SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2026
AND REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2026

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Report on review of condensed consolidated interim financial statements

To the shareholders of Saudia Dairy and Foodstuff Company (SADAFCO)
(A Saudi Joint Stock Company)

Introduction

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

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of interim financial information performed by the independent auditor of the entity”, as endorsed in the Kingdom of Saudi Arabia. A review of interim financial 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, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

PricewaterhouseCoopers

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SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of financial position
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	June 30, 2026	December 31, 2025
Assets			
Non-current assets			
Property, plant and equipment	7	**1,044,065**	1,032,056
Right-of-use assets		**86,504**	90,570
Intangible assets		**21,580**	17,292
Financial assets at fair value through profit or loss ("FVTPL")	8	**38,711**	38,904
Total non-current assets		**1,190,860**	1,178,822
Current assets			
Inventories	9	**504,750**	501,965
Prepayments and other receivables		**36,310**	54,727
Trade receivables	10	**347,997**	318,870
Short-term investments	11	**50,481**	140,623
Cash and cash equivalents	12	**502,513**	464,231
Current assets excluding assets classified as held for sale		**1,442,051**	1,480,416
Assets classified as held for sale	15	**12,471**	30,342
Total current assets		**1,454,522**	1,510,758
Total assets		**2,645,382**	2,689,580
Equity and liabilities			
Equity			
Share capital		**325,000**	325,000
Treasury shares reserve	13	**(61,668)**	(61,668)
Foreign currency translation reserve		**(10,982)**	(7,328)
Retained earnings		**1,401,291**	1,486,705
Total equity		**1,653,641**	1,742,709
Liabilities			
Non-current liabilities			
Non-current portion of lease liabilities		**55,200**	57,572
Employee benefit obligations		**177,560**	171,092
Total non-current liabilities		**232,760**	228,664
Current liabilities			
Trade and other payables		**354,058**	298,566
Accrued expenses and other liabilities		**372,631**	370,325
Due to related parties	16	**12**	30
Current portion of lease liabilities		**11,326**	12,819
Dividends payable	19	**4,350**	4,350
Accrued zakat and income tax	14	**13,288**	25,527
Current liabilities excluding liabilities directly associated with assets held for sale		**755,665**	711,617
Liabilities relating to assets classified as held for sale	15	**3,316**	6,590
Total current liabilities		**758,981**	718,207
Total liabilities		**991,741**	946,871
Total equity and liabilities		**2,645,382**	2,689,580

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

Glen Kelly

Mussad Abdullah Al Nassar	Patrick Othmar Stillhart	Glen Kelly
Member Board of Directors	Chief Executive Officer	Chief Financial Officer

SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of profit or loss
(All amounts in Saudi Riyals thousands unless otherwise stated)

		Three-month period ended June 30,		Six-month period ended June 30,	
	Note	**2026**	**2025**	**2026**	**2025**
Revenue	4	**749,976**	770,172	**1,487,579**	1,527,805
Cost of revenue		**(511,347)**	(500,652)	**(1,024,258)**	(981,633)
Gross profit		**238,629**	269,520	**463,321**	546,172
Selling and distribution expenses		**(113,518)**	(121,590)	**(224,130)**	(246,821)
General and administrative expenses		**(34,086)**	(30,732)	**(63,662)**	(60,431)
(Impairment loss)/ reversal of impairment loss on financial assets	10	**63**	1,989	**(606)**	3,989
Other operating (expenses)/ income		**(188)**	1,037	**(50)**	1,542
Operating profit		**90,900**	120,224	**174,873**	244,451
Finance income		**4,980**	8,656	**11,126**	18,341
Finance costs		**(1,407)**	(2,231)	**(2,577)**	(2,907)
Finance income – net		**3,573**	6,425	**8,549**	15,434
Profit before zakat and income tax		**94,473**	126,649	**183,422**	259,885
Zakat and income tax expense	14	**(4,078)**	(6,545)	**(9,232)**	(12,692)
Profit from continuing operations		**90,395**	120,104	**174,190**	247,193
Loss from discontinued operations	15	**(2,159)**	(2,440)	**(3,927)**	(3,417)
Profit for the period		**88,236**	117,664	**170,263**	243,776
Earnings per share:					
Basic and dilutive earnings per share (Saudi Riyals) attributable to owners of the Company	6				
- Profit from continuing operations		**2.83**	3.75	**5.45**	7.72
- Profit for the period		**2.76**	3.68	**5.33**	7.62

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

Mussad Abdullah Al Nassar	Patrick Othmar Stillhart	Glen Kelly
Member Board of Directors	Chief Executive Officer	Chief Financial Officer

SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of comprehensive income
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	2025	**2026**	2025
Profit for the period	**88,236**	117,664	**170,263**	243,776
Other comprehensive (loss)/ income				
Exchange difference on translation of foreign operations	**(1,157)**	5,116	**(3,654)**	9,525
Other comprehensive (loss)/ income for the period	**(1,157)**	5,116	**(3,654)**	9,525
Total comprehensive income for the period	**87,079**	122,780	**166,609**	253,301
Total comprehensive income for the period attributable to owners of the Company:				
Continuing operations	**89,238**	125,220	**170,536**	256,718
Discontinued operations	**(2,159)**	(2,440)	**(3,927)**	(3,417)
	87,079	122,780	**166,609**	253,301

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

Mussad Abdullah Al Nassar	Patrick Othmar Stillhart	Glen Kelly
Member Board of Directors	Chief Executive Officer	Chief Financial Officer

SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of changes in equity
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Share capital	Treasury shares reserve	Foreign currency translation reserve	Retained Earnings	Total
Balance as at January 1, 2025	325,000	(51,559)	(17,149)	1,550,958	**1,807,250**
Profit for the period	-	-	-	243,776	**243,776**
Other comprehensive income	-	-	9,525	-	**9,525**
Total comprehensive income for the period	-	-	9,525	243,776	**253,301**
Dividends declared (Note 19)	-	-	-	(287,998)	**(287,998)**
Balance as at June 30, 2025	**325,000**	**(51,559)**	**(7,624)**	**1,506,736**	**1,772,553**
Balance as at January 1, 2026	325,000	(61,668)	(7,328)	1,486,705	**1,742,709**
Profit for the period	-	-	-	170,263	**170,263**
Other comprehensive loss	-	-	(3,654)	-	**(3,654)**
Total comprehensive income/ (loss) for the period	-	-	(3,654)	170,263	**166,609**
Dividends declared (Note 19)	-	-	-	(255,677)	**(255,677)**
Balance as at June 30, 2026	**325,000**	**(61,668)**	**(10,982)**	**1,401,291**	**1,653,641**

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

Mussad Abdullah Al Nassar
Member Board of Directors

Patrick Othmar Stillhart
Chief Executive Officer

Glen Kelly
Chief Financial Officer

SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of cash flows
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	Six-month period ended June 30, 2026	2025
Cash flows from operating activities			
Profit before zakat and income tax from continuing operations		**183,422**	259,885
Loss before zakat and income tax from discontinued operations	15	**(3,927)**	(3,417)
Profit before zakat and income tax for the period		**179,495**	256,468
Adjustments for:			
Depreciation on property, plant and equipment		**54,330**	49,271
Depreciation on right-of-use assets		**8,151**	6,366
Amortisation on intangible assets		**848**	793
Gain on disposal of property, plant and equipment		**(145)**	-
Impairment loss/ (reversal of impairment) on financial assets	10	**1,730**	(3,989)
Finance income		**(11,126)**	(18,341)
Finance costs		**2,582**	2,954
Reversal of provision for inventories	9	**(20,924)**	(21,685)
Provision for employee benefit obligations		**14,665**	13,116
Changes in:			
Inventories		**22,304**	(62,383)
Prepayments and other receivables		**20,565**	16,772
Trade receivables		**(25,548)**	(41,142)
Trade and other payables		**86,338**	86,587
Accrued expenses and other liabilities		**2,045**	21,703
Due to related parties		**(18)**	9
Cash generated from operating activities		**335,292**	306,499
Employee benefit obligations paid		**(9,592)**	(5,372)
Zakat and income tax paid	14	**(21,471)**	(23,311)
Net cash generated from operating activities		**304,229**	277,816
Cash flows from investing activities			
Finance income received on investments		**9,187**	16,798
Payment of initial direct costs on lease		**(3,000)**	-
Payments for property, plant and equipment		**(99,335)**	(67,680)
Payments for intangible assets		**(5,136)**	(10)
Proceeds from disposal of property, plant and equipment		**2,635**	61
Proceeds from disposal of financial assets at fair value through profit or loss	8	**-**	-
Proceeds from disposal of long-term investments		**-**	50,000
Short-term investments		**(175,000)**	(384,500)
Proceeds from maturity of short-term investments		**264,500**	241,460
Net cash used in investing activities		**(6,149)**	(143,871)

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

Mussad Abdullah Al Nassar	Patrick Othmar Stillhart	Glen Kelly
Member Board of Directors	Chief Executive Officer	Chief Financial Officer

SAUDIA DAIRY AND FOODSTUFF COMPANY (SADAFCO)
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of cash flows (continued)
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	Six-month period ended June 30, 2026	Six-month period ended June 30, 2025
Cash flows from financing activities			
Dividends paid	19	**(255,677)**	(288,369)
Finance costs paid		**(2,582)**	(2,954)
Principal repayments of lease liabilities		**(4,958)**	(4,081)
Net cash used in financing activities		**(263,217)**	(295,404)
Net increase in cash and cash equivalents		**34,863**	(161,459)
Effects of exchange rate fluctuations on cash and cash equivalents		**(343)**	(2,695)
Cash and cash equivalents at the beginning of the period		**468,719**	467,796
Cash and cash equivalents at the end of the period		**503,239**	303,642
Cash and cash equivalents other than assets held for sale		**502,513**	303,642
Cash and cash equivalents included in assets held for sale		**726**	-
Cash and cash equivalents at the end of the period		**503,239**	303,642
Non-cash transaction:			
Transfer to assets held for sale		**-**	2,833

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

Mussad Abdullah Al Nassar	Patrick Othmar Stillhart	Glen Kelly
Member Board of Directors	Chief Executive Officer	Chief Financial Officer

1. General information

Saudia Dairy and Foodstuff Company (SADAFCO) the ("Company" or "SADAFCO" together with its subsidiaries referred to as the "Group") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration number 4030009917 having unified number 7000849831 issued in Jeddah dated Rabi Al-Akhar 21, 1396H (corresponding to April 21, 1976).

The registered office of the Company is located at Ibrahim Almalki Street, Alnakhil District, P.O. Box 5043, Jeddah 21422, Kingdom of Saudi Arabia. During 2025, the Company shifted its head office to Sari Branch Road, Al Khalidiyyah District, Jeddah 23423, with the update of commercial registration pending finalisation of the necessary legal formalities.

The Company and its subsidiaries are primarily engaged in the production and distribution of dairy products, beverages, and various foodstuffs in the Kingdom of Saudi Arabia, Poland, and certain other Gulf and Arab countries. Information on the Group's structure is provided in Note 5 of these condensed consolidated interim financial statements.

2. Basis of preparation

2.1 Statement of compliance

These condensed consolidated interim financial statements of the Group have been prepared in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organisation for Chartered and Professional Accountants ("SOCPA").

These condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended December 31, 2025. IAS 34 states that the interim financial information is intended to provide an update on the latest complete set of annual financial statements. Hence, IAS 34 requires less disclosure in interim financial information than International Financial Reporting Standards, that are endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by SOCPA, require in annual financial statements. An interim period is considered as an integral part of the whole fiscal year, however, the results of operations for the interim periods may not be a fair indication of the results of the full year's operations.

The condensed consolidated interim financial statements are prepared on a going concern basis.

2.2 Basis of measurement

These condensed consolidated interim financial statements have been prepared on a historical cost basis except for the employee benefit obligation, which is recognised at the present value of future obligations using the projected unit credit method, and investment in sukuks, which is measured at fair value.

2.3 Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Arabian Riyals ("Saudi Riyals"), which is also the Company's functional and presentational currency. For each entity, the Group determines the functional currency and items included in the condensed consolidated interim financial statements of each entity are measured using that functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

2.4 New and amended standards adopted by the Group

Certain amendments to existing standards became applicable for the current reporting period. The amendments did not have an impact on the financial statements of the Group and accordingly, the Group did not have to change its accounting policies or make any retrospective adjustments.

(All amounts in Saudi Riyals thousands unless otherwise stated)

2. Basis of preparation (continued)

2.4 New and amended standards adopted by the Group (continued)

Title	Key requirements	Effective date
Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	These amendments: • clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system; • clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion; • add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and • make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).	January 1, 2026
Annual improvements to IFRS – Volume 11	Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards: • IFRS 1 First-time Adoption of International Financial Reporting Standards; • IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; • IFRS 9 Financial Instruments; • IFRS 10 Consolidated Financial Statements; and • IAS 7 Statement of Cash Flows.	January 1, 2026

2.5 Standards and interpretation issued but not yet effective

In April 2024, the International Accounting Standards Board issued IFRS 18 “Presentation and Disclosure in Financial Statements” (“IFRS 18”). IFRS 18 will replace IAS 1 “Presentation of Financial Statements” and introduces new requirements for the presentation and disclosure of information in the financial statements, particularly in relation to the structure of the statement of profit or loss and other comprehensive income, consequential amendments to IAS 7 ‘Statement of Cash Flows’ impacting statement of cash flows, principles for aggregation and disaggregation, and disclosures relating to management-defined performance measures.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively. The Group has not early adopted the new accounting standard in preparing these condensed consolidated interim financial statements.

Based on the preliminary assessment, the expected impact of IFRS 18 is described below:

2. Basis of preparation (continued)

2.5 Standards and interpretation issued but not yet effective (continued)

- Structure of the Statement of Profit or Loss

IFRS 18 requires entities to classify all income and expenses in the statement of profit or loss to be categorized into one of the five categories i.e., operating, investing, financing, zakat and income tax, and discontinued operations. Classification of income and expenses depends on the main business activities of an entity. The Group has determined that it does not have a specified main business activity of investing in assets and/or providing financing to customers. IFRS 18 introduces the requirement to present two new defined sub-totals i.e., 'operating profit' and 'profit before financing and zakat and income taxes'. The Group currently presents an 'income from operations' subtotal. The adoption of IFRS 18 will not result in any adjustment to the Group's profit for the year/period or retained earnings.

The Group expects changes to the current structure of the consolidated statement of profit or loss to result from the following:

- A new subtotal, 'Profit before financing and zakat and income tax' will be presented to show the income from operating category and investing category separately;
- Finance cost on employee benefit obligations will be re-classified and presented under financing category;
- 'Finance income' and 'Fair value gain on financial assets at FVTPL' will be re-classified and presented as separate financial statement line items under investing category; and
- Bank charges not related to raising finance or changes in interest rates will be re-classified and presented under operating category.

- Management-Defined Performance Measures (MPMs)

MPMs are defined as a subtotal of income and expenses used in public communications outside the financial statements. MPMs are presumed to communicate to users of the consolidated financial statements, management's view of an aspect of the financial performance of the entity as a whole. The new change will require the Group to disclose specific information about MPMs in the notes to the consolidated financial statements together with explanation and reconciliation.

The Group is in process to determine which public communications should be considered when identifying MPMs. MPMs relate to the same reporting period as the consolidated financial statements. Therefore, MPMs disclosed by the Group following adoption of IFRS 18 will be determined based on public communications issued by the Group relating to the 2027 reporting period. The Group has not identified any MPMs for the current reporting period.

- Principles of aggregation and disaggregation

IFRS 18 provides enhanced guidance on the principles of aggregation and disaggregation which focus on grouping items based on their shared characteristics, including specific presentation or disclosure matters identified through management's implementation assessment. These principles are applied across the financial statements, and they are used in defining which line items are presented in the primary financial statements and what information is disclosed in the notes.

The Group is assessing the grouping of items on the basis of similar and dissimilar characteristics. Based on this assessment, it will present line items in the primary financial statements that provide useful structured summaries and disclose additional material information in the notes.

- Consequential Amendments

IFRS 18 introduces consequential amendments to IAS 7, which require entities to use the newly defined operating profit subtotal as the starting point for the consolidated statement of cash flows when presenting operating cash flows under the indirect method. The Group currently uses income before zakat for the year/period as the starting point of the reconciliation to cash flows from operating activities. Certain adjusting items included in the reconciliation will change as a result of the new starting point.

2. Basis of preparation (continued)

2.5 Standards and interpretation issued but not yet effective (continued)

The consequential amendments also provide specific guidance on the classification of finance cost, finance income and dividend cash flows. Cash flows from 'finance income received' will continue to be presented as investing activities and cash flows from 'finance costs paid' and 'dividends paid' as financing activities.

2.6 Critical accounting estimates and judgments

The preparation of the condensed consolidated interim financial statements requires the use of certain critical estimates and judgments that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amount of revenue and costs during the reporting period. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Group makes estimates and judgments concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised or in the revision period and future periods if the changed estimates affect both current and future periods.

Management has concluded that the Group's critical accounting judgements, estimates and assumptions remain appropriate under the current circumstances for the purpose of preparation of the condensed consolidated interim financial information. Management believes all sources of estimation uncertainty remain similar to those disclosed in the annual consolidated financial statements for the year ended December 31, 2025.

3. Material accounting policies

The material accounting policies adopted by the Group for the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2025.

4. Segment information

4.1 Operating segment

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units include different products and are managed separately because they require different marketing strategies. The Group's Chief Executive Officer (CEO) is the Chief Operating Decision Maker (CODM) and monitors the results of the Group's operations for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit/(loss) before zakat and income tax for each segment.

Segment results that are reported to the CODM include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

For each of the segments, the CODM reviews internal management reports on a regular basis. No operating segments have been aggregated to form the above reportable segments.

The drinks segment represents milk and other drinks, while non–drinks represent mainly ice cream, tomato paste, cheese, and snacks.

(All amounts in Saudi Riyals thousands unless otherwise stated)

4. Segment information (continued)

4.1 Operating segment (continued)

The following table presents segment information for the period ended June 30:

	Three-month period ended				Six-month period ended			
	Drinks	Non-Drinks	Un-allocated	Total	Drinks	Non-Drinks	Un-allocated	Total
June 30, 2026								
Segment profit or loss								
Revenue	**403,370**	**370,937**	**-**	**774,307**	**827,342**	**690,111**	**-**	**1,517,453**
Revenue from external customers	**403,370**	**346,606**	**-**	**749,976**	**827,342**	**660,237**	**-**	**1,487,579**
Profit before zakat and income tax	**45,190**	**44,240**	**5,043**	**94,473**	**97,806**	**75,096**	**10,520**	**183,422**
Depreciation and amortisation	**19,328**	**12,773**	**-**	**32,101**	**38,710**	**24,619**	**-**	**63,329**
Finance income	**-**	**-**	**4,980**	**4,980**	**-**	**-**	**11,126**	**11,126**
Finance costs	**961**	**446**	**-**	**1,407**	**1,551**	**1,026**	**-**	**2,577**
(Impairment loss)/ reversal of impairment loss on financial assets	**-**	**-**	**63**	**63**	**-**	**-**	**(606)**	**(606)**

	Three-month period ended				Six-month period ended			
	Drinks	Non-Drinks	Un-allocated	Total	Drinks	Non-Drinks	Un-allocated	Total
June 30, 2025								
Segment profit or loss								
Revenue	421,155	364,317	-	785,472	831,225	711,880	-	1,543,105
Revenue from external customers	421,155	349,017	-	770,172	831,225	696,580	-	1,527,805
Profit before zakat and income tax	79,647	36,357	10,645	126,649	164,453	73,102	22,330	259,885
Depreciation and amortisation	18,288	9,543	-	27,831	36,258	18,983	-	55,241
Finance income	-	-	8,656	8,656	-	-	18,341	18,341
Finance costs	853	1,378	-	2,231	1,320	1,587	-	2,907
Reversal of impairment on financial assets	-	-	1,989	1,989	-	-	3,989	3,989

The management has categorised its geographical operations as follows:

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	**2025**	**2026**	**2025**
Geographic information				
Revenue from external customers				
Kingdom of Saudi Arabia	**613,032**	589,070	**1,201,865**	1,162,373
Poland	**62,323**	126,874	**146,722**	249,424
Other Gulf Cooperation Council (GCC) countries	**26,106**	29,105	**51,535**	52,159
Others	**48,515**	25,123	**87,457**	63,849
Total	**749,976**	770,172	**1,487,579**	1,527,805

(All amounts in Saudi Riyals thousands unless otherwise stated)

4. Segment information (continued)

4.1 Operating segment (continued)

	June 30, 2026	December 31, 2025
Non-current operating assets:		
Kingdom of Saudi Arabia	**1,118,597**	1,104,411
Poland	**33,552**	35,507
	1,152,149	1,139,918

The Group sustained its revenue by concentrating its efforts on increasing sales of key products, resulting in higher sales and receivables, which offset lower sales by a subsidiary due to lower selling prices and lower sales volume. Gross margin for the six-month period ended June 30, 2026, declined compared to the previous period, primarily due to increased raw material costs and surcharges related to regional maritime disruptions.

The Group has strategized supplier source diversification, increased inventory coverage, and adopted alternative logistics routes to manage the impact of the ongoing regional geopolitical events on its operations.

5. Group information

The condensed consolidated interim financial statements of the Group include:

Name	Relationship	Principal activities	Country of incorporation	% equity interest June 30, 2026	% equity interest December 31, 2025
SADAFCO Bahrain Company LLC ("Sadafco Bahrain")	Subsidiary	Distribution of foodstuff and dairy products	Bahrain	100%	100%
SADAFCO Jordan Foodstuff Company LLC ("Sadafco Jordan")	Subsidiary	Retail, trade and distribution of foodstuff and dairy products	Jordan	100%	100%
SADAFCO Kuwait Foodstuff Co. W.L.L ("Sadafco Kuwait")	Subsidiary	Retail, trade and distribution of foodstuff and dairy products	Kuwait	49%	49%
Mlekoma Sp. z o.o.	Subsidiary	Retail, trade and distribution of foodstuff and dairy products	Poland	100%	100%

At June 30, 2026, the Group's parent company is Kuwait Projects Company Holding ("KIPCO") and Group's ultimate parent company is Al Futtooh Holding Company K.S.C. (Closed).

The Group considers the Sadafco Kuwait ("investee company") as 100% subsidiary as it holds 51% beneficial interest in the investee company through parties nominated by the Group.

On December 25, 2025, pursuant to a resolution, the Group's Board of Directors (the "Board") resolved to voluntarily liquidate three of its foreign subsidiaries namely, Sadafco Jordan, Sadafco Bahrain and Sadafco Kuwait to transition from operational to distribution model in their respective countries of incorporation. Accordingly, the underlying assets of these subsidiaries are carried under assets and liabilities held for sale as at June 30, 2026 and December 31, 2025. Please refer to Note 15 for details.

Further, effective January 1, 2026, the Group entered into a distributor agreement with a Jordan based company.

The financial year end of the Company and its subsidiaries is December 31, except for Sadafco Bahrain which has a financial year end of March 31.

6. Earnings per share

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

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	**2025**	**2026**	**2025**
Weighted average number of ordinary shares outstanding (in thousands)	**31,960**	32,000	**31,960**	32,000
Profit for the period from continuing operations attributable to owners of the Company	**90,395**	120,104	**174,190**	247,193
Basic and diluted earnings per share based on profit for the period from continuing operations attributable to owners of the Company (Saudi Riyals)	**2.83**	3.75	**5.45**	7.72
Profit for the period attributable to owners of the Company	**88,236**	117,664	**170,263**	243,776
Basic and diluted earnings per share based on profit for the period attributable to owners of the Company (Saudi Riyals)	**2.76**	3.68	**5.33**	7.62

6.1 Weighted average number of ordinary shares

Weighted average number of ordinary shares in issue is calculated as follows:

	Six-month period ended June 30,	
	2026	**2025**
Issued ordinary shares at beginning of the period	**32,500**	32,500
Effect of treasury share held	**(540)**	(500)
Weighted average number of ordinary shares outstanding at end of the period	**31,960**	32,000

Diluted earnings per share has been computed by dividing the profit attributable to equity holders of the parent by the weighted average number of shares outstanding adjusted for the effects of all dilutive potential ordinary shares. However, in the absence of any convertible shares, the diluted earnings per share do not differ from the basic earnings per share.

(All amounts in Saudi Riyals thousands unless otherwise stated)

7. Property, plant and equipment

Reconciliation of carrying amounts:

	June 30, 2026	December 31, 2025
Carrying amount at beginning of the period/ year	**1,032,056**	994,364
Additions during the period/ year	**68,053**	164,561
Disposals during the period/ year	**(291)**	(716)
Write-off during the period/ year	**-**	(65)
Transfer to assets held for sale	**-**	(10,260)
Depreciation charge for the period/ year	**(54,330)**	(103,731)
Impairment charge for the period/ year**	**-**	(16,359)
Exchange differences for the period/ year	**(1,423)**	4,262
Carrying amount at the end of the period/ year	**1,044,065**	1,032,056

Depreciation charge for the period is allocated as under:

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	**2025**	**2026**	**2025**
Cost of revenue	**19,289**	16,780	**37,484**	33,051
Selling and distribution expenses	**7,553**	6,832	**15,429**	14,162
General and administrative expenses	**726**	642	**1,417**	1,303
	27,568	24,254	**54,330**	48,516
Discontinued operations	**-**	375	**-**	755
	27,568	24,629	**54,330**	49,271

*Impairment charge for the year ended December 31, 2025 relates to certain cash generating units including ice cream factory, production lines and depots.

8. Financial assets at fair value through profit or loss

Financial assets at FVTPL comprise of the following:

	June 30, 2026	December 31, 2025
Investment in sukuk	**38,711**	38,904

Investment in sukuk represents Tier 1 Sukuks, issued by Al Rajhi Bank, amounting to Saudi Riyals 38 million with a face value of Saudi Riyals 1,000 each. The Sukuks carry mark-up of 5.5% per annum and are classified at fair value through profit or loss. The Sukuks are listed on Tadawul and are currently actively traded in the market. The fair value of the Sukuks as at June 30, 2026, was Saudi Riyals 1,018.7 per certificate (December 31, 2025: Saudi Riyals 1,023.8). The expected maturity date of investment in sukuk is November 16, 2027.

(All amounts in Saudi Riyals thousands unless otherwise stated)

9. Inventories

Inventories comprise of the following:

	June 30, 2026	December 31, 2025
Raw materials	**236,877**	297,209
Packing materials	**55,350**	45,624
Finished goods	**129,903**	154,810
Spare parts, supplies and others	**15,001**	14,138
Goods-in-transit	**97,178**	40,667
	534,309	552,448
Less: Provision for inventories (Note 9.1)	**(29,559)**	(50,483)
	504,750	501,965

9.1 Movement in the provision for inventories is as follows:

	June 30, 2026	December 31, 2025
Balance at beginning of the period/ year	**50,483**	70,663
Reversal of provision for the period/ year	**(20,924)**	(20,180)
Balance at the end of the period/ year	**29,559**	50,483

Reversal of provision during the three-month and six-month periods ended June 30 is as follows:

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	**2025**	**2026**	**2025**
Reversal of provision during the period	**14,514**	11,498	**20,924**	21,685

9.2 Provision for inventories is based on the nature of inventories, ageing profile, their expiry, and sales expectation based on historical trends and other qualitative factors. During the six-month period ended June 30, 2026 and 2025, the Group has recognised a reversal of provision for inventories due to better aging profile of the inventories as at the reporting date.

10. Trade receivables

Trade receivables comprise of the following:

	June 30, 2026	December 31, 2025
Trade receivables	**365,928**	336,195
Less: Allowance for impairment of trade receivables	**(17,931)**	(17,325)
	347,997	318,870

Trade receivables are non-interest bearing and are classified as financial assets measured at amortised cost.

(All amounts in Saudi Riyals thousands unless otherwise stated)

10. Trade receivables (continued)

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

	June 30, 2026	December 31, 2025
Balance at beginning of the period/ year	**17,325**	25,978
Provision /(reversal) for the period/ year	**606**	(3,656)
Transfers to assets classified as held for sale	**-**	(4,246)
Exchange differences	**-**	(751)
Balance at the end of the period/ year	**17,931**	17,325

The Group does not obtain collaterals over receivables, and the majority of receivables are, therefore, unsecured. Nevertheless, the Group anticipates that unimpaired receivables will be recoverable based on its historical experience.

Trade receivables include Saudi Riyals 0.18 million (December 31, 2025: Saudi Riyals 0.23 million) due from related parties (Note 16).

The following table provides information about the exposure to credit risk and ECLs for trade receivables from external customers:

June 30, 2026	Gross carrying amount	Expected loss rate	Allowance for impairment of trade receivables
Current (not past due)	**324,034**	**0.21%**	**673**
1–90 days past due	**23,391**	**3.13%**	**731**
90–180 days past due	**2,521**	**27.78%**	**700**
180-270 days past due	**639**	**75.69%**	**484**
270+ days past due	**384**	**100.00%**	**384**
	350,969		**2,972**
Individually assessed	**14,959**	**100.00%**	**14,959**
	365,928		**17,931**

December 31, 2025	Gross carrying amount	Expected loss rate	Allowance for impairment of trade receivables
Current (not past due)	301,646	0.20%	590
1–90 days past due	16,727	2.68%	449
90–180 days past due	1,646	25.58%	421
180-270 days past due	1,111	72.01%	800
270+ days past due	62	100.00%	62
	321,192		2,322
Individually assessed	15,003	100.00%	15,003
	336,195		17,325

(All amounts in Saudi Riyals thousands unless otherwise stated)

11. Short-term investments

Short-term investments comprise of the following:

	June 30, 2026	December 31, 2025
Short-term murabaha deposits	**50,481**	140,623

Short-term murabaha deposits represent deposits with local banks with sound credit ratings of Aa3 based on Moody's credit rating and having original maturity of more than three months and less than twelve months from the investment date. Such deposits earn profits at rate 4.70% per annum as at June 30, 2026 (December 31, 2025: 4.80% to 5.78%).

12. Cash and cash equivalents

Cash and cash equivalents comprise of the following:

	June 30, 2026	December 31, 2025
Cash in hand	**2,562**	1,100
Cash at banks	**57,389**	46,610
Short-term murabaha deposits with original maturity of less than three months	**442,562**	416,521
	502,513	464,231

Short-term murabaha deposits represent deposits with local banks with sound credit ratings of Aa3 based on Moody's credit rating and having original maturity up to three months from the investment date. Such deposits earn profits at the rates ranging from 4.50% to 4.90% per annum as at June 30, 2026 (December 31, 2025: 4.20% to 5.60%). The carrying value of bank balances (included above) and short-term murabaha deposits represent its maximum exposure to credit risk without taking into account any collateral and other credit enhancement, and none of the balances were considered impaired at the reporting date.

13. Treasury shares

The reserves for the Company's treasury shares comprise, the cost of the Company's shares held by the Company.

On December 17, 2024, the Company's shareholders in their Extraordinary General Assembly Meeting approved buy-back of treasury shares valid till December 17, 2025. The movement in treasury shares reserve is as follows:

	Number of treasury shares	Year of buy-back	Average price (Saudi Riyals)	June 30, 2026	December 31, 2025
Balance at beginning of the period	500,250	2019	103.12	**61,668**	51,559
Purchases during the period	40,123	2025	251.95	**-**	10,109
Balance at the end of the period	540,373			**61,668**	61,668

Pursuant to Board of Directors recommendation dated March 8, 2026, the shareholders approved the buy-back of 2,709,627 shares of the Company to be held as treasury shares on May 19, 2026. The validity of the approval is 18 months.

(All amounts in Saudi Riyals thousands unless otherwise stated)

14. Zakat and income tax

The Company files its zakat declaration on a consolidated basis. The significant components of the zakat base of the Company and its subsidiaries, which are subject to zakat under zakat and income tax regulations, are principally comprised of shareholders' equity, provisions at beginning of the year, and adjusted net profit, less deduction for the net book value of property, plant and equipment and certain other items.

14.1 Charge for the period

Zakat and income tax charge for the period comprise the following:

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	**2025**	**2026**	**2025**
Zakat charge during the period	**3,500**	6,600	**8,600**	12,600
Income tax charge /(reversal) during the period	**578**	(55)	**632**	92
	4,078	6,545	**9,232**	12,692

Zakat is payable at 2.578% of the zakat base for the period in accordance with amended computation mechanism under new Zakat By-Laws effective from January 1, 2025.

14.2 Accrued zakat and income tax

The movement in accrued zakat and income tax during the period/year is analysed as follows:

	Zakat	**Income tax**	**Total**
At January 1, 2025	24,335	-	24,335
Charge/ (reversal of charge) for the year	26,300	(886)	25,414
(Payments)/ refund during the year	(25,108)	886	(24,222)
At December 31, 2025	25,527	-	25,527
Charge for the period	**8,600**	**632**	**9,232**
Payments during the period	**(20,839)**	**(632)**	**(21,471)**
At June 30, 2026	**13,288**	**-**	**13,288**

14.3 Status of assessments

Zakat assessments up to year ended December 31, 2024 have been finalised with the Zakat, Tax and Customs Authority ("ZATCA").

The Company has filed its zakat return for the year December 31, 2025, and received relevant certificate valid until April 30, 2027. ZATCA is yet to issue its final assessment for the year ended December 31, 2025.

Mlekoma Sp. z o.o. filed its income tax returns for all years up to 2025 and settled its tax liabilities accordingly. Income tax assessments for the years up to year ended December 31, 2020, have been finalised with the tax authorities. Sadafco Jordan has filed its income tax returns for all years up to 2025 with the tax authorities of which assessments up to the year ended December 31, 2023 have been finalised.

(All amounts in Saudi Riyals thousands unless otherwise stated)

15. Discontinued operations

Voluntary liquidation of foreign subsidiaries – Disposal group

On December 25, 2025, the Group's Board resolved to voluntarily liquidate its foreign subsidiaries in Jordan, Kuwait and Bahrain and transitioned the operations to distribution model in those regions. The appointment of liquidators on such entities is subject to ongoing legal formalities. The underlying assets of each entity are assessed by the Group to be sold to distributors, repurposed for the use of the Group or written off. The process of disposals is expected to be completed within one year.

As a result, the subsidiaries namely, Sadafco Jordan, Sadafco Kuwait and Sadafco Bahrain have been presented as 'discontinued operations' under IFRS 5 'Non-current Assets classified as held for sale and Discontinued Operations' in these condensed consolidated interim financial statements which are related to both drinks and non-drinks segments.

15.1 Financial performance and cash flow information

Following table presents the financial performance of discontinued operation for the following periods:

	Three-month period ended June 30,		Six-month period ended June 30,	
	2026	**2025**	**2026**	**2025**
Revenue	**-**	15,183	**5,982**	36,132
Cost of revenue	**-**	(13,293)	**(6,013)**	(31,030)
Gross profit	**-**	1,890	**(31)**	5,102
Selling and distribution expenses	**(1,243)**	(4,134)	**(2,889)**	(8,171)
General and administrative expenses	**(39)**	(213)	**(127)**	(378)
Impairment loss on financial assets	**(1,124)**	-	**(1,124)**	-
Other operating income	**249**	39	**249**	77
Operating loss	**(2,157)**	(2,418)	**(3,922)**	(3,370)
Finance costs	**(2)**	(22)	**(5)**	(47)
Loss before zakat and income tax	**(2,159)**	(2,440)	**(3,927)**	(3,417)
Income tax expense	**-**	-	**-**	-
Loss from discontinued operations	**(2,159)**	(2,440)	**(3,927)**	(3,417)

Loss before zakat and income tax from discontinued operations, as presented in the consolidated statement of cash flows, amounted to Saudi Riyals 3.9 million (June 30, 2025: Saudi Riyals 3.4 million) including the fair value re-measurement required on assets classified as held for sale. Following table presents the cash flow information of discontinued operation for the following periods:

For the six-month period ended June 30,	**2026**	**2025**
Net cash generated/ (used in) from operating activities	**2,963**	(4,351)
Net cash generated from investing activities	**2,235**	-
Net cash used in financing activities	**(577)**	(586)
Net increase/ (decrease) in cash and cash equivalents	**4,621**	(4,937)

(All amounts in Saudi Riyals thousands unless otherwise stated)

15. Discontinued operations (continued)

15.2 Assets and liabilities of disposal group classified as held for sale

The carrying amounts of assets and liabilities of disposal group classified as held for sale were:

	June 30, 2026	December 31, 2025
Assets classified as held for sale		
Property, plant and equipment	**4,630**	7,427
Right-of-use assets	**-**	715
Inventories	**16**	4,181
Prepayments and other receivables	**3,773**	4,896
Trade receivables	**3,326**	8,635
Cash and cash equivalents	**726**	4,488
Total assets	**12,471**	30,342
Liabilities relating to assets classified as held for sale		
Employee benefit obligations	**571**	1,966
Trade and other payables	**1,720**	2,156
Accrued expenses and other liabilities	**1,025**	1,884
Current portion of lease liabilities	**-**	584
Total liabilities	**3,316**	6,590
Net assets	**9,155**	23,752

16. Related party transactions and balances

16.1 Transactions and balances with related parties

Related party transactions were undertaken in the ordinary course of business at commercially agreed terms and were approved by the management. For the purpose of these condensed consolidated interim financial statements, related parties are identified as affiliates of the Group that include entities which are subsidiaries including subsidiaries and associates of KIPCO Group and key management personnel including close family members. Key management personnel include the CEO, CFO and other executives of the Group.

Significant related party transactions and balances for the period/ year ended and balances arising there-from are described as under:

(All amounts in Saudi Riyals thousands unless otherwise stated)

16. Related party transactions and balances (continued)

16.1 Transactions and balances with related parties (continued)

a) *Due to related parties:*

Transactions with	Nature of transaction	Amount of transactions: Three-month period ended June 30, 2026	2025	Six-month period ended June 30, 2026	2025	Due to related parties: June 30, 2026	December 31, 2025
PKC Advisory (associate of parent company)	Consultancy services	**544**	493	**846**	973	**12**	12
Alternative Energy Projects Co. (associate of parent company)	Purchase of solar energy systems	-	-	-	-	-	18
						12	30

b) *Due to related parties under accrued expenses and other liabilities:*

Transactions with	Nature of transaction	Amount of transactions: Three-month period ended June 30, 2026	2025	Six-month period ended June 30, 2026	2025	Due to related parties: June 30, 2026	December 31, 2025
Board of Directors and other committees	Remuneration	**1,316**	1,283	**2,603**	2,599	**4,720**	5,215

c) *Due from related parties under trade receivables:*

Transactions with	Nature of transaction	Amount of transactions: Three-month period ended June 30, 2026	2025	Six-month period ended June 30, 2026	2025	Due from related parties: June 30, 2026	December 31, 2025
Specialised Food Services (associate of parent company)	Sales of goods	**205**	357	**709**	820	**176**	229

d) *Compensation of key management personnel of the Group:*

	Six-month period ended June 30, 2026	2025
Short-term employee benefits	**8,272**	6,659
Termination benefits	**771**	197
	9,043	6,856

(All amounts in Saudi Riyals thousands unless otherwise stated)

17. Financial instruments

17.1 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the condensed consolidated interim financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

If the inputs used to measure the fair value of an asset or liability falls into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest input level that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

The fair values of financial instruments are not materially different from their carrying values.

	Level 1	**Level 2**	**Level 3**	**Total**
June 30, 2026				
Financial assets at FVTPL - Quoted	**38,711**	**-**	**-**	**38,711**
December 31, 2025				
Financial assets at FVTPL – Quoted	38,904	-	-	38,904

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, 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.

(All amounts in Saudi Riyals thousands unless otherwise stated)

17. Financial instruments (continued)

17.1 Fair value measurement (continued)

	June 30, 2026		
	Carrying amount		
Description	**Amortised cost**	**Fair value through profit or loss**	**Total**
Financial assets measured at fair value			
Financial assets at FVTPL	**-**	**38,711**	**38,711**
Financial assets not measured at fair value			
Trade receivables	**347,997**	**-**	**347,997**
Short-term investments	**50,481**	**-**	**50,481**
Cash and cash equivalents	**502,513**	**-**	**502,513**
Prepayment and other receivables	**22,034**	**-**	**22,034**
Financial liabilities not measured at fair value			
Trade and other payables	**354,058**	**-**	**354,058**
Accrued expenses and other liabilities	**354,107**	**-**	**354,107**
Lease liabilities	**66,526**	**-**	**66,526**
Dividend payables	**4,350**	**-**	**4,350**
Due to related parties	**12**	**-**	**12**

	December 31, 2025		
	Carrying amount		
Description	**Amortised cost**	**Fair value through profit or loss**	**Total**
Financial assets measured at fair value			
Financial assets at FVTPL	-	38,904	38,904
Financial assets not measured at fair value			
Trade receivables	318,870	-	318,870
Short-term investments	140,623	-	140,623
Cash and cash equivalents	464,231	-	464,231
Prepayment and other receivables	22,944	-	22,944
Financial liabilities not measured at fair value			
Trade and other payables	298,566	-	298,566
Accrued expenses and other liabilities	356,916	-	356,916
Lease liabilities	70,391	-	70,391
Dividend payables	4,350	-	4,350
Due to related parties	30	-	30

For the purpose of the financial instruments' disclosure, non-financial assets and non-financial liabilities amounting to Saudi Riyals 14.28 million and Saudi Riyals 18.53 million, respectively, (December 31, 2025: Saudi Riyals 31.78 million and Saudi Riyals 13.41 million, respectively) have been excluded from prepayment and other receivables and accrued expenses and other liabilities, respectively.

18. Commitments and contingencies

In addition to contingencies disclosed in Note 14, below are the commitments and contingencies of the Group:

a) As at June 30, 2026, the Group has outstanding commitments for future capital expenditures amounting to Saudi Riyals 149.0 million (December 31, 2025: Saudi Riyals 163.78 million).

b) As at June 30, 2026, the Group has contingent liabilities of Saudi Riyals 1.62 million (December 31, 2025: Saudi Riyals 1.62 million) in respect of guarantees issued for various business needs.

19. Dividends

Dividends were announced during the period ended June 30, 2026 amounting to Saudi Riyals 255.7 million (2025: Saudi Riyals 288 million) at Saudi Riyals 8 per share (2025: Saudi Riyals 9 per share) as approved by the Group's board of directors.

20. Authorisation of condensed consolidated interim financial statements

The condensed consolidated interim financial statements were approved and authorised for issue by the Board of Directors of Group on July 27, 2026, corresponding to 13 Safar 1448H.