United Wire Factories Company
(Listed Joint Stock Company)
Riyadh – Kingdom of Saudi Arabia

Interim Condensed Financial Information (Unaudited)
and independent auditor's review report
for the three-month and six-month periods ended 30 June 2026

United Wire Factories Company
(Listed Joint Stock Company)

Interim condensed financial information (unaudited)
and independent auditor's review report
For the three-month and six-month periods ended 30 June 2026

RSM Allied Accountants Professional Services Co.

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الريـاض – حي العليا - طريق العروبة
مبنى رقم ٣١٩٣ ، الطابق الأول
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Independent Auditor's Review Report on the Condensed Interim Financial Information

To the Shareholders of
United Wire Factories Company
(Listed Joint Stock Company)
Riyadh – Kingdom of Saudi Arabia

Introduction

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

Conclusion

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

Other Matter

The Company's condensed interim financial information for the three-month and six-month periods ended 30 June 2025 was reviewed by another auditor, who expressed an unmodified conclusion on those condensed interim financial information on dated 18 Safar 1447 (corresponding to 12 August 2025).

The Company's financial statements for the year ended 31 December 2025 were audited by the same other auditor, who expressed an unmodified opinion on those financial statements dated on 17 Shawwal 1447 (corresponding to 5 April 2026).

RSM Allied Accountants Professional Services

شركة ار اس ام المحاسبون المتحدون للإستشارات المهنية
س.ت: ٤٠٣٠٢٢٨٧٧٣
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RSM Allied Accountants Professional Services Co.

Mohammad Abdulmajeed Mohandes
License No. 564
Riyadh, Kingdom of Saudi Arabia
2 Rabi Al Awaal 1448 (corresponding to 15 August 2026)

United Wire Factories Company
(Listed Joint Stock Company)

Interim condensed statement of financial position (Unaudited)
As at 30 June 2026
(Saudi Riyals)

	Note	**30 June 2026 (unaudited)**	31 December 2025 (audited)
Assets			
Non-current assets			
Property, plant and equipment	6	**133,067,608**	137,807,380
Intangible assets	7	**1,621,511**	1,557,753
Right of use assets		**3,678,184**	4,108,168
Investment in an associate	8	**15,839,992**	10,079,557
Trade receivables	10-C	**3,461,500**	2,925,517
Total non-current assets		**157,668,795**	156,478,375
Current assets			
Inventory	9	**162,180,306**	135,852,312
Due from related parties	16-B	**10,970,987**	10,596,691
Trade receivables	10-C	**99,085,191**	141,370,254
Prepaid expenses and other assets	11	**16,598,748**	20,442,880
Cash and cash equivalents	12	**58,595,493**	48,153,751
Total current assets		**347,430,725**	356,415,888
Total assets		**505,099,520**	512,894,263
Equity and liabilities			
Equity			
Share capital	1	**280,800,000**	280,800,000
Retained earnings		**89,539,605**	74,653,729
Re-measurement reserve for defined employees' benefits plan obligations		**224,808**	224,808
Total equity		**370,564,413**	355,678,537
Liabilities			
Non-current liabilities			
Lease liabilities - non-current portion		**3,045,436**	3,170,030
Employees' defined benefit plan obligations		**11,959,617**	11,978,937
Total non-current liabilities		**15,005,053**	15,148,967
Current liabilities			
Lease liabilities - current portion		**791,021**	826,190
Accounts payable	13	**100,381,625**	117,682,144
Accrued expenses and other liabilities	14	**15,637,408**	17,889,315
Zakat provision	15	**2,720,000**	5,669,110
Total current liabilities		**119,530,054**	142,066,759
Total liabilities		**134,535,107**	157,215,726
Total equity and liabilities		**505,099,520**	512,894,263

Khaled Mohamed Alkhwaitar	Nabil Hasan Mohammed Al-Amir	Abdulhamied Husni Ibrahim
Chairman of the Board	**Chief Executive Officer**	**Finance Director**

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

United Wire Factories Company
(Listed Joint Stock Company)

Interim condensed statement of profit or loss and other comprehensive income (Unaudited)
For the three-month and six-month periods ended 30 June 2026
(Saudi Riyals)

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2026 (unaudited)	2025 (unaudited)	**2026 (unaudited)**	2025 (unaudited)
Profit or loss					
Sales	18	**185,403,659**	181,402,568	**360,293,914**	346,221,463
Cost of sales	18	**(160,686,044)**	(169,636,837)	**(322,694,263)**	(323,934,342)
Gross profit		**24,717,615**	11,765,731	**37,599,651**	22,287,121
Selling and marketing expenses		**(5,591,203)**	(5,449,495)	**(11,447,986)**	(10,785,202)
General and administrative expenses		**(2,951,659)**	(4,751,899)	**(6,884,126)**	(9,575,514)
Expected credit losses	10	**(1,473,896)**	(37,083)	**(5,219,135)**	(648,702)
Impairment of advances to suppliers	11	**(2,381,754)**	-	**(2,790,586)**	-
Net profit from main operations		**12,319,103**	1,527,254	**11,257,818**	1,277,703
Share of results of the associate	8	**4,838,085**	764,364	**5,760,435**	1,561,089
Finance costs of lease liabilities		**(49,680)**	(30,994)	**(102,079)**	(62,416)
Other income		**43,232**	166,068	**90,896**	277,087
Returns from long-term receivables measured at present value	16	**307,161**	941,283	**598,806**	941,283
Net profit for the period before zakat		**17,457,901**	3,367,975	**17,605,876**	3,994,746
Zakat	15	**(1,500,000)**	(1,500,000)	**(2,720,000)**	(2,750,000)
Net profit for the period		**15,957,901**	1,867,975	**14,885,876**	1,244,746
Other comprehensive income		**-**	-	**-**	-
Total comprehensive income for the period		**15,957,901**	1,867,975	**14,885,876**	1,244,746
Earnings per share	17				
Basic earnings per share from net profit for the period		**0.57**	0.07	**0.53**	0.04

Khaled Mohamed Alkhwaitar	Nabil Hasan Mohammed Al-Amir	Abdulhamied Husni Ibrahim
Chairman of the Board	**Chief Executive Officer**	**Finance Director**

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

United Wire Factories Company
(Listed Joint Stock Company)

Interim condensed statement of changes in equity (Unaudited)
For the six-month period ended 30 June 2026
(Saudi riyals)

	Share capital	**Retained earnings**	**Re-measurement reserve for defined employees' benefit plan obligations**	**Total**
For the six-month period ended 30 June 2025 (unaudited)				
Balance as at 1 January 2025 (audited)	280,800,000	83,511,075	3,238,205	367,549,280
Net profit for the period	-	1,244,746	-	1,244,746
Balance as at 30 June 2025 (unaudited)	280,800,000	84,755,821	3,238,205	368,794,026
For the six-month period ended 30 June 2026 (unaudited)				
Balance as at 1 January 2026 (audited)	**280,800,000**	**74,653,729**	**224,808**	**355,678,537**
Net profit for the period	**-**	**14,885,876**	**-**	**14,885,876**
Balance as at 30 June 2026 (unaudited)	**280,800,000**	**89,539,605**	**224,808**	**370,564,413**

Khaled Mohamed Alkhwaitar
Chairman of the Board

Nabil Hasan Mohammed Al-Amir
Chief Executive Officer

Abdulhamied Husni Ibrahim
Finance Director

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

United Wire Factories Company
(Listed Joint Stock Company)

Interim condensed statement of cash flows (Unaudited)
For the six-month period ended 30 June 2026
(Saudi Riyals)

	For the six-month period ended 30 June	
	2026 (unaudited)	2025 (unaudited)
Cash flows from operating activities		
Net profit for the period before zakat	**17,605,876**	3,994,746
Adjustments to reconcile net profit for the period before zakat to net cash flow from operating activities		
Depreciation of property, plant and equipment	**5,219,586**	5,626,498
Amortization of intangible assets	**86,242**	28,289
Depreciation of right of use assets	**429,984**	374,471
Gain on sale of property, plant and equipment	**(16,789)**	(277,087)
Share of results of the associate	**(5,760,435)**	(1,561,089)
Expected credit losses	**5,219,135**	648,702
Impairment of advances to suppliers	**2,790,586**	-
Employees' defined benefit plan obligations	**459,399**	792,086
Provision of inventory charged	**6,644,638**	-
Returns from long-term receivables	**(598,806)**	(941,283)
Finance costs of lease liabilities	**102,079**	62,416
Board of Directors' remuneration and incentives, net	**(625,000)**	625,000
	31,556,495	9,372,749
Changes in operating assets and liabilities		
Inventory	**(32,972,632)**	(171,980)
Net change in related parties	**-**	(411,431)
Trade receivables	**36,754,455**	(20,817,923)
Prepaid expenses and other assets	**1,053,546**	(6,660,364)
Accounts payable	**(17,300,519)**	40,877,848
Accrued expenses and other liabilities	**(1,626,907)**	(1,663,301)
Employees' defined benefit plan obligations paid	**(478,719)**	(581,552)
Zakat paid	**(5,669,110)**	(6,049,437)
Net cash from operating activities	**11,316,609**	13,894,609
Cash flows from investing activities		
Additions to property, plant, and equipment	**(691,116)**	(6,507,294)
Proceeds from sale of property, plant and equipment	**228,091**	277,117
Additions to intangible assets	**(150,000)**	-
Net cash used in investing activities	**(613,025)**	(6,230,177)
Cash flows from financing activities		
Lease liabilities paid	**(261,842)**	(340,780)
Net cash used in financing activities	**(261,842)**	(340,780)
Net change in cash and cash equivalents	**10,441,742**	7,323,652
Cash and cash equivalents, beginning of the period	**48,153,751**	44,424,344
Cash and cash equivalents, end of the period	**58,595,493**	51,747,996

***Non-cash transactions note 21**

Khaled Mohamed Alkhwaitar	Nabil Hasan Mohammed Al-Amir	Abdulhamied Husni Ibrahim
Chairman of the Board	**Chief Executive Officer**	**Finance Director**

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

1 - Organization and Activities

A- United Wire Factories Company was registered as a Listed Joint Stock Company under Commercial Registration No. 1010079195 and Unified Number No. 7001351225, issued in the city of Riyadh on 20 Rabi' Al-Awwal 1411 (corresponding to 9 October 1990).

The main activity of the Company and its branches within the Kingdom of Saudi Arabia comprise the wholesale trading of metal and steel sheets, drawn products, and billets; retail trading of construction, building, civil engineering, oil and heavy equipment machinery and its maintenance; manufacturing of sheets, plates, coils, strips, bars, rods, angles, wires, and sections in all forms; land transportation of goods; retail trading of gifts; manufacturing of clothes hangers and clips; manufacturing of wire products, including (barbed wire, fences, expanded mesh, etc.); and manufacturing of steel insulated wires and cables.

On 31 December 2024, the Company announced the signing of a non-binding memorandum of understanding with Al Raedah Industrial Investment Company ("Al Raedah Company") to acquire a forty percent (40%) ownership interest in Al Raedah Company's share capital through the issuance of new shares (the "Offer Shares") in favor of the selling shareholders of Al Raedah Company ("Acquistion Agreement"). On 31 December 2024, the Company announced the signing of a share purchase agreement to acquire forty percent (40%) of the share capital of Al Raedah Company (the non-binding memorandum).

The completion of the acquisition agreement is subject to the fulfillment of several conditions, including obtaining the approval of the Capital Market Authority in relation to the capital increase and the publication of the shareholders' circular, the listing of the new shares resulting from the capital increase, as well as obtaining the approval of the Company's extraordinary general assembly in accordance with the Regulation for Companies and the rules on the offer of securities and continuing obligations. In addition, the Company is required to obtain any other necessary or appropriate approvals in relation to the acquisition agreement. In this regard, on 1 March 2026, the Company announced that it had received a no-objection certificate from the General Authority for Competition to complete the acquisition transaction.

B- The interim condensed financial information represent the assets, liabilities and operations' results of the main commercial register and the following branches' registers:

CR Number	Place of issue	Date of issue	Trade name
3555102116	Duba	29/7/1443	Mas Steel
1011024353	Al-Kharj	29/5/1438	Mas Steel
1131014760	Buraidah	15/10/1420	United Wire Factories Company - Buraidah Branch
5855025824	Khamis Mushait	27/12/1425	United Wire Factories Company - Khamis Mushait Branch
1010043209	Riyadh	13/4/1402	United Wire Factories Company - Riyadh Second Branch
1010179732	Riyadh	8/6/1423	United Wire Factories Company - Riyadh Third Branch
1010385519	Riyadh	11/10/1434	Mas Steel
4030130240	Jeddah	10/2/1421	United Wire Factories Company - Jeddah Branch
1010167642	Riyadh	16/4/1422	United Wire Factories Company - Riyadh First Branch

1 - Organization and Activities (Continued)

C- As at 30 June 2026, the Company's share capital amounted to Saudi Riyals 280,800,000, divided into 28,080,000 shares of equal value, with a nominal value of Saudi Riyals 10 each, all of which are ordinary cash shares.

D- The company's head office is located at the following address:
United Wire Factories Company
P.O. Box 355208
Postal Code 11383
Riyadh – Saudi Arabia

2 - Basis of preparation of the interim condensed financial statements

Applicable accounting standards

These interim condensed financial statements have been prepared in accordance with the International Accounting Standard 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 and should be read in conjunction with the last financial statements of the Company for the year ended 31 December 2025. Interim condensed financial information does not include all the information required for the entire set of financial statements prepared in accordance with the International Financial Reporting Standards, but changes in accounting policies "if any" and selected explanatory notes are included to explain important events and transactions to understand the changes in the financial position and financial performance of the Company since the last annual financial statements. Furthermore, the financial results for the period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the year ending 31 December 2026.

Basis of measurement

The interim condensed financial statements have been prepared in accordance with the historical cost principle, going concern assumption, and the accrual basis of accounting. Another basis is used if the International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants require it, as indicated in the applied accounting policies.

Presentation and functional currency

The condensed interim financial statements are presented in Saudi Riyals, which is the functional currency, and are rounded to the nearest Saudi Riyal.

Use of assumptions and estimates

The preparation of the interim condensed financial information in accordance with the International Financial Reporting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements as endorsed by the Saudi Organization for Chartered and Professional Accountants requires management to use estimates and assumptions that affect the recorded amounts of revenue, costs, assets, liabilities and disclosures of contingent liabilities at the date of the financial period. However, uncertainty about these provisions, assumptions and estimates may lead to results that may require material adjustments to the carrying value of assets and liabilities that are affected in the future.

The estimates and assumptions related to them are continuously reviewed, and adjustments to the estimates are recognized with future effect.

The significant assumptions and estimates set by management in applying the Company's accounting policies and significant sources of uncertainty in assumptions and estimates were similar to those set out in the Company's last annual financial statements.

3 - Accounting policies

The accounting policies applicable to these interim condensed financial information are the same as those applicable to the financial statements for the year ended 31 December 2025.

4 - Interim financial results for the period

The Company's management has prepared all adjustments that it considered necessary to ensure fair presentation of the Company's condensed interim financial information as at 30 June 2026 and its interim results of operations for the period then ended. The interim financial results for such period may not be indicative of the financial results for the year ending 31 December 2026.

5 - New Standards, Amendments to Standards, Interpretations, and Issued Standards

The new standards and amendments to standards disclosed in the Company's annual financial statements remain unchanged.

IFRS 18 Presentation and Disclosure in Financial Statements will replace IAS 1 Presentation of Financial Statements and will be effective for annual reporting periods beginning on or after 1 January 2027. The Company has not early adopted the new accounting standard in preparing these condensed interim financial information; however, early adoption is permitted.

The Company is currently assessing the expected impact of the initial application of IFRS 18 on its financial statements.

Structure of the Statement of Profit or Loss

IFRS 18 requires entities to classify all income and expenses into categories within the statement of profit or loss, namely operating, investing, financing, income tax and zakat, and discontinued operations. The classification of income and expenses depends on the entity's main business activities.

The Company's net profit or net assets will not change as a result of applying IFRS 18. However, the Company will be required to present two new subtotals, namely "Operating Profit" and "Profit or Loss Before Financing and Income Taxes". Nevertheless, the operating profit subtotal differs from the current operating profit subtotal presented by the Company. Based on information currently available, the Company expects changes to arise in the current structure of the statement of profit or loss as a result of the following:

- Interest income and expenses are generally included within finance income and finance costs in accordance with the Company's current accounting policy, and are presented under the subtotal "net finance costs." IFRS 18 provides specific guidance on income and expenses classified within the investment and financing categories.
- Interest costs related to employee benefit obligations, lease liabilities, and returns on long-term receivables will be classified and presented within finance costs.
- Foreign exchange losses are currently included within finance costs and presented within net finance costs. Under IFRS 18, foreign exchange differences are required to be presented within the same category in which the income and expenses arising from the items giving rise to those exchange differences are presented. The Company has determined that it has foreign exchange differences classified within the operating and financing categories. For example, foreign exchange differences relating to trade payables and trade receivables will be classified within the operating activities category.
- Based on the company's preliminary assessment, dividends received from investments and the company's share of the results of associates will be included within the investment category.
- Based on the company's preliminary assessment, scrap sales will be included within the operating category.

Management-defined Performance Measures

Management-defined performance measures represent subtotals of income and expenses used in public communications outside the financial statements and reflect management's view of an aspect of the entity's overall financial performance. The Company will be required to disclose specific information related to management-defined performance measures in a single note to the financial statements.

The Company is currently identifying the public communications that should be considered when determining management-defined performance measures. These measures relate to the same reporting period covered by the financial statements. Accordingly, the management-defined performance measures that will be disclosed by the Company after applying IFRS 18 will be determined based on the public communications issued by the Company relating to the interim reporting periods of 2027.

5 - New Standards, Amendments to Standards, Interpretations, and Issued Standards (continued)

Aggregation and Disaggregation Principles

IFRS 18 provides enhanced principles on how information should be aggregated in the financial statements (i.e., the primary financial statements and notes). It also provides guidance on the labeling and description of items presented in the primary financial statements or disclosed in the notes.

The Company is currently assessing the aggregation of items based on similar and dissimilar characteristics. Based on this assessment, the Company will present items in the primary financial statements that provide structured and useful summaries and will disclose additional material information in the notes. The Company is also assessing items currently classified under the description "Other" and will use clearer descriptions.

Consequential Amendments

IFRS 18 introduced consequential amendments to IAS 7, which require entities to use the new operating profit subtotal as the starting point for preparing the statement of cash flows when presenting cash flows from operating activities using the indirect method. The Company currently uses profit for the year/period as the starting point for reconciling to cash flows generated from operating activities. As a result of the new starting point, certain reconciliation items included in this reconciliation will change.

The consequential amendments also provide specific guidance on the classification of cash flows related to interest and dividends. Under this guidance, the Company will classify cash flows arising from interest paid within financing activities instead of operating activities. Cash flows arising from interest received, dividends received, and dividends paid will continue to be classified within investing activities and financing activities, respectively.

(Saudi Riyals)

6 - Property, plant and equipment, net

A- This item consists of the following:

As at 30 June 2026 (unaudited)	Lands	Buildings and constructions	Machinery and equipment	Tools and supplies	Office equipment and furniture	Vehicles	Capital work in progress	Total
Cost								
Balance, beginning of the period	**46,442,583**	**61,732,530**	**209,554,766**	**35,103,800**	**9,795,181**	**9,610,114**	**-**	**372,238,974**
Additions	**-**	**164,982**	**384,463**	**116,090**	**1,481**	**24,100**	**-**	**691,116**
Disposals	**-**	**-**	**(221,370)**	**(130,000)**	**-**	**(2,870)**	**-**	**(354,240)**
Balance, ending of the period	**46,442,583**	**61,897,512**	**209,717,859**	**35,089,890**	**9,796,662**	**9,631,344**	**-**	**372,575,850**
Accumulated depreciation								
Balance, beginning of period	**-**	**22,625,278**	**168,550,864**	**26,990,726**	**7,851,889**	**8,412,837**	**-**	**234,431,594**
Charged during the period	**-**	**968,248**	**2,691,479**	**1,039,373**	**245,397**	**275,089**	**-**	**5,219,586**
Disposals	**-**	**-**	**(52,507)**	**(89,050)**	**-**	**(1,381)**	**-**	**(142,938)**
Balance, ending of the period	**-**	**23,593,526**	**171,189,836**	**27,941,049**	**8,097,286**	**8,686,545**	**-**	**239,508,242**
Net book value	**46,442,583**	**38,303,986**	**38,528,023**	**7,148,841**	**1,699,376**	**944,799**	**-**	**133,067,608**
As at 31 December 2025 (audited)								
Cost								
Balance, beginning of the year	46,442,583	60,194,354	193,352,467	34,608,906	9,440,488	11,326,563	9,949,234	365,314,595
Additions	-	1,595,991	4,013,689	1,431,195	354,693	247,129	3,908,894	11,551,591
Disposals	-	(57,815)	-	(936,301)	-	(1,963,578)	-	(2,957,694)
Transfers	-	-	12,188,610	-	-	-	(13,858,128)	(1,669,518)
Balance, ending of the year	46,442,583	61,732,530	209,554,766	35,103,800	9,795,181	9,610,114	-	372,238,974
Accumulated depreciation								
Balance, beginning of year	-	20,729,742	162,013,513	25,694,240	7,352,800	9,794,844	-	225,585,139
Charged during the year	-	1,902,531	6,537,351	2,232,774	499,089	581,542	-	11,753,287
Disposals	-	(6,995)	-	(936,288)	-	(1,963,549)	-	(2,906,832)
Balance, ending of the year	-	22,625,278	168,550,864	26,990,726	7,851,889	8,412,837	-	234,431,594
Net book value	46,442,583	39,107,252	41,003,902	8,113,074	1,943,292	1,197,277	-	137,807,380

(Saudi Riyals)

7 - Intangible assets

A- The following is the movement of intangible assets:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Cost		
Balance, at the beginning of the period / year	**1,669,518**	-
Additions during the period / year	**150,000**	-
Transferred from capital work in progress	**-**	1,669,518
Balance, ending of the period / year	**1,819,518**	1,669,518
Accumulated amortization		
Balance, beginning of the period / year	**111,765**	-
Charged for the period / year	**86,242**	111,765
Balance, at the end of the period / year	**198,007**	111,765
Net book value	**1,621,511**	1,557,753

B- The intangible assets consist of the Company's computer softwares.

8 - Investment in associate

The Company has invested in A One Fence Arabia for Industy Company (a limited liability company), in which the Company owns 30% of the share capital, while a foreign partner owns the remaining 70%.

A- The following is the movement of the investment in associate:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance, at the beginning of the period / year	**10,079,557**	6,931,481
Company's share of Results	**5,760,435**	3,148,076
Balance, ending of the period / year	**15,839,992**	10,079,557

* The balance includes an amount of SAR 1,968,888 that has been recorded as an addition to the investment in the associate balance, representing the difference between the nominal par value and the fair value of the interest-free loan provided by the Company to the associate. This difference has been considered as a contribution to the capital of the associate (Note 16).

B- The following table summarizes the information related to A One Fence Arabia for Industy Company.

	30 June 2026 (unaudited)	31 December 2025 (audited)
Current assets	**103,019,496**	93,707,966
Non-current assets	**19,560,750**	18,745,262
Current liabilities	**76,323,177**	83,365,061
Non-current liabilities	**4,459,522**	4,030,233
Equity	**41,797,547**	25,057,934
Net profit for the period	**16,699,590**	9,157,479
Other comprehensive loss	**(42,154)**	(85,218)
Total comprehensive income for the period	**16,657,436**	9,072,261

(Saudi Riyals)

9 - Inventory

	30 June 2026 (unaudited)	31 December 2025 (audited)
Finished goods	**98,849,372**	95,306,496
Raw material	**52,033,677**	25,600,386
Work in progress	**13,320,035**	10,730,311
Spare parts	**4,829,338**	4,422,597
Provision for Inventory *	**(6,852,116)**	(207,478)
	162,180,306	135,852,312

* The inventory provision consists of slow-moving and obsolete inventory, in addition to inventory discrepancies.

The Company has performd an inventory count as at 30 June 2026, during which discrepancies were identified amounting to SAR 6,572,248, based on management's assessment, a provision was recognized for these discrepancies. Internal auditing and inspection are still ongoing, and the necessary actions will be taken once completed.

10 - Trade receivables

A- This item consists of the following:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Trade receivables – external parties	**107,275,705**	144,094,601
Trade receivables – related parties (Note 16)	**6,321,326**	6,900,249
	113,597,031	150,994,850
Minus: provision for expected credit losses - B	**(11,050,340)**	(6,699,079)
	102,546,691	144,295,771

B- The movement of the provision for expected credit losses is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance, beginning of the period / year	**6,699,079**	5,662,234
Charged during the period / year	**5,219,135**	1,036,845
Write-off during the period / year	**(867,874)**	-
Balance, ending of the period / year	**11,050,340**	6,699,079

C- Trade receivables in the condensed interim statement of financial position have been classified into current and non-current as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Current trade receivables	**99,085,191**	141,370,254
Non-current trade receivables	**3,461,500**	2,925,517
	102,546,691	144,295,771

Trade receivables from related parties include a contract with extended payment terms of 4 years, and therefore contain a significant financing component in accordance with the requirements of (IFRS 15 - Revenue from Contracts with Customers). Revenue from these contracts is recognized at the present value of the consideration receivable at the inception of the contract, with the difference between the nominal value and the present value being recognized as finance income over the payment period using the effective interest rate method in accordance with IFRS 9 Financial Instruments.

As at 30 June 2026, trade receivables from related parties include an amount of SAR 5,339,282 relating to these arrangements, and the related finance income is recognized over the remaining period of the contractual payment terms. The finance income for the current period amounted to SAR 224,510

(Saudi Riyals)

11 - Prepaid expenses and other assets

A- This item consists of the following:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Advance to suppliers	**6,952,282**	10,058,256
Letters of guarantee margin	**5,064,459**	4,314,459
Prepaid expenses	**4,735,890**	3,540,737
Refundable Deposits	**2,963,129**	2,963,129
Employee receivables	**1,871,922**	1,730,667
Letters of Credit	**321,279**	180,295
Others	**999,131**	1,174,095
Minus: impairment provision for advances to suppliers	**(6,309,344)**	(3,518,758)
	16,598,748	20,442,880

B- The movement of the impairment provision for advances to suppliers is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance, beginning of the period / year	**3,518,758**	3,085,679
Charged during the period / year	**2,790,586**	646,588
Reversed during the period / year	**-**	(213,509)
Balance, ending of the period / year	**6,309,344**	3,518,758

12 - Cash and Cash Equivalents

	30 June 2026 (unaudited)	31 December 2025 (audited)
Cash at banks	**58,594,190**	48,153,574
Cash on hand	**1,303**	177
	58,595,493	48,153,751

13 - Accounts payable

	30 June 2026 (unaudited)	31 December 2025 (audited)
Accounts payable – external parties	**93,453,799**	102,536,861
Accounts payable – related parties (Note 16)	**6,927,826**	15,145,283
	100,381,625	117,682,144

14 - Accrued expenses and other liabilities

This item consists of the following:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Advance payments from customers	**6,612,549**	8,037,659
Accrued commissions	**2,727,718**	3,172,086
Accrued employee benefits	**2,295,922**	1,997,616
Value added tax (VAT)	**1,984,984**	1,434,885
Accrued rewards and incentives*	**887,500**	1,425,000
Other	**1,128,735**	1,822,069
	15,637,408	17,889,315

* This includes accrued remonurations of SAR 625,000 to Board of Directors members (31 December 2025: SAR 1,250,000, which was reversed as its disbursement was not approved by the General Assembly in their meeting held on 16 June 2026).

(Saudi Riyals)

15 - Zakat provision

A- Following is the movement of zakat provision:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance, beginning of the period / year	**5,669,110**	6,300,699
Charged during the period / year	**2,720,000**	5,417,848
Paid during the period / year	**(5,669,110)**	(6,049,437)
Balance, ending of the period / year	**2,720,000**	5,669,110

B- *Zakat status*

The Company has finalized its zakat status up to the year 2024 with no differences. The Company submitted its zakat return and financial statements to the Zakat, Tax and Customs Authority for the year 2025, settled the amounts due according to the return, and obtained the required zakat certificate

16 - Related Parties

Transactions during the period with related parties were carried out in the ordinary course of the Company's business and were approved by management. This balance comprises the following:

A- The following is the balance due from the related parties:

	30 June 2026 (unaudited)	31 December 2025 (audited)
A One Fence Arabia for Industry Company	**10,970,987**	10,596,691

During 2023, A One Fence Arabia for Industry Company entered into an interest-free loan agreement with the Company amounting to Saudi Riyals 11,250,000 to finance its operating activities and working capital requirements. The loan repayment installments are due after 30 months from the date of each drawdown. The loan was drawn on four installments, with the first drawdown on 21 February 2024 and the last drawdown on 29 April 2024. Accordingly, the entire loan balance has been classified as current assets during the current period.

Since the loan was granted without interest, it was measured at present value upon initial recognition using the effective interest rate. The difference between the nominal value and the present value was recognized as a contribution to the associate's equity and was included within the investment in the associate (Note 8).

B- The following is the movement in the loan balance:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance, beginning of the period / year	**10,596,691**	9,281,112
Finance Income on long-term receivables	**374,296**	1,315,579
Balance, ending of the period / year	**10,970,987**	10,596,691

C- The balances due from related parties classified within trade receivables is as follows (Note 10):

	30 June 2026 (unaudited)	31 December 2025 (audited)
A One Fence Arabia for Industry Company	**5,339,282**	6,212,780
Rumooz Al Fakhira Trading Company	**982,044**	687,469
	6,321,326	6,900,249

D- The balance due to related pary classified within accounts payables is as follows (Note 13):

	30 June 2026 (unaudited)	31 December 2025 (audited)
A One Fence Arabia for Industry Company	**6,927,826**	15,145,283

(Saudi Riyals)

16 - Related Parties (continued)

E- The following are the most significant transactions made with related parties:

Related Party	Nature of the relationship	Transaction Type	30 June 2026 (unaudited)	30 June 2025 (unaudited)
A One Fence Arabia for Industry Company	Associate company	Purchases	**13,177,382**	10,764,472
		Sales	**(2,300,311)**	(22,175,649)
		Returns from long-term receivables	**598,806**	941,283
Rumooz Al Fakhira Trading Company	Affiliated company *	Sales	**1,169,195**	6,194,515

* An affiliated company is a related party in which the shareholders own shares, or is a party in which the Company has representation in its management.

Compensation of Key Management Personnel

Compensation of key management personnel represents those amounts paid to persons who have authority and responsibility for planning, directing and controlling the activities of the entity directly or indirectly, including any director (whether executive or otherwise). Compensation of key management personnel includes:

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Salaries and benefits	**1,997,959**	2,278,959
Employees' defined benefit plan obligations	**2,371,550**	2,079,750
Board of Directors' remuneration and incentives, net	**(625,000)**	625,000

17 - Earnings per share

Earnings per share was calculated from the net profit for the period by dividing the net profit for the period by the weighted average number of shares outstanding during the period, which amounted to 28,080,000 shares. The earnings per share for the period is as follows:

	30 June 2026 (unaudited)	30 June 2025 (unaudited)
Net profit for the period	**14,885,876**	1,244,746
Weighted average number of shares	**28,080,000**	28,080,000
Basic earnings per share from net profit for the period	**0.53**	0.04
Number of outstanding shares at the end of the period	**28,080,000**	28,080,000

Diluted earnings per share is the same as basic earnings per share, as the Company does not have any convertible shares.

(Saudi Riyals)

18 - Segment information

The Company presents segment information based on the operating segments as follows:
Industrial sector sales: Includes products serving the construction sector for building, construction, and housing projects.
Commercial sector sales: Includes products serving the civil consumer sector.

The following are certain financial data for these business segments:

30 June 2026 (unaudited)	**Industrial sector**	**Commercial sector**	**Total**
Sales	**248,869,349**	**111,424,565**	**360,293,914**
Cost of sales	**(216,083,659)**	**(106,610,604)**	**(322,694,263)**
Gross profit	**32,785,690**	**4,813,961**	**37,599,651**
30 June 2025 (unaudited)			
Sales	204,711,470	141,509,993	346,221,463
Cost of sales	(187,302,250)	(136,632,092)	(323,934,342)
Gross profit	17,409,220	4,877,901	22,287,121
30 June 2026 (unaudited)			
Property, plant and equipment	**89,675,651**	**43,391,957**	**133,067,608**
31 December 2025 (audited)			
Property, plant and equipment	92,869,833	44,937,547	137,807,380

The following are the Company's sales by geographical region:

30 June 2026 (unaudited)	**Industrial sector**	**Commercial sector**	**Total**
Sales within KSA	**242,574,134**	**111,418,965**	**353,993,099**
Sales outside KSA	**6,295,215**	**5,600**	**6,300,815**
Total	**248,869,349**	**111,424,565**	**360,293,914**
30 June 2025 (unaudited)			
Sales within KSA	198,797,111	141,509,993	340,307,104
Sales outside KSA	5,914,359	-	5,914,359
Total	204,711,470	141,509,993	346,221,463

19 - Contingent liabilities and commitments

The contingent liabilities and commitments as at the date of the interim condensed statement of financial position are as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Letters of credit	**30,593,532**	17,729,833
Letters of guarantee	**101,289,182**	86,289,182
Capital commitments for the construction and execution of capital works in progress	**-**	119,449
	131,882,714	104,138,464

(Saudi Riyals)

20 - Financial instruments, risk management and fair value

The Company's objectives and policies for managing financial risks are consistent with those disclosed in the annual financial statements for the year ended 31 December 2025. No significant changes have occurred in the classification, measurement, or fair value of financial instruments during the financial period ended 30 June 2026. There have also been no significant changes in the Company's exposure to credit risk, liquidity risk, or market risk, or in the methods used to manage those risks, compared to those disclosed in the latest annual financial statements.

Fair value

Fair value represents the value at which assets can be exchanged or liabilities settled between parties with the knowledge and desire to do so and on fair dealing terms. Financial instruments consist of financial assets and financial liabilities. The Company's management believes that the fair value of financial assets and liabilities does not differ materially from their book values.

21 - Non-cash transactions

	For the six-month period ended 30 June	
	2026 (unaudited)	2025 (unaudited)
Additions to Right-of-use Assets and Lease Liabilities	-	(222,798)
Transferred from Capital Work in Progress to Intangible Assets	-	(1,669,518)

22 - Geopolitical Developments

During the year 2026, the Middle East region witnessed an escalation in conflicts and geopolitical instability, which may have an impact on the region. There is no impact on the company.

23 - Subsequent events

The Company's management believes that there are no material subsequent events after the date of the financial statements and before the issuance of these financial statements that require adjustment or disclosure.

24 - Approval of interim condensed financial information

The interim condensed financial information were approved by the Board of Directors on 2 Rabi Al Awaal 1448 (corresponding to 15 August 2026).