



Al Hammadi Holding Company
(A Saudi Joint Stock Company)

The Condensed Consolidated Interim Financial Statements (Unaudited)

For the three - month and nine-month periods ended

30 September 2025

**and Independent Auditors Review Report on the condensed consolidated
interim financial statements**

**Al Hammadi Holding Company (A Saudi Joint Stock Company)The Condensed Consolidated
Interim Financial Statements for the three-month and nine-month periods ended 30
September 2025 (Unaudited)
Index**

	<u>Page</u>
Independent auditor's review report on the condensed consolidated interim financial statements	2
Condensed consolidated interim statement of profit or loss	3
Condensed consolidated interim statement of comprehensive income	4
Condensed consolidated interim statement of financial position	5
Condensed consolidated interim statement of changes in equity	6
Condensed consolidated interim statement of cash flows	7-8
Selected notes to the condensed consolidated interim financial statements	9-22



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

To the shareholders of
Al Hammadi Holding Company
"A Saudi Joint Stock Company"
Riyadh – Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of **Al Hammadi Holding Company** ("the Company") and its subsidiaries (together "the Group") as at 30 September 2025 and the related condensed consolidated interim statement of profit or loss and condensed consolidated interim statement of comprehensive income for the three-month and nine-month periods then ended, and condensed consolidated interim statement of changes in equity and condensed consolidated interim statement of cash flows for the nine-month period then ended, and other explanatory notes.

The Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard ("IAS 34") "*Interim Financial Reporting*" that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" that is endorsed in the Kingdom of Saudi Arabia. A review of condensed consolidated interim 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 condensed consolidated interim financial statements of Al Hammadi Holding company and its subsidiaries are not prepared in all material respects in accordance with IAS 34 "*Interim Financials Reporting*" that is endorsed in the Kingdom of Saudi Arabia.

For Dr. Mohamed Al-Amri & Co.

Ahmed Al Jumah
Certified Public Accountant
Registration No. 621

Riyadh, ON 22 Jumada al-Awwal 1447 (H)
Corresponding to: 13 November 2025 (G)



Al Hammadi Holding Company (A Saudi Joint Stock Company)
Condensed consolidated interim statement of profit or loss

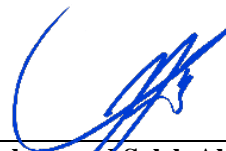
(All Amounts in ﷲ Unless Otherwise Stated)

		For the three-month period ended 30 September		For the nine-month period ended 30 September	
	Note	2025 (Unaudited) ﷲ	2024 (Unaudited) ﷲ	2025 (Unaudited) ﷲ	2024 (Unaudited) ﷲ
Revenues	(6)	294,909,038	290,592,803	895,029,201	831,091,328
Cost of revenues		(211,882,364)	(194,541,341)	(622,503,132)	(558,243,275)
GROSS PROFIT		83,026,674	96,051,462	272,526,069	272,848,053
Selling and marketing expenses		(2,712,993)	(2,159,882)	(7,282,064)	(4,524,305)
General and administrative expenses		(23,862,811)	(18,788,958)	(69,981,991)	(63,308,071)
(Provision for)/ reversal of allowance for expected credit loss		(8,525,431)	(337,314)	(19,107,249)	3,841,414
Gain from disposal of property and equipment		-	36,519	-	55,305,519
Other income		6,402,635	7,123,066	18,789,921	22,825,795
OPERATING PROFIT		54,328,074	81,924,893	194,944,686	286,988,405
Company share of profit from associate	(9)	6,673,152	4,424,574	19,218,421	3,891,213
Finance income		676,297	3,721,906	3,772,573	3,925,032
Finance cost		(5,784,444)	(5,945,725)	(18,152,712)	(17,766,181)
NET PROFIT BEFORE ZAKAT		55,893,079	84,125,648	199,782,968	277,038,469
Zakat expense		(4,000,000)	(5,000,000)	(12,000,000)	(16,000,000)
NET PROFIT FOR THE PERIOD		51,893,079	79,125,648	187,782,968	261,038,469
Earnings per share:					
Earnings per share basic and diluted	(7)	0.32	0.49	1.17	1.63

(The accompanying notes form an integral part of these Condensed Consolidated Interim Financial Statements)



Mohammed Said Al Saafeen
Finance Manager



Mohammed Saleh Al Hammadi
Managing Director & CEO

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Comprehensive Income

(All Amounts in ﷲ Unless Otherwise Stated)

	<u>Note</u>	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
		ﷲ	ﷲ	ﷲ	ﷲ
NET PROFIT FOR THE PERIOD		51,893,079	79,125,648	187,782,968	261,038,469
Other comprehensive income Items that will not be subsequently reclassified into profit or loss					
Re-measurement gain on defined benefit plans	(17)	1,056,804	522,540	3,495,259	425,458
The Company's share in other comprehensive loss of an associate	(9)	(70,617)	(29,750)	(211,851)	(89,250)
Other comprehensive income for the period		986,187	492,790	3,283,408	336,208
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		52,879,266	79,618,438	191,066,376	261,374,677

(The accompanying notes form an integral part of these Condensed Consolidated Interim Financial Statements)



Mohammed Said Al Saafeen
Finance Manager



Mohammed Saleh Al Hammadi
Managing Director & CEO

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Financial Position

(All Amounts in ﷲ Unless Otherwise Stated)

	Note	As at 30 September 2025 (Unaudited) ﷲ	As at 31 December 2024 (Audited) ﷲ
<u>ASSETS</u>			
<u>Non-current assets</u>			
Property and equipment	(8)	1,705,033,465	1,709,582,028
Intangible assets		27,504,237	27,065,424
Investment in associate	(9)	153,993,349	134,986,779
Total non-current assets		1,886,531,051	1,871,634,231
<u>Current assets</u>			
Inventories		81,829,524	61,155,649
Other receivables		10,417,082	7,204,889
Prepayments		47,257,686	21,929,968
Contract assets		9,484,636	9,145,543
Trade receivables	(10)	520,303,194	434,433,975
Cash and cash equivalents		124,084,314	245,261,942
Total current assets		793,376,436	779,131,966
TOTAL ASSETS		2,679,907,487	2,650,766,197
<u>EQUITY AND LIABILITIES</u>			
<u>EQUITY</u>			
Share capital	(11)	1,600,000,000	1,600,000,000
General reserve	(12)	101,236,022	101,236,022
Retained earnings		283,084,134	260,017,758
TOTAL EQUITY		1,984,320,156	1,961,253,780
<u>LIABILITIES</u>			
<u>Non-current liabilities</u>			
Long-term loans	(14)	153,558,876	165,146,289
Government grants	(15)	93,124,110	97,988,955
Lease liabilities	(16)	100,731,651	104,068,911
Employees' terminal benefits	(17)	101,402,724	97,394,254
Total non-current liabilities		448,817,361	464,598,409
<u>Current liabilities</u>			
Current portion of long-term loans	(14)	18,714,240	18,714,240
Government grants	(15)	6,486,460	7,846,052
Lease liabilities	(16)	15,940,208	16,179,839
Accrued zakat		11,979,889	15,475,483
Trade payables	(18)	76,046,338	66,437,751
Accrued expenses		40,218,750	53,665,942
Other payables		18,140,256	15,990,506
Contract liabilities		59,243,829	30,604,195
Total current liabilities		246,769,970	224,914,008
TOTAL LIABILITIES		695,587,331	689,512,417
TOTAL EQUITY AND LIABILITIES		2,679,907,487	2,650,766,197

(The accompanying notes form an integral part of these Condensed Consolidated Interim Financial Statements)


Mohammed Said Al Saafeen
Finance Manager


Mohammed Saleh Al Hammadi
Managing Director & CEO

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Changes in Equity

(All Amounts in ﷲ Unless Otherwise Stated)

	Note	Share capital ﷲ	Statutory reserve ﷲ	General reserve ﷲ	Retained earnings ﷲ	Total equity ﷲ
As at 1 January 2024 (Audited)		1,600,000,000	67,355,941	-	177,567,896	1,844,923,837
Net profit for the period		-	-	-	261,038,469	261,038,469
Other comprehensive Income for period		-	-	-	336,208	336,208
Total comprehensive income for period		-	-	-	261,374,677	261,374,677
Transferred from statutory reserve	(12)	-	(67,355,941)	67,355,941	-	-
Dividends	(13)	-	-	-	(168,000,000)	(168,000,000)
As at 30 September 2024 (Unaudited)		<u>1,600,000,000</u>	<u>-</u>	<u>67,355,941</u>	<u>270,942,573</u>	<u>1,938,298,514</u>
As at 1 January 2025 (Audited)		1,600,000,000	-	101,236,022	260,017,758	1,961,253,780
Net profit for the period		-	-	-	187,782,968	187,782,968
Other comprehensive income for period		-	-	-	3,283,408	3,283,408
Total comprehensive income for period		-	-	-	191,066,376	191,066,376
Dividends	(13)	-	-	-	(168,000,000)	(168,000,000)
As at 30 September 2025 (Unaudited)		<u>1,600,000,000</u>	<u>-</u>	<u>101,236,022</u>	<u>283,084,134</u>	<u>1,984,320,156</u>

(The accompanying notes form an integral part of these Condensed Consolidated Interim Financial Statements)



Mohammed Said Al Saafeen
Finance Manager



Mohammed Saleh Al Hammadi
Managing Director & CEO

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Cash Flows

(All Amounts in ﷲ Unless Otherwise Stated)

	Note	For the nine-month period ended	
		30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
		ﷲ	ﷲ
OPERATING ACTIVITIES			
Net profit of the period		187,782,968	261,038,469
Adjustments for non-cash items:			
Depreciation of property and equipment and right of use assets		68,916,328	72,596,938
Amortization of intangible assets		401,187	428,196
Gain from disposal of property and equipment		-	(55,305,519)
Company share of profit from associate	(9)	(19,218,421)	(3,891,213)
Provision/(Reversal) for expected credit loss		19,107,249	(3,841,414)
Government grants amortization	(15)	(6,224,437)	(6,827,193)
Current services cost of employees' terminal benefits	(17)	10,253,832	10,615,488
Contract liability formed during the period		25,023,817	23,614,387
Finance income		(3,772,573)	(3,925,032)
Finance cost		18,152,712	17,766,181
Zakat expense		12,000,000	16,000,000
		312,422,662	328,269,288
Working capital adjustments:			
Inventories		(20,673,875)	(4,995,141)
Other receivables		(3,251,828)	(1,429,272)
Prepayments		(25,269,832)	942,303
Contract assets		(845,408)	1,012,200
Net changes in related parties		(763,142)	(3,954,337)
Trade receivables		(104,011,372)	162,032,944
Trade payables		9,838,572	(14,611,112)
Accrued expenses		(13,447,192)	(5,324,569)
Other payables		2,044,822	(6,518,755)
Contract liability		3,615,817	(40,755,173)
Cash from operations		159,659,224	414,668,376
Employees' terminal benefits paid	(17)	(6,302,910)	(4,490,375)
Zakat paid		(15,495,594)	(18,243,131)
NET CASH FLOWS GENERATED FROM OPERATING ACTIVITIES		137,860,720	391,934,870
INVESTING ACTIVITIES			
Purchase of property and equipment		(64,367,765)	(16,106,275)
Proceeds from sale of property and equipment		-	124,636,522
Purchase of intangible assets		(840,000)	(3,674,695)
Received from finance income		3,772,573	3,737,532
NET CASH FLOWS (USED IN) /GENERATED FROM INVESTING ACTIVITIES		(61,435,192)	108,593,084

(The accompanying notes form an integral part of these Condensed Consolidated Interim Financial Statements)

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Cash Flows (Continued)

(All Amounts in ﷲ Unless Otherwise Stated)

	Notes	For the nine- month period ended	
		30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
		ﷲ	ﷲ
FINANCING ACTIVITIES			
Repayment of short- and long-term loans		(18,712,000)	(17,339,240)
Lease liabilities paid	(16)	(9,294,735)	(9,198,260)
Finance cost paid		(1,701,349)	(1,063,805)
Dividends paid		(167,895,072)	(168,903,555)
NET CASH FLOWS USED IN FINANCING ACTIVITIES		(197,603,156)	(196,504,860)
Net changes in cash and cash equivalents		(121,177,628)	304,023,094
Cash and cash equivalents at 1 January		245,261,942	125,237,441
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER		124,084,314	429,260,535

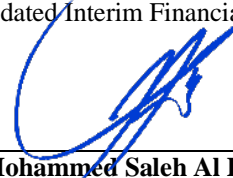
Supplementary information for non-cash transactions

Right-of-use assets additions		-	6,483,504
Right-of-use assets adjustments		-	2,491,635
Transfer from lease liabilities to trade payables	(16)	7,500	18,300
Transfer from lease liabilities to related parties' payables	(16)	48,625	9,150

(The accompanying notes form an integral part of these Condensed Consolidated Interim Financial Statements)



Mohammed Said Al Saafeen
Finance Manager



Mohammed Saleh Al Hammadi
Managing Director & CEO

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

1. Corporate information

Al Hammadi Holding Company (the “Company”) is a Saudi joint stock company registered under Commercial Registration No. 1010196714 issued on 23 Safar 1425H (corresponding to: 13 April 2004) in Riyadh city. The Company’s shares have been listed in Saudi Stock Exchange (Tadawul) since 17 Ramadan 1435H (corresponding to 15 July 2014).

The Company’s registered address is P.O. Box 10112, Riyadh 11443, Saudi Arabia.

The main activities of the Company are represented in managing its subsidiaries or participating in the management of other companies in which it contributes and providing the necessary support to them, investing its money in shares and other securities in accordance with legal and regulatory controls, owning real estate and movables necessary to conduct its activities, and providing loans, guarantees and financing to its subsidiaries, Owning property rights including patents, trademarks, industrial rights, franchises and other intangible rights, exploiting and leasing them to its subsidiaries or others, and owning, developing and investing real estate by selling, buying, renting, leasing, managing, operating and maintaining it. The company carries out its activities in accordance with the applicable regulations and after obtaining the necessary licenses from the competent agencies, if any.

Details of subsidiaries are as follows:

Name of Subsidiary	Country of Incorporation	Commercial Registration No.	Business Activity	Functional Currency	Ownership Interest	
					2025	2024
Medical Support Services Company Limited	Saudi Arabia	1010203580	Service Company	ﷲ	100%	100%
Pharmaceutical Services Company Limited	Saudi Arabia	1010170194	Trading Company	ﷲ	100%	100%
Medical Industries Company Limited	Saudi Arabia	1010899779	Industrial Company	ﷲ	100%	100%

These condensed consolidated interim financial statements include the accounts of the Group and the following branches (together the group), which operate under separate commercial registrations:

Branch Name	Commercial Registration No.	City
Al Hammadi Hospital, Olaya - branch	1010263026	Riyadh
Al Hammadi Hospital, Al-Suwaiti- branch	1010934227	Riyadh
Al Hammadi Hospital, Al-Nuzha - branch	1010374270	Riyadh
Al Hammadi Hospitals Group	1010740187	Riyadh
Pharmaceutical Services Company Limited	1010173099	Riyadh
Maintenance & Constructions	1010374273	Riyadh
Arabian Hospitality	1010610529	Riyadh
Higher Institute for Continuing Professional Development for Training	1010500366	Riyadh
Higher Institute for Continuing Professional Development for Women's Training	1010651084	Riyadh
Home Medical Care	1010610897	Riyadh
Medical Diagnostic Center for Medical Services	1010610524	Riyadh
Telemedicine Limited	1010610532	Riyadh
Unified Procurement Limited	1010610555	Riyadh
Bio and Pharmaceutical Industries Complex	1126105966	Sudair

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

2. Basis of preparation

2.1 Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Report” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements 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 consolidated financial statements of the group as of 31 December 2024 (the “Last year annual financial statements”). These condensed consolidated interim financial statements do not include all the information required to prepare a complete set of consolidated financial statements prepared in accordance with International Financial Reporting Standards. specific accounting policies and explanatory explanations have been included to explain important events and transactions to understand changes in the financial position and financial performance of the group in the financial statements Since 31 December 2024. The results for the nine-month period ended on 30 September 2025 are not necessarily indicative of the results that can be expected for the year ending on 31 December 2025.

2.2 Preparation of the financial statements

These condensed consolidated interim financial statements have been prepared on the historical cost basis except for the employee’s terminal benefits which is measured at the present value of future obligations using the Projected Unit Credit method.

2.3 Use of judgments and estimates

In preparing these condensed consolidated interim financial statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, revenue, and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements.

The assumptions and estimates are continually evaluated and they are based on past experience and other factors, including expectations of future events that are relevant to the circumstances. The Group based its assumptions and estimates on parameters available when the condensed consolidated interim financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

3. Functional and presentation currency

These condensed consolidated interim financial statements are presented in (ﷲ), which is the functional and presentation currency of the Group. Unless otherwise stated all figures are rounded to the nearest Riyal (ﷲ).

4. Basis of consolidation

These condensed consolidated interim financial statements comprising the condensed consolidated interim statement of financial position, condensed consolidated interim statement of profit or loss, condensed consolidated interim statement of other comprehensive income, condensed consolidated interim statement of changes in equity, condensed consolidated interim statement of cash flows and notes to the condensed consolidated interim financial statements of the Group include assets, liabilities and the results of the operations of the Company and its subsidiaries, as set out in note (1). Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control commences until the date on which control ceases. The Group accounts for the business combinations using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identified net assets acquired. The excess of the cost of acquisition over the fair value of the identifiable net assets acquired is recorded as goodwill in condensed consolidated interim statement of financial position. Intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated. Accounting policies of subsidiaries are aligned, where necessary, to ensure consistency with the policies adopted by the Group. The Company and its subsidiaries have the same reporting periods

5. Material accounting policies

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

New Standards, Amendment to Standards and Interpretations:

There are number of amendments to standards which are effective from 1 January 2025 and has been explained in Group annual Consolidated Financial Statements, but they do not have a material effect on the Group's Condensed Consolidated Interim Financial Statements as at 30 September 2025.

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

6. Segment information

Operating segments is determined based on the Group's internal reporting to the Chief Operating Decision Maker.

The Group's operations consist mainly of the medical services and pharmaceuticals products segment.

The following are selected financial information as at 30 September 2025, 30 September 2024 and 31 December 2024 by business segment:

- Medical Services segment: Fees imposed on hospitals' services for inpatient and outpatient.
- Pharmaceutical's products segment.

For the nine-month period ended 30 September (Unaudited)	Medical Services		Pharmaceutical Products		Total	
	2025	2024	2025	2024	2025	2024
	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ
Revenue	714,278,687	684,164,380	180,750,514	146,926,948	895,029,201	831,091,328
Gross Profit	238,430,466	242,716,943	34,095,603	30,131,110	272,526,069	272,848,053
Depreciation and amortization	66,964,160	71,927,729	2,353,355	1,057,908	69,317,515	73,025,134
Net profit for the period	156,202,702	233,122,497	31,580,266	27,915,972	187,782,968	261,038,469

For the period / year ended as at	Medical Services		Pharmaceutical Products		Total	
	30 September 2025 (Unaudited)	31 December 2024 (Audited)	30 September 2025 (Unaudited)	31 December 2024 (Audited)	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ
Total Assets	2,288,806,524	2,343,338,684	391,100,963	307,427,513	2,679,907,487	2,650,766,197
Total Liabilities	620,065,349	612,740,338	75,521,982	76,772,079	695,587,331	689,512,417

Al Hammadi Holding Company (A Saudi Joint Stock Company)**Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)****(All Amounts in ﷲ Unless Otherwise Stated)****7. Earnings per share**

Basic earnings per share (EPS) is calculated by dividing the net profit for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

	30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
	ﷲ	ﷲ
Net profit for the period	187,782,968	261,038,469
Weighted average number of ordinary shares	160,000,000	160,000,000
Basic and diluted earnings per share	1.17	1.63

The weighted average number of shares as at 30 September 2025 totaled 160,000,000 shares.

Diluted earnings per share is the same as the regular or basic earnings per share as the Group does not have any convertible securities or diluted instruments to exercise.

8. Property and equipment

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Property and equipment	1,592,402,340	1,588,442,198
Right of use assets	112,631,125	121,139,830
	1,705,033,465	1,709,582,028

Property and equipment illustrated above as at 30 September 2025 include lands with a value of 152.5 million ﷲ (31 December 2024: 152.5 million ﷲ) and a building with a net book value of 826 million ﷲ (31 December 2024: 847.8 million ﷲ) pledged as a collateral for a long-term loan from the Ministry of Finance to fund the construction of the hospital in Al-Suwaidi area and its housing compound in addition to the construction of the hospital in Al Nuzha area.

During the second quarter of 2024, a land plot located in the Al Rayyan district of Riyadh, with an area of 35,600 square meters, was sold for 124,600,000 ﷲ (excluding real estate transaction tax and brokerage fees) to Emmar Ocean Company. Where the book value of the land is 69,331,000 ﷲ.

9. Investment in associate

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Balance at the beginning of the period/year	134,986,779	128,381,558
Company's share of net profit of the period/year	19,218,421	6,724,221
Company's share of other comprehensive loss of the period/year	(211,851)	(119,000)
Balance at the ending of the period/year	153,993,349	134,986,779

Al Hammadi Holding Company (A Saudi Joint Stock Company)**Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)****(All Amounts in ﷲ Unless Otherwise Stated)****10. Trade receivables**

	Note	30 September 2025 (Unaudited)	31 December 2024 (Audited)
		ﷲ	ﷲ
Trade receivables		625,069,038	521,057,666
Amounts due from related parties	(19)	525,877	48,845
		625,594,915	521,106,511
Deduct: Allowance expected credit loss		(105,291,721)	(86,672,536)
Net trade receivables		520,303,194	434,433,975

The summary for the movement of allowance for expected credit loss is as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Balance at the beginning of the period/year	86,672,536	77,835,214
Charged during the period/year	18,619,185	8,837,322
Balance at the end of the period/year	105,291,721	86,672,536

Indicators of impairment in the value of trade receivables are reviewed at the end of the reporting period. The allowance expected credit loss is adjusted in proportion to the periodic changes that occur in these indicators. In the opinion of management, there was no decrease in the value of trade receivables other than what was recorded as an allowance for expected credit loss.

11. Share capital

The company's capital as at 30 September 2025 is 1,600 million ﷲ (31 December 2024: about 1,600 million ﷲ) consisting of 160 million ordinary shares (31 December 2024: 160 million ﷲ ordinary shares), fully paid up with a nominal value of 10 ﷲ.

12. Statutory reserve

The Company's General Assembly, in its extraordinary meeting held on 24 Dhu al-Hijjah 1445 H (corresponding to 30 June 2024), approved the update of the Company's articles of association to comply with the new Companies Law. The meeting approved the transfer of the statutory reserve, amounting to 67,355,941 ﷲ as of December 31, 2023, to a general reserve.

13. Dividends

The Board of Directors of the Company approved, in its meeting held on 12 Safar 1447H (corresponding to: 06 August 2025), the distribution of interim cash dividends of 56 million ﷲ to the company's shareholders for the second quarter of 2025 at a rate of 0.35 ﷲ (35 Halalas) per share. This comes in light of the authorization given by the Company's General Assembly to the Board of Directors to distribute interim dividends on a semi-annual or quarterly base for the fiscal year 2025 in accordance with the decision of the Ordinary General Assembly on 8 Dhu Al-Hijjah 1446H (corresponding to: 4 June 2025).

The Board of Directors of the Company approved, in its meeting held on 13 Dhu Al-Qi`dah 1446H (corresponding to: 11 May 2025), the distribution of interim cash dividends of 56 million ﷲ to the company's shareholders for the first quarter of 2025 at a rate of 0.35 ﷲ (35 Halalas) per share. This aligns with the dividend distribution policy approved by the Ordinary General Assembly on Ramadan 22, 1444 AH (corresponding to April 13, 2023).

The Board of Directors of the Company approved, in its meeting held on 28 Shaban 1446H (corresponding to: 27 February 2025), the distribution of interim cash dividends of 56 million ﷲ to the company's shareholders for the fourth quarter of 2024 at a rate of 0.35 ﷲ (35 Halalas) per share. This aligns with the dividend distribution policy approved by the Ordinary General Assembly on Ramadan 22, 1444H (corresponding to April 13, 2023) and in light of the authorization given by the Company's General Assembly to the Board of Directors to distribute interim dividends on a semi-annual or quarterly base for the fiscal year 2024 in accordance with the decision of the Extraordinary General Assembly on 24 Dhu Al-Hijjah 1445H (corresponding to: 30 June 2024).

The Board of Directors of the Company approved, in its meeting held on 28 Muharram 1446H (corresponding to: 03 August 2024), the distribution of interim cash dividends of 56 million ﷲ to the company's shareholders for the second quarter of 2024 at a rate of 0.35 ﷲ (35 Halalas) per share. This comes in light of the authorization given by the Company's General Assembly to the Board of Directors to distribute interim dividends on a semi-annual or quarterly base for the fiscal year 2024 in accordance with the decision of the Extraordinary General Assembly on 24 Dhu Al-Hijjah 1445H (corresponding to: 30 June 2024).

The Board of Directors of the Company approved, in its meeting held on 10 Dhu Al-Qi`dah 1445H (corresponding to: 18 May 2024), the distribution of interim cash dividends of 56 million ﷲ to the company's shareholders for the first quarter of 2024 at a rate of 0.35 ﷲ (35 Halalas) per share. This aligns with the dividend distribution policy approved by the Ordinary General Assembly on Ramadan 22, 1444H (corresponding to April 13, 2023).

The Board of Directors of the Company approved, in its meeting held on 8 Ramadan 1445H (corresponding to: 18 March 2024), the distribution of interim cash dividends of 56 million ﷲ to the company's shareholders for the fourth quarter of 2023 at a rate of 0.35 ﷲ (35 Halalas) per share. This comes in light of the authorization given by the Company's General Assembly to the Board of Directors to distribute interim dividends on a semi-annual or quarterly base for the fiscal year 2023 in accordance with the decision of the Ordinary Assembly on 21 Dhu Al-Qi`dah 1443H (corresponding to: 20 June 2022).

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

14. Long term loans

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Current portion		
Loans from Ministry of Finance	18,714,240	18,714,240
Total Current portion	18,714,240	18,714,240
Non-Current portion		
Loans from Ministry of Finance	153,558,876	165,146,289
Total Non-current portion	153,558,876	165,146,289
Total	172,273,116	183,860,529

Aggregate maturities of loans are as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Within one year	18,714,240	18,714,240
From one year to five years	93,571,200	93,571,200
More than five years	133,435,615	152,147,617
Total	245,721,055	264,433,057

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Future loans payment	245,721,055	264,433,057
Less: un-amortized finance costs	(73,447,939)	(80,572,528)
Present value of loans payment	172,273,116	183,860,529
Less: current-portion of loans	(18,714,240)	(18,714,240)
Non-current-portion of loans	153,558,876	165,146,289

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

15. Government Grants

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Balance at the beginning of the period/year	105,835,007	114,937,928
Government grants amortized for the period/year	(6,224,437)	(9,102,921)
Balance at the end of the period/year	99,610,570	105,835,007
Current portion	6,486,460	7,846,052
Non-current portion	93,124,110	97,988,955
	99,610,570	105,835,007

16. Lease Liabilities

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Balance at the beginning of the period/year	120,248,750	121,585,672
Additions during the period/year	-	7,020,596
Finance cost of the period/year	5,773,969	7,979,893
Payments during the period/year	(9,294,735)	(16,098,261)
Transferred to trade payables	(7,500)	(7,500)
Transferred to related parties' payables	(48,625)	(231,650)
Balance at the end of the period/year	116,671,859	120,248,750

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Within one year	15,940,760	16,250,860
From one year to five years	68,560,190	70,800,950
More than five years	81,600,000	88,400,000
Total	166,100,950	175,451,810

The maturity dates for the lease liabilities are as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Future minimum lease payment	166,100,950	175,451,810
Less: un-amortized finance lease	(49,429,091)	(55,203,060)
Present value of minimum lease liabilities	116,671,859	120,248,750
Less: current-portion of lease liabilities	(15,940,208)	(16,179,839)
Non-current-portion of lease liabilities	100,731,651	104,068,911

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

17. Employees' end of service benefits

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Movement in the present value of the defined benefit obligation:	ﷲ	ﷲ
Present value of defined benefit obligation at beginning of the period/year	97,394,257	88,235,446
Current service cost during the period/year	10,253,832	14,153,997
Interest expense on employees' end of service benefits obligations	3,552,804	4,376,023
Actuarial gains based on a defined benefit plan recognized in the consolidated statement of comprehensive income during the period/year	(3,495,259)	(1,648,129)
Settlements on employee loans and advances during the period/year	-	(2,067,344)
Paid during the period / year	(6,302,910)	(5,655,739)
Present value of defined benefit obligation at end of the period / year	101,402,724	97,394,254

18. Trade payables

	Note	30 September 2025 (Unaudited)	31 December 2024 (Audited)
		ﷲ	ﷲ
Vendors payable		75,464,911	65,618,839
Amounts due to related parties	(19)	581,427	818,912
		76,046,338	66,437,751

19. Related party transactions and balances

The Group in the normal course of business carries on business with other enterprises and individuals that fall within the definition of a related party as per IFRS. These transactions are carried out in normal course of the business and are measured at exchange amounts, being the amounts agreed by both parties. The transactions are made at terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the end of the period/ year are unsecured, interest free and to be settled in cash. There have been no guarantees provided or received for any related party receivables or payables. The Group has not recorded any impairment of receivables relating to amounts owed by related parties for the period ended as at 30 September 2025 (31 December 2024: Zero) Any decrease in the value of receivables related to amounts due from related parties.

During the ordinary course of business, the Group engaged in several significant transactions with related parties (i.e., major shareholders of the Group) as illustrated below:

	30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
	ﷲ	ﷲ
Compensation to key management members	5,733,943	4,823,073
Purchases from companies owned by shareholders	6,844,521	10,595,831
Rental expense (paid) to shareholders	12,900,000	12,900,000
Rental expense (paid) to relatives of shareholders	700,000	700,000
Rental expenses (paid) to companies owned by major shareholders and their relatives	145,100	-
Clinical services rendered to shareholders	419,889	38,061

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

19. Related party transactions and balances (Continued)

Significant period/ year-end balances from transactions with related parties are as follows:

	Note	30 September 2025 (Unaudited) ﷲ	31 December 2024 (Audited) ﷲ
Amounts due from related party			
Main Shareholders		424,932	5,042
Other Related Parties		100,945	43,803
	(10)	525,877	48,845
Amounts due to related party			
Due to Related Parties	(18)	581,427	818,912
		581,427	818,912

20. Commitments and Contingencies

Letters of guarantee

The Group has letters of guarantee issued in the course of the normal business of the group as at 30 September 2025 with a total value of approximately 19.1 million ﷲ. (31 December 2024: approximately 4.5 million ﷲ).

Legal cases provision

There are some legal cases, in the normal course of business, that are still pending in front of the competent authorities, and the management works to resolve them, but the final outcome of these cases is not certain. The management closely monitors the updates and takes the necessary provision, based on the principle of conservatism. The management believes that the current provisions are sufficient and it does not expect that the results of these cases will be material on the condensed consolidated interim financial statements of the Group.

21. Financial assets and financial liabilities

Financial instruments risk management objectives and policies

The main financial instruments carried on the Group's condensed consolidated interim statement of financial position include cash and cash equivalents, accounts receivables and other debit balances, due from related parties, accounts payables, loans, due to related parties, accrued liabilities and other credit balances. The main purpose behind the Group's financial liabilities is to finance the operations and to provide guarantees to support the operations.

The Group's activities exposed it to various risks. These risks are: Market risk (which includes: Currency risk, fair value and cash flow interest rate risks and price risk), Credit risk and Liquidity risk. The Group's senior management oversees the management of these risks. The Group's senior management is supported by a financial risk committee that advises on financial risks and the appropriate financial risk governance framework for the Group. The financial risk committee provides assurance to the Group's senior management that the Group's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with Group policies and Group risk appetite. The board of Directors reviews and agrees policies for managing each of these risks, which are summarized below.

Al Hammadi Holding Company (A Saudi Joint Stock Company)
Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

21. Financial assets and financial liabilities (Continued)

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: interest rate risk, currency risk and other price risk such as equity price risk and commodity price risk. Financial instruments affected by market risk include: loans, borrowings and deposits.

Currency Risk

It is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Group's transactions are principally in ﷲ and US Dollars. As ﷲ is pegged to US Dollar, the Group does not have significant exposure to currency risk.

Cash flow interest rate risks

The exposures to various risks associated with the effect of fluctuations in the prevailing interest rates on the Group's financial positions and cash flows. The Group monitors the commission rate fluctuations on a continuous basis and acts accordingly. The Group's commission rates principally relate to its borrowings and are subject to change on periodic basis.

Price Risk

Price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all instruments traded in the market. The Group is currently not exposed to price risk as it has no investment in marketable securities.

Credit Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group places its cash with banks that have sound credit ratings. Accounts receivables and due from related parties are carried net of allowance for expected credit loss.

The maximum credit risk for the Group is as follows, and most of them are unsecured:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	ﷲ	ﷲ
Other receivables	10,417,082	7,204,889
Trade receivables	520,303,194	434,433,975
Cash at banks	123,607,335	245,027,717
Total	654,327,611	686,666,581

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

21. Financial assets and financial liabilities (Continued)

Liquidity Risk

Liquidity risk is the risk that an enterprise will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value. Liquidity risk is managed by monitoring on a regular basis that sufficient funds are available through committed credit facilities to meet any future commitments.

The table below summarizes the maturities of the Company's financial liabilities, based on contractual payment dates and current market interest rates:

<u>As at 30 September 2025 (Unaudited)</u>	<u>On demand ﷲ</u>	<u>Within one year ﷲ</u>	<u>After one year but not more than five years ﷲ</u>	<u>More than five years ﷲ</u>	<u>Total ﷲ</u>
Loans	-	18,714,240	93,571,200	133,435,615	245,721,055
Trade payables	76,046,338	-	-	-	76,046,338
Accrued expenses	40,218,750	-	-	-	40,218,750
Other payables	18,140,256	-	-	-	18,140,256
Lease liabilities	-	15,940,760	68,560,190	81,600,000	166,100,950

<u>As at 31 December 2024 (Audited)</u>	<u>On demand ﷲ</u>	<u>Within one year ﷲ</u>	<u>After one year but not more than five years ﷲ</u>	<u>More than five years ﷲ</u>	<u>Total ﷲ</u>
Loans	-	18,714,240	93,571,200	152,147,616	264,433,056
Trade payables	66,437,751	-	-	-	66,437,751
Accrued expenses	53,665,942	-	-	-	53,665,942
Other payables	15,990,506	-	-	-	15,990,506
Lease liabilities	-	16,250,860	70,800,950	88,400,000	175,451,810

Capital Management

The Group's objective when managing capital is to preserve the Group's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders. and maintaining a strong capital base to support the sustainable development of its business.

The ratio of the Group's adjusted net liabilities to the Group's equity is as follows:

	<u>30 September 2025 (Unaudited) ﷲ</u>	<u>31 December 2024 (Audited) ﷲ</u>
Total liabilities	695,587,331	689,512,417
Less: Cash at banks	(123,607,335)	(245,027,717)
Net liabilities	571,979,996	444,484,700
Total shareholder's equity	1,984,320,156	1,961,253,780
Net liabilities to Total shareholder's equity	0,29	0,23

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions.

There have been no changes to the objectives, policies and procedures for capital management during the period /years ended as at 30 September 2025 and to 31 December 2024.

Al Hammadi Holding Company (A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements for the Three-Month and Nine-Month Periods Ended 30 September 2025 (Unaudited)

(All Amounts in ﷲ Unless Otherwise Stated)

21. Financial assets and financial liabilities (Continued)

Fair Value

Financial instruments comprise financial assets and financial liabilities. Financial assets consist of cash and cash equivalents and accounts receivable. Financial liabilities consist of long-term loans, accounts payable, accruals and other liabilities and zakat payable.

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The fair values of financial instruments are not materially different from their carrying values.

22. Significant events during period

The company announced on the Saudi Stock Exchange website on 30 Shawwal 1446 H corresponding to 28 April 2025 that Al Hammadi Holding Company signed a non-binding memorandum of understanding to acquire 40% of the capital of Warid Health Company (a limited liability company) operating in the field of laboratory tests and home care, and has (29) branches in the Riyadh region. The term of the memorandum is 90 days, renewable for a similar period, and the final decision to purchase the Share is subject to the valuation of the shares, completion of due diligence, and obtaining the necessary approvals from the competent authorities. On 2 Safar 1447 H, corresponding to July 27, 2025 A, the company announced the extension of the Memorandum of Understanding for an additional (90) days for the purpose of preparing an independent assessment of feasibility and strategic alignment.

23. Subsequent events.

- The company's board of directors decided in its meeting held 17 Jumada Al-Awal 1447 H (corresponding to: 8 November 2025) to distribute interim cash dividends amounting to 32 million ﷲ to the company's shareholders for the third quarter of 2025 at a rate of 0.20 ﷲ (20 halalas) per share.
- On 4 Jumada Al-Awwal 1447H, corresponding to October 26, 2025 A, the company announced the extension of the Memorandum of Understanding with Warid Health Company for an additional (90) days for the purpose of preparing an independent assessment of feasibility and strategic alignment.

24. Approval of the condensed consolidated interim financial statements

These condensed consolidated interim financial statements have been approved by the board of directors on 17 Jumada Al-Awal 1447 H (corresponding to: 8 November 2025).