,691)	56,550
Total	**240,209**	**213,140**	**(1,691)**	**451,658**

Geographical markets

	For the Six-month period ended 30 June 2026 In thousands ⃁ (Unaudited)	2025 In thousands ⃁ (Unaudited)
Kingdom of Saudi Arabia	213,341	212,475
Arab Republic of Egypt	203,393	182,633
Other markets	40,749	56,550
	457,483	**451,658**

5. ZAKAT AND INCOME TAX

a) Zakat and income tax provision as reported in the Group's Interim condensed consolidated statement of financial position is as follows:

	30 June 2026 ⃁ (Unaudited)	31 December 2025 ⃁ (Audited)
Zakat provision	2,482,778	6,677,249
Income tax provision	1,534,867	3,937,099
	4,017,645	**10,614,348**

b) Zakat and Income Tax Charged to the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income :

(b-1): Zakat

	For the six-months period ended 30 June	
	2026 (Unaudited)	**2025 (Unaudited)**
Charge during the period	**800,000**	**1,800,000**

(b-2) Income Tax

	For the six-months period ended 30 June	
	2026 (Unaudited)	**2025 (Unaudited)**
Charge during the period /year	2,870,495	3,185,862
Deferred Tax from Subsidiary	333,721	(564,318)
Deferred Tax on Undistributed Dividends of a Subsidiary	450,000	1,170,000
	3,654,216	**3,791,544**

C) Zakat and Tax Position

(C-1) Zakat and Value Added Tax (Halwani Bros. Company – Saudi Arabia)

- The Parent Company finalized its zakat status for the year 2024.
- The Parent Company filed zakat declarations for the year 2025 and obtained a zakat certificate for that.

2) Value Added Tax

• The company's books and records were examined until 2024, and the tax due was paid.
• For the year 2025, the company pays the due from the declarations on time.
• For the year 2026, the company pays the due from the declarations on time.

(C-2) Tax Position (Halwani Bros. Company – Egypt)

1) Corporate taxation

• The Subsidiary was exempt from taxes according to Law No. 8 of 1997 until December 31, 2005.
• The Subsidiary's books and records were examined until 2022, and paid the accrued tax.
• The tax returns were submitted and the due taxes were paid for the years 2023 till 2025; the Subsidiary has not yet been notified of any tax audit for these years.

2) Value Added Tax (VAT)

- The company's books and records have been audited through 2025, and all due VAT liabilities have been settled.
- For the first half of 2026, the company has been submitting its monthly VAT returns and paying the due tax within the statutory deadlines. The company has not yet received any notification of a tax audit for this period.

3) Payroll taxes

• The company's books and records were examined until 2022, and the tax due was paid.
• For the years 2023-2024-2025 and the first half of 2026, the Company submits monthly tax returns, annual tax reconciliations, and pays the tax due on time in accordance with the regulation deadlines, and the Company has not been notified of any examination.

4) Stamp taxes

• The Company's books and records were examined until 2022, and the tax due was paid.
• For the years 2023-2024-2025 and the first half of 2026, quarterly forms are submitted, and the Company pays the amounts due on time, and the Company has not been notified of any examination.

5) Deduction and addition tax

• The books and records were examined until 2022, and the tax due was paid..
• For the years 2023-2024-2025 and the first half of 2026, quarterly forms are submitted, and the tax due is paid on time in accordance with the legal deadlines, and the Company has not been notified of any examination.

5. ZAKAT AND INCOME TAX (CONTINUED)

C)Zakat and Tax Position (Continued)

6) Real estate taxes

- Accounting has been completed and dues have been paid until 2021.
- There are no outstanding financial dues from the Company, and an exemption applies for the years from 2022 to 2026.

6. EARNING PER SHARE

Basic and diluted earnings per share (EPS) from net profit is calculated by dividing the profit for the period attributable to ordinary shareholders by the weighted average number of ordinary outstanding shares on the date of the interim condensed consolidated statement of financial position.

The calculation of earnings per share as follows:

	For the three-months period ended 30 June		For the Six-months period ended 30 June	
	2026 ⃁ (Unaudited)	2025 ⃁ (Unaudited)	2026 ⃁ (Unaudited)	2025 ⃁ (Unaudited)
Net profit for the period	11,473,179	2,435,669	26,878,246	13,943,096
Weighted average number of shares	35,357,145	35,357,145	35,357,145	35,357,145
Basic and diluted earnings per share (⃁)	0.32	0.07	0.76	0.39

There was no reduction component affecting the weighted average number of ordinary shares.

7. CASH AND CASH EQUIVALENTS

	As at 30 June 2026 ⃁ (Unaudited)	As at 31 December 2025 ⃁ (Audited)
Cash on hand and at bank	41,495,060	13,345,534
Cheques under collections	2,467,491	2,064,479
	43,962,551	**15,410,013**

8. ISLAMIC MURABAHA CONTRACTS

8.1 Islamic Murabaha Contracts Long Term

The carrying value of the Islamic Murabaha contracts as at 30 June 2026 and 31 December 2025 are as follows:

Rajhi Bank	30 June 2026 ⃁ (Unaudited)	31 December 2025 ⃁ (Audited)
Current portion	16,250,000	16,250,000
Non-current portion	20,312,500	28,437,500
Total Alrajhi Bank financing	36,562,500	44,687,500

The parent company signed an agreement during the comparative year 2024 with Al Rajhi Bank to reclassify part of the existing bank facilities used to finance working capital into a medium-term financing amounting to SR 65 million, based on the terms of the agreement, the financing is to be repaid in quarterly installments of SR 4.06 million, with the first installment due on December 31, 2024, and the financing ending on September 30, 2028. The financing incurs financing fees (at the prevailing rate in the Saudi interbank market plus a profit margin), and the financing is secured by promissory notes issued to the bank.

National Bank of Egypt	**Financing Currency**	**Amount in Original Currency**	**30 June 2026 *SR* *(Unaudite***	***31 December 2025 SR Audited***
Current portion	EGP	3,150,000	236,880	247,371
Non-current portion	EGP	787,500	59,220	185,528
Total National Bank of Egypt financing			**296,100**	**432,899**

The subsidiary has a long-term Islamic Murabaha contract with National Bank of Egypt in the Arab Republic of Egypt to finance the environmental compliance initiative. The subsidiary pays financing costs in accordance with the initiative, and the financing matures on August 3, 2027. The financing is secured by promissory notes issued to the bank.

8. ISLAMIC MURABAHA CONTRACTS (CONTINUED)

8.2 Islamic Murabaha Contracts Short Term

The carrying value of the Islamic Murabaha contracts as at 30 June 2026 and 31 December 2025 is as follows:

			Amount in original currency		Amount in Saudi Riyals	
Finance type	Note	Currency	As at 30 June 2026 (Unaudited)	As at 30 June 2025 (Unaudited)	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Tawaruq	A	⃁	16,000,000	67,000,000	16,000,000	25,000,000
Tawaruq	A	⃁	13,313,848	22,731,681	13,313,848	18,173,504
Tawaruq	A	⃁	20,155,720	28,379,068	20,155,720	32,065,718
Murabaha	B	Egyptian Pound	625,712,760	699,315,313	47,053,502	12,413,973
Murabaha	B	Egyptian Pound	92,008,273	149,724,345	6,919,008	-
Murabaha	B	Egyptian Pound	221,302,920	172,628,254	16,641,945	3,229,365
Murabaha	B	Egyptian Pound	129,001,629	96,903,250	9,700,902	6,775,900
Murabaha	B	Egyptian Pound	-	32,041,370	-	-
Murabaha	B	Egyptian Pound	137,110,078	96,158,410	10,310,656	4,749,056
Murabaha	B	US Dollar	2,785	-	10,322	5,324,810
					140,105,903	**107,732,326**

a) The Parent Company has a number of short-term Islamic Murabaha (Tawarruq) financing facilities with local banks in the Kingdom of Saudi Arabia, secured by promissory notes issued in favor of such banks. These Murabaha facilities are repayable within a period ranging from three to eight months. The Parent Company incurs financing costs based on the prevailing Saudi interbank market rate plus an agreed profit margin. As of 30 June 2026, the outstanding balance of these facilities amounted to SAR 49.5 million (31 December 2025: SAR 75.2 million).

b) The Subsidiary Company also has a number of short-term Islamic Murabaha financing facilities with local banks in the Arab Republic of Egypt to finance its operations. The Subsidiary Company incurs financing costs based on prevailing market rates. As of 30 June 2026, the outstanding balance of these facilities amounted to SAR 90.6 million (31 December 2025: SAR 32.5 million).

9. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent major shareholders, board members, and key management personnel of the Group and entities controlled or significantly influenced by such parties. The Groups' major-related parties are described as follows:

Name	Relationship
Al Baraka Bank	A party to a member of the board of directors
Halwani & Al-Tahan Company	A party to a member of the board of directors
Halwani Global Limited Company	A party to a member of the board of directors & one of the company's senior executives
Al Wasta Food Services Company	A party to a member of the board of directors
Aquat Food Industries Company	A party to a member of the board of directors
Express food Company	A party to a member of the board of directors
Dallah Taiba Hotel	A party to a member of the board of directors
Dallah Hospital	A party to a member of the board of directors
Dallah Trading Company	A party to a member of the board of directors
Affiliates of the Parent Company	Related parties
Senior Management and Key Executives	Related parties
Board of Directors Members	Related parties

9. RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

The following are the main transactions relating to related parties during the six months ended 30 June 2026, and 30 June 2025, and related party balances as of 30 June 2026, and 31 December 2025:

a) Due from related parties (trade receivables and other current assets)

	Nature of transaction	Transaction for the six-month period ended 30 June 2026	2025	As at 30 June 2026	31 December 2025
Express food Company	Selling finished goods	4,342,503	4,117,597	721,887	1,828,703
Aquat Food Industries	Selling finished goods	869,465	1,090,015	53,237	264,536
Al Wasta Food Services Co. Ltd	Selling finished goods	556,910	441,524	178,164	48,760
Halwani International LLC	Selling finished goods	12,628	30,561	2,795	6,394
Halwani and Altahan Company	Selling finished goods	10,400	7,800	-	-
Dallah Taibah Hotel	Selling finished goods	30,377	42,195	2,722	10,304
Dallah hospital	Selling finished goods	109,183	142,051	18,820	54,374
Dallah Trading Company	Purchases	74,805	-	-	29,900
				977,625	**2,242,971**

b) Other related parties (Islamic Murabaha and current accounts):

	Nature of transaction	Transaction for the six-months period ended 30 June 2026 (Unaudited)	30 June 2025 (Unaudited)	As at 30 June 2026 (Unaudited)	31 December 2025 (Audited)
Albaraka Bank*	Finance charges	298	1,368	-	-
	Finance revenue	144	-	-	-

*Al Baraka Bank balance is allocated as follows:

	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Current accounts	5,717	6,097
	5,717	**6,097**

c) Board of directors and key management's allowances and remunerations

Compensation of key management personnel and Board of Directors recognized as an expense during the period is as follows:

	For the six-month period ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Salaries and other benefits	8,200,477	7,368,847
End of service benefits	170,684	156,384
Rewards and allowances for attending the meetings of the Board of Directors and its Committees	2,584,082	2,753,323
	10,955,243	**10,278,554**

10. FAIR VALUES MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Group's financial assets consist of Cash and cash equivalents, Trade receivables and other current assets, and due from related parties, while its financial liabilities consist of trade payables and Accrued expenses and other current liabilities, Islamic Murabaha Contracts, term loans, obligation under finance leases, and due to related parties, as below:

10.1 Financial assets

	As at 30 June 2026 (Unaudited)	*As at 31 December 2025 (Audited)*
Trade receivables and other current assets	176,505,572	139,277,382
Cash and cash equivalents	43,962,551	15,410,013
	220,468,123	**154,687,395**

10.2 Financial liability

	As at 30 June 2026 (Unaudited)	*As at 31 December 2025 (Audited)*
Trade payables	63,322,786	65,291,535
Accrued expenses and other current liabilities	123,013,611	112,152,071
Islamic Murabaha Contracts	176,964,503	152,852,725
Lease contract obligations	18,686,995	15,902,100
	381,987,895	**346,198,431**

Financial assets and liabilities were measured at amortized cost and no financial instruments or amounts of the Group were measured at fair value (if any). for which fair values have been measured and whose fair values have been disclosed in the interim condensed consolidated financial statements have been classified within the fair values hierarchy shown below based on the lower level data that is material for the measurement of fair values 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

The fair value of financial assets as at 30 June 2026, and 31 December 2025 is the carrying value due to the fact that the balances of these receivables are short-term in nature.

There were no transfers between Level 1, Level 2, and Level 3 during the period ending on 30 June 2026, and 30 June 2025 and 31 December 2025.

11. CONTINGENT LIABILITIES

The commitments and contingent liabilities are as follows:

	As of 30 June 2026 (Unaudited) ⃁	**As of 31 December 2025 (Audited) ⃁**
Letters of guarantee and documents for collection issued by banks	**46,865,929**	**29,914,249**

12. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements for the Group for the period ended 30 June 2026, were approved by the Board of Directors on 29/07/2026.