

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2025
WITH THE INDEPENDENT AUDITOR'S REVIEW REPORT

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE- AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2025

<u>Index</u>	<u>Page</u>
Independent Auditor's Review Report on The Interim Condensed Financial Statements	1 - 2
Interim statement of financial position (unaudited)	3
Interim statement of profit or loss and other comprehensive income (unaudited)	4
Interim statement of changes in equity (unaudited)	5
Interim statement of cash flows (unaudited)	6 - 7
Notes to the interim condensed financial statements (unaudited)	8 - 26

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

**TO THE SHAREHOLDERS OF RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)**

(1/2)

INTRODUCTION

We have reviewed the accompanying interim financial statements of **Raydan Food Company - listed joint stock company-** (the "Company") which comprises:

- The interim statement of financial position as at 30 September 2025;
- The interim statements of profit or loss and comprehensive income for the three-month and Nine-month periods then ended;
- The interim statement of changes in equity for the Nine-month period then ended;
- The interim statement of cash flows for the Nine-month period then ended, and;
- The notes to the interim condensed financial statements.

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

SCOPE OF REVIEW

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

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with International Accounting Standards (34) "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN:

We would like to draw attention to Note (19) to the condensed interim financial statements, which indicates that the Company's accumulated losses as of 30 September 2025 amounted to SAR 105,559,262 representing 66.8% of the share capital (31 December 2024: SAR 77,386,141, representing 48.9% of the share capital). The Company's current liabilities exceeded its current assets, resulting in a working capital deficit of SAR 56,829,482 (31 December 2024: SAR 35,233,245). These matters, indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern, Nevertheless, the Company is primarily dependent on executing its business plans to generate sufficient cash flows to enable it to meet its obligations as they fall due and to continue its operations without significant deficiency.

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

**TO THE SHAREHOLDERS OF RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)**

(2/2)


MATERIAL UNCERTAINTY RELATED TO GOING CONCERN (CONTINUED)

These plans include a package of corrective measures such as diversifying the Company's product offerings to increase branch sales, focusing on the catering segment, enhancing revenues through Signing long-term strategic agreements, expanding geographically into currently underserved areas, restructuring the franchise model, and reducing operating expenses by consolidating warehouses, slaughterhouses, and the central kitchen. In addition, on 29 May 2025 corresponding to 2 Dhul-Hijjah 1446H, the Company announced the Board of Directors' recommendation to the Extraordinary General Assembly of shareholders to restructure the Company's capital through a capital reduction followed by a rights issue. On 2 November 2025, the Company announced that the General Assembly approved, by a 95% majority, the Board of Directors' recommendation to reduce the Company's share capital by cancelling 8,494,864 shares, such that 0.53736 shares are cancelled for each owned share, Accordingly, the financial statements have been prepared on a going concern basis. Our conclusion has not been modified in respect of this matter.

EMPHASIS OF MATTER:

We would like to draw attention to Note (7), which states that during the period ended 30 September 2025, the Company's Board of Directors resolved to liquidate the operations of its subsidiary in the Arab Republic of Egypt. A liquidator was appointed on 7 January 2025, with the liquidation period set to one year starting from the date of registration in the commercial registry, Accordingly, Raydan Food Company lost control over Raydan Restaurants and Kitchens Egypt (a company under liquidation), and the financial statements of Raydan Food Company as of and for the period ended 30 September 2025 have been prepared and presented to reflect this. The results of operations of Raydan Restaurants and Kitchens Egypt for the period ended 30 September 2025 have been classified under "Income from discontinued operations" in these accompanying condensed interim financial statements, The comparative figures presented in the accompanying condensed interim financial statements represent the consolidated financial statements as of 31 December 2024 and for the three- and nine-month periods ended 30 September 2025, as the subsidiary was excluded during the current period. Our conclusion has not been modified in respect of this matter.

**For PKF Al Bassam
Chartered Accountants**



Ahmed A. Mohandis
Certified Public Accountant
License No. (477)

Jeddah, 22 Jumada Al-Awwal 1447H.
Corresponding to 13 November
2025.

 C. R. 1010385804
PKF Al Bassam
chartered accountants

INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 September 2025

(Expressed in Saudi Arabian Riyals)

	Note	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Assets			
Non-current assets			
Property, plant and equipment, net	4	83,701,786	95,501,944
Right-of-use assets, net	5	37,024,242	44,246,492
Investments in associates through equity method	6	35,460,162	36,340,784
Intangible assets, net		153,006	184,106
Total non-current assets		156,339,196	176,273,326
Current assets			
Inventories, net		1,240,312	3,057,161
Trade receivables, net	8	5,884,955	3,962,819
Due from a related party	13	1,363,406	2,071,461
Prepayments and other receivables, net	9	4,607,669	9,873,608
Cash and cash equivalents		1,720,937	1,199,555
Total current Assets		14,817,279	20,164,604
Total Assets		171,156,475	196,437,930
Shareholders and liabilities			
Shareholders			
Share capital		158,084,670	158,084,670
Accumulated losses		(105,559,262)	(77,386,141)
Foreign Currency Translation Reserve	7	--	279,728
Total Shareholders		52,525,408	80,978,257
Liabilities			
Non-current liabilities			
Lease liabilities – non-current portion	5	37,514,658	46,158,990
Long-term loans – non-current portion	10	--	2,248,414
End of service benefits		9,469,648	11,654,420
Total non-current liabilities		46,984,306	60,061,824
Current liabilities			
Lease liabilities – current portion	5	10,074,194	10,408,109
Long-term loans – current portion	10	3,020,949	2,967,528
Trade payables		27,502,837	21,911,735
Accrued expenses and other payables		30,589,944	19,583,938
Liabilities of Discontinued Operations – "Liquidation of a Subsidiary"	7	458,837	--
Accrued Zakat		--	526,539
Total Current liabilities		71,646,761	55,397,849
Total Liabilities		118,631,067	115,459,673
Total Shareholders and Liabilities		171,156,475	196,437,930

Chief Executive Officer

Khalil Kamil Abou Eadel



Chairman of the Board

Nair Bayan Al- Sulami

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

الرقم الموحد 920000043

الإدارة العامة: جدة - شارع الأمير متعب

هاتف: 00966 12 6781177 - 00966 12 6782277 فاكس: 00966 12 6780505

www.raydan.com.sa



INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(UNAUDITED)
FOR THE THREE- AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Revenue		23,648,776	32,716,264	94,423,726	122,750,096
Cost of revenue		(26,238,641)	(35,136,369)	(103,320,368)	(118,336,199)
Gross Loss		(2,589,865)	(2,420,105)	(8,896,642)	4,413,897
Selling and marketing expenses		(1,743,181)	(3,417,413)	(6,053,582)	(8,413,055)
General and Administrative expenses		(4,836,531)	(4,248,706)	(12,201,622)	(11,997,387)
Expected credit losses		--	(45,999)	(1,601,572)	(1,456,618)
Reversal impairment of other receivables		534,890	--	534,890	--
Operation loss		(8,634,687)	(10,132,223)	(28,218,528)	(17,453,163)
Share from investment in associate company Through equity method	6	(2,530,384)	(2,016,019)	(880,622)	1,397,341
Finance Costs		(755,216)	(810,132)	(2,425,146)	(2,647,004)
Other income		508,750	705,939	1,580,845	2,095,565
Gain from disposing property, plant and equipment	4	1,364,666	--	1,510,820	5,000
(Loss) before zakat and income tax		(10,046,871)	(12,252,435)	(28,432,631)	(16,602,261)
Zakat and Income Tax		--	(300,218)	--	(300,218)
Net loss for the period from continuing operations		(10,046,871)	(12,552,653)	(28,432,631)	(16,902,479)
Discontinued operations					
Company Share from discontinued operations – subsidiary liquidation	7	(16,546)	(202,388)	(20,218)	(761,789)
Net loss		(10,063,417)	(12,755,041)	(28,452,849)	(17,664,268)
Other comprehensive income (OCI):					
OCI that may be reclassified to profit or loss subsequently:					
OCI that may be reclassified to profit or loss subsequently		--	--	--	--
Total Other comprehensive loss		--	--	--	--
Total comprehensive (loss)		(10,063,417)	(12,755,041)	(28,452,849)	(17,664,268)
Attributable to:					
- The Parent Company's shareholders		(10,063,417)	(12,755,041)	(28,452,849)	(17,664,268)
Net loss after zakat		(10,063,417)	(12,755,041)	(28,452,849)	(17,664,268)
Attributable to:					
- The Parent Company's shareholders		(10,063,417)	(12,755,041)	(28,452,849)	(17,664,268)
Total comprehensive loss		(10,063,417)	(12,755,041)	(28,452,849)	(17,664,268)
Loss per share from continuing operations:					
From net loss for the period	11	(0.64)	(0.79)	(1.80)	(1.07)
Loss per share from discontinued operations:					
From net loss for the period	11	(0.001)	(0.013)	(0.001)	(0.05)

Chief Executive Officer

Khalil Kamil Abou Fadel



Chairman of the Board

Nair Bayan Al- Sulami

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

رقم الموحد: 920000043
الإدارة العامة: جدة - شارع الأمير متعب
هاتف: 00966 12 6781177 - فاكس: 00966 12 6780505





RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE -MONTH PERIOD ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)



	Note	Share capital	Accumulated losses	Foreign currency translation Reserve	Total equity
For the nine-month period ended at 30 September 2025					
As at 1 Jan 2025 (Audited)		158,084,670	(77,386,141)	279,728	80,978,257
Loss for the period		--	(28,452,849)	--	(28,452,849)
Other comprehensive losses		--	--	--	--
Total comprehensive losses		--	(28,452,849)	--	(28,452,849)
Exclusion of Foreign Currency Translation Reserve of the Subsidiary (Under Liquidation)	7	--	279,728	(279,728)	--
As at 30 September 2025 (Unaudited)		158,084,670	(105,559,262)	--	52,525,408
For the nine-month period ended at 30 September 2024					
As at 1 Jan 2024 (Audited)		158,084,670	(4,377,410)	350,685	154,057,945
Loss for the period		--	(17,664,268)	--	(17,664,268)
Other comprehensive losses		--	--	--	--
Total comprehensive losses		--	(17,664,268)	--	(17,664,268)
As at 30 September 2024 (Unaudited)		158,084,670	(22,041,678)	350,685	136,393,677

Chief Executive Officer
Khalil Kamil Abou Fadel



Chairman of the Board
Nair Bayan Al- Sulami

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

INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

RAYDAN

	Note	For the nine-month period ended 30 September	
		2025 (Unaudited)	2024 (Unaudited)
Operating activities			
Net Loss Before Zakat from Continuing Operations		(28,432,631)	(16,602,261)
Company's share of discontinued operations – subsidiary under liquidation		(20,218)	(761,789)
Net loss for the period including loss from discontinued operations		(28,452,849)	(17,364,050)
Adjustments for non-cash items:			
Depreciation of property, plant and equipment	4	7,080,223	7,417,399
Amortization of right of use assets	5	6,090,081	6,057,780
Gain from Lease disposing		(104,264)	--
Provision no longer required	9	(534,890)	(159,905)
Amortization of intangible assets		31,100	31,546
Finance cost	5	2,425,146	2,647,004
Expected credit losses	8	1,601,572	1,456,618
impairment in due from a related party	13	230,232	--
(Gain) on disposal of property, plant, and equipment	4	(1,510,820)	(5,000)
Share of investment in associates using the equity method	6	880,622	(1,397,341)
Defined benefit employee liabilities		876,723	1,199,197
		(11,387,122)	(116,752)
Changes in working capital			
Inventory		1,816,849	2,068,636
Trade receivables		(3,523,708)	3,931,163
Due from a related party		477,823	1,030,361
Prepayments and other receivables		5,484,479	2,028,918
Trade payable		5,591,102	6,175,157
Accrued expenses and other payables		11,760,975	603,392
Cash generated from operating activities		10,220,398	15,720,875
Employee termination benefits paid		(3,061,495)	(1,622,329)
Paid zakat		(526,539)	(263,270)
Net cash generated from operating activities		6,632,364	13,835,276
Investing activities			
Purchase of property, plant, and equipment	4	(992,789)	(4,569,989)
Proceeds from disposal of property, plant, and equipment		7,223,544	7,447
Purchase of intangible assets		--	(198,000)
Liability from discontinued operations (liquidation of a subsidiary)	7	20,218	--
Net cash generated from (used in) investing activities		6,250,973	(4,760,542)

Chief Executive Officer
Khalil Kamit Abou Hadel



Chairman of the Board
Nair Bayan Al- Sulami

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



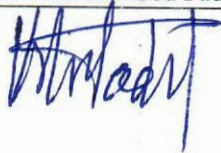
الرقم الموحد 920000043 الإدارة العامة: جدة - شارع الأمير متعب هاتف: 00966 12 6781177 - فاكس: 00966 12 6780505

INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

الريان
RAYDAN

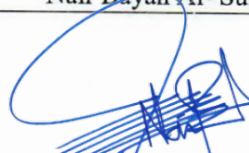
	Note	For the nine-month period ended	
		30 September	
		2025	2024
		(Unaudited)	(Unaudited)
Financing activities			
Repayment of loans	10	(2,489,176)	(5,064,438)
Repayment of lease liabilities	5	(9,872,779)	(7,715,231)
Net cash (used in) financing activities		(12,361,955)	(12,779,669)
Net change in cash and cash equivalents		521,382	(3,704,935)
Cash and cash equivalents at the beginning of the period		1,199,555	6,585,363
Cash and cash equivalents at the end of the period		1,720,937	2,880,428
Non-cash transactions			
Finance cost		2,425,146	2,647,004
Amortization of prepaid financing cost		(294,183)	(219,849)
Amortization of financing cost related to lease liabilities		(2,130,963)	(2,427,155)
Prepayments and other receivables		(550,021)	--
Used provision for impairment of other receivables		550,021	--
Right-of-Use Assets		1,132,169	--
Disposal of Leases		(1,132,169)	--
Addition right of use assets		--	(1,446,966)
Disposal of Leases		1,236,431	--
Lease liabilities		(1,236,431)	1,446,966
Liabilities of Discontinued Operations – "Liquidation of a Subsidiary"		438,619	--
Prepayments and other receivables		316,350	--
Accrued expenses and other payables		(754,969)	(1,710,879)
Lease liabilities		--	1,710,879
Re-evaluation of leases related to Right of use assets		--	(70,275)
Re-evaluation of leases related to lease liabilities		--	70,275
Accumulated losses		279,728	--
Foreign currency translation reserve		(279,728)	--

Chief Executive Officer
Khalil Kamil Abou Fadel




Chairman of the Board

Nair Bayan Al- Sulami




The accompanying notes form an integral part of these condensed interim financial statements. الإدارة العامة: الرقم الموحد 920000043

هاتف: 00966 12 6781177 - 00966 12 6782277 فاكس: 00966 12 6780505



RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE- AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

1. ORGANISATION AND ACTIVITIES

Raydan Food Company is a Listed Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration Number 4030180055 and Unified Number 7001562359, issued in Jeddah on 11 Jumada Al-Akhirah 1429H (corresponding to 15 June, 2008).

On 26 February, 2017, the Company obtained the approval of the Capital Market Authority (CMA) to list 30% of its shares on the Parallel Market “Nomu.”

On 17 November, 2019, the Company received the CMA’s approval to transfer from the Parallel Market to the Main Market, and accordingly, its shares were listed on the Main Market.

On 2 May, 2021, the CMA approved the Company’s request to increase its share capital by SAR 112.5 million through a rights issue, raising the capital to SAR 337.5 million. The capital increase process was completed on 25 August, 2021.

Based on the Extraordinary General Assembly meeting held on 9 Rabi’ Al-Awwal 1444H (corresponding to 5 October, 2022), it was approved to reduce the Company’s capital from SAR 337,500,000 to SAR 158,084,670 by offsetting accumulated losses amounting to SAR 179,415,330, which represents 53.16% of the Company's capital.

The Company’s activity includes managing full-service restaurants and banquet preparation kitchens for events.

The Company’s head office is located in Jeddah – Prince Muteb Street.

The financial statements also include the assets, liabilities, and activities of the Company and its following branches:

<u>Commercial Registration No.</u>	<u>City</u>	<u>Date (Hijri)</u>
4030212391	Jeddah	8 Jumada Al-Akhirah 1432H
4030212394	Jeddah	8 Jumada Al-Akhirah 1432H
4030212441	Jeddah	11 Jumada Al-Akhirah 1432H
4030212445	Jeddah	11 Jumada Al-Akhirah 1432H
4030212448	Jeddah	11 Jumada Al-Akhirah 1432H
4030212449	Jeddah	11 Jumada Al-Akhirah 1432H
4030212451	Jeddah	11 Jumada Al-Akhirah 1432H
4030263433	Jeddah	14 Rabi' Al-Awwal 1435H
4030318833	Jeddah	27 Rabi' Al-Akhirah 1440H
4030279638	Jeddah	7 Rabi' Al-Awwal 1436H
4030280791	Jeddah	11 Jumada Al-Awwal 1436H
4031098223	Makkah	6 Rabi' Al-Awwal 1438H
4031212516	Makkah	3 Jumada Al-Akhirah 1439H
4603149025	Al Qunfudhah	13 Sha'ban 1440H
4650083053	Madinah	25 Muharram 1439H
4031283146	Makkah	24 Dhu Al-Qi'dah 1444H
4030561800	Jeddah	19 Dhu Al-Hijjah 1445H
4030562715	Jeddah	26 Dhu Al-Hijjah 1445H
4030562845	Jeddah	27 Dhu Al-Hijjah 1445H

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

2. BASIS OF PREPERATION

2/1 Statement of Compliance

These condensed interim financial statements for the three- and nine month period ended 30 September 2025, have been prepared in accordance with International Accounting Standard (IAS) 34 – "Interim Financial Reporting", as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA). The accompanying condensed interim financial statements do not include all the disclosures and information required for full annual financial statements prepared in accordance with International Financial Reporting Standards (IFRS) as endorsed in the Kingdom of Saudi Arabia. Accordingly, these condensed interim financial statements should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2024.

2/2 Basis of Measurement

The condensed interim financial statements have been prepared based on the historical cost principle, except where International Financial Reporting Standards (IFRS) permit measurement using other valuation methods.

The preparation of the condensed interim financial statements in accordance with IFRS requires management to make judgments, estimates, and assumptions that may affect the application of accounting policies and the reported amounts in the condensed interim financial statements. These significant estimates and assumptions have been disclosed in the annual financial statements for the year ended 31 December 2024.

2/3 Functional and Presentation Currency

Items included in the Company's condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates (the "functional currency"). The condensed interim financial statements are presented in Saudi Riyals, which is both the functional and presentation currency.

2/4 Use of judgements and estimates

The preparation of the condensed interim financial statements requires management to make judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

The estimates and assumptions are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. These are used to determine the carrying amounts of assets and liabilities not readily apparent from other sources. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The significant judgments made by management in applying the Company's accounting policies are consistent with those disclosed in the financial statements for the previous year.

2/5 Going Concern

In addition to the disclosures made in Note (19) The Company's management has assessed the Company's ability to continue as a going concern and believes that the Company has sufficient resources to continue its operations for the foreseeable future. Furthermore, management has not identified any material uncertainties that may cast significant doubt on the Company's ability to continue as a going concern. Accordingly, the condensed interim financial statements have been prepared on a going concern basis.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

3. SIGNIFICANT ACCOUNTING POLICIES

3/1 Basis of consolidation of financial statements

The consolidated financial statements of the Company's include the financial statements and its subsidiary as shown in Note No. (1). Control is achieved when the Group's is exposed, or has rights, to returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. The Company considers controlling an investee when the Group's has:

1. Control of the investee company (existing rights that give it the current ability to direct the activities of the investee).
2. Exposure to risks and rights to various returns from its overlap with the investee company.
- 3- The ability to use its power over the investee company to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one of the elements of control described above. The process of consolidation of a subsidiary begins when the group obtains control of the subsidiary and ceases when the group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the consolidated financial statements from the date the Group acquires control of the subsidiary until the date it ceases.

Profits and losses and all components of other comprehensive income are attributable to the equity holders of the Company's parent company and to the holders of the non-controlling interests, even if this results in a deficit balance in favor of the non-controlling interests. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

A change in the ownership interest in a subsidiary, without a loss of control, is accounted for as an equity transaction, when the Group loses control of a subsidiary that.

- De-recognition of the assets (including goodwill) and liabilities of the subsidiary.
- De-recognition of the carrying amount of any non-controlling interest.
- Establishing the fair value of the amount received.
- Recognize the fair value of any investment held.
- Proving the surplus or deficit in profit or loss

The Parent Company's share of the aforementioned components of other comprehensive income is reclassified to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets and liabilities.

Eliminations

Intra-group balances and transactions, as well as any unrealized gains or losses arising from intra-group transactions, are eliminated in full when preparing these financial statements. Unrealized gains arising from transactions with equity investees are eliminated to the extent of the Group's interest in the investee. Unrealized losses are eliminated in the same way as unrealized gains, but to the extent that there is no evidence of impairment

Non-controlling interests

Non-controlling interests in the net assets of a subsidiary are recognized separately from the Group's rights to those net assets. Non-controlling interests consist of the amounts of those interests recognized at the date of the original business combination plus their interest in changes in equity in the company that occur after the acquisition date.:

3/2 New and amended IFRS standards issued

New standards and a set of amendments to existing standards have been issued, effective from January 1, 2025. These are disclosed in the annual financial statements; however, they do not have a material impact on the Company's condensed interim financial statements.

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

4. PROPERTY, PLANT AND EQUIPMENT, NET

4/1 The following is a statement of the net book value of property, machinery and equipment:

	Property, Plant, and Equipment	Capital Work in Progress	30 September 2025 (Unaudited)	31 December 2024 (Audited)
<u>Cost:</u>				
Balance at the beginning of the period / Year	247,743,154	1,752,445	249,495,599	243,283,219
Addition during the period / Year	--	992,789	992,789	6,236,726
Transferred from Capital Work in Progress / Year	794,635	(794,635)	--	--
Disposal during the period / Year	(13,478,429)	(2,000)	(13,480,429)	(24,346)
Balance at the end of the period / Year	235,059,360	1,948,599	237,007,959	249,495,599
<u>Accumulated amortization:</u>				
Balance at the beginning of the period / Year	111,714,119	--	111,714,119	102,031,241
Charged to the period / Year (Note 4/4)	7,080,223	--	7,080,223	9,703,190
Disposal during the period / Year	(4,417,107)	--	(4,417,107)	(20,312)
Balance at the end of the period / Year	114,377,235	--	114,377,235	111,714,119
<u>Provision for impairment:</u>				
Balance at the beginning of the period/year	42,279,536	--	42,279,536	9,572,027
Charged to the period / Year	--	--	--	32,707,509
Reversal of Impairment	(3,350,598)	--	(3,350,598)	--
Balance at the end pf the period / year	38,928,938	--	38,928,938	42,279,536
Net book values for the period / Year	81,753,187	1,948,599	83,701,786	95,501,944

4/2 Provision for obligations for removal, site rehabilitation and dismantling:

The company has no material obligations related to the removal or dismantling of its sites or infrastructure. Management monitors such obligations periodically, and based on its current review and understanding of applicable regulatory requirements in the Kingdom of Saudi Arabia, the terms of licensing agreements and relevant engineering estimates, it has determined that there is no potential material impact of provisions for removal or dismantling on the financial statements; therefore, no provision has been recognized in this regard.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

4. PROPERTY, PLANT AND EQUIPMENT, NET (CONTINUED)

4/3 Capital Work in Progress:

As part of its strategy to enhance operational efficiency and ensure supply quality, the company is establishing a central facility specialized in processing raw materials and supplying them ready-to-cook to all branches. The construction and full setup of the facility are expected to be completed by December 31, 2025, the estimated total cost of projects in progress is 2,950,000 Saudi Riyals.

- During the period ended 30 September 2025, there was capitalized finance cost amounting 95,328 SAR (as of December 31, 2024: 17,374 SAR).

4/4 Mortgages of real estate, property and equipment:

The property, plant and equipment include lands with a book value of 8,050,652 SR (31 December 2024: 9,050,652 SAR) mortgaged as security against a long-term loan (Note 10)

4/5 Depreciation charged to the period is distributed as follows:

	30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
Cost of Sales	6,456,325	6,828,540
Administrative expenses	623,898	588,859
	7,080,223	7,417,399

4/6 Disposals during the period:

Significant disposals from property, plant and equipment are as follows:

- 1- On March 16, 2025, the Company sold a plot of land it owned, identified as Plot No. 105, Block No. 8, in Scheme No. 1628, located in Al-Andalus District, Riyadh. The cost of the disposed land was 7.2 million SR, with an impairment provision of 3.4 million SR, resulting in a net carrying value of 3.8 million SR. The sale value was 3.75 million SR, resulting in a net loss of 75,000 SR.
- 2- On 18 August 2025, the company sold a plot of land it owned, number (204) in Scheme No. (238/B), located in the Al-Muntazahat district of Jeddah. The cost of the land and the buildings erected on it amounted to 3.1 million SAR, while the accumulated depreciation for the buildings and associated improvements amounted to 1.5 million SAR, resulting in a net book value of 1.6 million SAR for the disposed land and buildings. The sale price was 3 million SAR, resulting in a net profit of 1.4 million SAR.

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

5. RIGHT OF USE ASSETS, NET

5/1 Movement of right of use assets, Net

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
<u>Cost:</u>		
Balance at the beginning of the period / Year	78,275,503	76,758,621
Adjustments /Addition during the period / Year	--	1,517,242
Disposals during the period / Year (6/5)	(2,342,419)	--
Balance at the end of the period / Year	75,933,084	78,275,503
<u>Accumulated Amortization:</u>		
Balance at the beginning of the period / Year	27,117,616	18,692,235
Charge during the period / Year	6,090,081	8,425,381
Disposals during the period / Year (6/5)	(1,210,250)	--
Balance at the end of the period / Year	31,997,447	27,117,616
<u>Impairment of right-to-use assets:</u>		
Balance at the beginning of the period / Year	6,911,395	2,139,708
Charge during the period / Year	--	4,771,687
Balance at the end of the period / Year	6,911,395	6,911,395
<u>Net book values</u>		
Net book values of the period/ year	37,024,242	44,246,492

The Company leases warehouses and branch locations with lease terms ranging from 3 to 20 years.

- As of 31 December 2024, management assessed the impairment of the property, plant, and equipment of the branches, as well as the right-of-use assets for leased branches, through an external appraiser accredited by the Saudi Authority for Accredited Valuers, "Sadaqa Certified Accountants & Consultants", License No. 3912000017. The appraisal was conducted by considering the branches as cash-generating units. Based on the results of the appraisal, management concluded that the recoverable amount of certain cash-generating units was less than their carrying amount, and therefore, an impairment provision of SAR 4,771,687 was recognized for the right-of-use assets. The key assumptions and bases used in the valuation were:
 1. Future growth rates between 0% - 4%.
 2. The period for the approved business plans is 5 years.
 3. Discount rate of 15.44%.
- Impairment in non-current assets is assessed annually.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

5. RIGHT OF USE ASSETS, NET (CONTINUED)

5/2 Movement of lease liability, Net:

	30 September 2025 (Unaudited)	31 December 2024 (audited)
Balance at the beginning of the period / Year	56,567,099	62,319,967
Adjustments / additions during the period/ year	–	1,517,242
Disposals during the period / Year (6/5)	(1,236,431)	
Interest change during the period / year	2,130,963	3,193,000
Paid during the year	(9,872,779)	(10,463,110)
Balance at the ending of the period / Year	47,588,852	56,567,099

5/3 Lease liabilities as classified in the statement of financial position

	30 September 2025 (Unaudited)	31 December 2024 (audited)
Current liability	10,074,194	10,408,109
Non-current liability	37,514,658	46,158,990
	47,588,852	56,567,099

Lease liabilities were discounted using the Company's average marginal assumption rate of 4.5% to 8%

5/4 Expenses related to short-term and low-value lease contracts for the period ending on 30 September 2025 amounted to 613,153 SR (30 September 2024: 505,745 SR) and there are no commitments related to those contracts. These amounts were recorded as operating leases and were not included with the right-of-use assets

5/5 Undiscounted future cash flows for lease obligations are as follows:

	30 September 2025 (Unaudited)	31 December 2024 (audited)
During year	10,074,194	10,787,730
From 1 to 5 years	31,668,525	36,715,719
More than 5 years	17,650,000	21,640,000
	59,392,719	69,143,449

5/6 Movement of lease liability disposals:

The company excluded the lease agreement related to the Al-Zaidi catering kitchen. The exclusion action was as follows:

	30 September 2025 (Unaudited)	31 December 2024 (audited)
Cost of the disposed contract	(2,342,419)	--
Accumulated amortization of the disposed contract	1,210,250	--
Net book value discarded	(1,132,169)	--
Deduct: Net liabilities of the disposal contract	1,236,431	--
Gain from disposing the contract	104,262	--

*The contract excluded during the period had no balance within the impairment provision.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

6. INVESTMENT IN ASSOCIATE COMPANY THROUGH EQUITY METHOD

6/1 Al Jonah Sweets and Outside Carting Company. is a limited liability company registered in the Kingdom of Saudi Arabia and operates in the menu of external parties for third parties and providing cooked and uncooked meals and catering services. The Company's share in the capital of Al Jonah Company as on 30 September 2025 amounted to 30% (31 December 2024: 30%), and the investment movement was as follows:

	Notes	30 September 2025 (Unaudited)	31 December 2024 (audited)
<u>Investment cost</u>			
Investment cost		56,774,283	56,774,283
Total		56,774,283	56,774,283
<u>share in the results of the associate's business</u>			
Share of business results at the beginning of the period / year			
Share of business results at the period /year	6/3	(2,060,943)	(1,527,759)
Share of other comprehensive Loss at the period /year		(880,622)	(465,186)
		--	(67,998)
Total Company's share in the results of the associate's business		(2,941,565)	(2,060,943)
Share of the parent company 30%		53,832,718	54,713,340
Deduct			
Impairment in value of investment at beginning of the period/year			
Charged during the period/year		(18,372,556)	(15,687,536)
		--	(2,685,020)
Total impairment in value of investment at end of the period/year		(18,372,556)	(18,372,556)
Balance of the investment in an associate company through equity method		35,460,162	36,340,784

6/2 The following table summarizes the Al-Jonah company's financial information extracted from its interim condensed financial statements, in addition to the adjustments to arrive at the net book value of the Company's investment in Al-Jonah Company:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Current assets	18,226,784	15,487,523
Non-current assets	82,247,580	89,571,110
Current liability	(39,423,384)	(34,311,634)
Non-current liability	(21,356,193)	(28,116,808)
Total equity	39,694,787	42,630,191
Company's share "Raydan Food Company" 30%	11,908,436	12,789,057

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

6. INVESTMENT IN ASSOCIATE COMPANY THROUGH EQUITY METHOD (CONTINUED)

6/3 The following is a summary of the profit or loss statement for Al-Jonah Company for the period/ year:

	30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
Sales	70,051,412	77,229,282
Cost of sales	(47,387,254)	(47,564,828)
Operating expenses	(25,711,683)	(25,965,404)
Non-operating income/ losses	112,120	958,753
Net loss for the period / year	<u>(2,935,405)</u>	<u>4,657,803</u>
Company's share 30%	<u>(880,622)</u>	<u>1,397,341</u>

6/4 Impairment in Investment

As of 31 December, 2024, management assessed the impairment of its investment in Al Jonah sweet and outside catering limited (an associate), by evaluating the company as a cash-generating unit. Based on management's assessment and the presence of impairment indicators for the investment in the associate, the investment was valued as of 31 December, 2024, by a local valuer accredited by the Saudi Authority for Accredited Valuers (TAQEEM), "Sadaqa Certified Accountants & Consultants," License No. 3912000017. The valuation resulted in an impairment loss amounting to SAR 18.4 million, which was recorded in the statement of profit or loss. The key assumptions and bases used in the valuation were as follows:

1. Growth rates: 3%
 2. Approved business plan period: 5 years
 3. Discount rate: 12.4%
- Impairment in non-current assets is assessed annually

7. LIABILITY FROM DISCONTINUED OPERATIONS (SUBSIDIARY – UNDER LIQUIDATION)

7/1 In January 2025, the Company's Board of Directors resolved to liquidate its investment in the Arab Republic of Egypt (Raydan Egypt Kitchens and Restaurants Company), a wholly owned subsidiary with a capital of EGP 50,000. The decision was made to avoid foreign exchange losses.

7/2 Pursuant to the resolution of the Extraordinary General Assembly of Raydan Egypt Kitchens and Restaurants Company held on 7 January, 2025, the company was placed under liquidation, and Mr. Mohamed Ismail Amer was appointed as the liquidator. His duties, in accordance with Article 145 of Law No. 159 of 1981, are as follows:

- Settle the company's outstanding debts.
- Represent the company before the judiciary and accept settlements and arbitration.
- Sell the company's movable and immovable assets via public auction or any other means unless the liquidator's appointment document specifies a particular method of sale, the liquidation period shall be (one year) starting from the date of registration in the commercial register.

Accordingly, condensed interim financial statements have been prepared and presented independently for Raydan Food Company for the three- and nine-months periods ended 30 September 2025, as it lost control over Raydan Egypt Restaurants and Kitchens Company following the appointment of the liquidator on 7 January, 2025.

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

7. DISCONTINUED OPERATIONS (SUBSIDIARY – UNDER LIQUIDATION) (CONTINUED)

7/3 The Company's investment in the subsidiary under liquidation represents 100% ownership of the capital (2023: 100%) of Raydan Egypt Kitchens and Restaurants Company, a limited liability company registered in Egypt with Commercial Registration No. 71123 dated 21 Rabi' Al-Awwal 1435H (corresponding to January 22, 2014). The company's activities include establishing and operating fixed-location restaurants, providing ready-made meals, and engaging in real estate investment.

7/4 The following table summarizes the financial information of Raydan Egypt Kitchens and Restaurants Company (under liquidation), extracted from its financial records along with adjustments to arrive at the carrying value of the Company's share in the net liquidation deficit:

	30 September 2025 (Unaudited)
Total assets	255,452
Total liability	(714,289)
Net Liquidation Deficit	(458,837)
Company's Share of Net Deficit of liquidation 100% (Liability)	(458,837)

7/5 The following table summarizes the change in net liquidation liabilities for Raydan Egypt Restaurants and Kitchens (under liquidation) extracted from its financial statements:

	30 September 2025
Liabilities at the beginning of the period	--
Liabilities at the liquidation date	(438,619)
Increase in liquidation liabilities	(20,218)
Liabilities at the end of the period	(458,837)

8- TRADE RECEIVABLES, NET

	Note	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Trade receivables		8,607,454	5,083,746
Expected credit losses	8/1	(2,722,499)	(1,120,927)
		5,884,955	3,962,819

8/1 Movement of expected credit loss of the period/ year ended:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / Year	1,120,927	520,149
Charge during the period / Year	1,601,572	600,778
Balance at the end of the period / Year	2,722,499	1,120,927

The following is an analysis of the aging of trade receivables as at end of the period/ year:

	30 September 2025 (Unaudited)	31 December 2024(Audited)
Not due	4,030,875	2,346,853
From 1 to 60 days	1,497,945	1,494,654
From 61 to 120 days	277,028	143,397
Over 120 Days	2,801,606	1,098,842
Total	8,607,454	5,083,746
Less: Expected credit losses	(2,722,499)	(1,120,927)
	5,884,955	3,962,819

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

8- TRADE RECEIVABLES, NET

8/1 Movement of expected credit loss of the period/ year ended:

- The credit periods granted to customers range from 30-365 days and are classified according to their age after considering the impact of those periods.
- Subsequent collections from trade receivables amounted to SAR 1.2 million at 30 September 2025 (31 December 2024: 4.2 SAR million), which were excluded from trade receivables when calculating losses. The expected credit balance, so that the balance of net receivables subject to calculation becomes 7,4 Million SR (31 December 2024: 4 million SR), classified according to their age.

9. PREPAYMENTS AND OTHER RECEIVABLES

	30 September 2025 (Unaudited)	31 December 2024(Audited)
Prepaid expenses	1,609,352	2,494,615
Employees' receivables	1,063,128	1,786,822
Refundable deposits	740,720	839,562
Notes receivable	786,553	836,553
Advance payments to suppliers	357,916	294,960
Letters of guarantee	350,000	350,000
Other receivables	--	4,656,007
	<u>4,907,669</u>	<u>11,258,519</u>
Provision for impairment of other receivables	--	(1,084,911)
Provision for impairment of notes receivable	(300,000)	(300,000)
	<u>4,607,669</u>	<u>9,873,608</u>

9/1 The prepayments and other receivables Include

- The value of land and buildings (Kilo 14 Branch) expropriated by government authorities for the redevelopment of informal settlements in Jeddah amounts to a carrying value of SAR 4,553,942. This amount represents the expected compensation to be received from the relevant authorities in return for the expropriation. The value was determined based on the most recent certified valuation report as of 31 December 2022, issued by a certified valuer licensed in expropriation by the Saudi Authority for Accredited Valuers – Saber Real Estate Valuation, License No. 1210000589. In accordance, with the in the previously estimated value of compensation actually received, a provision for the decrease in the value of compensation amounting to SAR 1,084,911 was created.
- During the period ending September 30, 2025, the company received bank check number (603365) issued by the State Properties Authority on 28 August 2025, for the amount of 4,003,921 SAR, representing compensation for the expropriated land of the Kilo 14 branch. The check was deposited into the company's bank account on 28 August 2025. Accordingly, a portion of the provision established and referred to in the preceding paragraph, amounting to 550,021 SAR, was utilized. This amount represents the difference between the book value of the land, 4,553,942 SAR, and the compensation received. The remaining amount of the provision, 534,890 SAR, was returned as a provision no longer required.

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

10. LOANS

In 2018, the Company obtained a long-term loan amounting to SAR 35.1 million in the form of a finance lease to fund capital expansions. This loan is secured by mortgaging plots of land owned by the Company (Note 4). The loan bears an annual interest rate of 8%. The total finance charges related to this loan were fully deducted in advance from the amount received. The loan is repayable in quarterly installments ending on 15 October, 2024.

In 2024, the Company reached an agreement to reschedule the loan installments due on 15 October, 2024 of 5,150,569. As a result, additional finance charges of SAR 784,487 were incurred, paid in advance on the date of the rescheduling agreement, and are being amortized over the new loan term, which will end on 25 October, 2026.

10/1 Current and non-current

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
current portion	3,020,949	2,967,528
Non- current portion	--	2,248,414
	<u>3,020,949</u>	<u>5,215,942</u>

10/2 Movement in Loans:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / Year	5,215,942	10,195,158
Interest charge during the period / year	294,183	285,222
Payments during the period / year	(2,489,176)	(5,264,438)
Balance as at the end of the period/ year	<u>3,020,949</u>	<u>5,215,942</u>

During the period from the date of the financial statement until the Board of Directors' approval of these financial statements (the subsequent period), management has not entered into any agreements to reschedule the current portion of the loan, nor does management intend to reschedule it.

11. BASIC AND DILUTED LOSS PER SHARE

The loss per share was calculated from the net loss for the period ending 30 September 2025, based on the average number of shares outstanding on that date, amounting to 15,808,467 shares (30 September 2024: 15,808,467 million shares).

A- Loss per share from continuing operations:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Net loss attributable to the shareholders of the company	<u>(10,046,871)</u>	<u>(12,552,653)</u>	<u>(28,432,631)</u>	<u>(16,902,479)</u>
Weighted average number of common shares	15,808,467	15,808,467	15,808,467	15,808,467
Loss basic per share (EPS) from continuing operations	<u>(0.64)</u>	<u>(0.79)</u>	<u>(1.80)</u>	<u>(1.07)</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

11. BASIC AND DILUTED LOSS PER SHARE (CONTENUED)

B- Loss per share from discontinued operations:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Net (loss) attributable to the shareholders of the company	<u>(16,546)</u>	<u>(202,388)</u>	<u>(20,218)</u>	<u>(761,789)</u>
Weighted average number of common shares	15,808,467	15,808,467	15,808,467	15,808,467
(Loss basic per share (EPS) from continuing operations	<u>(0.001)</u>	<u>(0.013)</u>	<u>(0.001)</u>	<u>(0.048)</u>

Loss per share is calculated from the net loss for the period based on the weighted average number of common shares outstanding after adjusting for the effect of the potential dilution of common shares, if any

During the period there were no diluted shares, so the diluted earnings per share do not differ from the basic loss per share.

12. ZAKAT

The Company is subject to the Islamic Zakat, which is due at a rate of 2.5% of the approximate Zakat base or the adjusted net loss, whichever is higher.

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / Year	526,539	1,016,127
Charge during the period / year	--	300,218
Paid during period / Year	(526,539)	(789,806)
Balance at the end of the period / Year	--	526,539

Zakat position and tax of Raydan Food Company

-Period from 5 May, 2008 to 31 December, 2011:

A Zakat assessment was issued to the Company for this period. The Company objected to certain items in the assessment. A final assessment was subsequently issued, and the resulting differences were settled accordingly.

- Years 2012 to 2013:

Zakat returns were submitted for these years, and the Company has not received any inquiries or assessments related to them.

-Years 2014 to 2023:

Zakat returns were submitted for these years, and Zakat certificates were received. The Company received inquiries from the Authority for the years 2014 to 2023, after which the assessments were issued and settled accordingly.

-Year ended 31 December 2024:

The Zakat return was submitted, additional inquiries were received and responded to, and no zakat assessments were received as of the financial position date.

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

12. ZAKAT (CONTINUED)

The tax status of Raydan Food Company (VAT)

- Value Added Tax (VAT) returns have been submitted on a monthly basis up to September 2025.

The Company received inquiries for the years 2018 to 2023. Responses were provided, and the Authority issued assessments for the years 2021 and 2023 with a total amount of SAR 653,480, which was approved and subsequently settled.

- The company received inquiries for additional information from the Authority regarding the year 2024, and additional inquiries were received and responded to.

RAYDAN FOOD COMPANY
(LISTED JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

13. RELATED PARTIES DISCLOSURES

13/1 Transaction with related parties

The following table illustrated the total of significant transactions with the related parties during the period/ year and related balance as at 31 September 2025 and 31 December 2024:

<u>Due from related parties</u>	Name of Related party	Type of relationship	Nature of transaction	Transaction volume during the nine-month period ending September 30		Balance as in	
				2025 (unaudited)	2024 (unaudited)	30 September 2025 (Unaudited)	31 December 2024 (Audited)
	Al-Jonah Sweets and Outside Catering Ltd	Associate company	Payment	279,728	2,900,000	1,363,406	2,071,461
			Expenses	155,870	181,791		
			Purchases	1,143,653	4,353,715		
	Raydan Egypt Kitchens and Restaurants Company (Note 7)	Subsidiary (Under Liquidation)	Expenses on behalf	230,232	--	230,232	--
						1,593,638	2,071,461
	Provision for impairment of related parties					(230,232)	--
						1,363,406	2,071,461

Senior management employees are the persons who exercise authority and responsibility in planning, directing and monitoring the company's activities directly or indirectly, including any manager (whether executive or otherwise), whose salaries, wages, and the like during the period amounted to the following:

	Nature of Transaction	The Nine-month period ended	
		30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
Board & Key senior management employees	Board members' remuneration	1,726,139	2,064,763
	Salaries and allowances	1,229,971	1,971,180
	Employee benefit obligations	82,891	392,296
		3,039,001	4,428,239

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

14. BUSINESS SEGMENTS

The method of presenting the main segments has been determined based on the fact that the risks and benefits related to the company are significantly affected by the differences in the products of these segments. These segments are organized and managed separately according to the nature of the services and products, with each forming a distinct unit. The operating segments outlined below are identified based on the differentiation of service activities from which the company generates revenues and incurs costs.

The economic characteristics are reviewed, and the operating segments are aggregated based on the organization carried out by the operational decision-makers at least on a quarterly basis, and this is reviewed by the company's senior management.

The company operates in the Kingdom of Saudi Arabia through the following main business segments:

- 1- Popular Meals
- 2- Catering Services
- 3- Other Segments (Investments in associates and general and administrative activities)

Below is a summary of certain financial information by business segments as of and for the periods ended 30 September 2025, and 2024, summarized according to the aforementioned business segments:

As at 30 September 2025	Sector reports			
	Traditional meals	Catering Services	Other segments	Total
Revenue	85,352,594	8,922,431	148,701	94,423,726
Cost of revenue	(115,196,085)	(6,799,868)	(880,622)	(122,876,575)
Net (loss)/ profit of the sector	(29,843,491)	2,122,563	731,921	(28,452,849)
Sector assets	128,299,254	4,866,675	37,990,546	171,156,475
Sector liabilities	116,937,261	1,693,806	--	118,631,067

As at 30 September 2024	Sector reports			
	Traditional meals	Catering Services	Other segments	Total
Revenue	111,275,316	10,314,096	1,160,684	122,750,096
Cost of revenue	(131,014,321)	(10,704,429)	1,304,386	(140,414,364)
Net loss/ profit of the sector	(19,739,004)	(390,333)	2,465,070	(17,664,267)
Sector assets	198,114,193	8,541,785	39,558,988	246,214,966
Sector liabilities	106,151,051	3,670,238	--	109,821,289

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

15. FAIR VALUE AND FINANCIAL INSTRUMENT RISK MANAGEMENT

15/1- MEASURING THE FAIR VALUE OF FINANCIAL INSTRUMENTS

As of 30 September 2025, and 31 December 2024, the company did not have any financial instruments measured at fair value.

15/2- FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks, credit risk, liquidity risk, market price risk, currency risk and the risk of change in interest rates.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company is exposed to credit risk in respect of trade receivables, amounts due from related parties, and bank balances as follows:

- The Company manages credit risk relating to trade receivables by establishing credit limits for each customer and continuously monitoring outstanding receivables.
- Receivable balances are monitored to ensure that the Company does not incur material bad debts. Cash balances are maintained with financial institutions that have high credit ratings.

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 financial assets quickly at an amount close to its fair value. Liquidity risk is managed by monitoring on a regular basis that sufficient funds are available. The concentrations of liquidity risk may arise from the repayment terms of financial liabilities, sources of borrowings or reliance on a particular market in which to realize liquid assets. The following is the contractual maturities for financial liabilities at the end of the period, which are presented in gross and undiscounted amounts.

Market price risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risk: Interest rate risk, currency risk and other price risk.

Foreign currency risk

Currency risk is the risk of fluctuations in the value of financial instruments due to changes in foreign exchange rates. Currency risk arises when future commercial transactions, recognized assets, and liabilities are denominated in a currency different from the entity's functional currency.

Capital management

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain a strong capital base to support the sustained development of its businesses.

16. FINANCIAL INSTRUMENTS

The company's financial assets consist of cash and cash equivalents, liabilities from related parties, and trade receivables, and its financial liabilities consist of trade creditors, liabilities to related parties, and a long-term loan. The fair values of financial instruments do not differ materially from their book value. As at 30 September 2025, the Company did not hold any financial instruments measured at fair value.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025

(Expressed in Saudi Arabian Riyals)

17. SIGNIFICANT EVENTS

a. In accordance with the decision of the extraordinary general assembly of Raydan Kitchens and Restaurants Egypt Company held on January 7, 2025, the company has been placed under liquidation, and Mr. Mohamed Ismail Amer has been appointed as the liquidator. His duties, in accordance with Article 145 of Law 159 of 1981, include:

- 1- Settling the company's debts.
- 2- Representing the company in court, accepting reconciliation and arbitration.
- 3- Selling the company's assets, whether movable or real estate, through public auction or any other method unless specified in the liquidator's appointment document that the sale must be done in a specific manner.

The liquidation period will be one year, starting from the date of the commercial register endorsement.

b. On May 29, 2025 (corresponding to Dhu al-Hijjah 2, 1466), the Company announced the Board of Directors' recommendation to the Extraordinary General Assembly of the shareholders to restructure the Company's share capital through a capital reduction followed by a capital increase via a rights issue. As of the date of issuance of the condensed interim financial statements for the three- and nine-month periods ended September 30, 2025, the capital reduction and increase procedures had not yet been completed

18. COMPARATIVE FIGURES

Certain comparative period figures have been reclassified to conform to the presentation for during period figures.

19. MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

The condensed interim financial statements indicate that as of 30 September 2025, the company's accumulated losses amounted to SAR 105,559,262 representing 66.8% of the capital (31 December 2024: SAR 77,386,141, representing 48.9% of the capital). Additionally, the company's current liabilities exceeded its current assets, leading to a working capital deficit of SAR 56,829,482 (31 December 2024: SAR 35,233,245). These matters, indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Nevertheless, the Company is primarily dependent on executing its business plans to generate sufficient cash flows to enable it to meet its obligations as they fall due and to continue its operations without significant deficiency. These plans include a package of corrective measures such as diversifying the Company's product offerings to increase branch sales, focusing on the catering segment, enhancing revenues through signing long-term strategic agreements, expanding geographically into currently underserved areas, restructuring the franchise model, and reducing operating expenses by consolidating warehouses, slaughterhouses, and the central kitchen. In addition, on 29 May 2025 corresponding to 2 Dhul-Hijjah 1446H, the Company announced the Board of Directors' recommendation to the Extraordinary General Assembly of shareholders to restructure the Company's capital through a capital reduction followed by a rights issue. On 2 November 2025, the Company announced that the General Assembly approved, by a 95% majority, the Board of Directors' recommendation to reduce the Company's share capital by cancelling (8,494,864) shares, such that (0.53736) shares are cancelled for each owned share. Accordingly, the financial statements have been prepared on a going concern basis.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)
FOR THE THREE- AND NINE-MONTHS PERIODS ENDED 30 SEPTEMBER 2025
(Expressed in Saudi Arabian Riyals)

20. SUBSEQUENT EVENTS

On November 3, 2025, Raydan Food Company announced the results of its Extraordinary General Assembly Meeting (Second Meeting), The meeting resulted in a 95% approval of the Board of Directors' recommendation to reduce the company's capital by cancelling (8,494,864) shares, at a rate of (0.53736) shares for each share held, The reduction will be implemented at the close of trading on the second trading day following the Extraordinary General Assembly meeting at which the capital reduction was approved.

During the meeting, the following was also approved:

- Amendment of Article (7) of the company's Articles of Association concerning capital.
- Amendment of Article (8) of the company's Articles of Association concerning share subscription.

Other than what has been disclosed in the condensed interim financial statements, management believes there are no subsequent events that would require adjustments to the financial statements for the period from the date of the financial statements until the Board of Directors' approval of these condensed interim financial statements.

21. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The company's Board of Directors approved and authorized the issuance of these condensed interim financial statements on 19 Jumada Al-Awwal 1447H corresponding to 10 November 2025.