WAJA
COMPANY

Waja Company

Saudi listed joint-stock company

Interim Condensed Financial Statements (Unaudited)

And Independent Auditor's Report

For the three-month and six-month periods ended 30 June 2026

WAJA COMPANY

Contents

Independent auditor's review report on the interim condensed financial statements

To the Shareholders
Waja Company
Saudi listed joint-stock company

Introduction
We have reviewed the accompanying interim condensed statement of financial position of Waja Company (a Saudi Joint Stock Company) (the "Company") as at 30 June 2026, and the related interim condensed statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended, and the interim condensed statement of changes in equity and statement of cash flows for the six-month period then ended, and other explanatory notes (the interim condensed financial statements). Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard (34), "Interim Financial Reporting" 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 the 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 people 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 interim condensed financial statements are not prepared, in all material respects, in accordance with International Accounting Standard (34), "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia.

Other Matter
The Company's financial statements for the year ended 31 December 2025 were audited by another auditor, who expressed an unmodified opinion on those financial statements on 12 Shawwal 1447H (corresponding to 31 March 2026). Also, The Company's interim condensed financial statements for the three-month and six-month periods ended 30 June 2025 were reviewed by another auditor, who expressed an unmodified conclusion on those interim condensed financial statements on 16 Safar 1447H (corresponding to 10 August 2025).

For Alzoman, Alfahad & Alhajjaj Professional Services

شركة الزومان والفهد والحجاج للاستشارات المهنية
Alzoman, Alfahad & Alhajjaj Professional Services
CR 1010461402

Zaher Abdullah Alhajjaj
Certified Public Accountant
License No. (562)

Riyadh, Kingdom of Saudia Arabia

Date: 5 Rabi' al-Awwal 1448H
Corresponding to: 18 August 2026

شركة ياسر زومان الزومان وخالد فوزان الفهد وزاهر عبدالله الحجاج
للاستشارات المهنية
مساهمة مهنية رأس مال 2,000,000.00
رقم الوطني الموحد : 7009418612
اشتراك الغرفة التجارية : 355471
info@ay-cpa.sa www.ay-cpa.sa

الرياض - الدمام - جدة
0114180404 9200 18802
الرياض - حي الياسمين - طريق انس بن مالك - مجمع الصامل التجاري - الدور الثاني - مكتب رقم 1 - RAYC3728
RAYC3728 - Riyadh - Al Yasmeen Dist., - Anas Bin Malik Rd - Al Samel Complex - 2nd Fl - Office No.1

Waja Company
Saudi listed joint-stock company
Interim Condensed Statement of Financial Position
As at 30 June 2026
(All amounts are in ⃁ unless otherwise stated)

WAJA COMPANY

	Note	30 June 2026 (unaudited)	31 December 2025 (audited)
Assets			
Non-Current Assets			
Property, plant and equipment	6	**1,272,700**	1,531,709
Right-of-use assets		**485,439**	720,371
Investment in an associate		**4,586,783**	4,529,283
Total non-current assets		**6,344,922**	6,781,363
Current assets			
Inventory	7	**6,542,115**	7,524,911
Trade receivables	8	**31,958,915**	77,958,381
Contract assets	9	**131,552,642**	107,524,487
Prepayments and other receivables	10	**21,078,110**	17,516,460
Cash and cash equivalents	11	**5,678,354**	1,203,978
Total current assets		**196,810,136**	211,728,217
Total assets		**203,155,058**	218,509,580
Equity and liabilities			
Equity			
Share Capital	1	**35,000,000**	35,000,000
Employee benefits re-measurement reserve		**385,166**	252,643
Retained earnings		**67,607,149**	70,314,546
Total Equity		**102,992,315**	105,567,189
Non-current liabilities			
Lease liabilities - non-current portion		**11,682**	262,887
Defined benefit obligation	13	**2,144,891**	2,110,823
Credit facilities - non-current portion	15	**6,567,000**	2,562,500
Total non-current liabilities		**8,723,573**	4,936,210
Current liabilities			
Lease liabilities - current portion		**499,873**	471,065
Credit facilities - current portion	15	**28,734,786**	25,241,121
Trade Payables		**16,483,878**	25,090,455
Due to a related party	12	**13,430,000**	31,134,000
Contract liabilities		**9,127,544**	2,917,981
Business warranty liabilities		**4,334,813**	4,391,293
Accrued expenses and other credit balances	14	**15,046,858**	14,550,678
Zakat Provision	16	**3,781,418**	4,209,588
Total current liabilities		**91,439,170**	108,006,181
Total liabilities		**100,162,743**	112,942,391
Total equity and liabilities		**203,155,058**	218,509,580

Chairman of the Board of Directors	Chief Executive Officer	Chief Financial Officer

The accompanying notes from 1 to 28 are an integral part of these interim condensed financial statements.

	Note	For the three-month ended 30 June		For the six-month ended 30 June	
		2026	2025	**2026**	2025
		(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Revenue from contracts with customers	17	**22,966,229**	25,925,370	**48,074,402**	51,127,560
Cost of sales	18	**(18,314,260)**	(17,631,053)	**(38,147,649)**	(38,242,323)
Gross profit		**4,651,969**	8,294,317	**9,926,753**	12,885,237
General and administrative expenses	19	**(2,390,109)**	(2,616,878)	**(4,550,564)**	(5,069,932)
Allowance for expected credit losses	9.8	**(5,061,532)**	(3,478,142)	**(5,061,532)**	(3,478,142)
(Loss) / profit from operations		**(2,799,672)**	2,199,297	**314,656**	4,337,163
Share of profit of an associate		**23,799**	46,169	**57,500**	46,169
Finance costs	20	**(958,965)**	(1,175,233)	**(1,748,573)**	(1,463,757)
Gains on sale of property and equipment		**1,739**	-	**1,739**	-
(Loss) / profit before zakat		**(3,733,099)**	1,070,233	**(1,374,677)**	2,919,575
Zakat expense	16	**(625,296)**	(716,966)	**(1,332,720)**	(1,433,933)
Net (loss) / profit for the period		**(4,358,395)**	353,267	**(2,707,397)**	1,485,642
Other comprehensive income items					
Items that will not be subsequently reclassified to profit or loss:					
Gains from re-measurement of defined benefit plan obligations		**132,523**	-	**132,523**	-
Total other comprehensive income for the period		**132,523**	-	**132,523**	
Total comprehensive (loss) / comprehensive income for the period		**(4,225,872)**	353,267	**(2,574,874)**	1,485,642
Basic and diluted (loss) / earnings per share from the net profit of the period attributable to the shareholders of the company	21	**(0.062)**	0.005	**(0.039)**	0.021

Chairman of the Board of Directors **Chief Executive Officer** **Chief Financial Officer**

	Share Capital	Statutory reserve	Reserve for re-measurement of defined benefit plan obligations	Gains from revaluation of financial assets at FVOCI	Retained earnings	Total
Balance as at 1 January 2026 (audited)	**35,000,000**	-	**252,643**	-	**70,314,546**	**105,567,189**
Net loss for the period	-	-	-	-	**(2,707,397)**	**(2,707,397)**
Other comprehensive income for the period	-	-	**132,523**	-	-	**132,523**
Total comprehensive loss for the period	-	-	**132,523**	-	**(2,707,397)**	**(2,574,875)**
Balance as at 30 June 2026 (Unaudited)	**35,000,000**	-	**385,166**	-	**67,607,149**	**102,992,315**
Balance as at 1 January 2025 (audited)	35,000,000	3,905,715	260,205	1,567,240	60,425,508	101,158,668
Transferred from statutory reserve to retained earnings	-	(3,905,715)	-	-	3,905,715	-
Net profit for the period	-	-	-	-	1,485,642	1,485,642
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	1,485,642	1,485,642
Balance as at 30 June 2025 (Unaudited)	35,000,000	-	260,205	1,567,240	65,816,865	102,644,310

Chairman of the Board of Directors **Chief Executive Officer** **Chief Financial Officer**

The accompanying notes from 1 to 28 are an integral part of these interim condensed financial statements.

Waja Company
Saudi listed joint-stock company
Interim Condensed Statement of Cash Flows
For the six-month period ended 30 June 2026
(All amounts are in ⃁ unless otherwise stated)

WAJA COMPANY

	Note	For the six-month period ended 30 June	
		2026	2025
Operating activities		**(unaudited)**	(unaudited)
Net (loss) / profit for the period before zakat		**(1,374,677)**	2,919,575
Adjustments to reconcile net (loss) / profit for the period before zakat:			
Depreciation of property and equipment	6	**272,706**	314,305
Amortization of right-of-use assets		**234,932**	383,231
Share of profit of an associate		**(57,500)**	(46,169)
Gains on sale of property and equipment		**(1,739)**	-
Provision for expected credit losses - formed	9.8	**5,061,532**	3,478,142
Provision for slow-moving and obsolete inventory - formed	7	**952,313**	60,855
Finance costs	20	**1,748,573**	1,463,757
Provision for defined benefit obligation - formed	13	**212,435**	329,069
		7,048,575	8,902,765
Changes in operating assets and liabilities:			
Inventory		**30,483**	434,378
Trade receivables		**41,408,292**	9,232,557
Contract assets		**(24,498,513)**	(36,682,723)
Prepayments and other receivables		**(3,561,650)**	(3,856,153)
Trade Payables		**(8,606,577)**	(802,211)
Business warranty liabilities		**(56,480)**	-
Contract liabilities		**6,209,563**	352,634
Accrued expenses and other credit balances		**325,615**	(3,137,464)
Cash flows generated from / (used in) operating activities		**18,299,308**	(25,556,217)
Paid for defined benefit obligations	13	**(96,650)**	(330,090)
Zakat paid	16	**(1,760,890)**	(1,371,488)
Net Cash flows generated from / (used in) operating activities		**16,441,768**	(27,257,795)
Investing activities			
Paid for purchase of property and equipment	6	**(13,697)**	(98,873)
Proceeds from sale of property and equipment		**1,739**	-
Net cash flows used in investing activities		**(11,958)**	(98,873)
Financing activities			
Paid for lease liabilities		**(247,281)**	(140,024)
Proceeds from credit facilities	15	**35,727,150**	18,711,145
Paid from credit facilities	15	**(28,228,985)**	(5,337,054)
Due to a related party		**(17,704,000)**	13,299,000
Finance costs paid		**(1,502,318)**	(1,387,921)
Net cash flows (used in) / generated from financing activities		**(11,955,434)**	25,145,146
Net change in cash and cash equivalents		**4,474,376**	(2,211,522)
Cash and cash equivalents at the beginning of the period		**1,203,978**	2,286,089
Cash and cash equivalents at the end of the period	11	**5,678,354**	74,567

Chairman of the Board of Directors **Chief Executive Officer** **Chief Financial Officer**

The accompanying notes from 1 to 28 are an integral part of these interim condensed financial statements.

1- About the company

A) Incorporation

Waja Company was established as a Saudi joint-stock company (the "Company") under Commercial Registration No. 1010366065 issued in Riyadh on 22 Rabi' al-Thani 1434H (corresponding to 4 March 2013), with unified establishment number 7001754402.

B) National Address

The company's headquarters is located in Al-Anoud Tower 2 - King Fahd Road - Al-Olaya - Riyadh - Kingdom of Saudi Arabia.

C) Share Capital

The company's authorized share capital is determined at ⃁ 35,000,000, divided into 70,000,000 shares of equal value, with a nominal value of ⃁ 0.50 each, fully paid.

D) Company's Principal Activities

The company's activities consist of the manufacture of wooden furniture and fixtures - general construction of residential buildings - general construction of non-residential buildings (such as schools, hospitals, hotels, etc.) - construction of water distribution stations and main pipelines - systems integration - custom software design and programming - artificial intelligence technologies - advertising and publicity agencies - building maintenance service activities - repair, restoration, and installation of home furnishings including office furniture.

The accompanying interim condensed financial statements include the accounts of the company and its branche according to the following data:

CR Number	Place of issue	Date of issue	Trade name
1009056849	Riyadh	26/6/2024	Waja Company Branch, a listed joint-stock company

2- Basis of preparation of the Interim condensed financial statements

2-1 Basis of preparation

These interim condensed financial statements have been prepared in accordance with International Accounting Standard (34) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that supplement the International Financial Reporting Standards as endorsed by the Saudi Organization for Chartered and Professional Accountants (SOCPA), and should be read in conjunction with the Company's latest annual financial statements for the year ended 31 December 2025 ("Last annual financial statements"). These Interim condensed financial statements do not include all the information required usually for a complete set of financial statements, but selected accounting policies and explanatory notes have been included to explain significant events and transactions to understand the changes in the Company's financial position and financial performance since 31 December 2025.

2-2 Basis of Measurement

These Interim condensed financial statements have been prepared under the historical cost convention, except for the defined benefit plan obligation which is measured using the Expected unit credit method. Another basis is used if required by the International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants.

2-3 Use of estimates and assumptions

The preparation of these Interim condensed financial statements in accordance with International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia requires management to use judgments, estimates, and assumptions that affect the application of accounting policies on the reported amounts of assets and liabilities. Also, disclosures about some contingent assets and liabilities at the date of the statement of financial position. Estimates and assumptions affect the balances of assets and liabilities as well as the reported amounts of revenue and expenses. Although these estimates have been prepared based on the best information available to management regarding current events or circumstances, actual results may differ from these estimates.

Judgments, estimates, and related assumptions are reviewed on an ongoing basis, and adjustments to estimates are recognized prospectively.

The significant judgments, assumptions, and estimates made by management when applying the Company's accounting policies and the significant sources of uncertainty regarding judgments, assumptions, and estimates were similar to those shown in the Company's last annual financial statements.

2- Basis of preparation of the Interim condensed financial statements (Continued)

2-4 Functional and presentation currency

These Interim condensed financial statements are presented in Saudi Riyals "⃁", which is the Company's functional currency, and are rounded to the nearest "⃁".

3- Significant accounting policies

The accounting policies applied in these interim condensed financial statements are the same as those applied in the annual financial statements for the year ended 31 December 2025, as no new standards have been issued. However, a number of amendments to standards are effective as of 1 January 2026, which have been explained in the Company's annual financial statements, but do not have a material impact on the Company's interim condensed financial statements.

4- New Standards and Amendments to Standards and Interpretations

New standards and a set of amendments to standards that are effective as of 1 January 2026 have been issued and explained in the Company's annual financial statements, but do not have a material impact on the Company's interim condensed financial statements.

The Company has not early adopted any new standard, interpretation, or amendment that has been issued but is not yet effective.

IFRS 18: Presentation and Disclosure in Financial Statements

The Company is currently assessing the expected impact of the initial application of IFRS 18 "Presentation and Disclosure in Financial Statements" on the interim condensed financial statements.

A) Structure of the Statement of Profit or Loss

IFRS 18 requires the classification of all income and expenses into categories within the statement of profit or loss and other comprehensive income interim condensed (unaudited), which are: Operating activities, investing activities, financing activities, and zakat. The classification of income and expenses is based on the Company's main activities.

The Company's application of IFRS 18 will not result in any change in net profit or net assets. However, the Company will be required to present two new sub-totals, namely: "Operating profit" and "Profit or loss before zakat". However, the operating profit sub-total under IFRS 18 differs from the operating profit sub-total currently presented by the Company. Based on information currently available, the Company expects the following changes to be made to the current structure of the statement of profit or loss:

1- Interest income and expenses are currently included within financing income and financing costs in accordance with the Company's current accounting policy. IFRS 18 provides specific guidance regarding the classification of income and expenses within the investing activities and financing activities categories.
2- Interest cost related to defined benefit obligation, which is currently presented within employees' costs, will be presented within financing costs.
3- Foreign exchange differences are currently included within financing costs and are presented within net financing costs. In accordance with IFRS 18, foreign exchange differences must be presented in the same category as the income and expenses related to the items that gave rise to those differences.

B) Management-Defined Performance Measures

Management-defined performance measures represent sub-totals of income and expenses used in public communications outside the interim condensed financial statements (unaudited), and reflect management's view of an aspect of the Company's financial performance as a whole. The Company will be required to disclose specific information related to these measures within a single note in the unaudited interim condensed financial statements.

The Company is currently identifying public communications that should be considered when determining management-defined performance measures. These measures relate to the same financial period covered by the interim condensed financial statements (unaudited). Accordingly, the performance measures that the Company will disclose following the application of IFRS 18 will be determined based on the Company's public communications relating to the 2027 interim reporting period.

4- New standards, amendments to standards, and interpretations (continued)

C) Aggregation and Disaggregation Principles

IFRS 18 provides enhanced principles on how to aggregate and disaggregate information in the interim condensed financial statements (unaudited) (including the interim condensed financial statements (unaudited) and the notes attached thereto). It also provides guidance on the naming and description of items presented in the interim condensed financial statements (unaudited) or disclosed in the notes.

The Company is currently assessing items based on their similar and dissimilar characteristics. Based on this assessment, the Company will present items in the interim condensed financial statements (unaudited) that provide structured and useful summaries for users, while disclosing additional material information in the notes.

The Company is also evaluating items currently classified under the heading "Other" and will use clearer and more descriptive names.

D) Subsequent amendments

IFRS 18 includes subsequent amendments to IAS 7 "Statement of Cash Flows", which require the use of the newly introduced "operating profit" total as the starting point for preparing the interim condensed statement of cash flows (unaudited) when presenting cash flows from operating activities using the indirect method. The Company currently uses profit for the year/period before zakat as the starting point for reconciliation to net cash flows generated from operating activities. As a result of adopting the new starting point, certain reconciliation items included within this matching will change.

The subsequent amendments also include specific guidance regarding the classification of cash flows related to interest and dividends. The Company will classify cash flows resulting from interest paid within financing activities instead of operating activities. Meanwhile, cash flows resulting from interest received and dividends received will continue to be classified within investing activities, and dividends paid within financing activities.

IFRS 19: Subsidiaries without Public Accountability: Disclosures

IFRS 19 applies to annual periods beginning on or after 1 January 2027. The International Accounting Standards Board (IASB) issued this standard, which allows eligible entities to choose to apply reduced disclosure requirements while continuing to apply the recognition, measurement, and presentation requirements in other IFRSs. Unless otherwise specified, eligible entities that choose to apply IFRS 19 will not be required to apply the disclosure requirements in other IFRSs.

5- Preliminary financial results for the period

The Company's management has prepared all adjustments it deemed important for the interim condensed financial statements to present fairly as at 30 June 2026 and its preliminary results of operations for the period ended on that date. The preliminary financial results for that period may not be an accurate indicator of the financial results for the year ending 31 December 2026.

6- Property, plant and equipment

	30 June 2026 (unaudited)	31 December 2025 (audited)
Cost		
Balance at the beginning of the period / year	**6,073,898**	5,946,105
Additions for the period / year	**13,697**	127,793
Disposals during the period/year	**(26,326)**	-
Balance at the end of the period/year	**6,061,269**	6,073,898
Accumulated Depreciation		
Balance at the beginning of the period / year	**4,542,189**	3,935,023
Charge for the period / year	**272,706**	607,166
Disposals during the period/year	**(26,326)**	-
Balance at the end of the period/year	**4,788,569**	4,542,189
Balance at the end of the period/year	**1,272,700**	1,531,709

Fully depreciated assets still in use as at 30 June 2026 amounted to ⃁ 2,697,017 (31 December 2025: ⃁ 2,348,211).

The depreciation charge for the period was allocated to the various expense items in the Company as follows:

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Cost of revenue - Note 18	**181,105**	224,361
General and administrative expenses - Note 19	**91,601**	89,944
	272,706	314,305

7- Inventory

	30 June 2026 (unaudited)	31 December 2025 (audited)
Furniture and supplies	**7,555,283**	7,585,766
(Less): Provision for slow-moving and obsolete inventory	**(1,013,168)**	(60,855)
	6,542,115	7,524,911

The change in the provision for slow-moving and obsolete inventory is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	**60,855**	60,855
Provision during the period / year - Note 18 - formed	**952,313**	-
Balance at the end of the period/year	**1,013,168**	60,855

8- Trade receivables

	30 June 2026 (unaudited)	31 December 2025 (audited)
Trade receivables	**47,078,537**	88,486,829
Expected credit losses	**(15,119,622)**	(10,528,448)
	31,958,915	77,958,381

The change in the provision for expected credit losses is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	**10,528,448**	4,433,133
Provision for the period / year - formed	**4,591,174**	6,095,315
Balance at the end of the period/year	**15,119,622**	10,528,448

The aging analysis of trade receivables is as follows:

	30 June 2026 (Unaudited)	
	Carrying amount	**Expected Credit Loss**
From 1 day to 90 days	**13,471,184**	**79,849**
From 91 days to 180 days	**13,543,336**	**2,147,555**
From 181 days to 270 days	**229,642**	**37,477**
From 271 days to 365 days	**3,202,004**	**1,378,922**
More than 365 days	**16,632,371**	**11,475,819**
	47,078,537	**15,119,622**

	31 December 2025 (Audited)	
	Carrying amount	Expected Credit Loss
From 1 day to 90 days	63,735,527	2,026,852
From 91 days to 180 days	7,637,295	1,139,355
From 181 days to 270 days	3,921,647	939,059
From 271 days to 365 days	3,039,169	930,853
More than 365 days	10,153,155	5,492,599
	88,486,829	10,528,448

9- Contract assets

	30 June 2026 (unaudited)	31 December 2025 (audited)
Unbilled revenue	135,588,830	110,443,213
Work in progress	2,626,847	3,273,951
Less: Provision for expected credit losses	(6,663,035)	(6,192,677)
	131,552,642	107,524,487

9-1 Changes in contract assets during the period / year

	30 June 2026 (unaudited)	31 December 2025 (audited)
Opening balance	110,443,213	80,065,924
Revenue for the period / year	48,074,403	138,520,032
Less: Billed revenue during the period / year	(22,928,786)	(108,142,743)
	135,588,830	110,443,213

9-2 Changes in the provision for expected credit losses:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	6,192,677	4,861,557
Provision for the period / year - formed	470,358	1,331,120
Balance at the end of the period/year	6,663,035	6,192,677

10- Prepayments and other receivables

	30 June 2026 (unaudited)	31 December 2025 (audited)
Advances to suppliers and subcontractors	13,846,526	7,506,938
Margin on letters of guarantee	5,274,913	4,995,817
Due trade receivables	-	3,231,044
Prepaid expenses	1,608,779	1,449,686
Employee receivables	533,468	518,551
(Less): Provision for expected credit losses for other debit balances	(185,576)	(185,576)
	21,078,110	17,516,460

11- Cash and cash equivalents

	30 June 2026 (unaudited)	31 December 2025 (audited)
Current accounts with banks	5,666,476	1,203,978
Cash on hand	11,878	-
	5,678,354	1,203,978

12- Related Parties Transactions and Balances

Related parties represent the company's shareholders, directors, senior management personnel, associated companies (the company and entities members of the same group), and entities controlled, jointly controlled, or significantly influenced by such parties. The terms of these transactions are approved by the company's management.

There are no special terms and conditions with related parties compared to non-related parties. Outstanding balances at the end of the period are unsecured, non-interest bearing, and settled in cash. No guarantees have been provided or received regarding any of the related party balances. Below is a list of the company's related party transactions.

12-1 Due to a related party

	30 June 2026	31 December 2025
	(unaudited)	(audited)
Mr. Ibrahim Abdullah bin Abdul Salam	**13,430,000**	31,134,000
	13,430,000	31,134,000

This balance represents financing from the shareholder, Mr. Ibrahim Abdullah Abdul Salam, a major shareholder and Chairman of the Board of Directors, pursuant to a financing agreement dated 8 April 2025. This financing is considered an interest-free, fee-free, and unsecured interest- free loan (qardon hassan), is repayable on demand, and is used in the company's operating activities.

12-2 Transactions with related parties

Below are the details of significant transactions with related parties during the period:

Name of related party	**Nature of relationship**	**Nature of transaction**	**30 June 2026**	30 June 2025
			(unaudited)	(unaudited)
Mr. Ibrahim Abdullah bin Abdul Salam	Shareholder	Financing	**10,365,000**	16,399,000
		Repayment of financing	**(28,069,000)**	-
		Payment of expenses on behalf	**-**	(3,100,000)

12-3 Remuneration of members and other committees and related expenses

	30 June 2026	30 June 2025
	(unaudited)	(unaudited)
Board of Directors and other committees' remuneration	**90,000**	90,000
Attendance allowance for the Board of Directors and other committees	**44,000**	40,000
	134,000	130,000

12-4 Key management personnel compensation (senior executives)

	30 June 2026	30 June 2025
	(unaudited)	(unaudited)
Salaries, wages, and employee benefits	**345,000**	390,933
Provision for employee benefits liabilities - formed	**24,500**	19,500
	369,500	410,433

13- Defined employee benefits liabilities

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance as at the beginning of the period / year	**2,110,823**	1,722,007
Included in profit or loss		
Current service cost	**212,435**	935,205
Finance cost - Note 20	**50,806**	82,712
	263,241	1,017,917
Included in other comprehensive income		
Re-measurement (gains) / losses:		
Financial assumptions	-	-
Experience adjustments	**(132,523)**	7,562
Re-measurement of defined benefit plan obligations	**(132,523)**	7,562
Repaid during the period / year	**(96,650)**	(636,663)
Balance as at the end of the period / year	**2,144,891**	2,110,823

The company determines the present value of defined benefit obligations by conducting an actuarial valuation using the expected unit credit method, taking into consideration the following set of assumptions:

	30 June 2026	31 December 2025
Discount rate	**5.96%**	5.18%
Salary increase rate	**4%**	4%

The sensitivity analysis of the defined benefit obligation is as follows:

	30 June 2026		31 December 2025	
	Increase of 1%	**Decrease of 1%**	Increase of 1%	Decrease of 1%
Discount rate	**2,053,853**	**2,243,412**	2,063,689	2,159,916
Salary change rate	**2,244,346**	**2,051,343**	2,160,242	2,062,940

The above sensitivity analyses are based on a change in one assumption while all other assumptions remain constant. In practice, this is unlikely, and some changes in certain assumptions may be correlated. When calculating the sensitivity of employees' end-of-service benefits to a significant actuarial assumption, the same method (present value of employees' end-of-service benefits calculated based on the expected unit credit method at the end of the reporting period) used to calculate the employees' end-of-service benefits recognized in the statement of financial position is applied.

14- Accrued expenses and other credit balances

	30 June 2026 (unaudited)	31 December 2025 (audited)
Value Added Tax	**10,964,111**	10,374,737
Dues to employees	**2,517,092**	699,243
Accrued expenses	**290,658**	2,372,266
Accrued interest	**1,274,997**	1,104,432
	15,046,858	14,550,678

15- Credit facilities

The change in credit facilities during the period / year is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	27,803,621	6,000,000
Proceeds during the period / year	35,727,150	35,877,623
Paid during the period / year	(28,228,985)	(14,074,002)
Balance at the end of the period / year	35,301,786	27,803,621

Its classification in the interim condensed statement of financial position is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Credit facilities - non-current portion	6,567,000	2,562,500
Credit facilities - current portion	28,734,786	25,241,121
	35,301,786	27,803,621

Arab National Bank Agreement

On 20 January 2025, the company concluded a commodity murabaha financing agreement (tawarruq) with Arab National Bank, under credit facilities amounting to ⃁ 6 million with a profit margin of 9.99%, repayable in equal installments. The company secured these facilities by an order promissory note amounting to ⃁ 6 million, in addition to a joint and several guarantee and performance bond provided by the shareholder, Ibrahim bin Abdullah bin Abdul Aziz bin Abdul Salam. The loan balance as at 30 June 2026 amounted to ⃁ 272,790 (31 December 2025: ⃁ 2,974,824).

Banque Saudi Fransi Agreement

On 5 November 2024, the company concluded a commodity murabaha financing agreement (tawarruq) with Banque Saudi Fransi, under credit facilities with a credit limit of ⃁ 20 million with a profit margin of 4% + SAIBOR. The company secured these facilities by an order promissory note amounting to ⃁ 20 million, in addition to a joint and several guarantee and performance bond provided by the shareholder, Ibrahim bin Abdullah bin Abdul Aziz bin Abdul Salam, as well as an assignment by the company in favor of the bank of all its receivables arising from the contracts for which the bank issued letters of guarantee. On 11 November 2025, the company renewed the above-mentioned credit facilities in accordance with the agreed terms and conditions. The loan balance as at 30 June 2026 amounted to ⃁ 6,902,670 (31 December 2025: ⃁ 4,713,414).

Saudi National Bank Agreement

On 5 December 2023, the company concluded a credit facilities agreement with Saudi National Bank, under credit facilities amounting to ⃁ 20 million with a profit margin of 4.25% + SAIBOR, which expired on 31 December 2024. On 30 April 2025, the company renewed the credit facilities agreement with the bank under the same terms, expiring on 31 December 2025. On 18 February 2026, the company renewed the credit facilities agreement under the same terms of the main agreement, expiring on 31 December 2026. Guaranteed by an order promissory note amounting to ⃁ 22 million, and a joint and several guarantee and performance bond provided by the shareholder, Ibrahim bin Abdullah bin Abdul Aziz bin Abdul Salam, in addition to an assignment by the company in favor of the bank of all contract receivables for which the bank issued letters of guarantee. The loan balance as at 30 June 2026 amounted to ⃁ 9,130,895 (31 December 2025: ⃁ 9,427,883).

Al Rajhi Bank Agreement

On 31 December 2024, the company signed a new banking facilities agreement with Al Rajhi Bank, granting the company a total facility limit of ⃁ 19,000,000 with interest rates ranging from 2% to 6.50% + SAIBOR. On 2 February 2026, the company renewed the credit facilities agreement under the same terms as the previous agreement. This is secured by a joint and several guarantee and performance bond amounting to ⃁ 19,957,000 from the shareholder, Ibrahim bin Abdullah bin Abdul Aziz bin Abdul Salam, and as assignment in favor of the bank of all proceeds of the contracts for which the bank issued letters of guarantee. The loan balance as at 30 June 2026 amounted to ⃁ 6,861,431 (31 December 2025: ⃁ Nil).

15- Credit facilities (continued)

Sukuk Financial Company

On 17 April 2025, the company signed a sukuk management and agency agreement, whereby it established a murabaha sukuk program through the Islamic sukuk issuance platform managed by the platform manager, a special purpose entity licensed by the Capital Market Authority to issue sukuk. Amounting to ⃁ 9,000,000. Its balance as at 30 June 2026 amounted to ⃁ 4,500,000 (as at 31 December 2025: ⃁ 7,500,000).

On 16 November 2025, the company signed a sukuk management and agency agreement, whereby it established a Murabaha sukuk program through the Islamic sukuk issuance platform managed by the platform manager, a special purpose entity licensed by the Capital Market Authority to issue sukuk, amounting to ⃁ 10,000,000, secured by an order promissory note provided by the shareholder, Ibrahim Abdullah bin Abdul Salam, amounting to ⃁ 12,500,000. The balance as at 30 June 2026 was ⃁ 7,634,000 (31 December 2025: ⃁ Nil).

Manafa Financial Company

On 6 January 2025, the company concluded a sukuk issuance agreement with a nominal program value not exceeding ⃁ 70,000,000 in accordance with the agreed terms and conditions, secured by an order promissory note amounting to ⃁ 11,630,000 provided by the shareholder, Ibrahim Abdullah bin Abdul Salam. The company made an early repayment during 2026.

16- Zakat

16-1 Zakat Provision

	30 June 2026	31 December 2025
	(unaudited)	(audited)
Balance at the beginning of the period / year	**4,209,588**	4,185,307
Charge for the period / year - formed	**1,332,720**	2,829,697
Paid during the period/year	**(1,760,890)**	(2,805,416)
Balance at the end of the period/year	**3,781,418**	4,209,588

17- Revenue from contracts with customers

	For the three-month period ended 30 June		**For the six-month period ended 30 June**	
	2026	2025	**2026**	2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Revenue from contracts with customers	**22,966,229**	25,925,370	**48,074,402**	51,127,560
	22,966,229	25,925,370	**48,074,402**	51,127,560

Revenue by type of customers

	For the three-month period ended 30 June		**For the six-month period ended 30 June**	
	2026	2025	**2026**	2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Private sector	**20,922,859**	12,157,171	**43,456,032**	15,365,930
Public sector	**2,043,370**	13,768,199	**4,618,370**	35,761,630
	22,966,229	25,925,370	**48,074,402**	51,127,560

18- Cost of sales

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Subcontractors	**7,855,630**	1,835,000	**18,229,692**	5,255,000
Project materials	**1,534,534**	861,033	**3,807,163**	3,124,417
Contracting works	**3,715,511**	9,063,840	**7,221,639**	19,500,650
Salaries and employee benefits	**2,312,489**	2,814,826	**5,044,482**	5,781,664
Depreciation of property and equipment (Note 6)	**91,163**	98,697	**181,105**	224,361
Rent	**338,873**	285,015	**595,555**	574,878
Provision for slow-moving and obsolete inventory (Note 7)	**952,313**	-	**952,313**	-
Other	**1,513,747**	2,672,642	**2,115,700**	3,781,353
	18,314,260	17,631,053	**38,147,649**	38,242,323

19- General and administrative expenses

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Wages, salaries, and equivalents*	**1,158,932**	870,432	**2,083,000**	1,578,220
Professional and consultancy fees	**519,503**	821,023	**579,193**	1,524,523
Bank charges	**400,148**	584,537	**899,030**	1,106,030
Government fees and subscriptions	**181,096**	83,855	**242,487**	109,468
Depreciation of right-of-use assets	**118,115**	192,315	**234,932**	383,231
Depreciation of property and equipment (Note 6)	**46,438**	41,588	**91,601**	89,944
Other expenses	**34,123**	23,128	**420,321**	278,516
	2,390,109	2,616,878	**4,550,564**	5,069,932

This item includes compensation and salaries of senior management personnel amounting to ⃁ 369,500 (30 June 2025: ⃁ 410,433) Note (12-4).

20- Finance costs

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Bank facilities interest	**895,633**	1,137,913	**1,672,883**	1,387,921
Finance costs on defined benefit obligation (Note 13)	**50,806**	-	**50,806**	-
Finance costs on lease liabilities	**12,526**	37,320	**24,884**	75,836
	958,965	1,175,233	**1,748,573**	1,463,757

21- (Loss) / earnings per share

(Loss) / earnings per share was calculated by dividing the net profit for the period by the weighted average number of shares outstanding during the period ended 30 June 2026, which is 70,000,000 shares (2025: 70,000,000 shares).

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Net (loss) / profit for the period	**(4,358,395)**	353,267	**(2,707,397)**	1,485,642
Weighted average number of outstanding shares during the period	**70,000,000**	70,000,000	**70,000,000**	70,000,000
Basic and diluted (loss) / earnings per share	**(0.062)**	0.005	**(0.039)**	0.021

During the period, there are no dilutive and/or potential shares, and therefore diluted loss per share does not differ from basic loss per share.

22- Operating segments

The company operates in a single operating segment related to contracting activities, and the company operates entirely within the borders of the Kingdom of Saudi Arabia. Accordingly, financial information has not been divided into different geographical or business segments.

23- Financial instruments, risk management, and fair value

The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2025. No material changes occurred in the classification, measurement, or fair value of financial instruments during the period ended 30 June 2026. Furthermore, there were no significant changes in the company's exposure to credit, liquidity, or market risks, or in the methods used to manage such risks, compared to what was disclosed in the previous annual financial statements.

Fair value

Fair value represents the amount through which an asset can be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction. Financial instruments consist of financial assets and financial liabilities. The company's management believes that the fair values of financial assets and financial liabilities do not differ materially from their carrying amounts.

24- Comparative figures

The company has amended certain comparative figures to conform to the current period presentation as follows:

Statement of financial position	**31 December 2025 (As previously reported)**	**Amendment**	**31 December 2025 (As amended)**
Credit facilities - current portion	26,345,553	(1,104,432)	25,241,121
Accrued expenses and other credit balances	13,446,246	1,104,432	14,550,678
Trade receivables	112,680,966	(34,722,585)	77,958,381
Contract assets	72,801,902	34,722,585	107,524,487

25- Capital commitments

The company has no capital commitments as at 30 June 2026.

26- Contingent liabilities and financial commitments

Contingent liabilities represented the uncovered portion of letters of guarantee issued by banks, which amounted to ⃁ 38,330,226 as at 30 June 2026 (31 December 2025: ⃁ 38,483,534).

27- Subsequent Events

There are no events subsequent to the date of the interim condensed financial statements as at 30 June 2026 and up to the date of approval of these interim condensed financial statements that could have a material impact on the interim condensed financial statements.

28- Approval of the interim condensed financial statements

The interim condensed financial statements were approved and authorized for issuance by the company's Board of Directors on 28 Safar 1448H (corresponding to 11 August 2026).