

**MARKETING HOME GROUP FOR TRADING COMPANY
(A Saudi Joint Stock Company)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026**

MARKETING HOME GROUP FOR TRADING COMPANY

(A Saudi Joint Stock Company)

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**Independent auditor's review report on the interim condensed consolidated financial statements
To the shareholders of Marketing Home Group for Trading Company
(A Saudi Joint Stock Company)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Marketing Home Group for Trading Company (A Saudi Joint Stock Company) ("the Company") and its subsidiaries (collectively referred to as "the Group"), as at 31 March 2026, and the interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, as well as a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standards 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 requires inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical procedures and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

For Maham Company for Professional Services



Abdulaziz Saud Al Shabeebi
Certified Public Accountant
License no. (339)
Date: 13 Thul Qi'dah 1447H
Corresponding to: 30 April 2026



Marketing Home Group for Trading Company
(A Saudi Joint Stock Company)

Interim condensed consolidated financial statements
As at 31 March 2026

	<i>Note</i>	31 March 2026 (Unaudited) S	31 December 2025 (Audited) S
Assets			
Non-current assets			
Property, plant, and equipment	4	102,783,254	102,032,776
Rights of use assets	5	98,050,676	101,384,121
Intangible assets		273,707	299,227
Total non-current assets		201,107,637	203,716,124
Current assets			
Inventories	6	155,751,903	160,217,720
Trade receivables	7	11,603,865	14,335,813
Prepayments and other current assets	8	42,679,017	39,173,118
Amounts due from related party	9	650,734	650,528
Cash and cash equivalents		74,818,606	65,319,340
Total current assets		285,504,125	279,696,519
Total assets		486,611,762	483,412,643
Equity and liabilities			
Shareholders' equity			
Capital	10	160,000,000	160,000,000
Retained earnings		139,826,876	131,797,875
Foreign currency translation reserve		53,968	(5,538)
Equity attributable to shareholders of the company		299,880,844	291,792,337
Non-controlling interests		770,077	3,251,579
Total equity		300,650,921	295,043,916
Liabilities			
Non-current liabilities			
Leases liabilities- non-current portion	5	87,047,214	91,262,002
Employee defined benefits obligations		21,266,170	20,864,858
Total non-current liabilities		108,313,384	112,126,860
Current liabilities			
Trade payables		10,292,486	16,463,749
Accrued expenses and other current liabilities		36,047,615	31,192,898
Lease liabilities - current portion	5	18,476,053	19,001,790
Amounts due to the related party	9	3,518,967	3,564,340
Accrued dividends		1,960,320	-
Provision for zakat and tax	11	7,352,016	6,019,090
Total current liabilities		77,647,457	76,241,867
Total liabilities		185,960,841	188,368,727
Total equity and liabilities		486,611,762	483,412,643

Jalal Al-Hatamleh
Chief Financial Officer

Musaed Al-Ghafari
Managing Director & Chief Executive Officer

Ali Al-Dosari
Chairman of the Board

The accompanying notes from 1 to 21 form an integral part of these interim condensed consolidated financial statements.

Marketing Home Group for Trading Company
(A Saudi Joint Stock Company)

Interim condensed consolidated statement of profit or loss and other comprehensive income
For the three-month period ended 31 March 2026

	<i>Note</i>	For the three-month period ended	
		31 March 2026 (Unaudited) ﷲ	31 March 2025 (Unaudited) ﷲ
Revenue	12	85,847,579	87,719,531
Cost of revenue		(40,018,403)	(36,727,939)
Gross profit		45,829,176	50,991,592
Expenses			
General and administrative	13	(19,495,264)	(19,125,300)
Selling and marketing	14	(16,428,855)	(16,079,427)
Profit from operations		9,905,057	15,786,865
Finance costs – lease liabilities	5	(1,289,384)	(1,174,104)
Other income		841,802	705,332
Profit before zakat and tax		9,457,475	15,318,093
Zakat and tax	11	(1,458,512)	(2,273,167)
Net profit for the period		7,998,963	13,044,926
Net profit for the period attributable to:			
Shareholders of the company		8,029,001	12,786,802
Non-controlling interests		(30,038)	258,124
		7,998,963	13,044,926
Other comprehensive income items:			
<i>Items that will be reclassified subsequently to profit or loss</i>			
Foreign currency translation gains		58,202	67,342
Total comprehensive income for the period		8,057,165	13,112,268
Total comprehensive income for the period attributable to:			
Shareholders of the company		8,088,507	12,854,144
Non-controlling interests		(31,342)	258,124
		8,057,165	13,112,268
Earnings per share:			
Basic and diluted earnings per share	15	0.50	0.80

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Marketing Home Group for Trading Company
(A Saudi Joint Stock Company)

Interim condensed consolidated statement of changes in equity
For the three-month period ended 31 March 2026

	Attributable to shareholders of the Company					
	Capital	Retained earnings	Foreign currency translation reserve	Total	Non-controlling interests	Total equity
	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ
At 1 January 2026 (audited)	160,000,000	131,797,875	(5,538)	291,792,337	3,251,579	295,043,916
Net profit for the period	-	8,029,001	-	8,029,001	(30,038)	7,998,963
Other comprehensive income for the period	-	-	59,506	59,506	(1,304)	58,202
Total comprehensive income for the period	-	8,029,001	59,506	8,088,507	(31,342)	8,057,165
Dividends to non-controlling interests	-	-	-	-	(2,450,160)	(2,450,160)
At 31 March 2026 (unaudited)	160,000,000	139,826,876	53,968	299,880,844	770,077	300,650,921
	Capital	Retained earnings	Foreign currency translation reserve	Total	Non-controlling interests	Total equity
	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ	ﷲ
At 1 January 2025 (audited)	160,000,000	153,220,461	(38,088)	313,182,373	1,036,693	314,219,066
Net profit for the period	-	12,786,802	-	12,786,802	258,124	13,044,926
Other comprehensive income for the period	-	-	67,342	67,342	-	67,342
Total comprehensive income for the period	-	12,786,802	67,342	12,854,144	258,124	13,112,268
At 31 March 2025 (unaudited)	160,000,000	166,007,263	29,254	326,036,517	1,294,817	327,331,334

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Marketing Home Group for Trading Company
(A Saudi Joint Stock Company)

Interim condensed consolidated statement of cash flows
For the three-month period ended 31 March 2026

	For the three-month period ended	
	31 March 2026	31 March 2025
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Operating activities		
Profit before zakat and tax	9,457,475	15,318,093
Adjustments for:		
Depreciation of property, plant and equipment	3,247,334	3,179,381
Depreciation of right-of-use assets	4,099,500	3,813,400
Amortization of intangible assets	24,253	23,597
Finance costs – lease liabilities	1,289,384	1,174,104
Gain on sale of property, plant and equipment	-	(644,772)
(Gain) loss on disposal of lease liabilities	(168,647)	87,609
Reversal of impairment provision for advances to suppliers	(378,094)	(331,485)
Provision for expected credit losses – trade receivables	46,905	282,536
Provision for inventory impairment	4,372,058	1,247,665
Provision for defined employee benefit obligations	800,719	772,995
	22,790,887	24,923,123
Changes in operating assets and liabilities:		
Trade receivables	2,685,043	(817,518)
Accrued expenses and other current assets	(3,127,805)	(5,105,049)
Inventories	93,759	8,034,854
Trade payables	(6,171,263)	(2,293,473)
Amounts due from/to related parties	(45,579)	(2,256,096)
Accrued expenses and other current liabilities	4,854,717	3,676,752
Cash flows from operations	21,079,759	26,162,593
Zakat and income tax paid	(125,586)	-
Defined employee benefit obligations paid	(399,242)	(173,440)
Net cash flows from operating activities	20,554,931	25,989,153
Investing activities		
Additions to property, plant and equipment	(4,060,790)	(1,122,989)
Additions to intangible assets	-	(31,361)
Dividends to non-controlling interests	(489,840)	-
Proceeds from sale of property, plant and equipment	-	1,032,432
Net cash used in investing activities	(4,550,630)	(121,918)
Financing activities		
Lease liabilities paid	(6,626,204)	(7,420,112)
Net cash used in financing activities	(6,626,204)	(7,420,112)
Net change in cash and cash equivalents	9,378,097	18,447,123
Foreign currency translation, net	121,169	(44,687)
Cash and cash equivalents at beginning of the period	65,319,340	53,329,420
Cash and cash equivalents at end of the period	74,818,606	71,731,856
Non-cash transactions		
Unpaid dividends attributable to non-controlling interests	(1,960,320)	-
Increase in right-of-use assets against lease liabilities	1,975,817	1,332,669

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Chairman of the Board

The accompanying notes from 1 to 21 form an integral part of these interim condensed consolidated financial statements.

Marketing Home Group for Trading Company (A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements
31 March 2026

1- GENERAL INFORMATION

Marketing Home Group for Trading Company (“the Company”) was established in accordance with the provisions of the Companies Law and registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010205534, issued in Riyadh on 3 Muharram 1436H (corresponding to 12 February 2005).

The Company’s principal activities include the construction of prefabricated buildings on sites, renovation of residential and non-residential buildings, wholesale trading of oud, incense, perfumes, bricks, blocks, tiles, stone, marble, ceramics, porcelain, sanitary ware and accessories, water heaters and tanks, as well as retail trading of sanitary ware and accessories such as basins, toilets, bathtubs, sauna equipment, electrical appliances and fittings, marble, natural and artificial stone, ceramics, porcelain, chandeliers, lighting products and accessories. The Company also operates storage facilities for all types of goods except foodstuffs, engages in cutting and sawing marble and manufacturing marble products such as kitchens, basins, ornaments, sinks, statues, sculpture, painting and similar works, and manufactures air-conditioning ducts and related accessories.

The Company’s registered head office address is P.O. Box 8305, Riyadh 14511, Al-Aziziyah District – Riyadh – Kingdom of Saudi Arabia.

The Company conducts its activities through its branches, whose assets, liabilities, and results have been consolidated within the Company’s interim condensed consolidated financial statements.

Name	Date of Issuance	Place of Issuance	CR Number
Build Station for Trading Company	27 Sha’ban 1443	Hail	3350159559
Hatch for Trading Company	30 Rajab 1444	Buraidah	1131326973
Build Station for Trading Company	26 Safar 1441	Khamis Mushait	5855345553
Ceramic Home for Trading Company	29 Jumada al-Akhirah 1441	Jeddah	4030377783
Lighting Stores for Trading Company	21 Sha’ban 1439	Jeddah	1010345061
Ceramic Home for Trading Company	16 Dhu al-Hijjah 1435	Buraidah	1010270857
Ceramic Home for Trading Company	30 Rajab 1444	Al-Ahsa	1128017374
Lighting Stores for Trading Company	7 Sha’ban 1437	Tabuk	1131054364
Lighting Stores Company	19 Rajab 1437	Al-Khobar	2050231550
Build Station for Trading Company	19 Rajab 1437	Dammam	2050088106
Ceramic Home for Trading Company	21 Muharram 1435	Unaizah	1131026154
Ceramic Home for Trading Company	30 Rajab 1444	Riyadh	2252054449
Lighting Stores for Trading Company	26 Safar 1441	Riyadh	2252100946
Lighting Stores for Trading Company	8 Muharram 1438	Al-Mubarraz	1128119234
Build Station for Trading Company	23 Dhu al-Hijjah 1441	Sakaka	2051051222
Lighting Stores for Trading Company	10 Dhu al-Hijjah 1434	Al-Mubarraz	3400119823
Build Station for Trading Company	23 Safar 1441	Abha	5850125597
Lighting Stores for Trading Company	18 Safar 1434	Al-Khobar	5950119431
Lighting Stores for Trading Company	22 Rabi' al-Thani 1429	Buraidah	4030303103
Build Station Company	28 Muharram 1444	Najran	2031111647
Ceramic Home for Trading Company	18 Safar 1434	Dammam	3550105589
Lighting Stores for Trading Company	14 Safar 1441	Riyadh	2050212501
Build Station for Manufacturing Company	28 Jumada Al-Akhira 1436	Riyadh	1010863607
Build Station for Manufacturing Company	24 Sha’ban 1433	Riyadh	1010671405
Hatch for Trading Company	14 Safar 1441	Riyadh	1010599447
Marketing Home for Contracting Company	28 Jumada Al-Akhira 1436	Riyadh	1010526362
Build Station for Trading Company	10 Rabi' Al-Thani 1443	Riyadh	5900131016
Marketing Home for Transportation and Logistics Company	14 Safar 1446	Riyadh	1009087497

Marketing Home Group for Trading Company (A Saudi joint stock company)

Notes to the interim condensed consolidated financial statements (continued)
31 March 2026

1- GENERAL INFORMATION (continued)

The following is a statement of the subsidiaries included in these interim condensed consolidated financial statements:

Subsidiary Company	Direct and Indirect Ownership Percentage (%)		Legal Entity	Country of incorporation
	31 March 2026	31 December 2025		
Ice Bear Contracting Company	100	100	Limited Liability Company	Kingdom of Saudi Arabia
Build Station Company LLC	60	60	Limited Liability Company	United Arab Emirates
MHG International - FZC	100	100	Limited Liability Company	United Arab Emirates
Illus Lighting Co. Ltd. – Zhongshan (*)	100	100	Limited Liability Company	People’s Republic of China – Subsidiary of MHG International FZC
Illus Illumination Company S.L.U (*)	100	100	One-Person Company	Kingdom of Spain
Engineer Mussaed Al-Gafary Engineering Consultations Company	100	100	One-Person Company	Arab Republic of Egypt

* During 2024, the Group recognized an impairment provision for advances paid for the purchase of investments amounting to 5,391,423 ٢, in connection with the process of establishing/acquiring Illus Lighting Co. Ltd. – Zhongshan and Illus Illumination Company S.L.U .This provision was recorded following the completion of the legal procedures related to the establishment/acquisition of the aforementioned companies and the assessment of the recoverability of those advances.

Geopolitical developments

The Group continues to monitor regional geopolitical developments and assess their potential impact on the Kingdom of Saudi Arabia and, more broadly, the Gulf Cooperation Council (GCC) region. In light of ongoing uncertainty, the Group maintains a solid operational framework to manage risks associated with these developments. Given the evolving nature of these circumstances, the Group will continue to assess potential long-term effects on its operations in future reporting periods.

Marketing Home Group for Trading Company

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

31 March 2026

2- BASIS OF PREPARATION

2-1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34") as endorsed in KSA and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025.

2-2 Basis of measurement

The interim condensed consolidated financial statements have been prepared on historical cost basis, except employees defined benefit liabilities which are measured in accordance with the projected unit credit method.

2-3 Functional and presentation currency

These interim condensed consolidated financial statements are presented in Saudi Riyals (ﷲ), which is the functional currency of the Group.

2-4 Basis for consolidation

The interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at 31 March 2026. The financial statements of the subsidiaries are prepared for the same reporting period as the Company using consistent accounting policies.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- Power over the investee
- Exposure, or rights, to variable returns from its involvement with the investee
- The ability to use its power over the investee to affect its returns

The Group re-assesses whether or not it controls investee if facts and circumstances indicate that there are changes to one or more of the three above-mentioned elements of control.

When the Group holds less than a majority of the voting rights of an investee, it has control over the investee when the voting rights are sufficient to give it the practical ability to independently direct the relevant activities of the investee.

The Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The size of the Group's voting rights relative to the size of the voting rights held by other parties
- Potential voting rights held by the Group or voting rights held by other parties
- Rights arising from other contractual arrangements
- Any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities when decisions need to be made, including voting patterns at previous shareholders' meetings.

Marketing Home Group for Trading Company

(A Saudi joint stock company)

Notes to the interim condensed consolidated financial statements (continued)

31 March 2026

2- BASIS OF PREPARATION (continued)

2-4 Basis for consolidation (continued)

Consolidation of a subsidiaries begins when the Group obtains control over the subsidiaries and ceases when the Group loses such control. Specifically, the income and expenses of a subsidiary acquired or disposed of during the period are included in the condensed consolidated statement of profit or loss and other comprehensive income from the date on which control is transferred to the Group until the date when the Group ceases to have control.

All assets, liabilities, equity, income, expenses, and cash flows relating to transactions between Group companies are eliminated in full consolidation of the interim condensed consolidated financial statements.

2-5 Significant accounting policies

The significant accounting policies applied in the preparation of these interim condensed consolidated financial statements are the same policies applied to the Group's annual consolidated financial statements as at and for the year ended 31 December 2025.

2-6 New and amended standards and interpretations

New standards and a set of amendments to existing standards became effective on 1 January 2026 and were disclosed in the Group's annual consolidated financial statements. However, they do not have a significant impact on the Group's interim condensed consolidated financial statements.

3- SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUMPTIONS

The preparation of the Group's interim condensed consolidated financial statements requires management to make judgements, estimates, and assumptions at the reporting date that affect the amounts of revenue, expenses, assets, and liabilities recognized, as well as the disclosure of contingent assets and liabilities. However, uncertainty regarding these assumptions and estimates could result in outcomes that may require significant adjustment to the carrying amount of the assets or liabilities affected in future periods. Estimates and judgments are reviewed on an ongoing basis, based on past experience and other factors including reasonable expectations of future events under current circumstances. The Group makes estimates and assumptions regarding the future, and actual accounting results may differ from those estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were consistent with those disclosed in the annual consolidated financial statements for the year ended 31 December 2025.

Marketing Home Group for Trading Company
(A Saudi joint stock company)

Notes to the interim condensed consolidated financial statements (continued)
31 March 2026

4- PROPERTY, PLANT AND EQUIPMENT

	For the three-month period ended 31 March 2026 (Unaudited) ﷲ	For the year ended 31 December 2025 (Audited) ﷲ
Cost		
At the beginning of the period/year	169,415,953	163,196,508
Additions	4,060,790	6,986,134
Disposals	-	(1,113,999)
Foreign currency translation differences	(76,791)	347,310
At the end of the period/year	173,399,952	169,415,953
Accumulated depreciation		
At the beginning of the period/year	67,383,177	55,227,675
Charged for the period/year	3,247,334	12,603,713
Disposals	-	(494,147)
Foreign currency translation differences	(13,813)	45,936
At the end of the period/year	70,616,698	67,383,177
Net book value at the end of the period/year	102,783,254	102,032,776

5- LEASE CONTRACTS

a- Right-of-use assets

The Group has lease contracts for operating sites including offices, warehouses, showrooms, and buildings used in its operations, with lease terms ranging from 2 to 20 years. The Group is generally restricted from assigning or subleasing the leased assets. The movement in right-of-use assets is as follows:

	For the three-month period ended 31 March 2026 (Unaudited) ﷲ	For the year ended 31 December 2025 (Audited) ﷲ
At the beginning of the period/year	101,384,121	102,378,276
Additions	1,975,817	14,725,905
Re-measurement	-	586,265
Disposals	(1,213,931)	(504,694)
Depreciation	(4,099,500)	(15,831,952)
Foreign currency translation differences	4,169	30,321
At the end of the period/year	98,050,676	101,384,121

Marketing Home Group for Trading Company
(A Saudi joint stock company)

Notes to the interim condensed consolidated financial statements (continued)
31 March 2026

5- LEASE CONTRACTS (continued)

b- Lease liabilities

Set out below is a statement of the carrying amount of recognized lease liabilities and the changes during the period / year:

	For the three-month period ended 31 March 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
	S	S
At the beginning of the period/year	110,263,792	109,672,945
Additions	1,975,817	14,725,905
Re-measurement	-	586,265
Finance costs	1,289,384	4,747,834
Disposals	(1,382,578)	(647,093)
Payments during the period/year	(6,626,204)	(18,870,031)
Foreign currency translation differences	3,056	47,967
At the end of the period/year	<u>105,523,267</u>	<u>110,263,792</u>
Current portion	18,476,053	19,001,790
Non-current portion	87,047,214	91,262,002
	<u>105,523,267</u>	<u>110,263,792</u>

6- INVENTORIES

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
	S	S
Ceramics inventory	117,313,877	112,293,208
Lighting inventory	83,819,120	84,512,015
Air conditioning units and equipment	1,527,348	1,974,253
General inventory	478,889	476,210
Goods in transit	-	3,977,307
	<u>203,139,234</u>	<u>203,232,993</u>
Less: provision for inventory impairment	(47,387,331)	(43,015,273)
	<u>155,751,903</u>	<u>160,217,720</u>

Set out below is a statement of the movement in the provision for inventory impairment:

	For the three-month period ended 31 March 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
	S	S
At the beginning of the period/year	43,015,273	28,240,502
Charged during the period/year	4,372,058	14,774,771
At the end of the period/year	<u>47,387,331</u>	<u>43,015,273</u>

Marketing Home Group for Trading Company
(A Saudi joint stock company)

Notes to the interim condensed consolidated financial statements (continued)
31 March 2026

7- TRADE RECEIVABLES

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
	<u>ﷲ</u>	<u>ﷲ</u>
Trade receivables	13,248,445	15,933,488
Less: provision for expected credit losses	(1,644,580)	(1,597,675)
	<u>11,603,865</u>	<u>14,335,813</u>

The movement in the provision for expected credit losses during the period/ year is as follows:

	For the three-month period ended 31 March 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
	<u>ﷲ</u>	<u>ﷲ</u>
At the beginning of the period/year	1,597,675	918,404
Charged during the period/year	46,905	679,271
At the end of the period/year	<u>1,644,580</u>	<u>1,597,675</u>

The following is an analysis of the aging of trade receivables:

	<i>Days past due – Trade receivables</i>					Total <u>ﷲ</u>
	<i>0-90 Days</i>	<i>91-180 Days</i>	<i>181-270 Days</i>	<i>271-365 Days</i>	<i>More than one year</i>	
	<u>ﷲ</u>	<u>ﷲ</u>	<u>ﷲ</u>	<u>ﷲ</u>	<u>ﷲ</u>	<u>ﷲ</u>
31 March 2026						
Total amount	7,145,207	2,435,467	1,475,149	1,104,432	1,088,190	13,248,445
31 December 2025						
Total amount	8,839,093	3,105,635	1,892,091	872,654	1,224,015	15,933,488

Based on past experience, it is expected that all trade receivables that have not yet been impaired will be collected.

8- PREPAYMENTS AND OTHER CURRENT ASSETS

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
	<u>ﷲ</u>	<u>ﷲ</u>
Advances to suppliers	32,055,294	28,068,045
Cash margin against letter of guarantee	6,097,219	6,300,623
Prepaid expenses	2,352,000	3,659,996
Employees' receivables and advances	500,950	315,058
Refundable deposits	-	338,345
Others	2,498,497	1,694,088
	<u>43,503,960</u>	<u>40,376,155</u>
Less: Provision for impairment against advances to suppliers	(824,943)	(1,203,037)
	<u>42,679,017</u>	<u>39,173,118</u>

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Notes to the interim condensed consolidated financial statements (continued)
31 March 2026

8- PREPAYMENTS AND OTHER CURRENT ASSETS (continued)

Set out below the movement in the provision for impairment against advances to suppliers during the period/year:

	For the three-month period ended 31 March 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
	S	S
At the beginning of the period/year	<u>1,203,037</u>	<u>1,109,011</u>
(Reversal of provision for the period) / Provision made for the year	<u>(378,094)</u>	<u>94,026</u>
At the end of the period/year	<u><u>824,943</u></u>	<u><u>1,203,037</u></u>

9- RELATED PARTY TRANSACTION

Related parties include key shareholders, affiliates, executive management personnel, and entities controlled, jointly controlled or over which they exercise significant influence. The operations with related parties and their conditions are approved by the Group's management. Below is a statement of transactions with the related parties and their balances:

<u>Related Party</u>	<u>Relationship</u>
Musaed Abdulrahman Abdul Aziz Al-Ghafari	Shareholder, Chief Executive Officer and Managing Director
Musaed Al-Ghafari Engineering Consulting Office	Company owned by a shareholder
Saeed Yousef Al-Najjar	Partner in a subsidiary – Build Station Company LLC

Set out is a statement of significant transactions with related parties:

<u>Related Party</u>	<u>Nature of transaction</u>	Transaction amount for the three-month period ended in	
		31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
		S	S
Musaed Abdulrahman Abdul Aziz Al-Ghafari	Withdrawals	1,713	2,202,813
Musaed Al-Ghafari Engineering Consulting Office	Settlement	-	1,049
Saeed Yousef Al-Najjar	Withdrawals	34,275	818,354
	Settlement	4,543	765,675

The amounts due from the related party shown in the interim condensed consolidated statement of financial position are included under current assets and consist of the following:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
	S	S
Saeed Yousef Al-Najjar	<u><u>650,734</u></u>	<u><u>650,528</u></u>

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31 March 2026

9- RELATED PARTY TRANSACTION (continued)

The amounts due to the related party shown in the interim condensed consolidated statement of financial position are included under current liabilities and consist of the following:

	31 March 2026 (Unaudited) ﷲ	31 December 2025 (Audited) ﷲ
Musaed Abdulrahman Abdul Aziz Al-Ghafari	<u><u>3,518,967</u></u>	<u><u>3,564,340</u></u>

Balances due from/to related parties are unsecured, non-interest bearing and are repayable on demand.

Remuneration of key management employees:

Key management personnel comprise the executives, members of the Board of Directors, and the Board's sub-committees. The following is a statement of the compensation incurred in this respect

	For the three-month period ended 31 March 2026 (Unaudited) ﷲ	31 March 2025 (Unaudited) ﷲ
Short-term salaries and benefits	915,972	910,188
Employee defined benefit obligations	68,500	68,500
Allowances of the Board of Directors and its sub-committees	50,000	-
	<u><u>1,034,472</u></u>	<u><u>978,688</u></u>

10- CAPITAL

The Company's capital is 16,000,000 ordinary shares of 10 ﷲ each as at 31 March 2026 (16,000,000 shares of 10 ﷲ each as at 31 December 2025).

11- ZAKAT AND TAX

Zakat expense relating to the Company and its subsidiaries in the Kingdom of Saudi Arabia for the period is estimated in accordance with the requirements of the Zakat, Tax and Customs Authority ("ZATCA"). Income tax for companies operating outside the Kingdom of Saudi Arabia is estimated for the period in accordance with the relevant tax regulations and is charged to the interim condensed consolidated statement of profit or loss and other comprehensive income. Differences arising from the final zakat/tax assessment, if any, are adjusted in the period in which such differences are determined, in accordance with International Accounting Standard (IAS) 8 "Accounting Policies, Changes in Accounting Estimates and Errors.

Movement in provision for zakat and tax:

	For the three-month period ended 31 March 2026 (Unaudited) ﷲ	For the year ended 31 December 2025 (Audited) ﷲ
At the beginning of the period/year	6,019,090	5,521,007
Zakat provision made during the period/year	1,455,724	6,551,553
Income tax provision made during the period/year	2,788	604,747
Payments during the period/year	(125,586)	(6,658,217)
At the end of the period/year	<u><u>7,352,016</u></u>	<u><u>6,019,090</u></u>

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Notes to the interim condensed consolidated financial statements (continued)
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11- ZAKAT AND TAX (continued)

Status of zakat certificates, zakat assessments, and tax assessments (continued)

Marketing Home Group for Trading Company

The Company has filed its Zakat returns with the Authority for all years up to 31 December 2025, settled the Zakat due thereon, and obtained the relevant Zakat certificates. Management is not aware of any additional assessments for those years as of the date of these interim condensed consolidated financial statements.

Ice Bear Contracting Company

The Company has submitted its zakat declarations to the Authority from inception up to the year ended 31 December 2025 and obtained zakat certificates. Management is not aware of any additional claims for those years as of the date of these interim condensed consolidated financial statements.

Build Station Company LLC

The Company operates in the United Arab Emirates and is subject to the provisions of Federal Decree-Law No. (47) of 2022 on the Taxation of Corporations and Businesses. The Company has registered with the Federal Tax Authority (FTA), complied with applicable regulatory requirements, and submitted tax returns for 2024 and 2025. As of the date of these interim condensed consolidated financial statements, there are no outstanding prior tax claims against the Company.

MHG International -FZC

The Company operates in the United Arab Emirates and is subject to the provisions of Federal Decree-Law No. (47) of 2022 on the Taxation of Corporations and Businesses. The Company has registered with the Federal Tax Authority, complied with the applicable regulatory requirements, and submitted tax returns for 2024 and 2025. As of the date of these interim condensed consolidated financial statements, there are no outstanding prior tax claims against the Company.

Engineer Musaed Al- Ghafari Engineering Consultations Company

The Company is subject to the corporate tax authority in the Arab Republic of Egypt under registration number 632/205/562 and regularly submits its tax returns within the statutory deadlines in accordance with the law. Management is not aware of any significant disputes with the tax authorities as of the date of these interim condensed consolidated financial statements.

Illus Lighting S.L.U.

The Company is subject to corporate income tax at the rate of 25% under the tax jurisdiction of the Kingdom of Spain. The Company has settled all its tax obligations relating to corporate income tax, value-added tax, and employee-related taxes with the relevant tax authorities up to the end of 2025.

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31 March 2026

12- REVENUES

	For the three-month period ended	
	31 March 2026	31 March 2025
Revenues consist of the following:	(Unaudited)	(Unaudited)
	S	S
Sales of goods	86,473,781	91,274,865
Consulting, supply, and installation services	2,152,268	364,064
Discounts	(2,778,470)	(3,919,398)
	85,847,579	87,719,531

	For the three-month period ended	
	31 March 2026	31 March 2025
Timing of revenue recognition:	(Unaudited)	(Unaudited)
	S	S
At a point in time	83,695,311	87,355,467
Over a period of time	2,152,268	364,064
	85,847,579	87,719,531

13- GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended	
	31 March 2026	31 March 2025
	(Unaudited)	(Unaudited)
	S	S
Salaries wages and related benefits	11,387,951	10,842,607
Depreciation of property plant and equipment	1,679,040	1,687,479
Legal governmental and professional fees	1,454,651	1,407,536
Depreciation of right-of-use assets	871,528	825,298
Contractors' service expenses	755,595	304,037
Motor vehicles insurance and maintenance	664,087	732,338
Stationery and printing	663,463	506,953
Bank charges	554,292	285,392
Social insurance contributions	426,092	359,605
Short-term operating leases	238,566	382,894
Medical insurance and treatment	231,678	224,938
Travel and transportation	186,790	536,202
Benefits and services	123,149	138,260
Hospitality and cleaning	101,675	83,521
Remunerations of the board of directors and its sub committees	50,000	-
Provision for expected credit losses on trade receivables	46,905	282,536
Amortization of intangible assets	24,253	23,597
Reversal of provision for impairment against advances to suppliers	(378,094)	(331,485)
Others	413,643	833,592
	19,495,264	19,125,300

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31 March 2026

14- SELLING AND MARKETING EXPENSES

	For the three-month period ended	
	31 March 2026	31 March 2025
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Salaries wages and related benefits	7,083,944	7,069,116
Depreciation of right-of-use assets	3,227,972	2,988,102
Depreciation of property plant and equipment	1,568,294	1,491,902
Sales commissions	1,083,318	952,905
Advertising and promotion	406,112	902,567
Transportation and distribution	716,615	807,508
Social insurance contributions	419,668	422,494
Visas and residency	472,067	403,861
Benefits and services	375,932	244,423
Medical insurance and treatment	239,285	202,175
Travel and transportation	139,294	148,190
Insurance and maintenance	144,949	120,148
Hospitality and cleaning	63,711	55,406
Stationery and printing	46,204	2,600
Others	441,490	268,030
	16,428,855	16,079,427

15- EARNINGS PER SHARE (“EPS”)

Basic earnings per share attributable to ordinary shareholders are calculated by dividing net profit attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share are the same as basic earnings per share since the Group has no issued dilutive shares.

	For the three-month period ended	
	31 March 2026	31 March 2025
	(Unaudited)	(Unaudited)
	ﷲ	ﷲ
Net profit for the period attributable to shareholders	8,029,001	12,786,802
Number of shares outstanding	16,000,000	16,000,000
Basic and diluted earnings per share	0,50	0,80

16- FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the amount for which an asset could be exchanged, or a liability settled, between willing parties under arm’s length transaction. Financial instruments consist of financial assets and financial liabilities. The Group’s financial assets comprise trade receivables, cash and cash equivalents, amounts due from related party, and other debit balances, while its financial liabilities comprise trade payables, accrued expenses, other current liabilities, amounts due to related party, and lease liabilities.

Management has assessed the fair values of cash and cash equivalents, trade receivables, amounts due from related party, other debit balances, trade payables, accrued expenses, other current liabilities, amounts due to related party, and lease liabilities approximate their carrying amounts, largely due to the short-term maturities of these instruments.

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Notes to the interim condensed consolidated financial statements (continued)
31 March 2026

17- SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting provided to the Group's management. The Group evaluates the performance of segments based on each segment's revenues and their geographical distribution. The Group's main operating activities are represented in the following business segments:

- 1- Ceramic and sanitary ware segment
- 2- Lighting segment
- 3- Consultancy, supplies and other installations segment

The financial information for each segment for the three-month period ended 31 March 2026 is as follows:

(Unaudited)	Ceramic and sanitary ware ﷲ	Lighting ﷲ	Consulting, supply, installation, and others ﷲ	Total segments ﷲ	Adjustments and disposals ﷲ	Total ﷲ
Net Revenue	50,050,743	37,732,987	3,052,623	90,836,353	(4,988,774)	85,847,579
Gross Profit	24,963,269	19,749,237	625,410	45,337,916	491,260	45,829,176
Profit from Operations	3,591,587	5,315,446	59,861	8,966,894	938,163	9,905,057

The financial information for each segment for the three-month period ended 31 March 2025 is as follows:

(Unaudited)	Ceramic and sanitary ware ﷲ	Lighting ﷲ	Consulting, supply, installation, and others ﷲ	Total segments ﷲ	Adjustments and disposals ﷲ	Total ﷲ
Net Revenue	51,204,434	41,029,827	516,478	92,750,739	(5,031,208)	87,719,531
Gross Profit	26,962,973	23,476,557	145,355	50,584,885	406,707	50,991,592
Profit (Loss) from Operations	8,917,366	7,093,756	(574,805)	15,436,317	350,548	15,786,865

Geographical Information

Revenues

	For the three-month period ended	
	31 March 2026 ﷲ	31 March 2025 ﷲ
Kingdom of Saudi Arabia	74,096,379	77,287,227
United Arab Emirates	10,727,657	9,270,236
People's Republic of China	807,290	994,485
Kingdom of Spain	216,253	167,583
	85,847,579	87,719,531

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31 March 2026

17- SEGMENT INFORMATION (continued)

The details of the Group's segment assets and liabilities are as follows:

As at 31 March 2026 (Unaudited)	Ceramic and sanitary ware ﷲ	Lighting ﷲ	Consulting, supply, installation, and others ﷲ	Total segments ﷲ	Adjustments and disposals ﷲ	Total ﷲ
Total assets	429,049,399	102,170,014	3,164,366	534,383,779	(47,772,017)	486,611,762
Total liabilities	86,489,080	131,174,397	6,929,051	224,592,528	(38,631,687)	185,960,841

As at 31 December 2025 (Audited)	Ceramic and sanitary ware ﷲ	Lighting ﷲ	Consulting, supply, installation, and others ﷲ	Total segments ﷲ	Adjustments and disposals ﷲ	Total ﷲ
Total assets	400,841,508	132,848,996	4,207,836	537,898,340	(54,485,697)	483,412,643
Total liabilities	71,185,693	149,846,814	8,017,537	229,050,044	(40,681,317)	188,368,727

18- COMMITMENTS AND CONTINGENT LIABILITIES

Contingent liabilities

The Group has as at 31 March 2026 outstanding letters of guarantee amounting to 6,097,219 ﷲ, with related margins against letters of guarantee amounting to 6,097,219 ﷲ (31 December 2025: outstanding letters of guarantee amounting to 6,300,623 ﷲ and margins against letters of guarantee amounting to 6,300,623 ﷲ).

Capital commitments

As at 31 March 2026, the Company has projects in progress represented by costs incurred for the construction of the Building Station Factory project, expansion of existing branches, and establishment of new branches. The estimated cost to complete these projects amounts to 10,747,351 ﷲ (31 December 2025: 7,600,000 ﷲ).

19- INTERIM RESULTS

The results of operations for the three-month period ended 31 March 2026 are not necessarily indicative of the annual results of the Group.

20- SUBSEQUENT EVENTS

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

21- APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements of the Group for the period ended 31 March 2026 was approved for issuance by the Board of Directors on 12 Thul Qi'dah 1447H (corresponding to 29 April 2026).