

**AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**UNAUDITED CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION FOR
THE THREE-MONTH PERIOD
ENDED MARCH 31, 2026 AND REVIEW REPORT**

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

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Report on review of Condensed Consolidated Interim Financial Information

To the shareholders of Al Hassan Ghazi Ibrahim Shaker Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Al Hassan Ghazi Ibrahim Shaker Company (the “Company”) and its subsidiaries (the “Group”) as of March 31, 2026 and the related condensed consolidated interim statement of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended and other explanatory notes. The Board of Directors are responsible for the preparation and presentation of this condensed consolidated interim financial information 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 this condensed consolidated interim financial information based on our review.


Scope of review

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

Conclusion

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

PricewaterhouseCoopers



Khalid A. Mahdhar
License Number 368

May 12, 2026

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AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of financial position
(All amounts in thousands of Saudi Riyals unless otherwise stated)

	Note	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
ASSETS			
Non-current assets			
Property and equipment	3	179,721	181,648
Right-of-use assets		25,783	28,577
Intangible assets and goodwill	4	16,064	16,257
Investment in an associate	5	540,309	530,146
Total non-current assets		761,877	756,628
Current assets			
Inventories	6	385,824	427,981
Trade and other receivables	7	620,555	499,068
Prepayments and other debit balances	8	58,048	58,160
Investments at fair value through profit or loss		-	11,234
Cash and cash equivalents	9	90,542	57,292
Total current assets		1,154,969	1,053,735
Total assets		1,916,846	1,810,363
EQUITY AND LIABILITIES			
Equity			
Share capital	1	677,100	555,000
Treasury stock	1	(11,100)	-
Share-based payment reserve	19	1,000	-
Retained earnings		208,572	296,850
Capital attributable to owners of the Company		875,572	851,850
Non-controlling interest		(239)	(229)
Total equity		875,333	851,621
Liabilities			
Non-current liabilities			
Lease liabilities – non-current portion	10	12,685	16,536
Employees' benefits obligation		30,350	28,639
Total non-current liabilities		43,035	45,175
Current liabilities			
Short-term borrowings	10	459,385	477,665
Lease liabilities	10	10,033	11,043
Trade and other payables	11	514,658	411,544
Zakat liabilities	12	5,615	4,558
Warranty provision		8,787	8,757
Total current liabilities		998,478	913,567
Total liabilities		1,041,513	958,742
Total equity and liabilities		1,916,846	1,810,363

The accompanying notes from 1 to 23 form an integral part of this condensed consolidated interim financial information.


Abdulfalah Abdullah Abunayyan
Chairman


Mohammed Ibrahim Abunayyan
Chief Executive Officer


Mohammad Abedrabboh
Acting Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)

Condensed consolidated interim statement of profit or loss and other comprehensive income - Unaudited


(All amounts in thousands of Saudi Riyals unless otherwise stated)

	Note	Three-month period ended	
		March 31,	
		2026	2025
Revenue	13	402,167	400,416
Cost of sales		(306,819)	(299,783)
Gross profit		95,348	100,633
General and administrative expenses		(27,676)	(33,348)
Selling and distribution expenses		(41,820)	(40,135)
Impairment loss on trade and other receivables		(4,078)	(2,450)
Unrealized loss from investment at fair value through profit or loss		-	(700)
Other income, net		589	1,076
Income from operations		22,363	25,076
Finance costs		(6,172)	(4,543)
Foreign exchange loss		(84)	(577)
Share of net profit from an associate	5	10,163	8,772
Profit before zakat		26,270	28,728
Zakat expense		(2,000)	(1,500)
Net income for the period		24,270	27,228
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Re-measurement of employees' benefits obligation		(1,558)	518
Other comprehensive (loss) / income for the period		(1,558)	518
Total comprehensive income for the period		22,712	27,746
Profit attributable to:			
Owners of the Company		24,280	27,205
Non-controlling interests		(10)	23
		24,270	27,228
Total comprehensive income attributable to:			
Owners of the Company		22,722	27,723
Non-controlling interests		(10)	23
		22,712	27,746
Earnings per share (Saudi Riyals):			
Basic earnings per share	20	0.365	0.408
Diluted earnings per share	20	0.359	0.402

The accompanying notes from 1 to 23 form an integral part of this condensed consolidated interim financial information.


 Abdulrahman Abdullah Abunayyan
 Chairman


 Mohammed Ibrahim Abunayyan
 Chief Executive Officer


 Mohammad Abedrabboh
 Acting Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of changes in equity - Unaudited
(All amounts in thousands of Saudi Riyals unless otherwise stated)

	Equity attributable to owners of the Company					Total	Non-controlling interest	Total Equity
	Share Capital	Reserves	Retained earnings	Treasury stock	Share based payment reserve			
January 1, 2026 (Audited)	555,000	-	296,850	-	-	851,850	(229)	851,621
Net income for the period	-	-	24,280	-	-	24,280	(10)	24,270
Other comprehensive loss for the period	-	-	(1,558)	-	-	(1,558)	-	(1,558)
Total comprehensive income for the period	-	-	22,722	-	-	22,722	(10)	22,712
Change in non-controlling interest	-	-	-	-	-	-	-	-
Capital increase	122,100	-	(122,100)	-	-	-	-	-
Treasury stock (note 1)	-	-	11,100	(11,100)	-	-	-	-
Share based payment reserve (note 19)	-	-	-	-	1,000	1,000	-	1,000
March 31, 2026 (Unaudited)	677,100	-	208,572	(11,100)	1,000	875,572	(239)	875,333
January 1, 2025 (Audited)	555,000	-	243,169	-	-	798,169	-	798,169
Acquisition of Investment	-	-	-	-	-	-	(242)	(242)
Net income for the period	-	-	27,205	-	-	27,205	23	27,228
Other comprehensive income for the period	-	-	518	-	-	518	-	518
Total comprehensive income for the period	-	-	27,723	-	-	27,723	23	27,746
March 31, 2025 (Unaudited)	555,000	-	270,892	-	-	825,892	(219)	825,673

The accompanying notes from 1 to 23 form an integral part of this condensed consolidated interim financial information.



Abdülelah Abdullah Abunayyan
Chairman



Mohammed Ibrahim Abunayyan
Chief Executive Officer



Mohammad Abedrabbob
Acting Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of cash flows - Unaudited
(All amounts in thousands of Saudi Riyals unless otherwise stated)

	Note	Three-month period ended	
		March 31,	
		2026	2025
Cash flows from operating activities			
Profit before zakat		26,270	28,728
Adjustments for non-cash items			
Depreciation of property and equipment	3	1,927	1,654
Depreciation of right of use assets		2,794	2,004
Amortization of intangible assets		193	131
Impairment losses on trade and other receivables	7	4,078	2,450
Provision for slow-moving inventories	6	625	2,610
Share of profit from an associate	5	(10,163)	(8,772)
Provision for employees' benefit obligation		1,038	1,208
Loss of disposal of right of use assets		-	35
Unrealized loss from investments at fair value through profit or loss		-	700
Share based payment reserve		1,000	-
Finance costs		6,172	4,543
Changes in working capital			
Trade and other receivables		(125,565)	(66,434)
Inventories		41,532	(51,429)
Prepayments and other debit balances		112	(21,023)
Trade and other payables		103,114	124,151
Warranty provision		30	434
Zakat paid		(943)	(195)
Finance costs paid		(5,870)	(4,324)
Employees' benefits obligation paid		(885)	(1,562)
Net cash generated from operating activities		45,459	14,909
Cash flows from investing activities			
Additions to property and equipment	3	-	(2,903)
Sale of investments at fair value through profit or loss		11,234	-
Change in investment in an associate		-	1,425
Change in non-controlling interest	1	-	(242)
Net cash generated from / (used in) investing activities		11,234	(1,720)
Cash flows from financing activities			
Payment of lease liabilities		(5,163)	(2,372)
Repayment from bank borrowings		(216,399)	(148,910)
Proceeds of bank borrowings		198,119	172,908
Net cash (used in) / generated from financing activities		(23,443)	21,626
Net change in cash and cash equivalents		33,250	34,815
Cash and cash equivalents at beginning of the period	9	57,292	22,797
Cash and cash equivalents at end of the period	9	90,542	57,612
Significant non-cash transactions:			
Additions to right of use of assets and lease liabilities		-	3,805
Disposal of right of use assets		-	883

The accompanying notes from 1 to 23 form an integral part of this condensed consolidated interim financial information.



Abdulelah Abdullah Abunayyan
Chairman



Mohammed Ibrahim Abunayyan
Chief Executive Officer



Mohammad Abedrabbob
Acting Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Notes to the condensed consolidated interim financial information
For the three-month period ended March 31, 2026 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

1 General information

Al Hassan Ghazi Ibrahim Shaker Company (the “Company” (or) the “Parent Company” (or) “HGISC”) is a Saudi joint stock company registered in the Kingdom of Saudi Arabia under Commercial Registration number 1010149252 and listed on the Saudi Stock Exchange (“Tadawul”).

The address of the Group’s head office and the principal activities of HGISC and its subsidiaries (collectively the “Group”) remain the same as disclosed in the Group’s annual consolidated financial statements for the year ended December 31, 2025.

On May 18, 2025 (corresponding to 20 Dhu al-Qadah 1446H), the general assembly approved the recommendation of the board of directors to distribute dividends to shareholders for the year ended December 31, 2024, with a total amount of SR 27,750,000, equivalent to SR 0.5 per share, representing 5% of the share par value.

On January 8, 2026 (corresponding to 19 Rajab 1447H), the General Assembly approved the Board of Directors’ recommendation to increase the Company’s share capital through the issuance of bonus shares to the Company’s shareholders and the allocation of a portion of the shares to the Employee Share Program. Accordingly, the share capital increased from SAR 555,000,000 to SAR 677,100,000 through the issuance of 12,210,000 new ordinary shares by capitalizing SAR 122,100,000 from retained earnings. Of these shares, 11,100,000 were distributed as bonus shares to shareholders, while the remaining 1,110,000 shares have been allocated to the Employee Share Program.

The authorized, issued, and paid-up share capital of the Company is SR 677.1 million divided into 67.7 million shares of SR 10 each as at March 31, 2026 (SR 555 million divided into 55.5 million shares of SR 10 each at December 31, 2025).

This condensed consolidated interim financial information has been reviewed but not audited.

This condensed consolidated interim financial information includes the financial position and performance of the Company and its branches as well as the following subsidiaries (collectively referred as the “Group”).

Name	Principal field of activity	Country of incorporation	Effective ownership interest at 31 March	
			2026	2025
Ibrahim Shaker Company Limited (“ISCL”)	Wholesale of household appliances	Saudi Arabia	100%	100%
Ibrahim Hussein Shaker Projects and Maintenance Company Limited (IHSC)	Import, export and marketing services	Saudi Arabia	100%	100%
Asdaa Gulf Trading Company (“Asdaa”)	Wholesale of electronic devices	Saudi Arabia	100%	100%
Shaker Innovative Investment Company	Financial and insurance activities	Saudi Arabia	100%	100%
Shaker Contracting Service	Constructions	Saudi Arabia	100%	100%
Shaker Resilience for logistic services	Transportation and Storage	Saudi Arabia	100%	100%
Ajeek Maintenance Service Company Limited	Electronics repair	Saudi Arabia	90%	49%
Shaker Group for Home Appliances Company (*)	Wholesale of electronic household appliances	Saudi Arabia	100%	-

As at December 31, 2024, the Group’s interest in Ajeek Maintenance Service Company Limited was classified as an associate. During the year 2025, the Group acquired a total of 90% equity interest in the investee and obtained control. Accordingly, the investee has been consolidated as a subsidiary from the acquisition date and the resulted non-controlling interest has been appropriately disclosed in the condensed consolidated interim statement of financial position.

(*) During the year, Shaker Group for Home Appliances Company was converted from a branch wholly owned by the Group into a separate legal entity. The conversion did not affect the Group’s ownership or control and was treated as an internal reorganization with no impact on the consolidated financial statements.

2 Basis of preparation and material accounting policy information

2.1 Basis of preparation

This condensed consolidated interim financial information for the three-month period ended March 31, 2026 has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ (“IAS 34”), as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

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2 Basis of preparation and material accounting policy information (continued)

2.1 Basis of preparation (continued)

The condensed consolidated interim financial information does not include all the information and disclosures required in the annual consolidated financial statements and should therefore be read in conjunction with the Group's annual consolidated financial statements for the year ended December 31, 2025.

The condensed consolidated interim financial information comprises the financial information of the Company and its subsidiaries ("the Group").

2.2 Material accounting policy information

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the Group's annual consolidated financial information for the year ended December 31, 2025 except for the following:

Share-based payment - Employee option plan

Certain employees of the Group receive remuneration in the form of equity settled share-based payments under the Employee Stock Ownership Plan ("ESOP"), whereby employees provide services resulting in equity-settled transactions (the option to purchase fixed number of Company's shares at a predetermined price) upon the satisfaction of Performance Conditions imposed by the Nomination and Remuneration Committee ("NRC").

The cost of ESOP is recognized as an expense in profit or loss, together with a corresponding increase in other reserves, in equity, over the period during which the vesting service conditions are fulfilled. The total amount to be expensed is determined by reference to the fair value of the options granted.

The Group has set up an economic hedge by purchasing treasury shares. Accordingly, the share-based payment reserve (representing the cumulative expense arising from ESOP) is transferred into retained earnings upon expiry of the ESOP, whether or not the options vest to the employees. The cumulative expense recognized for ESOP at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of options that will ultimately vest.

When the terms of the ESOP are modified the minimum expense recognized is the expense as if the terms had not been modified if the original terms of the award are met. An additional expense is recognized for any modification that increases the total fair value of the share-based payment transaction or is otherwise beneficial to the employee as measured at the date of the modification.

When the ESOP is terminated, it is treated as if the options vested on the date of termination, and any expense not yet recognized for the award is recognized immediately.

2.3 New and amended standards adopted by the Group

New standards and amendments to the IFRS, effective from January 1, 2026 or later-on, do not have any effect on the Group's financial statements. Further, the Group has not early adopted any new standard, interpretation or amendment that have been issued but that are not yet effective.

2.4 Critical accounting estimates and judgments

The preparation of the Group's condensed consolidated interim financial information requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of asset or liability affected in future periods. The Group based its assumptions and estimates on parameters available when the condensed consolidated interim financial information was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

As at March 31, 2026, management believes that all sources of estimation uncertainty remain similar to those disclosed in the Group's annual consolidated financial statements for the year ended December 31, 2025. Management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

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3 Property and equipment

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Beginning – Net book value	181,648	169,090
Additions for the period / year	-	8,670
Depreciation charge for the period / year	(1,927)	(7,303)
Disposals for the period / year	-	-
Assets held for sales	-	11,191
Closing – Net book value	179,721	181,648

4 Intangible assets and goodwill

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Goodwill – note 4.1 – Asdaa Gulf Trading Company (Asdaa) *	9,854	9,854
IT software	6,210	6,403
	16,064	16,257

4.1 Effective November 12, 2014, HGISC acquired effectively 100% shareholding in Asdaa Gulf Trading Company (“Asdaa”) for a purchase consideration of SR 20 million, which was in excess of the fair value of the net assets acquired by SR 9.9 million and has been recorded as goodwill. Based on the impairment assessment using value in use model made at the end of 2025 financial year, there was sufficient head room available, and accordingly, no impairment loss was recognized.

(*) The Group’s management performs goodwill impairment assessment annually and when there are indicators that the carrying value of goodwill may be impaired. Group’s management believes that any reasonably possible change in the key assumptions used for impairment assessment performed on December 31, 2025 will not cause the carrying value of the goodwill to materially exceeds its recoverable amount. Accordingly, no impairment loss was recognized for the three-month period ended March 31, 2026.

5 Investment in an associate

Name of company	Principal activities	Country of incorporation	Effective interest at	
			March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
LG Shaker Company Limited (“LG Shaker”)	Manufacture of air conditioners	Saudi Arabia	49%	49%
Ajeek Maintenance Service Company Limited (“Ajeek”)	Consumer electronics repair	Saudi Arabia	-	49%

Reconciliation for the investment in an associate is as follows:

	LG Shaker
At January 1, 2026	530,146
Acquired as a subsidiary during the period (Note 1)	-
Share of profit for the period	10,163
At March 31, 2026 (Unaudited)	540,309
At January 1, 2025	503,538
Acquiring of subsidiary (Note 1)	-
Share of profit for the period	8,772
At March 31, 2025 (Unaudited)	512,310

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5 Investment in an associate (continued)

LG Shaker

The following table summarizes the financial information of a material associate - LG Shaker as included in its own financial statements.

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Non-current assets	137,107	140,136
Current assets	570,599	510,534
Non-current liabilities	(16,587)	(16,771)
Current liabilities	(185,309)	(153,388)
Net assets	505,810	480,511
	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Revenue	213,846	685,801
Total comprehensive income (100%) (*)	25,300	64,759
Group share of total comprehensive income (49%) (*)	12,397	26,608

(*) The difference between the Group's share in net assets of the associate and share of total comprehensive income and 49% of associate reported net assets and total comprehensive income pertains to the adjustment made for the elimination of unrealized profit on upstream transactions between the Group and its associate.

6 Inventories

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Finished goods	339,320	399,846
Spare parts	23,927	25,511
Goods in transit	52,977	34,252
Others	1,853	-
	418,077	459,609
Impairment losses on inventories	(32,253)	(31,628)
	385,824	427,981

Reconciliation of the impairment losses on slow-moving inventories is as follows:

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of period / year	31,628	25,593
Charge for the period / year	625	8,698
Utilized during the period / year	-	(2,663)
Balance at end of period / year	32,253	31,628

7 Trade and other receivables

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Trade receivables	656,769	539,102
Less: Impairment loss on trade receivables	(49,119)	(45,041)
	607,650	494,061
Other receivables:		
Promotions claims from suppliers	12,905	5,007
	620,555	499,068

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(All amounts in thousands of Saudi Riyals unless otherwise stated)

7 Trade and other receivables (continued)

Reconciliation of impairment losses on receivables is as follows:

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Balance at beginning of period / year	45,041	48,671
Charge for the period / year	4,078	11,800
Write-off during the period / year	-	(15,430)
Balance at end of period / year	49,119	45,041

The following table provides information about the exposure to credit risk and ECLs for trade receivables from customers as at March 31, 2026 and December 31, 2025:

March 31, 2026 (Unaudited)	Gross carrying amount	Weighted- average loss	Loss allowance (%)
1-90 days	418,665	5,070	1.2%
91-180 days	72,713	1,457	2.0%
181-270 days	76,741	2,292	3.0%
271-360 days	47,366	4,390	9.3%
More than 360 days	41,284	35,910	87.0%
	656,769	49,119	7.5%
December 31, 2025 (Audited)	Gross carrying Amount	Weighted- average loss	Loss allowance (%)
1-90 days	235,345	2,888	1.2%
91-180 days	129,664	2,485	1.9%
181-270 days	95,252	2,707	2.8%
271-360 days	40,070	3,611	9.0%
More than 360 days	38,771	33,350	86.0%
	539,102	45,041	8.4%

8 Prepayments and other debit balances

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Advances		
Advances to suppliers	31,717	28,130
Other advances	13,059	5,272
Advances to employees	1,946	2,167
Total advances	46,722	35,569
Prepaid expenses	3,848	14,105
Cash margin	3,789	4,798
Others	3,689	3,688
	58,048	58,160

9 Cash and cash equivalents

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Bank balances – current accounts	87,920	56,108
Cash in hand	2,301	1,141
Credit cards	321	43
Total	90,542	57,292

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(All amounts in thousands of Saudi Riyals unless otherwise stated)

10 Lease liabilities and borrowings

The Group has credit facility agreements with local and foreign commercial banks for long and short-term borrowings in Saudi Riyal and US Dollar. Such facilities were obtained principally under Murabaha/Tawarruq arrangements. Certain facility agreements are secured against promissory notes, corporate guarantees of the Group are provided wherever required for loans to subsidiaries. The facilities bear financial charges on prevailing market rates.

Secured liabilities and assets pledged as security

All bank loans are secured by promissory notes signed by the parent Company equal to the maximum facility amount. These promissory notes amounted to SR 1,332 million as at March 31, 2026 and (December 31, 2025: SR 1,578 million).

Compliance with loan covenants

Under the terms of the loan agreements, the Group is required to commit to certain levels for the following financial covenants:

- Financial leverage ratio;
- Current ratio;
- Gearing ratio (Debt to equity not to exceed 1.5:1); and
- Ratio of total liabilities and tangible net worth.

As of March 31, 2026 and December 31, 2025, no breach to loan covenants identified by the Group.

As of March 31, 2026, the Group's total borrowing facilities amounted to SAR 1,332 million (December 31, 2025: SR 1,578 million) out of which SAR 663 million was unutilized (December 31, 2025: SR 856 million).

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Current:		
Lease liabilities	10,033	11,043
Bank loans	459,385	477,665
	469,418	488,708
Non-current:		
Lease liabilities	12,685	16,536

11 Trade and other payables

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Trade payables due to related parties (note 17)	252,520	218,717
Trade payables - third party	63,560	55,491
Total trade payables	316,080	274,208
Contract liabilities - advance from customers	33,839	23,748
Accrued expenses	25,382	17,974
Employee benefits	31,923	13,420
Accrued cost for vendors	1,147	3,536
Refund Liabilities	4,854	4,854
Other payables	101,433	73,804
Total other payables	198,578	137,336
Total trade and other payables	514,658	411,544

12 Zakat liabilities

The Group submitted its zakat returns for the years up to 2024 to the Zakat, Tax and Customs Authority ("ZATCA"). Moreover, the Group received final zakat assessments for the years up to 2024 and the related liabilities were paid.

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13 Revenue

The Group's revenue is derived from contracts with customers for sale of products and services provided. Control of product is transferred at a point in time and directly sold to customers and when services are rendered.

<i>March 31, 2026 (Unaudited)</i>	HVAC solutions	Home appliances	All other Segments	Total
Saudi Arabia	251,894	147,391	2,882	402,167
<i>March 31, 2025 (Unaudited)</i>				
Saudi Arabia	262,677	136,165	1,574	400,416

14 Operating segments

For management purposes, the Group is organized into three main business segments based on internal reporting provided to the chief operating decision maker.

Heating, ventilation, and air-conditioning solutions (HVAC): Represents residential and commercially conditioners including chillers and related services.

Home appliances: Represents televisions, washing machines, dryers, refrigerators, irons, gas cookers, and floor care.

All other segments represent external after-sales services and other logistic services.

The Executive Management Committee monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessments.

CoDM uses segments Profit Before Tax (PBT) to measure performance being the most relevant in evaluating the results of segments.

Transfer prices between operating segments are on mutually agreed terms in a manner similar to transactions with third parties.

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14 Operating segments (continued)

Segment information provided to the board of directors:

The table below shows the segment information provided to the Board of Directors for the reportable segments for the period ended March 31, 2026 and March 31, 2025, also the basis on which revenue is recognized:

For the period ended March 31, 2026	HVAC Solutions	Home appliances	Total reportable segments	Other	Total
Revenues from external customers	251,894	147,391	399,285	2,882	402,167
Cost of sales	(189,196)	(115,216)	(304,412)	(2,407)	(306,819)
Gross profit	62,698	32,175	94,873	475	95,348
General and administrative expenses	(15,392)	(11,521)	(26,913)	(763)	(27,676)
Selling and distribution expenses	(20,892)	(17,579)	(38,471)	(3,349)	(41,820)
Unrealized loss from investment at fair value through profit or loss	-	-	-	-	-
Impairment loss on trade and other receivables	(4,078)	-	(4,078)	-	(4,078)
Other income, net	589	-	589	-	589
Income / (loss) from operations	22,925	3,075	26,000	(3,637)	22,363
Finance costs	(5,728)	(344)	(6,072)	(100)	(6,172)
Foreign exchange (loss)	(57)	(27)	(84)	-	(84)
Share of net profit from an associate	10,163	-	10,163	-	10,163
Segments profit / (loss) before zakat	27,303	2,704	30,007	(3,737)	26,270
Zakat expense	(2,000)	-	(2,000)	-	(2,000)
Net income / (loss) for the period	25,303	2,704	28,007	(3,737)	24,270

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14 Operating segments (continued)

Segment information provided to the board of directors: (continued)

For the period ended March 31, 2025	HVAC Solutions	Home appliances	Total reportable segments	Other	Total
Revenues from external customers	262,677	136,165	398,842	1,574	400,416
Cost of sales	(194,444)	(104,366)	(298,810)	(973)	(299,783)
Gross profit	68,233	31,799	100,032	601	100,633
General and administrative expenses	(19,226)	(10,446)	(29,672)	(3,676)	(33,348)
Selling and distribution expenses	(22,819)	(17,217)	(40,036)	(99)	(40,135)
Impairment loss on trade and other receivables	(1,492)	(958)	(2,450)	-	(2,450)
Unrealized loss from investments at fair value through profit or loss	-	-	-	(700)	(700)
Other income, net	592	-	592	484	1,076
Income / (loss) from operations	25,288	3,178	28,466	(3,390)	25,076
Finance costs	(4,340)	(203)	(4,543)	-	(4,543)
Foreign exchange (loss)	(43)	(534)	(577)	-	(577)
Share of net profit from an associate	8,772	-	8,772	-	8,772
Segments profit / (loss) before zakat	29,677	2,441	32,118	(3,390)	28,728
Zakat expense	(1,200)	(300)	(1,500)	-	(1,500)
Net income / (loss) for the period	28,477	2,141	30,618	(3,390)	27,228

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14 Operating segments (continued)

Segment information provided to the Board of Directors: (continued)

	HVAC solutions	Home Appliances	Total reportable segments	All other segments	Adjustments and eliminations	Total
March 31, 2026						
Reportable segment assets	1,998,326	1,085,155	3,083,481	30,236	(1,196,871)	1,916,846
Additions to property and equipment	-	-	-	-	-	-
December 31, 2025						
Reportable segment assets	1,983,279	1,036,947	3,020,226	30,767	(1,240,630)	1,810,363
Additions to property and equipment	8,666	4	8,670	-	-	8,670
March 31, 2026						
Total segment liabilities	1,096,802	782,783	1,879,585	38,387	(876,459)	1,041,513
December 31, 2025						
Total segment liabilities	1,101,112	729,766	1,830,878	34,956	(907,092)	958,742

Adjustments and eliminations represent intercompany transactions and consolidation elimination entries transactions, and the intercompany transactions are mainly related to financing transactions.

Property, plant and equipment are primarily located in Saudi Arabia as at March 31, 2026 and December 31, 2025.

Depreciation and amortization for the period ended March 31, 2026 amounted to SR 1.9 million for HVAC Solutions segment and SR 27 thousands for Home Appliances segment (March 31, 2025: SR 2.6 million for HVAC Solutions and SR 61 thousands for Home Appliances segment).

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15 Seasonality of operations

The Group's HVAC solutions segments is subject to seasonal fluctuation as a result of weather conditions. In particular, the sale of air conditioners in key geographic areas are affected by winter weather conditions, which occur primarily during October to March. The Group attempts to minimize the seasonal impact by managing inventories to meet demand during this period.

For the 12 months ended March 31, 2026, the HVAC solutions segment reported revenue of SR 973 million (for 12 months ended March 31, 2025: SR 1,058 million) and net profit of SR 81 million (net profit for 12 months ended March 31, 2025: SR 89.4 million).

16 Capital and financial risk management

The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitor the return on capital as well as the level of dividends to ordinary shareholders.

The Board of Directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

The Group monitors capital using a ratio of adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings, less cash, and cash equivalents. Adjusted equity comprises all components of equity.

The Group's adjusted net debt to equity ratio at March 31, 2026 and December 31, 2025 was as follows:

	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Total liabilities	1,041,513	958,742
Less: cash and cash equivalents	(90,542)	(57,292)
Adjusted net debt	950,971	901,450
Total equity	875,333	851,621
Adjusted net debt to equity ratio	109%	106%

The management believes that the Group has the ability to meet its obligations as:

- (a) The Group's current assets are more than its current liabilities; and
- (b) The Group manages its liquidity risk by ensuring that bank borrowing facilities from multiple banks are available (see Note 10).

Management has assessed the Group's ability to continue as a going concern and is satisfied that the Group has the resources and borrowing facilities from multiple banks to continue in business for the foreseeable future. Moreover, management is not aware of any material uncertainties that may cast significant doubt upon the Group's ability to continue as going concern. Therefore, this condensed consolidated interim financial information has been prepared on a going concern basis.

17 Related parties

- (a) *Transactions with key management personnel*

The following table describes compensations to key management personnel:

	March 31, 2026 (Unaudited)	March 31, 2025 (Unaudited)
Short-term employees' benefits	3,578	3,477
Board of Directors and Audit Committee remuneration	840	836

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17 Related parties (continued)

(b) *Related parties' balances and transactions*

Name	Relationship	Nature of Transaction	Transactions		Balances	
			March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Due to related parties - under trade and other payables (*)						
LG Shaker	Associate	Purchase of finished goods	185,678	646,015	237,508	175,100
LG Electronics	A 51% owner of LG Shaker Company (Note 5)	Purchase of finished goods	-	61,339	-	17,290
LG Electronics Saudi Arabia Limited	Owned by a related party	Purchase of finished goods	8,577	93,678	15,012	26,327
					252,520	218,717
Key management personnel	Key management	Remuneration and meeting attendance fee			840	3,344

(*) These transactions are conducted in accordance with the terms and conditions of commission and are determined in the agreements signed with the related parties and approved by the management.

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18 Contingencies and commitments

The Group has the following as of March 31, 2026:

- a) At March 31, 2026, the Group has outstanding bank guarantees of SR 139.1 million (December 31, 2025: SR 124.1 million) issued by local and foreign banks in respect of importing of finished goods and other supplies.
- b) At March 31, 2026, the Group has outstanding bank letters of credit of SR 70.4 million (December 31, 2025: SR 62.7 million) issued against importing of finished goods and other supplies.
- c) The Group has a contractual obligation regarding the purchase of land amounting to SR 10.9 million as of March 31, 2026.

19 Share-based payment reserve - Employee option plan

The Group has offered certain employees (the “Eligible Employees”) the option for equity ownership opportunities to attract and retain eligible employees and reward them for their role in achieving the Group’s long-term goals. The program focuses on both current and future performance and enables participants to contribute towards the Group’s success.

On January 8, 2026, Shaker’s shareholders approved issuance of 1,110,000 ordinary shares to allocate them to the employee share program to senior executives.

The options are equity-settled and relate to ordinary shares issued by the Group. The fair value of each option at grant date was SAR 9.3 to 11 depending on the exercise price. The shares (options) vest if the employees are satisfied with certain performance conditions and service time constraints imposed by the Nomination and Remuneration Committee (“NRC”).

The contractual life of the options is up to 3 years from the grant date.

The fair value per option is estimated at the grant date using the Black Scholes Merton pricing model, considering the terms and conditions upon which the share options were granted. Key assumptions used in determining the fair value of options granted include expected volatility, risk-free interest rate, expected dividend yield, and expected option life.

Under the Employee Stock Ownership Plan (“ESOP”), Options were granted on March 3, 2026, with exercise price of 3-5 SAR and vesting period of 3 years.

During the three-month period ended March 31, 2026, the Group recognized expense related to the program for the amounting to Saudi Riyals 1 million, which was charged to employees’ benefit expenses with a corresponding increase in equity (share-based payment reserve) in the consolidated statement of changes in equity.

20 Basic and diluted earnings per share

Basic and diluted earnings per share amounts are calculated by dividing the earnings for the three-month period ended attributable to the shareholders of the Parent Company by the weighted average number of ordinary shares outstanding, as follows:

	March 31, 2026	March 31, 2025
Earnings attributable to ordinary shareholders	24,280	27,205
Weighted average number of ordinary shares used in calculating basic earnings per share (*)	66,600	66,600
Adjustment for treasury shares	1,110	1,110
Weighted average number of ordinary shares used in calculating diluted earnings per share (*)	67,710	67,710
Earnings per share attributable to the owners of the Company		
Basic earnings per share	0.365	0.408
Diluted earnings per share	0.359	0.402

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20 Basic and diluted earnings per share (continued)

(*) The weighted average number of ordinary shares outstanding has been retrospectively adjusted for the prior period to reflect the effect of the changes in number of shares due to retained earnings capitalization as disclosed in note 1.

21 Geopolitical developments

The Group continues to monitor the regional geopolitical developments and their potential impact. While the situation remains evolving, the Group maintains a robust operational framework to manage associated risks. These developments have not had a material impact on the Group's condensed consolidated interim financial information for the period ended March 31, 2026; however, given the evolving nature of the conflict, the potential long-term impact on the Group's business will continue to be assessed on future reporting dates.

22 Subsequent events

There are no subsequent events after the three-month period ended March 31, 2026, which require adjustment or disclosure to this condensed consolidated interim financial information.

23 Approval of the financial information

This condensed consolidated interim financial information was approved by the Company's Board of Directors on May 9, 2026