

**KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)
RIYADH – KINGDOM OF SAUDI ARABIA**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026**

KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the Shareholders
Knowledge Net Computer Company
(A Listed Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of **Knowledge Net Computer Company** (A Listed Joint Stock Company) ("the Company") and its subsidiaries (referred to together as "the Group") as at 30 June 2026 and the related interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information 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 this interim condensed consolidated financial information based on our review.

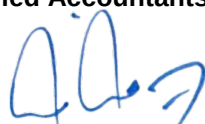
Scope of review

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" that is endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing 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 information is not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

RSM Allied Accountants Professional Services



Mohammad Abdulmajeed Mohandes
License No. 564

Riyadh, Kingdom of Saudi Arabia

26 Rabi Alawal 1448 AH (corresponding to 08th September 2026)



KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

(All amounts are in Saudi Riyals unless otherwise stated)

	Note	30 June 2026 (unaudited)	31 December 2025 (audited)
Assets			
Non-current assets			
Property and equipment		84,232	187,086
Intangible assets	5	25,773,760	19,885,483
Right-of-use assets		170,567	341,133
Financial assets at fair value through profit or loss ("FVTPL")	6	38,183,814	39,194,360
Total non-current assets		64,212,373	59,608,062
Current assets			
Prepayments and other assets	7	2,038,301	3,401,099
Due from related party	8	-	6,576,819
Contract assets	9	10,535,617	7,182,472
Accounts receivable	10	9,834,457	10,573,352
Term deposits		2,500,000	2,500,000
Cash and cash equivalents	11	965,853	81,576
Total current assets		25,874,228	30,315,318
Total assets		90,086,601	89,923,380
Equity and liabilities			
Equity			
Share capital	1	52,500,000	35,000,000
Reserve		1,217,244	1,217,244
Treasury shares		(325,600)	(325,600)
Retained earnings		13,195,992	31,706,451
Equity attributable to the shareholders of the Parent Company		66,587,636	67,598,095
Non-controlling interests		(2,644,037)	(2,644,037)
Total equity		63,943,599	64,954,058
Liabilities			
Non-current liabilities			
Defined employees' benefit plan obligations		3,771,508	3,353,852
Total non-current liabilities		3,771,508	3,353,852
Current liabilities			
Due to related parties	8	1,155,771	1,289,375
Lease liabilities – current portion		191,626	378,670
Contract liabilities	9	4,665,793	4,839,298
Accrued expenses and other liabilities		10,633,820	9,932,913
Zakat payable		1,003,346	949,620
Bank overdraft	11	4,721,138	4,225,594
Total current liabilities		22,371,494	21,615,470
Total liabilities		26,143,002	24,969,322
Total equity and liabilities		90,086,601	89,923,380

Ahmed Bastawey

(Acting Chief Financial
Officer)

Mohammad Ahmed Attiya

(Managing Director and
Acting Chief Executive
Officer)

Mohammed Ibrahim Al-Mansour

(Chairman of Board of Directors)

The accompanying notes (1) to (19) form an integral part of this interim condensed consolidated financial information

KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(All amounts are in Saudi Riyals unless otherwise stated)

	Notes	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Profit or loss			
Revenue	12	17,598,730	17,905,259
Cost of revenue		(6,801,559)	(10,223,159)
Gross profit		10,797,171	7,682,100
Selling and marketing expenses		(2,601,872)	(2,607,476)
General and administration expenses		(4,829,875)	(5,437,412)
Finance costs		(16,052)	(13,413)
Provision for expected credit losses on receivable from STF subsidiaries	7	(1,272,631)	-
Provision for expected credit losses on contract assets	9	(653,114)	-
Provision for expected credit losses on accounts receivable	10	(729,784)	-
Net profit / (loss) from main operations		693,843	(376,201)
Other income		206,852	2,915,073
Loss on the derecognition of investment in associate		-	(1,970,314)
Fair value loss on financial assets at FVTPL	6	(1,660,546)	(1,834,051)
Loss before zakat		(759,851)	(1,265,493)
Zakat		(250,608)	(200,000)
Loss for the period		(1,010,459)	(1,465,493)
Other comprehensive income			
Items that will not be reclassified to profit or loss:			
Other comprehensive income for the period		-	-
Total comprehensive loss for the period		(1,010,459)	(1,465,493)
Loss for the period attributable to:			
Shareholders of the Parent Company		(1,010,459)	(1,465,493)
Non-controlling interests		-	-
		(1,010,459)	(1,465,493)
Total comprehensive loss attributable to:			
Shareholders of the Parent Company		(1,010,459)	(1,465,493)
Non-controlling interests		-	-
		(1,010,459)	(1,465,493)
Basic and diluted loss per share:			
Basic and diluted loss per share attributable to the Parent Company's shareholders	13	(0.19)	(0.28)

Ahmed Bastawey

(Acting Chief Financial Officer)

Mohammad Ahmed Attiya

(Managing Director and Acting Chief Executive Officer)

Mohammed Ibrahim Al Mansour

(Chairman of Board of Directors)

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KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

(All amounts are in Saudi Riyals unless otherwise stated)

	Attributable to the shareholders of the Parent Company					Non-controlling interests	Total equity
	Share Capital	Other reserve	Treasury shares	Retained earnings	Total		
For the six-month period ended 30 June 2025							
Balance as at 1 January 2025 (audited)	35,000,000	1,217,244	(325,600)	28,802,118	64,693,762	(2,557,294)	62,136,468
Loss for the period	-	-	-	(1,465,493)	(1,465,493)	-	(1,465,493)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(1,465,493)	(1,465,493)	-	(1,465,493)
Balance as at 30 June 2025 (unaudited)	35,000,000	1,217,244	(325,600)	27,336,625	63,228,269	(2,557,294)	60,670,975
For the six-month period ended 30 June 2026							
Balance as at 1 January 2026 (audited)	35,000,000	1,217,244	(325,600)	31,706,451	67,598,095	(2,644,037)	64,954,058
Loss for the period	-	-	-	(1,010,459)	(1,010,459)	-	(1,010,459)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(1,010,459)	(1,010,459)	-	(1,010,459)
Increase in share capital through the issuance of bonus shares from retained earnings (Note 1C)	17,500,000	-	-	(17,500,000)	-	-	-
Balance as at 30 June 2026 (unaudited)	52,500,000	1,217,244	(325,600)	13,195,992	66,587,636	(2,644,037)	63,943,599

Ahmed Bastawey

(Acting Chief Financial Officer)

Mohammad Ahmed Attiya

(Managing Director and Acting Chief Executive Officer)

Mohammed Ibrahim Al-Mansour

(Chairman of Board of Directors)

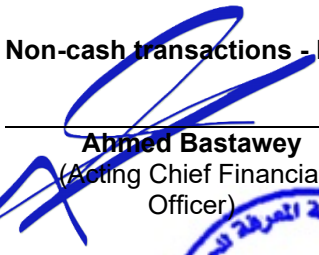
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KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

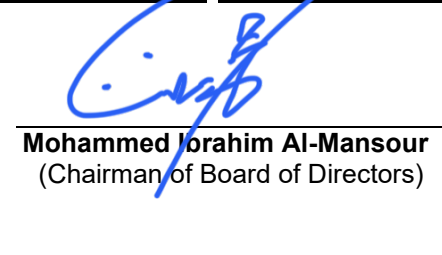
(All amounts are in Saudi Riyals unless otherwise stated)

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Cash flows from operating activities		
Loss before zakat	(759,851)	(1,265,493)
Adjustments for		
Depreciation of property and equipment	102,854	133,648
Amortization of intangible assets	1,945,725	1,550,321
Depreciation of right-of-use assets	170,566	175,978
Loss on the derecognition of investment in associate	-	1,970,314
Provision for expected credit losses on contract assets	653,114	-
Provision for expected credit losses on accounts receivable	729,784	-
Provision for expected credit losses on receivable from STF subsidiaries	1,272,631	-
Fair value loss on financial assets at FVTPL	1,660,546	1,834,051
Defined employees' benefit plan obligations	531,349	1,350,884
Finance cost	16,052	13,413
	6,322,770	5,763,116
Changes in operating assets and liabilities		
Prepayments and other assets	90,167	(4,850,294)
Contracts assets	(4,082,929)	(1,479,948)
Accounts receivable	85,781	407,883
Due from / to related parties	420,526	4,906,821
Contracts liabilities	(173,505)	376,488
Accrued expenses and other liabilities	700,907	135,411
Cash generated from operations	3,363,717	5,259,477
Defined employees' benefit plan obligations paid	(113,693)	(3,307,521)
Finance costs paid	(11,471)	-
Zakat paid	(196,882)	(937,749)
Net cash generated from operating activities	3,041,671	1,014,207
Cash flows from investing activities		
Additions to property and equipment	-	(63,003)
Additions to intangible assets	(1,677,709)	(1,950,000)
Additions to investments at FVTPL	(650,000)	-
Proceeds from disposal of property and equipment	-	15,337
Net cash used in investing activities	(2,327,709)	(1,997,666)
Cash flows from financing activities		
Lease liabilities paid	(191,625)	(191,625)
Due to related parties	(133,604)	846,303
Net cash used in financing activities	(325,229)	654,678
Net Change in cash and cash equivalents	388,733	(328,781)
Cash and cash equivalents at beginning of the period	(4,144,018)	448,562
Cash and cash equivalents at end of the period	(3,755,285)	119,781

Non-cash transactions - Note 17


Ahmed Bastaway
 (Acting Chief Financial Officer)


Mohammad Ahmed Attiya
 (Managing Director and Acting Chief Executive Officer)


Mohammed Ibrahim Al-Mansour
 (Chairman of Board of Directors)

The accompanying notes (1) to (19) form an integral part of this interim condensed consolidated financial information



KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

1- GENERAL INFORMATION

Knowledge Net Computer Company (the "Company" or "Parent Company") is a Listed Joint Stock Company registered in the Kingdom of Saudi Arabia ("KSA") under commercial registration number ("CR") 1010160878 and Unified number 7001406599 dated 23 Jamada Alawal 1421H (corresponding to 23 August 2000).

- a. On 22 Rabi Al-Awwal 1443H (corresponding to 28 October 2021), the legal form of the Company was changed from a limited liability company to a closed joint stock company. Subsequently, on 28 December 2022, the Capital Market Authority ("CMA") approved the offering of 20% of the Company's shares on the Parallel Market (NOMU), subject to completion of the offering within six months from the date of the CMA's resolution. On 20 March 2023, the Company's shares were listed with trading number 9561 on the Parallel Market (NOMU).
- b. The Company's Board of Directors approved the management's proposal to transfer the Company's listing from the Parallel Market (NOMU) to the Main Market (TASI) on 19 Jumada Al-Awwal 1447H (corresponding to 10 November 2025). As at 30-June-2026, the Company remains listed on the Parallel Market (NOMU), and the transfer to the Main Market (TASI) is subject to regulatory and other requirements.
- c. The issued and authorised share capital of the Company as at 30 June 2026 consists of 5,250,000 ordinary shares (2025: 3,500,000 ordinary shares), at SAR 10 per each as at 30 June 2026 (2025: SAR 10). The Company has obtained approval the Capital Market Authority ('CMA') on 02 Rajab 1447H (corresponding to 22 December 2025) to increase its share capital from Saudi Riyals ("SAR") 35,000,000 to SAR 52,500,000, representing an increase of 50%, through issuance of one bonus share for every two shares held by shareholders registered in the Company's shareholder register maintained by the Depository Center at the close of the second trading day following the date of the Extraordinary General Assembly Meeting. The Company's Extraordinary General Assembly was held on 24 Dhul-Qi'dah 1447H (corresponding to 11 May 2026) and approved such increase in the Company's share capital.
- d. The Company is engaged in wholesale of computers and their accessories including sale of printers and toners, wholesale of software and includes importing, system analysis, designing and programming the specific softwares, maintenance of software and designing websites.
- e. Considering the Company's positive current ratio, retained earnings, and positive operating cash flows, the management of the Company does not consider loss for the period to have any implication on the going concern assumption. The losses incurred are predominantly attributable to non-recurring items, rather than to operational underperformance.
- f. The registered Company's address is
P.O. 12611, Al Olaya district
Mecca Road, Riyadh
Kingdom of Saudi Arabia
- g. The following are the subsidiaries of the Company whose results of operations, assets and liabilities are included in this interim condensed consolidated financial information:

Name of the subsidiary company	Country of incorporation	Effective ownership (%)	
		30 June 2026	31 December 2025
Knowledge Net Business Services Company. (1)	KSA	100%	100%
	United Arab Emirates (UAE)	100%	100%
Softmore FZE LLC (2)			
PropertyNet FZE LLC (3)	UAE	50%	50%
Vcentral Holding Ltd (4)	UAE	45%	45%
Amwal Information Technology Company (4)	KSA	45%	45%

1- Knowledge Net Business Services Company (KNBSC)

Knowledge Net Business Services Company is a Saudi Limited Liability Company that was established with a capital of Saudi riyals (SAR) 100,000 and under CR 1010680518 dated 14 January 2021. The KNBSC is engaged in systems analysis, designing and programming the specific software, biotechnology solutions, providing management and monitoring services for telecommunications and information networks, main offices' activities and senior management consulting services.

**KNOWLEDGE NET COMPUTER COMPANY
(A LISTED JOINT STOCK COMPANY)**

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026**

1- GENERAL INFORMATION (continued)

2- Softmore FZE LLC.

Softmore FZE LLC is a limited liability company established in the United Arab Emirates ("UAE") with a capital of Arab Emirates Dirhams ("AED") 101,900, under Licence No. 5023972 dated 21 May 2021. Softmore FZE LLC principal activities include the trading of computer supplies, data processing, trading of computer systems and software, trading of communication devices, and wholesale trading of computer systems and software.

3- Property Net FZE LLC

Property Net FZE LLC is a limited liability company established in the UAE with a capital of AED 100,000, under Licence No. 5005444 dated 22 August 2010. The Property Net FZE LLC principal activity includes the trading of computer software and equipment requisites. The Property Net FZE LLC has not carried out any activities since its incorporation up to the date of preparation of the consolidated financial statements.

4- Vcentral Holding Ltd

Vcentral Holding Ltd. ("VC") is a Limited Liability Company established in the UAE with a capital of United States Dollars ("USD") 1,000, under Licence No. 000003698 dated 5 May 2020. The VC holds 100% of Amwal Information Technology Company, located in Riyadh, Saudi Arabia. The principal activities of the VC include systems analysis, design and programming of specialised software, software maintenance, web page design, and interface design. The shareholders of Amwal Information Technology Company approved on 10 February 2026, the cessation of the its operations and liquidation..

2- BASIS OF PREPARATION

Statement of compliance

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia, issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). This interim condensed consolidated financial information should be read in conjunction with the Group's last annual audited consolidated financial statements as at and for the year ended 31 December 2025 (last annual audited consolidated financial statements).

The accompanying interim condensed consolidated financial information does not include all the information that is required to prepare a complete set of financial statements in accordance with International Financial Reporting Standards ("IFRS") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by SOCPA. However, selected explanatory notes are included to explain events and transactions that are significant to understanding the changes in the Group's financial position and performance since the last annual audited consolidated financial statements.

In addition, results for the interim period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

Basis of measurement

The interim condensed consolidated financial information has been prepared according to the historical cost principle, going concern basis and the accrual basis of accounting. Other basis will be used if International Financial Reporting Standards as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the SOCPA require usage of such basis.

2- BASIS OF PREPARATION (CONTINUED)

Functional and presentation currency

The interim condensed consolidated financial information is presented in Saudi Riyals, which is the Group's functional and presentation currency

Use of assumptions, estimates and judgments

In preparing this interim condensed consolidated financial information, the Group's management has made the judgements estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by the Group's management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited consolidated financial statements.

Geopolitical developments

The Group continues to monitor closely regional geopolitical developments and assess their potential impact on the Kingdom of Saudi Arabia and, more broadly, the Gulf Cooperation Council region, given that Group's principal operations are conducted within the Kingdom of Saudi Arabia. While the situation remains evolving and subject to uncertainty, the Group continues to maintain a robust operating framework and an effective risk management system to address potential risks arising from such developments.

As at and for the period ended 30 June 2026, these geopolitical developments had no material impact on the Group's condensed interim financial information. Nevertheless, due to the evolving nature of the situation, the Group will continue to assess any potential effects on its operations and financial results in future reporting periods.

3- NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

There are new standards and number of amendments to standards which are effective from January 1 January 2026 and standards which are issued but not yet effective. These have been explained in Group's last annual audited consolidated financial statements, but they do not have a material effect on the Group's accompanying interim condensed consolidated financial information.

IFRS 18

IFRS 18, "Presentation and Disclosure in Financial Statements" (the "Standard"), will replace IAS 1, "Presentation of Financial Statements", and is effective for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted. The Group has not early adopted the Standard in preparing these consolidated financial statements. The Group is currently assessing the expected impact of the initial application of the Standard on its condensed interim consolidated financial statements.

A. Structure of the Statement of Profit or Loss and Other Comprehensive Income

The Standard requires entities to classify all income and expenses into specified categories in the statement of profit or loss and other comprehensive income, namely operating, investing, financing, zakat, and discontinued operations, as applicable. The Standard also requires the presentation of specified subtotals, including operating profit or loss and profit or loss before financing and zakat.

The Company is engaged in wholesale of computers and their accessories including sale of printers and toners, wholesale of software and includes importing, system analysis, designing and programming the specific softwares, maintenance of software and designing websites.

The application of the Standard will not result in changes to the recognition and measurement requirements applicable to the Group's transactions. However, it is expected to primarily affect the presentation and classification of income and expenses in the statement of profit or loss and other comprehensive income, as well as the subtotals presented therein.

The Group is currently analyzing the income and expense items presented in the statement of profit or loss and other comprehensive income to determine their appropriate classification within the categories required by the Standard

The Group is also evaluating the basis for presenting expenses in the statement of profit or loss and whether presenting expenses by function, by nature, or using a mixed presentation provides the most useful structured summary to users of the financial statements, in accordance with the requirements of the Standard. Based on its preliminary assessment, the Group expects that the application of the Standard will result in changes to the presentation of the statement of profit or loss and other comprehensive income and the classification of certain income and expense items.

4. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS (CONTINUED)

IFRS 18 (continued)

B. Management-defined Performance Measures

The Standard introduces disclosure requirements for management-defined performance measures, which are subtotals of income and expenses used by an entity in public communications outside the financial statements and which communicate management's view of an aspect of the entity's financial performance as a whole. Where management-defined performance measures exist, the Standard requires the Group to disclose them in a single note to the financial statements, together with the information and reconciliations required by the Standard.

The Group is currently identifying and reviewing its public communications, including the Board of Directors' reports, announcements published on the financial market, and any other public communications, to determine whether they contain subtotals of income and expenses that meet the definition of management-defined performance measures.

C. Principles of Aggregation and Disaggregation

The Standard provides enhanced principles and requirements concerning how information is aggregated and disaggregated in the primary financial statements and the notes. It also provides guidance on the labeling and description of items presented in the primary financial statements or disclosed in the notes.

The Group is currently assessing the aggregation of items based on similar and dissimilar characteristics. Based on this assessment, the Group will present items in the primary financial statements that provide structured and useful summaries and will disclose additional material information in the notes. The Group is also assessing items currently classified under the description "Other" and will use clearer descriptions.

The Group is also reviewing items currently presented under labels that include the word "other," including other income, to determine whether clearer labels or additional details are required.

Upon applying the Standard, the Group will present items separately whenever such presentation is necessary to provide a useful, structured summary to users of the financial statements, while avoiding the obscuring of material information through the aggregation of items with dissimilar characteristics.

D. Consequential Amendments

The Standard introduced consequential amendments to several other standards, including IAS 7, "Statement of Cash Flows".

These amendments include the requirement to use operating profit or loss as the starting point when preparing cash flows from operating activities using the indirect method, instead of the starting point currently used.

The consequential amendments also include specific requirements concerning the classification of cash flows relating to financing costs and dividends, which reduces the classification alternatives currently available under IAS 7.

The Group is currently assessing the impact of these amendments on the presentation of its statement of cash flows, including the classification of cash flows relating to financing costs, lease liabilities, and dividends, as applicable.

The application of these amendments is expected to change the starting point used in preparing cash flows from operating activities under the indirect method and may also result in the reclassification of certain cash flows between operating, investing and financing activities.

4- MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of interim condensed consolidated financial information is consistent with those followed in preparing the Group's last annual audited consolidated financial statements.

KNOWLEDGE NET COMPUTER COMPANY
(LISTED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(All amounts are in Saudi Riyals unless otherwise stated)

5- INTANGIBLE ASSETS

a. The Group develops four main bundles of programs which represent pivotal programs for business as the Group sells its licenses directly as follows:

- Programs bundle "Tradenet" which includes many components in the automation of financial services sector.
- Programs bundle "Datability" which is specialized in cleaning and transferring data automatically to the most sectors, but extensively in the banking sector.
- Programs bundle "Sofmore" which is a unique platform to create the programs and used to create the Group's programs as well as other companies' programs.
- Programs bundle "Blinq" which is a unique platform used by financial entities to verify the credit worthiness of the customers.

b. The movement in intangible assets is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Cost		
Balance at the beginning of the period / year	35,578,880	31,819,284
Additions during the period / year	7,834,002	3,759,596
Balance at the end of the period / year	43,412,882	35,578,880
Accumulated amortization		
Balance at the beginning of the period / year	(15,693,397)	(12,663,438)
Charge for the period / year	(1,945,725)	(3,029,959)
Balance at the end of the period / year	(17,639,122)	(15,693,397)
Net book value at the end of the period / year	25,773,760	19,885,483

6- FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")

a. The movement in financial assets at fair value through Profit or Loss ("FVTPL") is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	39,194,360	-
Transfer from Investment in associate	-	31,018,037
Addition during the period / year	650,000	1,000,000
Unrealized (loss) / gain during the period / year	(1,660,546)	7,176,323
Balance at the end of the period / year	38,183,814	39,194,360

As at 9 April 2025, the Group lost significant influence over the Saudi Technology Fund (STF) (Investment in equity accounted associate) following the resignation of two members of the Board of Directors representing the Group. Accordingly, the investment in associate was derecognized from 'Investment in Associate' and recognized as 'Financial Assets at Fair Value Through Profit or Loss (FVTPL)'. The investment is classified within Level 3 of the fair value hierarchy in accordance with IFRS 13, 'Fair Value Measurement' (refer Note 15).

KNOWLEDGE NET COMPUTER COMPANY
(LISTED JOINT STOCK COMPANY)
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7- PREPAYMENTS AND OTHER ASSETS

	30 June 2026 (unaudited)	31 December 2025 (audited)
Receivable from STF subsidiaries	2,423,293	2,169,936
Cash margin against letters of guarantee	276,685	871,560
Prepaid expenses	369,375	223,445
Value added tax (VAT)	-	32,487
Other assets	241,579	103,671
	3,310,932	3,401,099
(Less): provision for expected credit losses on receivable from STF subsidiaries	(1,272,631)	-
	2,038,301	3,401,099

8- RELATED PARTY TRANSACTIONS AND BALANCES

Related parties comprise of shareholders, key management personnel, directors and entities which are controlled directly or indirectly or influenced by these parties. Transactions are entered into with those related parties on terms and conditions approved by either the Group's management or Board of directors "BOD" in the normal course of business.

a. Due from related party

	30 June 2026 (unaudited)	31 December 2025 (audited)
The International Company for Project Management and Technology	-	6,576,819
	-	6,576,819

The amount due from the related party was settled through purchase of intangible assets and services from the related party.

b. Due to related parties

	30 June 2026 (unaudited)	31 December 2025 (audited)
Mr. Muhammad Ibrahim Abdulaziz Al-Mansour	743,000	688,000
Mr. Muhammad Ahmed Alsaeed Attiya	412,771	601,375
	1,155,771	1,289,375

The above balances due to related parties are payable on demand and are non-interest-bearing.

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8- RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

c- The following are significant transactions with related parties:

Related party name	Nature of relationship	Nature of transaction	Transaction	
			30 June 2026 (unaudited)	30 June 2025 (unaudited)
The International Company for Project Management and Technology	Ownership by BOD member	Advances given	-	405,379
		Support services received	(4,193,764)	(3,362,369)
		Purchase of intangible assets	(6,156,293)	-
		Expenses on behalf of related party by the Group	-	2,308,268
		Payments	3,773,238	1,064,813
Mr. Mohammed Ibrahim Al-Mansour	BOD Chairman	Financing received	(255,000)	(338,000)
		Repayment	200,000	-
Mr. Mohammad Ahmed Attiya	Managing Director and Acting Chief Executive Office	Financing received	-	(508,303)
		Repayment	188,604	-

d. Compensation of key management personnel

Key management personnel are those individuals having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including senior management and board of directors (executive or otherwise).

Type of transaction	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Salaries and other benefits	778,260	1,540,424
Defined employees' benefit plan obligations	56,250	156,255
	834,510	1,696,679

9- CONTRACT ASSETS AND LIABILITIES

a. Contract assets

	30 June 2026 (unaudited)	31 December 2025 (audited)
Contract assets	11,384,191	8,661,857
(Less): Provision for expected credit losses - c	(848,574)	(1,479,385)
	10,535,617	7,182,472

b. The movement in contract assets is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	8,661,857	9,630,340
Revenue recognized during the period / year	4,829,816	5,617,143
Revenue billed during the period / year	(823,557)	(6,585,626)
Written off during the period / year	(1,283,925)	-
Balance at the end of the period / year	11,384,191	8,661,857

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9- CONTRACT ASSETS AND LIABILITIES (CONTINUED)

c. The movement in expected credit losses is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	(1,479,385)	(830,319)
Charge for the period / year	(653,114)	(649,066)
Written off during the period / year (*)	1,283,925	-
Balance at the end of the period / year	(848,574)	(1,479,385)

(*) The amounts written off during the period primarily relate to contract assets assessed as no longer recoverable, principally in respect of unbilled amounts on contracts where the underlying performance obligations were subsequently determined to be irrecoverable from customers. Accordingly, these balances were written off during the period.

d. Contract liabilities

The movement in contract liabilities is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	4,839,298	3,184,940
Invoices issued during the year period / year	6,526,949	19,399,118
Revenue recognized during the period / year	(6,700,454)	(17,744,760)
Balance at the end of the period / year	4,665,793	4,839,298

10- ACCOUNTS RECEIVABLE

	30 June 2026 (unaudited)	31 December 2025 (audited)
Accounts receivable	10,315,506	12,237,697
(Less): provision for expected credit losses - a	(481,049)	(1,664,345)
	9,834,457	10,573,352

a. The movement in expected credit losses is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at the beginning of the period / year	(1,664,345)	(1,075,811)
Charge for the period / year	(729,784)	(588,534)
Written off during the period / year (*)	1,913,080	-
Balance at the end of the period / year	(481,049)	(1,664,345)

(*) The amounts written off during the period primarily relate to trade receivables assessed as no longer recoverable. Accordingly, these balances were written off during the period.

11- CASH AND CASH EQUIVALENTS

	30 June 2026 (unaudited)	31 December 2025 (audited)
Cash at banks (*)	951,891	76,143
Cash in hand	13,962	5,433
	965,853	81,576
Bank overdraft (**)	(4,721,138)	(4,225,594)
	(3,755,285)	(4,144,018)

(*) These balances are maintained in current accounts with reputable banks having strong credit rating.

(**) Bank overdraft is obtained from a local bank, bear profit rates based on prevailing market rates, and are generally repayable on demand.

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12- REVENUE

The Group generates revenue as below:

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Maintenance and technical support services	7,984,379	8,836,926
Implementation of program licenses	3,545,891	3,984,638
Sale of program licenses	6,068,460	3,289,500
Consulting services	-	1,794,195
	17,598,730	17,905,259

Timing of recognition of revenues

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Over time	11,530,270	14,615,759
Point in time	6,068,460	3,289,500
	17,598,730	17,905,259

Geographical source of revenues

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Revenues generated in geographical location of KSA	8,752,686	14,104,773
Revenues generated outside geographical location of KSA	8,846,044	3,800,486
	17,598,730	17,905,259

13- LOSS PER SHARE

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Loss for the period attributable to the shareholders of the Parent Company	(1,010,459)	(1,465,493)
Weighted average number of shares	5,217,440	5,217,440
Basic and diluted loss per share based on loss for the period	(0.19)	(0.28)

Diluted Earnings Per Share ("EPS") is determined by adjusting the (loss) for the period and the weighted average number of ordinary shares outstanding during the period for the effects of all dilutive potential ordinary shares. Since the Company has no such dilutive potential ordinary shares, the calculation and presentation of basic and dilutive EPS of the Company will be same. The weighted average number of ordinary shares outstanding excludes 32,560 shares which are treated as treasury shares in the consolidated financial information in accordance with IAS 33 *Earnings per Share*.

The per share calculation for both basic and diluted Earnings Per Share ("EPS") reflects the retrospective adjustment for increase in number of shares resulting from increase in share capital (refer note-1).

14- SEGMENT INFORMATION

	Sale of programs licenses	Maintenance and technical support and implementation services	Consulting services	Total
30 June 2026				
Revenue	6,068,460	11,530,270	-	17,598,730
Cost of revenue	(666,075)	(6,135,484)	-	(6,801,559)
Gross profit	5,402,385	5,394,786	-	10,797,171

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14- SEGMENT INFORMATION (CONTINUED)

	Sale of programs licenses	Maintenance and technical support and implementation Services	Consulting services	Total
30 June 2025				
Revenue	3,289,500	12,821,564	1,794,195	17,905,259
Cost of revenue	(846,926)	(7,622,335)	(1,753,898)	(10,223,159)
Gross profit	2,442,574	5,199,229	40,297	7,682,100

The following is a summary of the revenues within and outside of the Kingdom of Saudi Arabia:

30 June 2026	KSA	UAE	Egypt	Total
Revenue	8,752,686	8,695,107	150,937	17,598,730
Percentage	50%	49%	1%	100%
30 June 2025	KSA	UAE	Egypt	Total
Revenue	14,104,773	3,800,486	0	17,905,259
Percentage	79%	21%	0%	100%

15- FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments comprise financial assets and financial liabilities. Financial assets consist of cash and cash equivalents, financial assets at FVTPL, due from related parties accounts receivable and contract assets. Financial liabilities consist of due to related parties, contract liabilities and lease liabilities.

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale

The following table shows the carrying amounts and fair values of financial assets, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value

	Level 1	Level 2	Level 3	Total
30 June 2026 (unaudited)				
Financial assets at FVTPL	-	-	38,183,814	38,183,814
	Level 1	Level 2	Level 3	Total
31 December 2025 (audited)				
Financial assets at FVTPL	-	-	39,194,360	39,194,360

The fair value of the investment is determined in accordance with the principles of IFRS 13 – Fair Value Measurement. The Group applies an income approach to determine the fair value, which involves the use of valuation techniques based on discounted future cash flows and other relevant assumptions that reflect market participant perspectives at the measurement date.

There were no transfers between levels of the fair value hierarchy for the period ended 30 June 2026 and year ended 31 December 2025. Additionally, there were no changes in the valuation techniques. Furthermore, there were no transfers into and out of level 3 measurements.

16- CONTINGENCIES AND COMMITMENTS

The Group has outstanding bank letters of guarantee as at 30 June 2026 amounting to SAR 263,681 (31 December 2025: SAR 3,473,335) covered by cash margins held at banks as at 30 June 2026 amounting to SAR 276,685 (31 December 2025: SAR 871,560).

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17- CASHFLOW INFORMATION

a) Non - cash items

- Increase in share capital through retained earnings (Note 1).
- Addition of intangibles (Note 5) against the balance from the related party (Note 8).
- Written off of contract asset (Note 9) and accounts receivable (Note 10).

b) Changes in liabilities arising from financing activities

30 June 2026	1 January 2026	Cashflows	Others	30 June 2026
Lease liabilities	378,670	(191,625)	4,581	191,626
30 June 2025	1 January 2025	Cashflows	Others	30 June 2025
Lease liabilities	705,449	(191,625)	13,413	527,237

18- SUBSEQUENT EVENTS

No events have occurred subsequent to the financial position date which requires adjustment to, or disclosure of, in this interim condensed consolidated financial information.

19- APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

This interim condensed consolidated financial information has been approved for issuance by the Groups' Board of Directors on 19 Rabi Alawal 1448 AH (corresponding to 01st September 2026).