

AI-SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT**

FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED 30 JUNE 2025

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

TO THE SHAREHOLDERS OF AL SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
JOINT STOCK COMPANY
RIYADH, KINGDOM OF SAUDI ARABIA

(1 /1)

INTRODUCTION

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Saif Stores for Development and Investment Company (the "Company") and its subsidiaries (together "the Group") as at 30 June 2025 and the related interim condensed consolidated statement of comprehensive income for the three-month and six-month period then ended, and the interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended and a summary of material 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 Standard on Review Engagement 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 consolidated 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 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.

EMPHASIS OF MATTER

We draw attention to note 5.1 to the interim condensed consolidated financial statements, which describes the detail of certain related party transactions with board of director during the financial year ended 31 December 2024, which have been disapproved by the General Assembly in their meeting dated 30 June 2025. Our conclusion is not modified in respect of this matter.

For PKF Al Bassam
Chartered Accountants



Ahmed Mohandis
Certified Public Accountant
License No. 477
Riyadh: 5 Safar 1447H
Corresponding to: 30 July 2025

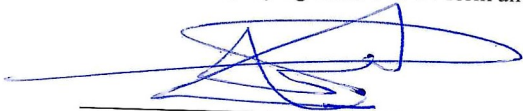


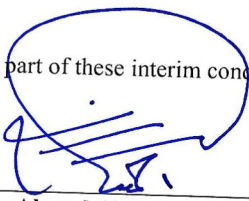
AI-SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025
(All amounts in Saudi Riyals unless otherwise stated)

	Note	30 June 2025 (Unaudited)	31 December 2024 (Audited)
ASSETS			
Non-current assets			
Property and equipment, net		165,813,884	172,418,574
Right-of-use assets, net		196,064,781	174,531,393
Intangible, net		1,001,187	1,200,402
Total non-current assets		362,879,852	348,150,369
Current assets			
Inventories, net		365,337,551	282,746,598
Trade receivables, net		5,400,914	6,646,552
Prepayments and other receivables		47,908,112	35,066,488
Due from related parties	5	24,871	-
Cash and cash equivalents		13,683,704	68,422,738
Total current assets		432,355,152	392,882,376
Total assets		795,235,004	741,032,745
Equity			
Share capital		350,000,000	350,000,000
Additional capital contribution		156,431	156,431
Statutory reserve		5,100	5,100
Retained earnings		125,664,836	89,049,599
Total equity		475,826,367	439,211,130
Liabilities			
Non-current liabilities			
Long-term lease liabilities		166,759,619	147,648,164
Provision for employees' post-employment benefits		11,550,751	11,119,073
Total non-current liabilities		178,310,370	158,767,237
Current liabilities			
Short-term lease liabilities		31,069,831	27,090,616
Short term loan	6	37,333,989	65,350,019
Trade payables		35,478,952	27,540,380
Due to related parties	5	8,702,929	-
Accruals and other payables		17,206,331	15,767,128
Dividends payable		23,752	23,752
Zakat provision	7	11,282,483	7,282,483
Total current liabilities		141,098,267	143,054,378
Total liabilities		319,408,637	301,821,615
Total equity and liabilities		795,235,004	741,032,745
Contingencies and Commitments			
	8		

The accompanying notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.


Suleiman bin Muhammad Alsaif
Chairman


Ahmed Al-Sultan
Chief Executive Officer

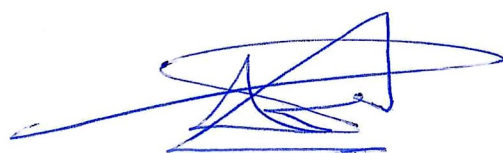

Motaz Al Ashqar
Financial Manager

AL-SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

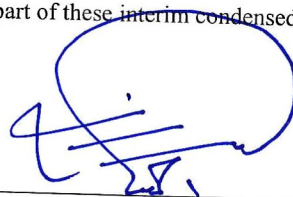
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED 30 JUNE 2025
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended		For the six-month period ended	
		30 June 2025 (Unaudited)	30 June 2024 (Unaudited) Restated (Note 12)	30 June 2025 (Unaudited)	30 June 2024 (Unaudited) Restated (Note 12)
Revenue	9	133,506,065	123,177,916	362,761,426	393,189,654
Cost of revenue		(107,538,031)	(103,570,620)	(268,973,123)	(307,180,251)
Gross profit		25,968,034	19,607,296	93,788,303	86,009,403
Selling and distribution expenses		(11,502,361)	(11,313,820)	(28,469,886)	(30,148,353)
General and administrative expenses		(10,343,893)	(7,837,073)	(23,255,306)	(18,847,143)
Operating profit		4,121,780	456,403	42,063,111	37,013,907
Finance costs		(2,438,129)	(5,200,052)	(5,005,346)	(11,536,330)
Other income, net		1,760,094	1,397,923	3,476,243	3,895,870
Gain on disposal or revaluation of financial assets at FVTPL		30,733	-	101,931	-
Net profit / (loss) for the period before zakat		3,474,478	(3,345,726)	40,635,939	29,373,447
Zakat expense	7	(2,020,702)	(1,500,000)	(4,020,702)	(3,000,000)
Net profit / (loss) for the period		1,453,776	(4,845,726)	36,615,237	26,373,447
Other comprehensive income		-	-	-	-
Total comprehensive income / (loss) for the period		1,453,776	(4,845,726)	36,615,237	26,373,447
Basic and diluted earnings / (loss) per share (Saudi Riyals)	10	0.01	(0.01)	0.10	0.08

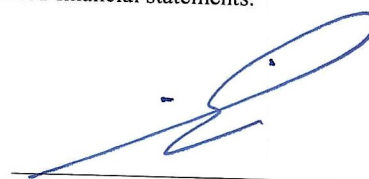
The accompanying notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



Suleiman bin Muhammad Alsaif
Chairman



Ahmed Al-Sultan
Chief Executive Officer



Motaz Al Ashqar
Financial Manager

AI-SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

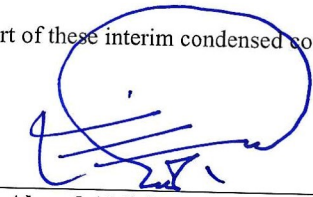
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

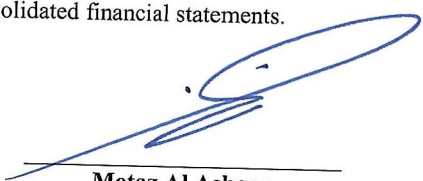
(All amounts in Saudi Riyals unless otherwise stated)

Note	Share capital	Additional capital contribution	Statutory reserve	Retained earnings	Total
Balance as of 1 January 2024 (Audited)	350,000,000	156,431	5,100	52,391,171	402,552,702
Net profit for the period	-	-	-	26,373,447	26,373,447
Other comprehensive income	-	-	-	-	-
Total Comprehensive Income	-	-	-	26,373,447	26,373,447
Balance as of 30 June 2024 (Unaudited)	<u>350,000,000</u>	<u>156,431</u>	<u>5,100</u>	<u>78,764,618</u>	<u>428,926,149</u>
Balance as of 1 January 2025 (Audited)	350,000,000	156,431	5,100	89,049,599	439,211,130
Net profit for the period	-	-	-	36,615,237	36,615,237
Other comprehensive income	-	-	-	-	-
Total Comprehensive Income	-	-	-	36,615,237	36,615,237
Balance as of 30 June 2025 (Unaudited)	<u>350,000,000</u>	<u>156,431</u>	<u>5,100</u>	<u>125,664,836</u>	<u>475,826,367</u>

The accompanying notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.


Suleiman bin Muhammad Alsaif
Chairman


Ahmed Al-Sultan
Chief Executive Officer

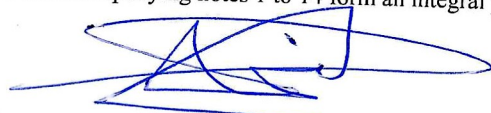

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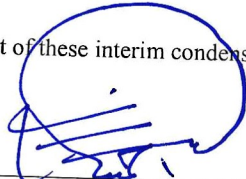
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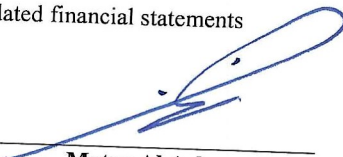
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the Six-month period ended 30 June 2025	30 June 2024
CASH FLOW FROM OPERATING ACTIVITIES			
Net profit for the period before zakat		40,635,939	29,373,447
<i>Adjustments for:</i>			
Depreciation of property and equipment		11,045,273	10,239,060
Amortization of intangible		199,215	194,653
Depreciation of right-of-use assets		17,084,749	16,181,842
Gains on sale of financial assets at FVTPL		(101,931)	-
Provision for expected credit losses		1,333,185	-
Provision for slow-moving goods		1,414,035	-
Gain on modification of lease		(2,020,330)	(271,077)
Provision for employees' post-employment benefits		828,767	780,170
Loss on disposal of property and equipment		-	236,611
Finance costs		5,005,346	11,536,330
		<u>75,424,248</u>	<u>68,271,036</u>
Changes in operating assets and liabilities:			
Trade receivables, net		(87,547)	2,278,128
Inventories, net		(84,004,988)	4,824,858
Prepayments and other receivables		(12,841,624)	9,009,728
Due from related parties		(24,871)	(2,101)
Due to related parties		8,702,929	24,138,437
Trade payables		7,938,572	(5,084,432)
Accruals and other payables		2,100,397	(5,656,124)
		<u>(2,792,884)</u>	<u>97,779,530</u>
Employees' benefits paid		(397,089)	(1,311,730)
Zakat paid		(20,702)	-
Net cash flows (used in) / generated from operating activities		<u>(3,210,675)</u>	<u>96,467,800</u>
Cash flow from investing activities			
Addition of property and equipment		(4,440,583)	(19,101,992)
Addition to intangible assets		-	(108,183)
Purchase of financial assets at FVTPL		(67,526,016)	-
Proceeds from sale financial assets at FVTPL		67,627,947	-
Net cash flows used in investing activities		<u>(4,338,652)</u>	<u>(19,210,175)</u>
Cash flows from financing activities			
Dividends paid		-	(11,123)
Lease liabilities paid		(17,536,915)	(20,012,976)
Finance cost paid		(1,636,762)	(5,006,242)
Repayments of short-term loans	6	(68,786,327)	(231,309,156)
Proceeds from short term loans	6	40,770,297	166,492,484
Net cash flows used in financing activities		<u>(47,189,707)</u>	<u>(89,847,013)</u>
Net change in cash and cash equivalents		(54,739,034)	(12,589,388)
Cash and cash equivalents at beginning of period		<u>68,422,738</u>	<u>24,148,671</u>
Cash and cash equivalents at end of the period		<u>13,683,704</u>	<u>11,559,283</u>
Non-cash transactions			
Increase in right of use assets and lease liabilities		39,351,124	8,391,384
Lease modification in right of use asset		(732,991)	40,477,750
Lease modification in lease liabilities		(2,753,320)	40,748,827

The accompanying notes 1 to 14 form an integral part of these interim condensed consolidated financial statements


Suleiman bin Muhammad Alsaif
Chairman


Ahmed Al-Sultan
Chief Executive Officer


Motaz Al Ashqar
Financial Manager

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**
(All amounts in Saudi Riyals unless otherwise stated)

1. THE COMPANY, ITS SUBSIDIARIES AND ITS BUSINESS ACTIVITIES

Al-Saif Stores Development and Investment Company (“the Company”) and its subsidiaries (together “the Group”) is a Saudi Closed Joint-Stock Company which was in accordance with the Companies Law in the Kingdom of Saudi Arabia under Commercial Registration no. 1010111193 issued in Riyadh on 18 Dhu al-Hajah 1413H corresponding to 09 September 1993. The Company was converted from a limited liability company to a closed joint stock company on 23 Muharram 1436H corresponding to 16 November 2014 as per the approval of the Ministry of Commerce and Industry No. 322 /s. On 07 Muharram 1445H corresponding to 25 July 2023 as per the approval of the Capital Market Authority (CMA), the status of the Company has been changed to Joint Stock Company.

The principle activity of the Group is the sale and import of household utensils, wholesale and retail trade in household utensils, electrical appliances, cleaning supplies, general contracting activity, construction, repair, restoration and demolition of buildings and public construction of road works, water and sewage works, dams, drilling wells, maintenance and operation of electrical, mechanical and electronic installations, landscaping and blacksmithing, carpentry, aluminum, decoration, gypsum, decoration, maintenance and cleaning works, management and operation of cities, utilities, buildings and public and private facilities, buying and owning real estate and lands to construct buildings on them.

As at 30 June 2025, the total number of branches leased by the Group reached 73 (31 December 2024: 73), operating in the Kingdom of Saudi Arabia, the United Arab Emirates, Kuwait and the Sultanate of Oman and Qatar under the trademark of “Al Saif Gallery”.

Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable are taken into account. Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Company obtains control, and continue to be consolidated until the date that such control ceases. The Group manages business through the following subsidiaries:

Name of subsidiaries	Location	% of shareholding	
		30 June 2025	31 December 2024
Al Saif Gallery Trading	United Arab Emirates	100%	100%
Al Saif Gallery Kuwait	Kuwait	100%	100%
Al Saif Gallery Oman	Sultanate of Oman	100%	100%
Al Saif Gallery Qatar	Qatar	100%	100%

The head office of the Company is located at P.O. Box 10448, Riyadh 11626, Kingdom of Saudi Arabia.
The following are the branches of the Group:

C.R. Name	C.R No.	City
Al-Saif Stores Development and Investment Company	1010111193	Riyadh
Branch of Al-Saif Stores Development and Investment Company	1010214481	Riyadh
Branch of Al-Saif Stores Development and Investment Company	2511020642	Hafer Al-Batin
Branch of Al-Saif Stores Development and Investment Company	3400017715	Skaka
Al-Saif Household Utensils, Branch of Al-Saif Stores Development and Investment Company	5855064177	Khamis Mushet
Branch of Al-Saif Stores Development and Investment Company	5950028436	Najran
Branch of Al-Saif Stores Development and Investment Company	2052002130	Dhahran
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development and Investment Company	5900029071	Jazan
Al-Saif Gallery for Household Utensils, Branch of Al-Saif Stores Development and Investment Company	4030088383	Makkah
Branch of Al-Saif Stores Development and Investment Company	3350038998	Hail
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development, and Investment Company	5851008216	Bisha
Branch of Al-Saif Stores Development and Investment Company	2050089147	Dammam
Branch of Al-Saif Stores Development and Investment Company	2251051049	Houff

AL-SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**
(All amounts in Saudi Riyals unless otherwise stated)

1. ORGANIZATION AND ACTIVITY (CONTINUED)

The branches of the Group (continued):

Branch of Al-Saif Stores Development and Investment Company	3550035969	Tabuk
Branch of Al-Saif Stores Development and Investment Company	1011023345	Kharj
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development and Investment Company	4032047578	Taif
Al-Saif Gallery Trading CO., Branch of Al-Saif Stores Development and Investment Company	4650078386	Medina
Branch of Al-Saif Stores Development and Investment Company	1130050364	Buraydah
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development and Investment Company	4030280833	Jedda
Branch of Al-Saif Stores Development and Investment Company	5850069251	Abha
Branch of Al-Saif Stores Development and Investment Company	2057009162	Khafji
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development and Investment Company	4700020176	Yanbu
Al-Saif Hall for household utensils, Branch of Al-Saif Stores Development and Investment Company	1010245983	Riyadh
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development and Investment Company	1132011128	Alrass
Al-Saif Gallery Trading, Branch of Al-Saif Stores Development and Investment Company	2055122895	Jubail
Branch of Al-Saif Stores Development and Investment Company	1010183788	Riyadh
Branch of Al-Saif Stores Development and Investment Company	1128181636	Unaizah
Branch of Al-Saif Stores Development and Investment Company	5800103809	Albaha
Al-Saif Stores Development and Investment Company	1116623206	Dawadmi
Al-Saif Gallery Trading	5860612372	Mahayel Aseer
Branch of Al-Saif Stores Development and Investment Company	1010283096	Riyadh
Branch of Al-Saif Stores Development and Investment Company	1010664452	Riyadh
Branch of Al-Saif Stores Development and Investment Company	1010672622	Riyadh
Branch of Al-Saif Stores Development and Investment Company	2051232518	Khobar
Suleiman Mohammad Al-Saif Gallery for household utensils, branch of Al-Saif Stores Company for Development and Investment	4030088373	Makkah
Branch of Al-Saif Stores Development and Investment Company	3450178614	Arar
Branch of Al-Saif Stores Development and Investment Company	2050089147	Qatif
Branch of Al-Saif Stores Development and Investment Company	4030088383	Al Qonfuzah
Branch of Al-Saif Stores Development and Investment Company	5900029071	Sabya
Branch of Al-Saif Stores Development and Investment Company	1010664452	Warehouse
Al Saif Gallery Trading - UAE	4605329	Abu Dhabi
Al Saif Gallery Trading - UAE	116640	Ajman
Al Saif Gallery Kuwait	468654	Kuwait
Al Saif Gallery Oman	1515501	Oman
Al Saif Gallery	196193	Qatar

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

These interim condensed consolidated financial statements 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 (“SOCPA”).

The results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group’s consolidated financial statements for the year ended 31 December 2024.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**
(All amounts in Saudi Riyals unless otherwise stated)

2. BASIS OF PREPARATION (CONTINUED)

2.2 BASIS OF MASUREMENT

These interim condensed consolidated financial statements are prepared under the historical cost method except for the Investments that are measured at fair value.

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

These interim condensed consolidated financial statements are presented in Saudi Riyals (SR) which is the functional and presentation currency. All financial information presented in SR has been rounded to the nearest SR, unless otherwise mentioned.

2.4 BASIS OF CONSOLIDATION

These interim condensed consolidated financial statements include the interim condensed financial statements of the Company and subsidiaries controlled by the Group for the six-month period ended 30 June 2025. Control is achieved where the Group has the power to govern the financial and operating policies of the investee company so as to obtain benefits from its activities.

Income and expenses of subsidiaries incorporated during the period, if any, are included in the interim consolidated statement of other comprehensive income from the effective date of incorporation and up to the effective date of disposal, as appropriate. Total income of subsidiaries is attributed to the shareholders of the Group and to the non-controlling interests, if any, even if this results in the non-controlling interests having a deficit balance. All significant intergroup transactions and balances between group enterprises have been eliminated in preparing the interim consolidated condensed financial statements.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements as at 31 December 2024.

3.1 Significant accounting judgements, estimates, and assumptions

In preparing these interim condensed financial statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements for the year ended 31 December 2024.

Going concern

The Group's management has made an assessment of the Group's ability to continue as a going concern and is satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt on the Group's ability to continue as a going concern. Accordingly, these interim condensed consolidated financial statements have been prepared on a going concern basis.

4. NEW AMENDED STANDARDS AND INTERPRETATIONS:

There are no new standards issued, however, there are number of amendments to standards which are effective from 01 January 2025 and the details of the same has been explained in annual consolidated financial statements for the year ended 31 December 2024, but they do not have a material effect on the Group's interim condensed consolidated financial statements.

AI-SAIF STORES FOR DEVELOPMENT AND INVESTMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**
(All amounts in Saudi Riyals unless otherwise stated)

5. RELATED PARTIES:

The related parties are the Shareholders of the Group and the Companies owned by the shareholders (associated companies). The terms of these transactions are approved by the Group's management.

The following are the most important transactions with related parties and the balances resulting from them:

Description	Relationship	Nature of transactions	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Nawat Real Estate Investment Company	Related to Chairman of the Board	Real estate and rental management	1,156,661	7,354,945
		Sales	31,010	-
Suleiman Muhammad Salih Al-Saif	Shareholder / Chairman of the Board	Expenses paid on behalf of the shareholder	-	32,926
		Financing received	-	15,000,000
Muhammad bin Suleiman Al-Saif	Shareholder	Financing received	-	15,000,000
Suleiman Muhammad Al Saif	Related to Chairman of the Board			
		Rent expense	6,103,419	-
Al-Saif Coffee Trading Company	Related to a Board member	Purchases made	130,495	285,791
Al-Saif Commercial Agencies Company	Related to Chairman of the Board			
		Purchases return	8,344	-
Al-Saif Plus Company	Related to a Board member	Purchases made	9,145,380	4,111,208

Balances as at

Due from related parties

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Al-Saif Commercial Agencies Company	8,344	-
Nawat Real Estate Investment Company	16,527	-
	<u>24,871</u>	<u>-</u>

Due to related parties

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Al-Saif Plus Company	3,900,324	-
Suleiman Muhammad Al-Saif	4,672,250	-
Al-Saif Coffee Trading Company	130,355	-
	<u>8,702,929</u>	<u>-</u>

Remunerations of the Company's key management personnel

Key management personnel are those persons, including the Board of Directors, Managing Director, Chief Financial Officer and top executives having authority and responsibility for planning, directing, and controlling the activities of the Group, directly or indirectly. Transactions with key management personnel includes fees, basic salaries, bonuses and other benefits as per the Group's policies, which are as follows:

	Nature of transaction	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Board of directors	Remuneration	1,083,000	1,130,000
Key management personnel	Remuneration	4,301,858	2,479,392
		<u>5,384,858</u>	<u>3,609,392</u>

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(All amounts in Saudi Riyals unless otherwise stated)

5. RELATED PARTIES (CONTINUED):

5.1. RELATED PARTY TRANSACTIONS

During the period, dated 30 June 2025, the Extraordinary General Assembly has disapproved the below transactions with the board members relating to year ended 31 December 2024:

Related party	Nature of transaction	Amount
Sulaiman bin Mohammad Al Saif	Expenses paid on behalf of a shareholder	96,276
	Sale of land and building	97,000,000
	Financing received	20,000,000
Muhammad Suleiman Al Saif	Expenses paid on behalf of shareholder	1,598,412
	Financing received	15,000,000
Haithem Suleiman Al Saif	Sales	156,043
Muhannad Al Saif	Sales	40,458
Ahmed bin Suleiman AlSaif	Sales	44,299

The General assembly has set a period of 6 months from date of the meeting for the respective Board members to regularize their status in accordance with Companies Law.

6. SHORT TERM LOAN

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / year	65,350,019	230,659,116
Obtained during the period / year	40,770,297	245,632,097
Payments made during the period / year	(68,786,327)	(410,941,194)
Balance at the end of the period / year	37,333,989	65,350,019

7. ZAKAT PROVISION

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / year	7,282,483	4,545,270
Zakat charge for the period / year	4,000,000	7,302,000
Prior year adjustment	20,702	-
Payments made during the period / year	(20,702)	(4,574,787)
Balance at the end of the period / year	11,282,483	7,282,483

Zakat return for the year ended 31 December 2024 has been filed during the period and are under review with the Zakat, Tax and Customs Authority ("ZATCA"). The Group has obtained a certificate from the ZATCA valid 13 Dhu Al-Qidah 1447H corresponding to 30 April 2026. The Group has closed all zakat assessments up to 2022. The Group has no open assessment orders to the date of issuance of interim condensed consolidated financial statements. Subsequent to the period end, the Group has paid zakat amounting to SR 7.28 million.

8. CONTINGENCIES AND COMMITMENTS

a) Contingencies

Contingencies represent open letters of credit for purchasing goods of SR 27.26 million from local banks at 30 June 2025 (31 December 2024: SR 47.35 million).

b) Commitments

There are no capital commitments made by the Group at 30 June 2025 and 30 June 2024.

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(All amounts in Saudi Riyals unless otherwise stated)

9. REVENUE

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
Revenue	362,761,426	393,189,654

The Group's revenue of SR 329.48 million (30 June 2024: SR 363.27 million) and SR 33.28 million (30 June 2024: SR 29.92 million) relates to business within KSA and outside KSA respectively.

All revenues are recognized at point in time.

10. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share is based on the following data:

	For the six-month period ended	
	30 June 2025	30 June 2024
	(Unaudited)	(Unaudited)
Income for the period	36,615,237	26,373,447
Weighted average number of ordinary shares for the purpose of basic earnings	350,000,000	350,000,000
Earnings per share (SR) -Basic and Diluted	0.10	0.08

Earnings per share for the period was calculated by dividing the net profit for the period with 350 million shares. There are no diluted shares which are convertible to basic shares at the period end.

11. FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

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 the fair value, the Group uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date.

Level 2: Inputs other than quoted prices included in 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 asset or liability that are not based on observable market data (unobservable inputs).

The Group's financial assets consist of cash and bank balances, investments and other receivables, its financial liabilities consist of trade payables, financial facilities and other liabilities.

The Group's management determines the policies and procedures for both recurring fair value measurement and for non-recurring measurement.

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

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12. RESTATEMENT

Certain comparative figures have been restated to conform to the current year presentation which is as follows:

	30 June 2024 Issued	Adjustment	30 June 2024 Restated
Revenue	393,189,654	-	393,189,654
Cost of revenue	(290,998,409)	(16,181,842)	(307,180,251)
Gross profit	102,191,245		86,009,403
Selling and distribution expenses	(30,148,353)	-	(30,148,353)
General and administrative expenses	(18,847,143)	-	(18,847,143)
Depreciation on right-of-use assets	(16,181,842)	16,181,842	-
Operating profit	37,013,907		37,013,907
Finance costs	(11,536,330)	-	(11,536,330)
Other income	3,895,870	-	3,895,870
Net profit for the period before zakat	29,373,447		29,373,447
Zakat expense	(3,000,000)	-	(3,000,000)
Net profit for the period	26,373,447		26,373,447

Since the leased retail branches are integral to the Group's core operations and are used for operational activities, the depreciation of the right-of-use assets is classified as part of the cost of revenue. This aligns with matching principles, where expenses associated with generating revenue should be recognized in the same period.

Depreciation for right of use assets were presented as separate line item, as part of the operating expenses in prior period interim condensed consolidated statement of comprehensive income. However, the Group concluded that such expenses should be treated as part of cost of revenue as per business practices and the reason that it is an integral part of revenue generation activity. Accordingly, the Group has restated the "Depreciation of right of use assets" from separate line item within the operating expenses to "Cost of revenue" in accordance with IAS 8 "Accounting policies, changes in accounting estimates and errors".

This restatement has no impact on the interim condensed consolidated statement of financial position as at 30 June 2024, and the interim condensed consolidated statements of changes in equity and cash flows for the six-month period ended 30 June 2024, net profit for the period attributable to the shareholders, or the basic and diluted earnings per share for the six-month period ended 30 June 2024.

13. SUBSEQUENT EVENTS

There are no significant subsequent events since the period-ended that require disclosure or adjustment in these interim condensed consolidated financial statements.

14. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Group's interim condensed consolidated financial statements for the six-month period ended 30 June 2025 have been approved by the Board of Directors on 23 July 2025 corresponding to 28 Muharram 1447.