NOFOTH FOOD PRODUCTS COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2025

AND THE INDEPENDENT AUDITOR'S REVIEW REPORT

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Independent auditor's review report on the interim condensed financial statements

To the Shareholders of Nofoth Food Products Company
A Saudi Joint Stock Company
Riyadh, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Nofoth Food Products Company (a Saudi Joint Stock Company) (the "Company") as at 30 September 2025, and the related interim condensed statement of profit or loss and other comprehensive income for the three and nine-month period ended 30 September 2025 and the related interim condensed statements of changes in equity, and cash flows for the nine-month period then ended, and other explanatory notes.

Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 'Interim Financial Reporting'("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these 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' that is endorsed in the Kingdom of Saudi Arabia. A review of interim 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 financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other matter

The comparative information for the interim condensed statement of profit or loss and other comprehensive income for the three and nine-month periods ended 30 September 2024, interim condensed statement of changes in equity and cash flows for nine-month period ended 30 September 2024, have not been audited nor reviewed.

The Financial Statements of the Company for the year ended 31 December 2024 were audited by another auditor, who issued an unmodified audit report dated 4 Ramadhan 1446H (corresponding to 4 March 2025).

For Alzoman, Alfahad & Alhajjaj Professional Services

Zaher Abdullah Al Hajjaj
Certified Public accountant
License no. (562)

Riyadh, Kingdom of Saudia Arabia

شركة الزومان والفهد والحجاج
للاستشارات المهنية
Alzoman, Alfahad & Alhajjaj
Professional Services
CR 1010461402

Date : 15 Jumada al-Ula 1447
Corresponding to: 6 November 2025

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NOFOTH FOOD PRODUCTS COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2025

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	Note	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Assets			
Non-current assets			
Property and equipment, net	5	**73,084,233**	71,539,197
Right of use asset, net	6	**55,258,697**	48,469,468
Intangible assets, net	7	**3,351,481**	3,605,367
Advance payments for purchase of intangible assets		**180,194**	180,194
Total non-current assets		**131,874,605**	123,794,226
Current assets			
Inventory, net	8	**17,585,602**	14,023,115
Trade receivable, prepaid expenses and other asset, net	9	**25,069,014**	19,808,817
Financial investments at fair value through profit or loss	11	**77,960,681**	-
Murabaha investment deposits	12	**-**	74,355,554
Cash and cash equivalent	13	**15,638,650**	3,775,047
Total current asset		**136,253,947**	111,962,533
Total assets		**268,128,552**	235,756,759
Equity and liabilities			
Equity			
Share capital	1	**96,000,000**	48,000,000
Employees' defined benefits remeasurement reserve		**(810,390)**	(810,390)
Treasury shares	14	**(6,920,027)**	(6,920,027)
Retained earnings		**85,372,846**	101,049,846
Total equity		**173,642,429**	141,319,429
Liabilities			
Non-current liabilities			
Lease liabilities – non-current portion	6	**36,174,621**	28,868,030
Employees' benefit obligations		**6,905,362**	5,779,996
Deferred revenue – non-current portion		**647,291**	681,041
Total non-current liabilities		**43,727,274**	35,329,067
Current liabilities			
Lease liabilities - current portion	6	**16,375,776**	15,688,956
Deferred revenue - current portion		**325,000**	285,000
Trade payable, accrued expenses and other liabilities	15	**32,407,186**	41,682,459
Provision for zakat	16	**1,650,887**	1,451,848
Total current liabilities		**50,758,849**	59,108,263
Total liabilities		**94,486,123**	94,437,330
Total equity and liabilities		**268,128,552**	235,756,759

Chief Financial Officer | Chief Executive Officer | Chairman of the Board of Directors

The accompanying notes from 1 to 24 are an integral part of these interim condensed financial statements

NOFOTH FOOD PRODUCTS COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

FOR THE THREE-MONTH AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2025

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

		For the Three-month ended 30 September		For the Nine-month ended 30 September	
	Note	**2025**	2024	**2025**	2024
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Sales	17	**104,891,218**	87,139,211	**324,680,590**	266,459,224
Cost of Sales		**(40,369,870)**	(34,439,821)	**(121,225,253)**	(103,221,666)
Gross profit		**64,521,348**	52,699,390	**203,455,337**	163,237,558
Selling and marketing expenses	18	**(38,241,817)**	(32,103,004)	**(116,170,764)**	(92,936,065)
General and administrative expenses	19	**(14,810,547)**	(11,983,259)	**(43,013,752)**	(35,364,994)
Provision for expected credit losses	9	**(25,170)**	(235,584)	**(191,129)**	(235,584)
Profit from main operations		**11,443,814**	8,377,543	**44,079,692**	34,700,915
Unrealized gains from the revaluation of financial investments at fair value through profit or loss	11	**1,116,986**	-	**2,960,681**	-
Income from Islamic murabaha deposits		**-**	1,099,847	**166,596**	2,931,037
Finance costs	6	**(742,340)**	(351,970)	**(1,901,881)**	(999,184)
Other income, net		**205,191**	337,192	**579,665**	1,360,243
Net profit before zakat for the period		**12,023,651**	9,462,612	**45,884,753**	37,993,011
Zakat		**(494,196)**	(509,762)	**(1,653,394)**	(1,902,393)
Net profit for the period		**11,529,455**	8,952,850	**44,231,359**	36,090,618
Other comprehensive income for the period		**-**	-	**-**	-
Total comprehensive income for the period		**11,529,455**	8,952,850	**44,231,359**	36,090,618
Earnings per share					
Basic and diluted earnings per share	20	**0.12**	0.09	**0.46**	0.38

Chief Financial Officer Chief Executive Officer Chairman of the Board of Directors

The accompanying notes from 1 to 24 are an integral part of these interim condensed financial statements.

NOFOTH FOOD PRODUCTS COMPANY
A SAUDI JOINT STOCK COMPANY
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2025
(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	Share capital	**Employees' defined benefits remeasurement reserve**	**Treasury shares**	**Retained earnings**	**Total**
Balance as at 1 January 2024 (Audited)	24,000,000	(630,429)	-	83,013,661	106,383,232
Total comprehensive income for the period	-	-	-	36,090,618	36,090,618
Purchase of treasury shares	-	-	(6,633,034)	-	(6,633,034)
Transferred from retained earnings to share capital	24,000,000	-	-	(24,000,000)	-
Dividends declared and paid (Note 23)	-	-	-	(9,600,000)	(9,600,000)
Balance as at 30 September 2024 (Unaudited)	48,000,000	(630,429)	(6,633,034)	85,504,279	126,240,816
Balance as at 1 January 2025 (Audited)	**48,000,000**	**(810,390)**	**(6,920,027)**	**101,049,846**	**141,319,429**
Total comprehensive income for the period	**-**	**-**	**-**	**44,231,359**	**44,231,359**
Transactions with owners of the Company:					
Bonus shares issued (Note 1)	**48,000,000**	-	-	**(48,000,000)**	-
Dividends declared and paid (Note 23)	-	-	-	**(11,908,359)**	**(11,908,359)**
Balance as at 30 September 2025 (Unaudited)	**96,000,000**	**(810,390)**	**(6,920,027)**	**85,372,846**	**173,642,429**

Chief Financial Officer   Chief Executive Officer   Chairman of the Board of Directors

The accompanying notes from 1 to 24 are an integral part of these interim condensed financial statements.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	For the nine months period ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Cash flows from operating activities		
Net profit for the period before zakat	**45,884,753**	37,993,011
Adjustments to reconcile net profit for the period before zakat:		
Depreciation of property and equipment	**10,359,995**	8,449,434
Depreciation of right-of-use assets	**14,039,586**	11,563,784
Amortization of intangible assets	**253,886**	20,314
(Gain)/ loss on disposal of property and equipment	**(80,142)**	417
Gain on disposal of lease contracts	**(45,643)**	(116,096)
Income from Islamic murabaha deposits	**(166,596)**	(2,931,037)
Unrealized gains on financial investments at fair value through profit or loss	**(2,960,681)**	-
Reversal of provision for inventory	**-**	(460,115)
Provision for expected credit losses	**191,129**	235,584
Amortization of deferred revenue- franchise fees	**(293,750)**	(1,132,793)
Provision for employee benefits obligations	**1,580,596**	1,556,810
Finance costs	**1,901,881**	999,184
	70,665,014	56,178,495
Changes in operating assets and liabilities		
Inventory	**(3,562,487)**	(811,730)
Trade receivables, prepaid expenses and other assets	**(5,196,253)**	(1,995,896)
Due from related party	**(255,073)**	(142,691)
Trade payables, accrued expenses and other liabilities	**(10,777,947)**	7,852,143
Deferred revenue	**300,000**	225,000
Cash generated from operations	**51,173,254**	61,305,320
Employees benefit obligations paid	**(455,230)**	(309,285)
Zakat paid	**(1,454,355)**	(1,772,831)
Net cash generated from operating activities	**49,263,669**	59,223,204
Cash flows from investing activities		
Purchase of property and equipment	**(12,053,889)**	(13,361,295)
Advance payments for purchase of intangible assets	-	(107,266)
Proceeds from disposal of property and equipment	**229,000**	4,127
Purchase of Murabaha investments deposits	-	(187,284,828)
Purchase of financial investments at fair value through profit or loss	**(75,000,000)**	-
Proceeds from murabaha investment deposits	**74,355,554**	167,929,274
Income receipt from Islamic murabaha deposits	**166,596**	3,367,319
Net cash used in investing activities	**(12,302,739)**	(29,452,669)

The accompanying notes from 1 to 24 are an integral part of these interim condensed financial statements.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	For the nine months period ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Cash flows from financing activities		
Treasury shares	**-**	(6,633,034)
Lease liability paid	**(13,188,968)**	(12,859,961)
Dividends paid	**(11,908,359)**	(9,600,000)
Net cash used in financing activities	**(25,097,327)**	(29,092,995)
Net change in cash and cash equivalents	**11,863,603**	677,540
Cash and cash equivalents at the beginning of the period	**3,775,047**	10,350,422
Cash and cash equivalents at the end of the period	**15,638,650**	11,027,962
Non-Cash Transactions:		
Transferred from retained earnings to increase capital	**48,000,000**	24,000,000
Addition to the right-of-use assets and related lease liabilities	**7,812,396**	14,451,323
Remeasurement of right-of-use assets against lease liabilities	**13,381,775**	1,944,612
Transferred from projects under construction to property and equipment	**3,985,620**	5,964,657
Transferred from lease liabilities to accrued expenses	**1,502,674**	-

Chief Financial Officer   Chief Executive Officer   Chairman of the Board of Directors

The accompanying notes from 1 to 24 are an integral part of these interim condensed financial statements.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

1. ORGANIZATION AND ACTIVITIES

Nofoth Food Products Company is a Saudi Joint Stock Company (the "Company") registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010441682 and the national number 7011006397, issued in Riyadh on 1 Jumada Al-Awwal 1437H (corresponding to 10 February 2016).
The Company's activities include retail sales of bakery products and sugary sweets, retail sales of nuts, coffee, spices, and perfumes, operating service restaurants, providing food service contracting, managing main offices, manufacturing sugary sweets such as confectionery, caramel, toffee, and nougat, operating dry food stores, offering light transportation services, wholesale of used oils and export, automated bread production, pie manufacturing, biscuit production, and the production of various types of popular and oriental sweets. The Company also handles the road transport of goods, including refrigerated, frozen goods and main offices activities.

The registered head office address of the Company is: Kingdom of Saudi Arabia – Riyadh – 6383 Abi Bakr As-Siddiq Road, Al-Nuzha District, 2747.

On 25 Jumada Al-Thani 1445H (corresponding to 7 January 2024), the Extraordinary General Assembly approved the Board of Directors' recommendation, made on 19 Safar 1445H (corresponding to 4 September 2023), to increase the Company's capital by SAR 24,000,000 through the transfer from retained earnings. This increase brings the Company's capital to SAR 48,000,000, divided into 48,000,000 equal shares, each with a nominal value of SAR 1.

On 1 June 2025 (corresponding to 5 Dhu al-Hijjah 1446H), the Extraordinary General Assembly of the Company approved the Board of Directors' recommendation to increase the Company's share capital from SAR 48,000,000 to SAR 96,000,000 through the issuance of 48,000,000 bonus shares. The increase was effected by capitalizing SAR 48,000,000 from retained earnings, at the rate of one bonus share for every share held. Following the increase, the Company's share capital amounted to SAR 96,000,000, divided into 96,000,000 shares with a nominal value of SAR 1 each.

On November 24, 2024, a purchase agreement was executed between Maqsood Restaurants Establishment and Nofoth Food Products Company for the acquisition of the "Maqsood Restaurants" brand, its branches, and assets. The total consideration for the acquisition amounted to SAR 3,700,000. The fair value of the acquired assets, agreed consideration and the goodwill as of that date were as follows:

	1 December 2024
Acquisition Consideration	**3,700,000**
Less: Net Assets Acquired	
Trademark (Note 7, A)	**3,229,457**
Property and equipment, net (Note 5)	**47,636**
Inventory	**48,224**
	3,325,317
Goodwill (Note 7)	**374,683**

2. BASIS OF PREPARATION

2-1 Statement of compliance

The interim condensed financial statements have been prepared in accordance with International Accounting Standard (34) “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by Saudi Organization for Chartered and Professional Accountants (SOCPA). These interim condensed financial statements do not include all information and disclosures required for a complete set of financial statements. Also, the results for the period ended 30 September 2025 are not necessarily indicative of the results that can be expected for the year ended 31 December 2025. It should also be read in conjunction with the Company’s annual financial statements for the year ended 31 December 2024. However, selected explanatory notes have also been included to explain significant events and transactions to understand the changes in the financial position and financial performance of the Company since 31 December 2024.

2-2 Basis of measurement

The interim condensed financial statements have been prepared on a historical cost basis, except when IFRS requires the use of another measurement basis, and in accordance with the accrual basis and the going concern basis.

2-3 Functional and presentation currency

These interim condensed financial statements are presented in Saudi Riyal, it is the Company's functional and presentation currency. All financial information presented in Saudi Riyals has been rounded to the nearest Saudi Riyal, unless otherwise stated.

3. NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE DURING THE PERIOD:

The following new and revised International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS), interpretations and amendments to IFRS and IAS are effective in the current period but are either not relevant to the Company or their application does not have any material impact on the interim condensed financial statements of the Company other than presentation and disclosures, except as stated otherwise.

- Classification of Liabilities as Current or Non-Current (Amendments to IAS 1)
- Lease Liability in a Sale and Leaseback (Amendments to IFRS 16)
- Non-current Liabilities with Covenants (Amendments to IAS 1)
- Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)
- Lack of Exchangeability (Amendments to IAS 21)
- IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information
- IFRS S2 Climate-related Disclosures

NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS NOT YET EFFECTIVE

The following standards, interpretations and amendments are in issue which are not effective as at the reporting date and have not been early adopted by the Company.

Effective date (annual periods beginning on or after)
- IFRS 18 Presentation and Disclosures in Financial Statements 1 January 2027.
- IFRS 19 Subsidiaries without Public Accountability: Disclosures 1 January 2027.
- Amendments IFRS 9 and IFRS 7 regarding the classification and measurement of financial instruments 1 January 2026.
- Annual Improvements to IFRS Accounting Standards — Volume 11 1 January 2026.

4. MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted by the Company for the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended December 31, 2024.

Use of judgments and estimates

The preparation of these interim condensed financial information requires management to use judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

5. PROPERTY AND EQUIPMENT, NET

	Lands	Leasehold improvements*	Electrical tools and equipment	Vehicles	Furniture and fixture	Projects under construction **	Total
Cost							
Balance as at 1 January, 2025 (Audited)	31,250,067	35,336,606	26,882,677	7,223,186	4,137,265	1,654,396	**106,484,197**
Additions during the period	-	-	2,628,440	2,531,165	120,954	6,773,330	**12,053,889**
Transferred from projects under construction	-	3,107,188	809,680	-	68,752	(3,985,620)	**-**
Disposals during the period	-	-	-	(811,250)	-	-	**(811,250)**
Balance as at 30 September, 2025 (Unaudited)	**31,250,067**	**38,443,794**	**30,320,797**	**8,943,101**	**4,326,971**	**4,442,106**	**117,726,836**
Accumulated depreciation							
Balance as at 1 January, 2025 (Audited)	-	16,649,078	12,359,457	3,631,447	2,305,018	-	**34,945,000**
Charged for the period	-	4,879,538	3,954,420	1,012,874	513,163	-	**10,359,995**
Disposals during the period	-	-	-	(662,392)	-	-	**(662,392)**
Balance as at 30 September, 2025 (Unaudited)	**-**	**21,528,616**	**16,313,877**	**3,981,929**	**2,818,181**	**-**	**44,642,603**
Net book value							
As at 30 September 2025 (Unaudited)	**31,250,067**	**16,915,178**	**14,006,920**	**4,961,172**	**1,508,790**	**4,442,106**	**73,084,233**

- Property and equipment's include fully depreciated assets that remain in use and are still recorded in the accounting books. The cost of these assets amounted to SAR 10,526,705 as at 30 September 2025 (31 December 2024: SAR 8,525,226).

* Leasehold improvements represent enhancements made to leased buildings and branches under lease agreements with terms of up to five years, renewable upon mutual agreement of the contracting parties (Note 6).

** Projects under construction represent ongoing works related to the preparing and installing decorations and equipment for the central factory and the main residence, both of which are still under development. Completion of the main residence is expected during the year 2026.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

5. PROPERTY AND EQUIPMENT, NET (CONTINUED)

	Lands	Leasehold improvements	Electrical tools and equipment	Vehicles	Furniture and fixture	Projects under construction	Total
Cost							
Balance as at 1 January 2024	7,465,499	26,807,524	19,120,568	5,549,895	3,499,626	1,733,092	64,176,204
Additions during the year	23,784,568	3,458,791	3,998,201	1,673,291	454,839	8,901,795	42,271,485
Additions resulting from the acquisition process (Note 1)	-	-	41,136	-	6,500	-	47,636
Transferred from projects under construction	-	5,070,291	3,733,900	-	176,300	(8,980,491)	-
Disposals during the year	-	-	(11,128)	-	-	-	(11,128)
Balance as at 31 December 2024	31,250,067	35,336,606	26,882,677	7,223,186	4,137,265	1,654,396	106,484,197
Accumulated depreciation							
Balance as at 1 January 2024	-	11,115,583	8,003,979	2,588,666	1,630,630	-	23,338,858
Charged for the year	-	5,533,495	4,362,062	1,042,781	674,388	-	11,612,726
Disposals during the year	-	-	(6,584)	-	-	-	(6,584)
Balance as at 31 December 2024	-	16,649,078	12,359,457	3,631,447	2,305,018	-	34,945,000
Net book value							
As at 31 December 2024	31,250,067	18,687,528	14,523,220	3,591,739	1,832,247	1,654,396	71,539,197

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

6. LEASES

Right of use assets represent buildings and branches recognized under lease contracts, which are depreciated on a straight-line basis over the term of the lease contract, ranging up to 5 years.
The following table presents the movement in right-of-use assets and corresponding lease liabilities during the period/year:

A- Movement on the right of use assets

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Cost		
Balance as at the beginning of the period/ year	**82,686,790**	49,594,847
Additions during period/year	**7,812,396**	26,526,056
Re-measurement during the period/year*	**13,381,775**	8,300,145
Disposal during the period/year**	**(6,863,638)**	(1,734,258)
Balance as at the end of the period/year	**97,017,323**	82,686,790
Accumulated depreciation		
Balance as at the beginning of the period/year	**34,217,322**	20,254,442
Charged for the period/year	**14,039,586**	15,697,138
Disposal during the period/year**	**(6,498,282)**	(1,734,258)
Balance as at the end of the period/year	**41,758,626**	34,217,322
Net book value	**55,258,697**	48,469,468

B- Movement on lease liabilities

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Balance as at the beginning of the period/year	**44,556,986**	26,921,252
Additions during the period/year	**7,812,396**	26,526,056
Re-measurement during the period/year	**13,381,775**	8,300,145
Interest expense amortized during the period/year	**1,901,881**	1,799,845
Transferred from lease liabilities to accrued expenses (Note 15)	**(1,502,674)**	(588,897)
Disposal during the period/year	**(410,999)**	-
Paid during the period/year	**(13,188,968)**	(18,401,415)
Balance as at the end of the period/year	**52,550,397**	44,556,986

The balance is classified in the interim condensed statement of financial statement as follows:

Non-current portion	**36,174,621**	28,868,030
Current portion	**16,375,776**	15,688,956
Balance as at the end of the period/year	**52,550,397**	44,556,986

*The lease liabilities have been remeasured, and the corresponding adjustment to the right-of-use assets was made due to changes in the duration, incremental borrowing rate and payments of the leases for the period ending on 30 September 2025.

**During the nine-month period ended 30 September 2025, the Company recognised an adjustment amounting to SAR 1,734,258 to reflect the disposal of fully depreciated right-of-use assets that had not been reflected in the audited financial statements for the year ended 31 December 2024.

This adjustment affected only the comparative figures for cost and accumulated depreciation, with no impact on net book value, profit, or equity.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

7. INTANGIBLE ASSETS, NET

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Trademark, net (A)	**2,960,337**	3,202,545
Goodwill (Note 1)	**374,683**	374,683
Program, net (B)	**16,461**	28,139
	3,351,481	3,605,367

A-Trademark, net

On November 24, 2024, a purchase agreement was executed between Maqsood Restaurants Establishment and Nofoth Food Products Company for the acquisition of the "Maqsood Restaurants" brand, its branches and related assets. The value of the brand was SAR 3,229,457, and it will be amortized over a period of 10 years.

The movement in the trademark is as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Cost		
Balance at the beginning of the period/year	**3,229,457**	-
Additions during the period/year (Note 1)	**-**	3,229,457
Balance at the end of the period/year	**3,229,457**	3,229,457
Accumulated amortization		
Balance at the beginning of the period/year	**26,912**	-
Charge for the period/ year	**242,208**	26,912
Balance at the end of the period/year	**269,120**	26,912
Net book value		
As at the end of the period/year	**2,960,337**	3,202,545

B-Programs, net

The intangible assets item consists of computer software, which is amortized over 5 years. The movement of the software is as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Cost		
Balance as at the beginning of the period/year	**356,960**	356,960
Balance as at the end of the period/year	**356,960**	356,960
Accumulated amortization		
Balance as at the beginning of the period/year	**328,821**	304,081
Charge for the period/year	**11,678**	24,740
Balance as at the end of the period/year	**340,499**	328,821
Net book value		
As at the end of the period/year	**16,461**	28,139

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

8. INVENTORY, NET

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Food	**7,198,157**	5,420,133
Packing and wrapping material	**6,089,595**	4,219,581
Finished goods	**2,708,475**	3,310,222
Consumable items	**1,474,607**	1,153,289
Cleaning materials	**514,935**	345,105
Office supplies	**57,353**	32,305
	18,043,122	14,480,635
Less:		
Provision for slow-moving inventory	**(457,520)**	(457,520)
	17,585,602	14,023,115

The movement for the slow-moving inventory provision is as follows:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Balance as at the beginning of the period / year	**457,520**	1,070,255
Reversal during the period / year	**-**	(460,115)
Written off during the period / year	**-**	(152,620)
Balance as at the end of the period/year	**457,520**	457,520

9. TRADE RECEIVABLE, PREPAID EXPENSES AND OTHER ASSETS, NET

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Trade receivables	**9,778,293**	10,128,342
Trade receivable – related parties (Note 10)	**313,039**	57,966
(Less): Provision for expected credit losses	**(306,381)**	(115,252)
	9,784,951	10,071,056
Advance to suppliers	**8,690,031**	2,779,562
Prepaid expenses	**4,855,591**	4,073,952
Advances to employees	**1,454,434**	886,572
Accrued income from Murabaha investment deposits	**-**	1,713,668
Other	**284,007**	284,007
	25,069,014	19,808,817

The movement in the provision for expected credit losses is as follows:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period/year	**115,252**	38,533
Charged during the period/year	**191,129**	76,719
Balance at the end of the period/year	**306,381**	115,252

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

9. TRADE RECEIVABLE, PREPAID EXPENSES, AND OTHER ASSETS, NET (CONTINUED)

Aging of trade receivables is as follows:

	30 September 2025	31 December 2024
From 1 day to 30 days	**7,751,866**	9,395,093
From 31 days to 60 days	**830,044**	529,300
From 61 days to 90 days	**305,484**	121,939
More than 90 days	**1,203,938**	139,976
	10,091,332	10,186,308

10. RELATED PARTIES

The Company, in the ordinary course of its business, engages in transactions with related parties. These transactions are conducted on terms approved by management and are consistent with those applicable to arm’s length transactions.
are.

A-The transactions with related parties during the period ended 30 September are as follows:

Related party	**Nature of relationship**	**Nature of transaction**	**2025**	2024
			(Unaudited)	(Unaudited)
Musakhan Waraq Enab for providing Meals	Affiliate*	Sales	**439,194**	446,425
First Travel Tourism Company	Affiliate*	Purchases	**331,340**	-
Abdullah Al-ameqan Real Estate Company	Affiliate*	Rental	**1,263,708**	1,263,708

* An affiliate is a related party whose shareholders own a share in the capital of the Company, or it is those related parties in whose management the Company has representation.

B- The following represents balance of trade receivable due from related party:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Musakhan Waraq Enab for providing Meals (Note 9)	**313,039**	57,966
	313,039	57,966

C-The following represents the advance to supplier paid to related party:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
First Travel Tourism Company	**36,477**	-
	36,477	-

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

10. RELATED PARTIES (CONTINUED)

D-TRANSACTIONS WITH SENIOR EXECUTIVES

The related parties also represent the non-executive members of the Board of Directors and the senior management personnel of the Company. Senior management personnel are individuals who exercise the authority and responsibility in planning, managing and controlling the activities of the Company, directly or indirectly, including the managers. Those transactions for the period ended September 30 are as follows:

	2025	2024
	(Unaudited)	(Unaudited)
Salaries, allowances and bonuses for executive management	**10,178,303**	9,856,979
Allowances and bonuses for the Board of Directors	**705,000**	735,000
Allowances and bonuses for Committees	**318,499**	220,000
	11,201,802	10,811,979

11. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial investments at fair value through profit or loss represent investments in units of the Artal Murabaha Fund (A Saudi closed ended public fund managed by Artal Capital Company). The movement in these investments during the period is as follows:

	Number of units	**Cost**	**Unrealized gains**	**Market value**
Artal Murabaha Fund	**6,726,231.5**	**75,000,000**	**2,960,681**	**77,960,681**

12. MURABAHA INVESTMENT DEPOSIT

On August 13, 2024, the Company invested in an Islamic Murabaha deposit with a local bank in the amount of SAR 33,000,000 for a period of 153 days, which matured on January 13, 2025. The return was based on prevailing market rates, and the income generated from this deposit for the period ended 30 September 2025, amounted to SAR 70,904.

On 14 August 2024, the Company made a second investment of SAR 41,355,554 in an Islamic Murabaha deposit with a local bank, also for a period of 153 days, maturing on January 14, 2025. The return was based on prevailing market rates, and the income generated from this deposit for the period ended 30 September 2025, amounted to SAR 95,692.

The total return on deposits for the period ended 30 September 2025, amounted to SAR 166,596.

- The following is the movement on Murabaha investment deposits:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period/year	**74,355,554**	55,000,000
Deposits during the period/year	**-**	187,284,828
Matured during the period/year	**(74,355,554)**	(167,929,274)
	-	74,355,554

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

13. CASH AND CASH EQUIVALENT

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Cash at banks	**14,752,916**	3,471,365
Cash in hand	**885,734**	303,682
	15,638,650	3,775,047

14. TREASURY SHARES

On 25 Jumada Al-Thani 1445H (corresponding to January 7, 2024), the Extraordinary General Assembly approved the recommendation of the Board of Directors made on 14 Rabi' Al-Thani 1445H (corresponding to October 29, 2023) to repurchase up to 2,400,000 of the Company's shares with the intention of holding them as treasury shares and allocating them under the employee stock program.

Accordingly, based on the General Assembly's approval, the Company's management purchased 366,564 shares for a total amount of SAR 6,920,027. Following the bonus share issuance during the current period, the number of treasury shares increased to 733,128, representing approximately 0.76% of the Company's total share capital. These shares will be retained for a period not exceeding five years from the date of the Extraordinary General Assembly's approval, as the maximum duration until they are allocated to eligible employees. As of the date of this report, the Company has not announced the program.
Holders of treasury shares are not entitled to receive dividends distributed to shareholders and do not have voting rights in the Company's general assembly meetings. The balance of treasury shares as of 30 September 2025, was SAR 6,920,027.

15. TRADE PAYABLE, ACCRUED EXPENSES AND OTHER LIABILITIES

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Trade payable	**16,556,107**	23,186,972
Allowances for vacations and tickets	**4,758,856**	4,488,101
Due to executive and non-executive directors	**5,942,321**	9,893,086
Value added tax	**1,742,386**	1,600,287
Accrued expenses*	**2,905,554**	1,196,755
Accrued salaries, wages, and employee benefits	**433,014**	1,004,251
Others	**68,948**	313,007
	32,407,186	41,682,459

*The accrued expenses include an amount of SAR 1,502,674, representing lease contract obligations due for the period ended 30 September 2025 (31 December 2024: SAR 588,897) (Note 6).

16. ZAKAT PROVISION

The Company has submitted its zakat declarations for all prior years until the year ended 31 December 2024, and has obtained the Zakat certificate for the year 2024. The Zakat, Tax and Customs Authority (ZATCA) issued a final Zakat assessment for the year ended 31 December 2023 amounting to SAR 50,680, which was paid during 2025. ZATCA is yet to issue its final assessment for the year ended December 31, 2024.

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

17. SALES

Revenue recognition timing

	For the Three-month ended 30 September		For the Nine-month ended 30 September	
	2025	2024	**2025**	2024
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
At a point of time				
Revenue from sales of food products	**104,376,707**	86,000,138	**322,835,093**	263,679,337
Over a period of time				
Sales from granting franchise rights	**514,511**	1,139,073	**1,845,497**	2,779,887
Total Revenue	**104,891,218**	87,139,211	**324,680,590**	266,459,224

The Company's sales from the sale of food products are recognized at a specific point in time, while the sales from granting franchise rights are recognized over a period of time. The Company's sales are recognized within the Kingdom of Saudi Arabia and outside.

Revenue from external parties or related parties:

	For the Three-month ended 30 September		For the Nine-month ended 30 September	
	2025	2024	**2025**	2024
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Third parties	**104,754,991**	87,009,915	**324,241,396**	266,012,799
Related parties (Note 10)	**136,227**	129,296	**439,194**	446,425
	104,891,218	87,139,211	**324,680,590**	266,459,224

Sales classification from customer contracts

	For the Three-month ended 30 September		For the Nine-month ended 30 September	
	2025	2024	**2025**	2024
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Kingdom of Saudi Arabia	**103,625,313**	87,139,211	**321,521,242**	266,459,224
Qatar	**1,265,905**	-	**3,159,348**	-
	104,891,218	87,139,211	**324,680,590**	266,459,224

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

18. SELLING AND MARKETING EXPENSES

	For the Three-month ended 30 September		For the Nine-month ended 30 September	
	2025	2024	**2025**	2024
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Commissions of sales application	**18,782,770**	14,332,415	**58,138,421**	41,238,441
Salaries, wages and other benefits	**6,535,550**	6,518,958	**20,546,772**	20,118,924
Depreciation and amortization expenses	**6,067,612**	5,212,436	**18,265,008**	14,877,602
Marketing and advertising	**1,877,277**	1,469,395	**5,171,495**	3,579,723
Electricity, water and phone charges	**1,619,336**	1,418,721	**4,052,359**	3,537,295
Repair and maintenance	**918,244**	589,523	**2,489,702**	1,718,210
Consumables	**506,963**	622,465	**2,018,420**	1,887,632
Governmental expenses	**765,883**	698,817	**1,940,268**	2,205,500
Bank charges	**319,363**	290,901	**997,532**	976,632
Others	**848,819**	949,373	**2,550,787**	2,796,106
	38,241,817	32,103,004	**116,170,764**	92,936,065

19. GENERAL AND ADMINISTRATIVE EXPENSES

	For the Three-month ended 30 September		For the Nine-month ended 30 September	
	2025	2024	**2025**	2024
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Salaries, wages and other benefits	**9,336,658**	8,554,484	**28,190,660**	25,740,863
Travel expenses	**1,121,190**	614,526	**2,837,154**	1,845,369
Depreciation and Amortization Expenses	**929,231**	637,235	**2,537,593**	1,907,073
Professional and consulting fees	**851,200**	101,000	**2,174,880**	331,747
Short-term rentals	**371,089**	225,586	**1,237,045**	573,177
Repair and maintenance	**380,638**	364,812	**1,063,719**	929,326
Electricity, water and phone charges	**312,669**	293,373	**851,346**	708,403
Governmental expenses	**386,273**	340,182	**889,477**	1,031,409
Consumables	**46,840**	84,777	**233,379**	214,263
Hospitality	**25,225**	208,518	**181,057**	487,585
Others	**1,049,534**	558,766	**2,817,442**	1,595,779
	14,810,547	11,983,259	**43,013,752**	35,364,994

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

20. EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing the net profit for the period by the weighted average number of outstanding shares during the period.

The following table shows the earnings per share :

	For the Three-month ended 30 September		**For the Nine-month ended 30 September**	
	2025	2024	**2025**	2024
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Net profit for the period	**11,529,455**	8,952,850	**44,231,359**	36,090,618
Weighted average number of outstanding shares during the period	**95,266,872**	95,266,872	**95,266,872**	95,266,872
Basic and diluted earnings per share for the period	**0.12**	0.09	**0.46**	0.38

21. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

Liquidity risk

Liquidity risk is the risk that the Company may encounter difficulty in raising funds to meet its financial obligations associated with financial instruments or other commitments made on behalf of others.

To reduce the liquidity risk and associated losses that may affect the business of the Company, the Company maintains, wherever possible, sufficient highly liquid current assets in all business conditions. The Company also has a highly dynamic cash flow policy and a system by which it can estimate the maturity dates of its liabilities and develop appropriate plans to provide the required funding to meet these liabilities in a timely manner.

A- The following is the maturity of liabilities as at 30 September 2025:

	Book value	**3 months or less**	**More than 3 months to 1 year**	**More than 1 year up to 10 years**	**No specific maturity dates**	**Total contractual cash flows**
Lease liability	**52,550,397**	**5,784,003**	**12,163,079**	**39,443,170**	**-**	**57,390,252**
Employees' benefit obligations	**6,905,362**	**-**	**-**	**-**	**6,905,362**	**6,905,362**
Trade payable, accrued expenses and other liabilities	**32,407,186**	**27,648,330**	**4,758,856**	**-**	**-**	**32,407,186**
	91,862,945	**33,432,333**	**16,921,935**	**39,443,170**	**6,905,362**	**96,702,800**

B- The following is the maturity of liabilities as at 31 December 2024:

	Book value	3 months or less	More than 3 months to 1 year	More than 1 year up to 10 years	No specific maturity dates	Total contractual cash flows
Lease liability	44,556,986	5,339,722	13,187,252	30,957,019	-	49,483,993
Employees’ benefit obligations	5,779,996	-	-	-	5,779,996	5,779,996
Trade payable, accrued expenses and other liabilities	41,682,459	37,194,358	4,488,101	-	-	41,682,459
	92,019,441	42,534,080	17,675,353	30,957,019	5,779,996	96,946,448

(ALL AMOUNTS ARE IN SAUDI RIYALS UNLESS OTHERWISE STATED)

21. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

Credit risk

Credit risk arises from the possibility that one party to a financial instrument will fail to meet its contractual obligations, resulting in a financial loss to the Company. The Company, as much as possible, maintains its cash with banks that have good credit ratings. However, the Company may still be exposed to credit risk on cash balances held with banks, investments in Artal Murabaha Fund, amounts due from related parties, and trade receivable, as follows:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Cash at banks	**14,752,916**	3,471,365
Trade receivables	**10,091,332**	10,186,308
Financial investments at fair value through profit or loss	**77,960,681**	-
Murabaha investment deposits	**-**	74,355,554
	102,804,929	88,013,227

Currency risks

Currency risks arise from possible changes and fluctuations in currency rates that affect future profits or the fair values of financial instruments. The company monitors currency rate fluctuations and believes that the effect of currency risks is not significant.

Fair value

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. Fair value definition includes the assumption that the Company will continue its operations where there is no intention or condition to physically limit the volume of its operations or conduct a transaction with negative terms.

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: Quoted market prices in active markets for the same financial instrument and investment property.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques that rely on inputs affecting fair value that cannot be observed, either directly or indirectly, in the market.

30 September 2025	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial investments at fair value through profit or loss	**-**	**77,960,681**	**-**	**77,960,681**

Market price risk

Market risk refers to the risks that arise from changes in the fair value of future cash flows of financial instruments due to fluctuations in market prices. Market prices include three types of risks: interest rate risk, currency risk, and other price risks such as equity price risk and commodity price risk. Financial liabilities that are affected by market price risks include trade payable.

21. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

Interest rate risk

Interest rate risk refers to the risks that arise from changes in the fair value of future cash flows of financial instruments due to changes in the market interest rate. The assets and liabilities of the Company, as of the date of the interim condensed statement of financial position are not exposed to interest rate risk.

22. SEGMENT INFORMATION

Segment information relates to the Company's activities and operations, which management has used as a basis for preparing its financial information, in accordance with internal reporting methods. Transactions between segments are conducted under the same terms as those with third parties.

Segment assets, liabilities, and operating activities include items that are directly attributable to a specific segment, as well as items that can be reasonably allocated to different segments. Items that cannot be allocated among segments are classified as shared assets and liabilities.

The Company mainly operates in a single segment, which is the manufacturing and sale of bakery products and related food services. Other operations relate to the sale of food and beverages through dine-in and delivery services, which have not met the quantitative thresholds for reportable segments for the three-month and nine-month periods ended 30 September 2025. Accordingly, segmental analysis of the statement of profit or loss and other comprehensive income and statement of financial position is not carried out, as there are no additional reportable operating segments.

Revenue generated outside the Kingdom of Saudi Arabia represents less than 10% of the Company’s total revenue. Geographic information related to the Company’s revenue is disclosed in note 17. Additionally, the substantial portion of the Company’s operations, assets, and liabilities is located within the Kingdom of Saudi Arabia.

23. DIVIDENDS

On 1 June 2025 (corresponding to 5 Dhu al-Hijjah 1446H), the General Assembly approved the recommendation of the Board of Directors to distribute cash dividends amounting to SAR 11,908,359 for the year 2024 (30 September 2024: SAR 9,600,000 for the corresponding year). This represents a dividend of SAR 0.25 per share, equivalent to 25% of the nominal value per share. The approved dividends were fully distributed and paid during the period.

24. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements have been approved for issue by the Board of Directors of the Company on 15 Jumada al-Ula 1447 (Corresponding to 6 November 2025).