

CLEAN LIFE COMPANY
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED) AND INDEPENDENT AUDI-
TOR'S REVIEW REPORT FOR THE SIX-MONTH PERIOD
ENDED 30 JUNE 2025**

**CLEAN LIFE COMPANY
(SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF CLEAN LIFE COMPANY
(A Saudi Joint Stock Company)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Clean Life Company (A Saudi Joint Stock Company) ("the Company") and its subsidiary (collectively referred to as "the Group") as at 30 June 2025, and the interim condensed consolidated statement of profit or loss and the other comprehensive income, changes in shareholders' equity and cash flows for the six-month 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") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standards 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 financial information requires inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical procedures and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

For Maham Company for Professional Services

Abdulaziz Saud Al Shabeebi
Certified Public Accountant
License no. (339)



9 Safar 1447H
3 August 2025



Clean life Company
(A Saudi Joint Stock Company)

Interim condensed consolidated statement of financial position

As at 30 June 2025

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
	Note	ﷲ	ﷲ
Assets			
Non-current assets			
Property and equipment, net	4	23,522,485	27,676,279
Investment properties	5	4,241,457	-
Right-of-use assets	6	1,914,703	3,113,021
Total non-current assets		29,678,645	30,789,300
Current assets			
Inventory		2,082,009	2,347,674
Prepayments and other current assets	7	4,216,444	3,875,411
Cash and cash equivalents		3,951,390	1,864,807
Total current assets		10,249,843	8,087,892
Total assets		39,928,488	38,877,192
Shareholders and liabilities			
Shareholders			
Share capital	8	15,000,000	15,000,000
Retained earnings		10,885,304	9,397,466
Total shareholders		25,885,304	24,397,466
Liabilities			
Non-current liabilities			
Lease liabilities non-current portion	6	972,021	1,819,446
Term loans – non-current portion	9	5,871,267	6,258,267
Employees defined benefits liabilities		1,174,701	1,114,271
Total non-current liabilities		8,017,989	9,191,984
Current liabilities			
Trade payables		71,599	774,268
Accrued expenses and other current liabilities	10	4,356,079	2,552,373
Leases liabilities - current portion	6	769,893	1,049,985
Term loans – current portion	9	752,117	713,150
Zakat provision	11	75,507	197,966
Total current liabilities		6,025,195	5,287,742
Total liabilities		14,043,184	14,479,726
Total shareholders and liabilities		39,928,488	38,877,192

Chairman



Chief Executive Officer



Chief financial Officer



The accompanying notes from 1 to 25 form an integral part of these interim condensed consolidated financial statements.

Clean life Company
(Saudi Joint Stock Company)

Interim condensed consolidated statement of profit or loss and other comprehensive income
For the six-month period ended 30 June 2025

	Note	30 June 2025 (Unaudited) ريال	30 June 2024 (Unaudited) ريال
Revenue	13	35,217,712	30,111,891
Cost of revenue	14	(13,421,703)	(11,344,440)
Gross profit		21,796,009	18,767,451
Selling and marketing expenses	15	(9,701,341)	(7,629,732)
General and administrative expenses	16	(6,162,155)	(4,673,619)
Profit from operations		5,932,513	6,464,100
Finance costs		(429,029)	(55,993)
Other income, net	17	559,861	584,043
Profit before zakat		6,063,345	6,992,150
Zakat	11	(75,507)	(140,634)
Net profit for the period		5,987,838	6,851,516
Total comprehensive income for the period		5,987,838	6,851,516
Earnings per share			
Basic and diluted earnings per share from net income attributable to the company's shareholders	18	3.99	4.57

Chairman



Chief Executive Officer



Chief financial Officer



The accompanying notes from 1 to 25 form an integral part of these interim condensed consolidated financial statements

Clean life Company
(Saudi Joint Stock Company)

Interim condensed consolidated statement of changes in shareholders' equity
For the six-month period ended 30 June 2025

	Share capital ﷲ	Statuary reserve ﷲ	Retained earnings ﷲ	Total ﷲ
Balance as at 1 January 2025	15,000,000	-	9,397,466	24,397,466
Net profit for the period	-	-	5,987,838	5,987,838
Total comprehensive profit for the period	-	-	5,987,838	5,987,838
Dividends (note 21)	-	-	(4,500,000)	(4,500,000)
As at 30 June 2025 (Unaudited)	15,000,000	-	10,885,304	25,885,304
Balance as at 1 January 2024	15,000,000	2,347,485	3,207,426	20,554,911
Net profit for the period	-	-	6,851,516	6,851,516
Total comprehensive profit for the period	-	-	6,851,516	6,851,516
Dividends (note 21)	-	-	(3,000,000)	(3,000,000)
Transferred from reserve	-	(2,347,485)	2,347,485	-
As at 30 June 2024 (Unaudited)	15,000,000	-	9,406,427	24,406,427

Chairman



Chief Executive Officer



Chief financial Officer



The accompanying notes from 1 to 25 form an integral part of these interim condensed consolidated financial statements.

Clean life Company
(Saudi Joint Stock Company)

Interim condensed consolidated statement of cash flows
For the six-month period ended 30 June 2025

		30 June 2025 (Unaudited) س	30 June 2024 (Unaudited) س
	Note		
OPERATING ACTIVITIES			
Profit before zakat		6,063,345	6,992,150
Adjustments for:			
Depreciation of property and equipment	4	2,206,919	2,079,170
Depreciation of investment property	5	10,608	-
Depreciation of a right-of-use asset	6	472,524	385,075
Employee defined benefit obligations		337,738	208,858
Finance cost		429,029	55,993
Gain on disposal of property and equipment	17	(353,903)	(40,285)
Gain on disposal of Right of use assets	17	(45,384)	-
		<u>9,120,876</u>	<u>9,680,961</u>
Change in operating assets and liabilities			
Inventory		265,665	295,547
Prepayments and other current assets		(341,033)	587,687
Trade payables		(702,669)	(954,341)
Accrued expenses and other current liabilities		1,803,706	836,964
Amounts due to related parties		-	(375,876)
Cash from operations		<u>10,146,545</u>	<u>10,070,942</u>
Zakat paid	11	(197,966)	(273,990)
Finance cost paid		(364,968)	-
Employee defined benefit obligation paid		(277,308)	(77,593)
Net cash from operating activities		<u>9,306,303</u>	<u>9,719,359</u>
INVESTING ACTIVITIES			
Additions to property and equipment	4	(2,670,765)	(5,669,944)
Proceeds from selling property and equipment		719,478	100,000
Net cash used in investing activities		<u>(1,951,287)</u>	<u>(5,569,944)</u>
FINANCING ACTIVITIES			
Payment of lease liability	6	(420,400)	(555,000)
Dividends	21	(4,500,000)	(3,000,000)
Loans paid		(348,033)	-
Net cash used in financing activities		<u>(5,268,433)</u>	<u>(3,555,000)</u>
Net change in cash and cash equivalents		<u>2,086,583</u>	<u>594,415</u>
Cash and cash equivalent at the beginning of the period		<u>1,864,807</u>	<u>8,942,506</u>
Cash and cash equivalents at end of the period		<u>3,951,390</u>	<u>9,536,921</u>
Non-cash transactions			
property and equipment transferred to investment property	4, 5	4,252,065	-
Increase in right of use against increase in lease liability	6	<u>58,296</u>	<u>1,292,197</u>

Chairman

Chief Executive Officer

Chief financial Officer

The accompanying notes from 1 to 25 form an integral part of these interim condensed consolidated financial statements.

1 GENERAL INFORMATION

Clean life Company ("the Company") is a Saudi Joint Stock Company formed in accordance with the Companies Regulation and is registered in the Kingdom of Saudi Arabia ("KSA") under the Commercial Registration No. 1010513163 dated 4 Rabi II 1436 H (corresponding to 25 January 2015).

The registered address of the Company is Al Rawabi District – Riyadh - Kingdom of Saudi Arabia PO.Box 4655 Riyadh 14214.

The main activities of the facility are general building cleaning activities, specialized building cleaning including chimneys, windows, etc, swimming pool cleaning and maintenance, and disinfection and fumigation activities to exterminate insects and rodents.

These consolidated financial statements comprise the financial statements of the Company and its following subsidiary (collectively the "Group"):

Subsidiary	capital ﷲ	Ownership percentage Direct and indirect %	
		30 June 2025	31 December 2024
Hygiene Life Company	10,000	100%	100%

Hygiene Life Company

On 8 Jumada Al-Akhirah 1446H (corresponding to 9 December 2024), the Company acquired 100% of the shares in Clean Life limited Company – a limited liability company registered under Commercial Registry No.1010771700 dated 8 Jumada Al-Akhirah 1443H (corresponding to 11 January 2022), the company is engaged in the activity of general construction of residential buildings, construction of airports and their facilities, general construction of government buildings, construction of prefabricated buildings on sites, and renovations of residential and non-residential buildings.

2 BASIS OF PREPARATION

2-1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard "Interim Financial Report" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

These condensed consolidated interim financial statements should be read in conjunction with the annual audited consolidated financial statements of the Group as the year ended 31 December 2024. These statements do not include all the information required for a complete set of financial statements under the International Financial Reporting Standards that is endorsed in the Kingdom of Saudi Arabia. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's interim condensed consolidated financial position and financial performance since the last reviewed annual consolidated financial statements.

2-2 Basis of measurement

The interim condensed consolidated financial statements have been prepared on the historical cost basis, except employee defined benefit liabilities which are measured under the projected unit credit method. Furthermore, these interim condensed consolidated financial statements have been prepared using the accrual basis of accounting and the going concern principle.

2-3 Functional and presentation currency

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

2 BASIS OF PREPARATION (continued)

2-4 Basis of consolidation

The interim condensed consolidated financial statements include the financial statements of the Company and its subsidiary as of 30 June 2025. The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies.

Control is achieved when the Group is exposed to, or has rights to, variable returns from its relationship with the investee, and has the ability to affect the returns by exercising its power over the investee. In particular, the Group controls an investee only when the Group has:

- Control over the investee company;
- Exposure to risks, and has rights to obtain different returns through its relationship with the investee company.
- The ability to use its power over the investee company to affect its returns.

The Group conducts a reassessment to ascertain whether or not it exercises control over an investee when facts and circumstances indicate that there is a change in one or more of the three elements of control mentioned above.

When the Group has less than a majority of the voting rights of an investee, it has control over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee individually.

The Group considers all relevant facts and circumstances when determining whether it exercises control over an investee, including:

- The size of the company's voting rights in proportion to the size of the voting rights owned by other parties.
- Potential voting rights owned by the Group or voting rights owned by other parties.
- Rights arising from other contractual arrangements.
- Any additional facts and circumstances indicating that the Group has, or does not have, the current ability to direct the relevant activities when decisions need to be made, including voting methods at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group ceases to exercise such control. Specifically, the income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit and loss and other comprehensive income from the date on which control is transferred to the Group until such control ceases.

All assets and liabilities, as well as equity, revenues, expenses and cash flows relating to intra-group transactions are eliminated in full when consolidating the financial statements.

2-5 Material accounting policies

The accounting policies applied in these interim condensed consolidated financial statements are the same policies applied to the Group's annual consolidated financial statements as at and for the year ended 31 December 2024.

2-6 Changes in material accounting policies

The amendments related to the lack of exchangeability between a currency and a foreign currency under IAS 21 (The Effects of Changes in Foreign Exchange Rates) became effective on 1 January 2025, but did not have an impact on the Group's interim condensed consolidated financial statements.

In addition, certain new accounting standards and interpretations have been issued that are not yet mandatory for the period ended 30 June 2025, and the Group has not early adopted them. Management is currently assessing the impact of these new standards and interpretations on future reporting periods.

3 SIGNIFICANT ASSUMPTIONS AND ESTIMATES

In preparing these interim condensed consolidated financial statements, requires management to make judgments, estimates, and assumptions as of the date of the interim condensed consolidated financial statements, which affect the reported amounts of revenue, expenses, assets, and liabilities, as well as the disclosure of contingent assets and liabilities. However, due to the inherent uncertainty of these assumptions and estimates, actual results may differ and may require a material adjustment to the carrying amounts of the affected assets or liabilities in future periods. Estimates and judgments are reviewed on an ongoing basis and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Group makes estimates and assumptions concerning the future, and as a result, the accounting estimates may differ from the actual outcomes related to those estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were consistent with those disclosed in the annual consolidated financial statements for the year ended 31 December 2024.

4 PROPERTY AND EQUIPMENT

The estimated useful lives of assets for depreciation purposes are as follows:

Buildings	33 years	Fixture and fixture	3-5 years
Vehicles	5 years	Machinery and equipment	3-10 years
Improvements to lease buildings	5 years or lease period which less		

	Lands*	Buildings	Vehicles	Fixture and fixture**	Machinery and equipment	Improvements to lease buildings	Projects under construction	Total
	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ
Cost:								
At 1 January 2025 (Audited)	6,561,500	-	14,696,513	2,114,651	4,265,529	1,814,612	8,085,000	37,537,805
Additions	-	329,082	379,800	434,476	343,229	203,020	981,158	2,670,765
Transfers	-	9,066,158	-	-	-	-	(9,066,158)	-
Transferred to investment property	(1,451,250)	(2,818,572)	-	-	-	-	-	(4,269,822)
Disposals	-	-	(1,336,302)	(4,500)	-	-	-	(1,340,802)
At 30 June 2025(Unaudited)	<u>5,110,250</u>	<u>6,576,668</u>	<u>13,740,011</u>	<u>2,544,627</u>	<u>4,608,758</u>	<u>2,017,632</u>	<u>-</u>	<u>34,597,946</u>
Accumulated depreciation								
At 1 January 2025 (Audited)	-	-	5,608,351	1,186,871	3,029,221	37,083	-	9,861,526
Charged for the period	-	83,943	1,381,235	241,645	307,312	192,784	-	2,206,919
Transferred to investment property	-	(17,757)	-	-	-	-	-	(17,757)
Disposals	-	-	(973,802)	(1,425)	-	-	-	(975,227)
At 30 June 2025 (Unaudited)	<u>-</u>	<u>66,186</u>	<u>6,015,784</u>	<u>1,427,091</u>	<u>3,336,533</u>	<u>229,867</u>	<u>-</u>	<u>11,075,461</u>
Net book value								
At 30 June 2025 (Unaudited)	<u>5,110,250</u>	<u>6,510,482</u>	<u>7,724,227</u>	<u>1,117,536</u>	<u>1,272,225</u>	<u>1,787,765</u>	<u>-</u>	<u>23,522,485</u>

* The one above-mentioned lands are mortgaged to a local bank as security for loans and banking facilities provided by this bank.

** Effective from 1 January 2025, the Company's management revised the useful life of furniture and furnishings to be between 3-5 years instead of 3 years. Had the useful life not been amended, this would have resulted decrease in depreciation expense by ﷲ 70K.

4 PROPERTY AND EQUIPMENT (continued)

	Lands ﷼	Vehicles ﷼	Fixture and fixture ﷼	Machinery and equipment ﷼	Improvements to lease buildings ﷼	Projects under construction ﷼	Total ﷼
<u>Cost:</u>							
At 1 January 2024 (Audited)	-	11,915,283	1,636,891	3,460,506	-	-	17,012,680
Additions	6,561,500	2,966,157	477,760	805,023	1,814,612	8,085,000	20,710,052
Disposals	-	(184,927)	-	-	-	-	(184,927)
At 31 December 2024 (Audited)	<u>6,561,500</u>	<u>14,696,513</u>	<u>2,114,651</u>	<u>4,265,529</u>	<u>1,814,612</u>	<u>8,085,000</u>	<u>37,537,805</u>
<u>Accumulated depreciation</u>							
At 1 January 2024 (Audited)	-	3,327,769	913,988	2,112,641	-	-	6,354,398
Charged for the period	-	2,405,794	272,883	916,580	37,083	-	3,632,340
Disposals	-	(125,212)	-	-	-	-	(125,212)
At 31 December 2024 (Audited)	<u>-</u>	<u>5,608,351</u>	<u>1,186,871</u>	<u>3,029,221</u>	<u>37,083</u>	<u>-</u>	<u>9,861,526</u>
<u>Net book value</u>							
At 31 December 2024 (Audited)	<u>6,561,500</u>	<u>9,088,162</u>	<u>927,780</u>	<u>1,236,308</u>	<u>1,777,529</u>	<u>8,085,000</u>	<u>27,676,279</u>

The depreciation has been charged to the interim condensed consolidated statement of profit or loss and other comprehensive income as follows:

	For the six-month period ended	
	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
	﷼	﷼
Cost of revenue (note 14)	<u>1,717,950</u>	<u>1,178,072</u>
General and administration expenses (note 16)	<u>488,969</u>	<u>901,098</u>
	<u>2,206,919</u>	<u>2,079,170</u>

5 INVESTMENT PROPERTIES

	Lands ﷲ	Buildings ﷲ	Total ﷲ	Total 31 December 2024 ﷲ
Cost:				
Transferred from property and equipment	1,451,250	2,818,572	4,269,822	-
At 30 June 2025(Unaudited)	1,451,250	2,818,572	4,269,822	-
Accumulated depreciation				
Transferred from property and equipment	-	17,757	17,757	-
Charged for the period	-	10,608	10,608	-
At 30 June 2025 (Unaudited)	-	28,365	28,365	-
Net book value				
At 30 June 2025 (Unaudited)	1,451,250	2,790,207	4,241,457	
At 31 December 2024 (Audited)				-

On 28 March 2025, the Group leased out a building to a third party starting from 5 April 2025 for a period of one year with an annual rental value of ﷲ 525,000. As a result of the actual change in use, the related balance was reclassified as investment property. The Group applies the cost model in accounting for investment properties accordingly the building and the land were transferred from property and equipment to investment properties at their carrying amount as of the date of transfer.

The management performs a valuation of the investment property at the end of the financial year through an independent and licensed real estate valuer and the fair value is disclosed at year-end.

6 LEASE CONTRACTS

a) Right of use assets

Right-of-use assets represent leases associated with the rental of management offices, staff accommodation and warehouses. The movement in right-of-use assets is as follows

	30 June 2025 (Unaudited) ﷲ	31 December 2024 (Audited) ﷲ
Cost:		
At the beginning of the period / year	4,778,866	3,058,929
Additions during the period / year	58,296	2,113,254
Disposals during the period / year	(1,568,180)	(393,317)
	3,268,982	4,778,866
Accumulated depreciation		
At the beginning of the period / year	1,665,845	1,008,891
Charged for the year / period	472,524	870,665
Disposals during the period / year	(784,090)	(213,711)
	1,354,279	1,665,845
Net book value		
As at the end of the period / year	1,914,703	3,113,021

6 LEASE CONTRACTS (continued)

The amortization for right of use assets has been charged to the interim condensed consolidated statement of profit or loss and other comprehensive income as follows:

	For the six-month period ended	
	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
	ﷲ	ﷲ
Cost of revenue (note 14)	288,372	261,637
General and administration expenses (note 16)	184,152	123,438
	<u>472,524</u>	<u>385,075</u>

b) lease liabilities
the net present value of the lease payments is as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Lease liabilities subjected in the consolidated statement of financial position		
lease liabilities -current portion	769,893	1,049,985
lease liabilities - non -current portion	972,021	1,819,446
	<u>1,741,914</u>	<u>2,869,431</u>

The following is a statement of the book value of recognized lease liabilities and changes during the period / year:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
At the beginning of the year	2,869,431	2,003,917
Additions	58,296	2,113,254
Financial charges	64,061	127,917
Disposals	(829,474)	(205,757)
Amounts paid	(420,400)	(1,169,900)
	<u>1,741,914</u>	<u>2,869,431</u>

7 PREPAYMENTS AND OTHER CURRENT ASSETS

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Prepaid expenses	3,251,891	2,975,933
Employee receivables	451,505	451,228
Point of sale and installment company receivables	263,107	331,417
Other	249,941	116,833
	<u>4,216,444</u>	<u>3,875,411</u>

8 CAPITAL

The Group's capital consists as 30 June 2025 is fully of ﷲ 15,000,000 divided into 1,500,000 (31 December 2024: ﷲ 15,000,000) divided into 1,500,000 shares with a nominal value of ﷲ 10,000 fully paid.

9 TERM LOAN

During the year 2024, the Group signed a credit facilities agreement in the form of a term loan with a local bank in the amount of 7 million Saudi riyals, for the purpose of financing the construction of employee housing. The loan carries a commission according to the prevailing commercial rates between banks in the Kingdom of Saudi Arabia. This loan is secured by a land mortgage. The loan includes pledges to which the Group was committed. The first payment is due on 10 December 2024 and the last payment on 17 December 2031. The loan is structured in 84 unequal instalments. The amount repaid of the loan as of 30 June 2025 was 376,616ﷲ.

The term loan balance was presented in the interim consolidated consolidated statement of financial position as follows:

	30 June 2025 (Unaudited) ﷲ	31 December 2024 (Audited) ﷲ
Term loan - current portion	752,117	713,150
Term loan - non-current portion	5,871,267	6,258,267
	<u>6,623,384</u>	<u>6,971,417</u>

10 ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES

	30 June 2025 (Unaudited) ﷲ	31 December 2024 (Audited) ﷲ
Accrued expenses	1,628,984	1,285,341
Accrued VAT	1,594,470	240,279
Contract liabilities	1,001,375	1,026,753
Advance rental income from investment properties	131,250	-
	<u>4,356,079</u>	<u>2,552,373</u>

11 ZAKAT

Zakat expense for the period is determined in accordance with the requirements of the Zakat, Tax and Customs Authority ("the Authority") and is charged to the consolidated statement of profit or loss and comprehensive income. Differences arising from the final zakat calculation, if any, are adjusted in the period in which the final assessments are made.

The Zakat, Tax and Customs Authority ("the Authority") approved the Group's request to file a consolidated return on 3 Dhu Al-Qi'dah 1446 AH (corresponding to 1 May 2025 AD). Accordingly, the provision for the period is calculated based on the zakat base of the Company and its wholly-owned subsidiary as a whole, as the Group files a consolidated zakat return.

11 ZAKAT (continued)

11.1 Zakat provision movement

The movements in zakat provision were as follows:

	For the six-month period ended 30 June 2025 (Unaudited) ﷲ	For the year ended 31 December 2024 (Audited) ﷲ
At the beginning of the period / year	197,966	273,990
Charged during the period / year	75,507	197,966
Paid during the period / year	(197,966)	(273,990)
At the end of the period / year	75,507	197,966

11.2 Zakat assessments

The Group submitted its zakat returns to the Zakat, Tax and Customs Authority for all years until 2024, and paid the zakat due and obtained zakat certificates. The Company obtained zakat assessments up to 2021 and 2023, the zakat and paid related due amounts. Zakat assessments for 2022 and 2024 have not yet been received from the authority.

12 TRANSACTIONS WITH RELATED PARTIES

Related parties include shareholders, affiliates, executive management personnel, and entities controlled, jointly controlled, or significantly influenced by such parties. Transactions with related parties and their specific terms are approved in accordance with the company's approved policy and its Articles of Association.

12-1 The following is a statement of related party transactions:

Related Party	Nature of relationship	Nature of transactions	For the six-month period ended	
			30 June 2025 (Unaudited) ﷲ	30 June 2024 (Unaudited) ﷲ
Asas Makin Real Estate Development and Investment Company	Related to chairman of audit committee and board member	Cash payments	1,258,767	131,560
		Employee housing construction costs	1,258,767	131,560

12-2 Compensation of Key Management Personnel, Board of Directors, Other Committees and Related Expenses:

This includes the Group's senior management personnel and key executives who have the authority and responsibility for planning, directing, and controlling the Group's activities, as well as members of the Board of Directors.

	30 June 2025 (Unaudited) ﷲ	30 June 2024 (Unaudited) ﷲ
Short-term salaries and benefits	460,000	360,000
Allowances and remuneration of the Board of Directors and other committees	339,000	351,000
Defined employee benefit obligations	50,936	31,135
	849,936	742,135

13 REVENUES

The Group's revenues are represented in services provided to clients, such as general building cleaning activities, specialized building cleaning including chimneys, windows, etc., cleaning and maintenance of swimming pools, and disinfection and fumigation activities to exterminate insects and rodents.

All of the Group's revenues are recognized at point of time and all of the Group's revenues are generated from within the Kingdom of Saudi Arabia.

Below is a breakdown of revenues according to their nature and type of clients

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Revenues from individuals	33,974,219	27,372,606
Revenues from corporates	1,243,493	2,739,285
	35,217,712	30,111,891

14 COSTS OF REVENUE

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Salaries, wages and its equivalence	5,599,528	4,893,599
Government fees and expenses	1,933,904	1,963,136
Materials and operating supplies	1,859,810	1,775,887
Depreciation of property and equipment (Note 4)	1,717,950	1,178,072
Car expenses	1,387,145	701,496
Amortization of right-of-use assets (Note 6)	288,372	261,637
Electricity and water expenses	185,896	98,847
Internet and Telephone	167,738	178,715
Short term rentals	19,375	78,583
Other	261,985	214,468
	13,421,703	11,344,440

15 SELLING AND MARKETING EXPENSES

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Advertising and marketing	6,564,909	4,344,946
Employee incentives and commissions	2,862,309	3,099,064
Commissions and expenses of points of sale and installment companies	274,123	185,722
	9,701,341	7,629,732

16 GENERAL AND ADMINISTRATIVE EXPENSES

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Salaries of employees and its equivalence	3,742,542	2,310,305
Program fees and subscriptions	662,508	524,822
Depreciation of property and equipment (Note 4)	488,969	901,098
Allowances for members of the Board of Directors and other committees (Note 12)	339,000	351,000
Depreciation of right-of-use assets (Note 6)	184,152	123,438
Professional fees	146,267	80,825
Maintenance expense	76,886	53,450
Depreciation of investment property (Note 5)	10,608	-
others	511,223	328,681
	6,162,155	4,673,619

17 OTHER INCOME

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Gain on disposal of property and equipment	353,903	40,285
Rental income from investment properties	131,250	-
Gain on disposal of right-of-use assets	45,384	-
Support services provided to a related party	-	460,953
Murabaha deposit profit	-	82,805
Other	29,324	-
	559,861	584,043

18 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share attributable to common share is calculated by dividing the net profit attributable to common stockholders by the weighted average number of common shares outstanding during the period. Diluted earnings per share are similar to basic earnings per share in that the Company has no diluted shares on issue.

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
Profits for the period attributable to shareholders	5,987,838	6,851,516
Weighted average number of shares outstanding	1,500,000	1,500,000
Basic and diluted earnings per share	3.99	4.57

19 SEGMENT INFORMATION

The Company's operations mainly consist of one operational sector, which is general building cleaning activities, specialized building cleaning including chimneys, windows, etc., cleaning and maintenance of swimming pools, and disinfection and fumigation activities to exterminate insects and rodents, of all types. Accordingly, providing information for the different sectors is not applicable. Moreover, all of the Company's operations are conducted within the Kingdom of Saudi Arabia.

20 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Financial instruments consist of financial assets and financial liabilities. The Group's financial assets consist of other current assets, cash and cash equivalents, and financial liabilities consist of trade payables, accrued expenses, other current liabilities, term loans and lease liabilities.

Management has assessed that the fair value of its financial assets and liabilities approximates their carrying values due largely to the short-term maturity of these instruments.

The Group recognizes transfers between levels of the fair value hierarchy at the end of the financial period during which the change occurs. There were no transfers between Levels 1, 2 or 3 during the period ending 30 June 2025 (31 December 2024: same). As at the reporting date, there were no Level 1, 2 or 3 assets or liabilities.

21 DIVIDENDS

The General Assembly on its meeting on 11 Shawwal 1446 H (corresponding to 9 April 2025) approved the distribution of dividends in the amount of ﷲ 4,500,000 (30 June 2024: ﷲ 3,000,000, 31 December 2024: ﷲ 7,500,000).

22 COMPARATIVE FIGURES

During the year ended 31 December 2024, the Group noted that commissions and expenses related to point-of-sale, installment service providers and subscriptions to advertising and marketing software were classified under general and administrative expenses. Accordingly, these expenses were reclassified to selling and marketing expenses. The management also observed that salaries and related benefits, government fees and expenses, electricity and water expenses, internet and telephone charges, short-term lease expenses, and other costs related to revenue were classified under general and administrative expenses. As a result, these expenses were reclassified to cost of revenue. These reclassifications had no impact on the net profit of the comparative period nor on shareholders' equity as at the beginning of the period.

30 June 2024	Balances Before Reclassification ﷲ	Reclassification ﷲ	Balances After Reclassification ﷲ
Interim condensed consolidated statement of profit or loss and other comprehensive income			
Cost of revenue	(8,217,167)	(3,127,273)	(11,344,440)
Selling and marketing expenses	(7,019,906)	(609,826)	(7,629,732)
General and administrative expenses	(8,410,718)	3,737,099	(4,673,619)

23 INTERIM RESULTS

The results of operations for the six-month period ended 30 June 2025 are not necessarily indicative of the Group's annual results

24 SUBSEQUENT EVENTS

On 8 Safar 1447H (corresponding to 2 August 2025), the Board of Directors recommended the distribution of cash dividends to shareholders for the first half of 2025 in the amount of ﷲ 4,500,000. Other than this, the management is not aware of any significant subsequent events that would have a material impact on the interim condensed consolidated financial statements.

25 APPROVALS OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were approved by the board of directors on 8 Safar 1447H (corresponding to 2 August 2025).