

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Interim Condensed Consolidated Financial Statements**  
**And Review Report**  
**For the three-month period ended 31 March 2026**

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Interim Condensed Consolidated Financial Statements (Unaudited)**  
**For the three-month period ended 31 March 2026**

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<b><u>INDEX</u></b>	<b><u>PAGE</u></b>
Independent Auditor's Review Report on the Interim Condensed Consolidated Financial Statements	-
Interim Condensed Consolidated Statement of Financial Position	1
Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	2
Interim Condensed Consolidated Statement of Changes in Equity	3
Interim Condensed Consolidated Statement of Cash Flows	4
Notes to the Interim Condensed Consolidated Financial Statements	5-20



## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF ARAB SEA INFORMATION SYSTEM COMPANY  
(A SAUDI JOINT STOCK COMPANY)

(1/2)

### **Introduction**

We have reviewed the accompanying interim condensed consolidated financial statements of Arab Sea Information System Company ("the Company") and its subsidiaries (collectively referred to as "the Group") which comprises:

- The interim consolidated statement of financial position as at 31 March 2026;
- The interim consolidated statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2026;
- The interim consolidated statement of changes in equity for the three-month period ended 31 March 2026;
- The interim consolidated statement of cash flows for the three-month period ended 31 March 2026; and
- The notes to the interim condensed consolidated financial statements.

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

### **Scope of Review**

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

### **Empasis of Matter – Comparative Information**

We draw attention to Note 20 of the interim condensed consolidated financial statements, which indicates that the comparative information presented for the three-month period ended 31 March 2025 have been restated. Our conclusion is not modified in respect of this matter.

### **Other Matter**

The interim condensed consolidated financial statements of the Group as of 31 March 2025 and for the three-month period ended 31 March 2025, excluding the adjustments described in Note 20 were reviewed by another auditor who expressed a modified conclusion on those interim condensed consolidated financial statements on 15 May 2025.

### **Material Uncertainty Related to Going Concern**

We draw attention to Note 1 of the interim condensed consolidated financial statements, the Group incurred a net loss of SAR 3.3 million for the three-month period ended 31 March 2026 and, as of that date, the Group's current liabilities exceeded its current assets, resulting in a negative working capital of SAR 30.6 million. These conditions indicate that a material uncertainty exists that may cast a doubt on the Group's ability to continue as a going concern. As stated in note 1, the management has made an assessment of the Group's ability to continue as a going concern, and as result, these interim condensed consolidated financial statements have been prepared on a going concern basis. Our conclusion is not modified in respect of this matter.



**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**TO THE SHAREHOLDERS OF ARAB SEA INFORMATION SYSTEM COMPANY  
(A SAUDI JOINT STOCK COMPANY)**

(2/2)

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements for the three-month period ended 31 March 2026 are not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia.

**For Sultan Ahmed Alshubaily  
Certified Public Accountants Company**

**Sultan Ahmed Alshubaily  
Certified Public Accountant - License No. 600  
Riyadh 1 Dhual-Hijja 1447H  
Corresponding to: 18 May 2026**



**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Interim Consolidated Statement of Financial Position**  
**As of 31 March 2026**  
**(All amounts in Saudi Riyals unless otherwise stated)**

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
<b><u>ASSETS</u></b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	65,155,680	65,401,500
Intangible assets	6	111,135,025	112,615,126
Right of use assets	7	186,351	137,839
<b>Total non-current assets</b>		<b>176,477,056</b>	<b>178,154,465</b>
<b>Current assets</b>			
Inventory		124,291	124,794
Trade receivables	8	15,343,945	14,124,006
Prepayments and other current assets		3,641,679	3,285,221
Cash and cash equivalents		1,275,045	5,454,827
<b>Total current assets</b>		<b>20,384,960</b>	<b>22,988,848</b>
<b>Total assets</b>		<b>196,862,016</b>	<b>201,143,313</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Equity</b>			
Share capital	9	100,000,000	100,000,000
Additional contributions from shareholder		23,404,530	23,404,530
Accumulated losses		(21,454,987)	(18,156,325)
<b>Total equity</b>		<b>101,949,543</b>	<b>105,248,205</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Employees' end-of-service benefits		7,389,554	7,164,157
Long-term obligations due to shareholder – non-current portion	10	25,424,996	28,163,274
Bank facilities – non-current portion	11	11,101,637	10,606,545
Lease liabilities – non-current portion	7	66,808	29,069
<b>Total non-current liabilities</b>		<b>43,982,995</b>	<b>45,963,045</b>
<b>Current liabilities</b>			
Contract liabilities		5,485,911	5,646,105
Trade payables		2,015,672	2,209,883
Bank facilities – current portion	11	2,664,253	3,784,528
Long-term obligations due to shareholder – current portion	10	17,881,741	15,020,252
Lease liabilities – current portion	7	89,249	54,169
Due to related parties	12	3,339,716	3,067,499
Accrued expenses and other current liabilities		19,381,239	20,077,930
Zakat provision	13	71,697	71,697
<b>Total current liabilities</b>		<b>50,929,478</b>	<b>49,932,063</b>
<b>Total liabilities</b>		<b>94,912,473</b>	<b>95,895,108</b>
<b>Total equity and liabilities</b>		<b>196,862,016</b>	<b>201,143,313</b>

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer



Chief Executive Officer



Chairman of the Board of Directors



**ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

**Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income****For the three-month period ended 31 March 2026****(All amounts in Saudi Riyals unless otherwise stated)**

		For the three-month period ended 31 March	
		2026	2025
			(Restated – Note 20)
	Note	(Unaudited)	(Unaudited)
Revenue	14	12,910,862	11,497,622
Cost of revenue		(7,242,479)	(6,155,469)
<b>Gross profit</b>		<b>5,668,383</b>	<b>5,342,153</b>
Selling and marketing expenses		(2,882,976)	(3,114,902)
General and administrative expenses		(5,767,243)	(4,421,325)
Provision for expected credit losses	8	(279,165)	-
<b>Operating loss</b>		<b>(3,261,001)</b>	<b>(2,194,074)</b>
Other income, net		632,358	264,563
Finance costs		(670,019)	(227,269)
<b>Loss before Zakat</b>		<b>(3,298,662)</b>	<b>(2,156,780)</b>
Zakat	13	-	-
<b>Loss for the period</b>		<b>(3,298,662)</b>	<b>(2,156,780)</b>
<b>Other comprehensive income:</b>			
Other comprehensive income items that will not be reclassified subsequently to profit or loss			
Other comprehensive income		-	-
<b>Total comprehensive loss for the period</b>		<b>(3,298,662)</b>	<b>(2,156,780)</b>
<b>Loss per share</b>			
Basic and diluted loss per share attributable to ordinary equity holders of the company	15	(0.03)	(0.02)

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

**Chief Financial Officer****Chief Executive Officer****Chairman of the Board of Directors**

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Interim Consolidated Statement of Changes in Equity**  
**For the three-month period ended 31 March 2026**  
(All amounts in Saudi Riyals unless otherwise stated)

	Note	Share capital	Additional contributions from shareholder	Accumulated losses	Total
<b><u>For the three-month period ended 31 March 2025</u></b>					
Balance as at 1 January 2025 (audited)		100,000,000	23,404,530	1,572,801	124,977,331
Loss for the period – restated	20	-	-	(2,156,780)	(2,156,780)
<b>Balance as at 31 March 2025</b>		<u>100,000,000</u>	<u>23,404,530</u>	<u>(583,979)</u>	<u>122,820,551</u>
<b><u>For the three-month period ended 31 March 2026</u></b>					
Balance as at 1 January 2026 (audited)		100,000,000	23,404,530	(18,156,325)	105,248,205
Loss for the period		-	-	(3,298,662)	(3,298,662)
<b>Balance as at 31 March 2026 (unaudited)</b>		<u>100,000,000</u>	<u>23,404,530</u>	<u>(21,454,987)</u>	<u>101,949,543</u>

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Chairman of the Board of Directors

**ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

**Interim Consolidated Statement of Cash Flows****For the three-month period ended 31 March 2026****(All amounts in Saudi Riyals unless otherwise stated)**

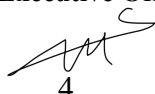
	Note	For the three-month period ended 31 March	
		2026	2025
		(Unaudited)	(Restated – Note 20) (Unaudited)
<b>Cash flows from operating activities</b>			
Loss before Zakat		(3,298,662)	(2,156,780)
<b>Adjustments for:</b>			
Depreciation of property, plant and equipment	5	378,082	424,553
Amortization of intangible assets	6	1,480,101	3,452,506
Depreciation of right of use assets	7	60,395	199,809
Finance costs		670,019	227,269
Provision for employees' defined benefit obligations		348,764	372,060
Provision for expected credit losses	8	279,165	-
		(82,136)	2,519,417
<b>Changes in Working Capital:</b>			
Inventory		503	(5,691)
Trade receivables		(1,499,104)	2,179,547
Prepayments and other current assets		(356,458)	237,662
Contract liabilities		(160,194)	(498,145)
Trade payables		(194,211)	(739,276)
Accrued expenses and other current liabilities		(696,691)	(2,077,928)
Due to related parties		272,217	57,552
<b>Cash generated from operating activities</b>		(2,716,074)	1,673,138
Zakat paid	13	-	(10,365)
Finance costs paid	11	(322,106)	-
Employee defined benefit obligation paid		(165,313)	(174,316)
<b>Net cash flows (used in) / generated from operating activities</b>		(3,203,493)	1,488,457
<b>Cash flows from investing activities</b>			
Payments for the purchase of property, plant and equipment	5	(132,262)	(19,646)
Payments for additions to intangible assets	6	-	(3,133,359)
<b>Net cash flows used in investing activities</b>		(132,262)	(3,153,005)
<b>Cash flows from financing activities</b>			
Lease liabilities paid	7	(40,000)	(461,100)
Repayments of bank facilities	11	(624,027)	-
Repayment of long-term obligations due to shareholder	10	(180,000)	-
<b>Net cash flows used in financing activities</b>		(844,027)	(461,100)
<b>Net change in cash and cash equivalents</b>		(4,179,782)	(2,125,648)
Cash and cash equivalents at the beginning of the period		5,454,827	3,377,329
<b>Cash and cash equivalents at the end of the period</b>		1,275,045	1,251,681
<b>Non-cash transactions</b>			
Addition of right-of-use assets against lease liabilities	7	(108,907)	-

The accompanying notes from 1 to 22 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer



Chief Executive Officer



4

Chairman of the Board of Directors



# ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

## Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

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### 1- COMPANY INFORMATION

#### a) Company establishment

Arab Sea Information Systems Company (“the Company”) is a Saudi joint stock company established in accordance with the Companies Law applicable in the Kingdom of Saudi Arabia pursuant to Ministerial Resolution No. (128/M) dated 14 Rabi’ Al-Thani 1429H (corresponding to April 20, 2009), approving the conversion of Arab Sea Information Systems Company from a limited liability company into a closed joint stock company. Subsequently, the Company became a listed joint stock company on February 26, 2017. The Company is registered under Commercial Registration No. 1010169116 issued in Riyadh on 27 Jumada Al-Akhirah 1422H (corresponding to September 15, 2001), with Unified National Number 7001437289.

The Company’s head office is located in Riyadh, Kingdom of Saudi Arabia, P.O. Box 40268, Postal Code 11499.

The principal activities of Arab Sea Information Systems Company include network installations, retail sale of computers and accessories including printers and printer inks, custom software design and programming, provision of telecommunications and information networks management and monitoring services, cybersecurity services, and repair and maintenance of engines, systems, and fixed and portable information storage devices.

The accompanying condensed interim consolidated financial statements include the accounts of the Company and its branches as listed below:

<u>Name of branch</u>	<u>Commercial Register No.</u>	<u>City</u>
Arab Sea Training Center	1010664109	Riyadh
Arab Sea Information System Company	1131291891	Buraydah
Arab Sea Information System Company	2051221240	Khobar
Arab Sea Information System Company	3550123009	Tabuk
Arab Sea Information System Company	4030287742	Jeddah
Arab Sea Information System Company	5855339644	Khamis Mushatt

#### b) Financial year

The Company’s financial year commences on January 1 and ends on December 31 of each year in accordance with the Company’s Articles of Association.

#### c) Going concern

The Group incurred a net loss for the three-month period ended 31 March 2026 amounting to SAR 3.3 million (31 March 2025: SAR 2.2 million). In addition, the Group’s current liabilities exceeded its current assets by SAR 30.5 million as of 31 March 2026 (31 December 2025: SAR 26.9 million). These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Group’s ability to continue as a going concern. Management has performed an assessment of the Group’s ability to continue as a going concern and, accordingly, the accompanying condensed interim consolidated financial statements have been prepared on a going concern basis.

# ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

## Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

### 1- COMPANY INFORMATION (CONTINUED)

#### c) Going concern (continued)

Management assessed the Group's ability to successfully achieve its business plan and generate sufficient cash flows to meet its obligations for the next twelve months. In preparing the forecasts, management considered all reasonably possible cash flows and amounts supported by the circumstances and facts available as of the date of approval of these condensed interim consolidated financial statements. In preparing the business plan, management considered the following factors:

1. The Group continued improving its operations, and its revenues increased to SAR 12.9 million for the three-month period ended 31 March 2026, compared to SAR 11.5 million and SAR 9.1 million for the three-month periods ended 31 March 2025 and 31 March 2024, respectively. In addition, further growth is expected during the next twelve months.
2. During the third quarter of 2025, the Group obtained financing from a local bank amounting to SAR 15.1 million to meet its operational requirements.

Based on the above business plan, the Group's cash flow forecasts for the twelve-month period from the reporting date indicate positive net cash flows. The Group's management believes that the Group will be able to generate sufficient cash flows to enable it to meet its obligations as they fall due during the next twelve months from the date of these condensed interim consolidated financial statements, taking into consideration the factors mentioned above. However, there remains an ongoing reliance on the successful outcome of the following:

- The Group's ability to successfully achieve its business plan and generate sufficient cash flows to meet its obligations for the next twelve months from the date of approval of these condensed interim consolidated financial statements.

Accordingly, management continues to believe that it remains appropriate to prepare the condensed interim consolidated financial statements on a going concern basis. Therefore, these condensed interim consolidated financial statements have been prepared on the going concern basis.

#### d) Functional and presentation currency

These condensed interim consolidated financial statements are presented in Saudi Riyals (SAR), which is the functional and presentation currency of the Company.

### 2- GROUP INFORMATION

The accompanying interim condensed consolidated financial statements include the condensed interim financial statements of Arab Sea Information Systems Company and the condensed interim financial statements of the entities controlled by the Company (the subsidiaries) as of 31 March 2026:

Name of subsidiary	Country of incorporation	Ownership % as at	
		31 March 2026	31 March 2025
Arab Sea Financial Company (*)	Kingdom of Saudi Arabia	100%	100%
Era Data for Information Technology Company (**)	Kingdom of Saudi Arabia	100%	100%
Arab Sea Information Systems Company (***)	Arab republic of Egypt	100%	100%

## **ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

### **Notes to the Interim Condensed Consolidated Financial Statements**

**For the three-month period ended 31 March 2026**

**(All amounts in Saudi Riyals unless otherwise stated)**

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## **2- GROUP INFORMATION (CONTINUED)**

(\*) Arab Sea Financial Company – a closed joint stock company – was incorporated in accordance with the Companies Law of the Kingdom of Saudi Arabia under Commercial Registration No. 1010725510 issued in Riyadh on 20 Dhu al-Qidah 1442H (corresponding to 30 June 2021), with a unified national number 7023847770 and a share capital of SAR 5 million. On 24 Dhu al-Hijjah 1444H (corresponding to 12 July 2023), the Company increased its share capital from SAR 5 million to SAR 15 million. The Company's principal activity is providing technology solutions in financial services.

(\*\*) Era Data Information Technology a single-person limited liability company, was incorporated in accordance with the Companies Law of the Kingdom of Saudi Arabia under Commercial Registration No. 1010778606 issued in Riyadh on 6 Rajab 1443H (corresponding to 7 February 2022), with a unified national number 7027761753 and a share capital of SAR 2.5 million. The Company's principal activities include designing and programming customized software, providing telecommunications and information network management and monitoring services, providing call center services, and registration to provide cloud computing services. During the periods ended 31 March 2026 and 2025, the subsidiary did not engage in any commercial activities stated in its commercial registration.

(\*\*\*) Arab Sea Information Systems Company, a single-owner limited liability company, was established in accordance with the Investment Law of the Arab Republic of Egypt under Commercial Registration No. 105300000200513 issued in Cairo on December 26, 2022. The principal activities of the Company include software specification, analysis and design, databases and applications of various types; software and application design and production; establishment and operation of databases and electronic information systems and related training; production of electronic content in various forms including audio, video and data; electronic data entry services; specification and design of computer systems of various types; and development of engineering systems.

## **3- BASIS OF PREPARATION**

### **3-1 STATEMENT OF COMPLIANCE**

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting, as endorsed in the Kingdom of Saudi Arabia. They should be read in conjunction with the latest consolidated financial statements of the Company for the year ended 31 December 2025. These interim condensed consolidated financial statements do not include all the information and disclosures required for a complete set of financial statements; however, specific explanatory notes have been included to explain significant events and transactions to provide an understanding of the changes in the Group's consolidated financial position and consolidated performance since 31 December 2025.

### **3-2 BASIS OF MEASUREMENT**

These condensed interim consolidated financial statements have been prepared under the historical cost basis, except as disclosed in the relevant accounting policies in the Group's consolidated financial statements for the year ended 31 December 2025.

## **ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

### **Notes to the Interim Condensed Consolidated Financial Statements**

**For the three-month period ended 31 March 2026**

**(All amounts in Saudi Riyals unless otherwise stated)**

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### **3- BASIS OF PREPARATION (CONTINUED)**

#### **3-3 BASIS OF CONSOLIDATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The consolidated financial statements comprise the financial statements of Arab Sea Information Systems Company, a Saudi joint stock company, and its subsidiaries (collectively referred to as the “Group”) as of 31 March 2026. Control over an investee exists when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee).
- Exposure, or rights, to variable returns from its involvement with the investee.
- The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has control over an investee, including:

- Contractual arrangements with the other vote holders of the investee.
- Rights arising from other contractual arrangements.
- The Group’s voting rights and potential voting rights.
- Any additional facts and circumstances indicating that the Group has, or does not have, the current ability to direct the relevant activities at the time decisions need to be made, including voting patterns at previous shareholders’ meetings.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary.

Assets, liabilities, income, and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

When necessary, adjustments are made to the financial statements of subsidiaries to align their accounting policies with those of the Group. All intra-group balances, transactions, equity, income, expenses, and cash flows relating to transactions between Group entities are eliminated in full upon consolidation.

Any changes in ownership interests in subsidiaries, without loss of control, are accounted for as equity transactions. If the Group loses control over a subsidiary, it derecognizes the related assets and liabilities, non-controlling interests, and other components of equity, while any resulting gain or loss is recognized in the condensed interim consolidated statement of profit or loss. Any retained investment is recognized at fair value.

## ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

### Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

### 3- BASIS OF PREPARATION(CONTINUED)

#### 3-3 BASIS OF CONSOLIDATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

If the Group loses control over a subsidiary, it:

- Derecognizes the assets and liabilities of the subsidiary at their carrying amounts at the date when control is lost.
- Derecognizes the carrying amount of any non-controlling interests.
- Derecognizes the cumulative translation differences recorded in equity.
- Recognizes the fair value of the consideration received.
- Recognizes the fair value of any investment retained.
- Recognizes any resulting surplus or deficit in profit or loss

The parent company's share of components previously recognized in other comprehensive income in relation to the subsidiary is reclassified to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

#### 3-4 USE OF ESTIMATES AND JUDGEMENTS

The preparation of these interim condensed consolidated financial statements requires management to make judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

The significant estimates made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were consistent with those disclosed in the most recent annual consolidated financial statements.

### 4- MATERIAL ACCOUNTING POLICIES

The accounting policies applied in these interim condensed consolidated financial statements are consistent with those applied in the annual consolidated financial statements for the year ended December 31, 2025.

#### 4-1 NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

New standards and a number of amendments to standards became effective as of January 1, 2026. These have been disclosed in the Group's annual consolidated financial statements; however, they did not have a material impact on these interim condensed consolidated financial statements.

### 5- PROPERTY, PLANT AND EQUIPMENT

	<b>31 March 2026</b> <b>(Unaudited)</b>	<b>31 December 2025</b> <b>(Audited)</b>
<b>Cost:</b>		
Balance at the beginning of the period / year	72,346,097	72,062,201
Additions during the period / year	132,262	323,424
Disposals during the period/ year	-	(39,528)
<b>Balance at the end of the period/ year</b>	<b>72,478,359</b>	<b>72,346,097</b>
<b>Accumulated depreciation:</b>		
Balance at the beginning of the period/ year	6,944,597	5,457,705
Charged during the period / year	378,082	1,526,420
Disposals during the period / year	-	(39,528)
<b>Balance at the end of the period / year</b>	<b>7,322,679</b>	<b>6,944,597</b>
<b>Net book value</b>	<b>65,155,680</b>	<b>65,401,500</b>

## ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

### Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

#### 5- PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

As of 31 March 2026, the carrying amount of fully depreciated assets that are still in use amounted to 4,769,728 SAR (31 December 2025: 4,769,728 SAR).

Property, plant and equipment include projects under construction amounting to 2,175,839 SAR, which represent costs incurred for infrastructure preparation and installation of specialized units for establishing a cloud services unit for the subsidiary Era Data for Information Technology Company.

Depreciation expense for the period was allocated as follows:

	<b>For the Three-Month Period Ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
General and administrative expenses	<b>378,082</b>	424,553
	<b>378,082</b>	424,553

#### 6- INTANGIBLE ASSETS

Intangible assets represent the cost of developing and creating the (SMACC) program in addition to a number of accounting applications and programs in the group. Below is a summary of the movement of intangible assets.

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Cost:</b>		
Balance at the beginning of the period / year	<b>289,614,841</b>	275,631,067
Additions during the period / year	-	13,983,774
<b>Balance at the end of the period/ year</b>	<b>289,614,841</b>	289,614,841
<b>Accumulated depreciation:</b>		
Balance at the beginning of the period/ year	<b>176,999,715</b>	158,862,317
Charged during the period / year	<b>1,480,101</b>	13,601,779
Impairment loss on intangible assets	-	4,535,619
<b>Balance at the end of the period / year</b>	<b>178,479,816</b>	176,999,715
<b>Net book value</b>	<b>111,135,025</b>	112,615,126

Amortization expense for the period was allocated as follows:

	<b>For the Three-Month Period Ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Cost of revenues	<b>1,480,101</b>	3,452,506
	<b>1,480,101</b>	3,452,506

**ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

**Notes to the Interim Condensed Consolidated Financial Statements****For the three-month period ended 31 March 2026****(All amounts in Saudi Riyals unless otherwise stated)****7- RIGHT-OF-USE ASSETS AND LEASE LIABILITIES**

The Group leases office premises. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. Lease agreements do not impose any contractual restrictions; however, the leased assets may not be used as collateral for borrowing purposes.

As the Group is not able to readily determine the interest rate implicit in the lease, it uses the lessee's incremental borrowing rate to measure the lease liabilities

	<b>31 March 2026</b> <b>(Unaudited)</b>	<b>31 December 2025</b> <b>(Audited)</b>
<b>Right of Use Assets</b>		
<b>Cost:</b>		
Balance at the beginning of the period/ year	1,879,333	1,768,277
Additions during the period/ year	108,907	111,056
<b>Balance at the end of the period/ year</b>	<b>1,988,240</b>	<b>1,879,333</b>
<b>Accumulated Amortization:</b>		
Balance at the beginning of the period/ year	1,741,494	1,136,227
Charged during the period/ year	60,395	605,267
<b>Balance at the end of the period/ year</b>	<b>1,801,889</b>	<b>1,741,494</b>
<b>Net book value</b>	<b>186,351</b>	<b>137,839</b>

Lease liabilities included in the statement of financial position:

	<b>31 March 2026</b> <b>(Unaudited)</b>	<b>31 December 2025</b> <b>(Audited)</b>
Balance at the beginning of the period / year	83,238	518,008
Additions during the period / year	108,907	111,056
Finance cost charged during the period / year	3,912	15,274
Payments during the period / year	(40,000)	(561,100)
<b>Balance at the end of the period / year</b>	<b>156,057</b>	<b>83,238</b>
	<b>31 March 2026</b> <b>(Unaudited)</b>	<b>31 December 2025</b> <b>(Audited)</b>
Current	89,249	54,169
Non-current	66,808	29,069
<b>Balance at the end of the period / year</b>	<b>156,057</b>	<b>83,238</b>

Amounts recognized in the statement of profit or loss and other comprehensive income:

	<b>For the Three-Month Period Ended 31 March</b>	
	<b>2026</b> <b>(Unaudited)</b>	<b>2025</b> <b>(Unaudited)</b>
Depreciation of right-of-use assets	60,395	199,809
Interest expense on lease liability	3,912	11,555

## ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

### Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

#### 7- RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (CONTINUED)

Depreciation expense for the period was allocated as follows:

	For the Three-Month Period Ended 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Selling and marketing expenses	60,395	60,712
General and administrative expenses	-	139,097
	<u>60,395</u>	<u>199,809</u>

#### 8- TRADE RECEIVABLES

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Trade receivables	44,380,533	42,881,429
Less: provision of expected credit loss	(29,036,588)	(28,757,423)
	<u>15,343,945</u>	<u>14,124,006</u>

Movement in expected credit loss allowance:

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Balance at beginning of period / year	28,757,423	25,413,768
Charged during the period / year	279,165	3,343,655
Balance at end of period / year	<u>29,036,588</u>	<u>28,757,423</u>

#### 9- SHARE CAPITAL

The Company's share capital amounts to SAR 100 million, consisting of 100 million shares with a par value of SAR 1 per share as of 31 March 2026 (31 December 2025: SAR 100 million consisting of 100 million shares with a par value of SAR 1 per share).

#### 10-LONG TERM LIABILITIES TO A SHAREHOLDER

	31 March 2026	31 December 2025
	(Unaudited)	(Audited)
Loan from a shareholder against the office tower and the land on which it is built	58,820,000	59,000,000
Loan from a shareholder to finance the company's operations	6,000,000	6,000,000
Present value difference*	(21,513,263)	(21,816,474)
	<u>43,306,737</u>	<u>43,183,526</u>

## ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

### Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

#### 10- LONG TERM LIABILITIES TO A SHAREHOLDER (CONTINUED)

\* During the period ended 31 March 2026, the Group paid an amount of SAR 180,000 from the shareholder loan related to the office tower and land on which it is constructed.

\*\* Movement in present value adjustment is as follows:

	<b>31 March 2026</b> <b>(Unaudited)</b>	31 December 2025 <b>(Audited)</b>
Balance at beginning of period / year	<b>(21,816,474)</b>	(22,537,259)
Finance cost charged during the period / year	<b>303,211</b>	720,785
<b>Balance at end of period / year</b>	<b>(21,513,263)</b>	(21,816,474)
	<b>31 March 2026</b> <b>(Unaudited)</b>	31 December 2025 <b>(Audited)</b>
<b>Classified as follows:</b>		
Current portion of long-term liabilities to a shareholder	<b>17,881,741</b>	15,020,252
Noncurrent portion of long-term liabilities to a shareholder	<b>25,424,996</b>	28,163,274
	<b>43,306,737</b>	43,183,526

#### 11- BANK FACILITIES

On 9 July 2025, the Group entered into a credit facility agreement with a local bank that includes a Tawarruq facility for a period of five years, to be repaid in 60 monthly installments, with the final installment due on 4 August 2030. The credit limit granted by the bank amounts to SAR 15,100,000 with a profit margin of SAIBOR + 5% per annum.

The guarantees provided to the bank consist of a promissory note issued by the Group in favor of the bank amounting to SAR 30,157,853, along with a mortgage. The following is a statement of the movement of bank facilities during the period, which are due for repayment during the period ended on:

	<b>31 March 2026</b> <b>(Unaudited)</b>	31 December 2025 <b>(Audited)</b>
Balance at beginning of period / year	<b>14,391,073</b>	-
Proceeds during the period / year	-	15,100,000
Paid during the period / year	<b>(624,027)</b>	(806,906)
Interest paid during the period / year	<b>(322,106)</b>	(454,603)
Accrued finance costs during the period / year	<b>320,950</b>	552,582
<b>Balance at end of period / year</b>	<b>13,765,890</b>	14,391,073

The current and non-current portions of bank facilities are presented as follows:

	<b>31 March 2026</b> <b>(Unaudited)</b>	31 December 2025 <b>(Audited)</b>
Current portion of bank facilities	<b>2,664,253</b>	3,784,528
Non-current portion of bank facilities	<b>11,101,637</b>	10,606,545
	<b>13,765,890</b>	14,391,073

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the three-month period ended 31 March 2026**  
**(All amounts in Saudi Riyals unless otherwise stated)**

**12- RELATED PARTY TRANSACTIONS AND BALANCES**

Related parties represent major shareholders, members of the Board of Directors, and senior executive management of the Group. Prices and terms related to these transactions are approved by the Group's management.

**Due to Related Parties:**

	<b>31 March 2026</b> <b>(Unaudited)</b>	31 December 2025 <b>(Audited)</b>
Related Parties with Board Members	<b>3,339,716</b>	3,067,499
	<b>3,339,716</b>	3,067,499

The significant transactions with related parties included in the interim condensed consolidated statement of profit or loss and other comprehensive income and the interim condensed consolidated statement of financial position were as follows:

	<b>Type of transaction</b>	<b>For the Three-Month Period Ended 31 March</b>	
		<b>2026</b> <b>(Unaudited)</b>	2025 <b>(Unaudited)</b>
Related Parties with Board Members	Expenses paid on behalf	<b>272,217</b>	-

**Key Management Personnel Compensation**

Compensation of the Group's key management personnel includes salaries, non-cash benefits, and contributions to long-term employee benefits. Compensation and benefits of key management personnel include the following:

	<b>For the Three-Month Period Ended 31 March</b>	
	<b>2026</b> <b>(Unaudited)</b>	2025 <b>(Unaudited)</b>
Salaries and Benefits of Executives	<b>876,938</b>	693,500
Board and Committee Meeting Attendance Allowances	<b>59,500</b>	47,000
	<b>936,438</b>	740,500

**13- ZAKAT PROVISION**

	<b>31 March 2026</b> <b>(Unaudited)</b>	31 December 2025 <b>(Audited)</b>
Balance at beginning of period / year	<b>71,697</b>	133,895
Charged during the period / year	-	-
Paid during the period / year	-	(62,198)
<b>Balance at end of period / year</b>	<b>71,697</b>	71,697

Arab Sea Information System Company submitted its zakat returns to the Zakat, Tax and Customs Authority ("the Authority") up to the financial year ended December 31, 2025 and has settled the amounts due based on the submitted returns. A valid zakat certificate has been issued and is effective until April 30, 2027. The Company has received a final assessment for the year 2023, resulting in differences amounting to SAR 145,051. The financial year ended December 31, 2024 is currently under review by the Authority.

## ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

### Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

#### 13- ZAKAT PROVISION (CONTINUED)

Zakat status of subsidiaries Arab Sea Financial Company. The subsidiary calculates its zakat provision separately. It has submitted its financial statements and zakat return for the year 2025 and obtained a zakat certificate from the Authority. No zakat assessments have been received to date.

Era Data Information Technology Company. The subsidiary calculates its zakat provision separately. It has submitted its financial statements and zakat return for the year 2025 and obtained a zakat certificate from the Authority. No zakat assessments have been received to date.

#### 14- REVENUE

	For the Three-Month Period Ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Revenue from sale of software and hardware	5,293,786	7,166,000
Revenue from managed services for operating government entities	5,947,565	2,366,820
Revenue from maintenance and technical support services	795,885	1,138,365
Revenue from database subscription	869,541	778,558
E-commerce operations revenue	4,085	47,879
	<u>12,910,862</u>	<u>11,497,622</u>

Revenue by type of service and timing of recognition:

	For the Three-Month Period Ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
<b>Revenue recognized</b>		
<b>At a point in time:</b>		
Revenue from sale of software and hardware	5,293,786	7,166,000
E-commerce operations revenue	4,085	47,879
<b>Over time:</b>		
Revenue from managed services for operating government entities	5,947,565	2,366,820
Revenue from maintenance and technical support services	795,885	1,138,365
Revenue from database subscription	869,541	778,558
	<u>12,910,862</u>	<u>11,497,622</u>

#### 15- LOSS PER SHARE

Basic and Diluted loss per share is calculated by dividing the loss for the period attributable to the Company's shareholders by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued upon the conversion of all potential dilutive ordinary shares into ordinary shares.

	For the Three-Month Period Ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Loss for the period	(3,298,662)	(2,156,780)
Weighted average number of shares	100,000,000	100,000,000
Basic and diluted loss per share	<u>(0.03)</u>	<u>(0.02)</u>

**ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

**Notes to the Interim Condensed Consolidated Financial Statements****For the three-month period ended 31 March 2026****(All amounts in Saudi Riyals unless otherwise stated)****16- SEGMENT INFORMATION**

The Group's main operations comprise segments including managed services for government entities, sale of software and hardware, and other services. The following presents selected financial information for each business segment for the three-month periods ended March 31, 2026 and March 31, 2025.

	Revenue from managed services for operating government entities	Revenue from sale of software and hardware	Others	Total
<b>31 March 2026</b>				
Revenue	5,947,565	5,293,786	1,669,511	12,910,862
Cost of revenue	(3,336,347)	(2,969,603)	(936,529)	(7,242,479)
<b>Gross profit</b>	<b>2,611,218</b>	<b>2,324,183</b>	<b>732,982</b>	<b>5,668,383</b>
Finance costs	(308,653)	(274,725)	(86,641)	(670,019)
<b>Net profit</b>	<b>2,302,565</b>	<b>2,049,458</b>	<b>646,341</b>	<b>4,998,364</b>
Depreciation of property, plant and equipment	163,100	145,171	69,811	378,082
Amortization of intangible assets	870,617	609,484	-	1,480,101
Depreciation of right-of- use assets	27,822	24,763	7,810	60,395

Revenue is summarized by geographical regions as follows:

	Revenue from managed services for operating government entities	Revenue from sale of software and hardware	Others	Total
<b>31 March 2026</b>				
Within the Kingdom of Saudi Arabia	5,947,565	5,220,901	1,669,511	12,910,862
Outside the Kingdom of Saudi Arabia	-	72,885	-	72,885
	<b>5,947,565</b>	<b>5,293,786</b>	<b>1,669,511</b>	<b>12,910,862</b>

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the three-month period ended 31 March 2026**  
**(All amounts in Saudi Riyals unless otherwise stated)**

**16- SEGMENT INFORMATION (CONTINUED)**

	Revenue from managed services for operating government entities	Revenue from sale of software and hardware	Others	Total
31 March 2025				
Revenue	2,366,820	7,166,000	1,964,802	11,497,622
Cost of revenue	(1,267,122)	(3,836,453)	(1,051,894)	(6,155,469)
Gross profit	1,099,698	3,329,547	912,908	5,342,153
Finance costs	(46,784)	(141,648)	(38,837)	(227,269)
Net profit	1,052,914	3,187,899	874,071	5,114,884
Depreciation of property, plant and equipment	71,031	215,059	138,463	424,553
Amortization of intangible assets	1,193,853	2,083,076	175,577	3,452,506
Depreciation of right-of- use assets	41,131	124,533	34,145	199,809

Revenue is summarized by geographical regions as follows:

	Revenue from managed services for operating government entities	Revenue from sale of software and hardware	Others	Total
31 March 2025				
Within the Kingdom of Saudi Arabia	2,366,820	7,091,280	1,964,802	11,422,902
Outside the Kingdom of Saudi Arabia	-	74,720	-	74,720
	2,366,820	7,166,000	1,964,802	11,497,622

**Reconciliation of Profit**

Reconciliation of segment information with the net loss before zakat is as follows:

	<b>For the Three-Month Period Ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Net Operating segment profit	4,998,364	5,114,884
Unallocated items:		
Selling and marketing expenses	(2,882,976)	(3,114,902)
General and administrative expenses	(5,767,243)	(4,421,325)
Expected credit loss provision	(279,165)	-
Other income, net	632,358	264,563
Loss before Zakat	(3,298,662)	(2,156,780)

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the three-month period ended 31 March 2026**  
(All amounts in Saudi Riyals unless otherwise stated)

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## **17- CAPITAL COMMITMENTS AND CONTINGENCIES**

The Group has contingent liabilities in the form of bank guarantees issued in the normal course of business amounting to SAR 4.8 million as at 31 March 2026 (31 December 2025: SAR 4.8 million).

The Group has no capital commitments as of 31 March 2026.

## **18- FAIR VALUE OF FINANCIAL INSTRUMENTS**

Fair value is the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Group's financial instruments consist of financial assets and financial liabilities. Financial assets include trade receivables, other current assets, and cash and cash equivalents, while financial liabilities include trade payables, accrued expenses and other current liabilities, due to related parties, bank facilities, long-term liabilities to a shareholder, and lease liabilities. The fair value of financial instruments does not differ materially from their carrying amounts unless otherwise stated.

## **19- RISK MANAGEMENT**

### **Special Commission Rate Risk**

Special Commission rate risk arises from the exposure to fluctuations in the value of a financial instrument due to changes in market profit rates.

### **Credit Risk**

Credit risk is the risk that counterparties will fail to discharge their contractual obligations to the Group, resulting in financial loss. Significant concentrations of credit risk mainly include trade receivables. Cash is deposited with high credit rating banks, and management believes that there are no significant concentrations of credit risk for which adequate provisions have not been made as at the reporting date.

### **Liquidity Risk**

Liquidity risk is the risk that the Group will encounter difficulty in raising funds to meet its financial obligations associated with financial instruments. Liquidity risk may arise from the inability to sell financial assets quickly at an amount close to their fair value.

### **Risk Concentration**

Risk concentration arises when a number of counterparties engage in similar business activities, operate within the same geographical region, or share similar economic characteristics that could cause their ability to meet contractual obligations to be similarly affected by changes in economic, political, or other conditions. Risk concentration indicates the relative sensitivity of the Group's performance to developments affecting a particular industry

## ARAB SEA INFORMATION SYSTEM COMPANY

(A Saudi Joint Stock Company)

### Notes to the Interim Condensed Consolidated Financial Statements

For the three-month period ended 31 March 2026

(All amounts in Saudi Riyals unless otherwise stated)

#### 20- RESTATEMENT OF PRIOR PERIODS

During the period, management reassessed the accounting treatment and presentation of certain transactions and balances recorded in the Group's consolidated financial statements to determine whether these transactions and balances had been accounted for and presented appropriately in accordance with International Financial Reporting Standards as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants. This process resulted in the restate of certain items in the Group's consolidated financial statements.

20-1 Impact on the interim condensed consolidated statement of profit or loss for the three-month period ended 31 March 2025:

	Note	As Previously reported For the Three- Month Period Ended 31 March 2025 (Unaudited)	Impact of restatement	As Restated For the Three- Month Period Ended 31 March 2025 (Unaudited)
Revenue	20-3 20-8	11,632,502	(134,880)	11,497,622
Cost of revenue	20-4	(9,483,667)	3,328,198	(6,155,469)
<b>Gross profit</b>		<u>2,148,835</u>	<u>3,193,318</u>	<u>5,342,153</u>
Selling and marketing expenses	20-5	(3,119,465)	4,563	(3,114,902)
General and administrative expenses	20-5	(4,420,823)	(502)	(4,421,325)
Expected Credit Loss Provision		-	-	-
<b>Operating loss</b>		<u>(5,391,453)</u>	<u>3,197,379</u>	<u>(2,194,074)</u>
Other income, net		264,563	-	264,563
Finance cost	20-5 20-6 20-7	(85,769)	(141,500)	(227,269)
<b>Loss before zakat</b>		<u>(5,212,659)</u>	<u>3,055,879</u>	<u>(2,156,780)</u>
Zakat		-	-	-
<b>Loss for the period</b>		<u>(5,212,659)</u>	<u>3,055,879</u>	<u>(2,156,780)</u>
<b>Other Comprehensive Income</b>				
Items of other comprehensive income that will not be reclassified subsequently to profit or loss:				
Other comprehensive income		-	-	-
<b>Total comprehensive loss for the period</b>		<u>(5,212,659)</u>	<u>3,055,879</u>	<u>(2,156,780)</u>
<b>Loss per share</b>				
Basic and diluted loss per share attributable to the ordinary equity holders of the Company.		<u>(0.05)</u>	<u>0.03</u>	<u>(0.02)</u>

**ARAB SEA INFORMATION SYSTEM COMPANY**  
(A Saudi Joint Stock Company)  
**Notes to the Interim Condensed Consolidated Financial Statements**  
**For the three-month period ended 31 March 2026**  
**(All amounts in Saudi Riyals unless otherwise stated)**

**20- RESTATEMENT OF PRIOR PERIODS (CONTINUED)**

20-2 Impact on the interim condensed consolidated statement of cash flows for the three-month period ended 31 March 2025:

	As Previously reported For the Three- Month Period Ended 31 March 2025 (Unaudited)	Impact of restatement	As Restated For the Three- Month Period Ended 31 March 2025 (Unaudited)
<b>Net cash flows (used in) / generated from operating activities</b>	(1,790,562)	3,279,019	1,488,457
Additions to intangible assets paid	(315,440)	(2,817,919)	(3,133,359)
<b>Net cash flows used in investing activities</b>	(335,086)	(2,817,919)	(3,153,005)
Payments of lease liabilities	-	(461,100)	(461,100)
<b>Net cash flows used in financing activities</b>	-	(461,100)	(461,100)

20-3 During prior periods, the Group's management recognized revenue in full at a point in time. During the current year, management reassessed the nature of certain revenue contracts, and it was determined that part of these revenues relates to database subscription services, which represent performance obligations satisfied over time. Accordingly, the Group corrected the accounting treatment by reclassifying the unearned portion as contract liabilities, which are subsequently recognized in the consolidated statement of profit or loss on a systematic basis over the service period, in accordance with IFRS 15 requirements

20-4 The Group's management did not capitalize salaries and costs related to developers to intangible assets for the interim periods in prior years, as capitalization was performed only at the end of the financial year. Development costs were recorded within cost of revenue in the consolidated statement of profit or loss and other comprehensive income during the interim periods in prior years. The comparative interim periods have been retrospectively restated.

20-5 The Group's management had not applied IFRS 16 in prior periods, whereby lease expenses were recognized in the consolidated statement of profit or loss and other comprehensive income, and prepaid rent were recorded under prepaid expenses and other debit balances, without recognizing the right of use assets and the corresponding lease liabilities. This matter has been corrected by retrospectively applying the requirements of IFRS 16, whereby previously recorded rent expenses were reversed, prepaid rent were derecognized, and instead, right of use assets have been recognized along with the related depreciation. In addition, lease liabilities have been recorded, and the associated interest expenses were recognized in accordance with the standard's requirements.

20-6 During the previous year, the Group's management purchased an office tower from a major shareholder, with payment to be made over ten years in semi-annual instalments. At initial recognition, the liability was measured at its present value using the Saudi Interbank Offered Rate (SAIBOR), without applying the prevailing market interest rate for a similar financial instrument with a comparable credit rating. The Group's management recalculated the present value of the future payments using the prevailing market interest rate at the acquisition date that reflects the Group's credit risk and retrospectively adjusted the liability balance.

## **ARAB SEA INFORMATION SYSTEM COMPANY**

(A Saudi Joint Stock Company)

### **Notes to the Interim Condensed Consolidated Financial Statements**

**For the three-month period ended 31 March 2026**

**(All amounts in Saudi Riyals unless otherwise stated)**

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#### **20- RESTATEMENT OF PRIOR PERIODS (CONTINUED)**

20-7 During the previous year, the Group's management obtained a loan of SAR 6 million from a shareholder, with repayment agreed over 36 monthly instalments. At initial recognition, the liability was measured at its present value using the Saudi Interbank Offered Rate (SAIBOR), without applying the prevailing market interest rate for a similar financial instrument with a comparable credit rating. The Group's management recalculated the present value of the future payments using the prevailing market interest rate at the loan inception date that reflects the Group's credit risk and retrospectively adjusted the liability balance.

20-8 During the current period, the Group reversed a portion of the amortization expense previously recognized in the comparative period, as the amortization expense related to intangible assets that had been impaired in accordance with the appropriate accounting treatment. Accordingly, the comparative figures have been adjusted.

#### **21- SUBSEQUENT EVENTS**

Management believes that there are no significant subsequent events after the reporting date that would require adjustment to or disclosure in these interim condensed consolidated financial statements.

#### **22- APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The condensed interim consolidated financial statements were approved by the Company's Board of Directors on 25 Dhu Al-Qi'dah 1447H (corresponding to 12 May 2026).