

**AL-JOUF AGRICULTURAL
DEVELOPMENT COMPANY**
(A Saudi Joint Stock Company)
**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)**

**FOR THE THREE AND NINE-MONTH PERIODS
ENDED 30 SEPTEMBER 2025 AND
INDEPENDENT AUDITOR'S REVIEW REPORT**

AL-JOUF AGRICULTURAL DEVELOPMENT COMPANY
(A Saudi Joint Stock Company)

Interim Condensed consolidated Financial Statements (Unaudited)
For the three and nine-month periods ended 30 September 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT

To The Shareholders
Al-Jouf Agricultural Development Company
Jeddah - Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al-Jouf Agricultural Development Company ("the Company") and its Subsidiaries ("collectively referred to as the "Group"), as at September 30, 2025, and the interim condensed consolidated financial statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month and nine-month periods then ended, and other explanatory notes.

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

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (2410) "Review of Interim Financial Information Performed by the Independent Auditor" as endorsed in the Kingdom of Saudi Arabia. A review of the 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 is not prepared, in all material respects, in accordance with International Accounting Standard (34) that is endorsed in the Kingdom of Saudi Arabia.

For BDO Dr. Mohamed Al-Amri & Co.



Maher Al-Khatieb
Certified Public Accountant
Registration No. 514



19/05/1447 (H)
10/11/2025 (G)

AL-JOUF AGRICULTURAL DEVELOPMENT COMPANY

(A SAUDI JOINT STOCK COMPANY)

Interim Condensed Consolidated Financial Statements OF FINANCIAL POSITION**(All amounts in Saudi Riyals unless otherwise stated)**

		30 September 2025 (Unaudited)	31 December 2024 (Audited)
	Note		
ASSETS			
Non-Current Assets			
Property, plant and equipment		793,901,368	772,871,481
Investments at fair value through Profit or Loss	5-1	6,490,644	-
Intangible assets		1,223,794	1,318,604
Right of use assets		5,950,513	7,401,786
Total Non-Current Assets		807,566,319	781,591,871
Current Assets			
Inventory		231,774,600	223,934,487
Investments at fair value through Profit or Loss	5-2	9,019,000	9,019,000
Biological assets		102,914,229	27,240,732
Trade Receivable		151,147,417	82,388,479
Prepayments and other receivables		21,173,007	19,890,231
Cash and cash equivalents		17,329,886	13,601,660
Total Current Assets		533,358,139	376,074,589
Total Assets		1,340,924,458	1,157,666,460
Equity And Liabilities			
Equity			
Share capital	6	300,000,000	300,000,000
Statutory reserve	7	150,000,000	150,000,000
Retained earnings		341,950,094	304,941,616
Total Equity		791,950,094	754,941,616
Liabilities			
Non-Current Liabilities			
Loans and facilities - non-current portion	8	156,181,910	157,660,367
Lease liability - non-current portion		1,950,103	3,943,413
Employee defined benefit obligations		26,338,694	24,325,527
Total Non-Current Liabilities		184,470,707	185,929,307
Current Liabilities			
Loans and facilities - Current portion	8	153,181,111	89,892,774
Lease liability - Current portion		3,805,193	3,320,861
Trade payables		115,769,001	66,243,780
Accruals and other current liabilities		42,569,405	27,283,250
loan guarantee Provision		2,250,045	2,250,045
Dividends payable to shareholders		41,629,096	20,242,505
Zakat provision		5,299,806	7,562,322
Total Current Liabilities		364,503,657	216,795,537
Total Liabilities		548,974,364	402,724,844
Total Equity and Liabilities		1,340,924,458	1,157,666,460

Chief Financial Officer
Ziad Aljaafreh



Chief Executive Officer
Mazen Badawood



Authorized Board Member
Miqad Bin Abdullah Al Khamis



The accompanying notes (1) to (16) an integral part of these financial statements

AL-JOUF AGRICULTURAL DEVELOPMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)
Condensed consolidated Interim Financial Statements
OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Net Sales		178,365,539	147,044,714	503,554,173	420,599,074
Cost of sales		(129,461,008)	(102,384,359)	(338,362,192)	(277,025,645)
Gross profit		48,904,531	44,660,355	165,191,981	143,573,429
Selling and distribution expenses		(18,404,236)	(13,383,333)	(45,100,763)	(38,640,429)
General and administrative expenses		(8,831,467)	(10,875,360)	(32,057,023)	(30,160,583)
Operating profit		21,668,828	20,401,662	88,034,195	74,772,417
Financing Cost		(2,648,176)	(1,736,958)	(7,807,436)	(5,490,010)
Unrealized losses from investment through profit or loss		133,356	-	(2,913,106)	-
Other expenses and revenue, Net		1,374,039	1,229,835	(2,205,175)	2,599,658
Profit before Zakat		20,528,047	19,894,539	75,108,478	71,882,065
Zakat		(600,000)	(1,250,000)	(2,100,000)	(4,750,000)
Net profit for the period		19,928,047	18,644,539	73,008,478	67,132,065
Other comprehensive income items					
Items that will not be reclassified subsequently to profit or loss					
Re-measurement of employees' defined benefit obligations		-	-	-	-
Total other comprehensive income items		-	-	-	-
Total comprehensive income		19,928,047	18,644,539	73,008,478	67,132,065
Basic and diluted earnings per share from profit for the period	9	0.66	0.62	2.43	2.24

Chief Financial Officer
Ziad Aljaafreh



Chief Executive Officer
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Miqad Bin Abdullah Al Khamis



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AL-JOUF AGRICULTURAL DEVELOPMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)
Condensed consolidated Interim Financial Statements
OF CHANGES IN EQUITY
(All amounts in Saudi Riyals unless otherwise stated)

For nine months ended 30 September 2024

Balance at 1 January 2024 (Audited)

Net profit for the period

Other comprehensive income

Total comprehensive income for the period

Dividends

Balance at 30 September 2024 (Unaudited)

Share Capital	Statutory Reserve	Retained Earnings	Total Equity
300,000,000	150,000,000	268,600,247	718,600,247
-	-	67,132,065	67,132,065
-	-	-	-
-	-	67,132,065	67,132,065
-	-	(37,500,000)	(37,500,000)
300,000,000	150,000,000	298,232,312	748,232,312

For nine months ended 30 September 2025

Balance at 1 January 2025 (Audited)

Net profit for the period

Other comprehensive income

Total comprehensive income for the period

Dividends

Balance at 30 September 2025 (Unaudited)

300,000,000	150,000,000	304,941,616	754,941,616
-	-	73,008,478	73,008,478
-	-	-	-
-	-	73,008,478	73,008,478
-	-	(36,000,000)	(36,000,000)
300,000,000	150,000,000	341,950,094	791,950,094

Chief Financial Officer
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The accompanying notes (1) to (16) an integral part of these financial statements

AL-JOUF AGRICULTURAL DEVELOPMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)
Condensed consolidated Interim Financial Statements
OF CASH FLOWS
(All amounts in Saudi Riyals unless otherwise stated)

	For nine-month periods ended 30 September	
	2025 (Unaudited)	2024 (Unaudited)
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Profit for the period before zakat	75,108,478	71,882,065
Adjustments for:		
Depreciation and amortization	57,594,460	51,530,150
Provision inventory and biological assets	(4,486,457)	2,972,161
Provision of expected credit losses	84,343	880,519
Finance cost	10,059,017	5,490,010
Provision for employees defined benefit obligations	3,067,776	3,493,618
Unrealized losses from revaluation of an investment through profit or loss	2,913,106	-
Gain on disposal of property and equipment	(664,861)	(2,331)
<u>Changes in operating assets and liabilities</u>		
Inventory	(3,353,656)	(17,283,760)
Biological assets	(75,673,497)	(32,491,943)
Account receivables	(68,843,281)	(34,810,013)
Prepayments and other receivables	86,644	(3,564,224)
Trade payables	49,525,221	42,372,297
Accruals and other current liabilities	15,286,154	8,807,850
Cash generated from operating activities	60,703,447	99,276,399
Employees defined benefit obligations paid	(1,054,609)	(1,397,779)
Zakat Paid	(4,362,516)	(5,964,905)
Net cash generated from operating activities	55,286,322	91,913,715
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Additions of property, plant, and equipment	(77,452,013)	(34,685,182)
Payment of investment through the profit and loss	(9,403,750)	(20,790,074)
Intangible asset additions	(120,966)	(1,119,301)
Proceeds from the Disposal of Property, Plant and Equipment	981,740	3,531
Net cash used in investing activities	(85,994,989)	(56,591,026)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Proceeds from loans and facilities	192,870,328	58,010,530
Payments of loans and facilities	(130,307,676)	(61,799,848)
Payments of Loan guarantee provision	-	(2,077,498)
Payments of lease liabilities	(2,700,561)	(2,213,914)
Dividends paid	(14,613,409)	(21,799,413)
Financing costs paid	(10,811,789)	(3,337,814)
Net cash generated from / (used in) financing activities	34,436,893	(33,217,957)
Net change in cash and cash equivalents	3,728,226	2,104,732
Cash and cash equivalents as at the beginning of the period	13,601,660	17,558,140
Cash and cash equivalents as at the end of the period	17,329,886	19,662,872
<u>Non-cash Transaction</u>		
Transferred from project under construction to property, plant and Equipment	2,650,328	170,060,283
Addition of right of use assets	1,191,584	-
Transferred from project under construction to prepayments	1,369,420	-

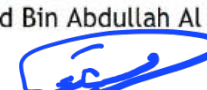
Chief Financial Officer
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Chief Executive Officer
Mazen Badawood



Authorized Board Member
Miqad Bin Abdullah Al Khamis



The accompanying notes (1) to (16) an integral part of these financial statements

1. THE COMPANY, ITS SUBSIDIARY AND ITS MAIN ACTIVITIES:

Al-Jouf Agricultural Development Company ("the Company") is a Saudi Joint Stock Company registered under the commercial register issued by the Sakaka city with the number 3400004730 and issued on Jumada Al-Awwal 9, 1409H corresponding to December 18, 1988(G). The Company operates under Ministerial Resolution No. (63) Issued by the Ministry of Commerce and Investment on Rabi 'Al-Akher 24, 1409H corresponding to December 3, 1988 (G).

The company engaged in the agricultural of potatoes and sweet potatoes, palm agriculture, dates production, olive agriculture, beekeeping and honey production (apiaries) under license number 3130298379 dated 7/11/1437H issued by the Ministry of Environment, Water and Agriculture, installation of agricultural houses, rendering agricultural services, fresh olive and olive oil and pickled olives, cosmetic soap and charcoal.

Harvest Seeds Company - a Single-Person Limited Liability Company and a subsidiary - was established on July 17, 2025, with a share capital of ₪ 200,000, fully owned by the company. The establishment of the company comes within the framework of the company's strategy to expand its agricultural activities and develop its seed production services. The company's activities include the cultivation of grains (excluding rice, leguminous crops, and oilseeds), cultivation of other non-perennial crops, plant propagation, mixed farming (combined production of crops and livestock without specialization in either), crop production support activities, post-harvest crop activities, seed processing for propagation, wholesale trading of agricultural raw materials and live animals, and storage services.

The Company's head office is located in Al-Jouf region - Buseita - Sakaka PO box 321.

The company's financial year begins on the January 1 of each calendar year and ends at the end of December of the same year.

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

These interim condensed consolidated financial statements have been prepared in 30 September 2025 in accordance with International Accounting Standard 34, "Interim Financial Reporting" "IAS 34" that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements. They should be read in conjunction with the company's annual financial statements as at 31 December 2024.

The Company prepared its consolidated financial statements for the first time for the financial period ended September 30, 2025, following the establishment of a wholly owned subsidiary on July 17, 2025, under the name **Harvest Seeds Company (Single Person Limited Liability Company)**, with a share capital of ₪ 200,000.

2.2 BASIS OF MEASUREMENT

The condensed consolidated interim financial statements have been prepared on the basis of historical cost, except the employee benefit obligation which calculated based on the current actuarial value and investments at fair value through profit or loss.

2.3 FUNCTIONAL CURRENCY

The financial statements are presented in Saudi Riyal, which is also the functional and presentational currency of the Company.

3. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed consolidated interim financial statements requires management to use judgments and estimates that affect the application of accounting policies to the amounts recognized for assets, liabilities, revenues, and expenses. Actual results may differ from these estimates. The estimates and assumptions are based on past experience and factors that include expectations of future events considered relevant to the circumstances and used to assess the reporting period for assets and liabilities not independent of other sources.

Estimates and assumptions are continuously reviewed. Accounting estimates recorded in the period are reviewed during the review period and future periods if changes in estimates impact current and future periods.

The significant judgments made by management when applying the company's accounting policies are consistent with those disclosed in the previous year's financial statements in 31 December 2024.

GOING CONCERN

The company's management has made an assessment of the company's ability to continue to carry out its business in accordance with the principle of going concern and the company is convinced that it has the resources to continue its business in the foreseeable future. Also, management is not aware of any material uncertainties that may affect the company's ability to continue its business. Accordingly, these interim condensed consolidated financial statements have been prepared on a going concern basis.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 Significant accounting policies

The accounting policies applied in preparing the interim condensed consolidated financial statements are consistent with those used in preparing the Company's financial statements for the year ended December 31, 2024.

4.2 New standards, amendments and interpretations applied by the Company

New standards and a set of amendments to standards have been issued that are effective from January 1, 2025 and have been explained in the Company's annual financial statements, but they do not have a material impact on the Company's interim condensed financial statements.

5. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

5.1 Investments at Fair Value Through Profit or Loss (Non-Current)

On March 10, 2025, Al-Jouf Agricultural Development Company signed a subscription agreement with "E-Green Global," a Korean company, for convertible debt instruments (bonds) amounting to a total of ﷲ 15 million (equivalent to USD 4 million). It was agreed that the bonds would be issued and subscribed to in three installments of unequal value, and the bond does not bear any financial returns. The first installment, valued at ﷲ 9.4 million (USD 2.5 million), was subscribed to, and its fair value as of September 30, 2025, was ﷲ 6.5 million. This resulted in unrealized losses amounting to 2.9 million Saudi riyals.

The issuance of the remaining installments of the bonds will proceed according to the progress of establishing the potato seed production facilities at the company's headquarters in the Al-Jouf region.

The company classified this investment in debt instruments as an "Investment at Fair Value Through Profit or Loss" because the investment did not meet the business model test required to apply measurement either at amortized cost or at fair value through other comprehensive income, in accordance with the requirements of International Financial Reporting Standard (IFRS) 9 - Financial Instruments.

5. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)

5.2 Investments at Fair Value Through Profit or Loss (Current)

- a. The company holds a direct ownership interest of 8.6% in Rakhaa Agricultural Investment and Development Company (unlisted). The fair value of the investment was estimated using the discounted cash flow model. The valuation required management to make certain assumptions regarding the model inputs, including expected cash flows, discount rate, credit risk, and volatility. The investment balance as of September 30, 2025, amounted to ₪ 9,019,000 (2024: ₪ 9,019,000).
- b. In 2009, Rakhaa Agricultural Investment and Development Company obtained a loan of ₪ 100 million from the Saudi Fund for Development, secured by guarantees provided by the partners. Due to Rakhaa's inability to repay the loan, Al-Jouf Agricultural Development Company recognized its share of the loan against the guarantee provided in favor of the Saudi Fund for Development. Subsequently, the loan balance was converted by the shareholders and used to support the company, with partners committing to continue repayment to the Saudi Fund for Development.

Later, the partners of Rakhaa Agricultural Investment and Development Company agreed with the Saudi Fund for Development to transfer the debt to the companies. As of September 30, 2025, the outstanding balance amounted to ₪ 2.2 million, which is not currently due for repayment.

6. SHARE CAPITAL

The company's capital is 300 million Saudi riyals, divided into 30 million shares, with a nominal value of 10 Saudi riyals per share (December 31, 2024: 30 million shares).

7. STATUTORY RESERVE

According to the company's regulations in the Kingdom of Saudi Arabia and the company's by laws, its required to transfer 10% of the net profit for the year to statutory reserve. The General Assembly may decide to suspend this allocation when the reserve reaches 30% of the paid-up capital. The General Assembly, in its meeting held on May 6, 2020, decided to suspend the allocation to the statutory reserve due to the reaching 50% of the capital.

8. LOANS AND FACILITIES

Loans consist of the following:

	30 September 2025 (Unaudited)	31 December 2024 (audited)
Opening balance for the period/ Year	247,553,141	245,016,295
Proceeds during the period/ Year	202,479,717	89,101,356
Repayment during the period/Year	(140,669,837)	(86,564,510)
	309,363,021	247,553,141
Loans and facilities - non-current portion	156,181,910	157,660,367
Loans and facilities - current portion	153,181,111	89,892,774
	309,363,021	247,553,141

- On February 7, 2022, the company signed a long-term loan agreement with the Agricultural Development Fund to finance the construction of a potato chips factory, with a loan amount of ₪ 186 million. The loan is to be repaid in equal annual installments starting in 2025 and ending in 2034. The loan is secured by mortgaging one of the company's land title deeds. The balance of the Agricultural Development Fund loan as of September 30, 2025, amounted to SAR 160.5 million.

8. LOANS AND FACILITIES (Continued)

- On November 7, 2024, the company signed a supplementary agreement to the original loan contract dated February 7, 2022, with the Agricultural Development Fund to finance the same project with an additional amount of ﷲ 17.4 million. Repayment will also be made in equal annual installments from 2025 to 2034. An amount of ﷲ 14 million was collected on May 12, 2025, while the remaining balance had not been received as of September 30, 2025. This loan is also secured by mortgaging one of the company's land title deeds. The balance of the supplementary loan from the Agricultural Development Fund as of September 30, 2025, amounted to SAR 14.2 million.
- On August 1, 2023, the Company entered into a loan agreement with the Saudi Industrial Development Fund (SIDF) to finance its working capital, amounting to ﷲ 50 million. The loan is repayable in two equal installments: the first installment, representing 50% of the total loan amount, is due 12 months from the disbursement date, and the second installment, representing the remaining 50% which is due after 24 months from the disbursement date. The loan is secured by a mortgage over all assets developed for the Al-Jouf factory project for the production of olive oil and pickles. The balance of the Industrial Development Fund loan as of September 30, 2025, amounted to SAR 12.1 million.
- On September 10, 2025, the company renewed a an Islamic-compliant credit facilities agreement with Alinma Bank, with a credit limit of ﷲ 20 million, This loan was obtained to finance working capital. As of September 30, 2025, the balance of the Alinma Bank account was nil, after withdrawing an amount of SAR 20 million during the period and fully repaying it.
- On January 2, 2025, the company signed an Islamic-compliant credit facilities agreement with Saudi Fransi Bank, with a total allowed credit limit of ﷲ 160 million. The facilities are intended for opening letters of credit, issuing letters of guarantee, and financing the expansion project of the frozen potato factory. The facilities bear an annual commission rate of SAIBOR plus a profit margin. the withdrawal limit as of September 30, 2025, amounted to SAR 122.6 million.

9. EARNING PER SHARE

Basic Earnings per Share

Basic earnings per share has been calculated based on the profit distributable to shareholders of ordinary shares and the weighted average number of shares existing on the date of the interim condensed consolidated financial statements amounting to 30 million shares.

	For Three Month Ended 30 September		For nine Month Ended 30 September	
	2025	2024	2025	2024
Profit for the period	19,928,047	18,644,539	73,008,478	67,132,065
Weighted average number of shares	<u>30,000,000</u>	<u>30,000,000</u>	<u>30,000,000</u>	<u>30,000,000</u>
Basic and diluted earnings per share from profit for the period	0.66	0.62	2.43	2.24

Diluted earnings per shares

Basic and diluted earnings per share is calculated by dividing the net income attributable to the shareholders of the company by the weighted average number of ordinary shares outstanding issued during the year.

During the period there were no dilutive shares and therefore the diluted earnings per share is not different from the basic earnings per share.

10. DIVIDENDS

During 2024, the company distributed cash dividends of ﷲ 7.5 million for the first half of 2023 at ﷲ 0.25 per share, and amount of ﷲ 15 million on March 6, 2024 for the second half of 2023 at ﷲ 0.50 per share, and ﷲ 15 million on August 4, 2024 for the first and second quarters of 2024 at ﷲ 0.50 per share.

On February 25, 2025, the Company's Board of Directors resolved to distribute cash dividends to the shareholders for the third and fourth quarters of the fiscal year 2024, with a total amount of ﷲ 15 million, at ﷲ 0.50 per share, to be paid within 15 business days from eligibility date of April 15, 2025, which already paid on 30 April 2025.

On August 14, 2025, the Company's Board of Directors resolved to distribute cash dividends to the Company's shareholders for the first and second quarters of the fiscal year 2025, with a total amount of ﷲ 21 million, at ﷲ0.70 per share. The eligibility date is October 15, 2025, and the distribution date is October 30, 2025.

11. FINANCIAL INSTRUMENTS - RISK MANAGEMENT

Financial instruments included in the interim condensed consolidated statement of financial position consist mainly of cash and cash equivalent, trade receivables, other current assets, loans, trade payables, and other current liabilities.

11.1 Foreign currency

Currency risk arises from changes and fluctuations in the value of financial instruments due to changes in foreign exchange rates.

The company has not conducted any material transactions in foreign currencies other than the Saudi Riyal and the US Dollar. Since the exchange rate of the Saudi Riyal is pegged to the US Dollar, the company's management believes that it is not materially exposed to foreign currency risk.

11.2 Credit risk

Credit risk arises from the failure of a counterparty to a financial instrument to fulfill its obligation, resulting in a financial loss to the company. The company's financial instruments that may be subject to credit risk primarily include cash and cash equivalents, trade receivables, and investments in debt instruments through profit or loss. The company deposits its funds with banks that have high creditworthiness and reliability, and it maintains a policy regarding the limit of funds deposited with each bank. Management does not expect any significant credit risk to result from this. Similarly, management does not expect significant credit risk exposure from trade receivables, as the company has a broad and diversified customer base operating across various sectors and locations. In addition, the company regularly monitors outstanding trade receivables to cover any expected credit losses. Management also does not expect significant credit risk exposure from investments in debt instruments through profit or loss, as the company holds binding legal contracts and scheduled collection plans.

11.3 Interest rate risk

Interest rate risk is the risk that the value of financial instruments or the associated cash flows will fluctuate due to changes in interest rates. The company's exposure to the risk of changes in interest rates in the market is mainly related to the company's long-term debt with changes in interest rates, and since all long-term obligations carry at fixed interest rates, the company is not exposed to the risk of higher interest rates on obligations, especially loans granted by the Agricultural Development Fund and the Saudi Industrial Development Fund.

11.4 Liquidity risk

Liquidity risk is the inability of the Company to meet its liabilities related to financial liabilities as they fall due. Liquidity needs are monitored on a monthly basis and the management works to ensure that sufficient funds are available to meet any commitments when they are due.

11. FINANCIAL INSTRUMENTS - RISK MANAGEMENT (Continued)

11.4 Liquidity risk (Continued)

The Company's financial liabilities consist of loans, commercial payables, accrued expenses, and other credit balances, and the Company works to reduce liquidity risk by ensuring that the necessary cash is available, in addition to making a harmonization between collection periods of trade receivables, loan repayment periods, trade and other credit balances.

11.5 Fair Value

The fair value is the price that is received to sell an asset or paid to transfer any of the liabilities in a transaction under regular conditions between market participants at the measurement date. As such, differences can arise between the carrying values and the fair value estimates. The definition of fair value is based on market-based measurement and assumptions used by market participants.

Fair values are classified into different levels in the fair value hierarchy based on the inputs used in the valuation methods as follows:

Level 1: Quoted market prices in active markets for the same financial instrument.

Level 2: Valuation techniques that depend on inputs that affect the fair value and can be directly or indirectly observable in the market.

Level 3: Valuation techniques that rely on inputs that affect the fair value and are not directly or indirectly observable in the market.

All financial assets and liabilities of the Company are stated at amortized cost. Management believes that its estimates and assumptions are reasonable and sufficient.

11.6 Agricultural Risk Management

Severe Operational Disruption (Fire, Flood, etc.) The Company is prepared to respond to operational disruptions to minimize losses and maintain continuity. The effective Business Continuity Plan is reviewed periodically and made flexible to the changing nature of operational disruptions. Risk assessment is conducted continuously to identify potential events that could cause significant disruptions. The risk of business disruption due to flooding is avoided through the design of the farms. The agricultural buildings are constructed in areas that are not subject to flash floods and are also elevated above ground level.

12. SEGMENT REPORTING

The main activity of the company consists of segments that include agricultural production, both plant, manufacturing, and marketing of plant products. The following is a list of the selected segments information on September 30, 2025, and September 30, 2024 for each segment:

30 September 2025 (Unaudited)	Agricultural activity - Plants	Agricultural activity - Manufacturing	Total
Revenue	72,873,852	430,680,321	503,554,173
Depreciation and amortization	19,514,310	38,080,150	57,594,460
Net (loss) / profit for the period	(18,346,354)	91,354,832	73,008,478
Total Assets	279,411,397	1,061,513,061	1,340,924,458
30 September 2024 (Unaudited)	Agricultural activity - Plants	Agricultural activity - Manufacturing	Total
Revenue	46,033,693	374,565,381	420,599,074
Depreciation and amortization	22,318,944	29,211,206	51,530,150
Net (loss) profit for the period	(9,910,209)	77,042,274	67,132,065
Total Assets	381,317,195	819,681,844	1,200,999,039

13. CONTINGENT LIABILITIES

At 30 September 2025 the company has potential liabilities as a result of the part that is uncovered of letters of guarantee amounting to ﷲ 20 million and letters of credit with an amount of ﷲ 25 million (31 December 2024: letters of guarantee ﷲ 25 million, and letters of credit ﷲ 1.9 million).

14. SUBSEQUENT EVENTS

On October 12, 2025, the Company announced that it had obtained a loan of ﷲ 82 million from the Agricultural Development Fund to finance the expansion project of the potato fries plant.

15. COMPARATIVE FIGURES

The Company has made certain re-classifications in the statement of financial position for the prior Year to conform to the presentation in the current period.

16. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements have been approved by the Board of Directors on **13/05/1447** corresponding to 04/11/2025.