

**AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**UNAUDITED CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION FOR
THE THREE-MONTH AND NINE-MONTH PERIODS
ENDED SEPTEMBER 30, 2025 AND REVIEW REPORT**

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

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Report on review of Condensed Consolidated Interim Financial Information

To the shareholders of Al Hassan Ghazi Ibrahim Shaker Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Al Hassan Ghazi Ibrahim Shaker Company (the “Company”) and its subsidiaries (the “Group”) as of September 30, 2025 and the related condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and condensed consolidated statements of changes in equity and of cash flows for the nine-month period then ended and other explanatory notes. The Board of Directors are responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 - “Interim Financial Reporting” (“IAS 34”), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of interim financial information performed by the independent auditor of the entity”, as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers



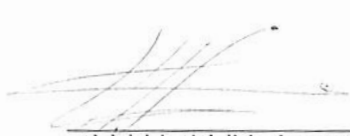
Khalid A. Mahdhar
License Number 368


November 6, 2025

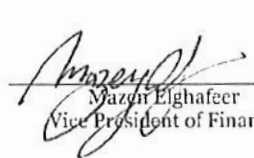
AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of financial position
(All amounts in thousands of Saudi Riyals unless otherwise stated)

		September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
ASSETS			
Non-current assets			
Property and equipment	3	169,190	169,090
Right-of-use assets		17,271	20,410
Intangible assets and goodwill	4	15,819	15,106
Investment in an associate	5	525,642	504,963
Total non-current assets		727,922	709,569
Current assets			
Inventories	6	464,070	336,474
Trade and other receivables	7	579,846	430,473
Prepayments and other debit balances	8	71,901	72,239
Investments at fair value through profit or loss		10,145	10,734
Cash and cash equivalents	9	41,341	22,797
Total current assets		1,167,303	872,717
Assets held for sale		11,191	11,191
Total assets		1,906,416	1,593,477
EQUITY AND LIABILITIES			
Equity			
Share capital	1	555,000	555,000
Retained earnings		280,434	243,169
Capital attributable to owners of the Company		835,434	798,169
Non-controlling interest		(194)	-
Total equity		835,240	798,169
Liabilities			
Non-current liabilities			
Lease liabilities – non-current portion	10	8,483	11,473
Employees' benefits obligation		27,785	26,619
Total non-current liabilities		36,268	38,092
Current liabilities			
Short-term borrowings	10	417,626	270,908
Lease liabilities	10	7,087	7,163
Trade and other payables	11	597,225	466,248
Zakat liabilities	12	3,787	3,207
Warranty provision		9,183	9,690
Total current liabilities		1,034,908	757,216
Total liabilities		1,071,176	795,308
Total equity and liabilities		1,906,416	1,593,477

The notes from 1 to 21 form an integral part of this condensed consolidated interim financial information.


Abdulclah Abdullah Abunayyan
Chairman


Mohamed Ibrahim Abunayyan
Chief Executive Officer


Mazen Elghafeer
Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY

(A Saudi Joint Stock Company)

Condensed consolidated interim statement of profit or loss and other comprehensive income - Unaudited

(All amounts in thousands of Saudi Riyals unless otherwise stated)

		Three-month period ended September 30,		Nine-month period ended September 30,	
	Note	2025	2024	2025	2024
Revenue	13	344,905	358,616	1,114,093	1,116,997
Cost of sales		(259,166)	(269,771)	(835,101)	(847,191)
Gross profit		85,739	88,845	278,992	269,806
General and administrative expenses		(30,402)	(28,476)	(97,803)	(87,042)
Selling and distribution expenses		(31,781)	(35,937)	(107,403)	(106,914)
Impairment loss on trade and other receivables		(2,750)	(3,000)	(9,050)	(12,000)
Unrealized loss from investment at fair value through profit or loss		140	-	(589)	-
Other income, net		473	1,165	2,036	1,627
Income from operations		21,419	22,597	66,183	65,477
Finance costs		(7,222)	(7,639)	(17,746)	(26,622)
Foreign exchange loss		(64)	(363)	(1,049)	(120)
Share of net profit from an associate	5	5,185	5,121	22,104	32,176
Profit before zakat		19,318	19,716	69,492	70,911
Zakat expense		(1,500)	(1,999)	(4,525)	(4,497)
Net income for the period		17,818	17,717	64,967	66,414
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss					
Re-measurement of employees' benefits obligation		(222)	(274)	96	(536)
Other comprehensive (loss)/ income for the period		(222)	(274)	96	(536)
Total comprehensive income for the period		17,596	17,443	65,063	65,878
Profit attributable to:					
Owners of the Company		17,819	17,717	64,919	66,414
Non-controlling interests		(1)	-	48	-
Total comprehensive income attributable to:		17,818	17,717	64,967	66,414
Owners of the Company		17,597	17,443	65,015	65,878
Non-controlling interests		(1)	-	48	-
Earnings per share (Saudi Riyals):					
Basic and diluted earnings per share	19	0.32	0.32	1.17	1.20

The notes from 1 to 21 form an integral part of this condensed consolidated interim financial information.

Abdullah Abdullah Abunayyan
Chairman

Mohammed Ibrahim Abunayyan
Chief Executive Officer

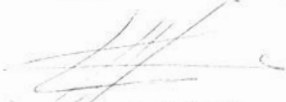
Mazen Elghafeer
Vice President of Finance


AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)


Condensed consolidated interim statement of changes in equity - Unaudited
(All amounts in thousands of Saudi Riyals unless otherwise stated)

	Equity attributable to owners of the Company				Non-controlling interest	Total equity
	Share Capital	Reserves	Retained earnings	Total		
January 1, 2025 (Audited)	555,000	-	243,169	798,169	-	798,169
Net income for the period	-	-	64,919	64,919	48	64,967
Other comprehensive income for the period	-	-	96	96	-	96
Total comprehensive income for the period	-	-	65,015	65,015	48	65,063
Change in non-controlling interest	-	-	-	-	(242)	(242)
Dividends (note 1)	-	-	(27,750)	(27,750)	-	(27,750)
September 30, 2025 (Unaudited)	555,000	-	280,434	835,434	(194)	835,240
January 1, 2024 (Audited)	482,334	144,348	91,047	717,729	-	717,729
Net income for the period	-	-	66,414	66,414	-	66,414
Other comprehensive loss for the period	-	-	(536)	(536)	-	(536)
Total comprehensive income for the period	-	-	156,925	783,607	-	783,607
Capital increase (note 1)	72,666	(72,666)	-	-	-	-
Transfer from statutory reserves (note 1)	-	(71,682)	71,682	-	-	-
September 30, 2024 (Unaudited)	555,000	-	228,607	783,607	-	783,607

The notes from 1 to 21 form an integral part of this condensed consolidated interim financial information.


Abdulrahman Abdullah Abunayyan
Chairman


Mohammed Ibrahim Abunayyan
Chief Executive Officer


Mazen Elghafer
Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of cash flows - Unaudited
(All amounts in thousands of Saudi Riyals unless otherwise stated)

	Note	Nine-month period ended September 30,	
		2025	2024
Cash flows from operating activities			
Profit before zakat		69,492	70,911
Adjustments for non-cash items			
Depreciation of property and equipment	3	5,312	2,680
Depreciation of right of use assets		6,026	4,051
Amortization of intangible assets		412	-
Impairment losses on trade and other receivables	7	9,050	12,000
Provision for slow-moving inventories	6	7,590	1,150
Share of profit from an associate	5	(22,104)	(32,176)
Provision for employees' benefit obligation		3,715	3,238
Loss of disposal of right of use assets		34	-
Unrealized loss from investments at fair value through profit or loss		589	-
Finance costs		17,746	26,622
Changes in working capital			
Trade and other receivables		(158,423)	(98,993)
Inventories		(135,186)	32,210
Prepayments and other debit balances		338	26,002
Trade and other payables		130,977	130,327
Warranty provision		(507)	(4,048)
Zakat paid		(3,945)	(7,128)
Finance costs paid		(17,121)	(26,124)
Employees' benefits obligation paid		(2,453)	(1,900)
Net cash (used in)/ generated from operating activities		(88,458)	138,822
Cash flows from investing activities			
Additions to property and equipment	3	(5,412)	(1,934)
Additions to Intangible assets		(1,125)	-
Acquisition of a subsidiary	1	1,183	-
Net cash used in investing activities		(5,354)	(1,934)
Cash flows from financing activities			
Payment of lease liabilities		(6,612)	(4,579)
Repayment from bank borrowings		(437,697)	(911,794)
Proceeds of bank borrowings		584,415	857,522
Dividends paid		(27,750)	-
Net cash generated from / (used in) financing activities		112,356	(58,851)
Net change in cash and cash equivalents		18,544	78,037
Cash and cash equivalents at beginning of the period	9	22,797	18,843
Cash and cash equivalents at end of the period	9	41,341	96,880
Significant non-cash transactions:			
Write-off of trade and other receivables	7	15,512	57
Additions to right of use of assets and lease liabilities		(3,805)	(2,043)
Disposal of right of use assets		918	-
Disposal of lease liabilities		(884)	-
Re-measurement of employees' benefits obligation		(96)	-
Capital increase through reserves	1	-	72,666
Transfer to retained earnings from reserves	1	-	71,682
Actuarial loss from re-measurement of employees' benefit obligation		-	(536)

The notes from 1 to 21 form an integral part of this condensed consolidated interim financial information.

Abdullah Abdullah Abunayyan
Chairman

Mohammed Ibrahim Abunayyan
Chief Executive Officer

Hazen Elghafeer
Vice President of Finance

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Notes to the condensed consolidated interim financial information
For the Nine-month period ended September 30, 2025 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

1 General information

Al Hassan Ghazi Ibrahim Shaker Company (the “Company” (or) the “Parent Company” (or) “HGISC”) is a Saudi joint stock company registered in the Kingdom of Saudi Arabia under Commercial Registration number 1010149252 and listed on the Saudi Stock Exchange (“Tadawul”).

The address of the Group’s head office and the principal activities of HGISC and its subsidiaries (collectively the “Group”) remain the same as disclosed in the Group’s annual consolidated financial statements for the year ended December 31, 2024.

On May 19, 2024, the general assembly approved transferring SAR 71.682 million from reserve to retained earnings.

Also, on May 19, 2024, the general assembly approved the Board of Directors recommendation to increase the Company’s capital by granting 1 bonus share for every 6.637685 shares. The authorized, issued and paid-up share capital of the Company has increased from SR 482.3 million to SR 555 million. The number of issued shares has increased from 48.2 million shares to 55.5 million shares of SR 10 each. The increase in share capital was funded through the capitalization of SAR 72.7 million from the reserves account. The capital increase shares were deposited at the end of the day following the maturity date (the date of the assembly meeting).

As at December 31, 2024 and September 30, 2025, the authorized, issued, and paid-up share capital of the Company is SR 555 million divided into 55.5 million shares of SR 10 each.

On 18 May 2025 (corresponding to 20 Dhu al-Qadah 1446H), the general assembly approved the recommendation of the board of directors to distribute dividends to shareholders for the year ended December 31, 2024, with a total amount of SR 27,750,000, equivalent to SR 0.5 per share, representing 5% of the share par value.

This condensed consolidated interim financial information has been reviewed, but not audited.

This condensed consolidated interim financial information include the financial position and performance of the Company and its branches as well as the following subsidiaries (collectively referred as the “Group”).

Name	Principal field of activity	Country of incorporation	Effective ownership interest at 30 September	
			2025	2024
Ibrahim Shaker Company Limited (“ISCL”)	Wholesale of household appliances	Saudi Arabia	100%	100%
Ibrahim Hussein Shaker Projects and Maintenance Company Limited (IHSC)	Import, export and marketing services	Saudi Arabia	100%	100%
Asdaa Gulf Trading Company (“Asdaa”)	Wholesale of electronic devices	Saudi Arabia	100%	100%
Shaker Innovative Investment Company	Financial and insurance activities	Saudi Arabia	100%	100%
Shaker Contracting Service	Constructions	Saudi Arabia	100%	100%
Shaker Resilience for logistic services	Transportation and Storage	Saudi Arabia	100%	100%
Ajeek Maintenance Service Company Limited	Electronics repair	Saudi Arabia	90%	49%

As at December 31, 2024, the Group’s interest in Ajeek Maintenance Service Company Limited was classified as an associate. During the period ended September 30, 2025, the Group acquired a total of 90% equity interest in the investee and obtained control. Accordingly, the investee has been consolidated as a subsidiary from the acquisition date and the resulted non-controlling interest has been appropriately disclosed in the condensed consolidated interim statement of financial position.

2 Basis of preparation and material accounting policy information

2.1 Basis of preparation

This condensed consolidated interim financial information for the nine-month period ended September 30, 2025 has been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ (“IAS 34”), as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

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

The condensed consolidated interim financial information comprises the financial information of the Company and its subsidiaries (“the Group”).

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Notes to the condensed consolidated interim financial information
For the nine-month period ended September 30, 2025 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

2 Basis of preparation and material accounting policy information (continued)

2.2 Material accounting policy information

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the Group's annual consolidated financial information for the year ended December 31, 2024.

2.3 New and amended standards adopted by the Group

New standards and amendments to the IFRS, effective from January 1, 2025 or later-on, do not have any effect on the Group's financial statements. Further, the Group has not early adopted any new standard, interpretation or amendment that have been issued but that are not yet effective.

2.4 Critical accounting estimates and judgments

The preparation of the Group's condensed consolidated interim financial information requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of asset or liability affected in future periods. The Group based its assumptions and estimates on parameters available when the condensed consolidated interim financial information was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

As at September 30, 2025, management believes that all sources of estimation uncertainty remain similar to those disclosed in the Group's annual consolidated financial statements for the year ended December 31, 2024. Management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

3 Property and equipment

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Beginning – Net book value	169,090	176,556
Additions for the period / year	5,412	7,770
Depreciation charge for the period / year	(5,312)	(4,045)
Assets held for sales	-	(11,191)
Closing – Net book value	169,190	169,090

4 Intangible assets and goodwill

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Goodwill – note 4.1 – Asdaa Gulf Trading Company (Asdaa) *	9,854	9,854
IT software	5,965	5,252
	15,819	15,106

- 4.1 Effective November 12, 2014, HGISC acquired effectively 100% shareholding in Asdaa Gulf Trading Company ("Asdaa") for a purchase consideration of SR 20 million, which was in excess of the fair value of the net assets acquired by SR 9.9 million and has been recorded as goodwill. Based on the impairment assessment using value in use model made at the end of 2024 financial year, there was sufficient head room available, and accordingly, no impairment loss was recognized.

- (*) The Group's management performs goodwill impairment assessment annually and when there are indicators that the carrying value of goodwill may be impaired. Group's management believes that any reasonably possible change in the key assumptions used for impairment assessment performed on December 31, 2024 will not cause the carrying value of the goodwill to materially exceeds its recoverable amount. Accordingly, no impairment loss was recognized for the nine-month period ended September 30, 2025.

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Notes to the condensed consolidated interim financial information
For the nine-month period ended September 30, 2025 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

5 Investment in an associate

Name of company	Principal activities	Country of incorporation	Effective interest at	
			September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
LG Shaker Company Limited ("LG Shaker")	Manufacture of air conditioners	Saudi Arabia	49%	49%
Ajeek Maintenance Service Company Limited ("Ajeek")	Consumer electronics repair	Saudi Arabia	-	49%

Reconciliation for the investment in an associate is as follows:

	LG Shaker	Ajeek	Total
At January 1, 2025	503,538	1,425	504,963
Acquired as a subsidiary during the period (Note 1)	-	(1,425)	(1,425)
Share of profit for the period	22,104	-	22,104
At September 30, 2025 (Unaudited)	525,642	-	525,642
At January 1, 2024	465,534	1,425	466,959
Share of profit for the period	32,176	-	32,176
At September 30, 2024 (Unaudited)	497,710	1,425	499,135

LG Shaker

The following table summarizes the financial information of a material associate - LG Shaker as included in its own financial statements.

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Non-current assets	132,765	141,795
Current assets	450,196	461,142
Non-current liabilities	(15,673)	(14,563)
Current liabilities	(89,477)	(172,623)
Net assets	477,811	415,751
	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Revenue	593,604	688,918
Total comprehensive income (100%) (*)	62,060	66,724
Group share of total comprehensive income (49%) (*)	22,104	38,004

(*) The difference between the Group's share in net assets of the associate and share of total comprehensive income and 49% of associate reported net assets and total comprehensive income pertains to the adjustment made for the elimination of unrealized profit on upstream transactions between the Group and its associate.

6 Inventories

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Finished goods	438,631	298,492
Spare parts	24,097	24,480
Goods in transit	31,574	39,095
Others	1,750	-
	496,052	362,067
Impairment losses on inventories	(31,982)	(25,593)
	464,070	336,474

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Notes to the condensed consolidated interim financial information
For the nine-month period ended September 30, 2025 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

6 Inventories (continued)

Reconciliation of the impairment losses on inventories is as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Balance at beginning of period / year	25,593	30,886
Charge for the period / year	7,590	1,804
Utilized during the period / year	(1,201)	(7,097)
Balance at end of period / year	31,982	25,593

7 Trade and other receivables

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Trade receivables	617,774	471,305
Less: Impairment loss on trade receivables	(42,209)	(48,671)
	575,565	422,634
Other receivables:		
Promotions claims from suppliers	4,281	7,839
	579,846	430,473

Reconciliation of impairment losses on receivables is as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Balance at beginning of period / year	48,671	35,361
Charge for the period / year	9,050	14,291
Write-off during the period / year	(15,512)	(981)
Balance at end of period / year	42,209	48,671

The following table provides information about the exposure to credit risk and ECLs for trade receivables from customers as at September 30, 2025 and December 31, 2024:

September 30, 2025 (Unaudited)	Gross carrying amount	Weighted- average loss	Loss allowance (%)
1-90 days	331,976	4,223	1.3%
91-180 days	159,940	2,874	1.8%
181-270 days	66,747	1,936	2.9%
271-360 days	18,083	1,950	10.8%
More than 360 days	35,825	31,226	87.2%
	612,571	42,209	6.9%
December 31, 2024 (Audited)	Gross carrying amount	Weighted- average loss	Loss allowance (%)
1-90 days	242,872	9,475	3.9%
91-180 days	149,380	8,610	5.8%
181-270 days	42,341	2,152	5.1%
271-360 days	5,755	667	11.6%
More than 360 days	30,957	27,767	89.7%
	471,305	48,671	10.3%

AL HASSAN GHAZI IBRAHIM SHAKER COMPANY
(A Saudi Joint Stock Company)
Notes to the condensed consolidated interim financial information
For the nine-month period ended September 30, 2025 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

8 Prepayments and other debit balances

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Advances		
Advances to suppliers	47,393	26,755
Other advances	4,879	21,563
Advances to employees	1,061	1,377
Total advances	53,333	49,695
Prepaid expenses	9,772	10,209
Cash margin	5,107	2,137
Amounts due from a related party (note 17)	-	6,509
Others	3,689	3,689
	71,901	72,239

9 Cash and cash equivalents

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Bank balances – current accounts	39,807	21,069
Cash in hand	1,301	1,640
Credit cards	233	88
Total	41,341	22,797

10 Lease liabilities and borrowings

The Group has credit facility agreements with local and foreign commercial banks for long and short-term borrowings in Saudi Riyal and US Dollar. Such facilities were obtained principally under Murabaha/Tawarruq arrangements. Certain facility agreements are secured against promissory notes, corporate guarantees of the Group are provided wherever required for loans to subsidiaries. The facilities bear financial charges on prevailing market rates.

Secured liabilities and assets pledged as security

All bank loans are secured by promissory notes signed by the parent Company equal to the maximum facility amount. These promissory notes amounted to SR 1,998 million as at September 30, 2025 and (December 31, 2024: SR 1,798 million).

Compliance with loan covenants

Under the terms of the loan agreements, the Group is required to commit to certain levels for the following financial covenants:

- Financial leverage ratio;
- Current ratio;
- Gearing ratio (Debt to equity not to exceed 1.5:1); and
- Ratio of total liabilities and tangible net worth.

As of September 30, 2025 and December 31, 2024, no breach to loan covenants identified by the Group.

As of September 30, 2025, the Group's total borrowing facilities amounted to SAR 1,998 million out of which SAR 1,360 million was unutilized.

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Current:		
Lease liabilities	7,087	7,163
Bank loans	417,626	270,908
	424,713	278,071
Non-current:		
Lease liabilities	8,483	11,473

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For the nine-month period ended September 30, 2025 (Unaudited)
(All amounts in thousands of Saudi Riyals unless otherwise stated)

11 Trade and other payables

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Trade payables due to related parties (note 17)	310,772	264,426
Trade payables - third party	129,355	61,417
Total trade payables	440,127	325,843
Contract liabilities – advance from customers	23,594	31,793
Accrued expenses	18,179	15,654
Employee benefits	18,127	20,905
Accrued cost for vendors	7,605	7,009
Refund Liabilities	4,854	4,854
Other payables	84,739	60,190
Total other payables	157,098	140,405
Total trade and other payables	597,225	466,248

12 Zakat liabilities

The Group submitted its zakat returns for the years up to 2024 to the Zakat, Tax and Customs Authority (“ZATCA”). Moreover, the Group received final zakat assessments for the years up to 2023 and the related liabilities were paid.

13 Revenue

The Group’s revenue is derived from contracts with customers for sale of products and services provided. Control of product is transferred at a point in time and directly sold to customers and when services are rendered.

September 30, 2025 (Unaudited)	HVAC solutions	Home appliances	All other Segments	Total
Saudi Arabia	783,303	322,873	7,917	1,114,093
September 30, 2024 (Unaudited)				
Saudi Arabia	808,417	305,334	3,246	1,116,997

14 Operating segments

For management purposes, the Group is organized into two main business segments based on internal reporting provided to the chief operating decision maker (the “CoDM”, or “CEO”).

Heating, ventilation, and air-conditioning solutions (HVAC): Represents residential and commercially conditioners including chillers and related services.

Home appliances: Represents televisions, washing machines, dryers, refrigerators, irons, gas cookers, and floor care.

The Executive Management Committee monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessments.

CoDM uses segments Profit Before Tax (PBT) to measure performance being the most relevant in evaluating the results of segments.

Transfer prices between operating segments are on mutually agreed terms in a manner similar to transactions with third parties.

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14 Operating segments (continued)

Segment information provided to the board of directors:

The table below shows the segment information provided to the Board of Directors for the reportable segments for the period ended September 30, 2025 and September 30, 2024, also the basis on which revenue is recognized:

For the period ended September 30, 2025	HVAC Solutions	Home appliances	Total reportable segments	Other	Total
Revenues from external customers	783,303	322,873	1,106,176	7,917	1,114,093
Cost of sales	(576,250)	(254,269)	(830,519)	(4,582)	(835,101)
Gross profit	207,053	68,604	275,657	3,335	278,992
General and administrative expenses	(52,500)	(40,667)	(93,167)	(4,636)	(97,803)
Selling and distribution expenses	(73,388)	(33,661)	(107,049)	(354)	(107,403)
Impairment loss on trade and other receivables	(9,050)	-	(9,050)	-	(9,050)
Unrealized loss from investment at fair value through profit or loss	(589)	-	(589)	-	(589)
Other income, net	1,552	-	1,552	484	2,036
Income / (loss) from operations	73,078	(5,724)	67,354	(1,171)	66,183
Finance costs	(17,190)	(553)	(17,743)	(3)	(17,746)
Foreign exchange (loss)	(290)	(759)	(1,049)	-	(1,049)
Share of net profit from an associate	22,104	-	22,104	-	22,104
Segments profit / (loss) before zakat	77,702	(7,036)	70,666	(1,174)	69,492
Zakat expense	(4,525)	-	(4,525)	-	(4,525)
Net income / (loss) for the period	73,177	(7,036)	66,141	(1,174)	64,967

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14 Operating segments (continued)

Segment information provided to the board of directors: (continued)

	HVAC Solutions	Home appliances	Total reportable segments	Other	Total
For the period ended September 30, 2024					
Revenues from external customers	808,417	305,334	1,113,751	3,246	1,116,997
Cost of sales	(589,484)	(256,467)	(845,951)	(1,240)	(847,191)
Gross profit	218,933	48,867	267,800	2,006	269,806
General and administrative expenses	(61,790)	(24,947)	(86,737)	(305)	(87,042)
Selling and distribution expenses	(83,677)	(22,211)	(105,888)	(1,026)	(106,914)
Impairment loss on trade and other receivables	(12,000)	-	(12,000)	-	(12,000)
Other income, net	1,627	-	1,627	-	1,627
Income from operations	63,093	1,709	64,802	675	65,477
Finance costs	(25,021)	(1,600)	(26,621)	(1)	(26,622)
Foreign exchange (loss) / gain	(348)	228	(120)	-	(120)
Share of net profit from an associate	32,176	-	32,176	-	32,176
Segments profit before zakat	69,900	337	70,237	674	70,911
Zakat expense	(4,497)	-	(4,497)	-	(4,497)
Net income / (loss) for the period	65,403	337	65,740	674	66,414

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14 Operating segments (continued)

Segment information provided to the Board of Directors: (continued)

	HVAC solutions	Home Appliances	Total reportable segments	All other segments	Adjustments and eliminations	Total
September 30, 2025						
Reportable segment assets	2,003,772	1,005,621	3,009,393	24,386	(1,127,363)	1,906,416
Additions to property and equipment	5,408	4	5,412	-	-	5,412
December 31, 2024						
Reportable segment assets	1,813,131	916,962	2,730,093	10,494	(1,147,110)	1,593,477
Additions to property and equipment	7,591	179	7,770	-	-	7,770
September 30, 2025						
Total segment liabilities	1,139,546	700,715	1,840,261	26,433	(795,518)	1,071,176
December 31, 2024						
Total segment liabilities	983,320	601,683	1,585,003	8,970	(798,665)	795,308

Adjustments and eliminations represent intercompany transactions and consolidation elimination entries transactions, and the intercompany transactions are mainly related to financing transactions.

All non-current assets are geographically located in Saudi Arabia as at September 30, 2025 and December 31, 2024.

Depreciation and amortization for the period ended September 30, 2025 amounted to SR 5.6 million for HVAC Solutions segment and SR 115 thousands for Home Appliances segment (September 30, 2024: SR 2.6 million for HVAC Solutions and SR 61 thousands for Home Appliances segment).

Assets held for sale as at September 30, 2025 and December 31, 2024 are presented in the HVAC Solutions segment.

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15 Seasonality of operations

The Group's HVAC solutions segments is subject to seasonal fluctuation as a result of weather conditions. In particular, the sale of air conditioners in key geographic areas are affected by winter weather conditions, which occur primarily during October to March. The Group attempts to minimize the seasonal impact by managing inventories to meet demand during this period.

For the 12 months ended September 30, 2025, the HVAC solutions segment reported revenue of SR 1,028.3 million (for 12 months ended September 30, 2024: SR 985 million) and net profit of SR 65.5 million (net profit for 12 months ended September 30, 2024: SR 66.9 million).

16 Capital and financial risk management

The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitor the return on capital as well as the level of dividends to ordinary shareholders.

The Board of Directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

The Group monitors capital using a ratio of adjusted net debt to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings, less cash, and cash equivalents. Adjusted equity comprises all components of equity.

The Group's adjusted net debt to equity ratio at September 30, 2025 and December 31, 2024 was as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Total liabilities	1,071,176	795,308
Less: cash and cash equivalents	(41,341)	(22,797)
Adjusted net debt	1,029,835	772,511
Total equity	835,240	798,169
Adjusted net debt to equity ratio	123.3%	96.8%

The management believes that the Group has the ability to meet its obligations as:

- (a) The Group's current assets are more than its current liabilities; and
- (b) The Group manages its liquidity risk by ensuring that bank borrowing facilities from multiple banks are available (see Note 10).

Management has assessed the Group's ability to continue as a going concern and is satisfied that the Group has the resources and borrowing facilities from multiple banks to continue in business for the foreseeable future. Moreover, management is not aware of any material uncertainties that may cast significant doubt upon the Group's ability to continue as going concern. Therefore, this condensed consolidated interim financial information has been prepared on a going concern basis.

17 Related parties

(a) Transactions with key management personnel

The following table describes compensations to key management personnel:

	September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
Short-term employees' benefits	10,989	9,822
Board of Directors and Audit Committee remuneration	2,508	1,988

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17 Related parties (continued)

(b) Related parties' balances and transactions

Name	Relationship	Nature of Transaction	Transactions		Balances	
			September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024
Due to related parties - under trade and other payables (*)						
LG Shaker	Associate	Purchase of finished goods	577,058	654,005	256,865	259,808
LG Electronics	A 51% owner of LG Shaker Company (Note 5)	Purchase of finished goods	44,048	40,223	13,399	4,618
LG Electronics Saudi Arabia Limited	Owned by a related party	Purchase of finished goods	75,343	-	40,508	-
					310,772	264,426
Due from related parties - under prepayments and other debit balances (unsecured)						
LG Electronics Saudi Arabia Limited	Owned by a related party	Purchase of finished goods	-	126,741	-	4,302
Ajeek Maintenance Service Company Limited	Former associate (Note 1 and Note 5)	Expenses paid on behalf	-	2,207	-	2,207
					-	6,509
Key management personnel	Key management	Remuneration and meeting attendance fee	2,508	2,650	1,099	1,988

(*) These transactions are conducted in accordance with the terms and conditions of commission and are determined in the agreements signed with the related parties and approved by the management.

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18 Contingencies and commitments

The Group has the following as of September 30, 2025:

- a) At September 30, 2025, the Group has outstanding bank guarantees of SR 145.3 million (December 31, 2024: SR 87.2 million) issued by local and foreign banks in respect of importing of finished goods and other supplies.
- b) At September 30, 2025, the Group has outstanding bank letters of credit of SR 117.3 million (December 31, 2024: SR 81.7 million) issued against importing of finished goods and other supplies.
- c) The Group has a contractual obligation regarding the purchase of land amounting to SR 10.9 million as of September 30, 2025.

19 Basic and diluted earnings per share

Basic and diluted earnings per share amounts are calculated by dividing the earnings for the nine-month period ended attributable to the shareholders of the Parent Company by the weighted average number of ordinary shares outstanding, as follows:

	September 30, 2025	September 30, 2024
Earnings attributable to ordinary shareholders	64,919	66,414
Weighted average number of ordinary shares outstanding	55,500	55,500
Basic and diluted earnings per share		
Total basic and diluted earnings per share attributable to the owners of the Parent Company	1.17	1.20

20 Subsequent events

There are no subsequent events after the nine-month period ended September 30, 2025, which require adjustment or disclosure to this condensed consolidated interim financial information.

21 Approval of the financial information

This condensed consolidated interim financial information was approved by the Company's Board of Directors on November 6, 2025.