AL TAISEER GROUP TALCO INDUSTRIAL COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED) AND REVIEW REPORT FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)
Condensed interim financial information (unaudited)
For the three-month and six-month periods ended 30 June 2026

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Report on review of condensed interim financial information

To the shareholders of Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Al Taiseer Group TALCO Industrial Company (the "Company") as at 30 June 2026 and the related condensed interim statements of profit or loss and comprehensive income for the three-month and six-month periods then ended and the condensed interim statements of changes in equity and cash flows for the six-month period ended 30 June 2026 and other explanatory notes. Management is responsible for the preparation and presentation of this condensed 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 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 interim financial information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

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30 July 2026

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Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)
Condensed interim statement of financial position
As at 30 June 2026
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-current assets			
Property, plant and equipment	4	**109,574,359**	100,656,951
Right-of-use assets	5	**7,936,486**	1,586,183
Intangible assets		**481,121**	564,056
Total non-current assets		**117,991,966**	102,807,190
Current assets			
Inventories	7	**182,974,924**	138,740,458
Trade receivables and other current assets	6	**407,230,155**	356,955,826
Short-term bank deposits		**-**	20,000,000
Cash and cash equivalents		**86,880,762**	141,532,958
Total current assets		**677,085,841**	657,229,242
Total assets		**795,077,807**	760,036,432
Equity and liabilities			
Equity			
Share capital	8	**400,000,000**	400,000,000
Retained earnings		**107,845,343**	127,409,064
Total equity		**507,845,343**	527,409,064
Liabilities			
Non-current liabilities			
Lease liabilities	5	**5,077,107**	1,437,091
Employees' benefit obligations		**30,389,300**	29,578,443
Total non-current liabilities		**35,466,407**	31,015,534
Current liabilities			
Trade payables and other current liabilities	11	**244,278,598**	189,569,671
Lease liabilities	5	**2,042,651**	219,318
Zakat payable	12	**5,444,808**	11,822,845
Total current liabilities		**251,766,057**	201,611,834
Total liabilities		**287,232,464**	232,627,368
Total equity and liabilities		**795,077,807**	760,036,432

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

Assem EzzElarab
Chief Financial Officer

Suliman Saleh Nasser Al-Oufi
Chief Executive Officer and Board Member

Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)
Condensed interim statement of profit or loss
For the three-month and six-month periods ended 30 June 2026
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended 30 June 2026 (Unaudited)	For the three-month period ended 30 June 2025 (Unaudited)	For the six-month period ended 30 June 2026 (Unaudited)	For the six-month period ended 30 June 2025 (Unaudited)
Sales	13	**240,470,216**	191,881,800	**453,317,218**	379,631,130
Cost of sales	14	**(191,959,618)**	(153,786,627)	**(358,400,722)**	(301,295,564)
Gross profit		**48,510,598**	38,095,173	**94,916,496**	78,335,566
Selling and distribution expenses		**(5,612,550)**	(4,735,345)	**(10,789,787)**	(9,540,895)
General and administrative expenses	15	**(11,207,071)**	(8,940,367)	**(22,136,038)**	(18,590,203)
Impairment losses on trade and other receivables	6	**(2,135,171)**	(1,521,125)	**(6,214,191)**	(2,772,377)
Other income		**1,030,141**	905,806	**2,258,521**	1,419,686
Operating profit		**30,585,947**	23,804,142	**58,035,001**	48,851,777
Finance cost		**(745,257)**	(910,759)	**(1,487,105)**	(2,116,688)
Profit before zakat		**29,840,690**	22,893,383	**56,547,896**	46,735,089
Zakat expense		**(2,386,939)**	(1,460,187)	**(5,444,808)**	(3,694,214)
Profit for the period		**27,453,751**	21,433,196	**51,103,088**	43,040,875
Earnings per share from profit attributable to the shareholders of the Company:					
Basic and diluted earnings per share	9	**0.69**	0.54	**1.28**	1.08

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Assem EzzElarab
Chief Financial Officer

Suliman Saleh Nasser Al-Oufi
Chief Executive Officer and Board Member

Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)
Condensed interim statement of comprehensive income
For the three-month and six-month periods ended 30 June 2026
(All amounts are in Saudi Riyals unless otherwise stated)

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Profit for the period	**27,453,751**	21,433,196	**51,103,088**	43,040,875
Other comprehensive income				
Items that will not be reclassified to profit or loss				
Re-measurement of employees' benefit obligations	**(580,672)**	(514,384)	**1,333,191**	1,240,604
Other comprehensive (loss) / income for the period	**(580,672)**	(514,384)	**1,333,191**	1,240,604
Total comprehensive income for the period	**26,873,079**	20,918,812	**52,436,279**	44,281,479

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

Assem EzzElarab
Chief Financial Officer

Suliman Saleh Nasser Al-Oufi
Chief Executive Officer and Board Member

Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)
Condensed interim statement of changes in equity
For the six-month period ended 30 June 2026
(All amounts are in Saudi Riyals unless otherwise stated)

	Share capital	Retained earnings	Total equity
Balance as at 1 January 2025 (Audited)	400,000,000	105,632,285	505,632,285
Profit for the period	-	43,040,875	43,040,875
Other comprehensive income	-	1,240,604	1,240,604
Total comprehensive income for the period	-	44,281,479	44,281,479
Transactions with shareholders in their capacity as owners			
Dividends (Note 17)	-	(64,000,000)	(64,000,000)
Balance as at 30 June 2025 (Unaudited)	400,000,000	85,913,764	485,913,764
Balance as at 1 January 2026 (Audited)	**400,000,000**	**127,409,064**	**527,409,064**
Profit for the period	**-**	**51,103,088**	**51,103,088**
Other comprehensive income	**-**	**1,333,191**	**1,333,191**
Total comprehensive income for the period	**-**	**52,436,279**	**52,436,279**
Transactions with shareholders in their capacity as owners			
Dividends (Note 17)	**-**	**(72,000,000)**	**(72,000,000)**
Balance as at 30 June 2026 (Unaudited)	**400,000,000**	**107,845,343**	**507,845,343**

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

Assem EzzElarab
Chief Financial Officer

Suliman Saleh Nasser Al-Oufi
Chief Executive Officer and Board Member

Al Taiseer Group TALCO Industrial Company
(A Saudi Joint Stock Company)
Condensed interim statement of cash flows
For the six-month period ended 30 June 2026
(All amounts are in Saudi Riyals unless otherwise stated)

	For the six-month period ended 30 June	
	2026 (Unaudited)	**2025 (Unaudited)**
Cash flows from operating activities:		
Profit before zakat	**56,547,896**	46,735,089
Adjustments:		
Depreciation of property, plant and equipment	**11,341,995**	10,454,580
Amortisation of intangible assets	**82,935**	82,936
Depreciation of right-of-use assets	**1,069,601**	1,134,443
Impairment losses on trade and other receivables	**6,214,191**	2,772,377
Provision for slow moving and obsolete inventories	**750,636**	470,063
Employees' benefit expense	**1,357,575**	1,326,851
Gain on disposal of property, plant and equipment	**(124,348)**	-
Finance cost arising from lease liabilities	**188,829**	47,605
Finance cost on employee's benefit obligations	**1,028,075**	1,831,986
Finance income	**(1,962,219)**	(1,129,344)
Changes in operating assets and liabilities:		
Inventories	**(44,985,102)**	(26,467,119)
Trade receivables and other current assets	**(56,488,520)**	(3,565,562)
Trade payables and other current liabilities	**54,708,927**	41,045,163
Cash flow generated from operating activities	**29,730,471**	74,739,068
Employees' benefit obligations paid	**(241,602)**	(449,707)
Finance income received	**1,962,219**	1,129,344
Zakat paid	**(11,822,845)**	(945,924)
Net cash generated from operating activities	**19,628,243**	74,472,781
Cash flows from investing activities		
Additions to property, plant and equipment	**(20,259,403)**	(8,563,066)
Proceeds from disposal of property, plant and equipment	**124,348**	-
Redemption of short-term bank deposits	**20,000,000**	-
Net cash used in investing activities	**(135,055)**	(8,563,066)
Cash flows from financing activities		
Payment of lease liabilities (principal)	**(1,956,555)**	(2,267,520)
Payment of interest on lease liabilities	**(188,829)**	-
Dividends paid	**(72,000,000)**	-
Net cash used in financing activities	**(74,145,384)**	(2,267,520)
Net change in cash and cash equivalents	**(54,652,196)**	63,642,195
Cash and cash equivalents at beginning of the period	**141,532,958**	80,917,629
Cash and cash equivalents at end of the period	**86,880,762**	144,559,824
Significant non-cash transactions:		
Dividends	-	(64,000,000)
Right-of-use assets	**7,419,904**	-
Lease liabilities on right-of-use assets	**7,419,904**	-

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

Assem EzzElarab
Chief Financial Officer

Suliman Saleh Nasser Al-Oufi
Chief Executive Officer and Board Member

(All amounts are in Saudi Riyals unless otherwise stated)

1 General Information

Al Taiseer Group TALCO Industrial Company (the “Company”) is a Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia under Commercial Registration (CR) No. 1010009737 dated 10 Jumada II 1396H (corresponding to 8 June 1976).

The Company became a listed entity on the Saudi Stock Exchange (Tadawul) in June 2024 following the completion of its initial public offering of 12,000,000 shares.

The Company is engaged in the production and coverage of various aluminum profiles, manufacturing of doors, windows, glass building facades, aluminum and wooden kitchen units, and the production of marble kitchen surfaces.

The Company exercises its activities through the head office, its branches, and factories and outlets under the following sub-commercial registrations:

	Location	Commercial Registration Date	C.R. No
Factory of Al Taiseer Group TALCO Industrial Company Joint Stock	Riyadh	10/6/1396H	1010009737
Factory of Al Taiseer Group TALCO Industrial Company Joint Stock	Jeddah	9/2/1440H	4030312086
Factory of Al Taiseer Group TALCO Industrial Company Joint Stock	Riyadh	14/5/1441H	1010621235
Factory of Gulf Polyester Powder Coating Company	Riyadh	16/3/1412H	1010086759
Factory of Gulf Polyester Powder Coating Company	Jeddah	2/3/1439H	4030596375
Factory Al Fattouh Company for Aluminum Accessories and Insulation Yarn	Riyadh	16/3/1412H	1010086760
Outlet of Gulf Polyester Powder Coating Company	Jeddah	2/3/1439H	4030596375
Outlet of Gulf Polyester Powder Coating Company	Dammam	2/3/1439H	2050235804
Outlet of Gulf Polyester Powder Coating Company	Riyadh	16/3/1412H	1010086759
Outlet of Gulf Polyester Powder Coating Company	UAE - Sharjah	24/6/1420H	68988
Outlet of Al Fattouh Company for Aluminum Accessories and Insulation Yarn	Riyadh	16/3/1412H	1010086760
Outlet of Al Fattouh Company for Aluminum Accessories and Insulation Yarn	Dammam	18/8/1443H	2050156157

The Company’s registered office is located at the following address:

Industrial Area II, Al-Kharj Road, P.O. Box, 6416, Riyadh 11442, Kingdom of Saudi Arabia.

2 Material accounting policies

2.1 Basis of preparation

This condensed interim financial information of the Company has been prepared in accordance with International Accounting Standard 34 - “Interim Financial Reporting” (IAS 34), as endorsed in the Kingdom of Saudi Arabia.

The condensed interim financial information does not include all the information and disclosures required in the Company’s annual financial statements and should be read in conjunction with the Company’s annual financial statements as at 31 December 2025. However, the accounting policies and selected notes to important events and transactions have been included to understand the changes in the Company’s financial position and its financial performance since the last annual financial statements. The same accounting policies are followed in this condensed interim financial information compared to the most recent annual financial statements.

2.2 Critical accounting estimates and judgments

The preparation of condensed interim financial information requires management to use judgment in application of accounting policies, estimates and assumptions concerning the future. Estimates and judgments are continually assessed and are based on management's historical experience and other factors, including expectations of future events that are considered reasonable under the circumstances. Although the preparation of these estimates and judgments depends on the management's best knowledge of current events and actions, the actual results ultimately may differ from these estimates.

2 Material accounting policies (continued)

2.2 Critical accounting estimates and judgments (continued)

The significant estimates made by management when applying the Company's material accounting policies and the significant sources of uncertainty in relation to the estimates are the same as those included in the last annual audited financial statements. Management continues to assess these estimates and judgments and updates them as needed.

2.3 Basis of measurement

This condensed interim financial information has been prepared on the historical cost basis, except for the employees' defined benefit obligations that have been actuarially evaluated and measured at their present value using the projected unit credit method.

2.4 Functional and presentation currency

This condensed interim financial information is presented in Saudi Riyals ("SR"), which is also the functional currency of the Company.

3 New standards, amendment to standards and interpretations

3.1 The following standards, amendments and interpretation apply for the first time to financial reporting period commencing on or after 1 January 2026:

3.1.1 Classification and Measurement of Financial Instruments - Amendment to IFRS 9 and IFRS 7

In May 2024, the IASB issued targeted amendments to IFRS 9, 'Financial Instruments', and IFRS 7, 'Financial Instruments: Disclosures', to respond to recent questions arising in practice. These amendments:

- clarify the date of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;

- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;

- add new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and

- update the disclosures for equity instruments designated at fair value through other comprehensive income (FVOCI). The amendments to IFRS 9 and IFRS 7 are effective for annual reporting periods beginning on or after 1 January 2026, with early application permitted. These amendments primarily affect the level of detail at which the company discloses information about strategic equity investments whose changes in fair value. The Company has not elected to derecognise financial liabilities before the settlement date for liabilities settled in cash through an electronic cash transfer system. The application of these amendments did not have a material impact on the Company's financial statements.

3.1.2 Annual Improvements to IFRS Accounting Standards – Volume 11

The IASB has made the following improvements in September 2024:

- IFRS 1, 'First-time Adoption of International Financial Reporting Standards' – to improve consistency between IFRS 1 and IFRS 9, 'Financial Instruments', in relation to the requirements for hedge accounting, and to improve the understandability of IFRS 1;

- IFRS 7, 'Financial Instruments: Disclosures' – to improve consistency in the language used in IFRS 7 with the language used in IFRS 13, 'Fair Value Measurement';

- IFRS 9 – to clarify how a lessee accounts for the derecognition of a lease liability when it is extinguished, and to address an inconsistency between IFRS 9 and IFRS 15, 'Revenue from Contracts with Customers', in relation to the term 'transaction price';

- IFRS 10, 'Consolidated Financial Statements' – to clarify the requirements in relation to determining de facto agents of an entity; and

- IAS 7, 'Statement of Cash Flows' – to replace the term 'cost method' with 'at cost', since the term is no longer defined in IFRS Accounting Standards.

3 New standards, amendment to standards and interpretations (continued)

3.1 The following standards, amendments and interpretation apply for the first time to financial reporting period commencing on or after 1 January 2026: (continued)

3.1.3 Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7

In December 2024, the IASB issued targeted amendments to IFRS 9 and IFRS 7 to allow entities to better reflect nature-dependent electricity contracts in the financial statements. The amendments:

- clarify the application of the 'own-use' criteria to nature-dependent electricity contracts;
- permit hedge accounting if these contracts are used as hedging instruments; and
- add new disclosure requirements to enable users of financial statements to better understand the effect of these contracts on an entity's financial performance and cash flows.

The above amendments did not have a material impact on the Company's financial statements.

3.2 Standards, interpretations and amendments issued but not yet effective

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2026 reporting period and have not been early adopted by the Company. The standards, interpretations and amendments issued that are relevant to the Company but are not yet effective:

3.2.1 IFRS 18 — Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027)

IFRS 18 was issued by the International Accounting Standards Board on 9 April 2024 and was locally adopted by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") on 26 December 2024. Pursuant to the decision of the Board of the Capital Market Authority ("CMA") on the adoption of IFRS 18 by companies listed on the Saudi Exchange (Tadawul), the Company is required to disclose a preliminary assessment of the expected impact of the initial application of IFRS 18 in its interim and annual financial statements prepared for financial periods beginning on or after 1 April 2026. The Company will apply IFRS 18 from its mandatory effective date of 1 January 2027 and has elected not to early adopt the standard during 2026. The Board of Directors monitors the Company's progress towards readiness for the application of IFRS 18 on an ongoing basis.

IFRS 18 will change how the Company presents and discloses its financial performance rather than what it recognises or measures. Accordingly, management does not expect any impact on the recognition or measurement of the Company's assets, liabilities, income or expenses, on profit for the period, or on earnings per share. The expected impact is limited to presentation and disclosure, as set out below. The preliminary assessment reflects management's analysis to date and will be refined as implementation progresses.

a) Structure of the statement of profit or loss

IFRS 18 requires income and expenses to be classified into defined categories in the statement of profit or loss, being operating, investing, financing, income taxes and discontinued operations. Based on the information currently available, management does not expect the Company to have a specified main business activity of investing in particular assets or of providing financing to customers.

The Company will be required to present the newly defined subtotals "operating profit or loss" and "profit or loss before financing and income taxes". Although the Company currently presents an operating profit subtotal, the composition of operating profit under IFRS 18 may differ from the current presentation.

Management is assessing the classification of income and expenses currently presented outside operating profit. Based on the information currently available:

- Finance cost, and income or expenses arising from financing liabilities, including interest expense on lease liabilities, is expected to be classified in the financing category; and
- Foreign exchange gains and losses arising on trade receivables and trade payables related to the Company's main business activities are expected to be classified in the operating category.

3 New standards, amendment to standards and interpretations (continued)

3.2 Standards, interpretations and amendments issued but not yet effective (continued)

3.2.1 IFRS 18 — Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027) (continued)

a) Structure of the statement of profit or loss (continued)

The Company currently allocates employees' end-of-service benefit costs between cost of sales, selling and distribution expenses and general and administrative expenses based on the related function.

The interest cost on the employees' end-of-service defined benefit obligation, currently included in financing category, and it will not be reclassified to any other category.

Remeasurement gains or losses on defined benefit obligations are presented in other comprehensive income and are not expected to affect the classification of income and expenses in the statement of profit or loss, as they will not be reclassified to profit or loss.

Based on management's initial assessment, other income, including income on cash equivalent and short-term bank deposits which generate returns largely independently from the Company's manufacturing operations, is expected to be classified in the investing category, the remaining components of other income are expected to be classified in the operating category.

b) Management-defined performance measures

IFRS 18 introduces disclosure requirements for management-defined performance measures, which are subtotals of income and expenses used in public communications outside the financial statements to communicate management's view of an aspect of the financial performance of the Company as a whole. The Company currently uses an adjusted EBITDA measure in certain public communications, calculated as operating profit plus depreciation and amortisation. Based on its initial assessment, management expects that this adjusted EBITDA measure will meet the definition of a management-defined performance measure under IFRS 18. Management is continuing to assess whether any other measures used in the Company's public communications meet this definition. Where a measure meets the definition, the Company will disclose the information required by IFRS 18 in a single note to the financial statements, including a reconciliation to the most directly comparable subtotal or total specified by IFRS, together with the zakat effect of each reconciling item.

c) Principles of aggregation and disaggregation

IFRS 18 provides enhanced principles for grouping information in the primary financial statements and in the notes. The Company is assessing whether line items currently presented or disclosed using broad descriptions, should be further disaggregated or described using more informative labels. The Company is also assessing the additional IFRS 18 disclosure requirements relating to specified expenses by nature — including depreciation, amortisation, employee benefits, impairment losses and inventory write-downs — as the Company presents operating expenses by function.

d) Consequential amendments to IAS 7 "Statement of Cash Flows"

IFRS 18 includes consequential amendments to IAS 7 and restricts certain presentation choices previously applied. The Company already presents interest paid and dividends paid within financing activities and expects to continue presenting them under financing activities, in line with the amended IAS 7 requirements. .Cash receipts from finance income on cash and cash equivalents and short-term bank deposits are expected to continue to be presented within investing activities under the amended IAS 7 requirements, subject to completion of management's assessment.

The main change in applying IFRS 18 is that the starting point in determining net cash generated from operating activities under the indirect method will no longer be profit before zakat; instead, under the amendments, the Company will use operating profit or loss as the starting point. The change in starting point will not affect net cash generated from operating activities.

Management is continuing to assess the detailed impact of IFRS 18 on the Company's financial statements. Based on management's assessment to date, the adoption of IFRS 18 is expected to affect only the presentation of the Company's financial performance and cash flows, with no impact on profit for the period, earnings per share, total equity or net cash flows. The principal effects are expected to be a change in the composition of operating profit and the re-presentation of the operating cash flow reconciliation. The Company is completing its quantification of the reclassification of comparative information that will be presented on initial application.

(All amounts are in Saudi Riyals unless otherwise stated)

3 New standards, amendment to standards and interpretations (continued)

3.2 Standards, interpretations and amendments issued but not yet effective (continued)

3.2.1 IFRS 18 — Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027) (continued)

e) Transition

The Company will adopt IFRS 18 from 1 January 2027 with retrospective application. Accordingly, the comparative information for the year ending 31 December 2026, including interim periods, will be restated in accordance with IFRS 18. In the year of initial application, the financial statements will include a reconciliation between the line items presented in the restructured statement of profit or loss under IFRS 18 and the amounts previously presented under IAS 1 for the immediately preceding comparative period, including, in accordance with IAS 34 (as amended), in the first interim financial statements of 2027.

3.2.2 Amendment to IAS 21 - Translation to a Hyperinflationary Presentation Currency (effective for annual periods beginning on or after 1 January 2027)

The amendments aim to improve the usefulness of the resulting information in a cost-effective manner. Developed in response to stakeholder feedback, these amendments are expected to reduce diversity in practice and provide a clearer basis for reporting in a hyperinflationary currency.

The management is in the process of assessing the impact of this amendment on future periods and on foreseeable future transactions.

4 Property, plant and equipment

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Beginning - net book value	**100,656,951**	103,748,240
Additions for the period / year	**20,259,403**	18,259,679
Depreciation charge for the period / year	**(11,341,995)**	(21,350,968)
Closing - net book value	**109,574,359**	100,656,951

The total cost of property, plant, and equipment as at 30 June 2026, amounted to SR 638.1 million (unaudited) compared to SR 618.4 million (audited) as at 31 December 2025. Accumulated depreciation amounted to SR 528.6 million (unaudited) as at 30 June 2026 compared to SR 517.7 million (audited) as at 31 December 2025. During the six-month period ended 30 June 2026, the Company acquired property, plant and equipment totaling SR 20.3 million (unaudited) compared to SR 18.3 million (audited) during the year ended 31 December 2025. These additions mainly relate to buildings, aluminum casting molds and plant and equipment.

5 Right of use assets and lease liabilities

The Company has leases for land and buildings (including outlets, residential buildings used as worker accommodation and storage facilities). The Company depreciates these right-of-use assets over the lease term on a straight-line basis.

5.1 Right of use assets

Set out below are the carrying amounts of right of use assets recognised and the movements during the period/year:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cost		
Balance at the beginning of the period / year	**9,403,044**	9,403,044
Additions	**7,419,904**	-
Lease terminations	**(5,962,677)**	-
Balance at the end of the period / year	**10,860,271**	9,403,044
Accumulated depreciation		
Balance at the beginning of the period / year	**(7,816,861)**	(5,529,923)
Lease terminations	**5,962,677**	-
Depreciation charge for the period / year	**(1,069,601)**	(2,286,938)
Balance at the end of the period / year	**(2,923,785)**	(7,816,861)
Net carrying amount at the end of the period / year	**7,936,486**	1,586,183

(All amounts are in Saudi Riyals unless otherwise stated)

5 Right of use assets and lease liabilities (continued)

5.2 Lease liabilities

Set out below are the carrying amounts of lease liabilities recognised and the movements during the period / year:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	**1,656,409**	4,027,607
Additions	**7,419,904**	-
Repayment during the period / year	**(2,145,384)**	(2,461,244)
Interest expense during the period / year	**188,829**	90,046
Balance at the end of the period / year	**7,119,758**	1,656,409
Current	**2,042,651**	219,318
Non-current	**5,077,107**	1,437,091
Balance at the end of the period / year	**7,119,758**	1,656,409

6 Trade receivables and other current assets

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables*		**346,966,202**	306,684,287
Impairment losses on trade receivables	6.1	**(39,670,942)**	(33,575,531)
Net trade receivables		**307,295,260**	273,108,756
Notes receivables**		**96,053,315**	72,477,505
Impairment losses on notes receivable	6.2	**(22,485,430)**	(22,366,650)
Net notes receivable		**73,567,885**	50,110,855
Advances to suppliers		**20,730,895**	21,930,010
Prepaid expenses		**2,852,704**	7,235,548
Other receivables		**2,783,411**	4,570,657
		407,230,155	356,955,826

* Trade receivables are amounts due from customers for credit sales of goods. While still legally enforceable, they are generally less formal than notes receivable and rely on standard collection practices. These are generally provided to customers with a stronger credit profile than notes receivable to customers.

** Notes receivables are similar to trade receivables but involve a written agreement specifying the terms of payment. These notes are legally enforceable, providing the Company with stronger legal recourse in the event of non-payment.

6.1 The movement in impairment losses on trade receivables is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	**33,575,531**	29,991,207
Provided during the period / year	**6,095,411**	3,584,324
Balance at the end of the period / year	**39,670,942**	33,575,531

(All amounts are in Saudi Riyals unless otherwise stated)

6 Trade receivables and other current assets (continued)

6.2 The movement in impairment losses on notes receivable is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	**22,366,650**	8,088,659
Provided during the period / year	**118,780**	14,277,991
Balance at the end of the period / year	**22,485,430**	22,366,650

The Company applies the IFRS 9 simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all receivables.

The Company allocates each exposure to a credit risk grade based on a variety of data that is determined to be predictive of the risk of loss (including but not limited to audited financial statements, management accounts and cash flow projections) and applying experienced credit judgement. Credit risk grades are defined using qualitative and quantitative factors that are indicative of the risk of loss.

Exposures within each credit risk grade are segmented by customer classification and an expected credit loss rate is calculated for each segment based on delinquency status and actual credit loss experience. These rates are multiplied by scalar factors to reflect differences between economic conditions during the period over which the historic data has been collected, current conditions and the Company's view of economic conditions over the expected lives of the receivables.

7 Inventories

	Note	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Raw materials		**144,012,397**	105,227,433
Finished goods		**16,288,748**	13,901,100
Spare parts		**13,163,768**	12,342,914
Work in progress		**12,171,579**	9,197,568
Packing material		**708,514**	690,889
		186,345,006	141,359,904
Provision for slow moving and obsolete inventories	7.1	**(3,370,082)**	(2,619,446)
		182,974,924	138,740,458

7.1 The movement in provision for slow moving and obsolete inventories is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	**2,619,446**	1,772,324
Provided during the period / year	**750,636**	847,122
Balance at the end of the period / year	**3,370,082**	2,619,446

The provision for slow-moving inventories has been recognized in accordance with the Company's policy, considering the aging of inventory and the nature of the aluminum material. The inventory provision consists mainly of slow-moving raw materials, which are used in the Company's production processes.

8 Share capital

The Company's share capital as at 30 June 2026 amounted to SR 400 million, divided into 40 million shares with a value of SR 10 per share.

(All amounts are in Saudi Riyals unless otherwise stated)

9 Earnings per share

The earnings per share are calculated by dividing the profit for the period ended 30 June 2026 and 2025, by the number of shares as follows:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 (Unaudited)	**2025 (Unaudited)**	**2026 (Unaudited)**	**2025 (Unaudited)**
Profit for the period	**27,453,751**	21,433,196	**51,103,088**	43,040,875
Weighted average number of outstanding ordinary shares	**40,000,000**	40,000,000	**40,000,000**	40,000,000
Basic and diluted earnings per share	**0.69**	0.54	**1.28**	1.08

10 Transactions and balances with related parties

(a) Related parties' transactions

Related party	**Nature of relationship**	**Nature of transactions**	**Transactions for the six-month period ended 2026 (Unaudited)**	**2025 (Unaudited)**
RAL Investment Company	An other related party	Rental payments	**1,850,000**	1,850,000

The lease transaction is classified as a long-term lease and is presented as such in the statement of financial position under the right of use assets and lease liabilities, in accordance with IFRS 16, that is endorsed in the Kingdom of Saudi Arabia.

(b) Balances with related parties

Related party	**Recognised under**	**30 June 2026 (Unaudited)**	**31 December 2025 (Audited)**
RAL Investment Company	Due from a related party included in other receivables	**2,195**	-
	Due to a related party included in other payables	**-**	233

Transactions with the related party are conducted under contracts and terms approved by the board of directors. The Company deals with the related party within the ordinary course of business.

(c) Transactions with key management personnel

	Transactions for the six-month period ended 2026 (Unaudited)	**2025 (Unaudited)**
Board and its Committees' expenses and allowances	**1,294,748**	1,000,500
Short-term employees' benefits	**2,812,353**	2,620,365
Post-employees' benefits	**963,656**	885,569

(All amounts are in Saudi Riyals unless otherwise stated)

11 Trade payables and other current liabilities

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Trade payables	**156,092,915**	112,892,237
Letters of credit	**64,988,675**	51,811,520
Accrued expenses	**13,295,297**	16,888,965
Advances from customers	**8,676,892**	7,300,710
Other payables	**1,224,819**	676,239
	244,278,598	189,569,671

12 Zakat payable

The Company has submitted its Zakat returns up to the year ended 31 December 2025 with the Zakat, Tax and Customs Authority ("ZATCA").

The closing zakat payable balance as at 30 June 2026 amounted to SR 5.4 million (31 December 2025: SR 11.8 million) ,which includes a Zakat charge of SR 5.4 million recognised during the period, calculated based on the Zakat base in accordance with ZATCA regulations in the Kingdom of Saudi Arabia.

13 Sales

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Aluminum forming and selling sector	**219,126,615**	170,753,752	**411,775,203**	334,690,848
Metal coating powder sector	**12,228,871**	13,118,228	**24,046,623**	28,035,363
Aluminum accessories sales	**9,114,730**	8,009,820	**17,495,392**	16,904,919
	240,470,216	191,881,800	**453,317,218**	379,631,130

Performance obligations

Information about the Company's performance obligations is summarised below:

Type of product	Nature and timing of satisfaction of performance obligations	Revenue recognition under IFRS 15
Sales of goods	Performance obligation is satisfied at a point in time.	Revenue is recognised when control of goods is transferred to customers.

14 Cost of sales

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Raw materials and movements in inventory	**167,183,777**	132,091,371	**308,155,616**	257,556,074
Salaries and employees' benefits	**9,986,942**	9,249,655	**20,411,053**	18,784,689
Manufacturing expenses	**5,504,346**	3,953,025	**12,127,220**	8,381,948
Depreciation of property, plant and equipment	**5,641,840**	5,131,954	**10,788,954**	10,099,814
Utilities	**2,805,014**	2,464,138	**5,225,120**	4,692,234
Depreciation of right-of-use assets	**417,486**	421,081	**821,094**	837,535
Amortisation of intangible assets	**16,944**	16,944	**33,702**	33,702
Others	**403,269**	458,459	**837,963**	909,568
	191,959,618	153,786,627	**358,400,722**	301,295,564

(All amounts are in Saudi Riyals unless otherwise stated)

15 General and administrative expenses

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 (Unaudited)	**2025 (Unaudited)**	**2026 (Unaudited)**	**2025 (Unaudited)**
Salaries and employees' benefits	**8,289,195**	6,437,006	**16,526,890**	13,935,791
Professional services	**874,239**	951,153	**1,749,591**	1,581,198
Depreciation of property, plant and equipment	**225,366**	178,974	**553,041**	354,766
Insurance	**212,021**	208,345	**423,919**	407,805
Depreciation of right-of-use assets	**110,746**	149,099	**248,507**	296,859
Printing and stationery	**87,478**	57,260	**189,504**	145,164
Repairs and maintenance	**60,177**	84,989	**96,051**	178,442
Amortisation of intangible assets	**24,753**	24,753	**49,233**	49,233
Other	**1,323,096**	848,788	**2,299,302**	1,640,945
	11,207,071	8,940,367	**22,136,038**	18,590,203

16 Segment information

The Company's activities include a number of sectors as follows:

- Aluminum forming and selling sector
- Metal coating powder sector
- All other segments

All other segments comprise smaller or individually unreportable businesses and operate in the aluminum accessories field where the Company designs, manufactures, and markets various accessories, including weatherstrips, polypropylene yarn, rubber gaskets, plastic components, bags, sheets, and wrapping films.

The Company's Chief Executive Officer (Chief Operating Decision Maker) reviews internal management reports on a monthly basis. The operating results of its business units are monitored separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

(All amounts are in Saudi Riyals unless otherwise stated)

16 Segment information (continued)

Segments' financial information

For the six-month period ended 30 June 2026 (Unaudited)	Aluminum forming and selling sector	Metal coating powder sector	Total reportable segments	All other segments	Total
Total segment revenue	**412,770,735**	**30,541,806**	**443,312,541**	**19,695,627**	**463,008,168**
Inter–segment revenue	**(995,532)**	**(6,495,183)**	**(7,490,715)**	**(2,200,235)**	**(9,690,950)**
Revenue from external customers	**411,775,203**	**24,046,623**	**435,821,826**	**17,495,392**	**453,317,218**
Cost of sales	**(338,501,510)**	**(11,158,883)**	**(349,660,393)**	**(8,740,329)**	**(358,400,722)**
Expenses	**(22,536,759)**	**(6,671,942)**	**(29,208,701)**	**(3,717,124)**	**(32,925,825)**
Expected credit losses	**(2,841,591)**	**(3,047,105)**	**(5,888,696)**	**(325,495)**	**(6,214,191)**
Other income	**2,193,523**	**43,478**	**2,237,001**	**21,520**	**2,258,521**
Finance cost	**(1,024,815)**	**(255,191)**	**(1,280,006)**	**(207,099)**	**(1,487,105)**
Profit before zakat	**49,064,051**	**2,956,980**	**52,021,031**	**4,526,865**	**56,547,896**

For the six-month period ended 30 June 2025 (Unaudited)	Aluminum forming and selling sector	Metal coating powder sector	Total reportable segments	All other segments	Total
Total segment revenue	335,685,937	33,021,307	368,707,244	18,822,217	387,529,461
Inter–segment revenue	(995,089)	(4,985,944)	(5,981,033)	(1,917,298)	(7,898,331)
Revenue from external customers	334,690,848	28,035,363	362,726,211	16,904,919	379,631,130
Cost of sales	(278,901,302)	(13,455,942)	(292,357,244)	(8,938,320)	(301,295,564)
Expenses	(18,248,717)	(5,892,866)	(24,141,583)	(3,989,515)	(28,131,098)
Expected credit losses	(2,649,659)	(99,758)	(2,749,417)	(22,960)	(2,772,377)
Other income	1,392,450	8,277	1,400,727	18,959	1,419,686
Finance cost	(1,183,146)	(618,115)	(1,801,261)	(315,427)	(2,116,688)
Profit before zakat	35,100,474	7,976,959	43,077,433	3,657,656	46,735,089

(All amounts are in Saudi Riyals unless otherwise stated)

16 Segment information (continued)

Total segment assets

	Aluminum forming and selling sector	Metal coating powder sector	Total reportable segments	All other segments	Total
30 June 2026 (Unaudited)	**683,350,634**	**81,597,914**	**764,948,548**	**30,129,259**	**795,077,807**
31 December 2025 (Audited)	654,360,899	82,783,059	737,143,958	22,892,474	760,036,432

Total segment liabilities

	Aluminum forming and selling sector	Metal coating powder sector	Total reportable segments	All other segments	Total
30 June 2026 (Unaudited)	**265,681,271**	**13,908,190**	**279,589,461**	**7,643,003**	**287,232,464**
31 December 2025 (Audited)	218,880,631	6,886,534	225,767,165	6,860,203	232,627,368

The information by geographical distribution is as follows:

For the six-month period ended 30 June 2026 (Unaudited)	Inside Kingdom of Saudi Arabia	Outside Kingdom of Saudi Arabia	Total
Sales	**289,939,894**	**163,377,324**	**453,317,218**

For the six-month period ended 30 June 2025 (Unaudited)	Inside Kingdom of Saudi Arabia	Outside Kingdom of Saudi Arabia	Total
Sales	258,973,614	120,657,516	379,631,130

17 Dividends

On 8 June 2026, the Extraordinary General Assembly approved the payment of cash dividends amounting to SR 72 million (SR 1.8 per share) for the fiscal year 2025 to the Company's shareholders in proportion to their shareholdings.

On 25 June 2025, the Ordinary General Assembly approved the payment of cash dividends amounting to SR 64 million (SR 1.6 per share) for the fiscal year 2024 to the Company's shareholders in proportion to their shareholdings.

18 Contingencies

The Company has no outstanding letters of guarantee as at 30 June 2026 (31 December 2025: SR 10 million), issued by a local bank in favor of the Zakat, Tax and Customs Authority in relation to customs duties on imported goods.

19 Geopolitical developments

The Company continues to monitor regional geopolitical developments and their potential impact on Saudi Arabia and the broader GCC environment, given that the majority of the Company's operations are conducted in the Kingdom of Saudi Arabia ("KSA"), while the Company also has export activities to other regional markets. While the situation remains evolving, the Company maintains a robust operational framework to manage associated risks. These developments have not had an impact on the Company's financial information for the period ended 30 June 2026; however, given the evolving nature of the situation, any potential long-term impact on the Company's business will continue to be assessed at future reporting dates.

20 Subsequent events

No significant events have arisen subsequent to 30 June 2026 that could have a significant effect on the condensed interim financial information as at 30 June 2026.

21 Approval of the condensed interim financial information

This condensed interim financial information was authorised for issue by the Company's Board of Directors on 28 July 2026.