

**CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)**

**UNAUDITED INTERIM CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITOR'S REVIEW REPORT**

**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026**

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

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UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three-month period ended 31 March 2026

<b>INDEX</b>	<b>Pages</b>
Independent auditor's review report	1
Interim condensed consolidated statement of profit or loss and other comprehensive income	2
Interim condensed consolidated statement of financial position	3
Interim condensed consolidated statement of changes in equity	4
Interim condensed consolidated statement of cash flows	5
Notes to the interim condensed consolidated financial statements	6 – 26

## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF CATRION FOR CATERING HOLDING COMPANY (A SAUDI JOINT STOCK COMPANY)

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of CATRION for Catering Holding Company (“the Company”) and its subsidiaries (collectively referred to as “the Group”) as at 31 March 2026, and the related interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, and explanatory notes. 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”) as 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 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 statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young Professional Services



Abdulaziz S. Alarifi  
Certified Public Accountant  
License No. (572)



Jeddah: 25 Thul-Qi'dah 1447 H  
(12 May 2026G)

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

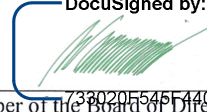
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME

For the three-month period ended 31 March 2026

	Notes	Three-month period ended 31 March	
		2026 S (Unaudited)	2025 S (Unaudited)
Revenue	4	664,071,693	589,387,152
Cost of revenue	5	(477,731,466)	(419,497,632)
<b>GROSS PROFIT</b>		<b>186,340,227</b>	<b>169,889,520</b>
General and administrative expenses		(82,641,316)	(88,257,624)
Allowance for expected credit losses	13	(4,330,939)	(6,025,378)
Other income		4,366,750	11,841,346
Other expenses		(492,240)	(505,306)
<b>TOTAL OPERATING PROFIT</b>		<b>103,242,482</b>	<b>86,942,558</b>
Finance income		1,750,664	5,798,990
Finance cost		(21,067,286)	(9,624,512)
Share of results from investment in associates and joint ventures	11	(336,153)	(1,711,385)
<b>PROFIT BEFORE ZAKAT</b>		<b>83,589,707</b>	<b>81,405,651</b>
Zakat expense	17	(3,150,132)	(6,627,970)
<b>NET PROFIT FOR THE PERIOD</b>		<b>80,439,575</b>	<b>74,777,681</b>
<b>Net profit for the period attributable to:</b>			
Equity Holders of the parent		80,412,137	74,777,681
Non-controlling interest		27,438	-
		<b>80,439,575</b>	<b>74,777,681</b>
<b>Basic and diluted earnings per share (S per share)</b>	6	<b>0.98</b>	<b>0.91</b>
<i>Item that will be reclassified to profit or loss in subsequent periods:</i>			
Net gain on cash flow hedges	10	2,071,933	-
<b>Other comprehensive gain for the period</b>		<b>2,071,933</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>82,511,508</b>	<b>74,777,681</b>
<b>Total comprehensive income for the period attributable to:</b>			
Equity Holders of the parent		82,484,070	74,777,681
Non-controlling interest		27,438	-
		<b>82,511,508</b>	<b>74,777,681</b>

  
Chief Financial Officer

  
Chief Executive Officer

DocuSigned by:  
  
Member of the Board of Directors

The attached notes 1 to 23 form part of these unaudited interim condensed consolidated financial statements.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

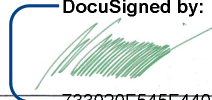
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

		31 March 2026 # (Unaudited)	31 December 2025 # (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	1,354,356,498	1,263,467,340
Investment property		24,601,230	24,885,406
Right-of-use assets	9	506,866,633	441,316,166
Intangible asset		35,948,349	15,899,331
Advance against investment in shares		3,790,764	3,790,764
Non-current financial assets	10	39,687,843	6,651,003
Investment in an associate and a joint venture	11	37,748,698	38,119,256
Goodwill	12	360,367,280	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,363,367,295</b>	<b>1,794,129,266</b>
<b>CURRENT ASSETS</b>			
Inventories	8	111,597,991	93,642,468
Leases receivables - current portion	9	4,568,615	4,568,615
Trade and unbilled receivables	13	1,246,213,135	1,056,865,835
Prepayments and other receivables		104,136,900	103,919,852
Cash and cash equivalents		210,193,256	398,453,391
<b>TOTAL CURRENT ASSETS</b>		<b>1,676,709,897</b>	<b>1,657,450,161</b>
<b>TOTAL ASSETS</b>		<b>4,040,077,192</b>	<b>3,451,579,427</b>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	14	820,000,000	820,000,000
Reserve	15	246,000,000	246,000,000
Retained earnings		496,036,720	509,924,583
Cash flow hedge reserve	10	1,000,473	(1,071,460)
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>		<b>1,563,037,193</b>	<b>1,574,853,123</b>
Non-controlling interests		42,189,857	-
<b>TOTAL EQUITY</b>		<b>1,605,227,050</b>	<b>1,574,853,123</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Loan and borrowings – long term	19	400,704,424	381,568,494
Lease liabilities – non-current portion	9	431,056,020	392,816,359
Employees' defined benefits obligation		175,325,414	168,789,229
Financial liability for contingent consideration – non-current portion	12	69,845,502	-
Other non-current liabilities	11	3,917,575	-
Long-term bonus		10,050,000	8,300,000
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>1,090,898,935</b>	<b>951,474,082</b>
<b>CURRENT LIABILITIES</b>			
Loan and borrowings – current portion and short term	19	42,648,460	22,776,231
Trade and other payables	18	1,178,792,203	823,072,524
Lease liabilities – current portion	9	75,318,015	64,917,943
Financial liability for contingent consideration – current portion	12	26,844,324	-
Zakat liabilities	17	20,348,205	14,485,524
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,343,951,207</b>	<b>925,252,222</b>
<b>TOTAL LIABILITIES</b>		<b>2,434,850,142</b>	<b>1,876,726,304</b>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>		<b>4,040,077,192</b>	<b>3,451,579,427</b>

  
Chief Financial Officer

  
Chief Executive Officer

DocuSigned by:  
  
Member of the Board of Directors  
733020F545F4405

The attached notes 1 to 23 form part of these unaudited interim condensed consolidated financial statements.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 2026

	<i>Share capital #</i>	<i>Reserve #</i>	<i>Retained earnings #</i>	<i>Cash flow hedge reserve #</i>	<i>Equity attributable to equity holders of the parent #</i>	<i>Non- controlling interests #</i>	<i>Total #</i>
Balance as at 31 December 2024 (audited)	820,000,000	246,000,000	385,815,663	-	1,451,815,663	-	1,451,815,663
Net profit for the period	-	-	74,777,681	-	74,777,681	-	74,777,681
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income	-	-	74,777,681	-	74,777,681	-	74,777,681
Dividends (note 16)	-	-	(94,300,000)	-	(94,300,000)	-	(94,300,000)
Balance as at 31 March 2025 (Unaudited)	<u>820,000,000</u>	<u>246,000,000</u>	<u>366,293,344</u>	<u>-</u>	<u>1,432,293,344</u>	<u>-</u>	<u>1,432,293,344</u>
Balance as at 31 December 2025 (audited)	820,000,000	246,000,000	509,924,583	(1,071,460)	1,574,853,123	-	1,574,853,123
Net profit for the period	-	-	80,412,137	-	80,412,137	27,438	80,439,575
Other comprehensive gain	-	-	-	2,071,933	2,071,933	-	2,071,933
Total comprehensive income	-	-	80,412,137	2,071,933	82,484,070	27,438	82,511,508
Dividends (note 16)	-	-	(94,300,000)	-	(94,300,000)	-	(94,300,000)
Recognition of non-controlling interest through Business Combination (note 12)	-	-	-	-	-	42,162,419	42,162,419
<b>Balance as at 31 March 2026 (Unaudited)</b>	<u><b>820,000,000</b></u>	<u><b>246,000,000</b></u>	<u><b>496,036,720</b></u>	<u><b>1,000,473</b></u>	<u><b>1,563,037,193</b></u>	<u><b>42,189,857</b></u>	<u><b>1,605,227,050</b></u>

  
Chief Financial Officer

  
Chief Executive Officer

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Member of the Board of Directors

The attached notes 1 to 23 form part of these unaudited interim condensed consolidated financial statements.

CATRION FOR CATERING HOLDING COMPANY  
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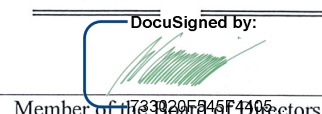
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three-month period ended 31 March 2026

	Notes	For the three-month period ended 31 March	
		2026 S	2025 S
		(Unaudited)	(Unaudited)
<b>OPERATING ACTIVITIES</b>			
Profit before zakat		83,589,707	81,405,651
<i>Adjustments to reconcile profit before zakat and income tax to net cash flows:</i>			
Depreciation on property, plant and equipment	7	30,795,257	13,905,482
Depreciation on investment in property		284,176	489,710
Depreciation on right-of-use assets	9	17,902,046	17,517,383
Amortization of intangible assets		1,129,667	-
Provision for expected credit losses	13	4,330,939	6,025,378
(Reversal of) / provision for slow-moving inventory, net		(4,802)	722,651
Finance income		(1,750,664)	(5,798,990)
Finance cost		21,067,286	9,624,512
Gain on investment at FVTPL		78,500	-
Gain on derivative financial instruments	10	(1,219,214)	(2,550,927)
(Loss) / gain on disposal of property, plant and equipment		(155,095)	39,873
Share of results from associates and joint venture	11	336,153	1,711,385
Gain from termination of lease/modification		(19,096)	(6,608,750)
Provision for employees' defined benefits obligation		4,905,061	4,514,423
Long-term bonus		1,750,000	2,125,000
		<u>163,019,921</u>	<u>123,122,781</u>
<i>Changes in operating assets and liabilities:</i>			
Inventories		(10,941,610)	(6,469,265)
Trade receivables		(125,258,306)	(218,648,200)
Prepayments and other receivables		8,095,186	14,647,726
Trade and other payables		195,714,413	(7,815,519)
		<u>230,629,604</u>	<u>(95,162,477)</u>
<b>Cash used in operations</b>		<b>230,629,604</b>	<b>(95,162,477)</b>
Employees' defined benefits obligation paid		(6,703,249)	(4,532,561)
		<u>223,926,355</u>	<u>(99,695,038)</u>
<b>Net cash from / (used in) operating activities</b>		<b>223,926,355</b>	<b>(99,695,038)</b>
<b>INVESTING ACTIVITIES</b>			
Additions of property, plant and equipment	7	(73,915,819)	(165,005,179)
Additions to intangibles		(10,665,719)	-
Additions to investments at FVTPL		(3,065,000)	-
Investment in acquisition of subsidiary	12	(309,878,023)	-
Proceeds from disposal of property, plant and equipment		815,001	616,446
		<u>(396,709,560)</u>	<u>(164,388,733)</u>
<b>Net cash used in investing activities</b>		<b>(396,709,560)</b>	<b>(164,388,733)</b>
<b>FINANCING ACTIVITIES</b>			
Payments of lease liabilities	9	(38,703,997)	(9,508,150)
Loan and borrowings proceeds		24,456,066	85,725,291
Dividends paid		(1,228,999)	(14,356)
		<u>(15,476,930)</u>	<u>76,202,785</u>
<b>Net cash used in financing activities</b>		<b>(15,476,930)</b>	<b>76,202,785</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(188,260,135)</b>	<b>(187,880,986)</b>
Cash and cash equivalents at the beginning of the period		398,453,391	631,298,642
		<u>210,193,256</u>	<u>443,417,656</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>210,193,256</b>	<b>443,417,656</b>
<b>SUPPLEMENTARY SIGNIFICANT NON-CASH INFORMATION:</b>			
Transfer from capital work in progress	7	12,659,891	12,562,323
Dividends declared for distribution		94,300,000	94,300,000
Additions to right of use and lease liabilities	9	43,125,423	222,242,923
Financial liability for contingent consideration	12	96,689,826	-

  
Chief Financial Officer

  
Chief Executive Officer

  
Member of the Board of Directors

The attached notes 1 to 23 form part of these unaudited interim condensed consolidated financial statements.

**CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

At 31 March 2026

**1. ORGANIZATION AND ACTIVITIES**

CATRION for Catering Holding Company (the “Parent Company”) is a Saudi Joint Stock Company domiciled in the Kingdom of Saudi Arabia. The Company was registered as a Saudi limited liability company on 20 Muharram 1429H (29 January 2008) under the United Number 7001584973 and Commercial Registration No. 4030175741.

The Company and its subsidiaries (collectively referred to as the “Group”) are mainly involved in provision of cooked and non-cooked food to private and public sectors, provision of sky sales, operation and management of duty-free zones in Saudi Arabian airports and ownership, operation and management of restaurants at airports and other places, and the ownership, operation and management of central laundries.

The Company mainly provides catering services to Saudi Arabian Airlines and other foreign airlines in the airports of Jeddah, Riyadh, Dammam and Madinah in Saudi Arabia and to Saudi’s flights operating from Cairo International Airport.

The Group also has the following branches, which are operating under separate Commercial registrations:

<u>Branch Location</u>	<u>Commercial registration number</u>
Riyadh	1010336558
Riyadh	1010616679
Riyadh	1010616680
Dammam	2050082998
Medina	4650055980
Medina	4650216315
Sharma	3557100105
Jeddah	4030227251
Jeddah	4030285290
Jeddah	4030426294
Jeddah	4030477154
Jeddah	4030485646
Makkah	4031084114
Rabigh	4602006306

The Company has investment in the fully owned / controlled subsidiaries listed below, (the “subsidiaries”), collectively referred to as (the “Group”).

<u>Subsidiary Name</u>	<u>Commercial registration number</u>	<u>Date of incorporation</u>	<u>Country on incorporation</u>	<u>The principal activity</u>	<u>Effective holding</u>		<u>Share capital</u>	
					2026	2025	2026	2025
CATRION Catering Services LLC	4030371373	3 December 2019	Kingdom of Saudi Arabia	Catering services	100%	100%	500,000	500,000
CATRION Commercial Laundry LLC	4030515446	22 June 2023	Kingdom of Saudi Arabia	Laundry, Washing and Drycleaning	100%	100%	500,000	500,000
CATRION Operations and Maintenance LLC	400536143	18 December 2023	Kingdom of Saudi Arabia	Catering Services Facility Management	100%	100%	500,000	500,000
CATRION Laundry Operation and Maintenance LLC	4030536144	18 December 2023	Kingdom of Saudi Arabia	Laundry, Washing and Drycleaning	100%	100%	500,000	500,000
Al Khalejjah Catering Company	1010468844	12 March 2017	Kingdom of Saudi Arabia	Catering Services and retails	55%	-	1,000,000	-

The Company has investment in the following associate (the “associate”):

<u>Associate Name</u>	<u>Country of incorporation</u>	<u>The principal activity</u>	<u>Effective holding</u>		<u>Share Capital</u>	
			2026	2025	2026	2025
Saudi French Company for Duty Free Operations and Management	Kingdom of Saudi Arabia	Operating and Managing Duty Free Shops	40%	40%	76,894,000	76,894,000

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**1. ORGANIZATION AND ACTIVITIES (Continued)**

These interim condensed consolidated financial statements (the “financial statements”) include the financial statements of the Parent Company and its subsidiaries.

The registered head office of the Parent Company is:

Al Saeb Al Jomhi Street  
Prince Sultan Bin Abdulaziz Road, Almohammadya District (5)  
P. O. Box 9178, Jeddah 21413  
Kingdom of Saudi Arabia

On 31 December 2025, the Group announced the signing of a Sale and Purchase Agreement (SPA) to acquire a 55% equity stake in Al Khalejiah Catering Company (“AKCC”) together with a call option to acquire an additional 15% of the share capital of AKCC within a period of three (3) years from the closing date of the transaction.

AKCC is a hospitality and catering services provider that operates lounges within the airport and railway hospitality sectors across the Kingdom of Saudi Arabia. In addition, AKCC specializes in providing bakery services, providing food and beverage services for events, and delivering concierge services.

The total purchase price for the transaction is up to ~~ﷲ~~ 440,863,580, comprising an initial cash payment of ~~ﷲ~~ 315,209,300, and performance-based earn-out payments of up to ~~ﷲ~~ 125,654,280 conditional on the achievement of specific financial targets during financial years ending 2025, 2026 and 2027. The transaction is subject to customary closing conditions and regulatory approvals including regulatory clearance from the General Authority for Competition.

As of 31 December 2025, management performed an assessment to determine whether control over the investee had been obtained. Based on this assessment, management concluded that control had not been obtained as of 31 December 2025, as certain completion conditions required to be fulfilled by both the purchaser and the seller remained outstanding. Accordingly, control will transfer upon satisfaction of these completion conditions.

On 2 March 2026, the Group announced the completion of the acquisition of 55% ownership stake in Al Khalejiah, the satisfaction of the conditions’ precedent set out in the Agreement, as well as obtaining all the required regulatory approvals including the approval of the General Authority for Competition. However, the legal formalities in relation to amend the article of association and commercial registration were not completed as of the date of this report (note 12).

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These interim condensed consolidated financial statements for the three-month periods ended 31 March 2026 have been prepared in accordance with International Accounting Standard 34, “Interim Financial Reporting” (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia (“KSA”) and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

These interim condensed consolidated financial statements do not include all the information and disclosures required in full set of annual consolidated financial statements and should therefore be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2025. In addition, results for the interim period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026 (see also note 2.4)

**2.2 Basis of measurement**

These interim condensed consolidated financial statements have been prepared under the historical cost basis using the accrual basis of accounting except for the derivative financial assets measured at fair value and employees defined benefits obligation measured at present value defined benefits obligation, and the going concern assumption.

**2.3 Functional and presentational currency**

These interim condensed consolidated financial statements are presented in Saudi Arabian Riyals (ﷲ), which is the functional currency of the Group.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**2. BASIS OF PREPARATION (Continued)**

**2.4 Significant accounting judgments, estimates and assumptions**

The preparation of the Group's interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities.

The significant judgments, estimates and assumptions made by the management in applying the Group's accounting policies are same as those used described in the annual consolidated financial statements for the year ended 31 December 2025.

The preparation of the Group's interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. The significant judgments made by management in applying the Group's accounting policies and the methods of computation and the key sources of estimation are the same as those that applied to the consolidated financial statements for the year ended 31 December 2025 in addition to the determination of the fair value of derivative designated as hedging instruments which affect in the current period and future periods. However, any future change in the assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in the future periods. As the situation is still evolving with future uncertainties, management will continue to assess the impact based on prospective developments.

**2.5 New standards, interpretations and amendments adopted by the Group**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several amendments apply for the first time in 2026, but do not have an impact on the interim condensed consolidated financial statements of the Group.

<b>Standard, interpretation, amendments</b>	<b>Description</b>	<b>Effective date</b>
Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	In May 2024, the IASB issued amendments to IFRS 9 and IFRS 7 to clarify recognition and derecognition of financial instruments, provide guidance on ESG-linked cash flows, clarify non-recourse and contractually linked features, and introduce new disclosure requirements. The amendments had no impact on the Group's interim condensed financial statements.	01 January 2026.
Annual Improvements to IFRS accounting Standards – Volume 11	In July 2024, the IASB issued nine narrow-scope amendments to various IFRS standards as part of its periodic maintenance. These amendments clarified and simplified guidance in IFRS 1, IFRS 7, IFRS 9, IFRS 10, and IAS 7 and had no impact on the Group's interim condensed financial statements.	01 January 2026.
Contracts Referencing Nature -dependent Electricity – Amendments to IFRS 9 and IFRS 7	In December 2024, the IASB issued amendments to IFRS 9 and IFRS 7 for contracts referencing nature-dependent electricity, clarifying own-use and hedging requirements and introducing new disclosures. The amendments had no impact on the Group's interim condensed financial statements.	01 January 2026.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**2. BASIS OF PREPARATION (Continued)**

**2.6 New standards not yet effective**

<b>Standard, interpretation, amendments</b>	<b>Description</b>	<b>Effective date</b>
IFRS 18 - presentation and disclosure in financial statements	In April 2024, the IASB issued IFRS 18, replacing IAS 1, to enhance the presentation and disclosure of financial statements. IFRS 18 introduces new profit or loss categories and subtotals, management-defined performance measure disclosures, improved aggregation and location principles, and consequential amendments to other standards.	01 January 2027
IFRS 19 - Reducing subsidiaries' disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability, and its parent produces consolidated financial statements under IFRS Accounting Standards.	01 January 2027
Translation to a Hyperinflationary Presentation Currency – Amendments to IAS 21	In November 2025, the IASB issued amendments to IAS 21 on translation to a hyperinflationary presentation currency, requiring translation at the closing rate and introducing additional disclosures. The amendments have early adoption permitted.	01 January 2027
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred Indefinitely.

**2.7 Basis of consolidation**

These interim condensed consolidated financial statements comprises the interim condensed consolidated financial statements of the Group and its subsidiaries as for the period ended 31 March 2026. The subsidiaries are entities controlled by the Group.

The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control commences until the date on which control ceases. The Group accounts for the business combinations using the acquisition method when control is transferred to the Group. Intra-group balances and transactions, and any recognized income and expenses arising from intra-group transactions, are eliminated. Accounting policies of the subsidiaries are aligned, where necessary, to ensure consistency with the policies adopted by the Group. The Parent Company and its subsidiaries have the same reporting periods.

**2.8 Business combinations and goodwill**

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, which is measured at acquisition date fair value, and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in administrative expenses.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**2. BASIS OF PREPARATION (Continued)**

**2.8 Business combinations and goodwill (Continued)**

The Group determines that it has acquired a business when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organised workforce with the necessary skills, knowledge, or experience to perform that process or it significantly contributes to the ability to continue producing outputs and is considered unique or scarce or cannot be replaced without significant cost, effort, or delay in the ability to continue producing outputs.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of IFRS 9 Financial Instruments, is measured at fair value with the changes in fair value recognised in the statement of profit or loss in accordance with IFRS 9. Other contingent consideration that is not within the scope of IFRS 9 is measured at fair value at each reporting date with changes in fair value recognised in profit or loss.

Goodwill is initially measured at cost (being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests and any previous interest held over the net identifiable assets acquired and liabilities assumed). If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in profit or loss.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

Where goodwill has been allocated to a cash-generating unit (CGU) and part of the operation within that unit is disposed of, the goodwill associated with the disposed operation is included in the carrying amount of the operation when determining the gain or loss on disposal. Goodwill disposed in these circumstances is measured based on the relative values of the disposed operation and the portion of the cash-generating unit retained.

**3. OPERATING SEGMENTS**

**a. Basis for segmentation**

For management purposes, the Group is organised into business units based on its products and services and has two reportable segments, as follows:

<i>Reportable segments</i>	<i>Operations</i>
Inflight	Inflight catering, airline equipment, business lounge and retail ground, onboard and online
Integrated Hospitality	Remote & Camp management, Business & Industries catering, Laundry services, Hajj and Umrah.

The Board of Directors is the Chief Operating Decision Maker and monitors the operating results of its business units 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 interim condensed consolidated financial statements. However, the Group's financing (including finance costs, finance income and other income) and zakat are managed on a Group basis and are not allocated to operating segments.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

At 31 March 2026

3. OPERATING SEGMENTS (Continued)

b. Information about reportable segments

31 March 2026 (Unaudited)

	<i>Inflight</i> ؔ	<i>Integrated Hospitality</i> ؔ	<i>Total reportable segments</i> ؔ	<i>Overheads</i> ؔ	<i>Head office</i> ؔ	<i>Total</i> ؔ
<i>Three-month ended 31 March 2026</i>						
Segment revenue	492,001,384	172,070,309	664,071,693	-	-	664,071,693
Segment profit / (loss) before Zakat	130,896,408	19,626,895	150,523,303	(66,933,596)	-	83,589,707
Depreciation and amortization	28,414,184	12,384,991	40,799,175	9,311,971	-	50,111,146
<i>31 March 2026 (Unaudited):</i>						
<i>Assets:</i>						
Segment assets	2,025,517,705	1,237,027,075	3,262,544,780	-	-	3,262,544,780
Head office	-	-	-	-	777,532,412	777,532,412
<i>Total Assets as at 31 March 2026</i>	<u>2,025,517,705</u>	<u>1,237,027,075</u>	<u>3,262,544,780</u>	<u>-</u>	<u>777,532,412</u>	<u>4,040,077,192</u>
<i>Liabilities:</i>						
Segment liabilities	1,255,754,066	724,016,232	1,979,770,298	-	-	1,979,770,298
Head office	-	-	-	-	455,079,844	455,079,844
<i>Total Liabilities as at 31 March 2026</i>	<u>1,255,754,066</u>	<u>724,016,232</u>	<u>1,979,770,298</u>	<u>-</u>	<u>455,079,844</u>	<u>2,434,850,142</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

At 31 March 2026

3. OPERATING SEGMENTS (Continued)

b. Information about reportable segments (Continued)

31 March 2025 (Unaudited)

	<i>Inflight</i> #	<i>Integrated Hospitality</i> #	<i>Total reportable segments</i> #	<i>Overheads</i> #	<i>Head office</i> #	<i>Total</i> #
<i>Three-month ended 31 March 2025</i>						
Segment revenue	467,446,192	121,940,960	589,387,152	-	-	589,387,152
Segment profit / (loss) before Zakat	137,795,239	12,328,188	150,123,427	(68,717,776)	-	81,405,651
Depreciation and amortization	20,040,699	1,784,754	22,405,101	9,507,474	-	31,912,575
<i>31 December 2025 (Audited):</i>						
Assets:						
Segment assets	1,454,280,528	940,212,875	2,394,493,403	-	-	2,394,493,403
Head office	-	-	-	-	1,057,086,024	1,057,086,024
<i>Total Assets as at 31 December 2025</i>	<u>1,454,280,528</u>	<u>940,212,875</u>	<u>2,394,493,403</u>	<u>-</u>	<u>1,057,086,024</u>	<u>3,451,579,427</u>
Liabilities:						
Segment liabilities	790,735,540	511,221,680	1,301,957,220	-	-	1,301,957,220
Head office	-	-	-	-	574,769,084	574,769,084
<i>Total Liabilities as at 31 December 2025</i>	<u>790,735,540</u>	<u>511,221,680</u>	<u>1,301,957,220</u>	<u>-</u>	<u>574,769,084</u>	<u>1,876,726,304</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**3. OPERATING SEGMENTS (Continued)**

*c. Reconciliations of information on reportable segments to primary statements*

*Geographical information*

	<i>31 March 2026 # (Unaudited)</i>	<i>31 March 2025 # (Unaudited)</i>
<b>Revenue</b>		
Kingdom of Saudi Arabia	648,623,033	573,194,197
<i>All foreign countries</i>		
Egypt – Cairo	15,448,660	16,192,955
<b>Total revenue</b>	<b>664,071,693</b>	<b>589,387,152</b>

*d. Major customer*

Revenue from one customer of the Group represented approximately 46% (31 March 2025: 54%) of the total revenues.

**4. REVENUE**

The Group's revenue for the periods ended 31 March, comprises of the following streams. All revenues are recognized at point in time:

	<i>31 March 2026 # (Unaudited)</i>	<i>31 March 2025 # (Unaudited)</i>
In-flight catering revenue	395,949,040	383,212,107
Non-airlines revenue	172,579,741	119,943,462
Business lounge revenue	90,871,910	75,704,329
Retail revenue	2,036,661	8,529,756
Other operating revenue	2,634,341	1,997,498
	<b>664,071,693</b>	<b>589,387,152</b>

**5. COST OF REVENUE**

	<i>31 March 2026 # (Unaudited)</i>	<i>31 March 2025 # (Unaudited)</i>
Cost of materials and goods	216,482,317	205,307,713
Personnel costs	122,529,173	101,734,719
Depreciation	46,408,129	27,167,426
Manpower and transportation cost	26,520,662	23,159,749
Supplies and expandable items	17,507,235	16,656,303
Communication and utilities	10,421,596	7,202,173
Rent and maintenance of production units	25,417,202	19,129,161
Other operational costs	12,445,152	19,140,388
	<b>477,731,466</b>	<b>419,497,632</b>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**6. EARNINGS PER SHARE**

Basic earnings per share amounts are calculated by dividing the net profit for the period attributable to equity holders of the parent by the weighted average number of shares outstanding during the period. The diluted earnings per share are the same as the basic earnings per share.

The basic and diluted earnings per share are calculated as follows:

	<i>31 March 2026 (Unaudited) #</i>	<i>31 March 2025 (Unaudited) #</i>
Net Profit for the period	<u>80,412,137</u>	<u>74,777,681</u>
Weighted average number of ordinary shares	<u>82,000,000</u>	<u>82,000,000</u>
Basic and diluted earnings per share (# per share)	<u>0.98</u>	<u>0.91</u>

**7. PROPERTY, PLANT AND EQUIPMENT**

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
<b><u>Cost:</u></b>		
Balance at the beginning of the period / year	1,864,318,023	1,337,315,018
Acquired through business combination (note 12)	103,613,377	-
Additions during the period / year	73,915,819	542,733,268
Disposals during the period / year	(1,617,092)	(5,272,733)
Transfer to intangible assets	-	(10,457,530)
Balance at the end of the period / year	<u>2,040,230,127</u>	<u>1,864,318,023</u>
<b><u>Accumulated depreciation:</u></b>		
Balance at the beginning of the period / year	600,850,683	531,918,274
Acquired through business combination (note 12)	55,184,875	-
Charge for the period / year	30,795,257	73,548,662
Disposals during the period / year	(957,186)	(4,616,253)
Balance at the end of the period / year	<u>685,873,629</u>	<u>600,850,683</u>
<b><u>Carrying amounts:</u></b>		
<b>At the end of period / year</b>	<u>1,354,356,498</u>	<u>1,263,467,340</u>

- a) During the year ended 31 December 2025, the Group completed the construction of the Laundry and Catering services units located at the Red Sea waterfront pursuant to the memorandum of understanding signed with Red Sea Group for the provision of catering and laundry services over a 20-year period. Upon completion, the related assets were capitalised as property, plant and equipment for Catering and Laundry Services amounting to # 371 million and # 430 million, respectively. The assets were assessed in October 2025 to be available for their intended use and depreciation commenced from that date.

As of 31 March 2026, the total balance of construction work amounted to # 35.7 million (31 December 2025: # 41 million) which represents the civil works and renovations.

- b) The amount of borrowing costs capitalized during the period ended 31 March 2026 was nil (31 December 2025: # 17 million).

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**8. INVENTORIES**

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Catering items	74,086,292	58,947,075
Retail items	18,409,877	19,051,808
Packing and other materials	20,158,904	16,216,348
Spare parts	12,934,525	13,396,587
	<u>125,589,598</u>	<u>107,611,818</u>
Less: allowance for slow moving and obsolete inventories	<u>(13,991,607)</u>	<u>(13,969,350)</u>
	<u>111,597,991</u>	<u>93,642,468</u>

The movements in allowance for slow moving and obsolete inventories were as follows:

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Opening	13,969,350	30,984,938
Acquired through business combination (note 12)	27,059	-
Reversal during the period / year	<u>(4,802)</u>	<u>(17,015,588)</u>
Closing	<u>13,991,607</u>	<u>13,969,350</u>

Cost of inventories recognized in the consolidated statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2026 amounted to ﷲ 216,482,317 (31 March 2025: ﷲ 205,307,713) (note 5).

**9. RIGHT OF USE ASSETS AND LEASE LIABILITIES**

*a. Right -of-use assets*

	<i>Commercial Building ﷲ</i>	<i>Land ﷲ</i>	<i>Residential Building ﷲ</i>	<i>Total 2026 ﷲ</i>
<b><u>Cost:</u></b>				
Balance at 1 January 2026	563,732,473	65,222,601	25,414,889	654,369,963
Acquired through Business Combination (note 12)	133,041,854	-	1,651,085	134,692,939
Addition during the period (note i)	13,106,696	-	30,018,727	43,125,423
Retirement (note ii)	<u>(74,862,042)</u>	<u>-</u>	<u>-</u>	<u>(74,862,042)</u>
Balance at 31 March 2026	<u>635,018,981</u>	<u>65,222,601</u>	<u>57,084,701</u>	<u>757,326,283</u>
<b><u>Accumulated depreciation:</u></b>				
Balance at 1 January 2026	171,738,140	20,828,694	20,486,963	213,053,797
Acquired through Business Combination (note 12)	89,312,317	-	1,010,129	90,322,446
Charge for the period	14,164,869	970,595	2,766,582	17,902,046
Retirement (note ii)	<u>(70,818,639)</u>	<u>-</u>	<u>-</u>	<u>(70,818,639)</u>
Balance at 31 March 2026	<u>204,396,687</u>	<u>21,799,289</u>	<u>24,263,674</u>	<u>250,459,650</u>
<b><u>Carrying amounts:</u></b>				
<b>At 31 March 2026 (Unaudited)</b>	<u>430,622,294</u>	<u>43,423,312</u>	<u>32,821,027</u>	<u>506,866,633</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

9. RIGHT OF USE ASSETS AND LEASE LIABILITIES (Continued)

	<i>Commercial Building #</i>	<i>Land #</i>	<i>Residential Building #</i>	<i>Vehicles #</i>	<i>Total 2025 #</i>
<i>Cost:</i>					
Balance at 1 January 2025	473,429,546	57,898,037	25,414,889	14,763,450	571,505,922
Additions (see note (i) below)	351,343,196	7,324,564	-	-	358,667,760
Lease modifications	3,695,570	-	-	-	3,695,570
Retirement (see note (ii) below)	(264,735,839)	-	-	(14,763,450)	(279,499,289)
At 31 December 2025	<u>563,732,473</u>	<u>65,222,601</u>	<u>25,414,889</u>	<u>-</u>	<u>654,369,963</u>
<i>Accumulated depreciation:</i>					
At 1 January 2025	311,428,865	14,504,794	19,586,476	14,763,450	360,283,585
Charge for the year	61,970,093	6,323,900	900,487	-	69,194,480
Lease modifications	(3,568,355)	-	-	-	(3,568,355)
Retirement	(198,092,463)	-	-	(14,763,450)	(212,855,913)
At 31 December 2025	<u>171,738,140</u>	<u>20,828,694</u>	<u>20,486,963</u>	<u>-</u>	<u>213,053,797</u>
<i>Net book value:</i>					
At 31 December 2025	<u>391,994,333</u>	<u>44,393,907</u>	<u>4,927,926</u>	<u>-</u>	<u>441,316,166</u>

- (i) During the period ended 31 March 2026, the Group signed a new lease contract with Saudi Iwa in Riyadh for Staff Housing Complex for three years.
- (ii) The retirement during the period ended 31 March 2026 related to the contract mentioned above with DACO and Saudi Iwa, that is concluded at the end of its contractual term and the new one begins with substantially different terms.

**b. Lease Liabilities**

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
At the beginning of the year	457,734,302	217,559,478
Acquired through business combination (note 12)	39,763,905	-
Additions to lease liabilities during the year	43,125,423	358,667,760
Interest expense for the year	8,516,901	30,281,528
Lease modification	-	(1,104,254)
Related to terminated contract	(4,062,499)	(86,432,960)
Payments made during the year	(38,703,997)	(61,237,250)
At the end of the period / year	<u>506,374,035</u>	457,734,302
Less: Current portion of lease liabilities	<u>(75,318,015)</u>	<u>(64,917,943)</u>
Non-Current portion of lease liabilities	<u>431,056,020</u>	<u>392,816,359</u>

**c. Leases receivables**

Movement in net lease receivables during the period/year is as follows:

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
Net lease receivables at beginning of the period / year	4,568,615	5,241,092
Finance income	-	44,775
Modification	-	493,422
Payments received during the period / year	-	(1,210,674)
Net lease receivables at end of the period / year	<u>4,568,615</u>	<u>4,568,615</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

10. NON-CURRENT FINANCIAL ASSETS

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Financial assets at fair value through profit or loss (note 10.1)	<b>18,509,600</b>	-
Margin deposit (note 10.2)	<b>15,466,093</b>	4,230,000
Derivative designated as hedging instruments (note 10.3)	<b>5,712,150</b>	2,421,003
	<b><u>39,687,843</u></b>	<b><u>6,651,003</u></b>

**10.1** This balance comprises investments in non-listed equity instruments resulted from the recent acquisition through business combination of its subsidiary AKCC (note 12). The balance includes the initial recognition at fair value of the investment amounting to ﷲ 15,444,600 on the acquisition date, together with the fair value gain of ﷲ 3,065,000 recognized up to the end of the reporting period.

**10.2** Margin deposit represents deposit at the banks to obtain letter of guarantees and promises from the banks to meet any financial obligations to the suppliers with a term of more than 12 months.

**10.3** Derivative designated as hedging instruments represents the positive change in fair value of a profit rate swap designated as cash flow hedges.

**Cash flow hedges**

The Group is exposed to variability in future cash flows on liabilities which bear profit rate risk. The Group uses profit rate swaps as hedging instruments to hedge against these profit rate risks. At 31 March 2026, the Group had a profit rate swap agreement (“Derivative Instruments”) in place with a notional amount of ﷲ 414 million (31 December 2025: ﷲ 414 million) whereby the Group receives a fixed rate of interest and pays interest at a variable rate equal to SIBOR + Fixed Rate on the notional amount. The swap is used to hedge the variability of cash flows of the Group’s variable-rate borrowings and is designated for hedge accounting as a cash flow hedge.

The tables below show the positive fair values of derivatives, together with the notional amounts and fair value as of reporting date. The notional amounts, which provide an indication of the volumes of the transactions outstanding at the period end, do not necessarily reflect the amounts of future cash flows involved. These notional amounts, therefore, are neither indicative of the Group’s exposure to credit risk, which is generally limited to the positive fair value of the derivatives, nor to market risk.

The fair value and notional amount of the derivative is as follows:

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Notional amount	<b>413,853,060</b>	413,853,060
Positive Fair value of derivative instrument	<b><u>5,712,150</u></b>	<b><u>2,421,003</u></b>

The term to maturity for all IRS entered by the group falls within years 2026 and 2029.

b) The impact of the hedged item on the statement of financial position as at 31 March 2026 and 31 December 2025 is, as follows:

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Balance at the beginning of the period	<b>2,421,003</b>	-
Gains from change in fair value recognized at profit or loss	<b>1,219,214</b>	3,492,463
Gains / (losses) from change in fair value recognized at other comprehensive income	<b>2,071,933</b>	(1,071,460)
Derivative designated as hedging instruments	<b><u>5,712,150</u></b>	<b><u>2,421,003</u></b>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**11. INVESTMENT IN AN ASSOCIATE AND A JOINT VENTURE**

**A- Investment in an associate:**

The balances of the investment in an associate as at 31 March 2026 and 31 December 2025 are as follows:

	<i>31 March 2026</i> # (Unaudited)	<i>31 December 2025</i> # (Audited)
Investment in an associate at the end of the period / year	<b>37,748,698</b>	38,119,256
	<b><u>37,748,698</u></b>	<b><u>38,119,256</u></b>

The Group has an ownership at 40% in Saudi French Company for Duty Free Operations and Management (“SFDF”).

The associate had no contingent liabilities or capital commitments as at 31 March 2026 and 2025.

a) The movement in investment in an associate for the year is as follows:

	<i>31 March 2026</i> # (Unaudited)	<i>31 December 2025</i> # (Audited)
At the start of the period / year	<b>38,119,256</b>	43,338,366
Group's share of results in an associate	<b>(370,558)</b>	(5,219,110)
At the end of the period / year	<b><u>37,748,698</u></b>	<b><u>38,119,256</u></b>

**B- Other non-current liabilities:**

Other non-current liabilities comprise investments in associates and a joint ventures resulted from the recent acquisition through business combination of AKCC (note 12).

The Group holds an interest at 30% in an associate Reman Logistics Company resulted from the acquisition through business combination of AKCC (note 12).

The Group holds an interest at 50% in an associate Tubadur Alwataniya Catering Company resulted from the acquisition through business combination of AKCC (note 12).

The Group holds an interest at 50% in a joint venture, Awj Al Oula Catering Services Company resulted from the acquisition through business combination of AKCC (note 12).

	<i>31 March 2026</i> # (Unaudited)	<i>31 December 2025</i> # (Audited)
Provision for loss of investment in an associate at the end of the period/year	<b>2,796,389</b>	-
Provision for loss of investment in a joint venture at the end of the period/year	<b>1,121,186</b>	-
	<b><u>3,917,575</u></b>	<b><u>-</u></b>

The movement in other non-current liabilities during the period as follows:

	<i>31 March 2026</i> # (Unaudited)	<i>31 December 2025</i> # (Audited)
At the start of the period / year	-	-
Acquired through Business Combination (note 12)	<b>3,883,170</b>	-
Group's share of results in an associate	<b>34,405</b>	-
At the end of the period / year	<b><u>3,917,575</u></b>	<b><u>-</u></b>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**12. BUSINESS COMBINATION**

**Acquisition of Al Khalejiah Catering Company**

On 31 December 2025, the Group announced the signing of a Sale and Purchase Agreement (SPA) to acquire a 55% equity stake in Al Khalejiah Catering Company (“AKCC”) a limited liability company specializes in providing bakery services, providing food and beverage services for events, and delivering concierge services. The acquisition was undertaken to expand the Group’s existing product offerings and customer base.

Under the Shareholders’ Agreement, the Group holds a call option to acquire up to 15% of the shares held by non-controlling interests, exercisable within three years from the acquisition date. In accordance with IFRS 10 and IFRS 9 (including guidance on call and put options over NCI), management has assessed the call option as a derivative financial instrument; as at 31 March, the option was out of the money, and accordingly no asset or liability was recognised as its fair value was assessed to be nil.

On 1 March 2026, the Group completed the acquisition mentioned above of 55% of the voting shares of AKCC. The acquisition has been accounted for using the acquisition method in accordance with IFRS 3 – Business Combinations. The interim condensed consolidated financial statements include the results of AKCC for the one-month period from the acquisition date 1 March to 31 March 2026.

As at the reporting date, the initial accounting for the business combination is provisional. The Group has recognized the acquired identifiable assets and assumed liabilities at provisional fair values based on information available at the acquisition date. The final determination of fair values is subject to completion of independent valuations and may result in adjustments to the values recognized. Any such adjustments will be made within the measurement period, which shall not exceed 12 months from the acquisition date, as permitted by IFRS 3.

Management has performed its assessment of the provisional fair value based on the best information available as at the reporting date and booked the difference between acquisition consideration and provisional fair value of net assets to goodwill. However, this will be subject to changes upon finalization of the purchase price allocation to record certain intangible assets i.e. customers contracts and relationship etc. Any adjustment to the fair value of identified assets and liabilities during the measurement period will be retrospectively adjusted in accordance with IFRS 3.

Comparative information presented in these interim condensed financial statements reflects the consolidated financial results of CATRION Catering Holding Company, prior to the acquisition.

**Assets acquired and liabilities assumed**

The provisional fair values of the identifiable assets and liabilities assumed of AKCC as at the date of acquisition 1 March 2026, the acquisition date, were:

	<i>Provisional fair values recognized on acquisition</i>
	<i>ﷲ</i>
<b>Assets</b>	
Property, plant and equipment (note 7)	48,428,502
Non-current financial assets (note 10)	46,797,199
Intangible asset	10,512,966
Right-of-use assets (note 9)	44,370,493
Trade receivables	74,684,459
Prepayments and other receivables	6,561,570
Inventories	7,046,112
Cash and cash equivalents	5,331,277
<b>Total assets</b>	<b>243,732,578</b>
<b>Liabilities</b>	
Employees’ defined benefits obligation	6,376,278
Short-term borrowing (note 19)	14,552,093
Lease liabilities (note 9)	39,763,905
Other liabilities (note 11)	3,951,983
Trade and other payables	82,681,505
Zakat Liabilities	2,712,549
<b>Total Liabilities</b>	<b>150,038,313</b>
<b>Total identifiable net assets at fair value</b>	<b>93,694,265</b>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

12. BUSINESS COMBINATION (Continued)

Assets acquired and liabilities assumed (continued)

<b>Purchase consideration paid</b>	
Cash consideration	315,209,300
Contingent consideration (note “a” below)	96,689,826
	<hr/>
<b>Total purchase consideration</b>	<b>411,899,126</b>
Total identifiable net assets at fair value	(93,694,265)
Non-controlling interest	42,162,419
	<hr/>
Goodwill arising on acquisition (provisional) (note “b” below)	<b>360,367,280</b>
	<hr/>
<b>Analysis of cash flows on acquisition:</b>	
Net cash acquired with the subsidiary (included in cash flows from investing activities)	5,331,277
Cash paid	315,209,300
	<hr/>
<b>Net cash flow on acquisition</b>	<b>309,878,023</b>
	<hr/>

- a) As part of the purchase agreement with the former owners of AKCC, a contingent consideration arrangement was established. This arrangement provides for additional cash payments to the former owners in the form of performance-based earn-out payments, which are conditional upon the achievement of specified financial targets for the financial years ending 2025, 2026, and 2027.

The fair value was determined using a valuation model that incorporates management’s best estimates and judgments, including forecast financial performance of AKCC, the probability-weighted assessment of achieving the relevant performance targets, the expected timing of future payments, and an appropriate discount rate reflecting the time value of money and risks specific to the obligation. These assumptions are based on management’s assessment of future market conditions, historical performance, and expected business growth at the acquisition date.

As at the acquisition date, the fair value of the contingent consideration was estimated to be ₪ 96,689,826 and is classified as a financial liability for contingent consideration. The allocation of the liability between current and non-current, as follows:

	<i>31 March</i>
	<i>2026</i>
	<i>₪</i>
	<i>(Unaudited)</i>
Financial liability for contingent consideration	96,689,826
Current portion	(26,844,324)
	<hr/>
Non-current portion	<b>69,845,502</b>
	<hr/> <hr/>

- b) The assumed goodwill is provisional until the management completes the purchase price. A reconciliation of the carrying amount of goodwill at the beginning and end of the reporting period is presented below:

	<i>31 March</i>
	<i>2026</i>
	<i>₪</i>
	<i>(Unaudited)</i>
At 1 January 2026	-
Acquisition of a subsidiary	360,367,280
	<hr/>
<b>At 31 March 2026</b>	<b>360,367,280</b>
	<hr/> <hr/>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**13. TRADE AND UNBILLED RECEIVABLES**

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
Trade receivables - Due from related parties (note 20)	708,611,204	670,294,833
Trade receivables – Others	580,097,100	419,979,252
Unbilled receivables ( <i>note c below</i> )	69,974,564	73,790,321
	<u>1,358,682,868</u>	<u>1,164,064,406</u>
Less: allowance for expected credit losses	(112,469,733)	(107,198,571)
	<u><u>1,246,213,135</u></u>	<u><u>1,056,865,835</u></u>

- a) Trade receivables are non-interest bearing. The credit terms of the trade receivables vary across the business segments of the Group. It is not the practice of the Group to obtain collateral over receivables and the vast majority of these are, therefore, unsecured. For terms and conditions with related parties please refer to Note 20.
- b) As at 31 March 2026, approximately 76% of the Group's trade receivable's balance was due from various governmental and semi-Government entities (31 December 2025: 70%).
- c) Unbilled receivables represent billing not yet approved by customers. As at 31 March 2026 and 31 December 2025 the unbilled receivables balances was having aging of less than one year.

The movements in allowance for expected credit losses were as follows:

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
At the beginning of the period / year	107,198,571	131,977,044
Acquired through business combination (note 12)	940,223	-
Charge during the period / year	4,330,939	6,025,378
Written off during the period / year	-	(30,803,851)
	<u>112,469,733</u>	<u>107,198,571</u>

**14. SHARE CAPITAL**

As at the statement of financial position date, the authorized, issued and fully paid share capital is # 820 million (2025: # 820 million) which is divided into 82 million (2025: 82 million) shares of # 10 par value each (2025: # 10 par value each).

The shareholders are entitled to dividends as declared from time to time and are entitled to one vote per share at general meetings of the Group.

The shareholders and their percentage interests in the share capital of the Parent Company as at:

**31 March 2026 and 31 December 2025:**

<u><i>Name of Shareholders</i></u>	<i>Number of shares</i>	<i>Value in #</i>	<i>Percentage Holding %</i>
Saudi Arabian Airlines Corporation	29,274,000	292,740,000	35.7%
General public	52,726,000	527,260,000	64.3%
	<u>82,000,000</u>	<u>820,000,000</u>	<u>100%</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**15. RESERVE**

This balance represents the total amounts appropriated from net income for prior years as statutory reserves in accordance with the requirements of the previous Companies Law and the Group's By-Law prior to alignment with the new Companies Law. The utilisation of these reserves is subject to the decisions of the shareholders' assembly.

On 15 January 2026, the shareholders' Extraordinary General Assembly held and approved the Board of Directors' recommendation to transfer the statutory reserve balance amounting to ₪ 246,000,000 as reflected in the financial statements for the period ended 30 September 2025, to the "Reserve" account, which has been established for the purpose of transferring the statutory reserve balance thereto. This approval relates to a reclassification within equity only and has no impact on the Company's total equity, profit or cash flows.

**16. DIVIDENDS**

On 4 March 2026, and in its issued resolution, the Board of Directors recommended the distribution of cash dividends to the Company's shareholders for the second half of the fiscal year 2025 amounted to ₪ 94.3 million (31 March 2025: ₪ 94.3 million) at ₪ 1.15 per share (31 March 2025: ₪ 1.15 per share).

**17. ZAKAT**

	<i>31 March 2026 ₪ (Unaudited)</i>	<i>31 December 2025 ₪ (Audited)</i>
Zakat payable	25,162,681	19,300,000
Advance income tax relating to foreign shareholding	<u>(4,814,476)</u>	<u>(4,814,476)</u>
Net zakat and income tax payable	<u>20,348,205</u>	<u>14,485,524</u>

i) Movements in Zakat provision were as follows:

	<i>31 March 2026 ₪ (Unaudited)</i>	<i>31 December 2025 ₪ (Audited)</i>
Balance at beginning of the period / year	19,300,000	24,796,532
Acquired through business combination (note 12)	2,712,549	-
Charge for the period / year	3,150,132	17,124,175
Payments during the period / year	-	(22,620,707)
Balance at end of the period / year	<u>25,162,681</u>	<u>19,300,000</u>

ii) Charge of the period ended 31 March 2026 and year ended 31 December 2025 is as follows:

	<i>31 March 2026 ₪ (Unaudited)</i>	<i>31 December 2025 ₪ (Audited)</i>
Zakat charge for the period / year	<u>3,150,132</u>	<u>17,124,175</u>
<b>Total Zakat and income tax of the period / year</b>	<u>3,150,132</u>	<u>17,124,175</u>

***Zakat assessments status***

The Group's status of the assessments is as follows:

***The Parent Company:***

*From inception year to the year ended 31 December 2024:*

The Zakat, Tax and Custom Authority ("ZATCA") has finalized its Zakat assessment of the Company's accounts from inception year to the year ended 31 December 2023. All related assessment have been settled in full, and the Company's zakat position is clear till the mentioned year.

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**17. ZAKAT (Continued)**

*Zakat assessments status (continued)*

The Company has filed its Zakat return for the fiscal year ended 31 December 2024 and has obtained the corresponding Zakat certificate. The management responding to ZATCA queries, and confirmed that ZATCA is in the final stage of reviewing the Company's zakat return for the mentioned year.

*For the year ended 31 December 2025:*

The Company in the process to file its Zakat return for the fiscal year ended 31 December 2025.

*The Subsidiaries:*

**CATRION Catering Services LLC**

The subsidiary has submitted its Zakat declarations up to the year ended 31 December 2024 and obtained the unrestricted Zakat certificate valid until 30 April 2026.

**CATRION Commercial Laundry LLC**

The subsidiary has submitted its Zakat declarations up to the year ended 31 December 2024 and obtained the unrestricted Zakat certificate valid until 30 April 2026.

**CATRION Operations and Maintenance LLC**

The subsidiary's first financial year is a short year, commencing on the inception date of 18 December 2023. The Company submitted its first Zakat declaration for the first period ended 31 December 2024 and obtained the unrestricted Zakat certificate valid until 30 April 2026.

**CATRION Laundry Operation and Maintenance LLC**

The subsidiary's first financial year is a short year, commencing on the inception date of 18 December 2023. The Company submitted its first Zakat declaration for the first period ended 31 December 2024 and obtained the unrestricted Zakat certificate valid until 30 April 2026.

**Al Khalejiah Catering Company**

Zakat assessments of the Company for the years 2018 and 2019 have been agreed with the Zakat, Tax and Customs Authority ("the ZATCA"). Zakat assessments for the period ended 31 December 2017 and for the years 2021 to 2024 have not yet been raised by the ZATCA.

**18. TRADE AND OTHER PAYABLES**

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
Accrued expenses	592,246,550	454,598,318
Trade payables – third parties	374,831,381	269,717,576
Dividends payable	97,294,300	3,148,283
Employee related accruals	87,318,579	91,385,048
Trade payables – related parties (note 20)	27,101,393	4,223,299
	<u>1,178,792,203</u>	<u>823,072,524</u>

**19. LOANS AND BORROWINGS**

	<i>31 March 2026 # (Unaudited)</i>	<i>31 December 2025 # (Audited)</i>
<b>Non-current portion</b>		
Long-term loan and borrowings (note "A" below)	<u>400,704,424</u>	<u>381,568,494</u>
<b>Current portion</b>		
Long-term loan and borrowings (note "A" below)	25,707,960	22,776,231
Short-term loan and borrowings (note 12) (note "B" below)	<u>16,940,500</u>	-
	<u>42,648,460</u>	<u>22,776,231</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**19. LOANS AND BORROWINGS (Continued)**

**A- Long-term loan and borrowings**

During the year ended 31 December 2024, the Group has entered into a revolving facility agreement with Commercial Bank under the names of its subsidiaries. CATRION Commercial Laundry LLC has a total facility of ₪ 403 million, out of which ₪ 250 million is utilised, and CATRION Catering Services LLC has a total facility of ₪ 204 million, out of which ₪ 165 million is utilised. The facilities were secured by a promissory note to meet the Group's working capital requirements as well as the expenditures on the Red Sea Projects. The first repayment commenced from October 2025 and the remaining will be paid over a period of 15 years.

Further, the loan carries an interest rate of SIBOR plus fixed interest rate, with interest accrued and paid based on monthly invoices from the bank.

	<i>31 March 2026 ₪ (Unaudited)</i>	<i>31 December 2025 ₪ (Audited)</i>
Opening balance	404,344,725	161,444,596
Loans drawn	22,067,659	254,270,213
Repayment during the period / year	-	(11,370,084)
	<u>426,412,384</u>	<u>404,344,725</u>
Current portion	<u>(25,707,960)</u>	<u>(22,776,231)</u>
Non-current portion	<u>400,704,424</u>	<u>381,568,494</u>

**B- Short-term loan and borrowings**

The Group increased its loans and borrowings under the acquisition through business combination of AKCC (note 12) with a balance as at 31 March 2026 amounting to SR 16,940,500. This short-term loan and borrowings comprise Murabaha, Tawarruq, letters of credit refinancing and other facilities obtained from Saudi commercial banks, denominated in Saudi Riyals and bearing prevailing market rate at SIBOR plus fixed rate. All borrowings are repayable within twelve months and subject to financial covenants under the financing agreements. The Group has no indication that it will have difficulty complying with these covenants.

**20. RELATED PARTY TRANSACTIONS AND BALANCES**

Related parties include Group's shareholders, associated companies, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

**i) Following is the list of related parties and their relationship with the Group:**

<i>Related Parties:</i>	<i>Relationship</i>
Saudi Arabian Airlines Corporation	Major shareholder
Saudi Ground Services	Affiliate
Saudi Airlines Cargo Company	Affiliate
Saudi Airlines Real Estate Development Company	Affiliate
Saudi Private Aviation	Affiliate
Saudia Royal Fleet	Affiliate
Saudia Aerospace Engineering Industries	Affiliate
Flyadeal Airlines Company	Affiliate
Saudi Amad for Airport Services & Transport Support	Affiliate
Prince Sultan Aviation Academy	Affiliate
SAL Saudi Logistics Services Company	Affiliate
National Supplies Company	Affiliate
Al-Mayar International Civil Company Limited	Affiliate
Gulf range LTD	Affiliate
Kandali Trading Establishment	Affiliate
Emtiazat Mithaleah Trading Company	Affiliate
Saba Restaurants Company	Affiliate
Saudi French Company for Duty Free Operations and Management	Associate
Reman Logistics Services	Associate
Awj Al Oula Catering Company	Joint venture
Tubadir Al-Wataniyya Company	Joint venture

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**20. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)**

*ii) Following are the details of related party transactions during the period:*

<i>Type of Related party</i>	<i>Nature of transactions</i>	<i>Three-month period ended</i>	
		<i>31 March</i>	
		<i>2026</i>	<i>2025</i>
		<i>ﷲ</i>	<i>ﷲ</i>
		<i>(Unaudited)</i>	<i>(Unaudited)</i>
Major shareholders	Sale of goods and services	445,013,065	476,196,661
	Services received	820,603	820,603
Affiliates	Sale of goods and services	41,701,271	50,034,963
	Services received	4,196,047	658,306
Associate	Sale of goods and services	878,942	1,693,765

*iii) Due from related parties under trade receivables are as follows (note 13):*

	<i>31 March</i>	<i>31 December</i>
	<i>2026</i>	<i>2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Saudi Arabian Airlines Corporation	589,054,825	551,938,702
Saudia Royal Fleet	41,194,554	38,695,576
Saudi Ground Services Company	16,795,458	29,259,688
Saudia Aerospace Engineering Industries	16,322,140	16,322,140
Saudi Private Aviation	12,803,233	11,977,347
Flyadeal Airlines Company	12,668,605	7,891,918
Saudi French Company for Duty Free Operations and Management	7,293,260	7,499,536
Awj Al Oula Catering Company	5,653,370	-
Saudi Airlines Cargo Company	2,036,476	6,549,401
Tubadir Al-Wataniyya Company	1,929,503	-
Reman Logistics Services	914,827	-
National Supplies Company	830,676	-
Al-Mayar International Civil Company Limited	471,054	-
Kandali Trading Establishment	267,690	-
Gulf range LTD	185,457	-
Saudi Amad for Airport Services & Transport Support	107,539	107,539
SAL Saudi Logistics Services Company	61,074	52,986
Prince Sultan Aviation Academy	21,463	-
	<u>708,611,204</u>	<u>670,294,833</u>

*iv) Due to related parties under trade payables are as follows (note 18):*

	<i>31 March</i>	<i>31 December</i>
	<i>2026</i>	<i>2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Partner Top taste Co.	16,261,835	-
Al-Yasra Foods	5,417,974	-
Saudi Ground Services Company	5,087,833	4,223,299
Al Yasra Fashion	178,960	-
Hayat Water	121,441	-
East Food Company	33,350	-
	<u>27,101,393</u>	<u>4,223,299</u>

CATRION FOR CATERING HOLDING COMPANY  
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)  
At 31 March 2026

**20. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)**

**Terms and conditions of transactions with related parties**

Outstanding balances at the reporting period are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. Outstanding balances at year-end arise in the normal course of business. For the period ended 31 March 2026 and year ended 31 December 2025, the amounts owed by related parties are not impaired.

**v) Compensation of key management personnel of the Group:**

Key management personnel of the Group comprise of key members of the management having authority and responsibility for planning, directing and controlling the activities of the Group. The compensation to key management is shown below:

	<i>Three-month period ended</i>	
	<i>31 March</i>	
	<i>2026</i>	<i>2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Short term employee benefits	2,991,699	2,588,657
Post-employment benefits	36,450	1,907,653
Termination benefits	128,392	40,500
Key management bonus	1,000,000	1,000,000
	<u>4,156,541</u>	<u>5,536,810</u>

The amounts disclosed in the table are the amounts recognised as an expense during the year related to key management personnel.

**21. CONTINGENCIES AND COMMITMENTS**

As at 31 March 2026 and 31 December 2025, the Group had the following commitments, letter of guarantees and contingencies:

	<i>31 March</i>	<i>31 December</i>
	<i>2026</i>	<i>2025</i>
	<i>ﷲ</i>	<i>ﷲ</i>
Capital commitments	118,924,319	135,521,295
Letter of guarantees (refer to note below)	136,015,601	75,927,707

On 31 March 2026, the Group had outstanding letters of guarantee amounting to ﷲ 136.0 million issued by banks on behalf of the Group to suppliers and promises to meet any financial obligations (31 December 2025: ﷲ 75.9 million) with cash margin deposit amounting to ﷲ 7.0 million (31 December 2025: ﷲ 7.0 million).

Vendors and ex-employees have commenced an action against the Group in respect of individual and commercial claimed to be defective. The estimated payout is ﷲ 5 million should the action be successful.

**22. GEOPOLITICAL DEVELOPMENTS**

During the current period, geopolitical tensions in parts of the Middle East have increased. Public communications from government and regulatory authorities have continued to emphasize the resilience of the economy and the continuation of business operations across key sectors, supported by established business continuity and risk management frameworks.

The Group has assessed the potential implications of these events on its operations, financial position and performance. Based on information currently available, including the continuation of core business activities, it is not practicable to reliably estimate the full financial effect of these geopolitical events on future periods. Management has also considered the impact of these events on the Group's ability to continue as a going concern and has concluded that the going concern basis of preparation remains appropriate.

**23. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

These interim condensed consolidated financial statements were approved by the Board of Directors on 7 May 2026G (corresponding to 20 Thul-Qi'dah 1447H).