AL-OMRAN INDUSTRIAL TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

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Independent Auditor's Review
Report on the Interim Condensed Consolidated Financial statements

To the Shareholders of Al-Omran Industrial Trading Company
(A Saudi Joint Stock Company)
Riyadh, Kingdom of Saudi Arabia

INTRODUCTION

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

SCOPE OF REVIEW

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

CONCLUSION

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

OTHER MATTER

The consolidated financial statements for the group for the year ended 31 December 2025 and the interim condensed consolidated financial statements for the three-month and six-month periods ended 30 June 2025 were audited and reviewed by another auditor who expressed an unmodified opinion on those consolidated financial statements and an unmodified review conclusion on those condensed consolidated financial statements on 20 Shawwal 1447H (corresponding to 8 April 2026) and 19 Safar 1447H (corresponding to 13 August 2025), respectively.

شركة سلطان أحمد الشبيلي محاسبون ومراجعون قانونيون
Sultan Ahmed AlShubaily Ceterfied Public Accountants Company
CR: 1010676810

For Sultan Ahmed Alshubaily
Certified Public Accountant Company

Riyadh, Kingdom of Saudi Arabia

Sultan Ahmed Alshubaily
Certified Public Accountant – License No. 600

Date: 12 Rabi al Awwal 1448H
Corresponding to: 25 August 2026

AL-OMRAN INDUSTRIAL TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL POSITION
AS AT 30 JUNE 2026
(ALL AMOUNTS ARE IN ⃁ UNLESS OTHERWISE STATED)

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	5	**60,400,355**	57,473,833
Right-of-use assets	6-1	**8,573,711**	9,973,222
Total non-current assets		**68,974,066**	67,447,055
Current assets			
Inventories	7	**107,744,686**	100,248,132
Trade receivables	8	**48,435,416**	36,918,631
Prepayments and other current assets	9	**29,180,351**	12,251,036
Cash and cash equivalents	11	**4,025,060**	4,897,361
Total current assets		**189,385,513**	154,315,160
TOTAL ASSETS		**258,359,579**	221,762,215
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	**120,000,000**	120,000,000
Voluntary reserve		**11,494,460**	11,494,460
Contractual reserve		**695,834**	695,834
Re-measurement reserve of employee benefit obligations		**(1,358,636)**	(1,358,636)
Retained earnings		**10,676,493**	16,940,632
Equity attributable to equity holders of the parent		**141,508,151**	147,772,290
Non-controlling interests		**(1,246,511)**	(1,131,643)
TOTAL EQUITY		**140,261,640**	146,640,647
LIABILITIES			
Non-current liabilities			
Employee defined benefit liabilities		**11,177,097**	11,109,864
Lease liabilities – non-current Portion	6-2	**6,003,554**	7,064,059
Total non-current liabilities		**17,180,651**	18,173,923
Current liabilities			
Bank Facilities	12	**63,805,570**	36,603,870
Lease liabilities – current portion	6-2	**5,679,074**	5,738,529
Trade Payables		**15,591,982**	3,194,474
Accrued expenses and other current liabilities	13	**8,694,060**	6,009,622
Due to related party	10	**3,941,699**	1,965,169
Zakat provision	14	**3,204,903**	3,435,981
Total current liabilities		**100,917,288**	56,947,645
TOTAL LIABILITIES		**118,097,939**	75,121,568
TOTAL EQUITY AND LIABILITIES		**258,359,579**	221,762,215

Acting Chief Financial Officer	**Chief Executive Officer**
Hazem Ahmed	Abdulrahman Mohammad Bin Omran

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

AL-OMRAN INDUSTRIAL TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(ALL AMOUNTS ARE IN ⃁ UNLESS OTHERWISE STATED)

	Note	For the three Month ended 30 June		For the six Month ended 30 June	
		2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Revenue	15	**32,106,215**	45,531,692	**54,379,912**	74,568,493
Cost of revenue		**(25,346,477)**	(33,977,978)	**(42,676,814)**	(58,122,308)
Gross profit		**6,759,738**	11,553,714	**11,703,098**	**16,446,185**
Selling and marketing expenses		**(3,900,725)**	(3,756,562)	**(7,283,907)**	(7,186,385)
General and administrative expenses		**(2,418,589)**	(3,143,085)	**(4,829,442)**	(5,396,199)
Allowance for expected credit losses	8	**(707,696)**	-	**(2,567,512)**	-
Operating (loss) / profit		**(267,272)**	4,654,067	**(2,977,763)**	3,863,601
Finance costs	16	**(1,319,333)**	(1,180,029)	**(2,162,130)**	(1,751,441)
Deposit income		**-**	13,693	**-**	57,710
(Loss)/Profit before zakat		**(1,586,605)**	3,487,731	**(5,139,893)**	2,169,870
Zakat	14	**(556,285)**	(528,158)	**(1,239,114)**	(1,170,896)
(Loss)/Profit for the period		**(2,142,890)**	2,959,573	**(6,379,007)**	998,974
Attributable to:					
Shareholders of the parent company		**(2,048,694)**	3,001,679	**(6,264,139)**	1,083,171
Non-controlling interests		**(94,196)**	(42,106)	**(114,868)**	(84,197)
		(2,142,890)	2,959,573	**(6,379,007)**	998,974
Other comprehensive income:					
Other comprehensive income for the period		**-**	-	**-**	-
Total comprehensive (loss) / income for the period		**(2,142,890)**	2,959,573	**(6,379,007)**	998,974
Attributable to:					
Shareholders of the parent company		**(2,048,694)**	3,001,679	**(6,264,139)**	1,083,171
Non-controlling interests		**(94,196)**	(42,106)	**(114,868)**	(84,197)
		(2,142,890)	2,959,573	**(6,379,007)**	998,974
(Loss) / Earnings per share (EPS):					
Basic and diluted (loss)/earnings per share attributable to equity holders of the Parent Company	18	**(0.17)**	0.25	**(0.52)**	0.09

Acting Chief Financial Officer
Hazem Ahmed

Chief Executive Officer
Abdulrahman Mohammad Bin Omran

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

AL-OMRAN INDUSTRIAL TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR SIX-MONTH PERIOD ENDED 30 JUNE 2026
(ALL AMOUNTS ARE IN ⃁ UNLESS OTHERWISE STATED)

	Share capital	Voluntary reserve	Contractual reserve	Re-measurement reserve of defined benefit obligations	Retained earnings	Total	Non-controlling interests	Total Equity
1 January 2025 (Audited)	120,000,000	11,494,460	695,834	(1,642,258)	25,199,528	155,747,564	(942,222)	154,805,342
Profit/(Loss) for the period	-	-	-	-	1,083,171	1,083,171	(84,197)	998,974
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	-	-	-	1,083,171	1,083,171	(84,197)	998,974
At 30 June 2025, (Unaudited)	120,000,000	11,494,460	695,834	(1,642,258)	26,282,699	156,830,735	(1,026,419)	155,804,316
1 January 2026, (Audited)	**120,000,000**	**11,494,460**	**695,834**	**(1,358,636)**	**16,940,632**	**147,772,290**	**(1,131,643)**	**146,640,647**
Loss for the period	-	-	-	-	**(6,264,139)**	**(6,264,139)**	**(114,868)**	**(6,379,007)**
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	**(6,264,139)**	**(6,264,139)**	**(114,868)**	**(6,379,007)**
30 June 2026, (Unaudited)	**120,000,000**	**11,494,460**	**695,834**	**(1,358,636)**	**10,676,493**	**141,508,151**	**(1,246,511)**	**140,261,640**

Acting Chief Financial Officer
Hazem Ahmed

Chief Executive Officer
Abdulrahman Mohammad Bin Omran

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AL-OMRAN INDUSTRIAL TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR SIX-MONTH PERIOD ENDED 30 JUNE 2026
(ALL AMOUNTS ARE IN ⃁ UNLESS OTHERWISE STATED)

	Note	For The Six-Month Period Ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Cash flows from operating activities:			
(Loss) / Profit before zakat		**(5,139,893)**	2,169,870
Adjustments for:			
Depreciation of property and equipment	5	**2,228,584**	1,479,185
Depreciation of right-of-use assets	6-1	**1,399,511**	1,297,419
Current service cost of employees' defined benefit obligations		**753,114**	517,512
Provision for slow-moving inventory	7	**1,209,176**	-
Allowance for expected credit losses, net	8	**2,567,512**	-
Deposit income		**-**	(57,710)
Finance cost	16	**2,162,130**	1,751,441
		5,180,134	7,157,717
Changes in operating assets and liabilities:			
Inventory		**(8,705,730)**	(22,246,090)
Trade receivables		**(14,084,297)**	(20,383,968)
Prepayments and other current assets		**(16,929,315)**	784,385
Trade payables		**12,397,508**	13,066,741
Accrued expenses and other current liabilities		**2,684,438**	4,807,247
Provision for expected liabilities		**-**	(1,753,349)
Due to related party		**(948,000)**	(97,500)
Cash flows used in operating activities		**(20,405,262)**	(18,664,817)
Employee defined benefit liabilities paid		**(685,881)**	(125,033)
Zakat paid	14	**(1,470,192)**	(1,029,225)
Net cash flows used in operating activities		**(22,561,335)**	(19,819,075)
Cash flows from investing activities:			
Payments for the purchase of property, plant and equipment	5	**(5,155,106)**	(444,957)
Payments for projects in progress		**-**	(6,408,211)
Net cash flows used in investing activities		**(5,155,106)**	(6,853,168)
Cash flows from financing activities:			
Proceeds from bank facilities	12	**94,540,728**	65,812,108
Repayments of bank facilities	12	**(67,339,028)**	(45,784,734)
Finance costs paid		**(1,902,788)**	(1,447,990)
Lease liabilities paid	6-2	**(1,379,302)**	(1,038,269)
Due to related parties		**2,924,530**	-
Deposit income received		**-**	57,710
Net cash flows generated from financing activities		**26,844,140**	17,598,825
Net change in cash and cash equivalents		**(872,301)**	(9,073,418)
Cash and cash equivalents at the beginning of the period		**4,897,361**	13,496,186
Cash and cash equivalents at the end of the period	11	**4,025,060**	4,422,768
Non-cash transactions			
Addition to right-of-use assets against lease liabilities		**-**	543,052

Acting Chief Financial Officer
Hazem Ahmed

Chief Executive Officer
Abdulrahman Mohammad Bin Omran

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

1- Corporate information

Al Omran Industrial Trading Company (the "Company") is a Saudi joint stock company operating under Commercial Registration No. 1010187735 unified No. 7001544316. issued in Riyadh on 18 Rabi' Al-Thani 1424H, corresponding to 18 June 2003.

The company's issued, paid up and authorized share capital amounts to 120 ⃁ million, divided into 12 million shares with a nominal value of 10 ⃁ per share.

Al Omran Plastic Industries is the subsidiary included in these interim condensed consolidated financial statements which was also the same subsidiary disclosed in the consolidated financial statements for the year ended 31 December 2025.

The company's head office is located at:

Astoria Complex – King Abdulaziz Road – 11511 – Riyadh, Kingdom of Saudi Arabia.

The group operates through the following branches, whose assets, liabilities and results of operations are included in the accompanying interim condensed consolidated financial statements:

Branch Name	Commercial Registration No.	CR Date (Hijri)	CR Date (Gregorian)	City
Comfort Air Conditioners Factory	1010154984	27 Rabi' Al-Thani 1420H	9 August 1999	Riyadh
Al Omran Metal Kitchens Factory	1010440482	19 Muharram 1437H	1 November 2015	Riyadh
Al Omran Industrial Trading Company	1131291944	6 Rabi' Al-Thani 1439H	24 December 2017	Buraidah

- The group's activities comprise the manufacture of household and electronic appliances, as well as metal, plastic, paper, and cardboard industries and their complementary and ancillary activities, under Industrial License No. (1677/S) issued on 12 Jumada Al-Thani 1428H (corresponding to 27 June 2007). The group also engages in the import, export, wholesale and retail trading of household and electronic appliances, plastic, paper, and cardboard products, and spare parts; the acquisition of land for construction and investment purposes for the benefit of the group; and the management and operation of real estate on behalf of the group.
- The activity of Comfort Air Conditioners Factory – a branch of Al-Omran Industrial and Trading Company – consists of manufacturing air conditioning units (window or central, Freon-based), as well as desert air coolers of various sizes, under the renewed industrial license issued by Resolution No. 411102101929 dated 26 Jumada Al-Awwal 1441H (corresponding to 21 January 2020).
- The activity of Al-Omran Metal Kitchens Factory – a branch of Al-Omran Industrial and Trading Company – consists of the production of metal industries, under the renewed industrial license issued by Resolution No. 1001008484 dated 29 Safar 1441H (corresponding to 28 October 2019).

Going concern

During the six-month period ended 30 June 2026, the group incurred a loss before zakat of ⃁ 5,139,893, mainly attributable to a decline in sales volumes, which was partially offset by an increase in the average selling price of certain products. Furthermore, net cash used in operating activities during the same period amounted to ⃁ 19,636,805 (30 June 2025: ⃁ 19,819,075), primarily due to advance payments made to suppliers to secure the group's inventory and raw material requirements in light of the ongoing geopolitical conditions.

Management has prepared a business plan approved by the Board of Directors along with cash flow forecasts. According to the business plan and cash flow forecasts, management expects an improvement in the financial performance and operational cash flows of the Company, mainly driven by enhanced sales prices and product margins.

Accordingly, management believes that the group will be able to continue its operations and meet its obligations as they fall due within the next twelve months from the date of approval of these financial statements. Consequently, these financial statements has been prepared on a going concern basis.

2- BASIS OF PREPARATION

These interim condensed consolidated financial statements for the three-month and six-month periods ended 30 June 2026 have been prepared in accordance with International Accounting Standard (IAS) 34, "Interim Financial Reporting," as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants (SOCPA). These interim condensed consolidated financial statements have been prepared on a going concern basis.

These interim condensed consolidated financial statements does not include all the information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRS) and other standards and pronouncements endorsed by SOCPA. Accordingly, these interim condensed consolidated financial statements should be read in conjunction with the group's annual consolidated financial statements for the year ended 31 December 2025. In addition, the results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

These interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries (collectively referred to as the "Group").

These interim condensed consolidated financial statements has been prepared under the historical cost basis.

The interim condensed consolidated financial statements is presented in Saudi Riyals (⃁), which is the group's functional and presentation currency.

3- SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied to these interim condensed consolidated financial statements are the same as those applied to the consolidated financial statements for the financial year ended 31 December 2025, except for the new accounting policies arising from the adoption of the following amendments to International Financial Reporting Standards, which are effective for annual reporting periods beginning on or after 1 January 2026.

3-1 New and amended standards adopted by the group

The following standards and amendments became effective for annual reporting periods beginning on or after 1 January 2026. The group has not early adopted any other standards, interpretations, or amendments that have been issued but are not yet effective.

- Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7.
- Nature-dependent Electricity Contracts – Amendments to IFRS 9 and IFRS 7.
- Annual Improvements to IFRS Accounting Standards – Volume 11.

These amendments did not have any impact on the group’s interim condensed consolidated financial statements.

3-2 New and amended standards and interpretations not yet effective

IFRS 18 – Presentation and Disclosure in Financial Statements

Expected impact of the initial application of IFRS 18 – Presentation and Disclosure in Financial Statements

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

3- SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3-2 New and amended standards and interpretations not yet effective (continued)

IFRS 18 – Presentation and Disclosure in Financial Statements (continued)

Expected impact of the initial application of IFRS 18 – Presentation and Disclosure in Financial Statements (continued)

The key new concepts introduced by IFRS 18 include:

- A revised structure for the statement of profit or loss and other comprehensive income, requiring income and expenses to be classified into five specified categories based on the entity's main business activities, together with the presentation of mandatory subtotals;
- Enhanced principles for aggregation and disaggregation that apply to both the primary financial statements and the accompanying notes; and
- Disclosure requirements within the financial statements for certain profit or loss performance measures reported outside the entity's financial statements (i.e., management-defined performance measures).

The group is currently enhancing its systems and allocating resources to comply with the classification and disclosure requirements of IFRS 18, thereby ensuring its readiness to adopt the standard on its effective date.

a) Structure of the statement of profit or loss and other comprehensive income

IFRS 18 requires entities to classify all income and expenses in the statement of profit or loss and other comprehensive income into the following categories: operating, investing, financing, income taxes and zakat, and discontinued operations. The classification of income and expenses depends on the entity's main business activities.

The adoption of IFRS 18 will not affect the group's net profit or net assets. The group will be required to present two newly specified subtotals: "Operating profit" and "Profit or loss before financing and income taxes." However, the operating profit subtotal will differ from the operating profit subtotal currently presented by the group. Based on the information currently available, the group expects changes to the current structure of its statement of profit or loss and other comprehensive income.

b) Aggregation and disaggregation

IFRS 18 introduces enhanced principles for how information is aggregated and disaggregated in the financial statements (i.e., the primary financial statements and the accompanying notes). It also provides guidance on the labelling and description of items presented in the primary financial statements or disclosed in the notes.

The group is evaluating the aggregation of items based on their similar and dissimilar characteristics. Based on this assessment, it will present items in the primary financial statements that provide useful, structured summaries and disclose additional material information in the notes. The group is also evaluating items currently classified as "Other" and will use more informative descriptions or provide further disaggregation where such items are material.

c) Management-defined performance measures

Management-defined performance measures are subtotals of income and expenses used in public communications outside the financial statements that communicate management's view of an aspect of the financial performance of the entity as a whole. The group will be required to disclose specific information about management-defined performance measures in a separate disclosure to the financial statements.

d) Consequential amendments

IFRS 18 introduces consequential amendments to IAS 7, which require entities to use the newly specified operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows using the indirect method. The group currently uses profit for the year/period as the starting point for cash flows from operating activities, certain reconciliation items included in the reconciliation will change. The consequential amendments also provide specific guidance on the classification of cash flows relating to interest and dividends.

4- SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the group's interim condensed consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and the accompanying disclosures, as well as the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amounts of the affected assets or liabilities in future periods. The group has based its assumptions and estimates on the parameters available at the date of preparation of these interim condensed consolidated financial statements. However, existing circumstances and assumptions relating to future developments may change due to market changes or circumstances beyond the group's control. Such changes are reflected in the assumptions when they occur.

Geopolitical developments

The group continues to monitor regional geopolitical developments and their potential impact on the region. While the situation remains evolving, the group maintains a robust operational framework to manage the associated risks.

In management's opinion, these developments did not have a material impact on the group's interim condensed consolidated financial statements for the period ended 30 June 2026. However, given the evolving nature of the conflict, the group will continue to assess the potential long-term impact on its operations at future reporting dates.

5- Property, plant and equipment

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cost:		
Balance at beginning of the period \ year	**110,396,968**	82,994,213
Additions during the period \ year	**5,155,106**	781,943
Transferred from capital work in progress	**-**	26,620,812
Balance at end of the period\ year	**115,552,074**	110,396,968
Accumulated depreciation:		
Balance at beginning of the period\ year	**52,923,135**	49,956,100
Charged during the period \ year	**2,228,584**	2,967,035
Balance at end of the period\ year	**55,151,719**	52,923,135
Net carrying amount:		
As at end of the period\ year	**60,400,355**	57,473,833

Property, plant and equipment include land owned by the group with a carrying amount of ⃁ 20,408,620 (31 December 2025: ⃁ 20,408,620), pledged to a local bank as collateral for bank facilities granted to the group (Note 12).

Depreciation expense has been allocated in the interim condensed consolidated statement of profit or loss and other comprehensive income as follows:

	For the three-month period ended June		**For the six-month period ended June**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Cost of revenue	**1,071,298**	560,421	**1,834,204**	1,123,021
Selling and marketing expenses	**171,989**	171,631	**359,695**	331,272
General and administrative expenses	**13,047**	12,506	**34,685**	24,892
	1,256,334	744,558	**2,228,584**	1,479,185

6- Right-of-use assets and lease liabilities

6-1 Right-of-use assets

Right-of-use assets related to leased properties are presented separately in the interim condensed consolidated statement of financial position. The following table presents the balance of right-of-use assets and accumulated depreciation:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cost:		
Balance at beginning of the period \ year	**18,498,465**	16,825,123
Additions during the period \ year	**-**	1,673,342
Balance at end of the period \ year	**18,498,465**	18,498,465
Accumulated depreciation:		
Balance at beginning of the period \ year	**8,525,243**	5,846,183
Charged during the period \ year	**1,399,511**	2,679,060
Balance at end of the period \ year	**9,924,754**	8,525,243
Net carrying amount		
As at end of the period \ year	**8,573,711**	9,973,222

Depreciation expense has been classified in the interim condensed consolidated statement of profit or loss and other comprehensive income as follows:

	For the three-month period ended June		**For the six-month period ended June**	
	2026 **(Unaudited)**	**2025** (Unaudited)	2026 **(Unaudited)**	**2025** (Unaudited)
Cost of revenue	**48,272**	58,433	**76,241**	116,866
Selling and marketing expenses	**590,787**	558,590	**1,257,661**	1,114,945
General and administrative expenses	**35,145**	32,804	**65,609**	65,608
	674,204	649,827	**1,399,511**	1,297,419

6-2 Lease liabilities

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period/year	**12,802,588**	12,779,258
Additions during the period / year	**-**	1,673,342
Interest during the period / year (Note 16)	**259,342**	593,810
Paid during the period / year	**(1,379,302)**	(2,243,822)
Balance at the end of the period/year	**11,682,628**	12,802,588

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Non-current portion	**6,003,554**	7,064,059
Current portion	**5,679,074**	5,738,529
	11,682,628	12,802,588

7- Inventories

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Finished goods inventory	**59,669,584**	61,322,603
Spare parts	**32,428,082**	23,291,525
Work in progress	**11,112,427**	9,908,812
Raw materials	**8,942,684**	8,924,107
Total	**112,152,777**	103,447,047
Less: provision for obsolete and slow-moving inventory	**(4,408,091)**	(3,198,915)
Balance at the end of the period/year	**107,744,686**	100,248,132

7- Inventories (continued)

The movement of the provision for obsolete and slow-moving inventory during the period/year was as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period/year	**3,198,915**	2,759,987
Charged during the period/year	**1,209,176**	438,928
Balance at the end of the period/year	**4,408,091**	3,198,915

8- Trade receivables

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables	**60,787,037**	46,597,175
Less:		
Provision for expected credit losses	**(12,215,784)**	(9,648,272)
Accrued discounts on trade receivables	**(135,837)**	(30,272)
Balance at the end of the period/year	**48,435,416**	36,918,631

The movement in the expected credit losses provision was as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period/year	**9,648,272**	9,648,272
Provided during the period / year	**2,606,955**	-
Reversal of provision during the period / year	**(39,443)**	-
Balance at the end of the period/year	**12,215,784**	9,648,272

9- Prepayments and other current assets

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Letters of credit margin	**17,681,315**	4,445,540
Advances to suppliers	**11,087,321**	7,656,427
Employees receivables	**436,395**	426,970
Prepayments	**278,563**	404,874
Other debit balances	**505,920**	126,388
Total	**29,989,514**	13,060,199
Less:		
Allowance for impairment of other receivables	**(809,163)**	(809,163)
	29,180,351	12,251,036

10- Related party transactions and balances

10-1 Due to related party:

Name of entity	**30 June 2026 (Unaudited)**	31 December 2025 (Audited)
Abaad Real Estate Investment Company	**3,941,699**	1,965,169

10-2 The significant transactions with related parties during the period are as follows:

			For the three-month period ended 30 June		**For the six-month period ended 30 June**	
Entity	**Nature of relationship**	**Nature of transaction**	**2026 (Unaudited)**	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Abaad Real Estate Investment Company	Under common control	Rent	**48,000**	48,000	**102,000**	102,500
		Financing	**2,924,530**	-	**2,924,530**	-
		Payments	**(1,050,000)**	-	**(1,050,000)**	-

10- Related party transactions and balances (continued)

10-3 Board of directors' and key management personnel benefits remuneration and compensation:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Salaries and wages for key management	**534,021**	502,521	**1,011,021**	1,005,707
Allowances	**159,003**	150,230	**302,856**	300,461
End-of-service benefits	**36,377**	36,377	**70,627**	72,754
Board of directors' and committees' fees	**30,500**	24,500	**43,500**	37,500
	759,901	713,628	**1,428,004**	1,416,422

11- Cash and cash equivalents

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cash at banks	**4,015,884**	4,879,152
Cash on hand	**9,176**	18,209
Total	**4,025,060**	4,897,361

12- Bank Facilities

The amount represents short-term bank facilities utilized by the group to finance the import of goods under letters of credit issued by a local bank. These facilities are, in most cases, revolving facilities, and their financing cost is determined based on prevailing market rates. The facilities are secured in favor of the bank by a mortgage over land owned by the parent company (Note 5), in addition to promissory notes with an aggregate value of ⃁ 80,535,000.
The movement in Bank Facilities during the year/period was as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period/year	**36,603,870**	17,800,960
Proceeds during the period/year	**94,540,728**	157,395,109
Repayments during the period/year	**(67,339,028)**	(138,592,199)
Balance at the end of the period/year	**63,805,570**	36,603,870

13- Accrued expenses and other current liabilities

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Advances from customers	**2,754,820**	1,153,873
Value added tax payable	**1,715,677**	1,147,979
Warranty accruals	**1,331,788**	1,155,762
Accrued Board of directors' and committees' remuneration and allowances	**789,778**	559,418
Accrued finance costs	**759,276**	373,487
Accrued dividends payable	**437,244**	437,244
Accrued sales commissions	**316,174**	471,586
Social insurance payable	**180,580**	158,288
Accrued salaries	**47,710**	13,920
Accrued professional fees	**47,500**	343,606
Other credit balances	**313,513**	194,459
	8,694,060	6,009,622

14- Zakat provision

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period/year	**3,435,981**	3,014,917
Charged during the period/year	**1,239,114**	2,662,682
Zakat assessments	**-**	758,782
Repayments during the period/year	**(1,470,192)**	(3,000,400)
Balance at the end of the period/year	**3,204,903**	3,435,981

15- Revenue

	For the three-month period ended 30 June		**For the six-month period ended 30 June**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Revenue from industrial activities	**2,323,732**	18,201,675	**7,972,845**	28,610,886
Revenue from trading activities	**29,782,483**	27,330,017	**46,407,067**	45,957,607
	32,106,215	45,531,692	**54,379,912**	74,568,493

The group recognizes its revenue from contracts with customers for the sale of goods and services at a point in time when performance obligations are satisfied, wherein revenue is recognized upon the transfer of contracted products to the customer, and when the customer obtains control over them.

The group's revenue represents entirely the revenue generated from sales operations provided to customers within the Kingdom of Saudi Arabia. During the period, the group did not generate any revenue from customers or operations outside the Kingdom of Saudi Arabia.

16- Finance costs

	For the three-month period ended 30 June		**For the six-month period ended 30 June**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Finance costs charged on bank facilities	**1,194,863**	1,032,429	**1,902,788**	1,447,990
Interest expense on lease liabilities (Note 6)	**124,470**	147,600	**259,342**	303,451
	1,319,333	1,180,029	**2,162,130**	1,751,441

17- Segment reporting

Segment information relates to the group's activities and operations, which management uses as the basis for preparing its interim condensed consolidated financial statements, consistent with its internal reporting approach. Inter-segment transactions are conducted under the same terms as transactions with external parties. Segment assets, liabilities, and operating activities include items directly attributable to a specific segment, as well as items that can be allocated to different segments on a reasonable basis.

The following is a summary of segment financial information in ⃁ as at 30 June 2026 and 30 June 2025, respectively, according to the nature of operations:

	For the six-month period ended (Unaudited)		
	Industrial segment	**Trading segment**	**Total**
Revenue	**7,972,845**	**46,407,067**	**54,379,912**
Cost of revenue	**(6,257,009)**	**(36,419,805)**	**(42,676,814)**
Gross profit	**1,715,836**	**9,987,262**	**11,703,098**
Selling and marketing expenses	**(1,067,921)**	**(6,215,986)**	**(7,283,907)**
General and administrative expenses	**(708,063)**	**(4,121,379)**	**(4,829,442)**
Allowance for expected credit losses, net	**(376,433)**	**(2,191,079)**	**(2,567,512)**
Operating loss	**(436,581)**	**(2,541,182)**	**(2,977,763)**
Finance costs	**(316,998)**	**(1,845,132)**	**(2,162,130)**
Loss before zakat	**(753,579)**	**(4,386,314)**	**(5,139,893)**
Zakat	**(181,671)**	**(1,057,443)**	**(1,239,114)**
Loss for the period	**(935,250)**	**(5,443,757)**	**(6,379,007)**

	For the six-month period ended (Unaudited)		
	Industrial segment	Trading segment	Total
Revenue	28,610,886	45,957,607	74,568,493
Cost of revenue	(18,193,541)	(39,928,767)	(58,122,308)
Gross profit	10,417,345	6,028,840	16,446,185
Selling and marketing expenses	(3,962,089)	(3,224,296)	(7,186,385)
General and administrative expenses	(2,222,154)	(3,174,045)	(5,396,199)
Operating profit/(loss)	4,233,102	(369,501)	3,863,601
Finance costs	(660,023)	(1,091,418)	(1,751,441)
Income on deposits	21,748	35,962	57,710
Profit/(Loss) before Zakat	3,594,827	(1,424,957)	2,169,870
Zakat	(585,448)	(585,448)	(1,170,896)
Profit/(Loss) for the period	3,009,379	(2,010,405)	998,974

The Company had no sales outside the Kingdom of Saudi Arabia during the period, as all of its sales were generated within the Kingdom. Accordingly, there were no external sales requiring disclosure under the requirements of IFRS 8, "Operating Segments".

18- Basic and diluted earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding as at the end of the period. The group has no potential dilutive ordinary shares; accordingly, diluted earnings per share is equal to basic earnings per share. The table below reflects the profit and share data used in the basic and diluted earnings per share calculations:

	For the three-month period ended 30 June		**For the six-month period ended 30 June**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Net (loss)/profit attributable to ordinary shareholders	**(2,048,694)**	3,001,679	**(6,264,139)**	1,083,171
Weighted average number of outstanding shares/units	**12,000,000**	12,000,000	**12,000,000**	12,000,000
(Loss)/earnings per share	**(0.17)**	0.25	**(0.52)**	0.09

19- Capital commitments and contingencies liabilities

(a) Capital commitments

The group has no capital commitments as at 30 June 2026 (31 December 2025: None).

(b) Contingent liabilities

The group has uncovered portion of outstanding letters of credit of ⃁ 14,323,205 as at 30 June 2026 (31 December 2025: ⃁ 43,197,125).

20- Financial risk and capital management

The group's financial instruments consist of financial assets and financial liabilities. The group's financial assets comprise trade receivables, other receivables, and cash at banks, while financial liabilities comprise trade payables, other current liabilities, bank facilities and due to related party.

The group's capital and financial risk management strategies have not changed materially since the end of the previous year. All financial assets and liabilities were classified and measured at amortized cost.

The fair value of these financial assets and liabilities equals their carrying value.

21- Subsequent events

Management of the group believes that there are no subsequent events following the date of these interim condensed consolidated financial statements that require adjustment to or disclosure in these interim condensed consolidated financial statements.

22- Approval of the interim condensed consolidated financial statements

These interim condensed consolidated financial statements was approved by the Board of Directors on 10 Rabi Al Awwal 1448 H (Corresponding to 23 August 2026).