SAMA HEALTHY WATER FACTORY CO.

(A SAUDI JOINT-STOCK COMPANY)

JAZAN - KINGDOM OF SAUDI ARABIA

INTERIM CONDENSED FINANCIAL STATEMENTS FOR

THE SIX-MONTH PERIOD ENDED JUNE 30, 2026 (UNAUDITED)

SAMA HEALTHY WATER FACTORY CO.

(A Saudi Joint-Stock Company)

Interim condensed financial statements for the six-month period ended June 30, 2026

MOORE

El Sayed El Ayouty & Co.
Certified Public Accountants

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Paid Capital One Million Saudi Riyals
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INDEPENDENT AUDITOR'S REVIEW REPORT FOR THE INTERIM CONDENSED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS,
SAMA HEALTHY WATER FACTORY CO.
(A SAUDI JOINT STOCK COMPANY)
JAZAN - KINGDOM OF SAUDI ARABIA
REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENTS

Introduction

We have reviewed the interim condensed statement of financial position of the Sama Healthy Water Factory Co., A Saudi Joint-Stock Company, (the "Company") as of June 30, 2026, the interim condensed statements of profit or loss and other comprehensive income and changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with the International Accounting Standard (IAS) 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

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

Conclusion

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

FOR EL SAYED EL AYOUTY & CO.

A. Balamesh

Abdullah Ahmed Balamesh
Certified Public Accountant
License No. (345)

السيد العيوطي وشركاه
محاسبون ومراجعون قانونيون
س.ت رقم ٤٠٣٠٢٩١٢٤٥
CERTIFIED PUBLIC ACCOUNTANTS
C.R. No. 4030291245
EL SAYED EL AYOUTY & CO.

Jeddah: August 17, 2026
Corresponding to: Rabi Al-Awwal 04, 1448H

SAMA HEALTHY WATER FACTORY CO.

(A Saudi Joint-Stock Company)

Interim condensed statement of financial position as at June 30, 2026

(All amounts in Saudi Riyals unless otherwise stated)

	Note	30 June 2026 (unaudited)	31 December 2025 (audited)
Assets			
Non-current assets			
Property, plant, and equipment - net	6	88,749,392	86,612,647
Capital works in progress	7	11,712,646	8,206,985
Intangible assets - net		41,743	52,000
Right-of-use assets - net	8	337,860	457,302
Total non-current assets		**100,841,641**	**95,328,934**
Current assets			
Inventory		12,981,963	11,193,968
Trade receivables - net		6,051,426	5,566,924
Prepayments and other debit balances	9	9,913,054	7,184,234
Cash and cash equivalent		2,873,658	10,278,683
Total current assets		**31,820,101**	**34,223,809**
Total assets		**132,661,742**	**129,552,743**
Equity and liabilities			
Equity			
Share capital	10	50,000,000	50,000,000
Statutory reserve	11	-	-
Other reserves		27,939,458	27,939,458
Retained earnings		24,260,429	20,769,800
Total equity		**102,199,887**	**98,709,258**
Liabilities			
Non-current Liabilities			
Lease liabilities - non-current portion		37,463	171,334
Long-term loan - non-current portion	12	10,780,722	13,823,321
Employees' defined benefit obligations		3,659,287	3,575,214
Total non-current liabilities		**14,477,472**	**17,569,869**
Current Liabilities			
Lease liabilities - current portion		210,397	286,588
Long-term loan - current portion	12	5,347,438	5,453,324
Trade payables		8,915,929	5,859,195
Accrued expenses and other credit balances		1,305,578	1,154,191
Provision for zakat	13	205,041	520,318
Total current liabilities		**15,984,383**	**13,273,616**
Total liabilities		**30,461,855**	**30,843,485**
Total equity and liabilities		**132,661,742**	**129,552,743**

Abdullah Seddeq Ali Tebegi	Muhammed Fathaldden Ali Dweri	Muhammed Sheikaldden Basheer
Chairman of Board of Directors	Chief Executive Office	Chief Financial Officer

The accompanying notes from (1) to (18) form an integral part of these interim condensed financial statements.

SAMA HEALTHY WATER FACTORY CO.
(A Saudi Joint-Stock Company)

Interim condensed statement of profit or loss and other comprehensive income for the six-month period ended June 30, 2026
(All amounts in Saudi Riyals unless otherwise stated)

	Note	THE SIX-MONTH PERIOD ENDED 30 JUNE	
		2026 (unaudited)	2025 (unaudited)
Sales		41,928,569	43,275,226
Cost of sales		(20,520,655)	(20,541,133)
Gross profit		21,407,914	**22,734,093**
Selling and marketing expenses		(13,179,957)	(11,620,162)
General and administrative expenses		(4,817,202)	(4,725,894)
Income from operating activities		**3,410,755**	**6,388,037**
Other income / (losses)		561,542	(2,205,491)
Finance charges		(276,627)	(352,533)
Net profit for the period before Zakat		**3,695,670**	**3,830,013**
Zakat	13	(205,041)	(321,983)
Net profit for the period		**3,490,629**	**3,508,030**
Other comprehensive income		-	-
Total comprehensive income for the period		**3,490,629**	**3,508,030**
Earnings per share			
Basic earnings per share from net profit for the period	14	**0.07**	**0.07**

Abdullah Seddeq Ali Tebegi	**Muhammed Fathaldden Ali Dweri**	**Muhammed Sheikaldden Basheer**
Chairman of Board of Directors	**Chief Executive Office**	**Chief Financial Officer**

The accompanying notes from (1) to (18) form an integral part of these interim condensed financial statements.

SAMA HEALTHY WATER FACTORY CO.
(A Saudi Joint-Stock Company)

Interim condensed statement of changes in shareholders' equity for the six-month period ended June 30, 2026
(All amounts in Saudi Riyals unless otherwise stated)

	Share capital	Statutory reserve	Other reserves	Retained earnings	Total
At January 01, 2025 (audited)	**50,000,000**	**3,058,653**	**28,044,687**	**12,822,451**	**93,925,791**
Net profit for the period (unaudited)	-	-	-	3,508,030	**3,508,030**
Transferred from statutory reserve to retained earnings	-	(3,058,653)	-	3,058,653	**-**
Dividends during the period (note 15)	-	-	-	(4,000,000)	**(4,000,000)**
At June 30, 2025 (unaudited)	**50,000,000**	**-**	**28,044,687**	**15,389,134**	**93,433,821**
At January 01, 2026 (audited)	**50,000,000**	**-**	**27,939,458**	**20,769,800**	**98,709,258**
Net profit for the period (unaudited)	-	-	-	3,490,629	**3,490,629**
At June 30, 2026 (unaudited)	**50,000,000**	**-**	**27,939,458**	**24,260,429**	**102,199,887**

Abdullah Seddeq Ali Tebegi	Muhammed Fathaldden Ali Dweri	Muhammed Sheikaldden Basheer
Chairman of Board of Directors	Chief Executive Office	Chief Financial Officer

The accompanying notes from (1) to (18) form an integral part of these interim condensed financial statements.

Interim condensed statement of cash flows for the six-month period ended June 30, 2026

(All amounts in Saudi Riyals unless otherwise stated)

	THE SIX-MONTH PERIOD ENDED 30 JUNE	
	2026 (unaudited)	2025 (unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net profit for the period before Zakat	**3,695,670**	**3,830,013**
Adjustments:		
Depreciation on property, plant and equipment	3,607,396	3,597,841
Amortization of intangible assets	16,257	12,398
Depreciation on right-of-use assets	119,442	160,389
Gain / (loss) on disposal of property, plant and equipment	(86,850)	5,371
Finance costs	276,627	352,533
Employees' defined benefit obligations provided	282,419	239,942
	7,910,961	**8,198,487**
Changes in:		
Inventory	(1,787,995)	1,287,920
Trade receivables	(484,502)	(1,113,643)
Prepayments and other debit balances	(2,728,820)	(7,460,088)
Trade payables	3,056,734	(3,276,241)
Accrued expenses and other credit balances	151,387	450,331
Provision for zakat - paid	(520,318)	(757,797)
Employees' defined benefit obligations - paid	(198,346)	(70,890)
Net cash generated from / (used in) operating activities	**5,399,101**	**(2,741,921)**
Cash flows from investing activities:		
Additions to property, plant and equipment	(3,307,096)	(1,034,662)
Additions to capital work in progress	(5,942,706)	(938,977)
Additions to intangible assets	(6,000)	-
Proceeds from sale of property, plant and equipment	86,850	100,999
Net cash used in investing activities:	**(9,168,952)**	**(1,872,640)**
Cash flows from financing activities:		
Long-term loan	(3,422,054)	48,495
Lease obligations	(213,120)	(263,120)
Paid dividends	-	(4,000,000)
Net cash (used in) financing activities	**(3,635,174)**	**(4,214,625)**
Net change in cash and cash equivalents	(7,405,025)	(8,829,186)
Cash and cash equivalents at beginning of the period	10,278,683	19,935,486
Cash and cash equivalents at end of the period	**2,873,658**	**11,106,300**
Other non-cash transactions:		
Transferred from statutory reserve to retained earnings	-	(3,058,653)
Transferred from Capital work in progress to property, plant and equipment	2,437,045	449,810

Abdullah Seddeq Ali Tebegi	Muhammed Fathaldden Ali Dweri	Muhammed Sheikaldden Basheer
Chairman of Board of Directors	Chief Executive Office	Chief Financial Officer

The accompanying notes from (1) to (18) form an integral part of these financial statements.

Notes to the interim condensed financial statements for the six-month period ended June 30, 2026

(All amounts in Saudi Riyals unless otherwise stated)

1. General

1.1. Corporate information

Sama Healthy Water Factory Co. (A Saudi Joint Stock Company) - headquartered in Jizan - was established in the Kingdom of Saudi Arabia in accordance with the Companies Regulation and registered in the commercial register in under number 7009427456 on 01/04/1429H, corresponding to 07/04/2008.

The Company's activity is represented in the production and packaging of mineral water and manufacturing ice cubes on site, and the Company is engaged through an industrial establishment license issued by the Ministry of Industry and Mineral Wealth under decision number 1429100190924 valid until 16/03/2030.

The Company has its main trademark “Sama” and sub-trademarks “Samaya”, “Samay” and “Perla” which the Company depends on to market its products and supporting its business and competitive position.

On 10 Jumada Al-Awwal 1443H, corresponding to December 14, 2021, the legal entity of Sama Healthy Water Factory Company, registered in the commercial register number 5900012044 on 01/04/1429H corresponding to 07/04/2008, and its branches, was converted from a limited liability company to A Saudi Joint Stock Company. This includes all its rights and obligations, labor, licenses, and all its financial, technical, administrative, and executive classification elements while retaining the same trade name and the number and date of the commercial register of the company and its branches after the transformation in accordance with the Companies Regulation issued by Royal Decree No. (M/3) dated 28/01/1437H and its regulations. The company's capital was set at 45 million Saudi Riyals.

On June 24, 2023 (corresponding to Thul-Hijjah 6, 1444H), the Extraordinary General Assembly of the Company has approved the increase in share capital by SR 5,000,000 so the total share capital becomes SR 50,000,000 by transferring the amount from retained earnings. The approval of share capital increase has been issued by official Authorities on July 9, 2023.

On September 02, 2023 (corresponding to Safar 17, 1445H), the Board of Directors approved to offer 10 million shares representing 20% of the Company’s share capital in Parallel Market after obtaining the regularity approval. On September 05, 2023 (corresponding to Safar 20, 1445H), the Extraordinary General Assembly approved to register offer 10 million shares representing 20% of the Company’s share capital in Parallel Market after obtaining the regularity approval.

On March 19, 2024 (corresponding to Ramadan 09, 1445), Saudi Tadawul Company approved the listing. This approval is conditional if the CMA’s approval has been obtained. On June 05, 2024 (corresponding to Thul-Qi’dah 28, 1445H), the CMA’s Board of Directors issued a resolution approving the request of Sama Healthy Water Factory Co. to register the Company’s shares and offering 10 million shares which represent 20% of its shares in Parallel Market (Nomu). The Company’s shares have been listed and started trading in Saudi Market under Symbol (9612).

Address:

The Company's main headquarters is located in Jazan, King Faisal Road
Building No. 3253, Secondary No. 6321, Postal Code 82771
Phone No. 920000254

Branches: The Company has the following branches:

S/N	City	CR No.	Date	Branch activity
1	Jeddah	4030397699	22/03/1442 H	Wholesale of various types of mineral water, distribution centers for food and beverages.
2	Al-Qonfudah	4603009231	09/03/1439 H	Production of editable ice
3	Khamis Mushait	5855057900	04/05/1438 H	Distribution centers for food and beverages, warehouses for refrigerated food items.
4	Farasan	5908516107	01/11/1444 H	Goods land transportation. The Company has a transportation license No. 11/00047921 valid until 11/03/1448H used for transferring the Company’s goods.
5	Jazan	5900114589	08/02/1440 H	Production of ice used in cooling
6	Al-Qonfudah	4603154430	19/03/1443 H	Distribution centers for food and beverages.
7	Farasan	5908515999	16/04/1443 H	Production of editable ice

1. General (Continued)

1.2. Fiscal period

The Company's fiscal year begins on January 1st and ends on December 31st of each calendar year. The interim condensed financial statements are presented for the period from January 01, 2026 to June 30, 2026.

2. Basis of preparation

2.1. Compliance with accounting standards applied

The interim condensed financial statements for the six-month period ended June 30, 2026 have been prepared in accordance with International Accounting Standard No. (34) "Interim Financial Reporting" approved in the Kingdom of Saudi Arabia (the International Financial Reporting Standard that specifies the minimum contents of an interim financial report) and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants. The interim condensed financial statements do not include all the required information and disclosures in accordance with International Financial Reporting Standards and must be read in accordance with the annual financial statements of the Company as of December 31, 2025 (last annual financial statements). In addition, the results of the initial period ended June 30, 2026 may not be considered an accurate indication of the expected results for the fiscal year ending on December 31, 2026.

2.2. Basis of measurement

The financial statements have been prepared on a historical cost basis using the accrual accounting principle, except for the employee defined benefit obligation, which is measured on the basis of the present value of the defined benefit obligation using the projected unit credit method.

2.3. Functional and presentation currency

The financial statements are presented in Saudi Riyals, which is the functional and presentation currency of the Company.

2.4 Going concern Basis

When preparing the accompanying financial statements, the Company's management has made an assessment of its ability to continue as a going concern. Therefore, the financial statements have been prepared on the going concern basis. In assessing whether the going concern assumption is appropriate, management considers all available information about the future, which is at least, but not limited to twelve months after the end of the reporting period.

3. Significant accounting judgments and estimates

The preparation of these financial statements requires Management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities, and disclosures. These estimates are based on underlying assumption related to historical experience and various other factors that are believed to be reasonable in these circumstances. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis, and revisions to accounting estimates are recognized in the period in which the estimate is modified if the modification affects current and future periods. The significant judgments and estimates have the most significant effect on the amounts recognized in the financial statements are as follows:

Lease term

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise the option to extend or terminate. The assessment is reviewed if a material event or a significant change in circumstances has occurred that affects this assessment. During the current financial year, there was no material financial impact of revising the terms of the lease contracts to reflect the impact of exercising extension or termination options.

3. Significant accounting judgments and estimates (Continued)

Depreciation and amortization on non-current assets

Depreciation and amortization are recognized to write off the cost of assets less their residual value over their useful lives using the appropriate method. The Company's management estimates useful lives, residual values and depreciation method and reviews them at the end of each reporting period. The impact of any changes in estimate is calculated on a prospective basis.

Allowance for expected credit losses on trade receivables

Management's determination of expected credit losses in trade and other receivables requires taking into consideration certain future factors when calculating the probability of default. Estimates may differ from actual circumstances.

Zakat and VAT

When the amount of zakat, tax liability or assets are an uncertain, the Company recognizes the provision that reflects management's best estimate as a more probable outcome based on facts known in the relevant jurisdiction. Any differences between the zakat estimates and final zakat assessments are charged to the statement of profit or loss in the period in which they are incurred, unless expected.

Impairment of financial assets

Impairment of financial assets at the end of each reporting period, the Company estimates the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. In the event of this indication, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Provision for obsolete, slow moving and Inventory

The Management creates a provision for obsolete and slow moving inventories damaged. Estimates of the net realizable value of inventories are based on to reliable evidence at the time the estimates were methods and. These estimates take into account Exchange or cost fluctuations directly related to events occurring after the date administrative to the extent that these events such confirm conditions existing at the end of the year.

Contingent liabilities

By default, contingent liabilities will only be resolved upon the occurrence or non-occurrence of one or more future events. The assessment of such contingencies inherently involves exercise of significant judgment and estimates of the outcome of future events.

Employees defined benefit obligations

Other long-term employee benefits obligations are measured at the present value of the estimated future cash flows expected to be by the Company in respect of services provided by employees up to the date of the Report.

The Company determines the appropriate discount rate at each balance sheet date. In determining the appropriate discount rate, management takes into account the interest rates for corporate bonds denominated in the currency in which the benefits will be paid, and which have maturity periods approximating the expected term of the related pension obligation.

4. New and amended standards, interpretation and amendments applied by the Company

There are standards released and several amendments effective as of January 01, 2026, which are detailed in the Financial Statements as at December 31, 2025 but have no material effect on the interim condensed financial statements, these amendments and interpretations did not require a change in accounting policies or retroactive adjustments as a result of the application of these amendments interpretations to the interim condensed financial statements as at June 30, 2026.

IFRS 18 “Presentation and Disclosure in Financial Statements”

SOCPA has approved IFRS 18 “Presentation and Disclosure in Financial Statements” which replaces IAS 1 “Presentation of Financial Statements” and is effective for reporting periods beginning on or after 1 January 2027, with early adoption permitted. The Company is progressing with its implementation plan and intends to adopt IFRS 18 from its effective date of 1 January 2027. The Company has not applied the new standard early in preparing these interim condensed financial statements.

During 2026, the Company has initiated an IFRS 18 implementation process to assess the standard which include studying the requirements, reviewing the accounting policies and current disclosures compare the requirements of the standard with the Company’s current exercises to determine the differences and the requirements of application. In addition, assessing the need to perform any adjustments to internal process or systems used in preparing the financial reports. The current assessment comprises, for example, but not limited to, the following:

- Assessing the impact of new presentation and disclosures requirements on the financial statements, especially the accompanying statement of profit or loss.
- Reviewing the new disclosures requirements in the Standard and assessing the need to update the Company’s current disclosures.
- Assessing the disclosures requirements related to management-defined performance measures, if any.
- Reviewing the principles of aggregation and disaggregation, and consequential amendments to the presentation of some current items and disclosures.
- Assessing the impacts arising from applying the standard on related requirements in other IFRS, including the requirements of presentation and disclosures associated with the statement of cash flows.

Until the approval date of interim condensed financial statements, the assessment process remains ongoing. The Company has not completed yet all the necessary procedures to assess the potential impact to apply the Standard on the financial statements.

Based on that, this disclosure represents the Company's preliminary assessment until the approval date of interim condensed financial statements. This assessment will continue to be updated during the subsequent financial periods in accordance with progress preparing for the Standard application. This disclosure will continue to be updated, as appropriate, upon completing the assessment process in consistent with the requirements of IFRS.

5. Material accounting policies

The applied accounting policies and methods of calculation are consistent with those used for the previous financial year.

Notes to the interim condensed financial statements for the six-month period ended June 30, 2026
(All amounts in Saudi Riyals unless otherwise stated)

6. Property, plant and equipment - net

	Lands (note 6/2)	Buildings	Plant and equipment	Vehicles	Furniture and Fixtures	Computer and printers	Electrical devices	Refrigerators	Total
Cost:									
At January 01, 2025	28,560,240	16,958,566	53,726,101	20,146,165	835,887	585,421	5,655,124	12,892,395	**139,359,899**
Additions during the year	-	11,478	545,191	616,225	69,204	136,148	363,437	362,655	**2,104,338**
Transfers from work in progress (note 7)	-	859,143	-	-	-	-	-	707,070	**1,566,213**
Disposals during the year	-	-	**(71,239)**	(970,015)	-	-	**(553)**	**-**	**(1,041,807)**
At December 31, 2025	**28,560,240**	**17,829,187**	**54,200,053**	**19,792,375**	**905,091**	**721,569**	**6,018,008**	**13,962,120**	**141,988,643**
At January 01, 2026 (audited)	28,560,240	17,829,187	54,200,053	19,792,375	905,091	721,569	6,018,008	13,962,120	**141,988,643**
Additions during the period	-	-	1,500	2,547,544	333,197	78,227	127,405	219,223	**3,307,096**
Transferred from work in progress	-	2,169,156	-	-	-	-	-	267,889	**2,437,045**
Disposals during the period	-	-	-	(226,453)	-	-	-	-	**(226,453)**
At June 30, 2026 (unaudited)	**28,560,240**	**19,998,343**	**54,201,553**	**22,113,466**	**1,238,288**	**799,796**	**6,145,413**	**14,449,232**	**147,506,331**
Accumulated depreciation:									
Balance at 1 January 2025	-	5,772,005	12,656,246	15,620,243	439,860	506,687	3,849,575	10,876,905	**49,721,521**
Deprecation	-	728,480	2,860,721	1,283,801	69,431	54,879	667,525	925,075	**6,589,912**
Disposals	-	-	(66,169)	(868,943)	-	-	(325)	-	**(935,437)**
Balance at 31 December 2025	**-**	**6,500,485**	**15,450,798**	**16,035,101**	**509,291**	**561,566**	**4,516,775**	**11,801,980**	**55,375,996**
At January 01, 2026 (audited)	-	6,500,485	15,450,798	16,035,101	509,291	561,566	4,516,775	11,801,980	55,375,996
Depreciation during the period	-	409,712	1,439,248	794,981	42,975	35,725	366,683	518,072	**3,607,396**
Disposals during the period	-	-	-	(226,453)	-	-	-	-	**(226,453)**
At June 30, 2026 (unaudited)	**-**	**6,910,197**	**16,890,046**	**16,603,629**	**552,266**	**597,291**	**4,883,458**	**12,320,052**	**58,756,939**
Net book value:									
At June 30, 2026 (unaudited)	**28,560,240**	**13,088,146**	**37,311,507**	**5,509,837**	**686,022**	**202,505**	**1,261,955**	**2,129,180**	**88,749,392**
At December 31, 2025 (audited)	**28,560,240**	**11,328,702**	**38,749,255**	**3,757,274**	**395,800**	**160,003**	**1,501,233**	**2,160,140**	**86,612,647**

(All amounts in Saudi Riyals unless otherwise stated)

6. Property, plant and equipment - net (continued)

6.1. The depreciation of property, plant and equipment has been charged as follows:

	for the six-month period ended 30 June 2026 (unaudited)	For the six-month period ended 30 June 2025 (unaudited)
Cost of sales	1,831,360	2,000,607
Selling and marketing expenses	1,290,413	1,142,546
General and administrative expenses	485,623	454,688
	3,607,396	**3,597,841**

6.2. The Company adopts the revaluation model for land. The last valuation for land was performed as of December 31, 2024 by an accredited appraiser with membership number 1210000397. This resulted in a revaluation surplus of SAR 10,026,085, which was recognized in the other comprehensive income.

6.3. There are no mortgages or restrictions on property, plant and equipment against long term loans.

7. Capital work in progress

The management completed the project of finished production warehouse with an area of 3550 square meters. The water production line building project and the water production line machinery project are still under construction. During 2026, the Company has added a project to construct an ice production line in Khamis Mushait, a project to construct desalination plants and a project for conveyor belt machines for finished products.

The movement in capital work in progress during the period / year was as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at beginning of the period / year	8,206,985	120,849
Additions during the period / year	5,942,706	9,652,349
Transferred to property, plant and equipment (note 6)	(2,437,045)	(1,566,213)
	11,712,646	**8,206,985**

8. Right-of-use assets – net

	Offices and warehouses	Total
Balance at January 1, 2026	**2,051,694**	**2,051,694**
Additions during the year	-	**-**
Balance at June 30, 2026	**2,051,694**	**2,051,694**
Total depreciation		
Balance at January 1, 2026	**1,594,392**	**1,594,392**
Deprecation during the period	119,442	**119,442**
Balance at June 30, 2026	**1,713,834**	**1,713,834**
Net book value:		
Balance at June 30, 2026	**337,860**	**337,860**
Balance at December 31, 2025	**457,302**	**457,302**

(All amounts in Saudi Riyals unless otherwise stated)

9. Prepayments and other debit balances

	30 June 2026 (unaudited)	31 December 2025 (audited)
Prepaid expenses	962,116	1,288,969
Advance to suppliers	4,742,665	1,624,752
Employees' receivables	1,029,779	1,119,370
Employees advances	229,088	166,593
Deposits with others	449,406	484,550
Other receivables (note 9.1)	2,500,000	2,500,000
	9,913,054	**7,184,234**

9.1. The balance of SR 2,500,000 represents a receivable amount from Al Ghadeer Arabian Manufacturing Company, amount of which is the balance amount from an agreement of selling a used Italian healthy water bottling line owned by the Company. This production line was disposed of during 2024. The Company's management expects to collect the amount within the next six months.

10. Share capital

- As of June 30, 2026, the Company's share capital amounted to 50,000,000 Saudi Riyals (December 31, 2025: 50,000,000 Saudi Riyals), consisting of 50,000,000 shares (December 31, 2025: 50,000,000 shares) fully paid with a nominal value of 1 Saudi Riyals per share.

11. Statutory reserves

In June 15, 2025, the General Assembly of the Company approved to transfer SR 3,058,653 which is the full amount of statutory reserve to retained earnings. The Company's statutory reserve balance becomes zero.

12. Long-term loan

During 2020, the Company obtained a long-term loan agreement from Deutsche Bank for the purpose of financing the purchase of a production line from Krones, a German Company ("the supplier of production line"). Under the agreement, the bank provided the Company with a long-term loan totaling 4,884,794 euros, divided into two parts: The first loan amounts to 4,675,000 euros, covering 85% of the production line's total cost of 5,500,000 euros. The second part is a loan of 209,794 euros, which serves as export insurance coverage provided by Hermes Company on behalf of the Federal Republic of Germany.

During 2024, the Company obtained a loan agreement from UBS Switzerland Bank for the purpose of financing the purchase of a production line from Integrated Plastic Systems Company ("supplier of production line"). Under the agreement, the bank provided the Company with a long-term loan totaling 2,860,250 Swiss Franc covering 85% of the production line's total cost of 3,365,000 Swiss Franc.

During 2025, the Company signed an agreement of loan from Bayern LB Germany Bank for the purpose of financing the purchase of two production lines and bottles equipment from Krones Company ("supplier"). Under the agreement, the bank provides the Company with a long-term loan totaling 8,205,000 Euro covering 85% of the production line of 9,300,000 Euro, and covering 100% of the export insurance provided by Hermes Company on behalf of the Federal Republic of Germany, valued at 300,000 Euro.

The movement on loan at the end of the period / year is as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at beginning of the period / year	19,276,645	21,401,216
Additions during the period / year	-	-
Effect of currency differences for the period / year	(344,860)	2,950,453
Paid during the period / year	(2,803,625)	(5,075,024)
	16,128,160	**19,276,645**

(All amounts in Saudi Riyals unless otherwise stated)

12. Long-term loan (Continued)

The long-term loan balances were reclassified as of end of the period / year as follows:

	30 June 2026 (unaudited)	31 December 2025 (audited)
Long-term loan - non-current portion	10,780,722	13,823,321
Long-term loan - current portion	5,347,438	5,453,324
	16,128,160	**19,276,645**

The loans include specific covenants. Any breach of these covenants in the future may lead to renegotiation. Management continuously monitors these covenants, and in the event of a potential breach, management takes necessary actions to ensure compliance. During the period ended June 30, 2026, the Company did not breach any of these covenants.

- UBS Switzerland Bank loan is secured by a promissory note in favor of the granting bank amounting to 2.8 million Swiss Franc.
- Bayern LB Germany Bank is secured by a promissory note in favor of the granting bank amounting to 9.5 million Euro.

13. Provision for zakat

13.1. Movement of provision for zakat

	30 June 2026 (unaudited)	31 December 2025 (audited)
Balance at beginning of the period / year	520,318	757,797
Provided during the period / year	205,041	520,318
Paid during the period / year	(520,318)	(757,797)
	205,041	**520,318**

13.2. Zakat status

The Company finalized its zakat status until 2019 with Zakat, Tax and Customs Authority ("ZATCA").

The Company submitted its all zakat declarations for the financial year ended December 31, 2025, and paid the zakat due according to the declaration, and obtained a certificate valid until April 30, 2027.

14. Earnings per share

Basic earnings per share, for the six-month period ended June 30, 2026 and June 30, 2025, is calculated by dividing the profit for the period attributable to the shareholders of the Company by the number of shares outstanding during the period. Since there are no diluted shares outstanding, basic and diluted earnings per share are reconciled.

	For the six-month period ended 30 June 2026 (unaudited)	For the six-month period ended 30 June 2025 (unaudited)
Net profit for the period attributable to shareholders	3,490,629	3,508,030
Weighted average number of shares outstanding	50,000,000	50,000,000
Basic and diluted earnings per share	**0.07**	**0.07**

(All amounts in Saudi Riyals unless otherwise stated)

15. Dividends

During the six months period ended June 30, 2026, no dividends have been distributed to the shareholders (June 30, 2025: on June 15, 2025, the Company's Ordinary General Assembly approved to distribute cash dividends of SR 4,000,000 at a rate of SR 0.08 per share for the year ended December 31, 2024).

16. Segmental information

For the period ended June 30, 2026

	Water	Ice	Total
Sales	34,602,615	7,325,954	**41,928,569**
Cost of sales	(17,484,434)	(3,036,221)	**(20,520,655)**
Total segment profit	**17,118,181**	**4,289,733**	**21,407,914**
Net segment profit	**7,452,941**	**775,016**	**8,227,957**
Segmental assets	123,148,931	9,512,811	**132,661,742**
Segmental liabilities	29,437,742	1,024,113	**30,461,855**

For the period ended June 30, 2025

	Water	Ice	Total
Sales	36,211,883	7,063,343	**43,275,226**
Cost of sales	(18,064,806)	(2,476,327)	**(20,541,133)**
Total segment profit	**18,147,077**	**4,587,016**	**22,734,093**
Net segment profit	**8,974,368**	**2,139,563**	**11,113,931**
Segmental assets	121,148,562	7,251,205	**128,399,767**
Segmental liabilities	34,585,439	380,507	**34,965,946**

17. Subsequent event

The Management believes there are no significant subsequent events as of the date of the statement of financial position at June 30, 2026, until the date of preparing these financial statements that may have a material impact on the Company’s financial position.

18. Approval of financial statements

These financial statements for the period ended June 30, 2026 were approved for issuance by the Board of Directors in August 17, 2026 (corresponding to Rabi Al-Awwal 4, 1448H).