

**TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
RIYADH - KINGDOM OF SAUDI ARABIA**

**INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2025**

TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2025

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

**To the Shareholders of
Time Entertainment Company
(Joint Stock Company)**

Introduction

We have reviewed the accompanying interim condensed statement of financial position of **Time Entertainment Company** (Joint Stock Company) ("the Company") as of 30 June 2025 and the related interim condensed statements of profit or loss and other comprehensive income, the interim condensed statement of changes in equity, and cash flows for the six-months period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed financial statements in accordance with International Accounting Standards 34 – "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of Review

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

Conclusion

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

RSM Allied Accountants Professional Services




Mohammed Bin Farhan Bin Nader
License No. 435
Riyadh, Kingdom of Saudi Arabia
20th Safar 1447H (corresponding to 14 August 2025)



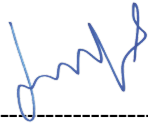
TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025
(Saudi Riyals)

	Note	30 June 2025 (Unaudited)	31 December 2024 (Audited)
ASSETS			
Non-current assets			
Property and equipment	5	122,032	85,702
Intangible assets		185,789	92,187
Right of use assets	6	856,915	1,408,300
Total non-current assets		1,164,736	1,586,189
Current assets			
Prepayments and other current assets		169,217	396,568
Accounts receivable	7	14,832,354	11,919,571
Cash and cash equivalents	8	1,543,349	22,620,094
Total current assets		16,544,920	34,936,233
TOTAL ASSETS		17,709,656	36,522,422
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	10,000,000	10,000,000
Statutory reserve	9	100,000	100,000
Retained earnings		2,871,407	4,846,653
Reserve for remeasurement of employees' defined benefits obligation		(202,682)	(202,682)
Total Equity		12,768,725	14,743,971
LIABILITIES			
Non-current Liabilities			
Employees' defined benefits obligation		704,699	667,000
Total non-current liabilities		704,699	667,000
Current liabilities			
Lease liabilities - current portion	6	527,475	1,038,134
Dividend payable		-	1,109,315
Accounts payable		2,530,254	16,599,794
Accrued expenses and other liabilities		1,031,225	1,961,734
Zakat provision		147,278	402,474
Total current liabilities		4,236,232	21,111,451
Total Liabilities		4,940,931	21,778,451
TOTAL EQUITY AND LIABILITIES		17,709,656	36,522,422

The accompanying notes from (1) to (17) form an integral part of this interim condensed financial information.


AMIRAH EIDAN ALOTAIBI
Chairman of the board



Obada Abdulfattah Awad
Chief Executive Officer

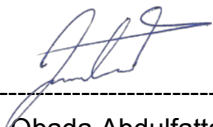

Abdulrahman Helal Taha
Chief Financial Officer


TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025
(Saudi Riyals)

	Note	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Revenue	11	10,601,448	78,973,406
Cost of revenue		(6,846,815)	(63,337,533)
Gross profit		3,754,633	15,635,873
General and administrative expenses		(5,675,065)	(4,434,298)
Operating (loss) / profit		(1,920,432)	11,201,575
Finance costs		(28,356)	(67,870)
Other income	12	120,820	36,843
(Loss) / profit before zakat		(1,827,968)	11,170,548
Zakat		(147,278)	(350,000)
Net (loss) / profit for the period		(1,975,246)	10,820,548
<u>Other comprehensive income</u>			
Items that will not be reclassified to statement of profit or loss:			
Re-measurements of employees' defined benefits Obligation		-	(15,687)
Total comprehensive (loss) / income for the period		(1,975,246)	10,804,861
<u>(Loss) / earnings per share (SAR per share)</u>	13	(1.98)	10.82

The accompanying notes (1) to (17) form an integral part of this interim condensed financial information.


AMIRAH EIDAN ALOTAIBI
Chairman of the board

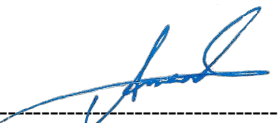

Obada Abdulfattah Awad
Chief Executive Officer



Abdulrahman Helal Taha
Chief Financial Officer

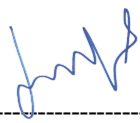
TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025
(Saudi Riyals)

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>Retained earnings</u>	<u>Reserves for remeasurement of employees' defined benefit obligations</u>	<u>Total</u>
For the six-months period ended 30 June 2024					
Balance as at 31 December 2023 (Audited)	10,000,000	100,000	2,303,119	(160,515)	12,242,604
Dividend	-	-	(2,000,000)	-	(2,000,000)
Profit for the period	-	-	10,820,548	-	10,820,548
Other comprehensive loss for the period	-	-	-	(15,687)	(15,687)
Total comprehensive income for the period	-	-	10,820,548	(15,687)	10,804,861
Balance as at 30 June 2024 (Unaudited)	10,000,000	100,000	11,123,667	(176,202)	21,047,465
For the six-months period ended 30 June 2025					
Balance as at 31 December 2024 (Audited)	10,000,000	100,000	4,846,653	(202,682)	14,743,971
Loss for the period	-	-	(1,975,246)	-	(1,975,246)
Other comprehensive loss for the period	-	-	-	-	-
Total comprehensive loss for the period	-	-	(1,975,246)	-	(1,975,246)
Balance as at 30 June 2025 (Unaudited)	10,000,000	100,000	2,871,407	(202,682)	12,768,725

The accompanying notes (1) to (17) form an integral part of this interim condensed financial information.


AMIRAH EIDAN ALOTAIBI
Chairman of the board

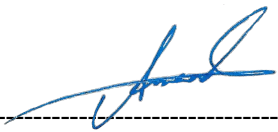

Obada Abdulfattah Awad
Chief Executive Officer


Abdulrahman Helal Taha
Chief Financial Officer

**TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

	Note	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss) / profit before zakat		(1,827,968)	11,170,548
Adjustments:			
Depreciation of property and equipment	5	19,516	10,928
Amortization of intangible assets		28,423	-
Depreciation of right of use assets	6	551,385	551,681
Provision for expected credit losses		-	35,363
Employees' defined benefits obligations		57,726	65,830
Finance costs		28,343	67,870
		(1,142,575)	11,902,220
Changes in working capital:			
Accounts receivables		(2,912,783)	(14,518,974)
Prepaid expenses and other assets		227,351	(4,644,275)
Trade payables		(14,069,540)	8,181,710
Accrued expenses and other liabilities		(930,509)	2,797,783
Cash (used in) / generated from working capital		(18,828,056)	3,718,464
Employees' defined benefits obligation paid		(20,027)	(9,987)
Zakat paid		(402,474)	(323,992)
Net cash (used in) / generated from operating activities		(19,250,557)	3,384,485
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property and equipment	5	(55,846)	(25,682)
Additions to intangible assets		(122,025)	-
Net cash (used in) investing activities		(177,871)	(25,682)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(1,109,315)	(2,002,591)
Lease liabilities paid	6	(539,002)	(539,000)
Net cash (used in) financing activities		(1,648,317)	(2,541,591)
Net change in cash and cash equivalents		(21,076,745)	817,212
Cash and cash equivalents at the beginning of the period		22,620,094	11,420,545
Cash and cash equivalents as at 30 June		1,543,349	12,237,757

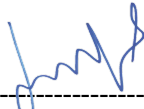
The accompanying notes (1) to (17) form an integral part of this interim condensed financial information.



AMIRAH EIDAN ALOTAIBI
Chairman of the board



Obada Abdulfattah Awad
Chief Executive Officer



Abdulrahman Helal Taha
Chief Financial Officer

**TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

1. ORGANIZATION AND ACTIVITIES

A. Establishment

"Time Entertainment" ("the Company") a Joint Stock Company was registered as a Limited Liability Company in Riyadh city under CR No. 1010328133 dated on 19 Rabi' al-Awwal 1433 AH (corresponding to 11 February 2012). The unified national number of the entity is 7001712848.

B. Change in legal entity status

On 6 Rabi' al-Awwal 1445 AH (corresponding to 21 September 2023), the legal structure of the Company was amended from a Limited Liability Company (LLC) to an Unlisted Joint Stock Company. All necessary regulatory procedures for the transformation and obtaining the articles of association for the Unlisted Joint Stock Company have been completed. As of 17 June 2025, the Company is converted to a listed Joint Stock Company. Currently, the legal procedures to change the commercial registration and Company by-laws are under process.

C. Main activity

The Company's main activity is organizing entertainment events and operating entertainment event facilities.

D. Share Capital

The Company's share capital at 30 June 2025 amounted to SAR 10,000,000 (30 June 2024: SAR 10,000,000), consisting of 1,000,000 (30 June 2024: 1,000,000) fully paid and issued shares of SAR 10 each.

E. Company's listing

On 19 March 2024, the Company obtained approval from the Saudi Tadawul Group to list the shares of the Company through an Initial Public Offering (IPO). This approval was conditional upon the Company obtaining approval from the Capital Market Authority (CMA) for the registration and IPO request in accordance with the relevant rules and regulations and meeting liquidity requirements.

On 25 December 2024, the Capital Market Authority (CMA) announced the issuance of a decision by the CMA Board approving the request of the Company to register its shares and offer 200,000 shares, representing 20% of its total shares, on the Parallel Market "Nomu". The CMA's approval of the request was valid for a period of 6 months from the date of the CMA Board's decision.

The Company has completed its offering and listing of its shares. The shares were listed and traded on parallel market on 17 June 2025, and the Company is registered with trading number 9642 in Saudi Tadawul.

F. Main address

Time Entertainment Unlisted Joint Stock Company
King Fahd Road, Al Olaya, 3587
Riyadh, Kingdom of Saudi Arabia
P.O: 25231

2. BASIS OF PREPARATION OF PREPARATION OF INTERIM CONDENSED FINANCIAL INFORMATION

Statement of compliance

This interim condensed financial information has been prepared in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). This interim condensed financial information should be read in conjunction with the Company's last annual audited financial statements as at and for the year ended 31 December 2024 (last annual audited financial statements'). The accompanying interim condensed financial information do not include all the information that is required to prepare a complete set of financial statements in accordance with International Financial Reporting Standards ("IFRS") as endorsed by SOCPA. However, 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 the last annual audited financial statements.

In addition, due to seasonality, results for the six-month interim period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

Basis of measurement

The interim condensed financial information has been prepared according to historical cost principle, going concern basis and the accrual basis of accounting. Other basis will be used if IFRS as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements supplementary to the International Standards endorsed by the SOCPA requires that, as stated in the material accounting policies (Note 4).

Functional and presentation currency

The interim condensed financial information is presented in Saudi Riyals, which is the Company's functional and presentation currency.

Use of assumptions, estimates and judgments

In preparing this interim condensed financial information, management has made the judgements estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

3. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

There are new standards and number of amendments to standards which are effective from January 1 January 2025 and have been explained in Company's last annual audited financial statements, but they do not have a material effect on the Company's accompanying interim condensed financial information.

4. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of interim condensed financial information are consistent with those followed in preparing the Company's last annual audited financial statements.

**TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

5. PROPERTY AND EQUIPMENT

A. This item consists of the following:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cost		
Balance at beginning of the period / year	2,329,425	2,390,329
Additions during the period / year	55,846	77,220
Disposal during the period / year	-	(138,124)
Balance at end of the period / year	2,385,271	2,329,425
Accumulated depreciation		
Balance at beginning of the period / year	2,243,723	2,358,022
Charge during the period / year	19,516	23,823
Disposal during the period / year	-	(138,122)
Balance at end of the period / year	2,263,239	2,243,723
Net book value	122,032	85,702

B. The cost of fully depreciated property and equipment amounted to SAR 2,349,577 as at 30 June 2025, (31 December 2024: SAR 2,218,370).

C. Leasehold improvements amounting to SAR 1,606,466 as at 30 June 2025 (31 December 2024: SAR 1,606,466) were made on leased buildings, related to branches and staff housing, under operating leases with renewable terms (Note 6).

6. RIGHT OF USE ASSETS AND LEASE LIABILITIES

A. Right of use assets

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cost		
Balance at beginning of the period / year	3,180,735	3,180,735
Balance at end of period / year	3,180,735	3,180,735

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Accumulated depreciation		
Balance at beginning of the period / year	1,772,435	668,481
Charge for the period / year	551,385	1,103,954
Balance at end of period / year	2,323,820	1,772,435
Net book value	856,915	1,408,300

B. Lease liabilities

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at beginning of the period / year	1,038,134	2,105,246
Finance cost for the period / year	28,343	110,888
Paid during the period / year	(539,002)	(1,178,000)
Balance at end of period / year	527,475	1,038,134

The lease liabilities are classified in statement of financial position as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Non-current portion	-	-
Current portion	527,475	1,038,134

**TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

7. ACCOUNTS RECEIVABLE

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Accounts receivable	15,253,690	12,340,907
Expected credit loss allowance of accounts receivable	(421,336)	(421,336)
Total	14,832,354	11,919,571

The Company applies a simplified method to calculate credit losses, and management believes that the credit loss allowance adequately covers the risk of default. The Company does not have any security on these receivables, but there are significant receivables from government and semi government customers (refer below to disclosure by customer type).

A. Customer wise split of the accounts receivable:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Government and semi-government	11,561,861	4,612,456
Private	3,691,829	7,728,451
Total	15,253,690	12,340,907

B. Movement in the expected credit loss (ECL) allowance of account receivable:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at beginning of the period / year	421,336	81,306
Charge during the period / year	-	340,030
Balance at end of the period / year	421,336	421,336

8. CASH AND CASH EQUIVALENTS

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cash at banks	1,541,828	22,620,094
Cash in hand	1,521	-
	1,543,349	22,620,094

9. STATUTORY RESERVE

In accordance with the Company's by-law, the General Assembly may allocate a portion of the net profit to form reserves if deemed necessary to serve the Company's interests. For the current period, the Company has incurred losses, resultingly there is no allocation of any amount towards the formation of reserves.

10. RELATED PARTIES

During the period, there were transactions with related parties as part of the Company's normal course of business and with management approval. The transactions with the related parties are approved by the management. This item includes the following:

TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025
(Saudi Riyals)

10. RELATED PARTIES (CONTINUED)

A. The significant transactions with related parties are as follows:

Name	Nature of relationship	Nature of transaction	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Ameera Eidaan Naif Al-Tawil Al-Otaibi	Shareholder	Dividends Dividends payment	- (809,315)	1,700,000 (1,700,000)
Al-Jawhara Eidaan Naif Al-Tawil Al-Otaibi	Shareholder	Dividends Dividends payment	- (100,000)	100,000 (102,591)
Ahmed Eidaan Naif Al-Tawil Al-Otaibi	Shareholder	Dividends Dividends payment	- (100,000)	100,000 (100,000)
Bader Eidaan Naif Al-Tawil Al-Otaibi	Shareholder	Dividends Dividends payment	- (100,000)	100,000 (100,000)

B. Salaries and benefits of senior executives

Compensation of key management personnel represents those amounts paid to persons who have authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly, including any manager (whether executive or otherwise). Compensation of key management personnel includes: (short-term benefits, long-term benefits, post-employment benefits, termination benefits).

Description	Nature of relationship	Transaction type	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Senior management benefits	Senior management	Salaries and benefits	360,450	365,079
Board of Directors and its Subcommittees	Charged with governance	Rewards	150,000	150,000

11. REVENUE

A. Type of revenue

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Revenue from organizing entertainment events	10,601,448	78,973,406

B. Customer type:

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Government and semi-government	10,016,820	74,923,730
Private	584,628	4,049,676
	10,601,448	78,973,406

TIME ENTERTAINMENT COMPANY
(JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025
(Saudi Riyals)

11. REVENUE (CONTINUED)

C. Timing of revenue recognition

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Over a period of time	10,601,448	78,973,406

D. Geographical source of revenue

All revenue is generated from customers based in the multiple geographical locations of Kingdom of Saudi Arabia.

E. Seasonal changes

The revenues of the Company are affected by seasonal factors based on the variation of service demand between the seasons. The Company's management seeks to reduce the seasonal impact on the Company's revenues, and the results of the current period should not be taken as an indicator of the Company's annual results.

12. OTHER INCOME

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Income from short term Murabaha deposits -a	94,220	-
Human resource development fund receipts	21,000	15,000
Others	5,600	21,843
	120,820	36,843

a. Income from short term deposits was earned on short term Murabaha deposits which were invested and redeemed during the six months period ended 30 June 2025.

13. (LOSS) / EARNINGS PER SHARE

Basic and diluted earnings per share

Basic earnings per share is calculated by dividing income for the period attributable to the Company's ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Net (loss) / profit for the period	(1,975,246)	10,820,548
Weighted average number of shares	1,000,000	1,000,000
Basic and diluted from net profit	(1.98)	10.82

Diluted loss / earnings Per Share ("EPS") is determined by adjusting the (loss) / profit for the period and the weighted average number of ordinary shares outstanding during the period for the effects of all dilutive potential ordinary shares. Since the Company has no such dilutive potential ordinary shares, the calculation and presentation of basic and diluted EPS of the Company will be same.

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

As at the period for six months ended 30 June 2025 and year ended 31 December 2024, the Company does not have any financial instruments measured at fair value categorized within the fair value hierarchy based on the level of input (Level 1, Level 2 or Level 3).

The carrying values of the financial instruments reported in the interim condensed financial information is approximate their fair values.

There was no change in the risk management policies related to financial instruments during the period as compared to those followed by the management during last annual audited financial statements.

15. CONTINGENCIES AND COMMITMENTS

The Company has no contingent liabilities and capital commitments as of 30 June 2025 (31 December 2024: Nil).

16. SUBSEQUENT EVENTS

According to management's assessment, there have been no events transpiring between the reporting date and the date of approval of these financial statements that are anticipated to exert a substantial impact on these financial statements.

17. APPROVAL OF THE INTERIM CONDENSED FINANCIAL INFORMATION

This interim condensed financial information has been approved for issuance by the Company's Board of Directors on 19th Safar 1447H (corresponding to 13 August 2025).