Al Gassim Investment Holding Company
(A Listed Joint Stock Company)

Interim Condensed Financial Statements (Unaudited)
and Independent Auditor's Review Report
For the Three and Six Month Period Ended June 30, 2026

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Independent Auditor's Review Report

To the Shareholders
Al Gassim Investment Holding Company
(A Listed Joint Stock Company)
Buraydah, Kingdom of Saudi Arabia

Introduction

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

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements (2410), "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in the audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matters

The financial statements of the Company for the year ended December 31, 2025, were audited by another auditor, who expressed an unmodified opinion on those financial statements dated Shawwal 12, 1447H corresponding to March 31, 2026G. In addition, another auditor reviewed the Company's interim condensed financial statements for the three- and six-month periods ended June 30, 2025, and expressed an unmodified conclusion on those interim condensed financial statements on Safar 19, 1447H corresponding to August 13, 2025G.

Baker Tilly Professional Services

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Majed Munir Al-Nimr
(Certified Public Accountant - License No. 381)
Riyadh on Rabi' Al-Awwal 3, 1448H
Corresponding to August 16, 2026G

Al Gassim Investment Holding Company
(A Listed Joint Stock Company)

Interim Condensed statement of financial position
As At 30 June 2026
(All amounts are in Saudi Riyal, Unless otherwise stated)

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
ASSETS			
Non-current assets			
Property, plant, and equipment		**34,580,687**	34,989,662
Investment Properties	5	**123,491,380**	144,469,680
Financial assets at fair value through other comprehensive income	6	**20,275,617**	-
Financial assets at fair value through profit or loss	7	**22,979,765**	18,979,765
Installment sales contracts' debtors - non-current portion	8	**9,548,028**	10,311,084
Investment in finance lease contracts - non-current portion	9	**74,876,630**	80,860,598
		285,752,107	289,610,789
Current Assets			
Inventories		**34,808**	33,898
Trade receivables		**14,350**	14,350
Installment sales contracts' debtors – current portion	8	**513,586**	501,059
Investment in finance lease contracts – current portion	9	**4,027,597**	3,929,364
Prepayments and other receivables	10	**789,222**	3,481,677
Term deposits	11	**37,800,000**	100,644,000
Cash and cash equivalents		**45,221,420**	782,422
		88,400,983	109,386,770
Assets held for sale		**4,838,276**	4,838,276
		93,239,259	114,225,046
TOTAL ASSETS		**378,991,366**	403,835,835
EQUITY AND LIABILITIES			
Equity			
Share capital	12	**300,000,000**	300,000,000
Fair value reserve		**(310,338)**	-
Retained earnings		**11,364,348**	10,627,495
TOTAL EQUITY		**311,054,010**	310,627,495
Liabilities			
Non-current liabilities			
Employees' end of service benefits		**1,343,330**	1,148,372
Deferred revenue	5	**-**	20,978,300
		1,343,330	22,126,672
Current liabilities			
Stock sale surplus and unpaid dividends		**51,031,676**	51,048,236
Underwriting creditors		**1,365,535**	1,365,535
Trade payables		**718,032**	718,918
Accrued expenses and other payables	13	**4,102,093**	5,035,517
Zakat payable	14	**9,376,690**	12,913,462
		66,594,026	71,081,668
Total liabilities		**67,937,356**	93,208,340
TOTAL EQUITY AND LIABILITIES		**378,991,366**	403,835,835

Financial Manager **Chief Executive Officer** **Chairman of Board of Directors**

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

Al Gassim Investment Holding Company
(A Listed Joint Stock Company)

Interim Condensed statement of profit or loss and other comprehensive income (Unaudited)
For the Three and Six-Month Periods Ended June 30, 2026
(All amounts are in Saudi Riyal, Unless otherwise stated)

	Note	For the Three-month period ended		For the Six-month period ended	
		June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
Revenues	15	**1,852,923**	2,318,401	**3,705,844**	4,636,802
Cost of revenues		**(192,176)**	(329,392)	**(379,012)**	(752,480)
Gross profit		**1,660,747**	1,989,009	**3,326,832**	3,884,322
General and administrative expenses		**(1,381,660)**	(1,936,668)	**(2,853,739)**	(4,028,718)
Loss on disposal of assets held for sale		**-**	-	**-**	(3,470,335)
Expected credit losses		**-**	(412,738)	**-**	(825,475)
Profit (Loss) from operations		**279,087**	(360,397)	**473,093**	(4,440,206)
Dividend income from financial assets at FVTPL		**362,500**	187,500	**362,500**	615,180
Dividend income from financial assets at FVOCI		**116,704**	-	**116,704**	-
Other income		**586,298**	1,205,828	**1,634,556**	2,247,982
Profit (loss) for the period before Zakat		**1,344,589**	1,032,931	**2,586,853**	(1,577,044)
Zakat	14	**(925,000)**	(875,000)	**(1,850,000)**	(1,750,000)
Profit (loss) for the period		**419,589**	157,931	**736,853**	(3,327,044)
Other comprehensive income:					
Items that Will Not Be Subsequently Reclassified to Profit or Loss:					
Remeasurement from financial assets at FVOCI	6	**(310,338)**	-	**(310,338)**	-
Other comprehensive loss for the period		**(310,338)**	-	**(310,338)**	-
Total comprehensive income (loss) for the period		**109,251**	157,931	**426,515**	(3,327,044)
Basic and diluted profit (loss) per share	16	**0.014**	0.005	**0.025**	(0.111)

Financial Manager	**Chief Executive Officer**	**Chairman of Board of Directors**

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

Al Gassim Investment Holding Company
(A Listed Joint Stock Company)

Interim Condensed Statement of Changes in Equity
For the Six-Month Period Ended June 30, 2026
(All amounts are in Saudi Riyal, Unless otherwise stated)

	Share capital	Fair value reserve	Retained earnings	Total Equity
For the period ended June 30, 2026:				
As at January 1, 2026 (Audited)	**300,000,000**	**-**	**10,627,495**	**310,627,495**
Profit for the period	**-**	**-**	**736,853**	**736,853**
Other comprehensive loss for the period	**-**	**(310,338)**	**-**	**(310,338)**
Total comprehensive income for the period	**-**	**(310,338)**	**736,853**	**426,515**
As at June 30, 2026 (Unaudited)	**300,000,000**	**(310,338)**	**11,364,348**	**311,054,010**
For the period ended June 30, 2025:				
As at January 1, 2025 (Audited)	300,000,000	-	6,658,901	306,658,901
Loss for the period	-	-	(3,327,044)	(3,327,044)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	-	-	(3,327,044)	(3,327,044)
As at June 30, 2025 (Unaudited)	300,000,000	-	3,331,857	303,331,857

Financial Manager **Chief Executive Officer** **Chairman of Board of Directors**

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

Al Gassim Investment Holding Company
(A Listed Joint Stock Company)

Interim Condensed Statement of Cash Flows (Unaudited)
For the Six-Month Period Ended June 30, 2026
(All amounts are in Saudi Riyal, Unless otherwise stated)

	June 30, 2026	June 30, 2025
Operating activities		
Profit (loss) for the period before Zakat	**2,586,853**	(1,577,044)
Adjustments for non-cash items:		
Depreciation of property, plant and equipment	**408,975**	671,544
Depreciation of investment properties	-	7,783
Dividend income from financial assets at FVTPL	**(362,500)**	(615,180)
Dividend income from financial assets at FVOCI	**(116,704)**	-
Expected credit losses	-	825,475
Interest income from installment sales	**(249,471)**	(261,400)
Interest income from finance lease	**(1,956,373)**	(2,875,402)
Employees' end of service benefits incurred	**254,994**	289,435
Loss on disposal of assets held for sale	-	3,470,335
Changes in working capital items:		
Inventories	**(910)**	(660)
Trade receivables	-	(600)
Prepayments and other receivables	**2,729,955**	1,296,081
Trade payables	**(886)**	4,607
Accrued expenses and other payables	**(933,424)**	1,352,660
Cash from operations	**2,360,509**	2,587,634
Zakat paid	**(5,386,772)**	(4,215,011)
Employees' defined benefits obligation paid	**(60,036)**	(49,366)
Net cash used in operating activities	**(3,086,299)**	(1,676,743)
Investing activities		
Proceeds from investment in finance leases	**7,842,108**	7,842,108
Proceeds from installment sale Receivables	**1,000,000**	1,000,000
Proceeds from sale of assets held for sale	-	10,000,000
Change in term deposits	**62,844,000**	(14,200,001)
Additions to financial assets at FVOCI	**(20,585,955)**	-
Additions to financial assets at FVTPL	**(4,000,000)**	-
Proceeds from dividends from FVTPL	**325,000**	241,920
Proceeds from dividends from FVOCI	**116,704**	-
Additions to property, plant and equipment	-	(1,350)
Net cash generated from investing activities	**47,541,857**	4,882,677
Financing activities		
Payment of stock sale surplus and unpaid profits	**(16,560)**	(24,581)
Net cash flows used in financing activities	**(16,560)**	(24,581)
Net changes in cash and cash equivalents during the period	**44,438,998**	3,181,353
Cash and cash equivalents as at January 1,	**782,422**	2,402,337
Cash and cash equivalents at the end of the period	**45,221,420**	5,583,690
Non-cash transactions:		
Disposal of deferred revenue related to investment properties	**20,978,300**	3,209,479

Financial Manager	**Chief Executive**	**Chairman of Board of Directors**

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

1. ORGANIZATION AND ACTIVITY

Al Gassim Investment Holding Company ("The Company") is a Saudi Listed joint stock Company registered in the city of Buraidah in the Kingdom of Saudi Arabia under the Commercial Registry No. 1131006443 and national unified number 7000537758 issued on Muharram 10, 1406H (corresponding to September 25, 1985G).

The Company's registered address is Building No. 7756, King Fahd Road, Al-Fayiziyah District, Buraidah 52383, Kingdom of Saudi Arabia.

The Company's main activities include managing the subsidiaries of holding companies.

2. BASIS OF PREPARATION OF INTERIM CONDENSED FINANCIAL STATEMENT

These interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia. These interim condensed financial statements do not include all the information required to prepare a complete set of financial statements prepared in accordance with International Financial Reporting Standards. These interim condensed financial statements should be read along with the Company's financial statements for the previous year ended on December 31, 2025.

The interim period is considered an integral part of the full fiscal year; however, interim operating results may not fairly indicate full-year results.

General Considerations

The condensed interim financial statements have been prepared on a historical cost basis, except for financial assets measured at fair value.

The interim condensed financial statements are presented in Saudi Riyals, which is also the functional currency of the Company, and all values are rounded to the nearest Riyal (SR), except when otherwise indicated.

3. CHANGES IN ACCOUNTING POLICIES AND NEW STANDARDS

The accounting policies and calculation methods applied in preparing interim condensed financial statements for the year ended December 31, 2025, are consistent with those applied in preparing the Company's financial statements, except for the application of new amendments that became effective on January 1, 2026. The Company has not adopted any other standards, interpretations, or amendments that have been issued but are not yet effective. A number of new standards and amendments to International Financial Reporting Standards became effective as at January 1, 2026. None of these standards or amendments impacted the Company's interim condensed financial statements.

New Standards, Amendments to Standards and Interpretations

The new standards, amendments to standards and interpretations disclosed in the Company's financial statements for the year ended December 31, 2025, remain unchanged.

3. CHANGES IN ACCOUNTING POLICIES AND NEW STANDARDS (Continued)

New Standards, Amendments to Standards and Interpretations (Continued)

Potential Impact of the Adoption of IFRS 18

IFRS 18, Presentation and Disclosure in Financial Statements, is the new standard on presentation and disclosure in financial statements and replaces IAS 1, Presentation of Financial Statements, with a particular focus on improvements to the statement of profit or loss. The key new concepts introduced by IFRS 18 include:

- A structured statement of profit or loss through the introduction of specified subtotals;
- A requirement to determine the most useful structured summary for presenting expenses in the statement of profit or loss, including the classification of income and expenses into operating, investing, financing, income tax and discontinued operations categories;
- Disclosure requirements within a single note to the financial statements for certain profit or loss performance measures disclosed outside the Company's financial statements (i.e., management-defined performance measures); and
- Enhanced principles for aggregation and disaggregation applicable to the primary financial statements and notes generally.

The adoption of IFRS 18 is not expected to affect the Company's reported net profit, total comprehensive income or equity. Its impact is expected to be limited to changes in the presentation and disclosure of information in the financial statements.

On June 29, 2026, the Capital Market Authority ("CMA") announced that listed companies on the Saudi Exchange (Tadawul) are permitted to early adopt IFRS 18, Presentation and Disclosure in Financial Statements. Mandatory application of IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027. The CMA's announcement also requires listed companies to disclose a preliminary assessment of the expected impact of the initial application of IFRS 18 in their approved interim and annual financial statements for periods beginning on or after April 1, 2026. Accordingly, the Company has performed a preliminary assessment of the expected impact of adopting IFRS 18, as presented below.

The Company has not early adopted IFRS 18 in the preparation of these interim condensed financial statements. The Company has developed a transition plan and is preparing its first IFRS 18-compliant interim condensed financial statements for the period ending March 31, 2027, and its first IFRS 18-compliant annual financial statements for the year ending December 31, 2027. The Company expects to determine that its specified main business activity is providing financing to customers and investing in assets, in accordance with the requirements of IFRS 18. The Company has performed a preliminary impact assessment to determine the appropriate classification of items within the statement of profit or loss in accordance with IFRS 18. It expects to make the following changes to the presentation and disclosure of its financial statements upon adoption of IFRS 18:

Structure of the Statement of Profit or Loss

The Company will present the two new required subtotals, "Operating Profit or Loss" and "Profit or Loss Before Financing and Income Taxes", in the statement of profit or loss.

Because the Company's main business activity is providing financing to customers and investing in assets, related income and expenses will be classified within the operating category. Accordingly, operating lease income, interest income from finance leases, interest income from installment sales, net gains and losses arising from impairment/reversal of impairment of investment properties, gains or losses on derecognition of investment properties, and other related income and expenses will be classified within the operating category.

3. CHANGES IN ACCOUNTING POLICIES AND NEW STANDARDS (Continued)

New Standards, Amendments to Standards and Interpretations (Continued)

Potential Impact of the Adoption of IFRS 18 (Continued)

The Company will classify gains or losses arising from the remeasurement of financial assets measured at fair value through profit or loss (FVTPL), as well as dividend income from financial assets measured at FVTPL, within the investing category, as these investments are separate from the Company's investment properties, do not form part of its specified main business activity, and generate returns largely independently and individually. Accordingly, the related income and expenses will be classified within the investing category.

The Company will also disaggregate "Other Income" between the operating and investing categories. Income from short-term Murabaha deposits will be classified within the investing category, while the remaining components of other income will continue to be classified within the operating category.

In addition, the net financing cost related to employee benefit obligations (currently presented outside finance costs) will be presented within the financing category.

Management-Defined Performance Measures (MPMs)

The Company is currently evaluating the public communications that should be considered in identifying Management-defined Performance Measures (MPMs). MPMs relate to the same reporting period as the financial statements. Accordingly, the MPMs to be disclosed by the Company following the adoption of IFRS 18 will be determined based on the Company's public communications relating to the first reporting period of 2027. The Company will provide the related disclosures in the notes to the financial statements in accordance with the requirements of IFRS 18.

Principles of Aggregation and Disaggregation

The enhanced aggregation and disaggregation principles introduced by IFRS 18 are expected to change how items are presented and grouped in the financial statements. These requirements are intended to improve transparency by ensuring that material information is presented separately and that dissimilar items are not obscured through aggregation. The Company also expects to revise certain item descriptions currently used in the financial statements to enhance clarity and consistency in line with the objectives of IFRS 18. The Company is currently assessing whether items presently included under the caption "Others" within the notes to Cost of Revenue and General and Administrative Expenses should be presented under more useful and descriptive captions in accordance with the requirements of IFRS 18. Additional information will be disclosed in the notes to the financial statements, where necessary.

Consequential Amendments

IFRS 18 introduces consequential amendments to IAS 7, Statement of Cash Flows, requiring entities to use the newly defined subtotal "Operating Profit or Loss" as the starting point for reconciling operating cash flows under the indirect method. The Company currently uses "Net Profit Before Zakat" as the starting point for this reconciliation. Accordingly, the reconciliation of operating cash flows will be revised to reflect the new required subtotal, "Operating Profit or Loss", upon the adoption of IFRS 18.

The Company is also evaluating the requirements relating to comparative information and retrospective application upon the implementation of IFRS 18.

The assessment described above is preliminary and is based on the information available as of the reporting date. The Company continues to assess the impact of IFRS 18 on its financial statements, related disclosures and reporting processes. Accordingly, the assessment of the impact, including the classification and presentation of items within the financial statements, may change as the Company progresses with its IFRS 18 implementation activities.

(All amounts are in Saudi Riyal, Unless otherwise stated)

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The Company makes certain judgments, estimates and assumptions concerning the future. The Company evaluates judgments, estimates and assumptions on an ongoing basis. They are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may, however, differ from these judgments, estimates and assumptions in the future. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those applied in preparing the Company's financial statements for the year ended December 31, 2025.

5. INVESTMENT PROPERTIES

	June 30, 2026	December 31, 2025
	Unaudited	Audited
Cost:		
As at January 1	**162,297,121**	165,901,046
Disposals *	**(20,978,300)**	(3,603,925)
As at the end of the period/year	**141,318,821**	162,297,121
Accumulated Depreciation and Impairment:		
As at January 1	**17,827,441**	19,539,054
Depreciation charged for the period/year	**-**	7,783
Reversal of impairment losses during the period/year	**-**	(1,324,950)
Disposals	**-**	(394,446)
As at the end of the period/year	**17,827,441**	17,827,441
Net book value at the end of the period/year	**123,491,380**	144,469,680

Al Ofuq Land and Shri Land represent the investment properties.

* On April 21, 2026, the Company received the Administrative Court's decision rejecting the Company's appeal in its legal dispute with the Ministry of Environment, Water and Agriculture regarding ownership of the remaining portion of the land reclaimed by the Company in previous years. Accordingly, the Company decided to derecognize the deferred grant and reduce the carrying value of the investment properties by the same amount.

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVOCI)

These investments represent equity instruments in listed companies for which quoted market prices are available in an active market.

	June 30, 2026	December 31, 2025
	Unaudited	Audited
As at January 1	**-**	-
Additions	**20,585,955**	-
Revaluation losses	**(310,338)**	-
As at the end of the period/year	**20,275,617**	-

Dividend income from these investments amounted to SR 166,704 during the six months ended June 30, 2026 (June 30, 2025: Nil).

(All amounts are in Saudi Riyal, Unless otherwise stated)

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

These investments represent equity instruments in unlisted companies for which quoted market prices are not available, and there is no active market. The Company's management does not expect any significant change in the estimated fair value during the period.

	June 30, 2026	December 31, 2025
	Unaudited	Audited
As at January 1	**18,979,765**	18,230,223
Additions	**4,000,000**	-
Revaluation profit	**-**	749,542
As at the end of the period/year	**22,979,765**	18,979,765

Dividend income from these investments amounted to SR 362,500 during the six months ended June 30, 2026 (June 30, 2025: SR 615,180).

Management expects to hold these financial assets for the coming years and has no intention of disposing of them within 12 months after the reporting date. Accordingly, they have been classified as non-current assets.

8. INSTALLMENT SALES CONTRACTS' DEBTORS

	June 30, 2026	December 31, 2025
	Unaudited	Audited
As at January 1	**10,812,143**	11,289,343
Interest income from installment sales during the period/year	**249,471**	522,800
Collections during the period/year	**(1,000,000)**	(1,000,000)
As at the end of the period/year	**10,061,614**	10,812,143
Non-current portion	**9,548,028**	10,311,084
current portion	**513,586**	501,059

9. INVESTMENT IN FINANCE LEASE CONTRACTS

	June 30, 2026	December 31, 2025
	Unaudited	Audited
As at January 1	**118,933,577**	124,182,772
Interest income from finance lease during the period/year	**1,956,373**	5,750,805
Collections during the period/year	**(7,842,108)**	(7,842,108)
Transfer to trade receivables during the period/year	**-**	(3,157,892)
	113,047,842	118,933,577
Less: provision for expected credit loss	**(34,143,615)**	(34,143,615)
Net investment in finance lease contracts	**78,904,227**	84,789,962
Non-current portion	**74,876,630**	80,860,598
current portion	**4,027,597**	3,929,364

(All amounts are in Saudi Riyal, Unless otherwise stated)

9. INVESTMENT IN FINANCE LEASE CONTRACTS (Continued)

The movement in the provision of expected credit loss allowance during the period/year is as follows:

	June 30, 2026	December 31, 2025
	Unaudited	Audited
As at January 1	**34,143,615**	35,650,558
Charged for the period/year	**-**	1,650,949
Transfer to trade receivables for the period/year	**-**	(3,157,892)
As at the end of the period/year	**34,143,615**	34,143,615

10. PREPAYMENTS AND OTHER RECEIVABLES

	June 30, 2026	December 31, 2025
	Unaudited	Audited
Prepaid expenses	**296,408**	267,950
Advances to suppliers	**112,988**	112,988
Income from Murabaha - Term Deposits	**111,573**	2,526,575
Employees receivables	**33,785**	4,579
Value added tax	**24,240**	396,857
Other debit balances	**215,228**	177,728
	794,222	3,486,677
Less: Impairment provision	**(5,000)**	(5,000)
	789,222	3,481,677

11. TERM DEPOSITS

The balance of short-term Murabaha deposits amounted to SR 37,800,000 as at June 30, 2026 (December 31, 2025: SR 100,644,000). These deposits were held with commercial banks and earned returns in accordance with prevailing market rates. Murabaha returns earned from these deposits amounted to SR 1,434,113 during the six months ended June 30, 2026 (June 30, 2025: SR 2,245,022).

12. SHARE CAPITAL

The Company's issued and paid share capital is SR 300 million (2025: SR 300 million) fully paid and divided into 30 million equal shares at SR 10 per share.

13. ACCRUED EXPENSES AND OTHER CREDIT BALANCES

	June 30, 2026	December 31, 2025
	Unaudited	Audited
Deferred income from operating lease	**2,000,000**	500,000
Employee payables	**1,086,405**	1,301,088
Accrued board of directors' and board committee attendance remuneration	**307,123**	388,623
Advances from customers	**142,413**	142,416
Accrued expenses	**121,675**	539,783
Accrued board of directors' remuneration	**-**	1,685,410
Other credit balances	**444,477**	478,197
	4,102,093	5,035,517

(All amounts are in Saudi Riyal, Unless otherwise stated)

14. ZAKAT PAYABLE

Basis for Zakat

The Company is subject to Zakat at 2.58% of the zakat base. The significant components of the zakat base under zakat collection regulations principally comprise equity and its equivalents; certain liabilities capped to assets deducted from the zakat base; and the difference between adjusted profit and accounting profit, less a deduction for certain assets. The zakat base is confined between equity and its equivalents as a ceiling and as a floor, the lesser of un-deducted assets plus the difference between adjusted profit and accounting profit on one hand, and adjusted profit on the other.

The movement of Zakat payable for the period/year is as follows:

	June 30, 2026	December 31, 2025
	Unaudited	Audited
As at January 1,	**12,913,462**	23,738,393
Charged for the period/year	**1,850,000**	3,789,670
Reversal of Zakat Provision for prior periods	**-**	(6,210,670)
Paid	**(5,386,772)**	(8,403,931)
As at the end of the period/year	**9,376,690**	12,913,462

Status of Zakat Certificates and Assessments

The Company submitted its Zakat return and obtained Zakat certificates for all years up to 2025. The Company has finalized its Zakat assessments through 2024. A provision of SR 5,567,452 has been recognized for these Zakat assessments and is currently being settled with the Zakat, Tax and Customs Authority (ZATCA). The 2025 Zakat return remains under review by ZATCA.

15. REVENUES

	June 30, 2026	June 30, 2025
	Unaudited	Audited
Finance lease interest	**1,956,373**	2,875,402
Operating lease income	**1,500,000**	1,500,000
Installment sales contracts' debtors Interest	**249,471**	261,400
	3,705,844	4,636,802

16. EARNINGS PER SHARE

Basic profit (loss) per share are calculated by dividing the net profit (loss) of the period by the weighted average number of ordinary shares outstanding as at the reporting date, amounting to 30,000,000 shares.

	For the three months ended June 30,		**For the six months ended June 30,**	
	2026	2025	**2026**	2025
	Unaudited	Audited	**Unaudited**	Audited
Profit (Loss) for the period	**419,589**	157,931	**736,853**	(3,327,044)
Number of ordinary shares	**30,000,000**	30,000,000	**30,000,000**	30,000,000
Basic and diluted profit (loss) per share	**0.014**	0.005	**0.025**	(0.111)

(All amounts are in Saudi Riyal, Unless otherwise stated)

17. TRANSACTIONS WITH RELATED PARTIES

The Company had no transactions with related parties during the six-month periods ended June 30, 2026, and June 30, 2025.

The benefits of key management personnel are represented by the following:

	For the three months ended June 30,		For the six months ended June 30,	
	2026	2025	**2026**	2025
	Unaudited	Audited	**Unaudited**	Audited
Short-term employees' benefits	**275,232**	388,431	**550,464**	759,201
Remuneration for BOD and committees	**100,500**	211,500	**179,500**	391,500
Employees' termination benefits	**22,938**	13,518	**45,876**	28,644
	398,670	613,449	**775,840**	1,179,345

18. FAIR VALUES AND RISK MANAGEMENT OF FINANCIAL INSTRUMENTS

18-1 Fair value measurements of financial instruments

The table below shows carrying amounts and fair values of financial assets and liabilities except cash and cash equivalents, including their levels in the fair value hierarchy. They do not include fair value information for financial assets and liabilities not measured at fair value when the carrying amount reasonably approximates fair value.

		Fair value hierarchy		
	Fair value	**Level 1**	**Level 2**	**Level 3**
As at June 30, 2026: (Unaudited)				
Financial assets				
Financial assets at FVOCI	**20,275,617**	**20,275,617**	-	-
Financial assets at FVTPL	**22,979,765**	-	-	**22,979,765**
	43,255,382	**20,275,617**	-	**22,979,765**
As at December 31, 2025: (Audited)				
Financial assets				
Financial assets at FVTPL	18,979,765	-	-	18,979,765
	18,979,765	-	-	18,979,765

18-2 Risk Management of Financial Instruments

The risk management policies for financial instruments during the period have not changed from those followed by management during the year ended December 31, 2025.

19. SEGMENT INFORMATION

The Company has one business sector mainly represented in leasing investment properties and property, plant, and equipment. The Company operates in one geographical sector, based in the Kingdom of Saudi Arabia.

(All amounts are in Saudi Riyal, Unless otherwise stated)

20. COMPARATIVE FIGURES

Certain comparative figures for the previous period have been reclassified to conform to the current period presentation. These reclassifications had no impact on equity or net profit for the previous period.

The following table shows the reclassification made to the comparative figures in the statement of financial position as at December 31, 2025:

	December 31, 2025 (Before classification)	Reclassification	December 31, 2025 (After classification)
Term deposits	-	100,644,000	100,644,000
Cash and cash equivalents	101,426,422	(100,644,000)	782,422

Time deposits have been presented as a separate line item from cash and cash equivalents, as the original maturity of these deposits exceeds 90 days.

21. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The Company's Board of Directors has approved the interim condensed financial statements on Safar 28, 1448H (corresponding to August 11, 2026G).