Wafrah for Industry and Development Company
(A Saudi Joint Stock Company)
Riyadh - Kingdom of Saudi Arabia
Interim Condensed financial information for the three-month and six-month periods ended June 30, 2026 (unaudited)
and report on review of interim condensed financial information

Wafrah for Industry and Development Company

(Saudi Joint Stock Company)

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RSM

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REPORT ON THE REVIEW OF THE INTERIM CONDENSED FINANCIAL INFORMATION

To the shareholders
Wafrah for Industry and Development Company
(A Saudi Joint Stock Company)
Riyadh, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Wafrah for Industry and Development Company (the "Company") as at 30 June 2026, and the related interim condensed statement of profit or loss and other comprehensive income for the three-month and six-month periods then 30 June 2026, and the related interim condensed statements of changes in equity and cash flows for the six-month period ended 30 June 2026, and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim-condensed financial information 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" that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

The Company's financial statements of the year ended 31 December 2025 were audited by another auditor, who expressed an unmodified opinion on those financial statements in their report dated 10 Shawwal 1447H (corresponding to 29 March 2026). The interim condensed financial information for the three-month and six-month periods ended 30 June 2025 was also reviewed by another predecessor auditor who expressed an unmodified conclusion on that financial information in their review report dated 25 Muharram 1447H (corresponding to 20 July 2025).

RSM Allied Accountants Professional Services

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Mohammad Abdulmajeed Mohandes
License No. 564
Riyadh, Kingdom of Saudi Arabia
4 Rabi' al-Awwal 1448 AH (corresponding to 17th August 2026).

Wafrah for Industry and Development Company
(A Saudi Joint Stock Company)
STATEMENT OF INTERIM CONDENSED FINANCIAL POSITION (UNAUDITED)
As at June 30, 2026
(In Saudi Arabian Riyals)

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-current assets			
Property, plant and equipment, net	4	**149,204,187**	155,101,602
Capital work in progress		**3,337,860**	3,337,860
Right-of-use assets, net		**7,353,203**	8,350,762
Intangible assets, net		**-**	28,492
Investments at fair value through profits or loss	5	**6,520,117**	16,394,689
Investments at fair value through other comprehensive income		**500,396**	570,066
Total non-current assets		**166,915,763**	183,783,471
Current assets			
Inventories		**33,012,134**	37,506,051
Trade receivables	6	**61,180,952**	68,481,997
Due from related Party	7-A	**-**	967,409
Prepaid expenses and other assets		**8,937,566**	8,549,458
Cash and cash equivalents		**3,916,285**	30,320,672
Total current assets		**107,046,937**	145,825,587
Total assets		**273,962,700**	329,609,058
Equity and liabilities			
Equity			
Share capital		**231,511,050**	231,511,050
Fair Value Reserve for investments at fair value through other comprehensive income		**(958,249)**	(888,579)
Re-measurement reserve of employees defined benefits obligation		**101,244**	101,244
(Accumulated losses)		**(72,920,901)**	(39,629,904)
Total Equity		**157,733,144**	191,093,811
Liabilities			
Non-current liabilities			
Lease liabilities – non-current portion		**6,163,590**	7,052,252
Financial liability arising from a debt transfer from a related party	5/3/2	**-**	7,027,598
Defined employees' benefits obligations		**7,718,311**	8,009,444
Total non-current liabilities		**13,881,901**	22,089,294
Current liabilities			
borrowings		**275,717**	15,275,717
Financial liability arising from a debt transfer from a related party	5/3/2	**7,027,598**	-
Lease liabilities – current portion		**1,715,495**	1,891,180
Accounts payable		**45,813,356**	44,453,125
Accrued expenses and other liabilities		**15,688,143**	20,585,055
Shareholders' accruals		**25,751,392**	25,755,089
Provision of zakat		**1,937,062**	1,595,023
Other provisions		**4,138,892**	6,870,764
Total current liabilities		**102,347,655**	116,425,953
Total liabilities		**116,229,556**	138,515,247
Total Equity and liabilities		**273,962,700**	329,609,058

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

Authorized BOD's Member	Chief Executive Officer	Chief Financial Officer
Mohammed Yaqoup Al Mokhdib	Khaled Rabee Al-Rashidi	Muhammad Mansour Al-Arief

Wafrah for Industry and Development Company
(A Saudi Joint Stock Company)
STATEMENT OF INTERIM CONDENSED PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
For the three month and six-month periods ended June 30, 2026
(In Saudi Arabian Riyals)

	Note	For the three-month period ended June 30		For the six-month period ended June 30	
		2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Profit or loss					
Revenue, net	8	**24,317,029**	9,408,708	**47,198,512**	66,157,976
Cost of revenue	9	**(20,008,026)**	(10,289,613)	**(36,478,480)**	(49,360,080)
Gross profit / (loss)		**4,309,003**	(880,905)	**10,720,032**	16,797,896
Selling and marketing expenses		**(4,178,963)**	(6,916,133)	**(10,305,788)**	(13,616,350)
General and administrative expenses		**(7,119,133)**	(9,420,686)	**(15,822,137)**	(15,491,805)
Impairment of inventories (Formed)		**(1,984,892)**	-	**(1,984,892)**	-
Expected credit losses on trade receivables		**(4,867,312)**	(641,152)	**(4,867,312)**	(754,019)
Impairment of other debit balances		**-**	-	**-**	(52,102)
Net loss from main operations		**(13,841,297)**	(17,858,876)	**(22,260,097)**	(13,116,380)
Other income, net		**289,141**	255,144	**562,805**	556,930
Gain / (loss) from valuation of investments at fair value through profit or loss		**(9,241,794)**	2,838,433	**(10,485,952)**	4,805,917
Losses from valuation of biological assets at fair value		**-**	(641,995)	**-**	(2,312,433)
Finance costs		**(145,309)**	(64,831)	**(572,244)**	(130,049)
Net loss for the period before zakat expense		**(22,939,259)**	(15,472,125)	**(32,755,488)**	(10,196,015)
Zakat expense		**317,954**	-	**(535,509)**	(802,280)
Net loss for the period		**(22,621,305)**	(15,472,125)	**(33,290,997)**	(10,998,295)
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Loss on valuation of investments at fair value through OCI		**(96,693)**	(28,277)	**(69,670)**	(23,892)
Total comprehensive loss for the period		**(22,717,998)**	(15,500,402)	**(33,360,667)**	(11,022,187)
Loss per share					
Basic and diluted loss per share	10	**(0.98)**	(0.67)	**(1.44)**	(0.48)

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

Authorized BOD's Member	Chief Executive Officer	Chief Financial Officer
Mohammed Yaqoub AlMokhdib	Khaled Rabee Al-Rashidi	Muhammad Mansour Al-Arief

Wafrah for Industry and Development Company
(A Saudi Joint Stock Company)

STATEMENT OF INTERIM CONDENSED CHANGES IN EQUITY (UNAUDITED)
For the six-month periods ended June 30, 2026
(In Saudi Arabian Riyals)

	Share capital	Fair Value Reserve for investments at FVTOCI	Re-measurement reserve of employees defined benefits	Accumulated losses	Total
For the six-month period ended 30 June 2025					
Balance as of January 1, 2025 (Audited)	231,511,050	(857,098)	863,001	7,464,778	238,981,731
Net loss for the period	-	-	-	(10,998,295)	(10,998,295)
Other comprehensive loss for the period	-	(23,892)	-	-	(23,892)
Total comprehensive loss for the period	-	(23,892)	-	(10,998,295)	(11,022,187)
Balance as of June 30, 2025 (Unaudited)	231,511,050	(880,990)	863,001	(3,533,517)	227,959,544
For the six-month period ended 30 June 2026					
Balance as of January 1, 2026 (Audited)	231,511,050	(888,579)	101,244	(39,629,904)	191,093,811
Net loss for the period	-	-	-	**(33,290,997)**	**(33,290,997)**
Other comprehensive loss for the period	-	**(69,670)**	-	-	**(69,670)**
Total comprehensive loss for the period	-	**(69,670)**	-	**(33,290,997)**	**(33,360,667)**
Balance as of June 30, 2026 (Unaudited)	**231,511,050**	**(958,249)**	**101,244**	**(72,920,901)**	**157,733,144**

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

Authorized BOD's Member	Chief Executive Officer	Chief Financial Officer
Mohammed Yaqoup AlMokhdib	Khaled Rabee Al-Rashidi	Muhammad Mansour Al-Arief

Wafrah for Industry and Development Company
(A Saudi Joint Stock Company)

STATEMENT OF INTERIM CONDENSED CASH FLOWS (UNAUDITED)
For the six-month period ended June 30, 2026
(In Saudi Arabian Riyals)

	For the six-month period ended June 30	
	2026	2025
Cash flows from operating activities		
Net loss for the period before zakat expense	**(32,755,488)**	(10,196,015)
Adjustments to reconcile net loss for the period before zakat expense to net cash flows from operating activities		
Depreciation of property, plant and equipment	**6,253,528**	3,938,588
Depreciation on right-of-use assets	**997,559**	331,939
Amortization of intangible assets	**28,492**	86,590
Gain/(Loss) from valuation of investments at fair value through profit or loss	**10,485,952**	(4,805,917)
Finance costs	**296,527**	130,049
Dividends from investments at fair value through profit or loss	**(184,808)**	-
Expected credit losses on trade receivables	**4,867,312**	754,019
Impairment of other debit balances	-	52,102
Provision for Impairment of inventories (Formed)	**1,984,892**	-
Provision for defined employee benefit obligations (Formed)	**666,454**	658,469
Losses from valuation of biological assets at fair value	-	2,312,433
	(7,359,580)	(6,737,743)
Changes in operating assets and liabilities		
Inventories	**4,051,487**	(12,274,669)
Due from related parties	**540,837**	-
Biological assets	-	6,397,573
Accounts receivable	**2,433,733**	2,622,910
Prepaid expenses and other assets	**(388,108)**	1,524,661
Accounts payable	**1,360,231**	10,230,700
Accrued expenses and other liabilities	**(4,896,912)**	2,528,693
Utilization of other provisions	**(4,274,334)**	(552,089)
Cash flows (used in) / generated from operating activities	**(8,532,646)**	3,740,036
Employees defined benefit obligations paid	**(957,587)**	(501,153)
Zakat paid	**(193,470)**	(1,548,341)
Net cash (used in) / generated from operating activities	**(9,683,703)**	1,690,542
Cash flows from investing activities		
Payments for the purchase of property, plant and equipment	**(356,113)**	(1,704,199)
Payments for capital work in progress	-	(4,492,986)
Amounts reclassified on disposal of investments at fair value through Other comprehensive income	-	83,566
Net cash used in investing activities	**(356,113)**	(6,113,619)
Cash flows from financing activities		
Payments from shareholders' accruals payable	**(3,697)**	(35,111)
Interest paid	**(296,527)**	-
Lease liabilities paid	**(1,064,347)**	(466,634)
Repayment of borrowings	**(15,000,000)**	(8,000,000)
Net cash used in financing activities	**(16,364,571)**	(8,501,745)
Net change in cash and cash equivalents	**(26,404,387)**	(12,924,822)
Cash and cash equivalents at the beginning of the period	**30,320,672**	26,929,576
Cash and cash equivalents at the end of the period	**3,916,285**	14,004,754

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

Authorized BOD's Member — Mohammed Yaqoup AlMokhdib
Chief Executive Officer — Khaled Rabee Al-Rashidi
Chief Financial Officer — Muhammad Mansour Al-Arief

1 - Organization and Activities

A- Wafrah for Industry and Development Co. ("the Company") is a Saudi joint-stock company, incorporated under the Saudi Companies Law in the Kingdom of Saudi Arabia. The company is registered under unified National number 7001345425 and commercial registration number 1010076996, issued in Riyadh on 24 Shawwal 1410H (corresponding to 19 May 1990)).

B- The Company is engaged in production of fresh, chilled, and frozen meat, manufacturing food products made from potatoes including (potato chips), producing breakfast cereals in the form of flakes including (cornflakes, chips, etc.), and manufacturing all types of pasta.

C- The Company has a term of 50 years, commencing on 24 Shawwal 1410H (corresponding to 19 May 1990) and ending on 7 Jumada Al-Awwal 1462H (corresponding to 18 May 2040).

The Company's ultimate beneficial owner is Mr. Saad Sulaib Mutlaq Al-Otaibi, who holds 30.24% of the Company's ownership.

D- The condensed interim financial information as at 30 June 2026 include the condensed interim financial information of the Company and its branches:

Name of branch	City	CR number	Date
Wafrah for Industry and Development Co.	Jeddah	4030108227	03/07/1415H
Wafrah for Industry and Development Co.	Dammam	2050028895	11/06/1415H
Wafrah for Industry and Development Co.	Khamis Mushait	5855339110	21/05/1439H
Wafrah Pasta and Noodles Factory	Riyadh	1010320947	02/01/1433H
Branch of Wafrah for Industry and Development Co.	Al-Kharj	1011016029	02/01/1433H
Wafrah Foods Factory	Riyadh	1010320946	02/01/1433H
Wafrah Cereal Products Factory	Riyadh	1010320952	02/01/1433H
Wafrah Foods Factory	Riyadh	1010320955	02/01/1433H
Wafrah Frozen Vegetables Factory	Riyadh	1010320956	02/01/1433H
Branch of Wafrah for Industry and Development Co.	Al-Kharj	1011016028	02/01/1433H
Wafrah Foods Factory, a branch of Wafrah for Industry and Development Co.	Riyadh	1010320953	02/01/1433H
Wafrah for Industry and Development Co.	Tabuk	3550151951	10/11/1444H

2 - Basis of preparing the interim condensed financial information

Statement of Compliance

This interim condensed financial information's have been prepared in accordance with International Accounting Standard IAS 34 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants. The interim condensed financial information does not include all the information normally required for a complete set of financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Company's last annual Financial Statements for the year ended December 31, 2025. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

Basis of measurement

The condensed interim financial information has been prepared under the historical cost convention, except for the following items presented in the condensed interim statement of financial position:

- Financial investments measured at fair value.
- Defined benefit plan obligations, which are measured at the present value of the defined benefit obligation using the projected unit credit method.
- Lease contract liabilities, which are measured at the present value of the remaining lease payments.
- Loans, which are subsequently measured at amortized cost using the effective interest rate method.

The condensed interim financial statements have also been prepared on the accrual basis of accounting and the going concern assumption.

Going concern

The financial statements have been prepared on a going concern basis. Management has assessed the Company's ability to continue as a going concern, taking into consideration the net loss of SAR 33.3 million incurred during the period ended 30 June 2026 (31 December 2025: SAR 46.8 million), accumulated losses of SAR 72.9 million (31 December 2025: SAR 39.6 million), as well as negative cash flows of SAR 9.6 million for the period ended 30 June 2026 (30 June 2025 Positive cash flow SAR 1.7 Million) and the significant decline in revenue during the period compared to the corresponding period of the previous year, amounting to SAR 18.9 million. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

In performing its assessment, management considered the Company's projected cash flow for the twelve-month period, which indicate that the Company will maintain sufficient liquidity to meet its obligations as they fall due. Management is also implementing a number of operational and commercial initiatives aimed at addressing the decline in sales and supporting growth during the next financial year. These initiatives include restructuring the sales and marketing teams, enhancing distribution channels, strengthening business relationships with key customers, expanding contracts with major retail chains and strategic customers, as well as launching new products and optimizing the product mix to meet current market demand.

In addition, management continues to implement cost optimization initiatives and improve operational efficiency with the objective of enhancing profit margins and operating cash flows. Management's depends on the successful implementation of these initiatives and the achievement of the related forecasts to support the Company's going concern.

Accordingly, management believes that the Company has adequate resources to continue its operations for the foreseeable future and, therefore, has concluded that it is appropriate to prepare the financial statements on a going concerning basis.

2 - Basis of preparing the interim condensed financial information (CONTINUED)

Functional, presentation and disclosure currency

This condensed interim financial information are presented in Saudi Arabian Riyals ("SAR"), which is the functional, presentation and disclosure currency of the Company. All amounts have been rounded to the nearest Saudi Arabian Riyal, unless otherwise stated.

Material accounting judgment, estimates, and assumptions.

The preparation of condensed interim financial information in accordance with International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants requires the use of some significant estimates, assumptions, and judgments that affect the amounts of assets and liabilities presented and the disclosure of potential assets and liabilities at the date of preparing financial reports and the recorded amounts of revenues and expenses during the period of financial reports preparation. Estimates, assumptions, and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the current circumstances. The Company makes estimates, assumptions, and judgments regarding the future. These accounting estimates rarely equal the actual results.

The key accounting judgments, estimates and assumptions applied in these condensed interim financial statements are consistent with those described in the Company's annual financial statements for the year ended 31 December 2025. In preparing these condensed interim financial statements, management has applied estimates and assumptions based on information available at the reporting date.

3 - Material Accounting Policies

The accounting policies applied in the preparation of this condensed interim financial information are consistent with those applied in the preparation of the Company's annual financial statements for the year ended 31 December 2025.
There are new standards and several amendments to standards that are effective for annual periods beginning on or after 1 January 2026, which were disclosed in the Company’s annual financial statements. These standards and amendments have been applied and did not have a material impact on the accompanying condensed interim financial information of the Company.

3.1 New Standards, Amendment to Standards and Interpretations

There are new standards and a number of amendments to existing standards that became effective on or after 1 January 2026, as disclosed in the Company's annual financial statements. These have been adopted by the Company and did not have a material impact on the accompanying condensed interim financial information.

The Company has not early adopted any new accounting standards, interpretations or amendments that are issued but not yet effective.

New Standards issued but not yet effective

IFRS 18 “Presentation and Disclosure in financial statements” will replace IAS 1 “Presentation of Financial Statements” and is effective for annual reporting periods beginning on or after 1 January 2027. The Company has not early adopted the new accounting standard in preparing this condensed interim financial information.

The Company is currently assessing the potential impact of IFRS 18 on its financial statements, including the requirements relating to the presentation of the statement of profit or loss, the classification and aggregation of income and expenses, and the disclosure of management-defined performance measures. The Company will adopt IFRS 18 from 1 January 2027 and will continue to assess its impact as implementation progresses.

3 - Material Accounting Policies (Continued)

3-1 New Standards, Amendment to Standards and Interpretations (Continued)

a) Structure of the Statement of Profit or Loss

IFRS 18 requires entities to classify all income and expenses into categories in the statement of profit or loss – namely operating, investing, financing, zakat, income tax and discontinued operations. Classification of income and expenses depends on the main business activities of an entity. The Company has determined that it does not have a specified main business activity of investing in assets and/or providing financing to customers.

Neither net profit nor net assets will change as a result of the Company's adoption of IFRS 18. The Company will be required to present two newly defined subtotals, which are 'operating profit' and 'profit or loss before financing and zakat'. However, operating profit subtotal differs from the current operating profit subtotal presented by the Company. Based on the information currently available, the Company expects changes to the current structure of the statement of profit or loss to result from the following:

-Interest income and expenses are generally included in finance income and finance costs under the Company's current accounting policy and are presented in the 'net finance costs' subtotal. IFRS 18 provides specific guidance on the income and expenses classified in the investing and financing categories.

-Interest cost on employee benefit obligations, which is currently presented within employee costs, will be classified and presented within finance costs.

b) Management-defined performance measures

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

The Company is in process of determining which public communications should be considered when identifying MPMs. MPMs relate to the same reporting period as the financial statements. Therefore, MPMs disclosed by the Company following adoption of IFRS 18 will be determined based on public communications issued by the Company relating to the 2027 interim reporting period.

c) Principles of aggregation and disaggregation

IFRS 18 provides enhanced principles on how to group information in financial statements (i.e. the primary financial statements and the notes). It also introduces guidance on labelling and describing items presented in the primary financial statements or disclosed in the notes.

The Company 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.

The Company is also assessing line items currently labelled as 'other' and will use more informative labels.

d) 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 statement of cash flows when presenting operating cash flows under the indirect method. The Company currently uses profit 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.

The consequential amendments also provide specific guidance on the classification of interest and dividend cash flows. The Company will classify cash flows from interest paid as financing activities rather than operating activities under this guidance. Cash flows from interest and dividends received and from dividends paid will continue to be classified as investing activities and financing activities, respectively.

4 - Property, plant and equipment, net

A- This item consists of the following:

30 June 2026 (Unaudited)	Buildings on leased lands*	Property and equipment	Tools	Vehicles	Air conditions	Fittings and installation	Furniture and office equipment	Artesian wells	Total
Cost									
Balance, 1 January (Audited)	82,467,876	278,350,882	26,121,598	3,940,400	7,108,100	6,093,005	5,747,589	220,816	410,050,266
Additions during the period	-	-	**317,593**	-	-	**2,600**	**35,920**	-	**356,113**
Balance, 30 June 2026 (Unaudited)	**82,467,876**	**278,350,882**	**26,439,191**	**3,940,400**	**7,108,100**	**6,095,605**	**5,783,509**	**220,816**	**410,406,379**
Accumulated depreciation									
Balance, 1 January (Audited)	(57,120,979)	(156,852,833)	(21,357,164)	(3,236,536)	(6,311,482)	(5,103,800)	(4,808,582)	(157,288)	(254,948,664)
Depreciation charge for the period	**(1,367,445)**	**(3,902,943)**	**(527,705)**	**(169,843)**	**(86,063)**	**(75,171)**	**(120,546)**	**(3,812)**	**(6,253,528)**
Balance, 30 June 2026 (Unaudited)	**(58,488,424)**	**(160,755,776)**	**(21,884,869)**	**(3,406,379)**	**(6,397,545)**	**(5,178,971)**	**(4,929,128)**	**(161,100)**	**(261,202,192)**
Net book value June 30 2026 (Unaudited)	**23,979,452**	**117,595,106**	**4,554,322**	**534,021**	**710,555**	**916,634**	**854,381**	**59,716**	**149,204,187**

31 December 2025 (Audited)	Buildings on leased lands*	Property and equipment	Tools	Vehicles	Air conditions	Fittings and installation	Furniture and office equipment	Artesian wells	Total
Cost									
Balance, 1 January (Audited)	79,936,843	203,014,299	24,393,583	7,827,029	6,815,800	6,068,035	5,437,957	220,816	333,714,362
Additions during the period	-	18,414	1,672,115	155,750	292,300	24,970	315,642	-	2,479,191
Disposals during the period	-	(10,485,358)	-	(4,042,379)	-	-	(6,010)	-	(14,533,747)
Transfers from capital work in progress	2,531,033	85,803,527	55,900	-	-	-	-	-	88,390,460
Balance, 31 December 2025 (Audited)	82,467,876	278,350,882	26,121,598	3,940,400	7,108,100	6,093,005	5,747,589	220,816	410,050,266
Accumulated depreciation									
Balance, 1 January (Audited)	(54,455,693)	(162,879,724)	(20,350,375)	(6,965,668)	(6,171,164)	(4,941,956)	(4,596,906)	(149,665)	(260,511,151)
Depreciation charge for the period	(2,665,286)	(4,458,466)	(1,006,789)	(313,239)	(140,318)	(161,844)	(213,479)	(7,623)	(8,967,044)
Disposals during the period	-	10,485,357	-	4,042,371	-	-	1,803	-	14,529,531
Balance, 31 December 2025 (Audited)	(57,120,979)	(156,852,833)	(21,357,164)	(3,236,536)	(6,311,482)	(5,103,800)	(4,808,582)	(157,288)	(254,948,664)
Net book value December 31,2025 (Audited)	25,346,897	121,498,049	4,764,434	703,864	796,618	989,205	939,007	63,528	155,101,602

* The buildings are constructed on lands leased under leases that expire during the years from 2035 to 2040.

4 - Property, Plant and Equipment, Net (continued)

4 / 1- Impairment Test of Property, Plant and Equipment

The Company previously performed a comprehensive impairment assessment for the year ended 31 December 2025, applying both the Value in Use (discounted cash flow method) and the Market Approach (fair value less costs to sell). That assessment concluded that the recoverable amount of the assets exceeded their carrying amount using both approaches, and accordingly no impairment was recognized.

Management has determined that the conclusions of this impairment assessment remain valid as of 30 June 2026, as no significant changes have occurred in the underlying assumptions or market conditions that would suggest a potential decline in asset values during the period. Consequently, no impairment loss has been recognized for the period ended 30 June 2026.

5 - Investments at fair value through profits or losses

5-A This item consists of the following:

	Equity %	30 June 2026 (Unaudited)	31 December 2025 (Audited)
East Asia Agricultural Development and Investment Company (note 5.1)	**14.29%**	**1,494,761**	2,006,722
Jannat Agricultural Investment Company - under liquidation (note 5.2)	**11.10%**	**-**	-
Rakhaa Agricultural Investment Company (Note 5.3)	**8,628%**	**5,025,356**	14,387,967
		6,520,117	16,394,689

5-B Movement of changes in fair value through profits or losses was as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance, beginning of period / year	**16,394,689**	16,546,504
Capital increase / (reduction) during the period / year	**611,380**	(3,671,257)
Investments at Fair value valuation gain/(Loss) during the period / year	**(10,485,952)**	3,519,442
Balance at the end of the period / year	**6,520,117**	16,394,689

5.1 East Asia Agricultural Development and Investment Company (Note 5.1)

The cost of the investment in East Asia Agricultural Development and Investment Company (a closed Saudi joint stock company established in 2013) amounted to SAR 10 million, representing 14.285% of the paid-up capital of SAR 70 million. During 2018 and 2019, impairment losses were recognized for the full value of the investment, which made the fair value of this investment reach nil from the end of 2019 until the end of 2023.

During 2024, following the collection by East Asia Agricultural Development and Investment Company ("East Asia") of part of the amounts due to it in respect of which a court judgment had been issued in its favor, management determined that it was necessary to reassess the fair value of the investment based on the information and assumptions available at the valuation date. At the end of 2025, management remeasured the investment in East Asia using the discounted expected future cash flows method, which resulted in a gain on remeasurement of fair value amounting to SAR 2,838,433 (2024: SAR 2,839,546). The Company engaged Estidama Valuation Office, an appraiser accredited by the Saudi Authority for Accredited Valuers under license number 4112000060 (Entities Valuation department), to prepare the fair value measurement study. During the six-month period ended 30 June 2026, the Company recognised a loss on remeasurement of fair value amounting to SAR 511,961, based on the carrying value of the net assets of the investee company, which approximately represents its fair value.

During the Extraordinary General Assembly meeting of East Asia Agricultural Development and Investment Company held on 12 August 2025, the shareholders resolved to reduce the Company's share capital by returning a portion of capital to shareholders in cash, in proportion to each shareholder's ownership interest. Wafrah for Industry and Development Company received its share of the capital reduction amounting to SAR 3,671,257 on 25 December 2025.

The movement of changes in the fair value of East Asia Agricultural Development and Investment Company was as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance, beginning of period / year	**2,006,722**	2,839,546
Capital reduction during the period / year	**-**	(3,671,257)
Profit/(loss) from revaluation of investments at fair value through the period / year	**(511,961)**	2,838,433
balance at the end of the period / year	**1,494,761**	2,006,722

5.2 Jannat Agricultural Investment Company - under liquidation (Note 5.2)

The cost of the investment in Jannat Agricultural Investment Company (a Saudi limited liability company) amounted to SAR 7.05 million, of which SAR 7 million represent 11.1% of the paid-up capital of SAR 63 million, in addition to SAR 50 thousand as the Company's share in incorporation expenses. During 2016 and 2017, valuation losses were recognized for the full value of this investment, which reduced the fair value of this investment to zero from the end of 2017 until now, as a result of the company's default. The legal counsel has advised that work is in progress to issue a declaration announcing the completion of the liquidation of Jannat Agricultural Investment Company and that there are no additional obligations due from the Company.

The entry of Jannat Agricultural Investment Company into the liquidation stage led the partners in it to make a decision on March 6, 2018, to waive the investment in Rakhaa Agricultural Investment and Development Company, which owned 77,73% of its capital.

5 - Investments at fair value through profits or losses (Continued)

5.3 Rakhaa Agricultural Investment Company (an unlisted Egyptian joint stock company) (Note 5.3)

On December 31, 2019, and as a result of the decision to liquidate Jannat Agricultural Investment Company (Note 5.2), Jannat Agricultural Investment Company waived in favor of the company a number of 6,902 shares of Rakhaa Agricultural Investment Company (an unlisted Egyptian joint stock company) and they were recognized at an amount of SAR 1,612,717 and represent 8.628% of the capital of Rakhaa Agricultural Investment Company, which amounts to Egyptian pounds 80 million. Due to the lack of sufficient financial information and difficulty in determining the fair value of Rakhaa Agricultural Investment Company from the date of assignment until the end of 2022, management recognized valuation losses for the full value of the investment, which reduced the fair value of this investment to zero from the end of 2019 until the end of 2022. As a result of the availability of financial information for Rakhaa Agricultural Investment Company, management deemed it necessary to reassess the fair value of the investment at each financial reporting date since that time.

On May 07, 2024, the Board of Directors of Rakhaa Agricultural Investment Company approved an increase in the company's capital to become Egyptian pounds 100 million instead of Egyptian pounds 80 million, with an increase of 20 million Egyptian pounds through paid deposits from each shareholder according to their contribution to the capital before the increase. The Company has paid its share in the capital increase through its current account receivable from the related parties.

As at 30 June 2026, the fair value of the investment was estimated using the discounted cash flow method, which resulted in the recognition of a fair value remeasurement loss of SAR 9,973,991, compared to a fair value remeasurement gain of SAR 1,967,484 for the six-month period ended 30 June 2025. The Company engaged an external consultant, United Accountants Company, an Egyptian consulting firm, to perform the fair value measurement studies.

The movement of changes in the fair value of Rakhaa Agricultural Investment Company was as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance, beginning of period / year	**14,387,967**	13,706,958
Capital increase during the period / year	**611,380**	-
Investment at Fair value revaluation gain / (loss) during the period / year	**(9,973,991)**	681,009
balance at the end of the period / year	**5,025,356**	14,387,967

5.3.1 Loan Guarantee Provision - Related Party

During 2009, Rakha Agricultural Investment and Development Company obtained a loan of SAR 100 million from the Saudi Development Fund under a financing agreement secured by guarantees provided by its shareholders. Due to Rakha Agricultural Investment and Development Company's non-payment, Wafrah's management recognized a guarantee obligation of SAR 8.06 million, representing 8.628% of the guarantee provided to the Saudi Development Fund amounting to SAR 93.5 million, under which the shareholders of Rakha Agricultural Investment Company committed to continue payment to the Saudi Development Fund.

On December 30, 2024, and according to a debt transfer contract, an agreement was made between the Saudi Development Fund, Rakha Agricultural Investment Company, and the shareholders of Rakha Agricultural Investment Company (including Wafrah Industry and Development Company with its 8,628% share) approving the transfer of all obligations arising from the financing agreement and transferring the entire debt to the shareholders of Rakha Agricultural Investment Company, each according to their ownership percentage in the company's capital. Accordingly, the Company transferred the provision to a debt transfer obligation (Note 5.3.2).

5.3.2 Debt transfer obligation

According to the debt transfer agreement mentioned in Note (5.3.1), the Company has committed to pay an amount of SAR 7,027,598 to the Saudi Development Fund due on 01/01/2027. Accordingly, the entire liability has been presented within current liabilities.

Movement in the debt transfer obligation is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	**7,027,598**	7,027,598
Balance at the ending of the period / year	**7,027,598**	7,027,598

6 - Trade Receivables

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables	**87,360,113**	89,793,846
(Less): Provision for expected credit losses (note 6-A)	**(26,179,161)**	(21,311,849)
	61,180,952	68,481,997

6-A Movement in provision for expected credit losses:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance, beginning of period / year	**21,311,849**	12,976,537
formed during the period / year	**4,867,312**	8,335,312
Balance at the end of the period / year	**26,179,161**	21,311,849

6-B The following is the aging analysis of trade receivables:

30 June 2026 (Unaudited)	Loss Rate	Carrying amount	Lifetime Expected Credit Loss	Netbook value
Less Than 90 Days	**3.01%**	**37,761,891**	**1,136,424**	**36,625,467**
91 – 180 days	**2.90%**	**8,527,341**	**247,111**	**8,280,230**
181 – 270 days	**14.02%**	**4,257,983**	**597,004**	**3,660,979**
271 – 360 days	**23.13%**	**3,904,328**	**903,132**	**3,001,196**
More than 360 days	**70.79%**	**32,908,570**	**23,295,490**	**9,613,080**
Total		**87,360,113**	**26,179,161**	**61,180,952**

31 December 2025 (Audited)	Loss Rate	Carrying amount	Lifetime Expected Credit Loss	Netbook value
Less Than 90 Days	1.49%	43,379,251	647,071	42,732,180
91 – 180 days	5.54%	6,843,836	379,479	6,464,357
181 – 270 days	11.24%	9,878,508	1,110,600	8,767,908
271 – 360 days	18.94%	5,011,412	949,352	4,062,060
More than 360 days	73.84%	24,680,839	18,225,347	6,455,492
Total		89,793,846	21,311,849	68,481,997

7 - Related party transactions

Related parties are persons or entities that are related to the Company. A person is considered to be related to the Company if that person has control or significant influence over the Company or is a member of the Company's key management personnel. An entity is considered to be related to the Company if the entity and the Company are members of the same group (i.e., parent, subsidiary or fellow subsidiary), if one entity is an associate or joint venture of the other entity, or if both entities are joint ventures of the same third party.

During the period/year, transactions were carried out with related parties in the ordinary course of the Company's business and were approved by management. The related party transactions comprise the following:

A- The balances due from related party is as follows:

Related Party	Nature of relationship	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Rakhaa Agricultural Investment Company – an Egyptian joint-stock company	Affiliate	**-**	967,409
		-	967,409

B- The significant transactions with related parties are as follows:

Related Party	Nature of relationship	Nature of Transaction	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Rakhaa Agricultural Investment Company – an Egyptian joint-stock company	Affiliate	Dividend income from investments	**184,808**	-
		Capital increase	**(611,380)**	-
		Collections	**(540,837)**	-

C- compensation and rewards for non-executive Board members and senior management as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Salaries and compensation allowances	**1,001,176**	2,297,837
Annual and periodic bonuses	**877,383**	3,450,000
	1,878,559	5,747,837

8 - Revenue, Net

	Three-month period ended 30 June		Six-month period ended 30 June	
	2026	2025	**2026**	2025
Vegetable Factory Sales	**19,365,778**	8,009,964	**29,031,074**	37,294,436
Pastry Sales	**4,538,682**	2,825,223	**12,786,879**	21,492,502
Food and Meat Factory Sales	**6,212,688**	1,476,066	**13,782,786**	12,210,531
Breakfast Cereal Factory Sales	**1,553,553**	1,368,359	**2,815,565**	2,951,797
Less:				
Cash Discounts to Customers	**(448,019)**	(3,030,648)	**(1,348,534)**	(3,774,807)
Returns of Damaged Goods	**(134,927)**	(228,713)	**(237,672)**	(261,065)
Discounts Allowed	**(6,770,726)**	(1,011,543)	**(9,631,586)**	(3,755,418)
	24,317,029	9,408,708	**47,198,512**	66,157,976

9 - Cost of revenue

	Three-month period ended 30 June		Six-month period ended 30 June	
	2026	2025	**2026**	2025
Cost of Goods Sold	**16,590,193**	4,947,364	**28,192,419**	35,879,791
Salaries, Wages and equivalents	**2,394,344**	3,081,347	**5,322,141**	6,321,436
Rents	**91,000**	644,694	**199,444**	740,706
Transportation and Freight Expenses	**28,900**	124,060	**28,900**	243,680
Insurance	**56,396**	50,909	**106,216**	101,817
Social Insurance Contributions	**64,713**	83,462	**111,745**	171,513
Fuel, Electricity and Water Expenses	**585,407**	2,518,692	**2,026,420**	5,633,703
Repairs and Maintenance	**448,398**	338,629	**801,207**	645,181
Hospitality and Cleaning	**492,787**	939,356	**919,258**	1,693,441
Medical Insurance and Healthcare	**107,616**	119,782	**235,876**	263,654
Other Direct Expenses	**616,460**	266,197	**898,840**	586,557
Professional consultancies	**-**	-	**42,200**	-
Depreciation of Right-of-Use Assets	**59,952**	59,952	**119,246**	119,246
Depreciation of Property and Equipment	**2,824,013**	1,679,688	**5,649,034**	3,354,448
Defined Employee Benefit Obligations	**92,517**	117,236	**209,895**	233,327
Reclassification of Idle Capacity Costs	**(4,444,670)**	(4,681,755)	**(8,384,361)**	(6,628,420)
	20,008,026	10,289,613	**36,478,480**	49,360,080

10 -(Loss) per share

The basic (loss) per share was calculated by dividing the net (loss) for the period by the weighted average number of shares outstanding during the period. The diluted (loss) per share is equal to the basic (loss) per share, as the Company has no convertible financial instruments or other potential dilutive instruments, as follows:

	For the six-month period ended 30 June 2026	For the six-month period ended 30 June 2025
Net (loss) / attributable to Company's Shareholders	**(33,290,997)**	(10,998,295)
Weighted average number of shares issued in SAR	**23,151,105**	23,151,105
Basic and diluted (loss) per share attributable to the Company's	**(1.44)**	(0.48)

11 -Segment information

The company's main activities consist of several sectors, including the manufacturing and sale of various types of pastries, the sale of vegetables, the production of breakfast cereals, and the manufacturing and sale of meat products. The company conducts its operations within the Kingdom of Saudi Arabia.

The following is a summary of key financial information for the main business segments for the six-month period ended June 30, 2026 (compared to the Six-month period ended June 30, 2025).

Interim statement of profit or loss for the period ended June 30, 2026 (unaudited)

	Pastries Sector	Vegetables Sector	Breakfast Cereal Sector	Meat Sector	Other activities	Total
Revenue, net	8,519,931	27,356,550	1,926,770	9,395,261	-	47,198,512
Cost of Revenue	(6,296,539)	(15,214,180)	(1,654,614)	(13,313,147)	-	(36,478,480)
Gross profit / (loss) for the period	**2,223,392**	**12,142,370**	**272,156**	**(3,917,886)**	**-**	**10,720,032**
Selling and marketing	(2,309,038)	(4,922,054)	(484,024)	(2,590,672)	-	(10,305,788)
General and administrative	(3,703,364)	(9,003,440)	(776,935)	(2,338,398)	-	(15,822,137)
Expected credit losses for accounts receivable	(878,611)	(2,821,123)	(198,697)	(968,881)	-	(4,867,312)
Inventory impairment	(656,861)	(417,026)	104,906	(1,015,911)	-	(1,984,892)
Net operating loss for the period	**(5,324,482)**	**(5,021,273)**	**(1,082,594)**	**(10,831,748)**	**-**	**(22,260,097)**
Loss from valuation of investments at fair value through profit or loss	-	-	-	-	(10,485,952)	(10,485,952)
Other income, net	101,593	326,204	22,975	112,033	-	562,805
Finance costs	(159,651)	(319,018)	(27,128)	(66,447)	-	(572,244)
Net (loss) for the period before zakat	**(5,382,540)**	**(5,014,087)**	**(1,086,747)**	**(10,786,162)**	**(10,485,952)**	**(32,755,488)**
Zakat expense	(96,666)	(310,384)	(21,861)	(106,598)	-	(535,509)
Net (loss) for the period	**(5,479,206)**	**(5,324,471)**	**(1,108,608)**	**(10,892,760)**	**(10,485,952)**	**(33,290,997)**

Interim statement of profit or loss for the period ended June 30, 2025 (unaudited)

	Pastries Sector	Vegetables Sector	Breakfast Cereal Sector	Meat Sector	Other activities	Total
Revenue, net	17,378,858	34,742,773	2,611,045	11,425,300	-	66,157,976
Cost of Revenue	(10,236,041)	(25,378,724)	(2,346,086)	(11,399,229)	-	(49,360,080)
Gross profit	**7,142,817**	**9,364,049**	**264,959**	**26,071**	**-**	**16,797,896**
Selling and marketing	(3,428,117)	(6,853,288)	(515,049)	(2,819,896)	-	(13,616,350)
General and administrative	(3,462,205)	(9,291,343)	(437,889)	(2,300,368)	-	(15,491,805)
Impairment of other debit balances	-	-	-	-	(52,102)	(52,102)
Expected credit losses for accounts receivable	(198,071)	(395,972)	(29,759)	(130,217)	-	(754,019)
Net operating profit / (loss)	**54,424**	**(7,176,554)**	**(717,738)**	**(5,224,410)**	**(52,102)**	**(13,116,380)**
Losses from valuation of biological assets at fair value	-	(2,312,433)	-	-	-	(2,312,433)
Gains from valuation of investments at fair value through profit or loss	-	-	-	-	4,805,917	4,805,917
Other income, net	141,535	282,950	21,265	111,180	-	556,930
Finance costs	(33,049)	(66,072)	(4,966)	(25,962)	-	(130,049)
Net profit / (loss) for the period before zakat	**162,910**	**(9,272,109)**	**(701,439)**	**(5,139,192)**	**4,753,815**	**(10,196,015)**
Zakat expense	(203,888)	(407,600)	(30,633)	(160,159)	-	(802,280)
Net profit / (loss) for the	**(40,978)**	**(9,679,709)**	**(732,072)**	**(5,299,351)**	**4,753,815**	**(10,998,295)**

12 -Fair Value

Fair value is the obligation for which an asset could be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction at the measurement date. Since the Company's financial statements are prepared under the historical cost principle differences may arise between the carrying amount and the fair value estimates. The Company's Management believes that the fair value of the Company's financial assets and liabilities approximates their carrying balances.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When measuring fair value, the Company uses observable market information whenever possible. Fair values are categorized into different levels in the fair value hierarchy based on the inputs used in the valuation methods as follows:

- Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices);
- Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If multiple inputs used to measure fair value are categorized into different levels of the fair value hierarchy, the Fair Value Measurement is categorized in its entirety in the level of the lowest level input that is significant to the entire measurement.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period when the change occurred. During the Period / Year, there were no transfers between Level 1 and Level 2 fair value measurements.

The Company's financial instruments are generally measured based on the historical cost principle, except for investments and financial derivatives, which are measured at fair value. Differences may arise between the carrying value and the estimated fair value. Management believes that the fair values of the company's financial assets and liabilities do not differ materially from their carrying values.

The financial assets measured at fair value are as follows:

Assets as of 30 June 2026	**Level 1**	**Level 2**	**Level 3**	**Total**
Investments at fair value through profit or loss	-	-	**6,520,117**	**6,520,117**
Investments at fair value through other comprehensive income	-	-	**500,396**	**500,396**
Total financial assets at fair value	-	-	**7,020,513**	**7,020,513**

Assets as of 31 December 2025	**Level 1**	**Level 2**	**Level 3**	**Total**
Investments at fair value through profit or loss	-	-	16,394,689	16,394,689
Investments at fair value through other comprehensive income	-	-	570,066	570,066
Total financial assets at fair value	-	-	16,964,755	16,964,755

13 -Subsequent Events

Management believes that there are no significant subsequent events occurring after 30 June 2026 and up to the date of approval of these financial information that would have a material effect on the financial statements as at 30 June 2026.

14 -Significant events

In March 2026, geopolitical instability in the Middle East escalated, which may have an impact on countries across the region. The Company's management continues to closely monitor these geopolitical developments and has concluded that these events represent significant events that do not require any adjustments to the condensed interim financial information. Although the Company's condensed interim statement of financial position has not been affected at present, management continues to assess the potential future impact of these developments on the Company's operations.

In addition, The Company's meat factory suspended its production operations from April 2026 until mid-June 2026 in order to complete the safety requirements and procedures mandated by the Saudi Food and Drug Authority. Production operations resumed after all the required requirements had been fulfilled

15 -Comparative figures

Certain comparative period figures have been reclassified to conform to the presentation of the current period, as follows:

	For the three-month period ended 30 June			For the six-month period ended 30 June		
	Balance before reclassification	Reclassification	Balance after reclassification	Balance before reclassification	Reclassification	Balance after reclassification
Revenue, net (A)	12,439,356	(3,030,648)	**9,408,708**	69,932,783	(3,774,807)	**66,157,976**
Selling and marketing expenses (A)	(9,946,781)	3,030,648	**(6,916,133)**	(17,391,157)	3,774,807	**(13,616,350)**
Cost of Revenue (B)	(14,971,368)	4,681,755	**(10,289,613)**	(55,988,500)	6,628,420	**(49,360,080)**
General and administrative expenses (B)	(4,738,931)	(4,681,755)	**(9,420,686)**	(8,863,385)	(6,628,420)	**(15,491,805)**

(A) Promotional discounts previously presented within Selling and Marketing Expenses have been reclassified as a reduction to Revenue, net, in accordance with IFRS 15 Revenue from Contracts with Customers, which requires that trade discounts and rebates granted to customers be presented as a deduction from transaction price rather than as an operating expense.

(B) Idle capacity costs (fixed overheads relating to idle capacity) previously included within Cost of Revenue have been reclassified to General and Administrative Expenses, based on the Company's actual production capacity utilization level. This presentation aligns with the nature of these costs, as they do not directly contribute to the production of inventory during the period and are therefore more appropriately classified within general and administrative expenses.

16 -Approval of financial statements

The interim condensed financial statements for the period ended June 30, 2026, were approved by the Company's Board of Directors on 28 Safar 1448 AH (corresponding to 11th August 2026).