



MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE-MONTH PERIOD ENDED SEPTEMBER
30, 2025 (UNAUDITED)
TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE- AND NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025 (UNAUDITED)
TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT

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**INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

To the **Shareholders of Middle East Specialized Cables Company (MESC)**
(A Saudi Joint Stock Company)

Introduction:

We have reviewed the accompanying interim condensed consolidated statement of financial position of **Middle East Specialized Cables Company (MESC)** (A Saudi Joint Stock Company) ("the Company") and its subsidiary collectively referred to as ("the Group"), as at September 30, 2025, the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and related interim condensed consolidated statements of changes in equity, and cash flows for the nine-month period then ended, and other explanatory notes.

Management is responsible for preparing and presenting these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 (interim Financial Reporting) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review:

We conducted our review in accordance with the International Standard on Review Engagements 2410 Review of interim Financial Information performed by the independent auditor of the entity, that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed consolidated financial statements consists of making inquiries, primarily, to those responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would be become aware of all significant matters that might be identified in an audit. Accordingly, we do not express such an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with the International Accounting Standard 34 (Interim Financial Reporting) that is endorsed in the Kingdom of Saudi Arabia.

For Al-Kharashi Company


Abdullah S. Al-Msned
License No. (456)

Riyadh:

25 Jumada Al-Awwal, 1447H

16 November, 2025G



MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	September 30, 2025 (Unaudited)	December 31 2024 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment, net		128,353,658	132,380,655
Intangible assets, net		5,683,440	4,992,449
Right of use assets, net		7,560,915	6,159,381
Investment property		6,041,075	6,276,442
Non-current trade receivable, net	7	38,008,097	40,806,001
Total non-current assets		185,647,185	190,614,928
Current assets			
Inventories, net	8	279,805,006	260,953,841
Trade receivables and other debit balances, net	7	584,397,230	457,775,880
Due from a related party	12	362,318	68,760
Cash and cash equivalents		23,236,563	19,276,094
Total current assets		887,801,117	738,074,575
TOTAL ASSETS		1,073,448,302	928,689,503
EQUITY AND LIABILITIES			
Equity			
Share capital	9	400,000,000	400,000,000
Retained earnings		115,280,406	65,867,773
Reserve for cash flow hedges		3,163,254	(1,797,628)
Employee defined benefit obligations remeasurement reserve		183,360	183,360
Total equity		518,627,020	464,253,505
Liabilities			
Non-current liabilities			
Lease liability – non -current portion		6,964,765	5,733,765
Employees' defined benefits obligations		28,371,718	27,769,735
Provision for zakat and income tax– non -current portion	13	-	8,576,690
Total non-current liabilities		35,336,483	42,080,190
Current liabilities			
Short-term loans	10	131,237,873	85,688,712
Trade payables and other credit balances	11	360,316,664	304,043,165
Lease liability – current portion		1,686,846	937,451
Provision for zakat and income tax- current portion	13	26,243,416	31,686,480
Total current liabilities		519,484,799	422,355,808
Total liabilities		554,821,282	464,435,998
TOTAL EQUITY AND LIABILITIES		1,073,448,302	928,689,503





The accompanying notes form an integral part of these interim condensed consolidated financial statements

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE THREE MONTH AND THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)



	Note	For the three-month period ended		For the Nine-month period ended	
		September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue		380,516,917	289,195,001	1,100,439,678	830,379,334
Cost of revenue		(320,597,048)	(239,874,317)	(929,740,040)	(677,819,959)
Gross profit		59,919,869	49,320,684	170,699,638	152,559,375
Selling and marketing expenses		(9,481,547)	(6,557,809)	(26,302,607)	(19,276,530)
General and administrative expenses		(17,063,601)	(13,260,729)	(46,145,584)	(41,150,753)
Impairment in value of trade receivable	7-2	(798,000)	(900,000)	(2,394,001)	(2,100,000)
Provision for late delivery to the clients	7-4	(3,425,000)	(300,000)	(4,275,000)	(1,400,000)
Profit from operations		29,151,721	28,302,146	91,582,446	88,632,092
Finance cost		(5,700,987)	(4,021,993)	(14,285,793)	(11,181,123)
Other income		1,089,472	283,371	1,150,912	1,852,233
Profit before zakat and income tax for the period		24,540,206	24,563,524	78,447,565	79,303,202
Zakat and income tax	13	(4,232,773)	(3,629,415)	(9,034,932)	(10,627,374)
Net profit for the period		20,307,433	20,934,109	69,412,633	68,675,828
Other comprehensive income					
Item of other comprehensive income that are not subsequently reclassified to profit or loss:					
Actuarial gain from remeasurement of employees' defined benefits obligations		-	-	-	-
Unrealized gain from cash flow hedge		(471,959)	-	4,960,882	-
Total other comprehensive income for the period		(471,959)	-	4,960,882	-
Total comprehensive income for the period		19,835,474	20,934,109	74,373,515	68,675,828
Earnings per share (Saudi Riyals)	14				
Basic and diluted earnings per share from net profit for the period		0.51	0.52	1.74	1.72

The accompanying notes form an integral part of these interim condensed consolidated financial statements

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)



	Share	Statutory reserve	(Accumulated losses) / Retained earnings	Reserve for cash flow hedges	Employee defined benefit obligations remeasurement reserve	Total equity
Balance as at January 1, 2024 (Audited)	400,000,000	28,985,180	(54,115,401)	-	2,765,360	377,635,139
Net profit for the period (Unaudited)	-	-	68,675,828	-	-	68,675,828
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	68,675,828	-	-	68,675,828
Balance as at September 30, 2024 (Unaudited)	<u>400,000,000</u>	<u>28,985,180</u>	<u>14,560,427</u>	<u>-</u>	<u>2,765,360</u>	<u>446,310,967</u>
Balance as at January 1, 2025 (Audited)	400,000,000	-	65,867,773	(1,797,628)	183,360	464,253,505
Net profit for the period (Unaudited)	-	-	69,412,633	-	-	69,412,633
Other comprehensive income for the period	-	-	-	4,960,882	-	4,960,882
Total comprehensive income for the period	-	-	69,412,633	4,960,882	-	74,373,515
Dividends (note 18)			(20,000,000)			(20,000,000)
Balance as at September 30, 2025 (Unaudited)	<u>400,000,000</u>	<u>-</u>	<u>115,280,406</u>	<u>3,163,254</u>	<u>183,360</u>	<u>518,627,020</u>


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The accompanying notes form an integral part of these interim condensed consolidated financial statements

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)



	Note	For the nine-month period ended September 30, 2025 (Unaudited)	September 30, 2024 (Unaudited)
Cash flows from operating activities:			
Profit before zakat and income tax for the period		78,447,565	79,303,202
Adjustments for non-cash items:			
Depreciation and amortization		15,605,808	14,043,539
Depreciation of right of use assets		548,510	534,333
Gain on sale of property, plant, and equipment		-	(1,498,927)
Impairment in value of property, plant, and equipment		182,274	(140,869)
(Reversal of impairment) Impairment in value of inventory	8	3,204,955	7,293,746
Impairment in value of trade receivables	7-2	2,394,001	2,100,000
Provision for late delivery	7-4	4,275,000	1,400,000
Finance cost		14,285,793	11,181,123
Employees defined benefits obligations		3,614,177	2,739,672
		<u>122,558,083</u>	<u>116,955,819</u>
Changes in working capital:			
Inventories		(22,056,119)	(34,331,163)
Trade receivables and other debit balances, net		(130,492,446)	(71,578,653)
Due from a related Party		(293,558)	(77,036)
Trade payable and other credit balances		50,289,610	3,842,361
Due to related parties		-	(12,197,958)
Zakat and income tax paid		(23,054,686)	(19,872,515)
Finance cost paid		(3,035,243)	(5,208,219)
Employee defined benefits obligations paid		(3,012,196)	(1,038,373)
Net cash flows used in operating activities		<u>(9,096,555)</u>	<u>(23,505,737)</u>
Cash flows from investing activities:			
Proceeds from sale of property, plant, and equipment		-	3,860,000
Purchase of property, plant, and equipment		(11,215,327)	(10,336,504)
Purchase of intangible assets		(1,001,380)	(1,436,350)
Net cash flows used in investing activities		<u>(12,216,707)</u>	<u>(7,912,854)</u>
Cash flows from financing activities:			
Proceeds from short-term loans	10	536,597,601	124,214,833
Repayment of short-term loans	10	(491,048,440)	(74,534,998)
Lease liability paid		(275,430)	(1,340,905)
Dividends Paid		(20,000,000)	-
Net cash flows generated from financing activities		<u>25,273,731</u>	<u>48,338,930</u>
Net change in cash and cash equivalents		3,960,469	16,920,339
Cash and cash equivalents at the beginning of the period		19,276,094	20,978,708
Cash and cash equivalents at the end of the period		<u>23,236,563</u>	<u>37,899,047</u>
Supplementary information for non-cash transactions:			
Additions to right of use assets and lease liabilities		(1,950,048)	70,585
Unrealized gain from cash flow hedge		4,960,883	-


 Signed: 19/11/2025
 Digitally signed by: CFO


 Signed: 19/11/2025
 Digitally signed by: CEO


 Signed: 19/11/2025
 Digitally signed by: Auditor

The accompanying notes form an integral part of these interim condensed consolidated financial statements

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

(All amounts are in Saudi Riyals unless otherwise stated)

1. THE COMPANY, ITS SUBSIDIARIES AND ITS OPERATION MODEL

Middle East Specialized Cables Company (“MESC”) (“the Company”) is a Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010102402 dated 10 Jumada Awal 1413H (corresponding to 4 November 1992).

The company head office is located at Salahuddin Al Ayoubi Street - King Abdulaziz sector PO. Box 60536 Riyadh 11555.

According to its commercial registration, the company is engaged in the manufacture of fiber optic cables, steel insulated wires and cables, copper insulated wires and cables, and aluminum insulated wires and cables.

The company has the following branches:

Commercial Name – City	Commercial Register Number
Middle East Specialized Cables Company MESC- Khobar Branch	2051023224
Middle East Specialized Cables Company MESC- Jeddah Branch	4030126555

The Company had the following subsidiary and investments as at 30 September 2025.

Subsidiary/ Investments	Legal status	Legal ownership %		Country of Incorporation
		September 30,	December 31, 2024	
Middle East Specialized Cables Company- Jordan (MESC Jordan) *	Joint Stock Company	19.9	19.9	Jordan
MESC - Ras Al-Khaimah	Limited Liability Company	100	100	United Arab Emirates

* Fair value for Middle East Specialized Cables Company – Jordan (MESC Jordan) in Jordan is zero.

On December 16, 2024, **MESC Saudi Arabia** received a clearance letter from the Syndication loan agent, confirming that the settlement agreement between the company and the banking consortium in Jordan has been executed. This includes the withdrawal of all lawsuits filed against the company, and a full release of the company and its Board of Directors from any current or future obligations related to its investment in **Middle East Specialized Cables – Jordan (MESC Jordan) *** and **MESC for Medium and High Voltage Cables**.

Since the ownership of shares in **MESC for Medium and High Voltage Cables** has been transferred, this company has been removed from the list of subsidiaries owned by MESC Saudi Arabia.

As for **Middle East Specialized Cables – Jordan (MESC Jordan) ***, **MESC Saudi Arabia** still officially owns the shares; however, according to the terms of the settlement agreement between **MESC Saudi Arabia** and the banking consortium, the company has waived its ownership rights in these shares and is awaiting the formal transfer of ownership to the banking consortium. Accordingly, the investment value in this company has been fully written off.

After the company received the letter confirming the execution of the agreement and the release of **MESC Saudi Arabia** and its Board of Directors from any current or future financial obligations, and since all obligations stipulated in the agreement have already been fulfilled and reflected in the company’s financial statements in previous periods, there will be no financial impact on the company’s current or future financial statements.

Once the ownership of shares in **Middle East Specialized Cables – Jordan (MESC Jordan)** is formally transferred, the company will be removed from the list of subsidiaries owned by **MESC Saudi Arabia**.

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)

(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025**

(All amounts are in Saudi Riyals unless otherwise stated)

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These interim condensed consolidated financial statements were prepared in accordance with IAS 34 (Interim Financial Reports) that is endorsed in the kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

These interim condensed consolidated financial statements don’t include all the information and disclosures required to prepare a full set of the consolidated financial statements. Hence, these interim condensed consolidated financial statements should be read in conjunction with the group’s last annual consolidated financial statements for the year ended December 31, 2024.

2.2 Basis of Measurements

These Interim Condensed Financial Statements for the three months and six months period ended 30 June 2025 have been prepared under the historical cost except for the following items included in the Statement of Financial Position

- Equity Investments at FVOCI are valued at fair value in accordance with the requirements of IFRS 13.
- Derivative financial instruments are measured at Fair Value through OCI.
- Employee defined benefit obligations is recognized at the present value of future obligations using the Projected Unit Credit method.

2.3 Functional and Presentation Currency

These interim condensed consolidated financial statements are presented in Saudi Riyals, which is the functional and presentation currency of the Group, and all values are rounded to the nearest Saudi Riyal, except where otherwise indicated.

3. USE OF JUDGMENTS AND ESTIMATES

The preparation of these interim condensed consolidated financial statements requires management to use provisions and estimates that affect the application of accounting policies, and the amounts listed for assets, liabilities, revenues, and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements.

4. MATERIAL ACCOUNTING POLICIES

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

5. BASIS OF CONSOLIDATION OF FINANCIAL STATEMENTS

These consolidated financial statements comprising the consolidated Statement of financial position, consolidated statement of profit or loss and other comprehensive income, consolidated Statement of changes in equity, consolidated statement of cash flows and notes to the consolidated financial statements of the Group include assets, liabilities and the results of the operations of the Company and its subsidiaries, as set out in note (1). The Company and its subsidiaries are collectively referred to as the “Group”. Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control commences until the date on which control ceases. The Group accounts for the business combinations using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identified net assets acquired and fair value of pre-existing equity interest in the subsidiary. The excess of the cost of acquisition and amount of Non – controlling interest (“NCI”) over the fair value of the identifiable net assets acquired is recorded as goodwill in the consolidated Statement of Financial Position. NCI is measured at their proportionate share of the acquiree identifiable net assets at the date of acquisition. If the business combination is achieved in stages, the acquisition date carrying value of the Group’s previously held equity

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

(All amounts are in Saudi Riyals unless otherwise stated)

5. BASIS OF CONSOLIDATION OF FINANCIAL STATEMENTS (Continued)

interest in the acquiree is remeasured to fair value at the acquisition date. Any gains or losses arising from such remeasurement are recognized in the consolidated statement of profit or loss. Inter -group balances and transactions, and any unrealized income and expenses arising from Inter -group transactions, are eliminated. Accounting policies of subsidiaries are aligned, where necessary, to ensure consistency with the policies adopted by the Group. The Company and its subsidiaries have the same reporting periods.

6. New Standards, Amendment to Standards and Interpretations:

The Group has not adopted any new standards, interpretations or amendments that have been issued and are effective from 1 January 2025 and has been explained in Group's annual consolidated financial statements, as they do not have a material impact on the group's interim condensed consolidated financial statements. Material accounting policies are the same as those applied in Group's annual consolidated financial statements.

7. TRADE RECEIVABLES AND OTHER DEBIT BALANCES, NET

	Note	September 30, 2025	December 31, 2024
		(Unaudited)	(Audited)
Trade receivables	7-1	519,079,656	393,281,609
Retention receivables		103,266,722	112,701,596
Less: impairment in value of trade receivables	7-2	(21,301,340)	(18,907,339)
Less: provision for late delivery	7-4	(12,959,087)	(8,684,087)
Less: impairment in value of retention receivables	7-3	(5,897,067)	(5,897,067)
Trade receivables, net		582,188,884	472,494,712
Advances to suppliers		19,159,840	14,271,668
Margin deposits		10,414,878	7,258,411
Prepaid expenses		5,644,923	2,369,698
Unrealized gain on cash flow hedge		3,163,254	-
Employee loans		1,353,529	1,722,033
Other receivables		480,019	465,359
		622,405,327	498,581,881

Trade receivables and other debit balances is classified in the interim condensed consolidated statement of financial position as follows:

Current assets	584,397,230	457,775,880
Non-current assets	38,008,097	40,806,001
	622,405,327	498,581,881

7-1 Trade receivables:

The Group's credit period on sales of goods is between 60 to 120 days. No interest is charged on trade receivables. The Group has recognized an allowance for an expected credit loss against impaired trade receivables. Allowances for expected credit loss are recognized against trade receivables based on estimated irrecoverable amounts determined by reference to the past default experience of the counterparty and an analysis of the counterparty's current financial position, where available.

The Group performs credit-vetting procedures before granting credit to new customers. These procedures are reviewed and updated on an ongoing basis.

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

(All amounts are in Saudi Riyals unless otherwise stated)

7. TRADE RECEIVABLES AND OTHER DEBIT BALANCES, NET (Continued)

7-2 Movement in impairment in value of trade receivables is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	18,907,339	15,971,374
Charged for the period / year	2,394,001	2,950,000
Write off during the period / year	-	(14,035)
Balance at the end of the period / year	21,301,340	18,907,339

7-3 Movement in impairment in value of retention receivables is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	5,897,067	5,897,067
Charged for the period / year	-	-
Balance at the end of the period / year	5,897,067	5,897,067

7-4 Movement in provision for late delivery is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	8,684,087	6,984,087
Charged for the period / year	4,275,000	1,700,000
Balance at the end of the period / year	12,959,087	8,684,087

8. INVENTORIES, NET

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Finished goods	118,829,765	126,012,318
Raw and packing materials	85,334,177	75,468,081
Work in process	79,845,080	53,698,376
Spare parts	10,127,544	9,043,933
Goods in transit	4,170,980	12,686,480
	298,307,546	276,909,188
Less: impairment in value of inventory	(18,502,540)	(15,955,347)
	279,805,006	260,953,841

Movement in the impairment in value of inventory is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	15,955,347	12,059,500
Charged for the period / year	3,204,955	7,607,045
Write off during the period / year	(657,762)	(3,711,198)
Balance at the end of the period / year	18,502,540	15,955,347

9. SHARE CAPITAL

The Company has 40 million shares of SAR 10 each in issue as at September 30, 2025 and December 31, 2024. There were no movements in share capital during the reporting period.

MIDDLE EAST SPECIALIZED CABLES COMPANY (MESC)
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)
10. LOANS
Short-term loans

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Murabaha loan	56,251,670	73,151,952
Bank Borrowing	74,986,203	12,536,760
	131,237,873	85,688,712

The movement of short-term loans is as follows:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Balance at the beginning of the period / year	85,688,712	8,966,904
Proceeds during the period / year	536,597,601	194,491,400
Paid during the period / year	(491,048,440)	(117,769,592)
Balance at the end of the period / year	131,237,873	85,688,712

11. TRADE PAYABLES AND OTHER CREDIT BALANCES

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Trade payables	263,282,235	209,722,339
Accrued expenses	43,524,589	41,576,212
Advances from customers	20,559,972	18,287,582
VAT payables	11,335,978	6,592,610
Directors' remuneration payable	2,502,310	4,370,869
Derivative financial instruments	-	1,797,628
Dividends Payable	41,187	41,187
Other payables	19,070,393	21,654,738
	360,316,664	304,043,165

12. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent the shareholders, senior management personnel of the group, managers and entities under joint control or control, or over which a significant influence is exercised by these entities.

During the period/year, the Group entered into the following trading transactions with related parties:

Related party name	Relationship	Nature of the transactions	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Middle East Fiber Cables	Affiliate	Sales of goods	495,654	792,143
		Purchases	585,960	642,229
Contractors Services Co.	Affiliate	Sales of goods	408,418	372,600

The following balances were due from / to related parties at the reporting date:

	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Due from a related party:		
Middle East Fiber Cables	362,318	68,760
	362,318	68,760

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(All amounts are in Saudi Riyals unless otherwise stated)

13. PROVISION FOR ZAKAT AND INCOME TAX

The movement in Zakat and Income Tax provision is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	40,263,170	49,568,019
Charged for the period / year	9,034,932	13,783,918
Reversal of prior years		-
Paid during the period / year	(23,054,686)	(23,088,767)
Balance at the end of the period / year	26,243,416	40,263,170

Zakat and income tax provision are classified in the interim condensed consolidated statement of financial position as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Current portion	26,243,416	31,686,480
Non-current portion	-	8,576,690
	26,243,416	40,263,170

14. EARNING PER SHARE

The calculation of basic/diluted earnings per share is based on the profit attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding. Earnings per share as at September 30, 2025 has been calculated on the basis of the weighted average number of shares outstanding during the period amounting to 40,000,000 shares (September 30, 2024: 40,000,000 shares). There are no potential dilutive ordinary shares. The diluted earnings per share is the same as the basic earnings per share since the Group has neither convertible securities nor discounting financial instruments to exercise.

	For the three-month period ended	September 30, 2024	For the nine-month period ended	September 30, 2024
	September 30, 2025	(Unaudited)	September 30, 2025	(Unaudited)
Net profit for the period	20,307,433	20,934,109	69,412,633	68,675,828
Weighted average number of shares	40,000,000	40,000,000	40,000,000	40,000,000
Basic and diluted earnings per share from net profit for the period	0.51	0.52	1.74	1.72

15. COMMITMENTS AND CONTINGENCIES

The Group had capital commitments of SAR 17.4 million as at September 30, 2025 (December 31, 2024: SAR 9.1 million) and contingencies in the form of letters of credit and guarantees of SAR 290 million as at September 30, 2025 (December 31, 2024: SAR 151 million).

16. SEGMENT INFORMATION

Information reported to the Chief Operating Decision Maker (CODM) for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. The directors of the Company have chosen to organize the Group around differences in internal reporting structure.

The Group's operating segments are as follows:

- Saudi Arabia
- United Arab Emirates

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(All amounts are in Saudi Riyals unless otherwise stated)

16. SEGMENT INFORMATION (Continued)

Segment revenues and results

	For the nine-month period ended			
	September 30, 2025		September 30, 2024	
	(Unaudited)		(Unaudited)	
	Revenue	Profit before zakat and income tax for the period	Revenue	Profit before zakat and income tax for the period
Revenue and profit before zakat and income tax by segment				
Saudi Arabia	671,268,686	78,263,586	559,655,612	65,850,396
United Arab Emirates	522,609,359	11,204,661	316,891,583	13,440,364
Intersegment elimination	(93,438,367)	(11,020,682)	(46,167,861)	12,442
	1,100,439,678	78,447,565	830,379,334	79,303,202
	September 30, 2025		December 31, 2024	
	(Unaudited)		(Audited)	
	Total Assets	Total Liabilities	Total Assets	Total Liabilities
Segment total assets and total liabilities				
Saudi Arabia	832,209,751	312,323,768	735,562,267	270,982,242
United Arab Emirates	447,778,196	368,808,462	337,946,860	274,026,255
Intersegment elimination	(206,539,645)	(126,310,949)	(144,819,624)	(80,572,499)
	1,073,448,302	554,821,282	928,689,503	464,435,998

Segment revenues reported represent revenue generated from both external customers and related parties. All segments sell similar product ranges.

There is no customer who contributed more than 10% of the Group's total revenue.

17. INTERIM CONDENSED CONSOLIDATED RESULTS AND ADJUSTMENTS FOR THE PERIOD

All adjustments that the company's management deemed important have been prepared so that the interim condensed consolidated statement of financial position and business results for the period appear fairly. The business results for the interim condensed consolidated financial period may not represent an accurate indication of the actual results of the full year's business.

18. SUBSEQUENT EVENTS

In the opinion of the management, there have been no significant subsequent events that require disclosure or adjustment in these interim condensed consolidated financial statements.

19. DIVIDENDS

On 30-Jun-2025, the Company declared a cash dividend of SAR 0.50 per share, paid on 08-July-2025, to shareholders

20. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved by the Board of directors of the Company on 18 Jumada Al-Awwal 1447H (Corresponding to 09 November 2025).