

JAZAN DEVELOPMENT AND INVESTMENT COMPANY
A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS(UNAUDITED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026
AND INDEPENDENT AUDITOR'S REVIEW REPORT

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS(UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

AND INDEPENDENT AUDITOR'S REVIEW REPORT

INDEX	Page
- Independent auditor's review report	1
- Interim condensed consolidated statement of financial position	2
- Interim condensed consolidated statement of profit or loss and other comprehensive income	3
- Interim condensed consolidated statement of changes in equity	4
- Interim condensed consolidated statement of cash flows	5
- Notes to the interim condensed consolidated financial statements	6 - 24



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

To the Shareholders of Jazan Development and Investment Company

A Saudi Joint Stock Company
Riyadh, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying condensed interim consolidated statement of financial position of Jazan Development and Investment Company (a Saudi Joint Stock Company) (the "Company") and its subsidiaries (together referred to as the "Group") as at 31 March 2026, and the related condensed interim consolidated statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period then ended, and other explanatory notes.

Management is responsible for the preparation and presentation of these condensed interim consolidated financial statements in accordance with International Accounting Standard (IAS) 34, "Interim Financial Reporting," as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed interim 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 "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia.

Material Uncertainty Related to Going Concern

We draw attention to Note (3) to the accompanying condensed interim consolidated financial statements, which indicates that the Group's accumulated losses as at 31 March 2026 amounted to 125.66 million. As of that date, the Group's current liabilities exceeded its current assets by 104.67 million, which raises a substantial doubt about the Group's ability to continue its operations as a going concern. The Group primarily relies on its ability to achieve its business plans to generate sufficient cash flow, enabling it to meet its obligations as they fall due without a significant reduction in its operations. The accompanying condensed interim consolidated financial statements have been prepared on a going concern basis. Our conclusion has not been modified in this regard.

For Alzoman, Alfahad and Alhajjaj Professional Services

Zaher Abdulrah Alhajjaj
Certified Public Accountant
License No (562)

Riyadh, Kingdom of Saudi Arabia

Date: 27 Dhual-Qa'dah 1447H

Corresponding: 14 May 2026



JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

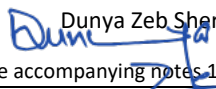
AS OF 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-current assets			
Property, plant, and equipment		213,482,376	213,831,151
Investment properties	6	221,317,255	222,091,337
Investment in associates	7	9,295,611	11,290,237
Investments carried at fair value through OCI		19,000,000	19,000,000
Intangible assets		1,600,038	1,597,397
Right of use asset		481,648	13,959
Total non-current assets		465,176,928	467,824,081
Current assets			
Biological assets	8	4,948,415	17,688,948
Inventory	9	21,843,662	10,732,328
Trade receivables, net	10	36,178,816	16,800,490
Prepayment and other receivables		9,843,495	7,371,395
Cash and cash equivalents		9,636,664	15,590,653
Total current assets		82,451,052	68,183,814
Total assets		547,627,980	536,007,895
Equity and liabilities			
Equity			
Share capital	1	500,000,000	500,000,000
Fair value reserve		(52,325,000)	(52,325,000)
Foreign currency translation reserve		(7,965,523)	(7,086,058)
Accumulated losses		(125,659,796)	(130,859,050)
Equity attributable to equity holders of the parent		314,049,681	309,729,892
Non-controlling interests		503,986	436,508
Total equity		314,553,667	310,166,400
Liabilities			
Non-current liabilities			
Long-term loans - non-current portion	12	26,934,244	27,128,728
Employees benefit obligations		6,779,515	6,638,601
Lease liabilities - non-current portion		235,357	-
Deferred financing income - non-current portion	14 - C	3,420,118	3,585,619
Government Grant - non-current portion		389,388	693,063
Zakat payable - non-current portion	14 - B	8,195,636	8,344,073
Total non-current liabilities		45,954,258	46,390,084
Current liabilities			
Long-term loans - current portion	12	1,381,250	690,625
Short term loans	13	15,563,484	15,269,296
Lease liabilities - current portion		278,100	-
Unclaimed dividends		5,337,503	5,337,803
Debt Transfer - Associate guarantee		17,602,594	17,602,594
Commitments for the loans guarantees - current portion		111,922,800	111,922,800
Deferred financing income - current portion	14 - C	679,313	690,663
Government Grant - current portion		1,182,507	1,150,962
Trade payable, accrued expenses, and other liabilities		32,259,447	26,041,939
Zakat provision	14 - A	336,618	179,640
Zakat payable - current portion	14 - B	576,439	565,089
Total current liabilities		187,120,055	179,451,411
Total liabilities		233,074,313	225,841,495
Total shareholders' equity and liabilities		547,627,980	536,007,895

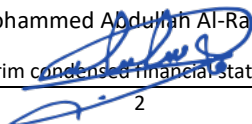
Chief Financial Officer

Dunya Zeb Sher Alam



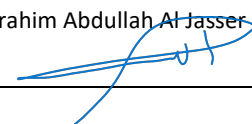
Chief Executive Officer

Mohammed Abdullah Al-Rasheed



Chairman

Ibrahim Abdullah Al Jasser



The accompanying notes 1 to 22 form part of these interim condensed financial statements.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

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

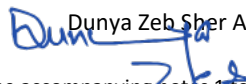
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

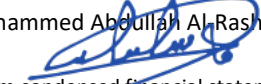
	Note	For the Three months ended	
		31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Continuing operations			
Revenues		39,924,608	27,547,449
Cost of revenues		(34,279,514)	(23,867,214)
Gain on Fair valuation of biological assets	8.2	8,607,267	11,937,764
Gross Profit for the period		14,252,361	15,617,999
General and Administrative expenses		(5,413,682)	(4,642,897)
Selling and Marketing expenses		(1,861,791)	(720,233)
Profit from operations activities for the period		6,976,888	10,254,869
Finance costs, net		(709,375)	(876,995)
Group's share of the result of an associate		(34,741)	121,422
Other income / (expenses)		(874,135)	4,494
Net Profit for the period before Zakat		5,358,637	9,503,790
Zakat	14-A	(156,978)	(1,135,000)
Net Profit for the period from continuing operations		5,201,659	8,368,790
Discontinued operations:			
Net Profit for the period from discontinued operations	18	-	1,250,000
Net Profit for the period		5,201,659	9,618,790
Other comprehensive income			
Items that may be subsequently reclassified to the interim consolidated statement of profit or loss			
Company's share in the foreign currency translation differences of associate		(879,465)	(118,065)
Items that will not be subsequently reclassified to the interim consolidated statement of profit or loss			
Actuarial gain on employee benefit obligation		65,073	84,804
Total other comprehensive (losses) for the period		(814,392)	(33,261)
Total comprehensive income for the period		4,387,267	9,585,529
Net profit for the period attributable to:			
Shareholders of the parent company from continuing operation		5,134,181	8,406,911
Shareholders of the parent company from discontinuing operation		-	1,250,000
Non-controlling interests		67,478	(38,121)
		5,201,659	9,618,790
Total comprehensive income for the period attributable to:			
Shareholders of the parent company		4,319,789	9,623,650
Non-controlling interests		67,478	(38,121)
		4,387,267	9,585,529
Earnings / (Losses) per share			
Basic and diluted Earnings /(Losses) per share in net profit / (losses) for the period	15	0.10	0.19
Basic and diluted Earnings /(Losses) per share in net profit / (losses) for the period from discontinued operation		-	0.02
Basic and diluted Earnings /(Losses) per share in net profit / (losses) for the period from continuing operation		0.10	0.17

Chief Financial Officer

Dunya Zeb Sher Alam


Chief Executive Officer

Mohammed Abdullah Al-Rasheed


Chairman

Ibrahim Abdullah Al Jasser



The accompanying notes 1 to 22 form part of these interim condensed financial statements.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)

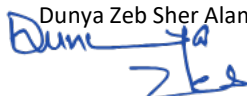
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

	Share capital	Fair value reserve of financial assets FVOCI	Foreign currency translation reserve	(Accumulated losses)	Total equity attributable to the Company's shareholders	Non-controlling interests	Total equity
Balance as at 1 January 2026 (Audited)	500,000,000	(52,325,000)	(7,086,058)	(130,859,050)	309,729,892	436,508	310,166,400
Net profit for the period	-	-	-	5,134,181	5,134,181	67,478	5,201,659
Other comprehensive loss for the period	-	-	(879,465)	65,073	(814,392)	-	(814,392)
Total comprehensive income for the period	-	-	(879,465)	5,199,254	4,319,789	67,478	4,387,267
Balance as at 31 March 2026 (Unaudited)	500,000,000	(52,325,000)	(7,965,523)	(125,659,796)	314,049,681	503,986	314,553,667
Balance as at 1 January 2025 (Audited)	500,000,000	(49,435,000)	(7,309,580)	(133,625,370)	309,630,050	(295,270)	309,334,780
Net income for the period	-	-	-	9,656,911	9,656,911	(38,121)	9,618,790
Other comprehensive loss for the period	-	-	(118,065)	84,804	(33,261)	-	(33,261)
Total comprehensive income for the period	-	-	(118,065)	9,741,715	9,623,650	(38,121)	9,585,529
Balance as at 31 March 2025 (Unaudited)	500,000,000	(49,435,000)	(7,427,645)	(123,883,655)	319,253,700	(333,391)	318,920,309

Chief Financial Officer

Dunya Zeb Sher Alam


Chief Executive Officer

Mohammed Abdullah Al-Rasheed


Chairman

Ibrahim Abdullah Al Jasser



The accompanying notes 1 to 22 form part of these interim condensed financial statements.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

	Note	For the Three months ended	
		31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
OPERATING ACTIVITIES			
Profit for the period before Zakat from continuing operations		5,358,637	9,503,790
Profit before Zakat from discontinuing operations		-	1,250,000
Profit before zakat		5,358,637	10,753,790
Adjustments to reconcile net profit / (loss) for the period before zakat:			
Depreciation of property, plant, and equipment		1,889,231	1,794,848
Depreciation of investment properties	6	784,595	784,604
Amortization of intangible assets		83,609	85,774
Depreciation of right of use assets		40,899	46,891
Gains from valuation of biological assets at fair value	8-2	(8,607,267)	(11,937,764)
Impairment of biological assets value	8	2,543,572	-
Impairment of finished goods inventory at net realizable value	9.3	504,434	-
Employee benefit obligations charged		329,359	298,778
The group's share in the results of the associate Company's operations	7	34,741	(121,422)
Provision for expected credit losses	10-1	1,027,587	-
Provision for recoverability of advance of suppliers		166,624	-
Finance costs		709,375	876,995
		4,865,396	2,582,494
Changes in operating assets and liabilities:			
Due from related party		-	13,846
Biological assets		18,804,228	9,386,313
Inventories		(11,615,768)	(4,565,624)
Accounts receivables		(20,405,913)	(12,162,561)
Prepayment and other receivables		(2,638,724)	(573,294)
Due to related party		-	287,006
Trade payable, accrued expenses, and other liabilities		6,217,508	2,483,803
		(4,773,273)	(2,548,017)
Employees post-employment benefits paid		(197,179)	(139,301)
Zakat paid	14-B	(313,938)	-
Financing costs paid		(112,500)	(258,750)
Net cash (used in) from operating activities		(5,396,890)	(2,946,068)
INVESTING ACTIVITIES			
Additions to Property, plant, and equipment		(1,540,456)	(444,507)
Additions to Investment Properties		(10,513)	-
Additions to intangible assets		(86,250)	-
Proceeds from the sale of Assets held for sale	18	-	2,472,500
Proceeds from investment in associates	7	1,080,420	-
Net Cash (used in) / generated from investing activities		(556,799)	2,027,993
FINANCING ACTIVITIES			
Bank Loans		-	14,805,244
Dividends payable paid		(300)	(2,550)
Net Cash (used in) / generated from financing activities		(300)	14,802,694
Net change in cash and cash equivalents		(5,953,989)	13,884,619
Cash and cash equivalents at the beginning of the period		15,590,653	6,163,123
Cash and cash equivalents at the end of the period		9,636,664	20,047,742
Material non-cash transactions			
Additions to right of use assets against lease liabilities		508,588	-

Chief Financial Officer

Dunya Zeb Sher Alam

Chief Executive Officer

Mohammed Abdullah Al-Fasheed

Chairman

Ibrahim Abdullah Al Jasset

The accompanying notes 1 to 22 form part of these interim condensed financial statements.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

1- ORGANIZATION AND ACTIVITY

Jazan Development and Investment Company (the "Company") and its subsidiaries (Collectively referred to as "the Group") was registered as a Saudi joint-stock company under Commercial Registration number 5900005403 and Unified No. 7001360978 issued in Jazan City on 29 Safar 1414 H (corresponding to 17 August 1993). The Share Capital, amounting to ﷲ500,000,000, consists of 50,000,000 shares with a nominal value of ﷲ 10 per share.

The Group's activities include mango cultivation, marine shrimp farming, preservation of fish products by cooling or freezing, cooling and freezing of fruits, production and bottling of pure filtered water, hotels and heritage hotels, purchase and sale of land and real estate and their division, and off-plan sales activities.

The Group's head office is located in Jazan, Corniche Road, P.O. Box 127, Kingdom of Saudi Arabia.

Licenses obtained by the Group to practice its activities are as follows:

License number	Date	City	Purpose
2852 / p	30 Dhu al-Qidah 1428 AH	Jazan	Producing healthy drinking water
5/3/6524	1 Safar 1425 AH	Jazan	Shrimp farming
21/10/032101/001	1 Safar 1425 AH	Jazan	Shrimp farming
431105114869	22 Safar 1433 AH	Sabya	Producing healthy drinking water
2210	13 Rajab 1438 AH	Samtah	Frozen shrimp production

The consolidated financial statements as of 31 March 2026 include the assets, liabilities, results of the Group and the following branches:

Subsidiary Records of the Parent Company

Branch name for parent Company	CR No.	City	Activity
Jazadco Real Estate Company	5900011471	Jazan	Purchase, sale and subdivision of land and real estate, and off-plan property sales activities.
Jazan Company for Refreshments	5906016169	Sabya	Manufacture of flavored beverages using fruit extracts or essences; on-site production and bottling of mineral water; production and bottling of purified filtered drinking water.
Jazan Agriculture Company	5900016168	Jazan	Cultivation of aromatic plants, flowers and flower buds; cultivation of grapes, figs and mangoes; cultivation of citrus fruits; cultivation of pome and stone fruits including apples, apricots, cherries, peaches, pears and plums; cultivation of ornamental plants and nursery seedlings.
Jazan Aquaculture Company	5900016170	Jazan	Establishment and operation of fish farms and fishing activities.
Jazan Fish Company	5907035800	Jazan	Preservation and processing of fish and seafood products through refrigeration or freezing.
Jazan Food Stores	5906036052	Sabya	Storage and warehousing of frozen food products.
Jazan Transportation and Logistics Services Company	5906336121	Sabya	Land transportation of goods, including refrigerated and frozen cargo transportation; storage of food products and animal feed.
Jazan Packing and Wrapping Factory	5906333517	Sabya	Cutting, packing and packaging of fruits and vegetables.

Name of the subsidiaries Companies	Ownership percentage	
	31 March 2026	31 December 2025
Fish Day Company for Fish Selling (Limited liability Company)*	100%	100%
Mango Jazan Trading Company (Limited liability Company)	65%	65%

* On 21 Jumada Al-Akhirah 1446H (corresponding to 22 December 2024), an ownership transfer agreement was signed between Jazan Development and Investment Company (the "Company") and the other partner in Fish Day Company for Fish Selling, under which the other partner transferred his 20 percent ownership shares, along with all related rights and obligations, to the Group without any consideration. Completion of the transfer was subject to the fulfillment of certain conditions specified in the agreement. Transfer was completed on 18 Safar 1447H (corresponding to 12 August 2025) and resulted in a loss of ﷲ 978,104 which has been recognized within the accumulated losses.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

2- BASIS OF PREPARATION

2-1 Statement of Compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia. These condensed interim consolidated financial statements do not include all the information normally required for a complete set of consolidated financial statements in accordance with International Financial Reporting Standards; however, selected accounting policies and explanatory notes have been included to explain significant events and transactions necessary to understand the changes in the Group's financial position and financial performance since 31 December 2025.

2-2 Basis of Measurement

These condensed interim consolidated financial statements have been prepared on the historical cost basis, except for the following significant items presented in the condensed interim consolidated statement of financial position:

- Financial investments at fair value through other comprehensive income (FVOCI).
- Defined employee benefits obligations are measured at the present value of future obligations using the projected unit credit method.
- Biological assets that can be measured reliably at fair value are measured at fair value.

2-3 Presentation and Functional Currency

Items included in the Group's consolidated financial statements are measured using the functional currency of the economic environment in which the Group operates (the "functional currency"). These consolidated financial statements are presented in Saudi Riyals, which is the Group's functional and presentation currency, and all values are rounded to the nearest Saudi Riyal, unless otherwise stated.

2-4 Use of judgments and estimates

In preparing these condensed interim consolidated financial statements, management has made judgments and estimates, if any, that may affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and related assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis for making judgments about the carrying amounts 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. Revisions 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 current and future periods.

The significant estimates made by management in applying the Group's accounting policies and the significant sources of estimation uncertainty were similar to those described in the annual consolidated financial statements for the year ended 31 December 2025, as outlined below:

3- GOING CONCERN

As of 31 March 2026, the Group's total current liabilities exceeded its total current assets by ﷲ 104,669,003. At that date, the accumulated losses reached ﷲ 125,659,796 which represents 25% of the Share capital. These conditions indicate the existence of a material uncertainty that may cast doubt on the Group's ability to continue as a going concern. However, these consolidated financial statements have been prepared on a going-concern basis based on the factors outlined below.

In 2016, the Group provided a guarantee to the Saudi Industrial Development Fund ("SIDF") for Al Reef Sugar's loan ("the investee"). Al Reef Sugar withdrew ﷲ 672 million, of which ﷲ 100 million relates to the Group's obligation as a guarantor. Due to several technical issues, Al Reef Sugar was unable to commission its operations, resulting in cost overruns and prompting SIDF to withhold additional project financing. Although Al Reef Sugar defaulted on loan installments in 2022 (ﷲ 35 million) and 2023 (ﷲ 80 million), SIDF refrained from formally calling the guarantee until 17 November 2024. In response to SIDF's guarantee call on 17 November 2024, the Group recognized a liability in accordance with IFRS 9 and consequently restated its 2023 financial statements. On 4 November 2025, the Company received a further notice from SIDF regarding the requirement to pay follow-up costs amounting to ﷲ 11,122,800 within 30 days.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

3- GOING CONCERN (CONTINUED)

Al Reef Sugar signed a non-binding and then a binding Memorandum of Understanding with a prospective investor intending to acquire 100% of Al Reef Sugar's shares and assume its obligations. However, this Memorandum was terminated on 22 December 2025 due to failure to meet the requirements related to the acquisition process, without imposing any financial or legal obligations on either party. On the other hand, Al Reef Sugar Company is currently undergoing a financial restructuring procedure pursuant to a judicial ruling issued by the competent court on 10 November 2025. This procedure includes the debtor and guarantors, resulting in the suspension of claims on the Company and its guarantors for up to 180 days in accordance with the Bankruptcy Law.

Management is preparing to negotiate with SIDF to reschedule the loan in line with the Company's cash flow capacity. Based on internal discussions and given the strong asset base of the Group, management is confident that a reasonable settlement is achievable and that these measures will be finalized during 2026. Moreover, management has prepared a three-year business plan, which reflects operational profitability and positive Cash Flows. The business plan has been approved by the Board of Directors. Accordingly, the Board of Directors believes the going-concern basis remains appropriate.

Management has also assessed the Group's ability to continue as a going concern, as it believes that the Group has the necessary resources and sufficient liquidity to continue its operations in the foreseeable future. Accordingly, the condensed consolidated interim financial statements of the Group have been prepared on the going concern basis.

4- 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 financial statements as at 31 December 2025.

5- NEW STANDARDS, AMENDMENTS TO STANDARDS, AND INTERPRETATIONS

New standards and a set of amendments to standards have been issued and became effective from 1 January 2026, as disclosed in the Group's annual financial statements. These amendments do not have any material impact on the Interim Condensed Consolidated Financial Statements for the group.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

6- INVESTMENTS PROPERTY

The Group's investment properties comprise a hotel, a residential compound, showrooms, buildings and related land, which are held for investment purposes and leased to other parties.

	<u>Land</u>	<u>Building</u>	<u>Capital work in progress</u>	<u>Total</u>
COST				
As at 31 December 2025 (Audited)	26,403,779	221,632,604	21,930,198	269,966,581
Additions during the period	-	-	10,513	10,513
Balance as at 31 March 2026 (Unaudited)	26,403,779	221,632,604	21,940,711	269,977,094
Accumulated depreciation				
As at 31 December 2025 (Audited)	-	47,875,244	-	47,875,244
Depreciation during the period	-	784,595	-	784,595
Balance as at 31 March 2026 (Unaudited)	-	48,659,839	-	48,659,839
Net book value				
As at 31 December 2025 Audited)	26,403,779	173,757,360	21,930,198	222,091,337
As at 31 March 2026 (Unaudited)	26,403,779	172,972,765	21,940,711	221,317,255

6-1 The following is the measurement data for the fair value in accordance with IFRS 13 as shown below:

<u>Property</u>	<u>Fair valuation method</u>	<u>Significant Inputs and valuation assumptions</u>	<u>Fair value as at</u>	
			<u>31 March 2026</u>	<u>31 December 2025</u>
Land and buildings	Market approach	Recent transactions	300,858,211	300,858,211

- The valuation techniques used are classified as level (2).
- The real estate valuation mechanism applied in evaluating investment real estate is compatible with the International Valuation Standards Council and with the directives of the Saudi Authority for Accredited Valuers "TAQEEM".
- The value of these investments was recorded according to the cost model. The Group evaluated its investment properties, with a net book value amounting to ﷲ 199,376,544 at fair value by an independent valuation expert. (31 December 2025: ﷲ 200,161,139). No material change occurred in the fair value of the investment properties as at 31 March 2026 compared to the announced valuations of these properties as at 31 December 2025.
- The fair value referred to above did not include capital work in progress.
- Projects under construction as of 31 Marh 2026 consist of infrastructure developments on the model plan land.
- The following are the data of the evaluators who conducted the evaluation at the investment properties from "MUMTLKATY" Real Estate Valuation Group:

<u>Valuer</u>	<u>Membership NO.</u>	<u>Valuer's qualifications</u>
Ahmed Mohammed Al-Babtain	121000305	Licensed by the Saudi Authority for Certified Valuers (TAQEEM)
Abdullah Ali Al-Shuwair	121000540	Licensed by the Saudi Authority for Certified Valuers (TAQEEM)

- a. The Group recorded rental income from these investment properties amounting to ﷲ 2,752,026 for the three-month period ended 31 March 2026 (three-month period ended 31 March 2025: ﷲ 2,580,703).
- b. The Head office building and Jazan Inn hotel are pledged as a first mortgage against the short-term loan amounted to ﷲ 15,563,484 (Note 13). The value of these properties exceeds the amount of the loan by 250 percent. The Residential complex is pledged as a first mortgage against the short-term loan amounted to ﷲ 25,000,000 (Note 12-2).

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

7- INVESTMENT IN ASSOCIATES

Investment in associates consists of the following:

Company	Country	Ownership percentage	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Rakhaa for Agricultural Investment and Development Company	Egypt	21.61%	9,295,611	11,290,237
Jannat Agricultural Investment Company	KSA	27.8%	-	-
			9,295,611	11,290,237

The movement in Rakhaa for Agricultural Investment and Development Company investment is as follows:

	For the three-month period ended 31 March 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
Balance at the start of period / year	11,290,237	8,968,688
Group's share in the associate's (loss)/profit during the period/year	(34,741)	2,181,041
Transferring the current balance to investment	(1,080,420)	-
Dividend Received	-	(82,883)
Foreign currency translation differences during period/ year	(879,465)	223,522
Group's share in the associate's other comprehensive income during period/ year	-	(131)
Balance at the end of the period /year	9,295,611	11,290,237

Jannat Agricultural Investment Company - a Saudi limited liability company under liquidation - held a 77.73% equity interest in Rakhaa for Agricultural Investment and Development Company - an Egyptian joint stock company. Given that Jazan Development and Investment Company holds a 27.8% interest in Jannat Agricultural Investment Company, and due to Jannat's default and being under liquidation, on 19 February 2020, ownership of 17,288 shares in Rakhaa for Agricultural Investment and Development Company was transferred to Jazan Development and Investment Company, representing 21.61% of the total shares of the investee.

Pursuant to Rakhaa for Agricultural Investment and Development Company's Board of Directors' meeting held on 17 November 2025, it was unanimously approved to distribute an amount of ﷲ 5 million, deducted from shareholders' financing, to the Company's shareholders in accordance with each shareholder's ownership interest in the Company's share capital. The Group's share was collected during the first quarter of the year in the amount of ﷲ 1,080,420.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

8- BIOLOGICAL ASSETS

	For the period ended on 31 March 2026			For the year ended on 31 December 2025 (Audited)		
	Biological assets "shrimps"	Agricultural Crops	Total	Biological assets "shrimps"	Agricultural Crops	Total
Balance at start of the period/year	16,388,755	1,300,193	17,688,948	12,888,248	1,888,883	14,777,131
Add: Cost of Production (Material, Labor, Overheads)	17,273,398	1,266,109	18,539,507	53,062,005	4,559,999	57,622,004
Add: Net change in fair value less costs to sell (8-2)	8,607,267	-	8,607,267	25,617,107	-	25,617,107
Impairment of biological assets*	(2,543,572)	-	(2,543,572)	-	-	-
Less: Unallocated Overhead Transferred to Cost of Sales	-	-	-	-	(2,097,089)	(2,097,089)
Subtotal - biological assets before harvest	39,725,848	2,566,302	42,292,150	91,567,360	4,351,793	95,919,153
Less: Harvest at Fair Value/Cost	(37,173,335)	(170,400)	(37,343,735)	(75,178,605)	(3,051,600)	(78,230,205)
Balance at end of the period/year	2,552,513	2,395,902	4,948,415	16,388,755	1,300,193	17,688,948

- During the three-month period ended 31 March 2026, a decline in survival and productivity rates was observed in certain ponds, which resulted in the recognition of an impairment of biological assets amounting to ﷲ 2,543,572, based on management's best estimates available as of the date of the condensed interim consolidated financial statements.

8- BIOLOGICAL ASSETS (CONTINUED)**8-1 Basis of measurement and classification:**

Biological assets comprise shrimp in various stages of the lifecycle (Nauplii, post larva, and shrimp in grow-out ponds) and growing agricultural crops (Fruits). Biological assets are, in accordance with IAS 41 Agriculture and IFRS 13 Fair Value Measurement, measured at fair value less costs to sell.

The valuation of shrimp biomass reflects the stage of biological development. Shrimp that have reached a marketable size (defined as 9 grams or above) are measured at fair value less costs to sell using observable market prices for comparable harvested shrimp. Early-stage shrimp (below 9 grams) and growing fruit crops, for which reliable market inputs are not available and biological transformation remains significant, are measured at cost, which approximates fair value.

The valuation of shrimp biomass is categorized at Level 3 in the fair value hierarchy due to the use of significant unobservable inputs, including biomass estimates, growth rates, and mortality assumptions.

Shrimp (Mature > 9g): The Company considers that observable market transactions exist for shrimp above 9 grams. Consequently, these assets are valued using a Market Approach. The fair value is calculated based on observable market prices for harvested shrimp of comparable size and species, adjusted for estimated costs to harvest, pack, and transport the product to market.

Shrimp (Immature < 9g) & Fruits: For shrimp below 9 grams and growing fruit crops (Mango, Papaya & Banana), fair value cannot be measured reliably due to the absence of an active market for these specific growth stages and the significant biological transformation still required. These assets are therefore carried at accumulated cost.

To ensure reliability and independence in the valuation process, the fair value of the shrimp biomass as at 31 December 2025 was determined by an independent valuer, Tathmeen (Saudi Authority for Accredited Valuers Membership No. 1210000272). The external valuation provides an independent assessment of both the biomass quantity and the market prices applied.

As at 31 March 2026, biological assets relating to shrimp that had not yet reached marketable size were measured at cost due to the absence of an active market for such sizes.

The estimated fair value of the biomass relies on a series of assumptions. Estimates are applied to the following factors: biomass volume, size distribution, and market prices.

Biomass Volume: The biomass volume is an estimate based on the number of post-larvae stocked (released to the pond), estimated growth rates, and mortality observed during the period. To reduce uncertainty, JAZADCO performs weekly physical sampling to verify average weights and adjust biomass estimates. The external valuer performs independent sampling on the reporting date to validate these company records. Uncertainty in biomass estimates is generally limited unless significant mortality events or health issues occur that restrict growth.

Size Distribution: Shrimp grow at different rates, creating a spread of weights within a pond. This size distribution is critical to the valuation, as larger size categories command higher market prices. The valuation applies market prices corresponding to the specific average weights determined through sampling.

Market Price: The market price assumption is a key element in the valuation. Prices are derived from observable market data for comparable products in the local market. The valuation utilizes the expert pricing data provided by Tathmeen, which is benchmarked against the Company's actual selling prices to ensure it reflects realizable value in both local and export markets. Biological assets are presented as current assets, as the harvesting process is completed within one operating cycle and within one year. In addition, these biological assets are harvested for sale in the ordinary course of the Group's operating activities. Changes in fair value, including both physical changes (growth) and price changes, are recognized in the Statement of Profit or Loss in the period in which they arise.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

8- BIOLOGICAL ASSETS (CONTINUED)

8-2 Biological assets fair valuation gains:

The net change in fair value less costs to sell recognized in profit or loss for the period is as follows:

	31 March 2026	31 March 2025
	(Unaudited)	(Unaudited)
Change in the fair value of biological assets at harvest during the period	8,607,267	11,937,764
Total Net Change in Fair Value	8,607,267	11,937,764

8-3 Measurement of biological assets:

	31 March 2026	31 December 2025
	(Unaudited)	(Unaudited)
Biological assets at cost	4,948,415	16,178,558
Change in fair value of biological assets still in water at the end of the period/year	-	1,510,390
Total Biological Assets	4,948,415	17,688,948

8-4 Accounting treatment of unallocated production overheads (Fruits):

During the year 2025, fixed production overheads amounting to ﷲ 2,097,089 relating to agricultural crops (mangoes) were not allocated to biological assets due to lower-than-normal production levels. The unallocated portion was recognized immediately in profit or loss and presented within Cost of Sales in the respective period. There was no unallocated portion in this quarter of 2026.

8-5 Risk management of biological assets

The Group's biological assets are exposed to a number of risks arising from agricultural activities. These risks primarily relate to biological, operational, and supply chain factors that may affect shrimp survival, growth, and harvest volumes. The Group manages these risks through continuous monitoring, operational controls, biosecurity procedures, and supplier diversification.

Feed supply risk and geopolitical developments

Shrimp farming operations depend on the availability of specialized feed sourced from both international and local suppliers. Disruptions in global supply chains, including geopolitical developments affecting maritime transportation, may impact the availability of imported feed. To mitigate this risk, the Group maintains relationships with multiple suppliers and utilizes locally manufactured feed where necessary to ensure continuity of operations.

Disease and epidemic risk

Aquaculture operations are inherently exposed to the risk of disease outbreaks that may impact shrimp health, survival rates, and production volumes. The Group mitigates this risk through continuous health monitoring, regular laboratory testing, and the implementation of strict biosecurity measures across farm operations. The Group also cooperates with the Ministry of Environment, Water and Agriculture by conducting periodic sampling and implementing regulatory protocols. In the event of a disease outbreak, affected ponds are isolated and appropriate treatment and containment measures are implemented in accordance with the relevant regulatory guidelines.

Operational and environmental risks

Biological assets may also be affected by operational and environmental factors such as water quality conditions, temperature variations, oxygen levels, and other farm-level risks that may influence shrimp growth and survival. The Group continuously monitors pond conditions and applies operational controls to maintain optimal farming conditions. Where necessary, harvesting schedules may be adjusted, including early harvesting, in order to mitigate potential biological losses.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

9- Inventory

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Finished goods		12,402,412	2,160,358
Raw materials		7,073,966	6,542,978
Spare parts		3,122,119	2,783,827
		<u>22,598,497</u>	<u>11,487,163</u>
(less): Provision for slow-moving inventory	9-1	<u>(754,835)</u>	<u>(754,835)</u>
		<u>21,843,662</u>	<u>10,732,328</u>

9-1 The following table shows the movement in the provision for slow-moving inventory:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	754,835	1,136,162
Charged during the period / year	-	17,684
Inventory written off during the period / year	-	(399,011)
Balance at the end of the period / year	<u>754,835</u>	<u>754,835</u>

9-2 The cost of finished goods inventory derived from biological assets included amounts transferred from biological assets for the period ended 31 March 2026 amounting to ﷲ 37,343,735 (31 December 2025: ﷲ 78,230,205).

9-3 Management measured the net realizable value of inventory as at 31 March 2026, which resulted in a write-down of finished goods inventory amounting to ﷲ 504,434. This amount was deducted directly from the carrying value of finished goods inventory and charged to cost of revenue (31 March 2025: nil).

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

10- Trade receivables, net

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables		43,826,354	23,420,441
(Less): Expected credit losses	10-1	(7,647,538)	(6,619,951)
		36,178,816	16,800,490

10-1 The movement in expected credit losses is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	6,619,951	15,051,330
Charged during the period / year	1,027,587	1,952,389
Bad debts written off during the period / year	-	(10,383,768)
Balance at the end of the period / year	7,647,538	6,619,951

The aging analysis of trade receivables is as follows:

	From 1 to 90 days	From 91 to 180 days	From 181 to 270 days	From 271 to 365 days	More than 365 days	Total
31 March 2026						
Total trade receivables	28,061,235	1,854,322	942,583	3,859,557	9,108,657	43,826,354
(Less): Expected credit loss provision	(101,812)	(271,979)	(332,987)	(1,313,201)	(5,627,559)	(7,647,538)
Net trade receivables	27,959,423	1,582,343	609,596	2,546,356	3,481,098	36,178,816
Average loss rates (%)	0.4%	14.7%	35.3%	34.0%	61.8%	17.4%
31 December 2025						
Total trade receivables	4,423,383	3,557,373	4,359,514	2,976,260	8,103,911	23,420,441
(Less): Expected credit loss provision	(71,101)	(116,345)	(360,849)	(288,258)	(5,783,398)	(6,619,951)
Net trade receivables	4,352,282	3,441,028	3,998,665	2,688,002	2,320,513	16,800,490
Average loss rates (%)	2.0%	3.0%	8.0%	10.0%	71.0%	28.0%

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

11- TRANSACTIONS WITH RELATED PARTIES

The Group has transactions with each other and with other related parties. The relevant parties in senior management are the members of the Board of Directors and senior management employees of the group, where senior management employees are considered the persons who exercise authority and responsibility in planning, managing and monitoring the activities of the group directly or indirectly, including managers. Prices and payment terms are approved and authorized by the group's management. All material transactions between the entities of the group have been settled in these condensed interim consolidated financial statements.

A) The most important transactions with related parties are as follows:

<u>Related parties</u>	<u>Nature of relationship</u>	<u>Nature of transactions</u>	Volume of transactions during the Period \ year			
			31 March 2026		31 December 2025	
			(Unaudited)		(Audited)	
			Debit	Credit	Debit	Credit
National Aquaculture Group	A related party to a board member	Purchasing for feed supply and raw material	-	-	358,408	358,408
Mr. Abdullah Sultan Al-Buqayshi	Executive Director of a subsidiary company	Financing	-	-	-	14,375

B) There were no balances due from or due to related parties during the period / year.

C) The remuneration of members of the Board of Directors and key management personnel is as follows:

	<u>Nature of transaction</u>	For the three Months Period ended	
		31 March 2026	31 March 2025
Senior management staff	Salaries, allowances and incentives	850,320	830,220
Executive Board Members	bonuses and allowances	6,000	24,000
		856,320	854,220

Employee benefits obligations as of 31 March 2026 include an amount of ﷲ 41,057 (2025: ﷲ 39,953), related to executive management.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

12- LONG TERM LOANS

Term loans are classified as follows:

	Note	31 March 2026	31 December 2025
		(Unaudited)	(Audited)
Agricultural Development Fund Loan (2)	12-1	4,851,471	4,805,313
Agricultural Development Fund Loan (4)	12-2	23,464,023	23,014,040
		28,315,494	27,819,353

Long term loans are classified and presented as follows:

Non-current portion	26,934,244	27,128,728
Current portion	1,381,250	690,625

12-1 On 8 Sha'ban 1442H (corresponding to 21 March 2021), Jazan Development and Investment Company signed a long-term loan agreement with the Saudi Agricultural Development Fund for ﷲ 5,902,781 to contribute to the shrimp farming project. The loan is secured by pledging title deeds of the project's included assets (equipment and machinery). The agreement included a commitment from Jazan Development and Investment Company not to dispose of the areas on the land where the loan was granted or on which the farm or project operations depend in any form, whether these areas were previously mortgaged or not, without prior written approval from the fund, along with other conditions and commitments specified in the contract. The loan shall be repaid in 10 equal annual installments of ﷲ 590,278. The installment due on 21 March 2026 was subsequently settled on 8 April 2026.

12-2 On 26 Muharram 1447H (corresponding to 21 July 2025), Jazan Development and Investment Company signed a long-term loan agreement with the Saudi Agricultural Development Fund in the amount of ﷲ 25,000,000. The full amount was received in 06 November 2025 to contribute to the working capital needs of Shrimp operations. The loan is secured by the residential complex. The loan is repayable in a single payment on 17 Safar 1449H (corresponding to 21 July 2027). The difference between the interest rate applicable and the amount derived effective interest rate is classed as government grant. The portion recognized in the statement of profit or loss during the three-month period ended 31 March 2026 amounted to ﷲ 272,130 (31 March 2025: nil).

The repayment schedule for term loans is as follows:

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Due within one year	1,381,250	690,625
Due in 2-5 years	29,453,125	28,762,500
Due in more than 5 years	690,625	2,116,875
Total amount due	31,525,000	31,570,000
Less: present value of loans balances	(3,209,506)	(3,750,647)
	28,315,494	27,819,353

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

13- SHORT TERM LOANS

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Arab National Bank Loan	15,563,484	15,269,296

The repayment schedule for short term loans is as follows:

	31 March 2026	31 December 2025
Due within one year	15,883,569	15,883,569
Less: present value of loans balances	(320,085)	(614,273)
	15,563,484	15,269,296

On 21 Rajab 1446H (corresponding to 21 January 2025), Jazan Development and Investment Company entered into a short-term Shariah-compliant banking facility agreement with Arab National Bank, amounting to ﷲ 15,000,000, bearing a profit margin at prevailing market rates (SAIBOR plus). The purpose of this facility is to finance the purchase of materials, tools, equipment, aquaculture ponds, and inventory to support the Group's shrimp farming and agricultural activities. The facility is secured by a real estate mortgage over specific properties located in Jazan City, in addition to a promissory note issued by the Parent Company in the amount of ﷲ 15,000,000. The total loan amount is to be repaid in a single instalment on 20 Muharram 1448H (corresponding to 05 July 2026).

14- ZAKAT PROVISION

a) The movement in Zakat provision for the period/year is as follows:

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at the beginning of the period/year	179,640	23,409,123
Charged during the period/year	156,978	179,640
Reversal of zakat provision	-	(9,103,401)
Deferred financing income	-	(4,638,030)
Zakat payable	-	(9,175,290)
Paid during the period/year	-	(492,402)
Balance at the end of the period/year	336,618	179,640

b) Zakat payable:

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at the beginning of the period/year	8,909,162	-
Charged during the period/year	-	9,175,290
Interest charged for the period/year	176,851	361,748
Paid during the period/year	(313,938)	(627,876)
Balance at the end of the period/year	8,772,075	8,909,162
Zakat payable are classified and presented as follows:		
Zakat payable- current portion	576,439	565,089
Zakat payable- non-current portion	8,195,636	8,344,073
Balance at the end of the period/year	8,772,075	8,909,162

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

14- ZAKAT PROVISION (CONTINUED)**c) Deferred Financing Income**

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at the beginning of the period/year	4,276,282	-
Charged during the period/year	-	4,638,030
Deferred finance income amortization during the period/year	(176,851)	(361,748)
Balance at the end of the period/year	4,099,431	4,276,282
Deferred Financing Income are classified and presented as follows:		
Deferred financing income - current portion	679,313	690,663
Deferred financing income - non-current portion	3,420,118	3,585,619
Balance at the end of the period/year	4,099,431	4,276,282

d) Zakat Status for the holding company:

The company submitted its Zakat declarations up to the year 2025 and obtained Zakat certificate for 2025.

During the Financial Year 2025, the company reached a final settlement with the Zakat, Tax and Customs Authority regarding the Zakat assessments for the prior years from 2006 to 2023. The settlement resulted in a reduction of the company's total liability for the years under settlement to ﷲ 14,218,597 compared to a previously recorded provision of ﷲ 23,321,998 as of 31 December 2024. Accordingly, a gain of ﷲ 9,103,401 from the reversal of the excess provision was recognized in the consolidated statement of profit or loss and other comprehensive income for the year 2025.

Subsequent to the settlement, the Zakat, Tax and Customs Authority granted the company an installment plan to settle the outstanding liability over a period of 132 months. This obligation is classified as a financial liability and is accounted for in accordance with IFRS 9: Financial Instruments. The benefit from the below-market interest rate on the installment plan was recognized as a Deferred Financing Income, with an estimated value of ﷲ 4,638,030 in the Group's condensed consolidated statement of financial position and will be amortized to profit or loss over the 11-year installment through effective interest rate, offsetting the interest expense recorded on the liability.

e) Zakat Status for Subsidiaries**Fish Day Company (Subsidiary):**

The Company submitted zakat returns for the year ended on 31 December 2025, and the company did not receive any zakat assessment from the Zakat, Tax and Customs Authority.

Mango Jazan Company (subsidiary):

The Company submitted zakat returns for the year ended on 31 December 2025, and the company did not receive any zakat assessment from the Zakat, Tax and Customs Authority.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

15- EARNINGS PER SHARE

The basic and diluted income per share is calculated by dividing the net (losses) / profit for the period attributable to the shareholders of the Company by the weighted average number of ordinary shares outstanding at the end of the period, amounting to 50,000,000 shares (31 March 2025: 50,000,000 shares).

	For the Three months ended	
	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Continuous operations	5,134,181	8,406,911
Discontinued operations (note 18)	-	1,250,000
Net profit of the parent company	5,134,181	9,656,911
The weighted average number of shares outstanding	50,000,000	50,000,000
Basic and diluted earnings per share in net profit for the period	0.10	0.19
Basic and diluted earnings per share in net profit for the period from discontinued operation	-	0.02
Basic and diluted earnings per share in net profit for the period from continuing operation	0.10	0.17

16- SEGMENTAL INFORMATION

Segment information relates to the Group's activities and business, which the Group's management has relied on as a basis for preparing its financial information, in line with internal reporting methods. Transactions between sectors are carried out on the same terms as dealing with other parties. The sectors' operating assets, liabilities, and operating activities include items directly related to a specific sector and items that can be distributed among the different sectors on a reasonable basis. Items that cannot be distributed between sectors are classified under the heading of Unallocated.

The Group sectors are as follows:

- **The agricultural sector:** where the group grows and harvests agricultural products.
- **Shrimp farms sector:** The group farms its main product, "shrimp".
- **Investment Properties:** where the Group rents buildings for commercial and residential purposes.
- **Commercial Segment:** The Group sells coffee, mangoes, and provides purification and distribution of bottled mineral water.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

16- SEGMENTAL INFORMATION (CONTINUED)

The following is a summary of the financial segmental information in Saudi Riyals, according to the nature of the activity:

Interim condensed consolidated statement of financial position:**As at 31 March 2026 (Unaudited)**

	Investment Properties	Commercial Segment	Agricultural sector	Shrimp farm Sector	Elimination	Sectors Total	Unallocated	Total
Total current assets	2,926,373	402,790	10,644,475	59,894,639	(2,316,193)	71,552,084	10,898,968	82,451,052
Total non-current assets	223,292,887	-	42,648,950	146,146,068	-	412,087,905	53,089,023	465,176,928
Total assets	226,219,260	402,790	53,293,425	206,040,707	(2,316,193)	483,639,989	63,987,991	547,627,980
Total current liabilities	1,655,253	-	3,522,228	29,974,329	(2,316,193)	32,835,617	154,284,438	187,120,055
Total non-current liabilities	534,365	-	452,561	32,097,595	-	33,084,521	12,869,737	45,954,258
Total liabilities	2,189,618	-	3,974,789	62,071,924	(2,316,193)	65,920,138	167,154,175	233,074,313

As at 31 December 2025 (Audited)

	Investment Properties	Commercial Segment	Agricultural sector	Shrimp farm Sector	Elimination	Sectors Total	Unallocated	Total
Total non-current assets	203,415,818	23,284,928	41,882,119	144,576,943	-	413,159,808	54,664,273	467,824,081
Total current assets	1,995,373	1,315,285	8,334,201	42,458,546	(2,290,867)	51,812,538	16,371,276	68,183,814
Total assets	205,411,191	24,600,213	50,216,320	187,035,489	(2,290,867)	464,972,346	71,035,549	536,007,895
Total non-current liabilities	515,328	-	461,773	31,500,060	-	32,477,161	13,912,923	46,390,084
Total current liabilities	1,354,382	134,671	3,001,768	28,465,608	(2,290,867)	30,665,562	148,785,849	179,451,411
Total liabilities	1,869,710	134,671	3,463,541	59,965,668	(2,290,867)	63,142,723	162,698,772	225,841,495

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

16- SEGMENTAL INFORMATION (CONTINUED)

For the three-month period ended 31 March 2026 (Unaudited)

	Investment Properties	Agricultural sector	Shrimp farm Sector	Total
Revenue, net	2,752,026	2,129,180	35,043,402	39,924,608
Cost of revenue	(2,637,339)	(1,666,780)	(29,975,395)	(34,279,514)
Fair Value Gain on Biological Assets	-	-	8,607,267	8,607,267
Gross profit for the period	114,687	462,400	13,675,274	14,252,361
Depreciation*	(1,075,699)	(268,783)	(1,252,335)	(2,596,817)
Finance costs*	-	-	(518,199)	(518,199)

For the three-month period ended 31 March 2025 (Unaudited)

	Investment Properties	Agricultural sector	Shrimp farm Sector	Total
Revenue, net	2,580,703	1,422,734	23,544,012	27,547,449
Cost of revenue	(1,907,516)	(1,045,962)	(20,913,736)	(23,867,214)
Fair Value Gain on Biological Assets	-	-	11,937,764	11,937,764
Gross profit for the period	673,187	376,772	14,568,040	15,617,999
Depreciation*	(918,571)	(301,934)	(1,177,395)	(2,397,900)
Finance costs*	-	-	(876,995)	(876,995)

*The finance costs, depreciation, and amortization expenses presented above do not include expenses related to the Group's administrative activities.

Distribution of revenue on geographical regions

	For the three-month period ended as of 31 March			
	2026		2025	
	(Unaudited)		(Unaudited)	
	ﷲ	%	ﷲ	%
Kingdom of Saudi Arabia	38,617,043	97%	15,386,985	56%
Exports	1,307,565	3%	12,160,464	44%
Total	39,924,608	100%	27,547,449	100%

Revenue recognition

	For the three-month period ended as of 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Point in time	37,172,582	24,966,746
Over the time	2,752,026	2,580,703
Total	39,924,608	27,547,449

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷻ" UNLESS OTHERWISE STATED)

17- FAIR VALUE OF FINANCIAL INSTRUMENTS

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. The definition of fair value is based on the presumption that the Group is a going concern and has no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms. A financial instrument is considered to be listed in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When measuring fair value, the Group uses observable market data as far as possible. Fair values are categorized into different levels in the 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 and liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices).

Level 3: Asset, liability or liability inputs that are not based on observable market data (unobservable inputs).

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

The Group's management determines policies and procedures for both repeated and one-off fair value measurements.

The classification methodology used in this disclosure is in line with the company's annual consolidated financial statements. There were no transfers between Level 1, Level 2 or Level 3 for the three-month period ended 31 March 2026.

31 March 2026 (Unaudited)

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial assets			
Investments carried at FVTOCI	-	-	19,000,000

31 December 2025 (Audited)

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Financial assets			
Investments carried at FVTOCI	-	-	19,000,000

Description of Level 3 Inputs

They are market unobservable inputs that are used in measuring fair value when direct or comparable market data are not available. These inputs are primarily based on management's assumptions and estimates, taking into account the best available information, such as expected cash flows, discount rates, growth rates, and risk factors specific to the asset or liability.

JAZAN DEVELOPMENT AND INVESTMENT COMPANY

A SAUDI JOINT STOCK COMPANY

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) (CONTINUED)

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2026

(ALL AMOUNTS IN SAUDI RIYALS "ﷲ" UNLESS OTHERWISE STATED)

18- DISCONTINUED OPERATION AND ASSETS HELD FOR SALE

The Company's Board of Directors resolved on 30 Safar 1446 (corresponding to 3 September 2024) to close the first production line, which produces 18,000 bottles per hour for 300 ml, 500 ml and 600 ml packages, which have been in operation since 2008. This closure follows the earlier decision by the Board of Directors on 29 December 2022 to permanently stop the operation of the second production line, which produced 12-liter mineral water bottles. The combined impact of these closures will result in the cessation of the Group's water bottling business and the sale of the production lines at a value of ﷲ 2.5 million. Accordingly, the production lines as at 30 September 2024 were transferred to assets held for sale. The transfer also resulted in impairment loss of ﷲ 6.79 million.

On January 20, 2025, the production lines were sold for ﷲ 3.75 million, resulting in a gain of ﷲ 1.25 million. This gain was recognized under profit (loss) from discontinued operations.

19- GENERAL

The amounts in these interim condensed consolidated financial statements are rounded to the nearest Saudi Riyal.

20- SUBSEQUENT EVENTS

In the opinion of the management, there have been no significant subsequent events after 31 March 2026 and up to the date of approval of the interim condensed consolidated financial statements that could have a material impact on the interim condensed consolidated financial statements as of 31 March 2026.

21- Contractual commitments and obligations

The Group had no material contractual commitments or obligations as at 31 March 2026 and 31 December 2025.

22- APPROVAL OF THE FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved by the Board of Directors on 24 Dhual-Qa'dah 1447H (Correspondence to 11 May 2026).