Almunajem Foods Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

With Independent Auditor's Review Report
For the three-month and six-month periods ended June 30, 2026 (unaudited)

Almunajem Foods Company
(A Saudi Joint Stock Company)

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

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
To the shareholders of Almunajem Foods Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Almunajem Foods Company (the "Company"), and its subsidiary (collectively with the Company referred to as the "Group") as at 30 June 2026, and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2026, and the related interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

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

Conclusion

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

For Ernst & Young Professional Services

Abdullah A. Alshenaibir
Certified Public Accountant
License No. (583)

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سجل تجاري ١٠١٠٣٨٣٨٢١
CR. 1010383821
شركة ارنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

Riyadh: 27 Safar 1448 H
(10 August 2026)

Almunajem Foods Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at JUNE 30, 2026

	Notes	*June 30, 2026 (Unaudited)* ⃁	*December 31, 2025 (Audited)* ⃁
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	**467,626,488**	383,801,624
Right-of-use assets	7	**167,639,891**	86,049,816
Intangible assets	8	**94,531,315**	1,765,942
Investment in an associate	9	**354,545,945**	347,147,544
Financial assets at fair value through other comprehensive income (FVOCI)	14	**109,750,000**	8,140,338
Long-term trade receivables	11	**4,221,420**	2,814,280
Advances to suppliers and contractors	13	**14,995,760**	19,708,806
TOTAL NON-CURRENT ASSETS		**1,213,310,819**	849,428,350
CURRENT ASSETS			
Inventories, net	10	**692,488,761**	643,471,675
Trade receivables, net	11	**348,434,583**	309,835,128
Prepayments and other assets	13	**28,468,347**	174,785,248
Short- term murabaha deposit – carried at amortised cost	15	**-**	100,000,000
Cash and cash equivalents	17	**32,216,146**	22,195,325
TOTAL CURRENT ASSETS		**1,101,607,837**	1,250,287,376
TOTAL ASSETS		**2,314,918,656**	2,099,715,726
EQUITY AND LIABILITIES			
EQUITY			
Share capital	18-a	**600,000,000**	600,000,000
General reserve	18-b	**96,818,580**	96,818,580
Actuarial valuation reserve		**(11,274,700)**	(11,274,700)
Fair value reserve of financial assets through FVOCI		**(4,794,958)**	114,552
Retained earnings		**481,001,550**	359,280,570
TOTAL EQUITY		**1,161,750,472**	1,044,939,002
LIABILITIES			
NON-CURRENT LIABILITIES			
Lease liabilities	7	**142,655,435**	72,024,027
Employees' defined benefit liabilities		**68,036,862**	67,399,487
Long term loans	16	**29,571,353**	11,321,764
Other long-term liabilities		**2,288,597**	1,153,523
TOTAL NON-CURRENT LIABILITIES		**242,552,247**	151,898,801
CURRENT LIABILITIES			
Short term loans	19	**323,000,000**	325,000,000
Trade payables, accruals, and other liabilities	20	**526,455,446**	522,856,188
VAT payable		**26,290,082**	25,934,523
Zakat payable	21	**10,716,263**	14,350,859
Lease liabilities	7	**24,154,146**	14,736,353
TOTAL CURRENT LIABILITIES		**910,615,937**	902,877,923
TOTAL LIABILITIES		**1,153,168,184**	1,054,776,724
TOTAL EQUITY AND LIABILITIES		**2,314,918,656**	2,099,715,726

Mohammed Salman Mehmood	Ali Hasan El Zein	Saleh Abdullah Almunajem
Chief Financial Officer	Chief Executive Officer	Chairman

The accompanying notes from 1 to 30 form an integral part of these interim condensed consolidated financial statements.

Almunajem Foods Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2025

	Note	**For the three-month period ended**		**For the six-month period ended**	
		June 30, 2026 ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)	**June 30, 2026** ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)
Revenues	22	**812,508,139**	797,298,851	**1,673,886,889**	1,698,788,117
Cost of revenues		**(631,431,279)**	(675,066,431)	**(1,307,451,104)**	(1,443,228,726)
GROSS PROFIT		**181,076,860**	122,232,420	**366,435,785**	255,559,391
Other income (expenses), net	23	**640,062**	(751,904)	**607,847**	(3,384,717)
Selling and distribution expenses		**(77,738,671)**	(75,772,518)	**(151,481,962)**	(151,876,190)
General and administrative expenses		**(13,209,884)**	(9,785,386)	**(24,262,404)**	(18,010,560)
Allowance for expected credit losses	11	**(1,893,055)**	(300,000)	**(2,384,964)**	(350,000)
OPERATING INCOME		**88,875,312**	35,622,612	**188,914,302**	81,937,924
Finance cost, net	24	**(5,144,012)**	(5,388,768)	**(9,529,454)**	(9,983,289)
Dividends from investments at OCI		**875,000**	-	**875,000**	-
Share in results of associate	8	**2,626,099**	4,166,426	**7,398,401**	6,526,490
PROFIT BEFORE ZAKAT		**87,232,399**	34,400,270	**187,658,249**	78,481,125
Zakat	17	**(2,519,477)**	(3,413,995)	**(5,937,269)**	(7,461,374)
NET PROFIT FOR THE PERIOD		**84,712,922**	30,986,275	**181,720,980**	71,019,751
OTHER COMPREHENSIVE LOSS					
Items that will not be reclassified to profit or loss					
Unrealized loss on financial assets at fair value through other comprehensive income (FVOCI)		**(22,625,000)**	-	**(4,909,510)**	-
Other comprehensive loss for the period		**(22,625,000)**	-	**(4,909,510)**	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**62,087,922**	30,986,275	**176,811,470**	71,019,751
Earnings per share:					
Basic and diluted earnings per share from net profit	25	**1.41**	0.52	**3.03**	1.18

Mohammed Salman Mehmood Chief Financial Officer	Ali Hasan El Zein Chief Executive Officer	Saleh Abdullah Almunajem Chairman

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The accompanying notes from 1 to 30 form an integral part of these interim condensed consolidated financial statements.

Almunajem Foods Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX- MONTHS PERIOD ENDED JUNE 30, 2026

	Share capital ⃁	*Reserve* ⃁	*General Reserve* ⃁	*Actuarial valuation reserve* ⃁	*Fair value reserve of financial assets through FVOCI* ⃁	*Retained earnings* ⃁	*Total* ⃁
As at January 1, 2025 (Audited)	600,000,000	96,818,580	-	(6,375,512)	-	319,531,748	1,009,974,816
Net profit for the period	-	-	-	-	-	71,019,751	71,019,751
Other comprehensive income for the period	-	-		-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	71,019,751	71,019,751
Dividends (note 26)						(60,000,000)	(60,000,000)
As at June 30, 2025 (Unaudited)	600,000,000	96,818,580	-	(6,375,512)	-	330,551,449	1,020,994,567
As at January 1, 2026 (Audited)	**600,000,000**	**96,818,580**	-	**(11,274,700)**	**114,552**	**359,280,570**	**1,044,939,002**
Net profit for the period	-	-	-	-	-	**181,720,980**	**181,720,980**
Other comprehensive loss for the period	-	-	-	-	**(4,909,510)**	-	**(4,909,510)**
Total comprehensive income for the period	-	-	-	-	**(4,909,510)**	**181,720,980**	**176,811,470**
Dividends (note 26)	-	-		-	-	**(60,0000,000)**	**(60,000,000)**
Transfer statutory reserve to general reserve (note 18-b)	-	**(96,818,580)**	**96,818,580**	-	-	-	-
As at June 30, 2026 (Unaudited)	**600,000,000**	-	**96,818,580**	**(11,274,700)**	**(4,794,958)**	**481,001,550**	**1,161,750,472**

Mohammed Salman Mehmood
Chief Financial Officer

Ali Hasan El Zein
Chief Executive Officer

Saleh Abdullah Almunajem
Chairman

The accompanying notes from 1 to 30 form an integral part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX -MONTHS PERIOD ENDED JUNE 30, 2026

	Notes	*June 30, 2026 (Unaudited)* ⃀	*June 30, 2025 (Unaudited)* ⃀
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before zakat		**187,658,249**	78,481,125
Adjustments for:			
Depreciation of right-of-use assets	7	**13,036,067**	7,846,807
Depreciation of property, plant and equipment	6	**18,437,269**	15,728,977
Amortization of intangible assets		**379,470**	321,486
Interest on lease liabilities	7	**4,022,691**	2,847,910
Interest charged on short term loans	24	**6,376,806**	7,245,549
Allowance for expected credit losses	11	**2,384,963**	350,000
Inventory allowance	10	**111,713**	108,690
Share in results in an associate	9	**(7,398,401)**	(6,526,490)
Dividends from investments at OCI		**(875,000)**	-
Provision for decommissioning		**17,003**	-
Gain on disposal of property, plant, and equipment	23	**(1,124)**	(1,323)
Provision for employees' benefit obligations		**3,872,324**	6,828,933
		228,022,030	113,231,664
Changes in working capital:			
Trade receivables		**(42,391,558)**	(8,422,279)
Prepayments and other assets		**146,316,900**	(38,706,033)
Inventories		**(49,128,799)**	(5,617,096)
Trade payables, accruals, and other liabilities		**4,077,194**	(59,121,931)
VAT payable		**355,559**	3,190,132
		287,251,326	4,554,457
Finance costs paid		**(6,376,806)**	(9,204,251)
Employees' benefit obligations paid		**(3,234,949)**	(3,398,625)
Zakat paid		**(9,571,865)**	(11,743,429)
Net cash from (used in) operating activities		**268,067,706**	(19,791,848)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchases of property, plant, and equipment	6	**(102,263,612)**	(32,627,836)
Proceeds from short- term murabaha deposit – carried at amortised cost		**100,000,000**	-
Proceeds from disposal of property, plant, and equipment		**2,604**	2,614
Payments for purchases of intangible assets		**(93,144,843)**	(263,689)
Dividends from investments at OCI		**875,000**	-
Payments for purchase of financial assets at OCI	14	**(106,519,172)**	(17,253,277)
Advances to suppliers and contractors	13	**4,713,046**	-
Net cash used in investing activities		**(196,336,977)**	(50,142,188)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of principal portion of lease liabilities	7	**(18,599,632)**	(9,047,816)
Proceeds from short-term loans	19	**696,000,000**	1,996,000,000
Repayments of short-term loans	19	**(698,000,000)**	(1,861,000,000)
Dividends paid	16	**(60,000,000)**	(60,000,000)
Proceeds from long term loans		**18,889,724**	-
Net cash (used in) from financing activities		**(61,709,908)**	65,952,184
Net change in cash and bank balances		**10,020,821**	(3,981,852)
Cash and bank balances at the beginning of the period		**22,195,325**	42,628,379
Cash and bank balances at the end of the period	17	**32,216,146**	38,646,527
SIGNIFICANT NON-CASH TRANSACTIONS			
Right of use assets		**95,637,840**	54,473,153
Lease liabilities		**95,637,840**	54,473,153

Mohammed Salman Mehmood Chief Financial Officer	Ali Hasan El Zein Chief Executive Officer	Saleh Abdullah Almunajem Chairman

The accompanying notes from 1 to 30 form an integral part of these interim condensed consolidated financial statements.

1 CORPORATE INFORMATION

Almunajem Foods Company (the "Company") is a Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia (KSA) under commercial registration numbered 1010231822 and unified number 7018062989, dated Rabie Al Thani 7, 1428H (corresponding to April 24, 2007). The registered address of the Company is located at Riyadh, P O Box 1544, Riyadh 11441, KSA.

The Company is a subsidiary of Abdullah Al Ali Almunajem Sons Group (the "Ultimate Parent") which is a Closed Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010000565 dated Dhu Al-Qidah 11, 1376H (corresponding to June 10, 1957). The registered address of the Company is located at Riyadh, P O Box 2395, Riyadh 11451, KSA.

Since December 20, 2021, 30% of the Company's shares are listed in Saudi Stock Exchange market (Tadawul). Currently, 69.3% of the Company is owned by Abdullah Al Ali Almunajem Sons Group and 0.7% by AlKafaa Real Estate Company.

The Company is engaged in wholesale and retail trading in fruits, vegetables, cold and frozen poultry and meat, bottled, food stuff, through its following branches:

Commercial registration	***Branch location***
1131026002	Buraydah
2050059043	Dammam
4030176226	Jeddah
5855030212	Khamis Mushait
4650046753	Medina
3550027505	Tabuk
3350031238	Hail
2250045420	Al-Ahsa
4031067309	Makkah
4032032800	Taif
5900017953	Jizan
1010401313	Riyadh
1010465454	Riyadh
4030291805	Jeddah
1010653210	Riyadh
3400119907	Sakaka

For the period ended June 30, 2026, and for the year ended December 31, 2025, these consolidated financial statements included the financial information of the Company and its following subsidiary, "the Group".

		Ownership			
Subsidiary	***Year of incorporation***	***June 30, 2026***	*December 31, 2025*	***Principal activity***	***Country of incorporation***
The Optimal Solutions Company for Logistics Services	2024	**100%**	100%	Activities of third-party logistics	Kingdom of Saudi Arabia

Optimal Solutions Company for logistics services is a limited liability company registered in the Kingdom of Saudi Arabia under commercial registration number 1009107581 dated on September 29, 2024 (corresponding/ to Rab' al-Awwal 26, 1446 H), with a share capital of ⃁ 1,000,000.

Geopolitical developments
During the period ended June 30, 2026, the geopolitical tensions in the Middle East has escalated, leading to a state of regional instability. As of the date of issuance of these interim condensed consolidated financial statements, the Group has not identified any material impact on its operations, supply chains, or financial position. Management continues to monitor the geopolitical situation in the Middle East to assess if any further escalation or continuation of the conflict could result in any impact on the Group's operations and results.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These interim condensed consolidated financial statements for the six-month period ended June 30, 2026, have been prepared in accordance with International Accounting Standard (34) "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by Saudi Organization for Chartered and Professional Accountants ("SOCPA").

These condensed consolidated interim financial statements do not include all the information and disclosures required to prepare a full set of the consolidated financial statements prepared in accordance with IFRS Accounting Standards ("IFRS") as endorsed in the Kingdom of Saudi Arabia and should be read in conjunction with the Group's annual financial statement for the year ended December 31, 2025 ("last annual consolidated financial statements"). However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements. In addition, the results for the six-month period ended June 30, 2026, are not necessarily indicative of the results that may be expected for the year ending December 31, 2026.

2.2 Judgments and Estimates

The preparation of Group's interim condensed consolidated financial statements in accordance with IFRS as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements as endorsed by Saudi Organization for Chartered and Professional Accountants require management to make judgements, estimates, and assumptions that affect the reported amounts of revenues, costs, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. Actual results may differ from these estimates.

The significant estimates made by the management when applying the Group's accounting policies and the significant sources of uncertainties were similar to those shown in the Group's latest annual consolidated financial statements. See note 5 for further details.

2.3 Basis of measurement

These interim condensed consolidated financial statements have been prepared under the historical cost basis except for the employees' benefit obligations, which have been measured in accordance with the projected unit credit method.

2.4 Going concern

These interim condensed consolidated financial statements have been prepared under the going concern basis. The Company's management has made an assessment of the Group's ability to continue as a going concern and is satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Group's ability to continue as a going concern.

2.5 Fair Value Measurement

A number of the Group's accounting policies and disclosures require the measurement of fair value, for both financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values for financial assets and liabilities. This includes a team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of the Standards, including the level in the fair value hierarchy in which the valuations should be classified. Significant valuation issues are reported to the Group's audit committee.

When measuring the fair value of assets or liabilities, the Group uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in capital markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data. (unobservable inputs).

2. BASIS OF PREPARATION (continued)

2.5 Fair Value Measurement (continued)

If the inputs used to measure the fair value of an asset or liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Management assessed that the fair values of cash and bank balances, trade receivables, prepayments and other assets, trade payables, accruals, and other liabilities, vat payable approximate their carrying values largely due to the short-term maturities of these financial instruments.

3. PRESENTATION AND FUNCTIONAL CURRENCY

These interim condensed consolidated financial statements are presented in Saudi Riyals ("⃁") which is the presentation currency of the Group.

4. MATERIAL ACCOUNTING POLICIES

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2025, except for the application of new accounting policies below effective from January 1, 2026.

Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit or loss and other comprehensive income in the expense category that is consistent with the function of the intangible assets.

Intangible assets with indefinite useful lives are tested for impairment annually either individually or at the CGU level, as appropriate and when circumstances indicate that the carrying value may be impaired.

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Any gain or loss arising upon derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss and other comprehensive income.

<u>Computer software</u>

Computer software licenses are capitalised on the basis of the costs incurred when specific software was purchased and configured for use. Amortisation is charged to the statement of profit or loss on a straight-line basis over the useful life of 5 years.

<u>Trademark</u>

Trademark by names of "Doux" and "Supreme" was acquired and assessed as having indefinite useful life. It is stated at cost less accumulated impairment, if any.

4. MATERIAL ACCOUNTING POLICIES (continued)

STANDARDS ISSUED BUT NOT YET EFFECTIVE AND OTHER AMENDMENTS

New and amended standards and interpretations

Following are the standards and amendments effective on January 1, 2026 or after (unless otherwise stated) and do not have a material impact on the Group 's interim condensed financial statements. The Group has not adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The Amendments include:

- Clarifications of the requirements for recognition and derecognition of financial assets and financial liabilities. In particular, a financial liability is derecognised on the ‘settlement date’ and an accounting policy choice is introduced (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date.
- Additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance (ESG) and similar features should be assessed
- Clarifications on what constitute ‘non-recourse features’ and what are the characteristics of contractually linked instruments.
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI).

The amendments had no impact on the Group’s interim condensed financial statements

Annual Improvements to IFRS accounting Standards – Volume 11

In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS accounting standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial instruments: Disclosure and its accompanying Guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements and IAS 7 Statements of Cash Flows.

The amendments had no impact on the Group’s interim condensed financial statements

Contracts Referencing Nature -dependent Electricity – Amendments to IFRS 9 and IFRS 7

In December 2024, the IASB issued Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity. The amendments apply only to contracts that reference nature-dependent electricity, and they:

- Clarify the application of the ‘own-use’ requirements for in-scope contracts.
- Amend the designation requirements for a hedged item in a cash flow hedging relationship for in -scope contracts
- Add new disclosure requirements to enable investors to understand the effect of these contracts on a Group’s financial performance and cash flows.

The amendments had no impact on the Group’s interim condensed financial statements

New and amended standards and interpretations not yet effective

The new amended, issued standards and interpretations, which are not effective yet have not been adopted early by the Group and will be adopted on their effective date as applicable. The adoption of these standards and interpretations is not expected to have any material impact on the Group on the effective date, except IFRS 18, which the Group is currently evaluating the impact of its adoption on the financial statements.

Standard, Amendment or Interpretation	***Effective date***
- IFRS (18): Presentation and Disclosure in Financial Statements – Replaces IAS (1) Presentation of Financial Statements. *	January 1, 2027
- IFRS (19) - Subsidiaries without Public Accountability: Disclosures	January 1, 2027
- IAS (21) The Effects of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency	January 1, 2027
- Amendments to IFRS (10) and IAS (28): Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	The effective date of this amendment is postponed indefinitely.

4. MATERIAL ACCOUNTING POLICIES (continued)

STANDARDS ISSUED BUT NOT YET EFFECTIVE AND OTHER AMENDMENTS (continued)

New and amended standards and interpretations not yet effective (continued)

*** Expected Impact of the Initial Application of IFRS 18 "Presentation and Disclosure in Financial Statements"**

In April 2024, the International Accounting Standards Board ("IASB") issued IFRS 18 Presentation and Disclosure in Financial Statements, which replaces IAS 1 Presentation of Financial Statements and becomes effective for annual reporting periods beginning on or after January 1, 2027. The new standard introduces new requirements and updates to the condensed consolidated statement of profit or loss, with the primary objective of improving comparability within the condensed consolidated statement of profit or loss and enhancing transparency regarding management-defined performance measures.

The key new concepts introduced by IFRS 18 include:

- A revised structure for the statement of profit or loss, requiring income and expenses to be classified into five defined categories based on the entity's main business activities, together with the presentation of mandatory subtotals;
- Enhanced principles for aggregation and disaggregation, which generally apply to the primary financial statements and the accompanying notes; and
- Mandatory disclosures in the financial statements of certain profit or loss performance measures that are communicated outside the entity's financial statements and are referred to as management-defined performance measures.

The Group expects that the impact of IFRS 18 will primarily relate to presentation, disclosure and reclassification matters and is not expected to have a material effect on the measurement or recognition of assets, liabilities, equity or the Group's net results.

A) Structure of the Statement of Profit or Loss
The standard is expected to result in changes to the presentation of certain line items and subtotals in the condensed consolidated statement of profit or loss, namely operating, investing, financing, and discontinued operations. This classification depends on the main business activities of the entity.

Based on the Group's assessment and the nature of its main business activities, the Group expects changes to the current structure of the condensed consolidated statement of profit or loss to result in:

- Assessing whether certain investing activities of the Company represent a specified main business activity under IFRS 18 and evaluating the resulting impact on the classification of related income and expenses;
- Reassessing the classification of finance income, including commission income and returns on deposits and investments, in accordance with the categories prescribed by IFRS 18;
- Reclassifying certain finance costs and bank commission expenses to the financing category rather than presenting them within operating expenses, where required by IFRS 18;
- Presenting the new mandatory subtotals required by IFRS 18, including operating profit or loss and other relevant subtotals.

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4. MATERIAL ACCOUNTING POLICIES (continued)

STANDARDS ISSUED BUT NOT YET EFFECTIVE AND OTHER AMENDMENTS *(*continued*)*

New and amended standards and interpretations not yet effective (continued)

Expected Impact of the Initial Application of IFRS 18 "Presentation and Disclosure in Financial Statements" (continued)

B) Aggregation and Disaggregation
The new aggregation and disaggregation requirements are expected to result in changes to present the most useful structured summary of information. The Group has assessed how items should be aggregated and disaggregated in the primary financial statements and the notes on the basis of shared and dissimilar characteristics.
Based on this assessment, certain profit or loss line item descriptions, aggregations and subtotals may change to provide useful structured summaries and disclose additional material information in the notes. The Group also expects enhanced disclosure requirements relating to the aggregation and disaggregation of information.
The Group has also assessed line items currently labelled as "other" and will use more informative descriptions that explain the nature of the aggregated items more clearly.

C) Management-defined Performance Measures ("MPMs")
Management-defined performance measures ("MPMs") are subtotals of income and expenses used in public communications outside the financial statements that communicate management's view of an aspect of the financial performance of the entity as a whole. IFRS 18 requires specific information relating to MPMs to be disclosed in a single note within the condensed consolidated financial statements.
The Group has evaluated the public communications that should be considered when determining management-defined performance measures. These measures relate to the same reporting period covered by the condensed consolidated financial statements. Accordingly, any management-defined performance measures to be disclosed by the Group following the adoption of IFRS 18 will be determined based on the public communications issued by the Group relating to the relevant reporting period.

D) Consequential Amendments
The Group has also evaluated the consequential amendments arising from IFRS 18, including amendments to IAS 7 *Statement of Cash Flows*.
Under the amended requirements, entities are required to use the newly defined operating profit subtotal as the starting point when presenting cash flows from operating activities using the indirect method. The Group currently uses profit before zakat as the starting point for the reconciliation to cash flows from operating activities. Certain adjusting items included in the reconciliation will change as a result of the new starting point.

The consequential amendments also provide specific guidance on the classification of cash flows related to interest and dividends. In accordance with this guidance, the Group will classify cash flows arising from interest paid within financing activities rather than operating activities. Cash flows arising from interest received, dividends received and dividends paid will continue to be classified within investing and financing activities, respectively.

Group's assessment remains ongoing and further refinements to the expected impact may arise as implementation activities progress and additional industry and regulatory guidance becomes available.

5. SIGNIFICANT JUDGEMENTS, ASSUMPTIONS AND ESTIMATES

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

The estimates and underlying assumptions are reviewed on an ongoing basis. The differences arising on revisions to estimates are recognized prospectively.

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 applied to the Group's annual financial statements.

Provision for expected credit losses of trade receivables and contract assets
The Group uses a provision matrix to calculate ECLs for trade receivables and contract assets. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns (i.e., customer type and rating).

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust the historical credit loss experience with forward-looking information. For instance, if forecast economic conditions (i.e., gross domestic product) are expected to deteriorate over the next year which can lead to an increased number of defaults in the manufacturing sector, the historical default rates are adjusted. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

Useful lives and residual values of property and equipment
The useful life of each item of the Group's property and equipment is estimated based on the period during which the asset is expected to be available for use. This estimate is based on a collective evaluation of practices in similar businesses, internal technical evaluation, past experience with similar assets and application of judgments when the asset becomes available for use and computation of the depreciation cost.

The estimated useful life of each asset is periodically reviewed and updated in the event that expectations differ from previous estimates as a result of normal depreciation of the asset, technical and commercial obsolescence, legal or other restrictions on the use of the asset. Any change in the estimated useful life or depreciation pattern will be accounted for prospectively.

Leases – Estimating the incremental borrowing rate
The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Group 'would have to pay', which requires estimation when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.

6. PROPERTY, PLANT AND EQUIPMENT

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Cost:		
At the beginning of the period/year	**689,134,272**	569,377,667
Additions during the period/year	**102,263,612**	131,640,557
Disposals during the period/year	**(9,699)**	(11,883,952)
At the end of the period/year	**791,388,185**	689,134,272
Accumulated depreciation:		
At the beginning of the period/year	**305,332,648**	282,476,976
Charge during the period/year	**18,437,269**	32,501,272
Disposals during the period/year	**(8,220)**	(9,645,600)
At the end of the period/year	**323,761,697**	305,332,648
Net book value:		
At the end of the period/year *	**467,626,488**	383,801,624

* The property, plant, and equipment balance as of June 30, 2026 includes construction work in progress related to construction works for new food factory located in Jeddah with an amount of ⃁ 149.1 million (December 31, 2025: ⃁ 94.1 million) and borrowing cost capitalized during the period amounting to ⃁ 5.3 million (December 31, 2025: 2 million). Capital commitments related to property, plant, and equipment are disclosed in note 28.

7. LEASES

Set out below are the carrying amounts of the right-of-use assets and lease liabilities and the movements during the period/year:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Right-of-use assets		
At the beginning of the period/year ***	**86,049,816**	95,393,398
Adjustments*	**(1,009,492)**	(15,876,679)
Additions **	**95,637,840**	54,473,153
Depreciation charge	**(13,036,067)**	(16,838,811)
Disposals	**(2,206)**	(31,101,245)
At the end of the period/year	**167,639,891**	86,049,816

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Lease liabilities		
At the beginning of the period/year	**86,760,380**	99,197,210
Adjustments*	**(1,009,492)**	(15,876,679)
Additions **	**95,637,840**	54,473,153
Accretion of interest	**4,022,691**	1,280,452
Payments	**(18,599,632)**	(21,212,511)
Disposals	**(2,206)**	(31,101,245)
At the end of the period/year	**166,809,581**	86,760,380

7. LEASES (continued)

* During 2025, the Group reassessed lease term for one contract by reducing the non-cancellable period from 10 years to 5 years and updating the interest rate. As a result of this change, the lease liability and the related right-of-use asset were remeasured, resulting in a further reduction of ⃁ 21.1 million in the consolidated statement of financial position. Further, during 2025 the Group updated the rent payments for two other contracts, which resulted in an increase of ⃁ 5.3 million in both the right of use assets and the related lease liabilities.

** During 2026 the Group entered into lease agreement facility in Agility Logistics Park, Jeddah, with a total lease value of ⃁ 33.311 million. The lease term spans 60 months, expiring on February 28, 2031. The facility is intended for the storage of food products of all types, pharmaceuticals, medical supplies, and similar items.

During 2026, the Group entered into a lease agreement in Agility Logistics Park, Jeddah, with a total lease value of SR 59.28 million. The lease term spans 120 months commencing on June 1, 2026. The facility is intended for the storage of food products of all types, pharmaceuticals, medical supplies, and similar items.

*** Building leased includes a lease from the Al-Kafa'a Real State Company, a subsidiary of ultimate Parent Company. Refer to (note 12) for further details on related parties' transactions and balances.

Lease liabilities are classified in the interim condensed consolidated statement of financial position as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Current	**24,154,146**	14,736,353
Non-current	**142,655,435**	72,024,027
	166,809,581	86,760,380

8. INTANGIBLE ASSETS

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Software and licenses	**3,641,216**	1,765,942
Trademarks*	**90,890,099**	-
	94,531,315	1,765,942

* Trademarks assets represent the "Doux" and "Supreme" trademarks, which the Group acquired from its related party, France Poultry (refer to note 12), pursuant to the agreement signed on March 11, 2026, for a consideration of EUR 20.5 million (⃁ 89.8 million), together with related acquisition expenses of ⃁ 991 thousand.

9. INVESTMENT IN AN ASSOCIATE

This represents the investment in Balady Poultry Trading Company, in which the Group holds a 40% ownership interest, comprising 2,628,000 shares as of the reporting date. The investment is accounted for using the equity method.

The movement in investment in associate is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
At the beginning of the period/year	**347,147,544**	335,008,358
Share of results for the period /year	**7,398,401**	12,275,546
Share of OCI	**-**	(136,360)
At the end of the period/year	**354,545,945**	347,147,544

10. INVENTORIES

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Goods for resale	**388,664,859**	384,627,052
Goods in transit	**222,001,270**	208,546,921
Raw material and consumables	**79,928,333**	48,424,574
Spares and consumables	**4,269,652**	4,136,768
Less: Inventory allowance *	**(2,375,353)**	(2,263,640)
	692,488,761	643,471,675

* The movement of inventory allowance is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
At the beginning of period/year	**2,263,640**	2,093,264
Provided during the period/year *	**111,713**	550,603
Write off	**-**	(380,227)
At the end of period/year	**2,375,353**	2,263,640

* This pertains to specifically identified spares that are no longer useable and slow-moving items.

During the period ended June 30, 2026, ⃁ 1,307 million (June 30, 2025: ⃁ 1,443 million) of inventory was recognized as an expense in the cost of revenue. Other items in the cost of revenue include supplier's volume rebates with an amount of ⃁ 6.3 million (June 30, 2025: ⃁ 8.5 million).

11. TRADE RECEIVABLES

	June 30, 2026 (Unaudited)	*December 31, 2025 (Audited)*
Trade receivables *	**4,221,420**	2,814,280
Total – Non current	**4,221,420**	2,814,280
Trade receivables	**348,919,055**	312,658,754
Other trade receivables - Due from related parties (note 12-b)	**12,029,339**	7,305,222
	360,948,394	319,963,976
Less: Allowance for expected credit losses	**(12,513,811)**	(10,128,848)
	348,434,583	309,835,128

* Non-current portion of the trade receivables represented storage services sold to a customer by the subsidiary and will be settled during 2027 as agreed terms of payment

Trade receivables are non-interest bearing and are generally on terms from 15 to 60 days, it is not the company's policy to obtain collateral for receivables.

11. TRADE RECEIVABLES (continued)

Movement in the allowance for expected credit losses is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
At the beginning of the period/year	**10,128,848**	5,221,227
Provided during the period/year	**2,384,963**	4,907,621
At the end of the period/year	**12,513,811**	10,128,848

12. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent major shareholders, directors, and key management personnel of the Group and entities controlled, jointly controlled, or significantly influenced by such parties. Pricing policies and the terms of these transactions are approved by the Group's management.

Transactions with related parties included in the interim condensed consolidated financial statement are as follows:

a) Related parties' transactions

For the six-month period ended June 30, 2026 (unaudited)	***Relationship***	***Sales*** ⃁	***Purchases*** ⃁	***Expenses**** ⃁	***Trademark and PPE purchase/ Selling*** ⃁
France Poultry (*)	Subsidiary of the ultimate Parent Company		**204,847,098**	**-**	**89,899,076**
Shawaya House Company	Subsidiary of the ultimate Parent Company	**7,898,791**	**29,952**	**18,504**	**-**
Gulf Catering Company	Subsidiary of the ultimate Parent Company	**4,840,527**	**-**	**1,134,336**	**-**
Nutrition & Diet Center Company	Subsidiary of the ultimate Parent Company	**3,106,702**	**2,544,019**	**295,809**	**-**
Az-Zad Saudi Company	Subsidiary of the ultimate Parent Company	**971,375**	**-**	**48,402**	**-**
Thati Limited Company	Subsidiary of the ultimate Parent Company	**8,845**	**-**	**27,384**	**-**
Bureida Trading and Refrigeration	Subsidiary of the ultimate Parent Company	**-**	**-**	**13,431**	**2,370,800**
Al-Kafa'a Real State Company	Affiliate of the ultimate Parent Company	**-**	**-**	**1,944,733**	**-**
Abdullah Al Ali Almunajem Sons	The ultimate Parent Company	**-**	**-**	**2,221,659**	**-**
Balady Poultry Trading Company **	Associate Company	**-**	**129,387,073**	**5,201,668**	**-**
Entertainment Mine Company Ltd	Owned by a closed family member	**111,580**	**-**	**-**	**-**
Others	Shareholder in the ultimate Parent Company	**-**			

(*) At March 11, 2026 (corresponding to Ramadan 22, 1447 H) , The Group has signed a binding agreement with France Poultry (a French company headquartered in Châteaulin) to acquire the intellectual property rights of the two globally recognized trademarks "Doux" and "Supreme" in the Kingdom of Saudi Arabia, the Gulf Cooperation Council (GCC) countries, and the Republic of Yemen, for the amount of EUR 20,500,000 (twenty million five hundred thousand euros). This transaction does not include any special conditions, and the agreement is self-funded by the Group.

12. RELATED PARTIES TRANSACTIONS AND BALANCES (continued)

Related parties' transactions (continued)

(**) On January 18, 2026, Almunajem Foods Company announced on Tadawul that it had entered into a strategic partnership agreement dated 15 January 2026 with Balady Poultry Company (Related Party). Under the agreement, Almunajem Foods will market and distribute poultry products produced by Balady Poultry Company inside and outside the Kingdom of Saudi Arabia under the brands owned by both parties, based on a profit-sharing arrangement. The agreement has a contractual term of seven years. During the period, the value of purchases made under this agreement amounted to ⃁ 129.4 million.

For the six-months period ended June 30, 2025 (unaudited)	*Relationship*	*Sales*	*Purchases*	*Expenses**	*PPE purchase/ Selling*
France Poultry	Subsidiary of the ultimate Parent Company	-	425,372,964	-	-
Shawaya House Company	Subsidiary of the ultimate Parent Company	8,884,424	-	486	-
Gulf Catering Company	Subsidiary of the ultimate Parent Company	4,401,954	-	1,042,085	-
Nutrition & Diet Center Company	Subsidiary of the ultimate Parent Company	2,730,015	2,982,038	159,625	-
Az-Zad Saudi Company	Subsidiary of the ultimate Parent Company	667,585	-	122,192	-
Thati Limited Company	Subsidiary of the ultimate Parent Company	21,750	-	134,842	-
Bureida Trading and Refrigeration	Subsidiary of ultimate Parent Company	-	-	1,239,924	5,756,600
Al-Kafa'a Real State Company	Affiliate of the ultimate Parent Company	-	-	2,115,800	-
Abdullah Al Ali Almunajem Sons	The ultimate Parent Company	-	-	1,539,407	-
Balady Poultry Trading Company	Associate Company	-	21,801,234	-	- -
Entertainment Mine Company Ltd	Owned by a closed family member	110,628	-	-	-
Four Steps International	Owned by a member of the BOD	-	-	46,000	-
Others	Shareholder in the ultimate Parent Company	-	-	27,000	-

* These expenses generally include expenses paid on behalf of the entity or its related parties, shared services centers, leases and other expenses within the normal course of business.

b) Amounts due from related parties are classified under trade receivables

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Shawaya House Company	**9,083,980**	5,682,367
Gulf Catering Company	**1,936,096**	551,085
Azzad Saudi Company	**591,040**	305,376
Nutrition and Diet Center Company	**328,614**	732,738
Entertainment Mine Company Ltd	**71,247**	19,579
Thati Limited Company	**18,362**	14,077
	12,029,339	7,305,222

12. RELATED PARTIES TRANSACTIONS AND BALANCES (continued)

The above balances are unsecured, interest-free, and have settlement terms less than 360 days. The management estimates the allowance on due from the related party balance at the reporting date at an amount equal to lifetime ECL. No receivable balances from related parties at the reporting date are past due, taking into account the historical default experience and the prospects of the industries in which the related parties operate. Management considers that related party balances as not impaired. There has been no change in estimation techniques or significant assumptions made during the current reporting period in assessing the allowances for balances due from related parties.

c) Amounts due to related parties are classified under trade payables, accruals, and other liabilities

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Balady Poultry Trading Company	**10,579,427**	7,206,493
Abdullah Al Ali Al Munajem Sons Company	**688,289**	51,436
Buraydah Trading and Refrigeration Company	**827,939**	43,736
	12,095,655	7,301,665

d) Key management compensation

Key management personnel of the Group comprise of key members of the management having authority and responsibility for planning, directing, and controlling the activities of the Group. The compensation to key management is shown below:

	For the three-months period ended		**For the six-months period ended**	
	June 30, 2026 ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)	**June 30, 2026** ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)
Short-term employee benefits *	**2,161,065**	2,579,136	**4,519,797**	5,424,754
Employees defined benefit liabilities	**151,211**	258,254	**211,478**	355,569
	2,312,276	2,837,390	**4,731,275**	5,780,323

*Short-term employee benefits for the Six -month period ended include ⃁ 1.01 million (30 Jun 2025: ⃁ 1.01 million) related to the board of directors' remuneration.

13. PREPAYMENTS AND OTHER ASSETS

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Advances to suppliers and contractors **	**14,995,760**	19,708,806
Total – Non current	**14,995,760**	19,708,806
Advance to a related party *	**1,502,024**	146,933,032
Prepayments	**13,575,161**	17,173,852
Advances to suppliers and contractors	**4,281,816**	3,135,581
Right of return assets	**1,214,930**	1,192,351
Employee receivables	**703,959**	753,346
Others	**7,190,457**	5,597,086
Total - Current	**28,468,347**	174,785,248

* This amount represents advance payments to France Poultry (a subsidiary to the Parent Company) for future deliveries of goods (note 12).

** Non-current portion of the advances to suppliers and contractors represented payments made to contractors for procurements of equipment and other items that will be subsequently classified under property, plant and equipment.

14. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVOCI)

		June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Company	***Country of Incorporation***		
Al-Jouf Agriculture Development Co	Kingdom of Saudi Arabia	**109,750,000**	8,140,338
		109,750,000	8,140,338

The movement of the financial assets at FVTPL is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
At the beginning of the year	**8,140,338**	-
Investments payments	**106,519,172**	8,025,786
Unrealized (loss) gain from investment at FVOCI	**(4,909,510)**	114,552
At the end of the year	**109,750,000**	8,140,338

The following table shows the analysis of items recorded at fair value, according to the level of the fair value hierarchical measurement:

		30 June 2026		31 December 2024	
	Fair value measured as per hierarchy	**Carrying amount**	**Fair value**	Carrying amount	Fair value
Financial assets at fair value through other comprehensive income (FVOCI)	Level 1	**109,750,000**	**109,750,000**	8,140,338	8,140,338

On February 2, 2026, Almunajem Foods Company announced on Tadawul that it had received a consent letter dated February 1, 2026 from Al-Jouf Agricultural Development Company to enter into preliminary, non-binding discussions to become a strategic investor. Based on management's strategic intention, the related investment was reclassified from profit or loss to fair value through other comprehensive income (FVOCI).

During the six-month period ended 30 June 2026, the Group recognized a net unrealized loss of ⃁ 4.9 million on financial assets measured at fair value through other comprehensive income (FVOCI), comprising an unrealized gain of ⃁ 17.7 million recognized during the first quarter of 2026 and an unrealized loss of ⃁ 22.6 million recognized during the second quarter of 2026.

15. SHORT- TERM MURABAHA DEPOSIT CARRIED AT AMORTISED COST

During 2025, the Group invested in short- term Murabaha deposits inside the Kingdom of Saudi Arabia with an amount of ⃁ 100 million. The deposit matured on February 17, 2026.

16. LONG TERM LOANS

On Rabi' al-Awwal 03, 1447 H, corresponding to (September 08, 2025 G) , the Group signed a loan agreement with the Saudi Industrial Development Fund, where the value of credit facilities amounted to ⃁ 97.3 million (note 28), in order to build the Factory for foods, which is being built on the plot of land located in Jeddah City, leased from the Saudi Authority for Industrial Cities and Technology Zones (“MODON”) under lease contract no. (12151).

The loan agreement is secured against all existing and future buildings constructed on the land plot, together with all project assets, equipment and accessories related to it or obtained for the project

At the date of the interim consolidated financial statements, ⃁ 32.96 million of the value of the credit facilities was used. The loan is due in unequal installments on a semi-annual basis starting from August 15, 2027 and the last installment is due on February 15, 2033.

The above facilities agreements include several commitments, including some conditions that stipulate the need to maintain some of the financial ratios committed by the Group until the preparation of these consolidated financial statements. Based on results of 30 June 2026, the Group was in compliance with these conditions.

Movement in the present value of Saudi Industrial Development Fund’ s loan is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
At the beginning of the year	**11,321,764**	-
Present value of amounts received during the year	**17,731,024**	11,321,764
Financial charges amortized	**518,565**	-
At the end of the year	**29,571,353**	11,321,764

Current and non-current Saudi Industrial Development Fund’ s loan are as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Current	**-**	-
Non-current	**29,571,353**	11,321,764
	29,571,353	11,321,764

17. CASH AND BANK BALANCES

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Cash at banks	**29,543,846**	18,139,564
Cash on hand	**2,590,844**	2,073,068
Cash on investment	**81,456**	1,982,693
	32,216,146	22,195,325

18. SHARE CAPITAL AND STATUTORY RESERVE

(a) Share Capital

Authorized, issued and paid-up capital is divided into 60,000,000 shares of ⃁ 10 each (December 31, 2025: 60,000,000 shares of ⃁ 10 each).

(b) General Reserve

This balance represents the total amounts appropriated from net income for prior years, as statutory reserves in accordance with the requirements of the previous Companies Law and the company's By-Law prior to alignment with the new Companies Law. The utilization of these reserves is subject to the decisions of the shareholders' assembly. The Company updated its bylaws based on the new Regulations for the Company. The extraordinary General Assembly meeting dated Dhul-Hijjah 21, 1447H (corresponding to June 07, 2026G) approved the transfer of statuary reserve to the general reserve to strengthen the Company's financial position and support its operational and expansion requirements.

19. SHORT-TERM LOANS

The Group has obtained Murabaha loans from local banks to finance the Group's working capital requirements and carry interest at commercial rates and have a maturity of less than a month.

As at June 30, 2026, the Group has total loan facilities amounting to ⃁ 1,070 million (December 31, 2025: ⃁ 500 million).

The movement in short-term loans is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Opening balance	**325,000,000**	92,000,000
Proceeds from short-term loans	**696,000,000**	667,000,000
Payments of short-term loans	**(698,000,000)**	(434,000,000)
	323,000,000	325,000,000

20. TRADE PAYABLES, ACCRUALS, AND OTHER LIABILITIES

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
Trade payables*	**432,003,609**	450,210,303
Accrued expenses	**53,581,556**	50,125,486
Other trade payables- related parties (note 12-c)	**12,095,655**	7,301,665
Advances from customers	**1,699,136**	1,886,651
Other payables**	**27,075,490**	13,332,083
	526,455,446	522,856,188

Trade and other payables are non-interest bearing and have a term of 30 to 90 days.

* Trade Payables include supply chain agreements compatible with Islamic Sharia granted from Saudi local bank during the period ended June 30, 2026, with an amount of ⃁ 111.2 million (December 31, 2025: ⃁ 71.5 million).

The Group participates in a supplier finance arrangement referred to above, under which its suppliers may elect to receive early payment of their invoices from a bank. Under the arrangement, the bank agrees to pay amounts due to participating suppliers in respect of invoices owed by the Group and the Group repays the bank at a later date. The principal purpose of this arrangement is to facilitate efficient payment processing and provide the willing suppliers early payment terms, compared with the related invoice payment due date.

20. TRADE PAYABLES, ACCRUALS, AND OTHER LIABILITIES (continued)

The Group has not derecognized the original trade payables relating to the arrangement because neither a legal release was obtained nor was the original liability substantially modified on entering into the arrangement. From the Group's perspective, the arrangement does not significantly extend payment terms beyond the normal terms agreed with other suppliers that are not participating; however, the arrangement does provide willing suppliers with the benefit of early payment. Additionally, the Group has incurred interest towards the bank due to the suppliers with an amount of ⃁ 2.54 million for the period ended June 30, 2026 (June 30, 2025: ⃁ 5.2 million). The Group therefore includes the amounts subject to the arrangement within trade payables because the nature and function of these payables remains the same as those of other trade payables. All payables under the arrangement are classified as current as at period ended June 30, 2026 and December 31, 2025.

** Other payables include deferred customs duties by ⃁ 20.4 million (December 31, 2025: ⃁ 9.07 million).

21. ZAKAT PAYABLE

Movement in the Zakat Provision is as follows:

	June 30, 2026 (Unaudited) ⃁	*December 31, 2025 (Audited)* ⃁
At the beginning of the period / year	**14,350,859**	12,603,459
Provided during the period / year	**5,937,269**	13,490,829
Paid during the period /year	**(9,571,865)**	(11,743,429)
At the end of the period / year	**10,716,263**	14,350,859

<u>Status of assessments for the Company</u>:

The Company has submitted its zakat declarations up to the year 2025 and has paid the zakat due accordingly. The years up to 2024 were subject to review by the Zakat, Tax and Customs Authority (ZATCA), and final assessments were issued. As a result, the Company was required to pay additional zakat liabilities amounting to ⃁ 910 for 2024. The assessments for 2025 are still under review by ZATCA and have not yet been finalized as of the approval date of interim condensed consolidated financial statements.

The Company has finalized it Value-added tax (VAT) inspections up to the year 2024 and paid all the differences.

22. REVENUE

	For the three-months period ended		**For the six-months period ended**	
	June 30, 2026 ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)	**June 30, 2026** ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)
Revenue recognized at a point in time				
Non-retail - goods transferred	**471,763,160**	478,442,930	**915,450,480**	936,192,492
Retail - goods transferred	**333,614,837**	314,641,845	**744,280,855**	753,866,894
Revenue recognized over-time				
Storage rent revenue	**7,130,142**	4,214,076	**14,155,554**	8,728,731
	812,508,139	797,298,851	**1,673,886,889**	1,698,788,117

Revenue is generated inside the Kingdom of Saudi Arabia.

23. OTHER INCOME / (EXPENSES)

	For the three-months period ended		For the six-months period ended	
	June 30, 2026 ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)	**June 30, 2026** ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)
Gain on disposal of property, plant, and equipment	**-**	513	**1,126**	1,323
Foreign currencies exchange gain / (losses)	**409,727**	(2,314,864)	**223,161**	(5,085,334)
Other income / (expense)	**230,335**	1,562,447	**383,560**	1,699,294
	640,062	(751,904)	**607,847**	(3,384,717)

24. FINANCE COST / INCOME, NET

	For the three-months period ended		For the six-months period ended	
	June 30, 2026 ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)	**June 30, 2026** ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)
Finance Cost				
Bank interest (note 16)	**2,699,031**	3,768,957	**6,376,806**	7,245,549
Interest on lease liabilities	**2,451,513**	1,663,664	**4,022,691**	2,847,910
Unwinding of Discount on provisions	**17,004**	-	**17,004**	-
	5,167,548	5,432,621	**10,416,501**	10,093,459
Finance Income				
Income from short-term deposits (note 15)	**(23,536)**	(43,853)	**(887,047)**	(110,170)
	5,144,012	5,388,768	**9,529,454**	9,983,289

25. EARNING PER SHARE

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

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

The following table reflects the profit for the period attributable to ordinary equity holders and the weighted average number of ordinary shares outstanding during the period used in the basic and diluted EPS computations:

Basic and diluted earnings per share from net profit.

	For the three-months period ended		For the six months period ended	
	June 30, 2026 ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)	**June 30, 2026** ⃁ **(Unaudited)**	June 30, 2025 ⃁ (Unaudited)
Net profit for the period	**84,712,922**	30,986,275	**181,720,980**	71,019,751
Weighted average number of ordinary shares	**60,000,000**	60,000,000	**60,000,000**	60,000,000
Basic and diluted earnings per share	**1.41**	0.52	**3.03**	1.18

26. DIVIDENDS

The Company's Board of Directors meeting held on Dhul-Hi'jah 07, 1447 H (Corresponding to June 07 2026G), based on authority granted by shareholders during their extraordinary General Assembly meeting dated Dhul-Hi'jah 07, 1447 H (Corresponding to June 07, 2026G) to authorize Board of Directors to approve payment of dividends during interim periods of 2026, has approved to distribute dividends for the first half of the year 2026 amounting to ⃁ 60 million to the Company's shareholders at one riyal per share, or 10% of the capital.

27. SEGMENT INFORMATION

The Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. The Group's Chief Operating Decision Makers (CODM) are the executive directors, who monitor net profit to evaluate the performance of each operating segment reported.

The Group operates in three regions in the Kingdom of Saudi Arabia, which are its reportable segments. These regions are identified as a separate reportable segment because the Group manages them separately. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the interim condensed consolidated financial statements.

For management reporting purposes, the Group is divided into business units based on their geographical regions, as follows:

For the three-month period ended June 30, 2026 (Unaudited)	***Central region***	***Eastern & Northern regions***	***Western & Southern regions***	***Total***
	⃁	⃁	⃁	⃁
Revenue	**337,097,104**	**155,137,892**	**320,273,143**	**812,508,139**
Cost of revenue	**261,213,423**	**120,457,588**	**249,760,268**	**631,431,279**
Depreciation and amortization	**6,476,703**	**1,719,142**	**8,929,787**	**17,125,632**
Segment profit before zakat	**41,038,740**	**18,757,430**	**27,436,229**	**87,232,399**
Total assets as of June 30, 2026 (Unaudited)	**1,195,987,441**	**266,363,278**	**852,567,937**	**2,314,918,656**
Total liabilities as of June 30, 2026 (Unaudited)	**933,332,226**	**24,627,028**	**195,208,930**	**1,153,168,184**

For the six-month period ended June 30, 2026 (Unaudited)	***Central region***	***Eastern & Northern regions***	***Western & Southern regions***	***Total***
	⃁	⃁	⃁	⃁
Revenue	**711,224,056**	**317,738,470**	**644,924,363**	**1,673,886,889**
Cost of revenue	**553,912,270**	**248,541,183**	**504,997,651**	**1,307,451,104**
Depreciation and amortization	**13,192,547**	**3,585,971**	**15,074,287**	**31,852,805**
Segment profit before zakat	**88,507,823**	**38,297,628**	**60,852,798**	**187,658,249**
Total assets as of June 30, 2026 (Unaudited)	**1,195,987,441**	**266,363,278**	**852,567,937**	**2,314,918,656**
Total liabilities as of June 30, 2026 (Unaudited)	**933,332,226**	**24,627,028**	**195,208,930**	**1,153,168,184**

All the operating segments revenue and non-current assets are generated and based in the Kingdom of Saudi Arabia. There is no customer contributing 10% or more of the total revenue.

27 SEGMENT INFORMATION (continued)

For the three-months period ended June 30, 2025 (Unaudited)	Central region	Eastern& Northern regions	Western& Southern regions	Total
	⃁	⃁	⃁	⃁
Revenue	322,707,598	157,568,331	317,022,922	797,298,851
Cost of revenue	274,160,602	133,658,286	267,247,543	675,066,431
Depreciation and amortization	5,328,133	1,810,819	5,006,207	12,145,159
Segment profit before zakat	9,731,434	7,619,471	17,049,365	34,400,270
Total assets as of June 30, 2025 (Unaudited)	1,120,955,118	300,913,819	612,480,337	2,034,349,274
Total liabilities as of June 30, 2025 (Unaudited)	927,467,802	27981601	57,905,304	1,013,354,707

For the six-months period ended June 30, 2025 (Unaudited)	Central region	Eastern& Northern regions	Western& Southern regions	Total
	⃁	⃁	⃁	⃁
Revenue	697,326,925	337,876,014	663,585,178	1,698,788,117
Cost of revenue	594,657,447	288,659,570	559,911,709	1,443,228,726
Depreciation and amortization	11,016,517	3,626,303	9,254,450	23,897,270
Segment profit before zakat	23,187,047	17,460,888	37,833,190	78,481,125
Total assets as of June 30, 2025 (Unaudited)	1,120,955,118	300,913,819	612,480,337	2,034,349,274
Total liabilities as of June 30, 2025 (Unaudited)	927,467,802	27,981,601	57,905,304	1,013,354,707

For the three-month period ended June 30, 2026 (Unaudited)	***Central Region***	***Eastern & Northern Regions***	***Western & Southern Regions***	***Total***
	⃁	⃁	⃁	⃁
Revenue				
Non-retail	**179,602,883**	**93,416,761**	**198,743,516**	**471,763,160**
Retail	**151,964,898**	**61,132,551**	**120,517,388**	**333,614,837**
Storage rent revenue	**5,529,323**	**588,580**	**1,012,239**	**7,130,142**
Total revenues	**337,097,104**	**155,137,892**	**320,273,143**	**812,508,139**
Cost of revenues				
Non-retail	**(119,469,281)**	**(61,582,405)**	**(133,369,604)**	**(314,421,290)**
Retail	**(137,910,639)**	**(58,698,401)**	**(114,639,895)**	**(311,248,935)**
Storage rent revenue	**(3,833,503)**	**(176,782)**	**(1,750,769)**	**(5,761,054)**
Total cost of revenues	**(261,213,423)**	**(120,457,588)**	**(249,760,268)**	**(631,431,279)**
Total Gross profit	**75,883,681**	**34,680,304**	**70,512,875**	**181,076,860**

27 SEGMENT INFORMATION (continued)

For the six-month period ended June 30, 2026 (Unaudited)	***Central Region***	***Eastern & Northern Regions***	***Western & Southern Regions***	***Total***
	⃁	⃁	⃁	⃁
Revenue				
Non-retail	**356,159,770**	**179,191,996**	**380,098,714**	**915,450,480**
Retail	**343,958,411**	**137,433,565**	**262,888,879**	**744,280,855**
Storage rent revenue	**11,105,875**	**1,112,909**	**1,936,770**	**14,155,554**
Total revenues	**711,224,056**	**317,738,470**	**644,924,363**	**1,673,886,889**
Cost of revenues				
Non-retail	**(290,426,405)**	**(145,166,124)**	**(303,669,072)**	**(739,261,601)**
Retail	**(256,248,305)**	**(103,064,322)**	**(198,954,895)**	**(558,267,522)**
Storage rent revenue	**(7,237,560)**	**(310,737)**	**(2,373,684)**	**(9,921,981)**
Total cost of revenues	**(553,912,270)**	**(248,541,183)**	**(504,997,651)**	**(1,307,451,104)**
Total Gross profit	**157,311,786**	**69,197,287**	**139,926,712**	**366,435,785**

All the operating segments revenue and non-current assets are generated and based in the Kingdom of Saudi Arabia. There is no customer contributing 10% or more of the total revenue.

For the three-months period ended June 30, 2025 (Unaudited)	Central Region	Eastern & Northern Regions	Western & Southern Regions	Total
	⃁	⃁	⃁	⃁
Revenue				
Non-retail	178,317,211	97,242,909	202,882,810	478,442,930
Retail	142,364,595	59,679,647	112,597,603	314,641,845
Storage rent revenue	2,025,792	645,775	1,542,509	4,214,076
Total revenues	322,707,598	157,568,331	317,022,922	797,298,851
Cost of revenues				
Non-retail	(151,623,097)	(83,718,256)	(171,712,162)	(407,053,515)
Retail	(118,864,514)	(49,800,819)	(94,009,717)	(262,675,050)
Storage rent revenue	(3,672,991)	(139,211)	(1,525,664)	(5,337,866)
Total cost of revenues	(274,160,602)	(133,658,286)	(267,247,543)	(675,066,431)
Total Gross profit	48,546,996	23,910,045	49,775,379	122,232,420

For the six-months period ended June 30, 2025 (Unaudited)	*Central Region*	*Eastern & Northern Regions*	*Western & Southern Regions*	*Total*
	⃁	⃁	⃁	⃁
Revenue				
Non-retail	359,547,691	188,070,727	388,574,074	936,192,492
Retail	333,448,881	148,542,674	271,875,339	753,866,894
Storage rent revenue	4,330,353	1,262,613	3,135,765	8,728,731
Total revenues	697,326,925	337,876,014	663,585,178	1,698,788,117
Cost of revenues				
Non-retail	(308,405,954)	(164,076,280)	(332,019,113)	(804,501,347)
Retail	(279,875,605)	(124,401,414)	(225,971,496)	(630,248,515)
Storage rent revenue	(6,375,888)	(181,876)	(1,921,100)	(8,478,864)
Total cost of revenues	(594,657,447)	(288,659,570)	(559,911,709)	(1,443,228,726)
Total Gross profit	102,669,478	49,216,444	103,673,469	255,559,391

28 CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

The Group has letters of credit as of June 30, 2026 amounting to ⃁ 0.69 million (December 31, 2025: ⃁ 30 million). There are capital commitments as of June 30, 2026 amounting to ⃁ 30.1 million (December 31, 2025: ⃁ 51 million) related to property, plant, and equipment.

29 SUBSEQUENT EVENTS

Subsequent to the reporting date, on July 26, 2026, the Group's Board of Directors approved entering into a binding subscription agreement with Al Jouf Agricultural Development Company ("Al Jouf Agricultural") for the subscription of 4.5 million newly issued shares as part of Al Jouf Agricultural's proposed capital increase with suspension of pre-emptive rights. The agreed subscription price is ⃁ 52.5 per share, resulting in a total proposed investment of ⃁ 236.3 million. Upon completion of the transaction, the Group's ownership interest in Al Jouf Agricultural is expected to increase from 8.3% to up to 20.29% of its share capital.

The completion of the proposed investment remains subject to obtaining the required regulatory and shareholder approvals. As the transaction had not been completed as of the reporting date, no adjustment has been made to these interim condensed consolidated financial statements. Management considers this event to be a non-adjusting subsequent event.

Except for the matters disclosed above, management is not aware of any subsequent events occurring after the reporting date that would require adjustment to or disclosure in these interim condensed consolidated interim financial statements.

30 APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved for issuance by the Board of Directors on 22 Safar 1448H (corresponding to August 5, 2026).