

**UNITED INTERNATIONAL HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY - NOTE 1)**

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH
PERIODS ENDED 30 JUNE 2025
AND REPORT ON REVIEW OF CONDENSED
CONSOLIDATED INTERIM FINANCIAL
INFORMATION**

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Condensed consolidated interim financial information (Unaudited)
For the three-month and six-month periods ended 30 June 2025

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Report on review of Condensed Consolidated Interim Financial Information

To the shareholders of United International Holding Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of United International Holding Company (the “Company”) and its subsidiaries (the “Group”) as at 30 June 2025 and the related condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended and the condensed consolidated interim statements of changes in equity and cash flows for the six-month period ended 30 June 2025 and other explanatory notes. Management is 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

Ali A. Alotaibi
License number 379
30 July 2025



UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Condensed consolidated interim statement of financial position
(All amounts in Saudi Riyals unless otherwise stated)

| | Note | As at 30 June 2025 (Unaudited) | As at 31 December 2024 (Audited) |
|---|-------|---|---|
| Assets | | | |
| Cash and cash equivalents | 3 | 93,138,750 | 23,791,908 |
| Prepayments and other receivables | 4 | 11,895,978 | 36,784,345 |
| Investment in Islamic financing contracts | 5 | 2,726,124,975 | 2,407,143,299 |
| Right-of-use assets | | 1,801,304 | 2,061,814 |
| Property and equipment | | 5,015,454 | 4,392,275 |
| Intangible assets | | 17,682,064 | 17,846,424 |
| Goodwill | | 528,692 | 528,692 |
| Total assets | | 2,856,187,217 | 2,492,548,757 |
| Equity and liabilities | | | |
| Equity | | | |
| Share capital | 1, 10 | 250,000,000 | 250,000,000 |
| Statutory reserve | 10 | 43,929,503 | 43,929,503 |
| Additional capital contribution | | 200,990,787 | 200,990,787 |
| Retained earnings | | 735,359,128 | 617,749,874 |
| Other reserves | | (15,475) | (22,373) |
| Net equity | | 1,230,263,943 | 1,112,647,791 |
| Liabilities | | | |
| Trade and other payables | 6 | 88,982,271 | 66,920,773 |
| Zakat and income tax payable | 7 | 14,242,293 | 25,639,901 |
| Lease liabilities | | 2,151,613 | 2,238,159 |
| Borrowings | 8 | 1,510,348,729 | 1,275,669,092 |
| Employee benefit obligations | | 10,198,368 | 9,433,041 |
| Total liabilities | | 1,625,923,274 | 1,379,900,966 |
| Total equity and liabilities | | 2,856,187,217 | 2,492,548,757 |

The accompanying notes are an integral part of this condensed consolidated interim financial information.

UNITED INTERNATIONAL HOLDING COMPANY

(A Saudi Joint Stock Company - Note 1)

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

(All amounts in Saudi Riyals unless otherwise stated)

| | Note | For the three-month period ended 30 June 2024 (Restated - Note 16) | | For the six-month period ended 30 June 2024 (Restated - Note 16) | |
|---|------|---|--------------------|---|--------------------|
| | | 2025 (Unaudited) | (Unaudited) | 2025 (Unaudited) | (Unaudited) |
| Income from Islamic financing contracts | 11 | 192,402,474 | 149,824,134 | 367,056,627 | 289,258,788 |
| Finance costs | 8 | (24,099,354) | (19,286,405) | (45,186,553) | (37,678,926) |
| Net income from Islamic financing contracts | | 168,303,120 | 130,537,729 | 321,870,074 | 251,579,862 |
| Salaries and other benefits | | (32,610,899) | (23,281,312) | (59,988,892) | (46,884,510) |
| Net impairment losses on financial assets | 5 | (34,876,060) | (31,454,573) | (65,510,932) | (49,273,158) |
| Depreciation and amortization | | (1,853,305) | (2,010,338) | (3,297,460) | (3,465,912) |
| Finance costs on lease liabilities | | (37,887) | (46,773) | (78,068) | (78,784) |
| Other operating expenses | | (31,448,743) | (21,260,134) | (60,872,764) | (41,397,804) |
| Other (expenses) income - net | 12 | (80,842) | (386,317) | (109,427) | 42,058 |
| Profit before zakat and income tax | | 67,395,384 | 52,098,282 | 132,012,531 | 110,521,752 |
| Zakat expense | 7.1 | (7,515,222) | (5,273,955) | (14,324,853) | (11,345,289) |
| Income tax expense | 7.2 | (78,424) | - | (78,424) | - |
| Profit for the period | | 59,801,738 | 46,824,327 | 117,609,254 | 99,176,463 |
| Other comprehensive income | | | | | |
| <i>Items that may be reclassified to profit or loss:</i> | | | | | |
| Exchange differences on translation of foreign operations | | 14,489 | (22,645) | 6,898 | 15,727 |
| Total comprehensive income for the period | | 59,816,227 | 46,801,682 | 117,616,152 | 99,192,190 |
| Earnings per share | | | | | |
| Basic and diluted | 13 | 2.39 | 1.87 | 4.70 | 3.97 |

The accompanying notes are an integral part of this condensed consolidated interim financial information.

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Condensed consolidated interim statement of changes in equity
(All amounts in Saudi Riyals unless otherwise stated)

| | Share capital | Statutory reserve | Additional capital contribution | Retained earnings | Other reserves | | | Total |
|---|---------------|-------------------|---------------------------------|-------------------|--------------------------------------|-------------------|----------------------|---------------|
| | | | | | Foreign currency translation reserve | Actuarial reserve | Total other reserves | |
| At 1 January 2024 (Audited) | 250,000,000 | 43,929,507 | 200,990,787 | 395,365,519 | (219,869) | 609,610 | 389,741 | 890,675,554 |
| Profit for the period | - | - | - | 99,176,463 | - | - | - | 99,176,463 |
| Other comprehensive income for the period | - | - | - | - | 15,727 | - | 15,727 | 15,727 |
| Total comprehensive income for the period | - | - | - | 99,176,463 | 15,727 | - | 15,727 | 99,192,190 |
| Transfer to statutory reserve | - | 9,917,646 | - | (9,917,646) | - | - | - | - |
| At 30 June 2024 (Unaudited) | 250,000,000 | 53,847,153 | 200,990,787 | 484,624,336 | (204,142) | 609,610 | 405,468 | 989,867,744 |
| At 1 January 2025 (Audited) | 250,000,000 | 43,929,503 | 200,990,787 | 617,749,874 | (205,589) | 183,216 | (22,373) | 1,112,647,791 |
| Profit for the period | - | - | - | 117,609,254 | - | - | - | 117,609,254 |
| Other comprehensive income for the period | - | - | - | - | 6,898 | - | 6,898 | 6,898 |
| Total comprehensive income for the period | - | - | - | 117,609,254 | 6,898 | - | 6,898 | 117,616,152 |
| At 30 June 2025 (Unaudited) | 250,000,000 | 43,929,503 | 200,990,787 | 735,359,128 | (198,691) | 183,216 | (15,475) | 1,230,263,943 |

The accompanying notes are an integral part of this condensed consolidated interim financial information.

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Condensed consolidated interim statement of cash flows
(All amounts in Saudi Riyals unless otherwise stated)

| | Note | For the six-month period ended 30 June | |
|---|------|--|----------------------|
| | | 2025 (Unaudited) | 2024 (Unaudited) |
| Cash flows from operating activities | | | |
| Profit before zakat and income tax | | 132,012,531 | 110,521,752 |
| <u>Adjustments for:</u> | | | |
| Depreciation and amortization | | 3,036,950 | 3,132,341 |
| Depreciation on right of use assets | | 260,510 | 333,571 |
| Finance costs | | 45,264,621 | 37,757,710 |
| Net impairment losses on financial assets | 5 | 65,510,932 | 49,273,158 |
| Employee benefit obligations | | 1,505,572 | 1,491,364 |
| <u>Changes in working capital:</u> | | | |
| Increase in investment in Islamic financing contracts | | (384,492,608) | (277,024,438) |
| Decrease in prepayments and other receivables | | 24,888,367 | 2,233,354 |
| Increase (decrease) in trade and other payables | | 22,068,396 | (11,557,047) |
| Cash utilized in operations | | (89,944,729) | (83,838,235) |
| Finance costs paid | | (41,280,817) | (35,557,779) |
| Zakat paid | 7 | (25,800,885) | (24,413,469) |
| Employee benefit obligations paid | | (740,245) | (519,985) |
| Net cash outflow from operating activities | | (157,766,676) | (144,329,468) |
| Cash flows from investing activities | | | |
| Payments for purchases of property and equipment | | (1,795,067) | (1,091,038) |
| Payments for additions to intangible assets | | (1,700,702) | (1,507,046) |
| Net cash outflow from investing activities | | (3,495,769) | (2,598,084) |
| Cash flows from financing activities | | | |
| Proceeds from long-term borrowings | 8 | 683,000,000 | 471,101,250 |
| Repayment of long-term borrowings | 8 | (452,304,167) | (300,612,500) |
| Principal elements of lease payments | | (86,546) | (179,333) |
| Net cash inflow from financing activities | | 230,609,287 | 170,309,417 |
| Net increase in cash and cash equivalents | | 69,346,842 | 23,381,865 |
| Cash and cash equivalents at beginning of the period | | 23,791,908 | 24,787,908 |
| Cash and cash equivalents at end of the period | 3 | 93,138,750 | 48,169,773 |

The accompanying notes are an integral part of this condensed consolidated interim financial information.

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Notes to the condensed consolidated interim financial information
For the three-month and six-month periods ended 30 June 2025 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

1 Legal status and activities

United International Holding Company (“the Company”) is a Saudi Joint Stock Company, registered in the Kingdom of Saudi Arabia under the commercial registration (“CR”) number 2051237935 issued in Al-Khobar on 13 Rabie Al Awwal 1443 H (21 October 2021). The principal activities of the Company and its subsidiaries (collectively referred to as the “Group”) are various types of consumer and product finance services, investing in stocks and other securities and providing loans, guarantees and financing to its affiliated companies.

The Company's shares started trading on Saudi Exchange as of 3 December 2024. The legal formalities of updating the Company's By-laws and CR, to reflect the change in the Company's legal status from a closed joint stock company to a joint stock company, are in progress as of the date of approval of this condensed consolidated interim financial information.

The Company is a subsidiary of United Electronics Company (“UEC”), a Saudi Joint Stock Company, incorporated in the Kingdom of Saudi Arabia, which is also the Group's ultimate controlling party and is principally engaged in the retail and wholesale of electric appliances and electronic gadgets etc.

The accompanying condensed consolidated interim financial information includes accounts of the Company and its following wholly owned subsidiaries:

| Subsidiaries | Country of incorporation |
|--|---------------------------------|
| United Company for Financial Services (“UCFS”) | Kingdom of Saudi Arabia |
| Procco Financial Services W.L.L. (“Procco”) | Kingdom of Bahrain |
| NowAccess Company (“NowAccess”) - Note 1.1 | Kingdom of Saudi Arabia |

1.1 Incorporation of a new subsidiary

During the three-month and six-month period ended 30 June 2025, the Company has incorporated a new subsidiary, NowAccess Company (“NowAccess”), with a total paid-up share capital of Saudi Riyals 10.0 million. The Company holds 75% equity interest in the new entity, whereas the remaining 25% equity interest is held by Nowpay Corp Fintech Company (“NowPay”), a company incorporated in Cayman Islands. NowAccess will be engaged in the providing payroll administration and related processing services in the Kingdom of Saudi Arabia.

Certain stipulations of the shareholders agreements are in the process of being executed as of the date of the approval of this condensed consolidated interim financial information.

1.2 Proposed increase in share capital

On 23 March 2025, the Board of Directors in their meeting held have resolved to recommend to the shareholders to increase the share capital of the Company from Saudi Riyals 250 million to Saudi Riyals 750 million, through issuance of 50 million bonus shares. Such increase is expected to be through transfers from statutory reserve, additional capital contribution and the remaining balance from retained earnings. Such proposed increase in share capital will require shareholders' and regulatory approvals which are expected to be obtained during 2025.

1.3 Changes in current reporting period

During the three-month and six-month periods ended 30 June 2025, there were no significant changes in the terms of the financing arrangements offered by the Group such as profit rates, tenures of the financing contracts, criterion for finance amounts disbursed etc. In accordance with the approved business plan, consistent with prior year, the Murabaha portfolio has continued to downsize whereas steady growth has been noted in the Islamic credit card product offerings and Tawarruq portfolio. Also see Note 15.

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Notes to the condensed consolidated interim financial information
For the three-month and six-month periods ended 30 June 2025 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

2 Basis of preparation

This condensed consolidated interim financial information of the Group as of 30 June 2025 and for the three-month and six-month periods then ended has been prepared in compliance 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”).

This condensed consolidated interim financial information does not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024 (“Last Annual Financial Statements”). However, changes in accounting policies, if any and selected explanatory notes are included to explain events and transactions that are significant for understanding the changes in the Group’s consolidated financial position and performance since the Last Annual Financial Statements.

An interim period is considered as an integral part of the whole fiscal year. However, the results of operations for the interim periods may not be a fair indication of the results of the full year operations.

2.1 New standards and amendment to standards and interpretations

The material accounting policies applied in the preparation of condensed consolidated interim financial information of the Group are consistent with those of the previous financial year and corresponding interim reporting period.

There were no new standards or amendments to standards and interpretations that become applicable for the current reporting period, except for the amendment to IAS 21 ‘The Effects of Changes in Foreign Exchange Rates’. This amendment is applicable when an entity has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting this amendment.

2.2 Standards issued but not yet effective

Certain new accounting standards, amendments to accounting standards and interpretations have been published that are not mandatory for 1 January 2025 reporting periods and have not been early adopted by the Group. Management is in the process of assessing the impact of such new standards and interpretations on its consolidated financial statements.

2.3 Critical accounting estimates and judgements

The preparation of condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The Group makes estimates and judgements concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. There are no significant changes in critical accounting estimates and judgements used by management in the preparation of the condensed consolidated interim financial information from those that were applied and disclosed in the annual consolidated financial statements for the year ended 31 December 2024. Also see Note 5 and Note 15.

3 Cash and cash equivalents

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|---------------|---|---|
| Cash at banks | 93,097,986 | 23,772,479 |
| Cash in hand | 40,764 | 19,429 |
| | 93,138,750 | 23,791,908 |

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Notes to the condensed consolidated interim financial information
For the three-month and six-month periods ended 30 June 2025 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

4 Prepayments and other receivables

| | Note | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|--------------------------|------|--------------------------------|----------------------------------|
| Prepaid expenses | | 9,203,476 | 16,240,557 |
| Advances to suppliers | | 370,467 | 16,259,986 |
| Advances to employees | | 701,538 | 915,193 |
| Due from a related party | 9.2 | 36,119 | 50,257 |
| Other receivables | | 1,584,378 | 3,318,352 |
| | | 11,895,978 | 36,784,345 |

Classification of prepayments and other receivables is presented below:

| | | |
|----------------------|-------------------|------------|
| Due within 12 months | 10,279,729 | 35,377,674 |
| Due after 12 months | 1,616,249 | 1,406,671 |
| | 11,895,978 | 36,784,345 |

5 Investment in Islamic financing contracts

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|---|--------------------------------|----------------------------------|
| Investment in Tawarruq financing contracts, net | 2,093,225,513 | 1,883,590,052 |
| Investment in Murabaha financing contracts, net | 27,976,811 | 65,871,349 |
| Investment in Islamic credit cards, net | 604,922,651 | 457,681,898 |
| | 2,726,124,975 | 2,407,143,299 |
| Less: Due after 12 months | (1,339,404,169) | (1,212,167,352) |
| Due within 12 months | 1,386,720,806 | 1,194,975,947 |

UNITED INTERNATIONAL HOLDING COMPANY

(A Saudi Joint Stock Company - Note 1)

Notes to the condensed consolidated interim financial information

For the three-month and six-month periods ended 30 June 2025 (Unaudited)

(All amounts in Saudi Riyals unless otherwise stated)

5.1 Reconciliation between gross and net investment in Islamic financing contracts is as follows:

| | Tawarruq finance | | Murabaha finance | | Islamic credit card | | Total | |
|--|------------------|---------------------|------------------|---------------------|---------------------|---------------------|-----------------|---------------------|
| | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Gross investment in Islamic financing contracts | 3,185,557,946 | 2,863,543,920 | 33,443,554 | 80,772,680 | 721,300,673 | 551,925,203 | 3,940,302,173 | 3,496,241,803 |
| Unearned finance and processing fee income | (1,020,587,388) | (924,498,812) | (4,018,661) | (12,173,366) | (90,390,124) | (79,843,884) | (1,114,996,173) | (1,016,516,062) |
| Present value of investment in Islamic financing contracts ("P.V of I.F.C.") | 2,164,970,558 | 1,939,045,108 | 29,424,893 | 68,599,314 | 630,910,549 | 472,081,319 | 2,825,306,000 | 2,479,725,741 |
| Allowance for ECL/net impairment on financial assets | (71,745,045) | (55,455,056) | (1,448,082) | (2,727,965) | (25,987,898) | (14,399,421) | (99,181,025) | (72,582,442) |
| Net investment in Islamic financing contracts ("Net investment in I.F.C.") | 2,093,225,513 | 1,883,590,052 | 27,976,811 | 65,871,349 | 604,922,651 | 457,681,898 | 2,726,124,975 | 2,407,143,299 |
| Net investment in I.F.C. - Due after 12 months | (1,336,816,642) | (1,202,280,870) | (2,587,527) | (9,886,482) | - | - | (1,339,404,169) | (1,212,167,352) |
| Net investment in I.F.C. - Due within 12 months | 756,408,871 | 681,309,182 | 25,389,284 | 55,984,867 | 604,922,651 | 457,681,898 | 1,386,720,806 | 1,194,975,947 |

The movement in allowance for ECL/impairment on Islamic financing contracts is as follows:

| | Tawarruq finance | | Murabaha finance | | Islamic credit card | | Total | |
|------------------------------|------------------|---------------------|------------------|---------------------|---------------------|---------------------|-----------------|---------------------|
| | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Opening balance | 55,455,056 | 49,362,525 | 2,727,965 | 11,649,509 | 14,399,421 | 2,530,841 | 72,582,442 | 63,542,875 |
| Charge for the period / year | 66,326,790 | 85,784,391 | 2,899,262 | 17,536,269 | 18,418,264 | 17,349,812 | 87,644,316 | 120,670,472 |
| Amounts written-off | (50,036,801) | (79,691,860) | (4,179,145) | (26,457,813) | (6,829,787) | (5,481,232) | (61,045,733) | (111,630,905) |
| Closing balance | 71,745,045 | 55,455,056 | 1,448,082 | 2,727,965 | 25,987,898 | 14,399,421 | 99,181,025 | 72,582,442 |

5.1.1 Net impairment losses on financial assets for the three-month period ended:

| | Tawarruq finance | | Murabaha finance | | Islamic credit card | | Total | |
|---|------------------|-----------------|------------------|-----------------|---------------------|-----------------|-----------------|-----------------|
| | 30 June 2025 | 30 June 2024 | 30 June 2025 | 30 June 2024 | 30 June 2025 | 30 June 2024 | 30 June 2025 | 30 June 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Charge for the period | 34,754,549 | 24,951,280 | 1,246,874 | 7,377,983 | 10,768,683 | 3,775,300 | 46,770,106 | 36,104,563 |
| Recoveries amount of previously written off | (9,315,601) | (3,146,693) | (2,172,469) | (1,503,297) | (405,976) | - | (11,894,046) | (4,649,990) |
| Net impairment losses on financial assets | 25,438,948 | 21,804,587 | (925,595) | 5,874,686 | 10,362,707 | 3,775,300 | 34,876,060 | 31,454,573 |

UNITED INTERNATIONAL HOLDING COMPANY
(A Saudi Joint Stock Company - Note 1)
Notes to the condensed consolidated interim financial information
For the three-month and six-month periods ended 30 June 2025 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

5.1.2 Net impairment losses on financial assets for the six-month period ended:

| | Tawarruq finance | | Murabaha finance | | Islamic credit card | | Total | |
|---|------------------|-----------------|------------------|-----------------|---------------------|-----------------|-----------------|-----------------|
| | 30 June 2025 | 30 June 2024 | 30 June 2025 | 30 June 2024 | 30 June 2025 | 30 June 2024 | 30 June 2025 | 30 June 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Charge for the period | 66,326,790 | 43,006,166 | 2,899,262 | 11,253,962 | 18,418,264 | 6,446,174 | 87,644,316 | 60,706,302 |
| Recoveries amount of previously written off | (17,174,376) | (8,001,680) | (4,203,298) | (3,431,464) | (755,710) | - | (22,133,384) | (11,433,144) |
| Net impairment losses on financial assets | 49,152,414 | 35,004,486 | (1,304,036) | 7,822,498 | 17,662,554 | 6,446,174 | 65,510,932 | 49,273,158 |

5.2 Stage-wise analysis of Islamic financing contracts and the respective ECL are as follows:

| 30 June 2025 (Unaudited) | Tawarruq finance | | | Murabaha finance | | | Islamic credit card | | | Total | | |
|-------------------------------|-------------------|----------------------|--------------------------------|-------------------|----------------------|--------------------------------|---------------------|----------------------|--------------------------------|-------------------|----------------------|--------------------------------|
| | P.V. of I.F.C. | Allowance for ECL | Net investment in I.F.C. | P.V. of I.F.C. | Allowance for ECL | Net investment in I.F.C. | P.V. of I.F.C. | Allowance for ECL | Net investment in I.F.C. | P.V. of I.F.C. | Allowance for ECL | Net investment in I.F.C. |
| Performing (Stage 1) | 1,903,272,863 | (22,333,136) | 1,880,939,727 | 21,832,478 | (143,056) | 21,689,422 | 549,706,429 | (6,105,461) | 543,600,968 | 2,474,811,770 | (28,581,653) | 2,446,230,117 |
| Under-performing (Stage 2) | 72,283,308 | (11,009,568) | 61,273,740 | 1,534,360 | (125,001) | 1,409,359 | 21,536,845 | (4,851,505) | 16,685,340 | 95,354,513 | (15,986,074) | 79,368,439 |
| Non-performing (Stage 3) | 189,414,387 | (38,402,341) | 151,012,046 | 6,058,055 | (1,180,025) | 4,878,030 | 59,667,275 | (15,030,932) | 44,636,343 | 255,139,717 | (54,613,298) | 200,526,419 |
| | 2,164,970,558 | (71,745,045) | 2,093,225,513 | 29,424,893 | (1,448,082) | 27,976,811 | 630,910,549 | (25,987,898) | 604,922,651 | 2,825,306,000 | (99,181,025) | 2,726,124,975 |

| 31 December 2024 (Audited) | Tawarruq finance | | | Murabaha finance | | | Islamic credit card | | | Total | | |
|-------------------------------|------------------|----------------------|--------------------------------|------------------|----------------------|--------------------------------|---------------------|----------------------|--------------------------------|------------------|----------------------|--------------------------------|
| | P.V of I.F.C. | Allowance for ECL | Net investment in I.F.C. | P.V of I.F.C. | Allowance for ECL | Net investment in I.F.C. | P.V of I.F.C. | Allowance for ECL | Net investment in I.F.C. | P.V of I.F.C. | Allowance for ECL | Net investment in I.F.C. |
| Performing (Stage 1) | 1,723,985,236 | (14,387,459) | 1,709,597,777 | 54,788,970 | (200,770) | 54,588,200 | 431,109,626 | (4,577,868) | 426,531,758 | 2,209,883,832 | (19,166,097) | 2,190,717,735 |
| Under-performing (Stage 2) | 59,231,366 | (9,115,750) | 50,115,616 | 2,902,372 | (249,187) | 2,653,185 | 13,256,397 | (2,947,380) | 10,309,017 | 75,390,135 | (12,312,317) | 63,077,818 |
| Non-performing (Stage 3) | 155,828,506 | (31,951,847) | 123,876,659 | 10,907,972 | (2,278,008) | 8,629,964 | 27,715,296 | (6,874,173) | 20,841,123 | 194,451,774 | (41,104,028) | 153,347,746 |
| | 1,939,045,108 | (55,455,056) | 1,883,590,052 | 68,599,314 | (2,727,965) | 65,871,349 | 472,081,319 | (14,399,421) | 457,681,898 | 2,479,725,741 | (72,582,442) | 2,407,143,299 |

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5.3 Stage-wise movement in ECL allowance/impairment on investment in Islamic financing contracts is as follows:

| | Performing (Stage 1) | Under- performing (Stage 2) | Non- Performing (Stage 3) | Total |
|---|-------------------------|-----------------------------------|---------------------------------|---------------|
| <u>30 June 2025 (Unaudited)</u> | | | | |
| 1 January 2025 | 19,166,097 | 12,312,317 | 41,104,028 | 72,582,442 |
| Individual financial assets transferred to under-performing (lifetime expected credit losses) | (6,312,268) | 14,988,795 | (686,819) | 7,989,708 |
| Individual financial assets transferred to non-performing (credit-impaired financial assets) | (5,646,081) | (8,995,717) | 33,306,913 | 18,665,115 |
| Individual financial assets transferred to performing (12-month expected credit losses) | 413,536 | (1,432,630) | (1,804,646) | (2,823,740) |
| New financial assets originated | 18,675,967 | - | - | 18,675,967 |
| Amounts written-off | - | - | (61,045,733) | (61,045,733) |
| Other changes | 2,284,402 | (886,691) | 43,739,555 | 45,137,266 |
| 30 June 2025 | 28,581,653 | 15,986,074 | 54,613,298 | 99,181,025 |
| | | | | |
| | Performing (Stage 1) | Under- performing (Stage 2) | Non- Performing (Stage 3) | Total |
| <u>31 December 2024 (Audited)</u> | | | | |
| 1 January 2024 | 14,676,651 | 8,394,498 | 40,471,726 | 63,542,875 |
| Individual financial assets transferred to under-performing (lifetime expected credit losses) | (7,357,388) | 11,016,436 | (673,588) | 2,985,460 |
| Individual financial assets transferred to non-performing (credit-impaired financial assets) | (13,006,781) | (3,473,543) | 38,481,627 | 22,001,303 |
| Individual financial assets transferred to performing (12-month expected credit losses) | 648,207 | (2,614,665) | (1,922,315) | (3,888,773) |
| New financial assets originated | 31,592,724 | - | - | 31,592,724 |
| Amounts written-off | - | - | (111,630,905) | (111,630,905) |
| Other changes | (7,387,316) | (1,010,409) | 76,377,483 | 67,979,758 |
| 31 December 2024 | 19,166,097 | 12,312,317 | 41,104,028 | 72,582,442 |

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5.4 Category-wise movement in stage-wise ECL allowance/impairment is as follows:

| 30 June 2025 (Unaudited) | Tawarruq finance | | | Murabaha finance | | | Islamic Credit Card | | | Total | | |
|--|-----------------------------|-----------------------------------|---------------------------------|-----------------------------|-----------------------------------|---------------------------------|-----------------------------|-----------------------------------|---------------------------------|-----------------------------|-----------------------------------|---------------------------------|
| | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) |
| At 1 January | 14,387,459 | 9,115,750 | 31,951,847 | 200,770 | 249,187 | 2,278,008 | 4,577,868 | 2,947,380 | 6,874,173 | 19,166,097 | 12,312,317 | 41,104,028 |
| Individual financial assets transferred to | | | | | | | | | | | | |
| - Stage 1 | 367,880 | (1,125,112) | (1,435,908) | 2,091 | (24,323) | (48,759) | 43,565 | (283,195) | (319,979) | 413,536 | (1,432,630) | (1,804,646) |
| - Stage 2 | (4,247,148) | 10,085,668 | (570,517) | (24,265) | 102,977 | (25,050) | (2,040,855) | 4,800,150 | (91,252) | (6,312,268) | 14,988,795 | (686,819) |
| - Stage 3 | (4,238,931) | (6,405,448) | 22,088,998 | (24,931) | (144,666) | 554,137 | (1,382,219) | (2,445,603) | 10,663,778 | (5,646,081) | (8,995,717) | 33,306,913 |
| New financial assets originated | 13,813,495 | - | - | 1,903 | - | - | 4,860,569 | - | - | 18,675,967 | - | - |
| Amounts written-off | - | - | (50,036,801) | - | - | (4,179,145) | - | - | (6,829,787) | - | - | (61,045,733) |
| Other changes | 2,250,381 | (661,290) | 36,404,722 | (12,512) | (58,174) | 2,600,834 | 46,533 | (167,227) | 4,733,999 | 2,284,402 | (886,691) | 43,739,555 |
| At 30 June | 22,333,136 | 11,009,568 | 38,402,341 | 143,056 | 125,001 | 1,180,025 | 6,105,461 | 4,851,505 | 15,030,932 | 28,581,653 | 15,986,074 | 54,613,298 |

| 31 December 2024 (Audited) | Tawarruq finance | | | Murabaha finance | | | Islamic Credit Card | | | Total | | |
|--|-----------------------------|-----------------------------------|---------------------------------|-----------------------------|-----------------------------------|---------------------------------|-----------------------------|-----------------------------------|---------------------------------|-----------------------------|-----------------------------------|---------------------------------|
| | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) | Performing (Stage 1) | Under-performing (Stage 2) | Non-performing (Stage 3) |
| At 1 January | 12,795,904 | 7,281,868 | 29,284,753 | 1,145,853 | 812,779 | 9,690,877 | 734,894 | 299,851 | 1,496,096 | 14,676,651 | 8,394,498 | 40,471,726 |
| Individual financial assets transferred to | | | | | | | | | | | | |
| - Stage 1 | 625,261 | (2,374,682) | (1,777,563) | 14,340 | (186,705) | (123,632) | 8,606 | (53,278) | (21,120) | 648,207 | (2,614,665) | (1,922,315) |
| - Stage 2 | (4,625,369) | 7,865,689 | (619,064) | (37,189) | 216,805 | (49,224) | (2,694,830) | 2,933,942 | (5,300) | (7,357,388) | 11,016,436 | (673,588) |
| - Stage 3 | (8,344,941) | (2,985,156) | 29,758,340 | (79,936) | (299,578) | 1,896,733 | (4,581,904) | (188,809) | 6,826,554 | (13,006,781) | (3,473,543) | 38,481,627 |
| New financial assets originated | 20,167,585 | - | - | 78,944 | - | - | 11,346,195 | - | - | 31,592,724 | - | - |
| Amounts written-off | - | - | (79,691,860) | - | - | (26,457,813) | - | - | (5,481,232) | - | - | (111,630,905) |
| Other changes | (6,230,981) | (671,969) | 54,997,241 | (921,242) | (294,114) | 17,321,067 | (235,093) | (44,326) | 4,059,175 | (7,387,316) | (1,010,409) | 76,377,483 |
| At 31 December | 14,387,459 | 9,115,750 | 31,951,847 | 200,770 | 249,187 | 2,278,008 | 4,577,868 | 2,947,380 | 6,874,173 | 19,166,097 | 12,312,317 | 41,104,028 |

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Following factors contributed to the change in the ECL allowance during the three-month and six-month periods ended 30 June 2025:

- Transfers between Stage 1, 2 and 3, due to balances experiencing significant increases (or decreases on account of impact of enhanced collection strategies and efforts) in credit risk or becoming credit-impaired in the period, and the consequent "step up" (or "step down") between 12-month and lifetime ECL;
- Additional allowances for new financial assets recognised during the period;
- Financial assets written off; and
- 'Other changes' in Stage 3 principally represent net impact of additional allowance for ECL recognized upon write-offs.

5.5 Category-wise movement in stage-wise gross carrying amounts of net investment in Islamic financing contracts is as follows:

| 30 June 2025 (Unaudited) | Tawarruq finance | | | Murabaha finance | | | Islamic Credit Card | | | Total | | |
|--|-------------------------|-----------------------------------|---------------------------------|-------------------------|-----------------------------------|---------------------------------|-------------------------|-----------------------------------|---------------------------------|-------------------------|-----------------------------------|---------------------------------|
| | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) |
| At 1 January | 1,723,985,236 | 59,231,366 | 155,828,506 | 54,788,970 | 2,902,372 | 10,907,972 | 431,109,626 | 13,256,397 | 27,715,296 | 2,209,883,832 | 75,390,135 | 194,451,774 |
| Individual financial assets transferred to | | | | | | | | | | | | |
| - Stage 1 | 85,704,819 | (10,995,955) | (74,708,864) | 7,978,200 | (859,999) | (7,118,201) | 12,068,940 | (1,902,473) | (10,166,467) | 105,751,959 | (13,758,427) | (91,993,532) |
| - Stage 2 | (65,527,092) | 68,275,266 | (2,748,174) | (1,559,730) | 1,671,532 | (111,802) | (20,819,927) | 21,156,350 | (336,423) | (87,906,749) | 91,103,148 | (3,196,399) |
| - Stage 3 | (127,114,525) | (39,706,246) | 177,821,209 | (1,433,795) | (1,527,037) | 7,449,660 | (28,827,347) | (11,056,065) | 50,314,293 | (157,375,667) | (52,289,348) | 235,585,162 |
| New financial assets originated | 829,224,297 | - | - | 145,344 | - | - | 240,797,633 | - | - | 1,070,167,274 | - | - |
| Amounts written-off | - | - | (50,036,801) | - | - | (4,179,145) | - | - | (6,829,787) | - | - | (61,045,733) |
| Collections and other changes | (542,999,872) | (4,521,123) | (16,741,489) | (38,086,511) | (652,508) | (890,429) | (84,622,496) | 82,636 | (1,029,637) | (665,708,879) | (5,090,995) | (18,661,555) |
| At 30 June | 1,903,272,863 | 72,283,308 | 189,414,387 | 21,832,478 | 1,534,360 | 6,058,055 | 549,706,429 | 21,536,845 | 59,667,275 | 2,474,811,770 | 95,354,513 | 255,139,717 |

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5.5 Category-wise movement in stage-wise gross carrying amounts of net investment in Islamic financing contracts is as follows (continued):

| 31 December 2024 (Audited) | Tawarruq finance | | | Murabaha finance | | | Islamic Credit Card | | | Total | | |
|--|---------------------------------|--|--|---------------------------------|--|--|---------------------------------|--|--|---------------------------------|--|--|
| | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) |
| At 1 January | 1,363,519,192 | 94,488,537 | 122,671,138 | 231,558,510 | 13,124,454 | 39,839,852 | 56,654,129 | 3,111,317 | 5,961,103 | 1,651,731,831 | 110,724,308 | 168,472,093 |
| Individual financial assets transferred to | | | | | | | | | | | | |
| - Stage 1 | 37,964,810 | (30,277,686) | (7,687,124) | 15,045,637 | (2,983,418) | (12,062,219) | 5,406,676 | (754,117) | (4,652,559) | 58,417,123 | (34,015,221) | (24,401,902) |
| - Stage 2 | (52,287,894) | 54,941,656 | (2,653,762) | (3,858,938) | 4,068,226 | (209,288) | (12,908,617) | 12,939,534 | (30,917) | (69,055,449) | 71,949,416 | (2,893,967) |
| - Stage 3 | (100,804,627) | (39,336,230) | 140,140,857 | (5,825,710) | (4,638,761) | 10,464,471 | (20,594,457) | (1,867,040) | 22,461,497 | (127,224,794) | (45,842,031) | 173,066,825 |
| New financial assets originated | 1,085,187,409 | - | - | 5,156,849 | - | - | 412,643,781 | - | - | 1,502,988,039 | - | - |
| Amounts written-off | - | - | (79,691,860) | - | - | (26,457,813) | - | - | (5,481,232) | - | - | (111,630,905) |
| Collections and other changes | (609,593,654) | (20,584,911) | (16,950,743) | (187,287,378) | (6,668,129) | (667,031) | (10,091,886) | (173,297) | 9,457,404 | (806,972,918) | (27,426,337) | (8,160,370) |
| At 31 December | <u>1,723,985,236</u> | <u>59,231,366</u> | <u>155,828,506</u> | <u>54,788,970</u> | <u>2,902,372</u> | <u>10,907,972</u> | <u>431,109,626</u> | <u>13,256,397</u> | <u>27,715,296</u> | <u>2,209,883,832</u> | <u>75,390,135</u> | <u>194,451,774</u> |

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5.6 Maturity profile of gross investment in Islamic financing contracts and present value of investment in Islamic financing contracts is as follows:

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|---|---|---|
| Gross investment in Islamic financing contracts | | |
| Within one year | 1,665,204,152 | 1,477,540,582 |
| From one to two years | 1,039,732,702 | 922,557,910 |
| From two to three years | 628,379,883 | 557,563,334 |
| From three to four years | 423,793,825 | 376,033,518 |
| Four to five years | 183,191,611 | 162,546,459 |
| | <u>3,940,302,173</u> | <u>3,496,241,803</u> |
| Present value of investment in Islamic financing contracts | | |
| Within one year | 1,413,147,810 | 1,240,297,157 |
| From one to two years | 670,143,704 | 588,174,376 |
| From two to three years | 402,589,673 | 353,346,496 |
| From three to four years | 243,248,897 | 213,495,654 |
| Four to five years | 96,175,916 | 84,412,058 |
| | <u>2,825,306,000</u> | <u>2,479,725,741</u> |

6 Trade and other payables

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|-------------------------------------|---|---|
| Accrued expenses | 35,540,916 | 24,795,104 |
| Trade payables | 25,245,191 | 14,237,631 |
| Accrued salaries and other benefits | 10,806,530 | 9,821,821 |
| Due to a related party | 7,433,427 | 6,084,405 |
| Accrued Board of Directors' fee | 3,168,879 | 4,395,437 |
| Value added tax payable | 802,926 | 732,599 |
| Others | 5,984,402 | 6,853,776 |
| | <u>88,982,271</u> | <u>66,920,773</u> |

Classification of trade and other payables is presented below:

| | | |
|----------------------|--------------------------|--------------------------|
| Due within 12 months | 83,522,271 | 60,735,773 |
| Due after 12 months | 5,460,000 | 6,185,000 |
| | <u>88,982,271</u> | <u>66,920,773</u> |

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7 Zakat and income tax payable

7.1 Zakat payable

| | For the six- month period ended 30 June 2025 (Unaudited) | For the year ended 31 December 2024 (Audited) |
|--|---|--|
| Opening balance | 25,639,901 | 24,423,377 |
| Provision | | |
| - For current period/year | 14,249,300 | 25,639,901 |
| - Adjustments related to prior period/year | 75,553 | (9,909) |
| | 14,324,853 | 25,629,992 |
| Payments | (25,800,885) | (24,413,468) |
| Closing balance | 14,163,869 | 25,639,901 |

The Company's zakat assessments since inception are currently under review by the Zakat, Tax and Customs Authority ("ZATCA"). The Company has obtained zakat certificates from ZATCA for the years through 2024. UCFS has also obtained zakat certificates from ZATCA for the years through 2024, which are currently under review by ZATCA.

7.2 Income tax payable

On 1 September 2024, the Kingdom of Bahrain issued the Decree Law (11) of 2024 which introduces a Domestic Minimum Top-Up Tax ("DMTT") for Multinational Enterprises ("MNEs") (hereinafter referred to as the "DMTT Law"), with an effective date of 1 January 2025.

DMTT Law is largely in line with the OECD Global Anti-Base Erosion Pillar Two Model Rules ('GloBE rules') and applies a 15% effective tax rate to Bahrain profits of MNEs with global consolidated revenues of at least EUR 750 million in at least two of the previous four fiscal years. This includes MNEs headquartered in Bahrain as well as foreign MNEs with operations in Bahrain.

The Group has made an assessment and has concluded that Procco is within the scope of DMTT Law based on the revenue threshold and its operations with multiple jurisdictions and accordingly, recorded an income tax provision of Saudi Riyals 78,424 during the three-month and six-month periods ended 30 June 2025.

8 Borrowings

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|-----------------------------|---|---|
| Long-term borrowings | | |
| Murabaha facilities | 1,498,145,833 | 1,267,450,000 |
| Accrued finance costs | 12,202,896 | 8,219,092 |
| | 1,510,348,729 | 1,275,669,092 |

Classification of borrowings is presented below:

| | | |
|----------------------|----------------------|---------------|
| Due within 12 months | 495,327,896 | 426,612,842 |
| Due after 12 months | 1,015,020,833 | 849,056,250 |
| | 1,510,348,729 | 1,275,669,092 |

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8.1 The movement in the Group's borrowing is as follows:

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|------------------------------------|---|---|
| Opening balance | 1,275,669,092 | 945,351,417 |
| Proceeds from long-term borrowings | 683,000,000 | 923,101,250 |
| Repayment of long-term borrowings | (452,304,167) | (595,187,500) |
| Finance costs accrued | 45,186,553 | 79,888,826 |
| Finance costs paid | (41,202,749) | (77,484,901) |
| Closing balance | 1,510,348,729 | 1,275,669,092 |

8.2 The maturities of the principal portion of the Group's borrowings are as follows:

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|------------------------|---|---|
| Less than 6 months | 217,625,000 | 209,196,875 |
| Between 6 to 12 months | 265,500,000 | 209,196,875 |
| Between 1 and 2 years | 428,000,000 | 368,393,750 |
| Between 2 and 5 years | 570,770,833 | 480,662,500 |
| Above 5 years | 16,250,000 | - |
| | 1,498,145,833 | 1,267,450,000 |

Maturity profile of borrowings, including finance cost component, is disclosed in Note 15.

8.3 The Group has obtained borrowings under Islamic financing arrangements with commercial banks in the Kingdom of Saudi Arabia. All loan facilities above are denominated in Saudi Riyals and bear financial charges based on Saudi Arabian Interbank Offered Rate ("SAIBOR") plus certain margins. The Group's borrowings are carried at amortised cost and are periodically contractually repriced after every three months, in line with the terms of the borrowing arrangements.

The facility-wise breakdown of the outstanding loan balance is as follows:

| | Note | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|-----------------------------|-------------|---|---|
| Long-term borrowings | | | |
| Murabaha I | 8.3.1 | 658,000,000 | 350,000,000 |
| Murabaha II | 8.3.2 | 164,000,000 | 234,575,000 |
| Murabaha III | 8.3.3 | 460,937,500 | 487,250,000 |
| Murabaha IV | 8.3.4 | 190,208,333 | 195,625,000 |
| Murabaha V | 8.3.5 | 25,000,000 | - |
| | | 1,498,145,833 | 1,267,450,000 |
| Accrued finance costs | | 12,202,896 | 8,219,092 |
| | | 1,510,348,729 | 1,275,669,092 |

The financial charges incurred during the period increased on account of increase in amount of borrowings. Certain credit facility agreements contain financial covenants requiring maintenance of certain financial ratios and other matters, of which the Group was in compliance with at 30 June 2025.

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Details of the type of borrowings facilities availed by the Group are as follows:

Long-term borrowings:

8.3.1 Murabaha I

Total amount available to the Group under such facility is Saudi Riyals 925.0 million. Each tranche of facility utilization is repayable in 16 quarterly installments commencing 6 months after receipt of the borrowed amount. As at 30 June 2025, the Group has an outstanding loan balance of Saudi Riyals 658.0 million against this facility (31 December 2024: Saudi Riyals 350.0 million).

Under the terms of this borrowing facility, the Group is required to maintain a minimum ratio of 1.2 to 1 of earnings before interest, tax, depreciation and amortization ("EBITDA") to Debt Service. As at 30 June 2025, the ratio of EBITDA to debt service was 4.1 (31 December 2024: 4.2), in compliance with the requirements of the minimum ratio as set out in such facility agreement. The Group is also required to monitor the aggregate amount of financing offered by the Group in line with the regulatory requirements of SAMA, which requires companies engaged in financing other than real estate, not to exceed aggregate financing to capital ratio of three times, which is calculated by dividing net investment in Islamic financing contracts by total equity. As at 30 June 2025, such ratio of investment in Islamic financing contracts to net equity was 2.3 (31 December 2024: 2.2), in compliance with the requirements of SAMA.

8.3.2 Murabaha II

Total amount available to the Group under such facility is Saudi Riyals 800.0 million. Each tranche of facility utilization is repayable in 20 quarterly installments commencing 3 months after receipt of the borrowed amount. As at 30 June 2025, the Group has an outstanding loan balance of Saudi Riyals 164.0 million against this facility (31 December 2024: Saudi Riyals 234.6 million).

Under the terms of this borrowing facility, the Group is required to maintain a minimum current ratio of 1.05. As at 30 June 2025, the current ratio was 2.5 (31 December 2024: 2.4), in compliance with the requirements of the minimum ratio as set out in such facility agreement.

8.3.3 Murabaha III

Total amount available to the Group under such facility is Saudi Riyals 500.0 million. Each tranche of facility utilization is repayable in 20 quarterly installments commencing 3 months after receipt of the borrowed amount. As at 30 June 2025, the Group has an outstanding loan balance of Saudi Riyals 460 million against this facility (31 December 2024: Saudi Riyals 487.3 million).

Under the terms of this borrowing facility, the Group is required to maintain a minimum current ratio of 1.1. As at 30 June 2025, the current ratio was 2.5 (31 December 2024: 2.4), in compliance with the requirements of the minimum ratio as set out in such facility agreement. The Group is also required to maintain a minimum net equity balance of Saudi Riyals 480.0 million. As at 30 June 2025, the net equity for the Group was Saudi Riyals 1,183 million (31 December 2024: Saudi Riyals 1,110.0 million), in compliance with the requirements of the minimum balance as set out in such facility agreement.

8.3.4 Murabaha IV

Total amount available to the Group under such facility is Saudi Riyals 200.0 million. Each tranche of facility utilization is repayable in 48 monthly installments commencing one month after receipt of the borrowed amount. As at 30 June 2025, the Group has an outstanding loan balance of Saudi Riyals 190.0 million against this facility (31 December 2024: Saudi Riyals 195.6 million).

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Under the terms of this borrowing facility, the Group is required to comply with the following financial covenants, of which the Company was in compliance with as at 30 June 2025:

- the Group's borrowings to total equity ratio is required to not exceed the ratio of 3 to 1. As at 30 June 2025, the ratio of borrowings to total equity was 1.3 to 1 (31 December 2024: 1.2 to 1);
- the Group's borrowings to not exceed 80% of net investment in Islamic financing contracts for both stage 1 and stage 2. As at 30 June 2025, such ratio of borrowings to Islamic financing contracts for both stage 1 and stage 2 was 59.8% (31 December 2024: 56.6%);
- The Group's non-performing (stage 3) balance of net investment in Islamic financing contracts to not exceed 10% of the net investment in Islamic financing contracts. As at 30 June 2025, the ratio of non-performing balance to Islamic financing contracts was 7.4% (31 December 2024: 6.4%); and
- UEC's shareholding (direct or indirect) in the Group to not go below 51%. As at 30 June 2025, UEC's direct and indirect shareholding was 70% (31 December 2024: 70%).

8.3.5 Murabaha V

Total amount available to the Group under such facility is Saudi Riyals 150.0 million. Each tranche of facility utilization is repayable in 17 quarterly installments commencing 3 months after receipt of the borrowed amount. As at 30 June 2025, the Group has an outstanding loan balance of Saudi Riyals 25.0 million against this facility. There are no financial covenants under the terms of this borrowing facility, the Group has no financial covenants requirements.

9 Related party transactions and balances

Related parties comprise the shareholders, directors, affiliated companies (representing entities which are directly or indirectly controlled by or under the significant influence of the Group's direct and indirect shareholders), and key management personnel. Related parties also include business entities in which certain directors or senior management have control or joint control.

Information about the related parties' balances and significant transactions in the ordinary course of business during the period were as follows:

| Related party | | Relationship | | | |
|---|---------------------|---|--------------------|--|--------------------|
| UEC | | Shareholder | | | |
| United Electronics Company - Extra W.L.L. ("eXtra Bahrain") | | Shareholder | | | |
| Nature of transaction | Relationship | For the three-month period ended 30 June | | For the six -month period ended 30 June | |
| | | 2025 | 2024 | 2025 | 2024 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Purchases from UEC to be financed to consumers | Shareholder | 8,672,297 | 2,704,894 | 14,723,312 | 10,554,689 |
| Payments to UEC | Shareholder | (14,994,977) | (4,010,754) | (21,707,216) | (29,963,248) |
| Collections made by UEC on behalf of the Group | Shareholder | (5,671) | (6,316) | (7,029) | (74,242) |
| Collections made by Group on behalf of UEC | Shareholder | 30,347 | 700,830 | 30,347 | 700,830 |
| Expenses incurred by UEC on behalf of the Group | Shareholder | 6,021,672 | 3,408,563 | 8,310,291 | 7,728,850 |

9.1 Due to a related party

| | 30 June | 31 December |
|-----|--------------------|--------------------|
| | 2025 | 2024 |
| | (Unaudited) | (Audited) |
| UEC | 7,433,427 | 6,084,405 |

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9.2 Due from a related party

| | 30 June 2025 (Unaudited) | 31 December 2024 (Audited) |
|-----------------------------|---|---|
| eXtra Bahrain - Shareholder | 36,119 | 50,257 |

Nature of transactions:

The transactions are based on terms agreed as per signed agreements between the Group and the related parties. A summary of nature of key transactions has been disclosed below:

- Purchases from UEC to be financed to consumers are carried out at prevailing retail prices.
- Expenses incurred by UEC on behalf of the Group include office rent, utilities and other expenses.
- Collections made by the Group on behalf of UEC represents collections for UEC's legacy financing portfolio.

During the three-month and six-month periods ended 30 June 2025, there were no changes in the terms of the agreement with such related parties and the nature of related party transactions are consistent with the year ended 31 December 2024.

Related party balances as at 30 June 2025 and 31 December 2024 bear no financial charges, are unsecured and are settled in cash. Further, the ECL allowance on such balances was immaterial.

9.3 Key management personnel compensation

| | For the three-month period ended 30 June | | For the six-month period ended 30 June | |
|------------------------------|---|-----------------------------|---|-----------------------------|
| | 2025 (Unaudited) | 2024 (Unaudited) | 2025 (Unaudited) | 2024 (Unaudited) |
| Short-term employee benefits | 1,560,244 | 2,098,418 | 3,805,586 | 4,290,147 |
| Employee benefit obligations | 88,988 | 92,269 | 189,777 | 186,200 |
| Board of Directors' fees | 1,353,315 | 1,110,673 | 2,706,634 | 2,243,673 |
| | 3,002,547 | 3,301,360 | 6,701,997 | 6,720,020 |

Key management personnel include Chief Executive Officer and other department heads of the Company and UCFS. As at the three-month and six-month periods ended 30 June 2025, advances to employees includes outstanding loans and advances to key management personnel amounting to Saudi Riyals 0.3 million (31 December 2024: Saudi Riyals 0.3 million). Refer Note 4.

10 Share capital and statutory reserve

The share capital of the Group as of 30 June 2025 and 31 December 2024 comprised 25 million shares stated at Saudi Riyals 10 per share. Also see Note 1.

During the year ended 31 December 2024, the By-laws of the Company were updated in accordance with the new Regulations for Companies which no longer mandates maintaining any statutory reserve and accordingly, no new transfer has been reflected in the statutory reserve as at 30 June 2025. The Company expects to transfer the balance of statutory reserve to the retained earnings, during 2025, after obtaining the required approvals from the shareholders.

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11 Income from Islamic financing contracts

| | For the three-month period ended 30 June | | For the six-month period ended 30 June | |
|--|--|--------------------|--|--------------------|
| | 2025 | 2024 | 2025 | 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Income from tawarruq finance activities | 136,653,884 | 116,692,037 | 264,781,529 | 227,088,308 |
| Income from murabaha finance activities | 2,458,546 | 13,853,500 | 5,796,374 | 35,155,633 |
| Income from Islamic credit card activities | 53,290,044 | 19,278,597 | 96,478,724 | 27,014,847 |
| | 192,402,474 | 149,824,134 | 367,056,627 | 289,258,788 |

12 Other operating expenses

| | For the three-month period ended 30 June | | For the six-month period ended 30 June | |
|------------------------------------|--|---------------------------|--|---------------------------|
| | 2025 | 2024 (Restated - Note 16) | 2025 | 2024 (Restated - Note 16) |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Advertising | 8,182,376 | 4,708,858 | 15,942,536 | 10,933,966 |
| Fee and subscription | 7,512,594 | 7,382,570 | 14,164,534 | 13,498,990 |
| Technical support fees | 4,218,841 | 1,522,764 | 8,557,524 | 2,838,887 |
| Information technology support | 4,232,144 | 2,656,065 | 7,499,274 | 4,173,633 |
| Professional fees | 1,692,501 | 671,097 | 3,229,869 | 1,582,601 |
| Rent | 1,128,414 | 1,096,432 | 2,242,234 | 2,235,845 |
| Utilities, printing and stationery | 1,077,843 | 962,376 | 2,188,665 | 1,898,454 |
| Collection charges | 1,988,926 | 260,417 | 2,945,034 | 1,411,232 |
| Other | 1,415,104 | 1,999,555 | 4,103,094 | 2,824,196 |
| | 31,448,743 | 21,260,134 | 60,872,764 | 41,397,804 |

13 Basic and diluted earnings per share

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period. As the Company does not have any dilutive potential shares, the diluted earnings per share is the same as the basic earnings per share.

| | For the three-month period ended 30 June | | For the six-month period ended 30 June | |
|---|--|-------------|--|-------------|
| | 2025 | 2024 | 2025 | 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Profit attributable to the shareholder of the Company | 59,801,738 | 46,824,327 | 117,609,254 | 99,176,463 |
| Weighted average number of ordinary shares for basic and diluted earnings per share | 25,000,000 | 25,000,000 | 25,000,000 | 25,000,000 |
| Basic and diluted earnings per share | 2.39 | 1.87 | 4.70 | 3.97 |

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14 Fair values of financial assets and financial liabilities

As at 30 June 2025 and 31 December 2024, all financial assets and financial liabilities of the Group are categorized as held at amortized cost. Management believes that the fair values of the Group's financial assets and liabilities as at 30 June 2025 and 31 December 2024 are not materially different from their carrying values since the financial instruments are short term in nature, carry profit rates which are based on prevailing market profit rates and are expected to be realized at their current carrying values within twelve months from the date of the statement of financial position. The fair values of the non-current financial instruments are estimated to approximate their carrying values as these carry profit rates which are based on prevailing market profit rates. During the three-month and six-month periods ended 30 June 2025, there have been no significant market developments which might indicate towards a potential change in fair value of the Group's financial instruments.

15 Financial risk management

The Group's activities expose it to a variety of financial risks: credit risk, profit rate risk and liquidity risk. The Group's overall risk management program, which is carried out by senior management under policies reviewed by the Risk and Credit Management Committee of UCFS ("Risk and Credit Management Committee") and approved by the Company's Board of Directors, focuses on having cost effective funding as well as managing financial risks to minimize earning volatility and provide maximum return to the shareholders.

The Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Risk and Credit Management Committee and the Board of Directors are responsible for developing and monitoring the Group's risk management policies.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The risks faced by the Group and their respective mitigating strategies are summarized below:

15.1 Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation and cause a financial loss to the Group. The maximum exposure to credit risk is equal to the carrying amount of financial assets. As at 30 June 2025, the Group has maintained an ECL allowance of Saudi Riyals 99.2 million (31 December 2024: Saudi Riyals 72.6 million), which is considered adequate to provide for any losses which may be sustained on realization of financial assets. The management analyses credit risk into the following categories:

15.1.1 Investment in Islamic financing contracts

Investment in Tawarruq, Murabaha and credit card finance contracts is generally exposed to significant credit risk. Therefore, the Group has established procedures to manage credit exposure including evaluation of customers' credit worthiness, formal credit approvals and assigning credit limits.

The overall decision to lend to a particular customer is based on the following key parameters:

- Dual credit score i.e. SIMAH and internal application scoring system;
- Minimum income level and maximum debt burden of the borrower; and
- Loan repayment history with other financial institutions sourced from SIMAH.

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The Group does not have any significant concentration of credit risk since it enters into Islamic Financing Contracts with individual customers only. At the inception of the contract, internal credit risk ratings are allocated to each exposure. These credit risk grades are defined using a variety of qualitative and quantitative factors including income levels, employment segment, nationality etc.

A significant number of customers are Government sector employees. The Group generally receives repayments through variable channels such as regular and virtual bank transfers and SADAD. The Group has approved collection policies and procedures establishing a collection strategy to follow up with the delinquent customers. In order to monitor exposure to credit risk, reports are reviewed by the Risk and Credit Management Committee and the Board of Directors on a quarterly basis.

Furthermore, the Group has also strengthened its legal department in order to be actively involved in the collection process of delinquent customers. An allowance for ECL is maintained at a level which, in the judgment of management, is adequate to provide for potential losses that can be reasonably anticipated.

The following tables sets out information about the credit quality of investment in Islamic financing contracts:

- a. *Stage-wise analysis of gross investment in Islamic financing contracts, in comparison with internal credit risk rating assigned at the inception of the respective contracts. The amounts in the table represent gross investment in Islamic financing contracts.*

| | Performing (Stage 1) | Under- performing (Stage 2) | Non- performing (Stage 3) | Total |
|---------------------------------------|---------------------------------|--|--|----------------------|
| 30 June 2025 (Unaudited) | | | | |
| <i>Internal credit risk ratings</i> | | | | |
| Low risk | 1,262,662,995 | 25,309,109 | 69,983,281 | 1,357,955,385 |
| Medium risk | 1,108,921,224 | 44,034,825 | 116,393,140 | 1,269,349,189 |
| High risk | 1,109,966,291 | 60,143,214 | 142,888,094 | 1,312,997,599 |
| | 3,481,550,510 | 129,487,148 | 329,264,515 | 3,940,302,173 |
| 31 December 2024 (Audited) | | | | |
| <i>Internal credit risk ratings</i> | | | | |
| Low risk | 1,147,540,307 | 22,553,430 | 50,738,771 | 1,220,832,508 |
| Medium risk | 995,000,277 | 35,240,678 | 84,700,738 | 1,114,941,693 |
| High risk | 993,157,733 | 45,740,598 | 121,569,271 | 1,160,467,602 |
| | 3,135,698,317 | 103,534,706 | 257,008,780 | 3,496,241,803 |

Subsequent to initial recognition, the Group monitors the credit quality of its exposures based on staging criteria and past due ageing of the exposures.

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b. Ageing analysis of net investment in Islamic financing contracts based on due balances according to the respective contractual repayment schedules:

| | Tawarruq finance | | Murabaha finance | | Islamic Credit Card | | Total | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|----------------------------|-------------------------|----------------------|-------------------------|
| | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 | 30 June 2025 | 31 December 2024 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Not past due | 1,806,912,656 | 1,645,459,253 | 20,420,875 | 52,292,641 | 523,287,643 | 419,859,733 | 2,350,621,174 | 2,117,611,627 |
| Past due 1-30 days | 96,360,207 | 78,525,983 | 1,411,603 | 2,496,329 | 16,658,863 | 11,249,893 | 114,430,673 | 92,272,205 |
| Past due 31-90 days | 72,283,308 | 59,231,366 | 1,534,360 | 2,902,372 | 23,199,377 | 13,256,397 | 97,017,045 | 75,390,135 |
| Past due 91-180 days | 67,362,299 | 38,846,251 | 1,770,272 | 1,906,766 | 32,293,619 | 10,416,706 | 101,426,190 | 51,169,723 |
| Past due 181-364 days | 94,767,580 | 96,896,105 | 2,986,253 | 6,787,285 | 30,750,766 | 14,013,904 | 128,504,599 | 117,697,294 |
| Over 365 days | 27,284,508 | 20,086,150 | 1,301,530 | 2,213,921 | 4,720,281 | 3,284,686 | 33,306,319 | 25,584,757 |
| | 2,164,970,558 | 1,939,045,108 | 29,424,893 | 68,599,314 | 630,910,549 | 472,081,319 | 2,825,306,000 | 2,479,725,741 |
| Less: Impairment for Islamic financing contracts | (71,745,045) | (55,455,056) | (1,448,082) | (2,727,965) | (25,987,898) | (14,399,421) | (99,181,025) | (72,582,442) |
| Net investment in Islamic financing contracts | 2,093,225,513 | 1,883,590,052 | 27,976,811 | 65,871,349 | 604,922,651 | 457,681,898 | 2,726,124,975 | 2,407,143,299 |

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15.1.2 Measurement of ECL

The Group applies three-stage model for impairment of Investment in Islamic financing contracts, in line with the requirements of IFRS 9 'Financial Instruments', based on changes in credit quality since initial recognition. The assessment of credit risk in the net investment in Islamic financing receivables requires further estimations of credit risk using ECL which is derived by Probability of default ("PD"), Exposure at Default ("EAD") and Loss Given Default ("LGD").

The Group measures an ECL at a contract level considering the EAD, PD, LGD and discount rates. PD estimates are estimates at a certain date, based on the term structures as provided below. For LGD estimates, the Group uses present value of recoveries for loss accounts adjusted by the forward-looking information. EAD represents the exposure in the event of a default. The Group derives the EAD from the current exposure to the counterparty and potential changes to the current amount allowed under the contract i.e. contractual repayments. Such financing contracts are not collateralised. For discounting, the Group has used each contract's effective profit rate.

PD has been calculated as a probability that an exposure will move to more than 90 days past due in the next 12 months or over the remaining lifetime of the obligation. 'Through-the-Cycle' estimates were calculated based on collection and default trends. Such "Through-the-Cycle" PD rates are later converted to 'Point-in-time' PD rates by incorporating the forward-looking information using the Vasicek framework.

LGD inputs have been calculated using the 'Through-the-Cycle' estimates based on historical collection and default trends of Murabaha, Tawarruq and credit cards portfolios, which are later converted to 'Point-in-time' LGD rates using the Jacob-Frye methodology.

The Group measures the ECL as either a probability-weighted 12-month ECL (Stage 1) or a probability-weighted lifetime ECL (Stage 2 and 3). These probability weighted ECLs are determined by running each scenario through the relevant ECL model and multiplying it by the appropriate scenario weightings of 15%, 70% and 15% for "upturn", "baseline" and "downturn" scenarios respectively which are computed through statistical methodologies.

As at 30 June 2025, the Exports of Goods and Services (% change per annum), Crude petroleum (% change per annum) and Foreign-exchange reserves (% change per annum) incorporated in the upturn, baseline and downturn scenarios were as follows:

| | Upturn | Baseline | Downturn |
|--|---------------|-----------------|-----------------|
| Exports of Goods and Services (% change per annum) | 11.9% | 2.7% | (6.5%) |
| Crude petroleum (% change per annum) | 55.7% | 48.8% | 41.8% |
| Foreign-exchange reserves (% change per annum) | 0.019% | 0.001% | (0.016%) |

During the three-month and six-month periods ended 30 June 2025, there have been no significant changes to the underlying methodology, assumptions and judgements used for determination of ECL from those that were used for the purpose of determining the ECL allowance as of 31 December 2024, including the weight assigned to each scenario i.e. upturn, baseline and downturn scenarios.

The Group's management believes that adequate ECL allowance has been made, where required to address the credit risk.

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a) Sensitivity analysis:

The table below illustrates the sensitivity of ECL to key factors, with all other variables held constant, noting that the macroeconomic factors present dynamic relationships between them:

| | Impact on condensed interim consolidated statement of profit or loss and other comprehensive income for the six-month period ended 30 June 2025 (in millions) |
|---|---|
| Key assumptions | |
| <i>Macroeconomic factors (Exports of Goods and Services, Crude petroleum and Foreign-exchange reserves)</i> | |
| Increase by 10% | 1.8 |
| Decrease by 10% | (2.8) |
| <i>PD and LGD</i> | |
| Increase by 10% | (14.4) |
| Decrease by 10% | 12.2 |
| <i>Scenario weightings</i> | |
| 100% weightage assigned to base scenarios | 1.7 |
| 100% weightage assigned to downside scenarios | (31.8) |

15.1.3 Cash and cash equivalents and other receivables

The Group uses “lower credit risk” practical expedient for the cash and cash equivalents with the assumption that the credit risk on such financial instruments has not increased significantly since initial recognition, and therefore the ECL is estimated at an amount equal to the expected credit losses for a period of 12 months. Cash and cash equivalents are placed with banks having minimum credit ratings of A3 or better, and therefore are not subject to significant credit risk. The stated rating is as per the global bank ratings by Moody’s Investors Service. Management does not expect any losses from non-performance by these counterparties. At 30 June 2025 and 31 December 2024, the ECL allowance on cash at bank was immaterial.

Other financial assets at amortised cost include other receivables. These instruments are considered to carry lower credit risk since they have a low risk of default and the issuers have a strong capacity to meet their contractual cash flow obligations in the near term. At 30 June 2025 and 31 December 2024, the ECL allowance on other financial assets was immaterial.

15.2 Profit rate risk

Profit rate risk is the uncertainty of future earnings and expenses resulting from fluctuations in profit rates. The risk arises when there is a mismatch in the assets and liabilities which are subject to profit rate adjustment within a specified period. The most important source of such risk is the Group's Islamic financing activities and long-term borrowings. As at the statement of financial position date, the Group has profit bearing financial assets of Saudi Riyals 2,726 million (31 December 2024: Saudi Riyals 2,407.1 million). Further, the Group also has variable profit bearing financial liabilities of Saudi Riyals 1,510 million (31 December 2024: Saudi Riyals 1,275.7 million) and had the profit rate varied by 1% with all the other variables held constant, total comprehensive income /loss for the period would have been approximately Saudi Riyals 28.9 million (31 December 2024: Saudi Riyals 25.6 million) higher / lower, as a result of lower / higher finance cost on variable rate borrowings.

The Group’s financial assets and liabilities are not significantly exposed to other elements of market risk including fair value risk, price risk and currency risk.

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15.3 Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

Typically, the Group ensures that it has sufficient cash on demand to meet expected operational expenses including the servicing of financial obligations. Total unused credit facilities available to the Group as at 30 June 2025 were approximately Saudi Riyals 1,076.9 million (31 December 2024: Saudi Riyals 737.6 million).

Cash flow forecasting is performed by the management which monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits on any of its borrowing facilities. Such cash flow forecasts consider, among other items, that the Group has pre-agreed fixed profit rates from its customers under Murabaha and Tawarruq financing contracts, whereas its borrowings from commercial banks are based on SAIBOR based variable finance costs. The maturity profile of financial assets and financial liabilities are set out in the table below which demonstrates a significant head room of financial assets over financial liabilities. Management also believes that any change in the variable finance costs of their borrowings would not result in the entity facing any liquidity issues. The cash flows of the Group, during the three-month and six-month periods ended 30 June 2025, have been principally consistent with the underlying budgeted forecasts and there are no developments which might indicate towards any potential liquidity concerns in the near future.

The tables below summarises the Group's financial assets and financial liabilities into the relevant maturity groupings based on the remaining contractual maturity period at the reporting date. The amounts disclosed in the tables are the contractual undiscounted cash flows. Balances due within one year equal their carrying balances, as the impact of discounting is not significant.

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| 30 June 2025 (Unaudited) | Nature | Up to 3 months | More than 3 months and up to one year | 1 to 3 years | More than 3 years | Total |
|---|--------------------|---------------------------|--|-------------------------|----------------------------------|----------------------|
| Financial assets | | | | | | |
| Gross investment in Islamic financing contracts | Profit bearing | 773,594,492 | 891,609,660 | 1,668,112,585 | 606,985,436 | 3,940,302,173 |
| Prepayments and other receivables | Non-profit bearing | 1,205,786 | 1,616,249 | - | - | 2,822,035 |
| Cash and cash equivalents | Non-profit bearing | 93,138,750 | - | - | - | 93,138,750 |
| | | 867,939,028 | 893,225,909 | 1,668,112,585 | 606,985,436 | 4,036,262,958 |
| Financial liabilities | | | | | | |
| Borrowings | Profit bearing | 130,472,226 | 433,317,082 | 836,390,947 | 248,692,650 | 1,648,872,905 |
| Trade and other payables | Non-profit bearing | 76,734,942 | - | 5,460,000 | - | 82,194,942 |
| Lease liabilities | Profit bearing | 200,925 | 248,164 | 1,809,483 | 492,571 | 2,751,143 |
| | | 207,408,093 | 433,565,246 | 843,660,430 | 249,185,221 | 1,733,818,990 |
| Net financial assets | | 660,530,935 | 459,660,663 | 824,452,155 | 357,800,215 | 2,302,443,968 |

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| 31 December 2024 (Audited) | Nature | Up to 3 months | More than 3 months and up to one year | 1 to 3 years | More than 3 years | Total |
|---|--------------------|---------------------------|--|-------------------------|----------------------------------|----------------------|
| Financial assets | | | | | | |
| Gross investment in Islamic financing contracts | Profit bearing | 743,172,921 | 734,367,661 | 1,480,121,244 | 538,579,977 | 3,496,241,803 |
| Prepayments and other receivables | Non-profit bearing | 2,835,154 | 1,448,648 | - | - | 4,283,802 |
| Cash and cash equivalents | Non-profit bearing | 23,791,908 | - | - | - | 23,791,908 |
| | | <u>769,799,983</u> | <u>735,816,309</u> | <u>1,480,121,244</u> | <u>538,579,977</u> | <u>3,524,317,513</u> |
| Financial liabilities | | | | | | |
| Borrowings | Profit bearing | 126,227,472 | 368,696,186 | 725,445,511 | 203,603,792 | 1,423,972,961 |
| Trade and other payables | Non-profit bearing | 59,460,017 | - | 6,185,000 | - | 65,645,017 |
| Lease liabilities | Profit bearing | 200,925 | 588,930 | 1,460,989 | 664,913 | 2,915,757 |
| | | <u>185,888,414</u> | <u>369,285,116</u> | <u>733,091,500</u> | <u>204,268,705</u> | <u>1,492,533,735</u> |
| Net financial assets | | <u>583,911,569</u> | <u>366,531,193</u> | <u>747,029,744</u> | <u>334,311,272</u> | <u>2,031,783,778</u> |

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16 Restatements

For all years up to 31 December 2023 and interim periods upto 30 September 2024, the Group opted to present its expenses 'by function' in the consolidated statement of profit or loss and other comprehensive income as permitted under International Financial Reporting Standards, as endorsed in the Kingdom of Saudi Arabia. During the year ended 31 December 2024, management had re-evaluated the classification of expenses in the consolidated statement of profit or loss and other comprehensive income and had changed the presentation to present its expenses 'by nature' instead of 'by function'. As a result, the financial line items for the condensed consolidated interim financial information of the prior period is being aligned by management with the consolidated financial statements for the year ended 31 December 2024 and the relevant line items in the condensed consolidated interim statement of profit or loss and other comprehensive income are being restated to ensure alignment with the requirements of International Financial Reporting Standards, as endorsed in the Kingdom of Saudi Arabia.

The presentation of expenses 'by nature' provides information that is reliable and more relevant than presentation of expenses by function considering the nature of the industry in which the Group operates. In accordance with IAS 8 'Accounting policies, accounting estimates and errors' ("IAS 8"), the change has been made retrospectively, and comparatives have been restated accordingly.

The effect of this restatement on the condensed consolidated interim statement of profit or loss and other comprehensive income, for the three-month and six-month periods ended 30 June 2024, is summarized below:

| | Amount previously reported | Restatement | Restated amounts |
|--|---|--------------------|-----------------------------|
| For the three-month period ended 30 June 2024 | | | |
| Condensed consolidated interim statement of profit or loss and other comprehensive income | | | |
| General and administrative expenses | (16,630,863) | 16,630,863 | - |
| Selling and marketing expenses | (29,920,921) | 29,920,921 | - |
| Salaries and other benefits | - | (23,281,312) | (23,281,312) |
| Depreciation and amortization | - | (2,010,338) | (2,010,338) |
| Other operating expenses | - | (21,260,134) | (21,260,134) |
| | <u>(46,551,784)</u> | <u>-</u> | <u>(46,551,784)</u> |

| | Amount previously reported | Restatement | Restated amounts |
|--|---|--------------------|-----------------------------|
| For the six-month period ended 30 June 2024 | | | |
| Condensed consolidated interim statement of profit or loss and other comprehensive income | | | |
| General and administrative expenses | (32,929,421) | 32,929,421 | - |
| Selling and marketing expenses | (58,818,805) | 58,818,805 | - |
| Salaries and other benefits | - | (46,884,510) | (46,884,510) |
| Depreciation and amortization | - | (3,465,912) | (3,465,912) |
| Other operating expenses | - | (41,397,804) | (41,397,804) |
| | <u>(91,748,226)</u> | <u>-</u> | <u>(91,748,226)</u> |

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The effect of the afore-mentioned change in presentation on the condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2023, is as follows:

| | Amount previously reported | Impact of change in presentation | Adjusted amounts |
|--|---|---|-----------------------------|
| For the three-month period ended 30 June 2023 | | | |
| Condensed consolidated interim statement of profit or loss and other comprehensive income | | | |
| General and administrative expenses | (10,843,523) | 10,843,523 | - |
| Selling and marketing expenses | (24,588,934) | 24,588,934 | - |
| Salaries and other benefits | - | (19,615,351) | (19,615,351) |
| Depreciation and amortization | - | (2,110,114) | (2,110,114) |
| Other operating expenses | - | (13,706,992) | (13,706,992) |
| | <u>(35,432,457)</u> | <u>-</u> | <u>(35,432,457)</u> |
| For the six-month period ended 30 June 2023 | | | |
| Condensed consolidated interim statement of profit or loss and other comprehensive income | | | |
| General and administrative expenses | (24,910,709) | 24,910,709 | - |
| Selling and marketing expenses | (52,319,990) | 52,319,990 | - |
| Salaries and other benefits | - | (44,725,515) | (44,725,515) |
| Depreciation and amortization | - | (3,696,736) | (3,696,736) |
| Other operating expenses | - | (28,808,448) | (28,808,448) |
| | <u>(77,230,699)</u> | <u>-</u> | <u>(77,230,699)</u> |

The above change has had no impact on the Group's condensed consolidated interim statements of changes in equity and cash flows, profit for the three-month and six-month periods or the basic and diluted earnings per share for the periods ended 30 June 2024 and 30 June 2023.

17 Contingencies

At 30 June 2025, the Group was contingently liable for a letter of credit issued in the normal course of business amounting to Saudi Riyals 112.5 million (31 December 2024: Saudi Riyals Nil).

18 Date of approval of condensed consolidated interim financial information

The accompanying condensed consolidated interim financial information was approved by the Company's Board of Directors on 30 July 2025.