

**ARMAH SPORTS COMPANY**  
**(A Saudi Listed Joint Stock Company)**

**Interim Condensed Financial Statements (Unaudited)**  
**and Independent Auditor's Review Report**

**For the Three-Month Period Ended 31 March 2026**



ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

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INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)  
AND INDEPENDENT AUDITOR'S REVIEW REPORT  
For the Three-Month Period Ended 31 March 2026

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**ERNST & YOUNG PROFESSIONAL SERVICES (PROFESSIONAL LLC)**  
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## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF ARMAH SPORTS COMPANY (A SAUDI LISTED JOINT STOCK COMPANY)

### Introduction

We have reviewed the accompanying interim condensed statement of financial position of Armah Sports Company - A Saudi Listed Joint Stock Company ("the Company") as at 31 March 2026, and the related interim condensed statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

### Scope of Review

We 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.

### Other Matters


The financial statements of the Company for the year ended 31 December 2025 were audited by another auditor who expressed unmodified opinion on those financial statements on 6 Ramadan 1447H (Corresponding to 23 February 2026).

We have not been appointed or assigned to review the interim condensed financial statements of the Company as at and for the three-month period ended 31 March 2025. Accordingly, we were not able to indicate whether there were any adjustments to the results of its business and cash flows for the three-month period ended 31 March 2025. Our conclusion is not modified in relation to this matter.

### Conclusion

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

for Ernst & Young Professional Services

  
Waleed G. Tawfiq  
Certified Public Accountant  
License No. (437)

Riyadh: 23 Thul-Qi'dah 1447H  
(10 May 2026G)

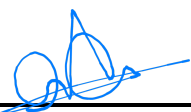

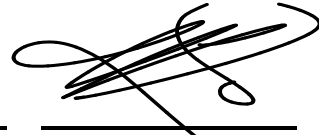



ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME (UNAUDITED)

For the Three-Month Period Ended 31 March 2026  
(Saudi Riyals)

	Notes	For the three-month period ended 31 March	
		2026 (Unaudited) ﷲ	2025 (Unaudited and unreviewed) ﷲ
Revenue	13	53,675,269	51,293,426
Cost of revenue		(27,297,768)	(26,309,464)
<b>Gross profit</b>		<b>26,377,501</b>	<b>24,983,962</b>
General and administrative expenses		(5,624,750)	(5,032,406)
Selling and marketing expenses		(3,024,262)	(2,711,327)
Gain on commencement of sublease	8	-	9,506,244
Other operating expenses		(1,906,657)	(1,429,338)
<b>Operating profit</b>		<b>15,821,832</b>	<b>25,317,135</b>
Finance Income		1,526,241	1,169,838
Finance Cost		(5,430,182)	(7,006,266)
<b>Profit before zakat</b>		<b>11,917,891</b>	<b>19,480,707</b>
Zakat	12	(300,000)	(523,080)
<b>Profit for the period</b>		<b>11,617,891</b>	<b>18,957,627</b>
<b>Other comprehensive loss</b>			
Remeasurement loss on employees' end of service benefit		(138,180)	(4,899)
Other comprehensive loss for the period		(138,180)	(4,899)
<b>Total comprehensive income for the period</b>		<b>11,479,711</b>	<b>18,952,728</b>
<b>Basic and diluted earnings per share</b>	14	<b>0.35</b>	<b>0.58</b>

 _____ Finance Director Muhammad Salahuddin	 _____ Chief Financial Officer Ibrahim Gharbieh	 _____ Chief Executive Officer Fahad Alhagbani	 _____ Chairman of Board of Directors Abdulmohsen Alhagbani
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The accompanying notes form an integral part of these interim condensed financial statements.

ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)


INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2026

(Saudi Riyals)

	Notes	31 March 2026 (Unaudited) ﷲ	31 December 2025 (Audited) ﷲ
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	6	780,604,649	763,167,090
Right of use assets	7	140,906,013	126,798,861
Net investment in sublease	8	62,486,550	64,144,495
Intangible assets		1,369,656	1,423,382
Advances to suppliers and contractors		19,638,907	19,349,128
<b>Total non-current assets</b>		<b>1,005,005,775</b>	<b>974,882,956</b>
<b>Current assets</b>			
Prepayments and other current assets		5,175,843	6,392,526
Trade receivables		538,338	262,042
Inventories		4,084,164	3,648,560
Net Investment in sublease	8	5,500,000	2,750,000
Cash and cash equivalents	9	67,064,655	82,142,367
<b>Total current assets</b>		<b>82,363,000</b>	<b>95,195,495</b>
<b>Total assets</b>		<b>1,087,368,775</b>	<b>1,070,078,451</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	10	328,591,660	328,591,660
Share premium	10	68,855,423	68,855,423
Retained earnings		49,127,231	37,647,520
Revaluation surplus		117,459,910	117,459,910
<b>Total equity</b>		<b>564,034,224</b>	<b>552,554,513</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	11	148,455,267	163,253,737
Lease liabilities	7	205,411,134	192,287,621
Retention payables		1,946,845	1,264,395
Employees' end of service benefits		5,634,644	4,911,501
<b>Total non-current liabilities</b>		<b>361,447,890</b>	<b>361,717,254</b>
<b>Current liabilities</b>			
Loans and borrowings	11	59,588,000	55,993,155
Lease liabilities	7	20,447,860	16,618,027
Trade payables		2,114,495	3,229,442
Accrued expenses and other current liabilities		16,143,120	15,884,607
Deferred revenue		61,803,015	62,591,282
Zakat provision	12	1,790,171	1,490,171
<b>Total current liabilities</b>		<b>161,886,661</b>	<b>155,806,684</b>
<b>Total liabilities</b>		<b>523,334,551</b>	<b>517,523,938</b>
<b>Total equity and liabilities</b>		<b>1,087,368,775</b>	<b>1,070,078,451</b>

  
Finance Director  
Muhammad Salahuddin

  
Chief Financial Officer  
Ibrahim Gharbieh

  
Chief Executive Officer  
Fahad Alhagbani

  
Chairman of Board of Directors  
Abdulmohsen Alhagbani

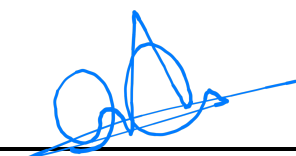
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ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the Three-Month Period Ended 31 March 2026  
(Saudi Riyals)

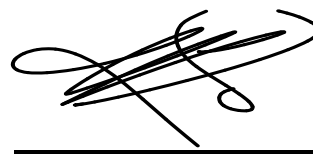
	Share capital ﷲ	Share premium ﷲ	(Accumulated losses) / retained earnings ﷲ	Revaluation surplus ﷲ	Total ﷲ
<b>Balance as at 1 January 2025</b>	328,591,660	68,855,423	(23,812,229)	97,100,000	470,734,854
Net profit for the period	-	-	18,957,627	-	18,957,627
Other comprehensive loss	-	-	(4,899)	-	(4,899)
Total comprehensive income for the period	-	-	18,952,728	-	18,952,728
<b>Balance as at 31 March 2025 (Unaudited and unreviewed)</b>	328,591,660	68,855,423	(4,859,501)	97,100,000	489,687,582
<b>Balance as at 1 January 2026</b>	<b>328,591,660</b>	<b>68,855,423</b>	<b>37,647,520</b>	<b>117,459,910</b>	<b>552,554,513</b>
Net profit for the period	-	-	11,617,891	-	11,617,891
Other comprehensive loss	-	-	(138,180)	-	(138,180)
Total comprehensive income for the period	-	-	11,479,711	-	11,479,711
<b>Balance as at 31 March 2026 (Unaudited)</b>	<b>328,591,660</b>	<b>68,855,423</b>	<b>49,127,231</b>	<b>117,459,910</b>	<b>564,034,224</b>



Finance Director  
Muhammad Salahuddin



Chief Financial Officer  
Ibrahim Gharbieh



Chief Executive Officer  
Fahad Alhagbani



Chairman of Board of Directors  
Abdulmohsen Alhagbani

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

ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

For the Three-Month Period Ended 31 March 2026

(Saudi Riyals)

	Notes	31 March 2026	31 March 2025
		(Unaudited)	(Unaudited and unreviewed)
		S	S
<b>Cash flows from operating activities</b>			
Profit before zakat		11,917,891	19,480,707
<b>Adjustments for non-cash items:</b>			
Depreciation of property and equipment	6	8,548,586	8,349,384
Depreciation of right of use assets	7	2,309,862	2,301,504
Amortization of intangible assets		107,954	97,174
Gain from commencement of sublease	8	-	(9,506,244)
Finance Income		(1,526,241)	(1,169,838)
Finance cost		5,430,182	7,006,266
Employees' end of service benefits		638,831	612,676
		<u>27,427,065</u>	<u>27,171,629</u>
<b>Changes in working capital items:</b>			
Prepayments and other current assets		971,130	517,324
Trade receivables		(276,296)	(116,952)
Inventories		(435,604)	(435,992)
Due from / to related parties		-	(23,604)
Trade payables		(1,114,947)	1,210,078
Accrued expenses and other current liabilities		258,513	720,513
Deferred revenue		(788,267)	(5,045,585)
Long term retentions		682,450	-
<b>Cash generated from operating activities</b>		<u>26,724,044</u>	<u>23,997,411</u>
Employees' end of service benefits paid		(56,720)	(7,713)
Zakat paid		-	-
<b>Net cash generated from operating activities</b>		<u>26,667,324</u>	<u>23,989,698</u>
<b>Cash flows from investing activities</b>			
Purchase of property and equipment	6	(23,691,444)	(2,562,354)
Purchase of intangible assets		(54,228)	(46,841)
Advances to suppliers and contractors		(289,779)	(432,758)
Proceeds from sublease	8	-	2,750,000
Finance income received		679,739	613,150
<b>Net cash (used in) / generated from investing activities</b>		<u>(23,355,712)</u>	<u>321,197</u>
<b>Cash flows from financing activities</b>			
Principal element of lease liabilities paid		(2,607,026)	(1,548,898)
Interest element of lease liabilities paid		(880,720)	(917,043)
Payment of interest on borrowings		(5,604,778)	(4,738,512)
Repayment of long-term loans and borrowings		(26,000,000)	(20,000,000)
Receipt of long-term loans and borrowings		16,703,200	-
Net movement on short term loans and borrowings		-	(3,750,000)
<b>Net cash used in financing activities</b>		<u>(18,389,324)</u>	<u>(30,954,453)</u>
<b>Net change in cash and cash equivalents</b>		<u>(15,077,712)</u>	<u>(6,643,555)</u>
Cash and cash equivalents at beginning of the period		<u>82,142,367</u>	<u>45,090,918</u>
<b>Cash and cash equivalents at end of the period</b>		<u>67,064,655</u>	<u>38,447,363</u>

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

ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED) (continued)

For the Three-Month Period Ended 31 March 2026

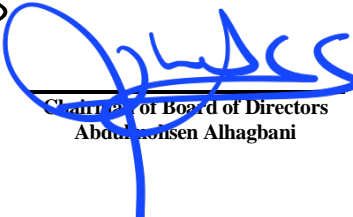
(Saudi Riyals)

	<u>Notes</u>	<u>31 March 2026</u>	<u>31 March 2025</u>
		(Unaudited)	(Unaudited and unreviewed)
		ﷲ	ﷲ
<b><u>Significant Non-cash transactions</u></b>			
Capitalization of interest on loans and borrowings		730,626	730,626
Addition of right of use assets and lease liabilities		16,417,015	16,417,015
Right of use asset written off	7	-	(56,270,726)
Capitalization of interest on lease liability		1,564,075	1,219,781

  
Finance Director  
Muhammad Salahuddin

  
Chief Financial Officer  
Ibrahim Gharbieh

  
Chief Executive Officer  
Fahad Alhagbani

  
Chairman of Board of Directors  
Abdulmomen Alhagbani

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

**ARMAH SPORTS COMPANY**  
**(A Saudi Listed Joint Stock Company)**

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**(UNAUDITED)**

For the Three-Month Period Ended 31 March 2026  
(Saudi Riyals)

**1. CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES**

Armah Sports Company, (the “Company”) is a Saudi Listed Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia, under Commercial Registration Number 1010559940 and Unified National Number 7005955278 dated Jumada Al-Akhirah 14, 1440 H (corresponding to February 19, 2019).

The registered address of the Company is building number 3894, Al Nakheel District, Riyadh, Kingdom of Saudi Arabia.

The Company’s primary activities include operating facilities, sport centers, retail sales of sports apparel, and providing food services in sport facilities, salons, and other sports activities.

**Recent geopolitical developments in the Middle East**

During the period, geopolitical tensions in parts of the Middle East intensified, leading to regional instability. Given that the majority of the Company’s operations are conducted within the region, management continues to monitor these developments closely and its impact on the business as the situation remains evolving.

**2. BASIS OF PREPARATION**

These interim condensed financial statements have been prepared in accordance with the requirements of International Accounting Standard (IAS 34) “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company’s annual financial statements as at 31 December 2025. In addition, the results of the operations for the period ended 31 March 2026 do not necessarily represent an indication for the results of the operations for the year ending 31 December 2026. Specific explanatory disclosures have been included in order to explain the significant events and transactions during the period.

The Company has prepared the interim condensed financial statements on the basis that it will continue to operate as a going concern. Management considers that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

These interim condensed financial statements have been prepared on the historical cost basis, except for the following:

- Land under property and equipment – measured at revalued amount; and
- Defined benefit plan – measured at the present value of future obligations using the Project Unit Credit Method.

Furthermore, these interim condensed financial statements are prepared using the accrual basis of accounting.

The interim condensed financial statements are presented in Saudi Riyal (“ﷲ”), which is the Company’s functional currency.

**3. USE OF JUDGMENTS AND ESTIMATES**

The preparation of these interim condensed financial statements requires management to make judgements, 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 assets or liabilities affected in future period.

All judgements and sources of estimation uncertainty used in the preparation of the interim condensed financial statements remain similar to those disclosed in the Company’s annual financial statements for the year ended 31 December 2025.

**ARMAH SPORTS COMPANY**  
**(A Saudi Listed Joint Stock Company)**

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**(UNAUDITED) (continued)**

For the Three-Month Period Ended 31 March 2026  
(Saudi Riyals)

**4. SUMMARY OF MATERIAL ACCOUNTING POLICIES**

The accounting policies and calculation methods applied in preparing the interim condensed financial statements are consistent with those followed in preparing the Company's annual financial statements for the year ended 31 December 2025. The Company did not early adopt any other standard, interpretation or amendment issued but not yet effective.

**5. NEW STANDARDS, AMENDMENT TO STANDARDS AND INTERPRETATIONS**

The following standards and interpretations apply for the first time to financial reporting periods commencing on or after 1 January 2026:

*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 Company'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 Company'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 company's financial performance and cash flows. The amendments had no impact on Company's interim condensed financial statements.

***Standards issued but not yet effective***

The Company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective and below mentioned are the details of those standards:

ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

For the Three-Month Period Ended 31 March 2026

(Saudi Riyals)

5. NEW STANDARDS, AMENDMENT TO STANDARDS AND INTERPRETATIONS (continued)

<u>Standards/ amendments to standards/ interpretations</u>	<u>Effective date</u>
IFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	1 January 2027
Translation to a Hyperinflationary Presentation Currency – Amendments to IAS 21	1 January 2027

The adoption of these standards and interpretations is not expected to have any material impact on the Company on the effective date, except IFRS 18, which the Company is currently evaluating the impact of its adoption on the financial statements.

6. PROPERTY AND EQUIPMENT

	<b>31 March 2026</b> <b>(Unaudited)</b> ﷲ	31 December 2025 (Audited) ﷲ
Beginning balance for the period/ year	<b>763,167,090</b>	724,608,839
Additions during the period/ year	<b>25,986,145</b>	52,056,144
Revaluation gain during the period/ year	-	20,359,910
Depreciation charged during the period/ year	<b>(8,548,586)</b>	(33,857,803)
<b>Ending balance for the period/ year*</b>	<b>780,604,649</b>	763,167,090

\*This balance includes capital work in progress amounting to ﷲ 24.94 million (31 December 2025: ﷲ 22.19 million).

The borrowing costs capitalized under capital work in progress during the period amounted to ﷲ 0.73 million (31 December 2025: ﷲ 0.70 million).

7. RIGHT OF USE ASSETS AND LEASE LIABILITIES

	<b>31 March 2026</b> <b>(Unaudited)</b> ﷲ		31 December 2025 (Audited) ﷲ	
	<b>Right of use assets</b>	<b>Lease liabilities</b>	Right of use assets	Lease liabilities
Beginning balance for the period/ year	<b>126,798,861</b>	<b>208,905,648</b>	191,602,795	199,823,096
Additions during the period/ year	<b>16,417,015</b>	<b>16,217,015</b>	-	-
Derecognition during the period / year	-	-	(56,270,726)	-
Depreciation during the period/ year	<b>(2,309,863)</b>	-	(8,533,208)	-
Interest expense during the period/ year	-	<b>4,024,077</b>	-	14,880,277
Payments during the period/ year	-	<b>(3,287,746)</b>	-	(5,797,725)
<b>Ending balance for the period/ year</b>	<b>140,906,013</b>	<b>225,858,994</b>	126,798,861	208,905,648

The following are the lease liabilities as classified in the interim condensed statement of financial position:

	<b>31 March 2026</b> <b>(Unaudited)</b> ﷲ	31 December 2025 (Audited) ﷲ
Non-current	<b>205,411,134</b>	192,287,621
Current	<b>20,447,860</b>	16,618,027
	<b>225,858,994</b>	208,905,648

ARMAH SPORTS COMPANY  
(A Saudi Listed Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
(UNAUDITED) (continued)

For the Three-Month Period Ended 31 March 2026  
(Saudi Riyals)

**8. NET INVESTMENT IN SUBLEASE**

	<b>31 March 2026</b> <b>(Unaudited)</b> <b>ﷲ</b>	31 December 2025 (Audited) <b>ﷲ</b>
Opening	<b>66,894,495</b>	-
Additions during the period/ year*	-	65,776,970
Finance income	<b>1,092,055</b>	3,867,525
Collection	-	(2,750,000)
<b>Ending balance for the period/ year</b>	<b><u>67,986,550</u></b>	<b><u>66,894,495</u></b>

\* The Company signed a sublease contract for Al Wadi Lands for a period of 20 years and 11 months entered into during the year ended 31 December 2025. The total rentals as per the signed sublease contract in 2025 amount to ﷲ 127.6 million receivable over the period of the sublease. This transaction resulted in derecognition of the right of use asset of 56.3 million and recognition of gain amounting to ﷲ 9.5 million.

As of 31 March 2026, the contractual undiscounted receivables amount to ﷲ 124.9 million.

The table below summarizes the maturity profile of net investment in sublease based on contractual undiscounted receivables:

	<b>Up to 1 year</b>	<b>More than 1 year and up to 5 years</b>	<b>More than 5 years</b>	<b>Total</b>
Net investment in sublease	<b><u>5,500,000</u></b>	<b><u>22,275,000</u></b>	<b><u>97,102,500</u></b>	<b><u>124,877,500</u></b>

**9. CASH AND CASH EQUIVALENT**

The carrying amount of the loans and borrowings as of period/ year-end is as follows:

	<b>31 March</b> <b>2026</b> <b>(Unaudited)</b> <b>ﷲ</b>	31 December 2025 (Audited) <b>ﷲ</b>
Short term deposits*	<b>3,000,000</b>	47,000,000
Cash at banks	<b>63,711,798</b>	34,798,650
Cash on hand	<b>352,857</b>	343,717
	<b><u>67,064,655</u></b>	<b><u>82,142,367</u></b>

\*This represents Islamic short-term deposits with maturities of three months or less. Finance income earned from these deposits amounted to ﷲ 0.43 million (31 March 2025: ﷲ 0.47 million) and is recognized in the statement of profit or loss. These deposits carry profit rates ranging from 4.65% to 4.75% (2025: 4.60% to 5.55%)

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**10. SHARE CAPITAL AND SHARE PREMIUM**

The Company was listed on the Parallel Market “Nomu” in 2023. As part of the listing, the Company issued 4,106,666 new ordinary shares at an offer price of ﷲ 28 per share. The excess of the offer price over the nominal value was recognized as share premium amounting to ﷲ 68,855,423, net of issuance costs.

The details of authorized and issued share capital is as follows:

	<b>31 March 2026 (Unaudited) ﷲ</b>	<b>31 December 2025 (Audited) ﷲ</b>
<b>Authorized &amp; issued</b>		
Number of ordinary shares	<u>32,859,166</u>	<u>32,859,166</u>
Value of shares @ ﷲ 10 per share	<u>328,591,660</u>	<u>328,591,660</u>

**11. LOANS AND BORROWINGS**

The carrying amount of the loans and borrowings as of period/ year-end is as follows:

	<b>31 March 2026 (Unaudited) ﷲ</b>	<b>31 December 2025 (Audited) ﷲ</b>
Non-current portion of long-term loans	<u>148,455,267</u>	<u>163,253,737</u>
Current portion of long-term loans	<b>57,500,000</b>	52,000,000
Short term borrowings	-	-
Accrued interest on long and short-term loans	<u>2,088,000</u>	<u>3,993,155</u>
<b>Loans and borrowings – current</b>	<u>59,588,000</u>	<u>55,993,155</u>
<b>Total loans and borrowings</b>	<u>208,043,267</u>	<u>219,246,892</u>

As at 31 March 2026, the Company had unutilized bank financing facilities totaling ﷲ 124.2 million (31 December 2025: ﷲ 160.9 million), available to meet short-term and long-term liquidity requirements and to finance the construction of fitness centers. These facilities are secured by promissory note issued by the Company.

The facilities are subject to certain financial covenants and require the Company to promptly notify the bank of any actual or potential covenant breaches. As at 31 March 2026, the Company was in full compliance with all borrowing covenants.

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**12. ZAKAT**

The Company has filed its zakat returns up to the year ended 31 December 2025 and has settled the zakat liabilities in accordance with the returns filed. Final zakat assessments have been received from the Zakat, Tax and Customs Authority (“ZATCA”) for the years 2020 and 2023, and the related liabilities have been duly settled. The zakat assessments for the intervening years 2021, 2022, 2024, and 2025 are currently under review by ZATCA and final assessments have not yet been issued.

**13. REVENUE**

	<b>For the three-month period ended 31 March</b>	
	<b>2026 (Unaudited)</b>	<b>2025 (Unaudited and unreviewed)</b>
	<b>ﷲ</b>	<b>ﷲ</b>
<b>Over a period of time:</b>		
Subscription and membership	<b>46,779,356</b>	44,791,354
Personal training fees	<b>5,685,879</b>	5,452,040
	<b>52,465,235</b>	50,243,394
<b>At a point in time:</b>		
Other fitness centers’ revenue	<b>1,210,034</b>	1,050,032
<b>Total revenue</b>	<b>53,675,269</b>	51,293,426

Other fitness centers’ revenue mainly comprises revenue generated from the sale of food and beverage and other merchandise available at the fitness centers.

**14. EARNINGS PER SHARE**

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

There were no diluted shares outstanding at any time during the period, therefore, the diluted earnings per share is equal to the basic earnings per share.

	<b>For the three-month period ended 31 March</b>	
	<b>2026 (Unaudited)</b>	<b>2025 (Unaudited and unreviewed)</b>
	<b>ﷲ</b>	<b>ﷲ</b>
Net profit attributable to the shareholders of the Company	<b>11,617,891</b>	18,957,627
Weighted average number of outstanding shares during the period	<b>32,859,166</b>	32,859,166
Basic and diluted earnings per share	<b>0.35</b>	0.58

**15. CONTINGENCIES AND COMMITMENTS**

The Company has capital commitments on contracts for developing fitness centers amounting to ﷲ 79.5 million (31 December, 2025: ﷲ 82.93 million).

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**16. RELATED PARTY TRANSACTIONS AND BALANCES**

During the period ended 31 March 2026, the Company had no transactions with related parties.

**Key management compensation**

Key management personnel of the Company comprise of key members of the management having authority and responsibility for planning, directing, and controlling the activities of the Company. The compensation to key management, including benefits to Board of Director and Remuneration Committee, is shown below:

	<b>For the three-month period ended 31 March</b>	
	<b>2026 (Unaudited)</b>	<b>2025 (Unaudited and unreviewed)</b>
	<b>ﷲ</b>	<b>ﷲ</b>
Short term benefits	<b>1,571,739</b>	1,680,558
End of service benefits	<b>232,495</b>	109,970
	<b>1,804,234</b>	1,790,528

**17. SEGMENT INFORMATION**

A segment is a separate and distinct part of the Company that engages in business activities from which it may earn revenues and incur expenses. The operating segments are disclosed on the basis of internal reports that are reviewed by the chief operating decision-maker, who is responsible for allocating resources, assessing performance and making strategic decisions about the operating segments.

For management purposes, the Company is organized into business units based on their geographical distribution.

**Geographical segments**

The Company has operations in the central region and western region of Saudi Arabia only. The following tables present information for the geographical segments for the period end.

**For the three-month period ended 31 March 2026 (Unaudited)**

	<b>Central region</b>	<b>Western region</b>	<b>Total</b>
	<b>ﷲ</b>	<b>ﷲ</b>	<b>ﷲ</b>
Revenue	<b>46,145,446</b>	<b>7,529,823</b>	<b>53,675,269</b>
Cost of revenue	<b>(21,039,974)</b>	<b>(6,257,794)</b>	<b>(27,297,768)</b>
Gross profit	<b>25,105,472</b>	<b>1,272,029</b>	<b>26,377,501</b>
Comprehensive income	<b>23,129,030</b>	<b>(62,833)</b>	<b>23,066,197</b>
Unallocated head office costs			<b>(11,586,486)</b>
Total comprehensive income			<b>11,479,711</b>
Depreciation			
- Property and equipment	<b>(6,958,902)</b>	<b>(1,589,684)</b>	<b>(8,548,586)</b>
- Right of use assets	<b>(1,074,851)</b>	<b>(1,235,011)</b>	<b>(2,309,862)</b>

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**17. SEGMENT INFORMATION (continued)**

For the three-month period ended 31 March 2025 (Unaudited and unreviewed)

	Central region	Western region	Total
	ﷲ	ﷲ	ﷲ
Revenue	43,587,848	7,705,578	51,293,426
Cost of revenue	(20,639,104)	(5,670,360)	(26,309,464)
Gross profit	22,948,744	2,035,218	24,983,962
Comprehensive income	29,107,246	(147,547)	28,959,699
Unallocated head office costs			(10,006,971)
Total comprehensive income			18,952,728
Depreciation			
- Property and equipment	(6,751,039)	(1,598,345)	(8,349,384)
- Right of use assets	(1,118,615)	(1,182,889)	(2,301,504)

**18. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENT**

The Company's financial risk management strategies have not changed significantly since the last year end.

There have been no substantive changes in the judgements and estimates made by the Company in determining the fair values of the financial instruments since the last annual financial statements. Furthermore, the levels of inputs used in determination of the fair values are consistent with that disclosed in the financial statements for the year ended 31 December, 2025. The fair value of financial instruments approximates their carrying value.

**19. SUBSEQUENT EVENTS**

There are no subsequent events that require disclosure or amendment to the accompanying interim condensed financial statements.

**20. COMPARITIVE INFORMATION**

Certain comparative figures have been reclassified, wherever considered necessary for the purposes of comparison and better presentation

**21. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENT**

The interim condensed financial statements have been approved by the Board of Directors on 20 Thul-Qi'dah 1447 (corresponding to 7 May 2026).