



حديد وطني
WATANI STEEL

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Interim Financial Statements
For the three-month and nine-month period ended 30 Sep 2025
Together with the Independent Auditor's Review Report

Watani Iron Steel Company
(A Saudi Joint Stock Company)

Interim Financial Statements and Independent Auditor's Review Report (Unaudited)
the nine-month period ended 30 September 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

**TO THE SHAREHOLDERS OF WATANI IRON STEEL COMPANY
A LISTED JOINT STOCK COMPANY**

(1/1)

INTRODUCTION

We have reviewed the accompanying 30 September 2025 interim condensed financial statements of Watani Iron Steel Company ("the Company") which comprises of the following:

- The interim statement of financial position as at 30 September 2025;
- The interim statements of profit or loss and other comprehensive income for the three-month and nine-month periods then ended;
- The interim statement of changes in equity for the nine-month period then ended;
- The interim statement of cash flows for the nine-month period then ended, and;
- The summary of material accounting policies and other 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") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

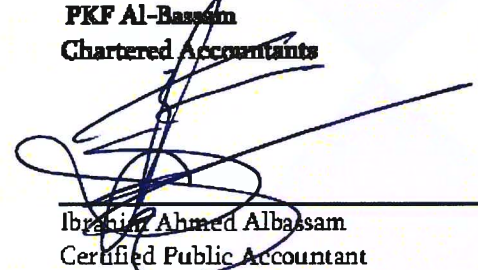
SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Financial Information 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 financial statements are not prepared, in all material respects, in accordance with IAS (34) that is endorsed in the Kingdom of Saudi Arabia.

PKF Al-Bassam
Chartered Accountants


Ibrahim Ahmed Albassam
Certified Public Accountant
License No. 337
Riyadh, Kingdom of Saudi Arabia
21 Jumada al-Awwal 1447H
Corresponding to: 12 November 2025



Watani Iron Steel Company
(A Saudi Joint Stock Company)
Interim Statement of Financial Position
As of 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

	Note	30 Sep 2025 (Unaudited)	31 December 2024 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	5	251,804,149	255,900,168
Projects in progress	6	-	6,881,225
Intangible assets		25,944,262	25,944,262
Total non-current assets		277,748,411	288,725,655
Current assets			
Inventory	8	86,633,139	64,818,666
Trade receivables	9	6,625,471	2,680,650
Prepayments and other debit balances	10	2,219,791	1,758,269
Cash and cash equivalents		3,588,960	12,058,909
Total current assets		99,067,361	81,316,494
Total assets		376,815,772	370,042,149
EQUITY AND LIABILITIES			
Equity			
Share capital	1	181,650,000	181,650,000
Statutory reserve		18,235,056	18,235,056
Actuarial reserve		(67,504)	(67,504)
Retained earnings		47,988,281	51,538,221
Total equity		247,805,833	251,355,773
LIABILITYIES			
Non-current liabilities			
Employees' post-employment benefits		9,236,359	8,242,884
Total non-current liabilities		9,236,359	8,242,884
Current liabilities			
Short-term loans	13	86,379,086	64,158,681
Trade payables		26,187,957	37,029,918
Accrued expense and other credit balances	12	7,199,769	8,993,065
Zakat provision	11	6,768	261,828
Total current liabilities		119,773,580	110,443,492
Total liabilities		129,009,939	118,686,376
Total equity and liabilities		376,815,772	370,042,149
Capital commitments and contingent assets and liabilities	14		



Financial Manager
Mohammed Hamdi Ahmed



Chief Executive Officer
Yousuf Mohammed Al Tarif



Board of Directors Chairman
Meshal Abdul Karim Al Rajhi

The accompanying notes 1 to 19 form an integral part of these interim financial statements.

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Interim Statement of Profit or Loss and Other Comprehensive Income
For the three-month and nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the Three-month period ended 30 Sep		For the nine-month period ended 30 Sep	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Sales		83,041,818	115,653,029	300,031,398	389,650,907
Cost of sales		(82,427,392)	(111,276,182)	(288,138,129)	(370,314,810)
Gross profit		614,426	4,376,847	11,893,269	19,336,097
Selling and marketing expenses		(342,705)	(358,930)	(1,201,158)	(1,307,282)
General and administrative expenses		(3,627,908)	(3,855,177)	(11,036,315)	(11,616,650)
Operating (loss) / profit		(3,356,187)	162,740	(344,204)	6,412,165
Finance cost		(1,578,316)	(1,606,041)	(4,403,713)	(4,891,207)
Other income		238,455	235,684	1,197,977	786,507
Net (loss) / profit for the period before zakat		(4,696,048)	(1,207,617)	(3,549,940)	2,307,465
Reverse / (expense) of Zakat	11.2	29,624	45,092	-	(59,642)
Net (loss) / profit for the period after Zakat		(4,666,424)	(1,162,525)	(3,549,940)	2,247,823
Other comprehensive income items for the period		-	-	-	-
Total Comprehensive (loss) / income for the period		(4,666,424)	(1,162,525)	(3,549,940)	2,247,823
Earnings per share:					
(Loss) / Profit of Basic and diluted earnings per share of net income for the period	15	(0,03)	(0,01)	(0.02)	0.01



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Watani Iron Steel Company
 (A Saudi Joint Stock Company)
Interim Statement of Changes in Equity
For the nine -month period ended 30 September 2025
All amounts in Saudi Riyals unless otherwise stated()

For the nine -month period ended 30 Sep 2024

	Share capital	Statutory reserve	Actuarial reserve	Retained earnings	Total
At 1 January 2024 (audited)	181,650,000	18,235,056	884,018	41,670,316	242,439,390
Net profit for the period	-	-	-	2,247,823	2,247,823
Comprehensive income for the period	-	-	-	-	-
Balance at 30 September 2024 (unaudited)	181,650,000	18,235,056	884,018	43,918,139	244,687,213

For the nine-month period ended 30 Sep 2025

At 1 January 2025 (audited)	181,650,000	18,235,056	(67,504)	51,538,221	251,355,773
Net profit for the period	-	-	-	(3,549,940)	(3,549,940)
Comprehensive income for the period	-	-	-	-	-
Balance at 30 September 2025 (unaudited)	181,650,000	18,235,056	(67,504)	47,988,281	247,805,833



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Watani Iron Steel Company
(A Saudi Joint Stock Company)
Interim Statement of Cash Flows
For the nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

For the nine-month period ended 30 September			
		2025	2024
	Note	(Unaudited)	(Unaudited)
Cash flows from operating activities			
Net (loss) / profit for the period before Zakat		(3,549,940)	2,307,465
Adjustments for:			
Depreciation of property, plant and equipment	5	13,557,068	15,710,460
Employees' post-employment benefits		1,111,387	1,017,628
adjustments resulting from zakat linkage		-	9,922
Finance cost		4,403,713	4,891,207
		<u>15,522,228</u>	<u>23,936,682</u>
Changes in:			
Inventory		(21,814,473)	(8,101,727)
Trade receivables		(3,944,821)	(4,235,891)
Prepayments and other debit balances		(461,522)	1,687,037
Trade payables		(10,841,961)	(6,457,525)
Accrued expense and other credit balances		(1,793,296)	16,585,385
Cash (used in) / generated from operating activities		<u>(23,333,845)</u>	<u>23,413,961</u>
Zakat paid	11.2	(255,060)	(143,528)
Employees' post-employment benefits paid		(117,912)	(267,603)
Net cash (used in) / generated from operating activities		<u>(23,706,817)</u>	<u>23,002,830</u>
Cash flows from investing activities			
Additions to property, plant and equipment	5	(2,266,324)	(754,971)
Additions to projects in progress	6	(313,500)	(3,822,217)
Net cash used in investing activities		<u>(2,579,824)</u>	<u>(4,577,188)</u>
Cash flows from financing activities			
Proceeds from short-term loans	13	198,000,000	180,000,000
Repayment of short-term loans	13	(177,158,681)	(185,156,636)
Finance cost paid		(3,024,627)	(3,740,047)
Net cash generated from / (used in) financing activities		<u>17,816,692</u>	<u>(8,896,683)</u>
Net change in cash and cash equivalent		<u>(8,469,949)</u>	<u>9,528,959</u>
Cash and cash equivalent at beginning of the period		<u>12,058,909</u>	<u>9,509,407</u>
Cash and cash equivalent at the end of the period		<u>3,588,960</u>	<u>19,038,366</u>

Non-cash transactions:

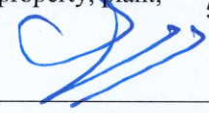
Transfers from projects in progress to property, plant, and equipment 5,6

7,194,725

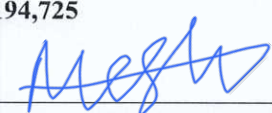
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The accompanying notes 1 to 19 form an integral part of these interim financial statements.

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Notes to the Interim Financial Statements
For the nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

1. LEGAL STATUS AND OPERATIONS

Watani Iron Steel Company (“The Company”) is a Saudi joint stock company- listed. The Company initially commenced trading as limited liability on 23/8/1429H corresponding to 24/8/2008 and operates under the Companies Law in the Kingdom of Saudi Arabia under unified Commercial Registration No, 7001657688 issued in Riyadh.

The company also operates under an industrial facility license issued by the Ministry of Industry and Mineral Resources with decision No. (451110133264) dated 25/6/1445H (corresponding to 7/1/2024). The activities of the company are represented in the manufacture of primary iron products in the form of blocks of substrates and waste after being melted, as well as the manufacture of sheets plates, strip coils, bar bars, wire corners, and clips of all shapes. The activities of the company, as stated in the By-Laws, are represented in practicing and implementing transformation industries.

The company’s capital as of the date of the attached condensed preliminary financial statements is SAR 181,650,000, divided into 181,650,000 ordinary shares, with a nominal value of one Saudi Riyal per share.

The Company’s Head Office is located at Al Hyt District, Al Kharj Old Street, P.O. Box 355355, Riyadh 11383, Kingdom of Saudi Arabia (“Saudi Arabia”).

The financial statements included the company's accounts and the following branch accounts:

Branch	CR Number	Date	City
Watani Iron Steel Company	1010909080	16 Muharram1445 H	Riyadh

2. BASIS OF PREPARATION

2-1 Basis of compliance

These interim condensed financial statements have been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ that is endorsed in Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants (“SOCPA”) and should be read in conjunction with the Company financial statements for the year ended on 31 December 2024. These financial statements does not include all of the information and disclosures required in the annual statements to prepare a complete set of financial statements; however, the accounting policies and explanatory notes are included to explain events and the important transactions to understand the changes in the Company financial position and its performance since 31 December 2024. In addition the results for the nine-month periods ending 30 September 2025 are not necessarily indicative of the results that maybe expected for the year ending 31 December 2025

2.2 Basis of measurement

The interim condensed financial statements have been prepared on a historical cost basis, except for recognition of employees' end of service benefits at the present value of future obligations using the expected unit credit method.

2.3 Functional and presentation currency

These interim financial statements are presented in Saudi Riyals, which is the functional currency of the Company.

2.4 Going concern

As at September 30, 2025, the Company’s current liabilities exceeded its current assets by SAR 20,706,219 (December 31, 2024: SR 29,126,998) This is mainly attributable to the outstanding balance of short term loans amounting to SAR 86,379,086 as of 30 September 2025 (31 December 2024: SAR 64,158,681). Despite the working capital deficit, the Company generated positive operating cash flows of SAR 3,038,550 as of 30 September 2025 (31 December 2024: SAR 43,301,473) Management believes it can obtain additional credit facilities if needed. Accordingly, the condensed interim financial statements have been prepared on a going concern basis.

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Notes to the Interim Financial Statements
For the nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

3. USE OF ESTIMATES AND ASSUMPTIONS

The preparation of these interim financial statements required management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, revenues, and expenses. Actual results may differ from these estimates.

The significant estimates made by management when applying the Company's accounting policies and the significant sources of estimation uncertainties were the same as those shown in the last annual financial statements.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 New standards, amendment to on standards and interpretations

There are new standards and a number of amendments to the standards that are effective as of 1 January 2025 and have been explained in the company's annual financial statements, but they do not have a material impact on the company's interim financial statements.

5. PROPERTY, PLANT, AND EQUIPMENT

During the nine months period ended 30 September 2025, the company made additions to property and equipment amounting to 2,266,324 SR (31 December 2024: 2,848,417 SR).

During the nine-month period ended 30 September 2025, the Company transferred an amount of SAR 7,194,725 from projects in progress, which was capitalized under property, plant and equipment within the buildings and installation category (31 December 2024 zero riyals).

During the nine-month period ended 30 September 2025, depreciation expenses amounted to 13,557,068 SR (30 September 2024: 15,710,460SR).

The company periodically reviews depreciation methods, useful lives, and net residual value of property, plant, and equipment. During the second half of 2025, the company studied the useful lives, residual value, and expected economic benefits of the main items of property, plant, and equipment with the help of an independent expert. Based on the results of the study, the maximum estimated productive life for the buildings and installations category was modified to extend to 45 years according to the classification of each sub-asset within this category, and the maximum estimated productive life for the machinery and equipment category was modified to extend to 45 years according to the sub-classification of each asset within this category. As a result, the impact on the preliminary financial statements for the nine-month period ending September 30, 2025 was a decrease in depreciation expense and accumulated depreciation provision for property, plant and equipment by an amount of SAR 2,438,144, and the useful life of those assets was adjusted as follows:

<u>Asset Classification</u>	<u>Useful Life (Years) Before Revision</u>	<u>Useful Life (Years) After Revision</u>
Buildings and Installations	From 20 to 24	From 30 to 45
Machinery and Equipment	From 5 to 20	From 15 to 45
Computer Equipment	4	4
Vehicles	4	4
Tools and Instruments	From 5 to 7	From 5 to 7
Furniture and Fixtures	From 4 to 7	From 4 to 7

6. PROJECTS IN PROGRESS

During the nine-months period ended 30 September 2025, the company made additions to projects in progress amounting to 313,500 SR (31 December 2024: 4,507,201 SR), which is a new branch belonging to the company's main commercial register in the city of Riyadh, Al-Masfah district, to conduct new business that includes wholesale and retail of wood, cork, plastic products, metal blocks. During the second quarter of 2025, projects in progress were completed, and the related construction costs were capitalized under the Company's property, plant and equipment with amount of 7,194,725 SR

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Notes to the Interim Financial Statements
For the nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

7. TRANSACTION AND BALANCES WITH RELATED PARTIES

A. Transactions with related parties

There was no transaction with related parties during the period and the balances are zero.

B. Key management

Transactions with related parties are represented in the salaries, bonuses, and allowances of the members of the board of directors, that took place during the period between the company and members of the board of directors, the members of the committees and the executive management.

	For the nine-month period ended 30 Sep 2025		For the nine-month period ended 30 Sep 2024	
	BOD members and committee	Executive management	BOD members and committee	Executive management
BOD members and committee remuneration benefits	1,188,750	150,000	1,020,625	150,000
Board and committee attendance allowance	135,000	-	144,000	-
Salaries and wages and equivalents	-	2,140,875	-	2,140,875
End of service	-	137,791	-	103,957
	1,323,750	2,428,666	1,164,625	2,394,832

8. Inventory

	30 Sep 2025 (unaudited)	31 December 2024 (audited)
Finished good	34,634,421	25,317,580
Spare parts	18,284,630	17,093,432
Raw material	17,311,895	20,850,825
Work in process	16,402,193	1,556,829
	86,633,139	64,818,666

9. TRADE RECEIVABLES

	30 Sep 2025 (unaudited)	31 December 2024 (audited)
*Trade Receivables	7,965,796	4,020,975
Provision for impairment of trade receivables	(1,340,325)	(1,340,325)
	6,625,471	2,680,650

*An amount of SAR 4,020,975 (as at December 31, 2024: SAR 4,020,975) represents trade receivables arising from the sale of goods to an external customer under a letter of credit with an international bank rated B+ (according to Fitch Ratings). The Company's management has recognized an allowance for impairment of trade receivables equivalent to 33% of the total outstanding balance.

The trade receivables are non-interest bearing.

The movement in the allowance for impairment of trade receivables is as follows:

	30 Sep 2025 (unaudited)	31 December 2024 (audited)
Balance of the beginning of the period / year	1,340,325	-
Provided during the period / year	-	1,340,325
	1,340,325	1,340,325

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Notes to the Interim Financial Statements
For the nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

10. Prepayments and other debit balance

	30 Sep 2025 (unaudited)	31 December 2024 (audited)
VAT receivables	849,816	337,492
Advance to suppliers	589,562	482,546
Employees' advances	232,631	117,644
Prepaid insurance expenses	207,395	396,919
Prepaid subscriptions	201,230	199,106
Prepaid rent	66,333	200,667
Other	72,824	23,895
	2,219,791	1,758,269

11. ZAKAT PROVISION

11.1 Zakat base

The Company submitted its return to the Zakat, Tax and Customs Authority ("ZATCA") until the year ended 31 December 2024 and the Company obtained a certificate from the ZATCA valid until 13 Thul-Qi'dah 1447H corresponding to 30 April 2026. The company also received a final assessment for the year 2017, No adjustments have arisen therefrom. The Company received a final Zakat assessment for the year ended 31 December 2023 in the amount of SAR 9,922, which was payment during the year 2024. Furthermore In addition to a final assessment for the year ending December 31, 2024, with a amount of 485 Saudi Riyals, the Company has not received any , final Zakat assessments for the years 2018 through 2022.

11.2 Zakat provision movement

	30 Sep 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / year	261,828	133,606
Provided during the period / year		261,828
Reconciliation resulting from Zakat assessment (11.1)	-	9,922
Payments during the period / year	(255,060)	(143,528)
Balance at the end of the period / year	6,768	261,828

12. Accrued expenses and other credit balance

	30 Sep 2025 (unaudited)	31 December 2024 (audited)
Advance from customer	3,894,746	5,118,465
Employees' accruals	1,824,376	2,010,582
Board Remuneration	1,323,750	1,713,833
GOSI	156,897	149,760
Withholding tax	-	425
	7,199,769	8,993,065

13. Short-term loans

The Company has credit facility limits with local banks amounting to a total of SAR 110.5 million. During the period, these facility limits were revolved to SAR 198 million, with an outstanding balance of SAR 86.4 million as at September 30, 2025 (December 31, 2024: SAR 64.2 million) with several local banks and financial institutions.

These credit facilities include Murabaha financing, participation contracts, Tawarruq financing, letters of credit, letters of guarantee, and foreign currency purchase facilities, all bearing variable Islamic profit rates agreed upon with the respective banks.

Watani Iron Steel Company
(A Saudi Joint Stock Company)
Notes to the Interim Financial Statements
For the nine-month period ended 30 September 2025
(All amounts in Saudi Riyals unless otherwise stated)

13. Short-term loans (continued)

Some of these loans and credit facilities are subject to bank covenants, the breach of which may result in renegotiation with lenders. These covenants are monitored periodically by management, and in the event of an actual or potential breach, appropriate measures are taken by management to ensure compliance. Non-compliance with these covenants has no impact on the Company's condensed interim financial statements, as all loans are classified as current liabilities as at September 30, 2025.

The Company provides guarantees for these loans and credit facilities in the form of duly authorized promissory notes amounting to SAR 117.8 million.

The following table presents the movement of loans during the period/year and those due for repayment during the period/year ended on:

	30 Sep 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / year	64,158,681	91,156,636
Proceed during the period / year	198,000,000	216,000,000
Paid during the period / year	(177,158,681)	(244,156,636)
Accrued finance expenses for the period / year	1,379,086	1,158,681
Balance at the end of the period / year	86,379,086	64,158,681

14. CAPITAL COMMITMENT AND CONTINGENT ASSETS AND LIABILITIES

A) Capital Commitment

The company has capital commitments as of September 30, 2025: SAR 403,500 for the supply and installation of pollution control equipment and a monitoring system for the factory's chimneys (December 31, 2024: SAR 62,300 for the new branch project in progress, Note 6)

B) Contingent assets

The company has a contingent asset as at 30 September 2025 of SR 2,784,508 (2024: SAR 2,784,508), which is a refund of the purchase amounts of Salman Jawhar Al Jawhar Scrap Melting Factory, based on the letter of the liquidation trustee of Salman Jawhar Al Jawhar Scrap Melting Factory Company due to the inability to transfer the ownership of the plant from Salman Jawhar Scrap Melting Factory Company to Watani Iron Steel Company. The company continuously evaluates the contingent assets to ensure that developments are appropriately reflected in the interim financial statements

C) Contingent liabilities

There are no contingent liabilities for the company on 30 September 2025 (2024: no contingent liabilities for the company).

15. EARNING PER SHARE

The discounted earnings per share are calculated by dividing the year's profit attributable to the Company's shareholders by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of common shares to be issued when all potential reduced ordinary shares are converted into ordinary shares.

	For the three-months period ending on 30 September		For the nine-months period ending on 30 September	
	2025	2024	2025	2024
Net profit for the period attributed to ordinary shareholders	(4,666,424)	(1,162,525)	(3,549,940)	2,247,823
Average of number of issued ordinary shares	181,650,000	181,650,000	181,650,000	181,650,000
Basic and diluted earnings per share	(0,03)	(0,01)	(0,02)	0.01

16. SEGMENT REPORTING

The main activity of the company is the manufacture of rebar and iron primary products in the form of billets from substrates and waste after remelting them. The company's foreign sales did not achieve any of the quantitative limits referred to in International Financial Reporting Standard No. (8) "Operational Segments".

17. FAIR VALUE MEASUREMENT

Fair value is the amount at which an asset can be exchanged or an obligation repaid in a transaction between market participants at the measurement date. The measurement of fair value is based on the assumption that the transaction of the asset sale or obligation transfer will take place either:

through the main market for an asset or obligation, or

Through the market is more beneficial to the asset or liability in the absence of the main market.

The main market or the most beneficial market must be available for the group to access.

The fair value of an asset or liability is measured either using the assumptions used by market parties when pricing an asset or liability on the assumption that market parties are acting in their best economic interests.

Measuring the fair value of a non-financial asset takes into account the ability of market parties to provide economic benefits by using the asset for its best benefit or by selling it to another market party for use for its best benefit.

All assets and liabilities whose fair values are measured or disclosed in the interim condensed financial statements are classified into the lower-level data which is essential for measuring fair and consolidated value within the fair value hierarchy set out below as a whole:

- Level I: Prices traded in active markets for the same assets or liabilities.
- Level II: Other valuation methods in which the minimum material data are directly or indirectly observed to measure fair value.
- Level III: Other valuation methods in which the minimum material data are unnoticeable to measure fair value.

For assets and liabilities included in the condensed and recurring interim financial statements, the company determines whether transfers to the lower level of data have been made between levels in the hierarchy by revaluing the classification based on the lower level of material data to measure fair value as a whole at the end of each condensed interim financial statement period. The book value of financial assets that cannot be measured at fair value is the approximate value of their fair value. Financial liabilities are measured on the basis of amortized cost and reasonably close to their fair value, all financial assets and liabilities are measured at amortized cost. The book value of all assets and other financial liabilities measured at amortized cost approximates their fair values.

18. SUBSEQUENT EVENTS

Management believes there have been no significant subsequent events since the end of the period that would require disclosure or adjustment to these interim financial statements.

19. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements for the period ended 30 September 2025, have been approved by the Board of Directors on 14 Jumada Al-Awwal 1447H (corresponding to 5 November 2025).