HEDAB AL KHALEEJ FOR TRADING COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND INDEPENDENT AUDITOR'S REVIEW REPORT

HEDAB ALKHALEEJ FOR TRADING COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2026

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PKF Al-Bassam
Chartered Accountants

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF HEDAB ALKHALEEJ FOR TRADING COMPANY
(A Listed Joint Stock Company)

INTRODUCTION
We have reviewed the accompanying as of 30 June 2026 interim condensed financial statements of Hedab Alkhaleej for Trading Company (the "Company") which comprises:

- The interim condensed statement of financial position as at 30 June 2026;
- The interim condensed statement of profit or loss and other comprehensive income for the six-month periods then ended;
- The interim condensed statement of changes in equity for the six-month period then ended;
- The interim condensed statement of cash flows for the six-month period then ended, and;
- The notes to the interim condensed financial statements.

Management is responsible for the preparation and presentation of these interim condensed 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 financial statements based on our review.

SCOPE OF REVIEW
We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Condensed 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 statements 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 financial statements are not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

For PKF Al Bassam
Chartered Accountants

Ibrahim Ahmed Al Bassam
Certified Public Accountant
License No. (337)
Al-Qassim: 26 Safar 1448H
Corresponding to: 9 August 2026

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HEDAB ALKHALEEJ FOR TRADING COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2026
(All amounts in Saudi Riyals, unless otherwise stated)

	Note	30 JUNE 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-Current Assets			
Property, plant and equipment, net	5	**71,883,044**	71,584,262
Right-of-use assets, net	6/1	**13,764,124**	12,142,067
Total Non-Current Assets		**85,647,168**	83,726,329
Current Assets			
Trade receivables, net	7	**70,231,000**	71,580,358
Prepayments and other debit balances		**19,865,752**	28,904,455
Inventory, net	8	**182,152,225**	178,558,412
Cash and cash equivalents	9	**6,573,996**	40,551,947
Total Current Assets		**278,822,973**	319,595,172
Total Assets		**364,470,141**	403,321,501
Shareholders' Equity and Liabilities			
Shareholders' Equity			
Share capital	10	**75,000,000**	75,000,000
Reserve of land revaluation		**20,377,486**	20,377,486
Share Premium	10	**30,510,000**	30,510,000
Other reserve		**(70,283)**	(70,283.00)
Retained earnings		**84,157,074**	73,506,817
Total Shareholders' Equity		**209,974,277**	199,324,020
Liabilities			
Non-Current Liabilities			
Long term loans – non-current portion	11/1	**1,400,000**	2,800,000
Lease liabilities – non-current portion	6/3	**5,995,333**	5,761,034
Employees' benefit obligation		**2,261,593**	2,201,161
Total Non-Current Liabilities		**9,656,926**	10,762,195
Current Liabilities			
Bank facilities	11/1	**119,088,209**	166,743,445
Long term loans – current portion	11/1	**2,800,000**	2,800,000
Trade payables		**1,651,434**	1,124,589
Lease liabilities – current portion	6/3	**6,111,749**	5,313,542
Accrued expenses and other credit balances		**8,831,016**	12,040,448
Zakat provision		**6,356,530**	5,213,262
Total Current Liabilities		**144,838,938**	193,235,286
Total Liabilities		**154,495,864**	203,997,481
Total Shareholders' Equity And Liabilities		**364,470,141**	403,321,501

Chief Financial Officer	**Chief Executive Officer**	**Chairman**
Mr. Anas Eqab Mustafa Abu Iqab	Mr. Nasser Abdullah Saleh Al-Humaid	Mr. Naif Ibrahim Al-Rashed Al-Humaid

The accompanying notes form an integral part of these interim condensed financial statements.

HEDAB AL KHALEEJ FOR TRADING COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF PEOFIT OR LOSS AND COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2026
(All amounts in Saudi Riyals, unless otherwise stated)

		For the six months period ended	
	Note	**30 June 2026 (Unaudited)**	30 June 2025 (Unaudited)
Revenue	14	**271,737,269**	298,540,044
Cost of Revenue		**(234,907,868)**	(256,881,293)
Gross profit		**36,829,401**	41,658,751
Selling and distribution expenses		**(13,259,286)**	(16,023,437)
General and administrative expenses		**(4,610,234)**	(5,279,128)
Provision for expected credit losses	7/1	**(926,345)**	(1,652,224)
Profit from operation		**18,033,536**	18,703,962
Finance cost		**(5,690,449)**	(6,175,807)
Other income	15	**137,170**	115,490
Profit before zakat		**12,480,257**	12,643,645
Zakat expense		**(1,830,000)**	(1,720,074)
Net profit after zakat		**10,650,257**	10,923,571
Other comprehensive income		**--**	--
Total comprehensive income		**10,650,257**	10,923,571
Earnings per share for the period:			
Basic and Diluted	16	**1.42**	1.51

Chief Financial Officer	**Chief Executive Officer**	**Chairman**
Mr. Anas Eqab Mustafa Abu Iqab	Mr. Nasser Abdullah Saleh Al-Humaid	Mr. Naif Ibrahim Al-Rashed Al-Humaid

The accompanying notes form an integral part of these interim condensed financial statement

HEDAB AL KHALEEJ FOR TRADING COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2026
(All amounts in Saudi Riyals, unless otherwise stated)

	Note	Share capital	Share premium	Reserve of land revaluation	Other reserve	Retained earnings	Total
For the period ended on 30 June 2025							
Balance at 1 January 2025 (Audited)		67,000,000	--	21,874,754	37,423	65,045,374	153,957,551
Net profit for the period		--	--	--	--	10,923,571	10,923,571
Other comprehensive income		--	--	--	--	--	--
Total comprehensive income for the period (Unaudited)		--	--	--	--	10,923,571	10,923,571
Capital Increase	10	8,000,000	--	--	--	--	8,000,000
Share Premium	10	--	30,510,000	--	--	--	30,510,000
Dividends	12	--	--	--	--	(7,500,000)	(7,500,000)
Balance at 30 June 2025 (Unaudited)		75,000,000	30,510,000	21,874,754	37,423	68,468,945	195,891,122
For the period ended on 30 June 2026							
Balance at 1 January 2026 (Audited)		**75,000,000**	**30,510,000**	**20,377,486**	**(70,283)**	**73,506,817**	**199,324,020**
Net profit for the period		**--**	**--**	**--**	**--**	**10,650,257**	**10,650,257**
Other comprehensive income		**--**	**--**	**--**	**-**	**--**	**--**
Total comprehensive income for the period (Unaudited)		**--**	**--**	**--**	**--**	**10,650,257**	**10,650,257**
Balance at 30 June 2026 (Unaudited)		**75,000,000**	**30,510,000**	**20,377,486**	**(70,283)**	**84,157,074**	**209,974,277**

Chief Financial Officer	**Chief Executive Officer**	**Chairman**
Mr. Anas Eqab Mustafa Abu Iqab	Mr. Nasser Abdullah Saleh Al-Humaid	Mr. Naif Ibrahim Al-Rashed Al-Humaid

The accompanying notes form an integral part of these interim condensed financial statements.

HEDAB AL KHALEEJ FOR TRADING COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2026
(All amounts in Saudi Riyals, unless otherwise stated)

		For the six months period ended	
	Note	**30 June 2026 (Unaudited)**	30 June 2025 (Unaudited)
Cash flows from operating activities:			
Profit for the period before zakat		**12,480,257**	12,643,645
Adjustment for:			
Depreciation of property plant and equipment	5	**1,422,797**	1,284,279
Amortization of right-of-use assets	6	**2,792,525**	3,074,489
Employees' benefit obligation		**287,190**	448,261
Finance costs		**5,690,449**	6,175,807
(Gains) / Loss from disposal of property, plant and equipment	15	**(7,825)**	415,482
Provision for expected credit losses	7/1	**926,345**	1,652,224
Gain from disposal of finance lease contracts		**--**	(62,060)
Reversal of inventory impairment	8/1	**(96,935)**	(775,009)
Returns on short-term murabaha deposits	9	**(130,491)**	(468,912)
		23,364,312	24,388,206
Changes in operating assets and liabilities			
Trade receivables		**423,013**	(9,942,390)
Inventory		**(3,496,878)**	(28,420,913)
Prepayments and other debit balances		**9,038,703**	3,964,452
Trade Payables		**526,845**	(643,298)
Due from related party		**--**	199,471
Accrued expenses and other credit balances		**(3,621,295)**	(3,727,321)
Cash generated from (used in) operation activities		**26,234,700**	(14,181,793)
Zakat paid		**(686,732)**	(842,244)
Employees' defined benefits paid during the year		**(226,758)**	(81,570)
Net cash generated from (used in) operation activities		**25,321,210**	(15,105,607)
Cash flows from investing activities:			
Purchase of property, plant and equipment	5	**(1,721,579)**	(1,958,008)
Proceeds from the disposal of property, plant and equipment		**7,825**	38,530
Proceeds from returns on short-term murabaha deposits		**130,491**	445,340
Net cash used in investing activities		**(1,583,263)**	(1,474,138)
Cash flows from financing activities:			
Proceeds from bank facilities		**121,089,223**	156,428,600
Proceeds from share capital increase	10	**--**	8,000,000
Proceeds from share premium	10	**--**	32,160,000
Repayment of bank facilities		**(168,744,459)**	(156,327,689)
Repayment of long-term loans		**(1,400,000)**	(1,400,000)
Payment of lease liabilities		**(3,323,860)**	(3,053,860)
Finance costs paid		**(5,336,802)**	(5,667,873)
Net cash (used in) generated from financing activities		**(57,715,898)**	30,139,178
Change in cash and cash equivalents during the period		**(33,977,951)**	13,559,433
Cash and cash equivalents at beginning of period		**40,551,947**	20,736,570
Cash and cash equivalents at the end of the period		**6,573,996**	34,296,003

The accompanying notes form an integral part of these interim condensed financial statements.

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2026
(All amounts in Saudi Riyals, unless otherwise stated)

		For the six months period ended	
	Note	30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Non-Cash Transactions:			
Additions to right-of-use assets	6/1	**(4,414,582)**	(684,766)
Paid financing costs		**(411,863)**	(507,934)
Accrued expenses and other credit balances		**411,863**	(600,000)
Lease liabilities	6/2	**4,414,582**	1,792,700
Share premium	10	**--**	1,650,000
Prepayments and other debit balances		**--**	(1,626,428)
Proceeds from returns on short-term murabaha deposits		**--**	(23,572)
Retained earnings		**--**	(7,500,000)
Dividend payable	12	**--**	7,500,000

Chief Financial Officer	**Chief Executive Officer**	**Chairman**
Mr. Anas Eqab Mustafa Abu Iqab	Mr. Nasser Abdullah Saleh Al-Humaid	Mr. Naif Ibrahim Al-Rashed Al-Humaid

(All amounts in Saudi Riyals, unless otherwise stated)

1. COMPANY AND MAIN ACTIVITIES

Hedab Al Khaleej for trading Company is a Saudi joint-stock company. The company was registered under Commercial Registration No. 1131018691 (Unified number 7010473549) dated 12 Sha'ban 1424 H (corresponding to 8 October 2003) in Buraidah. The shareholders' meeting approved the amendment of the company's legal entity from a limited liability company to a closed joint-stock company. The company's articles of association were amended on 22 Dhu al-Hijjah 1442 H (corresponding to 1 August 2021).

The company announced on the Saudi Stock Exchange (Tadawul) that the shares of Hedab Al khaleej Trading Company have been listed and trading has commenced on the Nomu market - Parallel as of 5 Ramadan 1446 AH (corresponding to 5 March 2025), with the trading code 9631 and the international code SA1690Q4MFH7. The company's Bylaws were amended to increase the capital and change the company's legal entity from a closed joint-stock company to a listed joint-stock company on 22 May 2025.

The company's activities include general construction of residential buildings, general construction of non-residential buildings such as schools, hospitals, and hotels, wholesale of bricks, blocks, tiles, stone, marble, ceramics, and porcelain, retail of marble, natural and artificial stone, ceramics, and porcelain, land transportation of goods, freight brokerage, purchase, sale, and division of land and real estate, off-plan sales activities, management and leasing of owned or leased residential properties, management and leasing of owned or leased non-residential properties, management and leasing of self-storage warehouses, land transportation of goods, truck rental with drivers, operation of storage facilities for all types of goods except food, general freight and distribution services, general warehouses housing a variety of goods, routing of freight transport vehicles, freight brokerage, and logistics services.

The company's registered address is a postal code. 52581 Omar bin al-khattab street – Qurtuba district, Buraidah city, Al-Qassim, Kingdom of Saudi Arabia.

The attached financial statements include the accounts of the company and its branches:

Branch Name	CR Number	Unified Number	Date	City
Hedab Al Khaleej Trading Company	1131018691	7010473549	8/10/2003	Al-Qassim
Hedab Al Khaleej Company	1131016945	7006332824	15/7/2002	Al-Qassim
Hedab Al Khaleej Logistics Services Company	1131316324	7026127063	14/10/2021	Al-Qassim
Hedab Al Khaleej Trading Company	1010633001	7017089785	25/3/2020	Riyadh
Hedab Al Khaleej Building Materials Company Branch	4030435840	7012642075	23/2/2016	Jeddah
Hedab Al Khaleej Trading Company	1131018691	7010473549	20/1/2021	Dammam
Hedab Al Khaleej Trading Company	1131018691	7010473549	24/12/2020	Jizan
Hedab Al Khaleej Trading Company	1131018691	7010473549	3/8/2022	Yanbu

2. BASIS OF PREPARATION

2-1 Statement of compliance

These Interim Condensed Financial Statements for the six-month period ended 30 June 2026 have been prepared in accordance with IAS 34 “Interim Financial Reporting” that is endorsed in Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

They do not include all of the information required for a complete set of IFRS Financial Statements however, accounting policies and selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company’s financial position and performance since 31 December 2025.

2. BASIS OF PREPARATION (CONTINUED)

2/2 Basis of Measurement

The interim condensed financial statements have been prepared on a historical cost basis, unless it is allowed by the IFRS to be measured at other valuation method.

The preparation of interim condensed financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts in the financial statements. The estimate which is significant to the financial statements are disclosed in the annual financial statement for the year ended 31 December 2025.

2/3 Functional and presentation currency

Items included in the interim condensed financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (‘the functional currency’). The financial statements are presented in Saudi Riyals (SR) that is the presentation and functional currency.

2/4 Going concern

The Company's management assessed the Company's ability to continue as going concern basis, and concluded that the Company has the necessary resources to continue operating for the foreseeable future. In addition, the management did not notice any significant cases of uncertainty that might question the Company's ability to continue as an existing entity, and therefore the financial statements were prepared on the basis of going concern.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies applied in these interim condensed financial statements are in accordance with the International Financial Reporting Standards approved in the Kingdom of Saudi Arabia and other standards and publications issued by the Saudi Organization for Chartered and Professional Accountants, and they are the same policies applied in the annual financial statements of the Company for the year ending 31 December 2025.

The principal accounting policies applied in the preparation of these interim condensed financial statements have been consistently applied to all the periods presented.

3/1 New and amended International Financial Reporting Standards effective in 2026:

A number of new amendments to the standards, as set out below, are effective from 1 January 2026; however, they have no material impact on the Company's financial statements**:**

Amendments to standard	Description	Effective from accounting period beginning on or after	Summary of the standards and amendments	Management assessment
IFRS 9 and IFRS 7	Classification and Measurement of Financial Instruments	1 January 2026	The amendments clarify the recognition and derecognition of financial assets and financial liabilities, including settlement date accounting for certain electronic payment systems. They also provide additional guidance on assessing contractual cash flow characteristics of financial assets, including contingent cash flows arising from environmental, social and governance (ESG)-linked features. The amendments also introduce new and updated disclosure requirements in IFRS 7	There is no material impact on the financial statements.
IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity	January 2026	These amendments modify the 'own use' requirements and hedge accounting provisions in IFRS 9 for contracts that expose entities to variability in electricity prices due to uncontrollable natural conditions such as weather. Targeted disclosure requirements are introduced in IFRS 7.	There is no material impact on the financial statements.

3. MATERIAL ACCOUNTING POLICIES (COUNTINUED)

3/2 New and amended IFRS Standards issued but not yet effective
The Company has not applied the following new and revised IFRS Standards and amendments to IFRS that have been issued but are not yet effective:

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, with early adoption permitted. The Company has not early adopted this standard in preparing these condensed interim financial statements. The Company is currently assessing the expected impact of the initial application of IFRS 18 on its financial statements, particularly with respect to the presentation of the financial statements and related disclosures. Based on the preliminary assessment, the Company does not expect the application of the standard to affect the recognition or measurement of assets, liabilities, equity, or net profit. However, it is expected to result in changes to the presentation of certain line items and disclosures within the financial statements.

The key areas currently being evaluated by the Company include the following:

- **Structure of the Statement of Profit or Loss**
  The standard requires income and expenses to be classified into operating, investing, financing, income tax and Zakat, and discontinued operations categories. It also introduces new mandatory subtotals, including operating profit and profit or loss before financing and income tax.

- **Reclassification of Certain Items**
  Application of the standard may require the reclassification of certain income and expense items, including interest, foreign exchange differences, and gains or losses arising from hedging instruments, based on the nature of the activity or the related item, in accordance with the requirements of the standard.

- **Management-Defined Performance Measures**
  The standard requires entities to disclose management-defined performance measures, where applicable, in a separate note, together with the information and reconciliations required by the standard.

- **Principles of Aggregation and Disaggregation**
  The standard enhances the requirements for aggregating, classifying, presenting, and disclosing information, thereby improving the quality and usefulness of information presented in the primary financial statements and the accompanying notes.

- **Consequential Amendments to IAS 7**
  IFRS 18 introduces consequential amendments to IAS 7, "Statement of Cash Flows," whereby entities using the indirect method will be required to begin the reconciliation of cash flows from operating activities with operating profit, rather than net profit or profit for the period. As a result, certain reconciliation items presented in the statement of cash flows will change.

  The amendments also provide updated guidance on the classification of cash flows related to interest and dividends. Based on its preliminary assessment, the Company expects to classify cash flows relating to commissions paid as financing activities, while dividends received and dividends paid will continue to be classified as investing and financing activities, respectively, in accordance with the requirements of the standard.

The Company will continue to assess the impact of applying the standard and will disclose any material effects, if any, upon its initial adoption.

(All amounts in Saudi Riyals, unless otherwise stated)

4. SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUMPTIONS

The preparation of the interim condensed financial statements requires management to use judgments and estimates that affect the application of accounting policies to the reported amounts of assets, liabilities, revenues, expenditures and the related disclosures. Uncertainty about assumptions and estimates may give rise to results that require a material adjustment to the carrying value of assets and liabilities affected in future periods. The estimates and underlying assumptions are reviewed on an ongoing basis, and adjustments to accounting estimates are recognized in the period in which the estimate is revised and in future periods affected by the changes.

The significant accounting judgments made by the management when applying the company's accounting policies and the main sources of uncertainty about the accounting estimates were the same as shown in the latest annual financial statement.

5. PROPERTY, PLANT AND EQUIPMENT, NET

The following is a statement of the net book value of property, plant and equipment:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cost at the beginning of the period / year	**71,584,262**	72,628,860
Additions during the period / year	**1,721,579**	4,028,030
Depreciation during the period / year	**(1,422,797)**	(2,619,785)
Disposal during the period / year	**--**	(955,575)
Land Revaluation	**--**	(1,497,268)
Net book value	**71,883,044**	71,584,262

- During the six-month period ended 30 June 2026, the Company has purchased a property, plant and equipment for an amount of SR 1,721,579 (30 June 2025: SR 1,958,008).

- During the six-month period ended 30 June 2026, depreciation expense of property, plant and equipment amounted to SR 1,422,797 (30 June 2025: SR 1,284,279).

- During the six-month period ended 30 June 2026, Gains from the disposal of property, plant and equipment amounted to SAR 7,825 (30 June 2025: Losses from the disposal SAR 415,482), Note 15.

- Property, plant and equipment include a vacant land with an area of 49,747 square meters, with a historical cost of SAR 19,887,500 and a fair value of SAR 26,117,044 (December 31, 2025: SAR 26,117,044), which is mortgaged in favour of Banque Saudi Fransi against the facilities granted to the Company.

(All amounts in Saudi Riyals, unless otherwise stated)

6. LEASE CONTRACTS

6/1 Right-of-use assets net:

Most of the lease contracts relate to long-term leases of warehouses, showrooms, and offices with terms ranging from 2 to 5 years. The lease payments are fixed for the majority of these agreements and are payable annually or semi-annually. These contracts have been capitalized in accordance with IFRS 16, using discount rates ranging from 3% to 6.5%.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cost:		
As at January 1	**21,031,299**	28,545,281
Additions and adjustment during the period/year	**4,414,582**	1,157,578
Disposals during the period/year	**(551,700)**	(8,671,560)
Balance at end of the period / year	**24,894,181**	21,031,299
Accumulated Amortizations:		
As at January 1	**8,889,232**	7,457,981
Amortizations during the period / year	**2,792,525**	6,122,651
Disposals and adjustments during the period/year	**(551,700)**	(4,691,400)
Balance at end of the period / year	**11,130,057**	8,889,232
Net book value		
Net Balance at end of the period / year	**13,764,124**	12,142,067

6/2 Lease Liabilities

The table below presents the book value of lease contract liabilities and the movements during the period/year as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
As at January 1	**11,074,576**	18,935,465
Additions during the period/year	**4,414,582**	1,157,578
Disposals during the period/year	**--**	(4,142,530)
Finance cost charged during the period/year	**353,647**	945,892
Transferred from / to accrued expenses	**(411,863)**	920,000
Payment during the period/year	**(3,323,860)**	(6,741,829)
Net Balance at end of the period / year	**12,107,082**	11,074,576

6/3 lease contracts obligation as presented in the financial statements

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Current portion of lease liabilities	**6,111,749**	5,313,542
Non-Current portion of lease liabilities	**5,995,333**	5,761,034
	12,107,082	11,074,576

(All amounts in Saudi Riyals, unless otherwise stated)

7. TRADE RECEIVABLES, NET

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables		**83,322,730**	83,745,743
Less: Expected credit loss provision	7/1	**(13,091,730)**	(12,165,385)
		70,231,000	71,580,358

7/1 The following is the movement in the expected credit losses provision during the period/year:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
As at January 1	**12,165,385**	8,201,138
Recognized during the period/year	**926,345**	3,964,247
Balance at end of the period / year	**13,091,730**	12,165,385

7/2 The following is an analysis of the aging of trade receivables:

	30 June 2026 (Unaudited)			
	Balance	**Secured Receivables**	**Receivables subject to calculations**	**Expected credit losses**
Not due	**41,054,294**	**--**	**41,054,294**	**847,055**
From 1 to 90 days	**22,933,977**	**4,621,116**	**18,312,861**	**1,059,252**
From 91 Days to 180 days	**4,213,627**	**24,667**	**4,188,960**	**414,755**
From 181 to 270 days	**3,163,242**	**13,523**	**3,149,719**	**1,134,215**
From 270 to 360 days	**4,306,956**	**13,226**	**4,293,730**	**3,116,981**
More than 360 days	**7,650,634**	**--**	**7,650,634**	**6,519,472**
	83,322,730	**4,672,532**	**78,650,198**	**13,091,730**

	31 December 2025 (Audited)			
	Balance	Secured Receivables	Receivables subject to calculations	Expected credit losses
Not due	44,013,896	319,267	43,694,629	1,115,058
From 1 to 90 days	20,313,432	4,301,071	16,012,361	1,209,449
From 91 Days to 180 days	8,908,278	648,559	8,259,719	1,309,395
From 181 to 270 days	3,066,061	114,760	2,951,301	1,383,992
From 270 to 360 days	659,662	--	659,662	583,065
More than 360 days	6,784,414	--	6,784,414	6,564,426
	83,745,743	5,383,657	78,362,086	12,165,385

(All amounts in Saudi Riyals, unless otherwise stated)

8. INVENTORIES, NET

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Ceramics		**185,915,190**	181,433,277
Marble		**1,677,570**	1,602,179
Building Materials		**1,003,482**	2,063,908
		188,596,242	185,099,364
Less:			
Inventory impairment	8/1	**(6,444,017)**	(6,540,952)
		182,152,225	178,558,412

8/1 Movement in provision for inventory impairment during the period/year as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance as at January 1	**6,540,952**	8,628,697
Reversal during the period/year	**(96,935)**	(2,087,745)
Balance at end of the period/year	**6,444,017**	6,540,952

9. CASH AND CASH EQUIVALENTS

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cash at banks	**6,296,673**	20,180,046
Cash on hand	**277,323**	368,901
Short-term Murabaha deposits*	**--**	20,003,000
	6,573,996	40,551,947

* Time deposits (due within three months) are held by commercial banks and yield finance income at prevailing market rates. The Company obtained income from these Murabaha deposits during the period ending on 30 June 2026 amounted to SR 130,491 (30 June 2025: SR 468,912).

10. CAPITAL AND SHARE PREMIUM

The Company's issued and fully paid share capital amounted to SAR SAR 75,000,000, divided into 7,500,000 shares each with a par value of SAR 10. All shares are ordinary shares issued against cash contributions.

The value of the share premium is the difference between the offering price in the parallel market (Nomu) for 800,000 shares and the par value of those shares, amounting to SAR 33,600,000. The total transaction costs related to the offering process amounted to SAR 3,090,000, which were deducted from the share premium, resulting in a net share premium of SAR 30,510,000.

(All amounts in Saudi Riyals, unless otherwise stated)

11. LOANS AND BANK FACILITIES AND BANK FACILITIES

The company signed several financing agreements with local banks, secured by guarantees and pledging land title deeds to one of the banks. The purpose of the facilities is to finance the company's operations and working capital. These facilities carry interest at SAIBOR plus 2% to 2.5%.

11/1 Movement in loans:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period/year	**172,343,445**	143,396,697
Collections during the period/year	**121,089,223**	368,430,473
Payments during the period/year	**(170,144,459)**	(339,483,725)
Balance at end of the period/year	**123,288,209**	172,343,445
Bank facilities	**119,088,209**	166,743,445
Long-term loans – Current portion	**2,800,000**	2,800,000
Long-term loans – Non-current portion	**1,400,000**	2,800,000
	123,288,209	172,343,445

11/2 Loans and facilities according to financing authorities:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Banque saudi fransi	**48,788,101**	50,187,959
Alrajhi Bank	**14,500,160**	62,155,697
Alinma Bank	**59,999,948**	59,999,789
	123,288,209	172,343,445

11/3 Loan Covenants

The long-term loan agreements with Banque saudi fransi require the Company to comply with certain covenants, including maintaining its financial position within specific levels and adhering to certain financial ratios, in addition to other covenants. The Company is compliance with these covenants, which are as follows:

1- Tangible equity shall not be less than SAR 154,000,000.
2- At least 23% of the Company's operating revenues must be deposited with the bank.
3- The leverage ratio shall not exceed 1.5%.

12. DIVIDENDS PAYABLE

For the period ended 30 June 2026

There were no dividends declared or paid during the period ended 30 June 2026.

For the period ended 30 June 2025

The Extraordinary General Assembly held on 25 June 2025 approved the distribution of cash dividends to shareholders for the financial year 2024 at a rate of SAR 1 per share, totaling SAR 7.5 million. Eligibility shall be for shareholders who own the shares at the end of the trading day on the date of the General Assembly meeting and who are registered in the Company's shareholders register at the Securities Depository Center Company (Edaa) by the end of the second trading day following the date of the General Assembly meeting.

(All amounts in Saudi Riyals, unless otherwise stated)

13. RELATED PARTIES:

Transactions with related parties mainly represent services, which are carried out according to agree upon terms and approved by management. Related party transactions, and balances arising there from during the period/year are described below:

13/1 Transaction with related parties:

Related party	Nature of relationship	Nature of transaction	For the six months period ended 30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Nasser Abdullah Saleh Al-Humaid	Chief Executive Officer	Rents	**264,500**	115,000
		Payments on Behalf of Others	**--**	26,640
World of systems and software Company	Related party	Services	**94,818**	73,721
Naif Ibrahim Al-Rashed Al-Humaid	Chairman	Repayments on Behalf of Others	**--**	44,408

13/2 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly, including any manager (whether executive or otherwise). Salaries, wages and other similar items during the period amounted to the following:

Related party	Nature of transaction	For the six months period ended 30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Key senior management personnel	Total salaries and benefits of key Management Personnel	**841,200**	798,675
	Employee benefits obligations	**565,179**	367,548
Board of directors	Remuneration for attending board meetings	**50,000**	33,000

14. REVENUE, NET

	For the six months period ended 30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Ceramics and Marble Sales	**255,802,822**	279,941,740
Transportation Revenue	**15,934,447**	18,598,304
Total	**271,737,269**	298,540,044

(All amounts in Saudi Riyals, unless otherwise stated)

15. OTHER INCOME

		For the six months period ended	
	Note	30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Returns on short-term murabaha deposits	9	**130,491**	468,912
Gains / (losses) on disposal of property, plant and equipment	5	**7,825**	(415,482)
Losses on disposal of finance lease contracts		**--**	62,060
Other expenses		**(1,146)**	--
		137,170	115,490

16. EARNINGS PER SHARE

Earnings per share were calculated based on the net profit for the period and the weighted average number of outstanding ordinary shares as at the date of the financial statements

	For the six months period ended	
	30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Net profit for the period	**10,650,257**	10,923,571
Weighted Average Number of Shares	**7,500,000**	7,220,000
Earnings per share	**1.42**	1.51

17. SEGMENTAL INFORMATION

The primary segment presentation approach has been determined on the basis that the risks and rewards associated with the company are significantly affected by the differences in the products offered by these segments. These segments are organized and managed separately based on the nature of their products and services, with each segment forming a distinct entity.

The operating segments described below are identified by distinguishing the business activities from which the company earns revenues and incurs costs.

The economic characteristics are reviewed, and operating segments are aggregated based on an assessment conducted by the chief operating decision maker at least quarterly, which is approved by the company's senior management. The company operates through the following main business segments:

1- Ceramic and marble sales.
2- Transportation sector.

	Segment Reports		
30 June 2026 (Unaudited)	**Ceramic and marble sales**	**Transportation sector**	**Total**
Revenues	**255,802,822**	**15,934,447**	**271,737,269**
Cost of revenues	**(219,197,992)**	**(15,709,876)**	**(234,907,868)**
Net sector profit	**10,536,479**	**113,778**	**10,650,257**
Sector assets	**350,891,480**	**13,578,661**	**364,470,141**
Sector Liabilities	**(153,626,189)**	**(869,675)**	**(154,495,864)**

(All amounts in Saudi Riyals, unless otherwise stated)

17. SEGMENTAL INFORMATION (COUNTINUED)

	Segment Reports		
30 June 2025(Unaudited)	Ceramic and marble sales	Transportation sector	Total
Revenues	279,941,740	18,598,304	298,540,044
Cost of revenues	(239,014,421)	(17,866,872)	(256,881,293)
Net sector profit	10,459,310	464,261	10,923,571
Sector assets	362,661,428	18,891,946	381,553,374
Sector Liabilities	(185,057,053)	(605,199)	(185,662,252)

18. FINANCIAL INSTRUMENTS- RISK MANAGEMENT

The financial instruments recorded in the Company's interim condensed statement of financial position mainly consist of cash and cash equivalents, trade receivables, some of other debit balances, loans, trade payables and some other credit balances.

Foreign Currencies

Currency risk results on volatility and fluctuations of the value of a financial instrument due to changes in the foreign exchange rate, the company did not carry out any operations of relative importance in currencies other than the Saudi riyal and the US dollar. the exchange rate of the Saudi riyal is fixed against the US dollar, the company's management believes that it is not exposed to currency risk in a substantial way.

Credit risk

Credit risk represents one of the counterparty's liabilities under a financial instrument does not meet its liabilities, resulting in financial loss, The Company's financial instruments that may be exposed to credit risk mainly include cash and cash equivalents and trade receivables. The company deposits its funds in banks of high reliability and credit capacity. The company also has a policy regarding the amount of funds deposited in each bank, and the management does not expect the existence of significant credit risks resulting from that. Also, the management does not expect to be exposed to significant credit risks from customer accounts, given that it has a wide base of customers that operate in different activities and multiple locations, and it also monitors the existing commercial debtors periodically to cover any debts that are expected to be uncollected.

Liquidity risk

Liquidity risk is represented in the company's inability to meet its obligations related to financial liabilities as they fall due. Liquidity needs are monitored on a monthly basis and management ensures that sufficient funds are available to meet any commitments as they fall due.

The company's financial liabilities consist of loans, facilities, trade payables and some other credit balances. The company operates to reduce liquidity risk by ensuring the availability of the necessary cash, in addition to making a harmonization between collection periods of trade receivable balances, loan repayment periods, trade payable balances and other credit balances.

(All amounts in Saudi Riyals, unless otherwise stated)

18. FINANCIAL INSTRUMENTS- RISK MANAGEMENT (COUNTINUED)

Fair value
Fair value is the price to be received for the sale of an asset or payment to transfer an obligation in an traditionally organized transaction between market participants at the date of capital the differences may arise between book value and fair value estimate, the defection of fair value are outstand based on measurement attributable to the market and estimates used by market anticipate.

Fair values are classified to different levels in the fair value hierarchy based on the inputs used in evaluation methods as follows:

Level 1: the declared market prices in active markets for the same financial instruments.

Level 2: Valuation method that rely on inputs that affect the fair value that are directly or indirectly observable in the market.

Level 3: Valuation method that rely on inputs that affect fair value that are not directly or indirectly unobservable in the market.

All the company's financial assets and liabilities are listed at amortized cost, and the company's management believes that the fair value of current assets and liabilities does not differ materially from their book value.

Concentration risk
The Company's net purchases during the period ended 30 June 2026 included 97% from two major suppliers (period ended 30 June 2025: 97% from two major suppliers)

19. CAPITAL COMMITMENTS
The capital commitments as at 30 June 2026 amounted to nil SAR (31 December 2025: SAR 1,640,000 representing uncollateralized letters of guarantee).

20. SIGNIFICANT EVENTS
- On May 14, 2026, the Extraordinary General Assembly approved the Board of Directors' recommendation for the company to repurchase a maximum of 750,000 of its own shares to be held as treasury shares. The Board of Directors was also authorized to complete the repurchase process within a maximum period of 18 months from the date of the Extraordinary General Assembly's resolution.

- During the current period, geopolitical tensions in the Middle East region persisted, leading to increased uncertainty in regional and global markets, which consequently impacted supply chains, shipping costs, and energy prices. Management is continuously assessing the potential impact of these developments on the Company's operations.

21. COMPARATIVE FIGURES
Certain comparative figures have been reclassified to conform with the current period presentation. The most significant reclassifications are as follows:

	30 June 2025 (Unaudited) before reclassification	Reclassification	30 June 2025 (Unaudited) after reclassification
Statement of Profit or Loss and Other Comprehensive Income (unaudited)			
Cost of revenue	**(257,656,302)**	**775,009**	**(256,881,293)**
Reversal of impairment of inventory	**775,009**	**(775,009)**	**--**

22. APPROVAL OF THE CONDENSED INTERIM FINANCIAL STATEMENTS
The interim condensed financial statements for the period ended 30 June, 2026, were approved for issuance by the Board of Directors on 26 Safar 1448 (corresponding to 9 August 2026).