

NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)
JEDDAH, KINGDOM OF SAUDI ARABIA

UNAUDITED INTERIM CONDENSED FINANCIAL
INFORMATION AND INDEPENDENT AUDITOR'S
REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED
MARCH 31, 2026

NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)

**INTERIM CONDENSED FINANCIAL INFORMATION AND INDEPENDENT AUDITOR'S
REVIEW REPORT (UNAUDITED)**
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL INFORMATION

To the shareholders

Nama United Financing Company
(A Closed Joint Stock Company)
Jeddah, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Nama united Financing Company (“the Company”), as at 31 March 2026 and the related interim condensed statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed financial information 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 this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, ‘Review of Interim Financial information Performed by the Independent Auditor of the Entity’ that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing 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 financial information is not prepared in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

Other Matter

The financial statements for the year ended 31 December 2025 were audited by another auditor, who expressed an unmodified opinion on those financial statements in their report dated 17 Ramadan 1447H (corresponding to 5 March 2026). The interim condensed financial information for the three-month period ended 31 March 2025 was also reviewed by the same predecessor auditor who expressed an unmodified conclusion on those financial statements in their report dated 11 Jumada Al-Ula 1447H (corresponding to 2 November 2025).

RSM Allied Accountants Professional Services



Mohammed bin Farhan bin Nader
License No. 435
Riyadh, Kingdom of Saudi Arabia
Dhu'l-Qi'dah 25, 1447 AH (corresponding to May 12, 2026).



NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)

STATEMENT OF INTERIM CONDENSED FINANCIAL POSITION (UNAUDITED)
AS OF MARCH 31, 2026

(Expressed in Saudi Riyals)

	Note	March 31, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
ASSETS			
Cash and cash equivalents	4	52,943,526	72,372,350
Accrued income		59,476	119,100
Due from related parties	5-A	210,882	-
Prepayments, advance payments and other receivables		16,441,093	11,033,095
Net Investment in Islamic finance	6	199,042,383	166,079,828
Right of use asset		674,743	770,758
Intangible assets		3,997,067	4,208,510
Property and equipment		1,456,209	1,560,963
TOTAL ASSETS		274,825,379	256,144,604
EQUITY AND LIABILITIES			
EQUITY			
Share capital	8	200,000,000	200,000,000
Accumulated Losses		(23,110,556)	(21,636,930)
TOTAL EQUITY		176,889,444	178,363,070
LIABILITIES			
Accounts payable, accruals and other liabilities		63,974,798	50,524,293
Due to related parties	5-B	32,062,157	25,493,476
Zakat provision	7	274,371	219,497
Lease liability		811,750	801,655
Employees defined benefit plan obligations		812,859	742,613
TOTAL LIABILITIES		97,935,935	77,781,534
TOTAL EQUITY AND LIABILITIES		274,825,379	256,144,604

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)

**STATEMENT OF INTERIM CONDENSED PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026 (UNAUDITED)**

(Expressed in Saudi Riyals)

	Note	For the three-month period ended 31 March	
		2026 (UNAUDITED)	2025 (UNAUDITED)
Income From Islamic financing	9	5,365,015	-
Income from Short term deposits		386,710	-
Other income		691,675	574,924
Total Income		6,443,400	574,924
General and administrative expenses	10	(7,204,505)	(5,335,709)
Depreciation of Property and equipment		(104,754)	(33,800)
Amortization of Intangible assets		(211,443)	(154,050)
Amortization of Right of use asset		(96,015)	(96,015)
Expected credit losses	6-b	(232,858)	-
Finance expense		(12,577)	(32,728)
Total Expenses		(7,862,152)	(5,652,302)
Net loss for the period before zakat		(1,418,752)	(5,077,378)
Zakat	7	(54,874)	(47,044)
Net loss for the period		(1,473,626)	(5,124,422)
<u>Other comprehensive income</u>			
Total comprehensive loss for the period		(1,473,626)	(5,124,422)
<u>Earnings per share</u>			
Basic and diluted earnings per share	11	(0.07)	(0.26)

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)

**STATEMENT OF INTERIM CONDENSED CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026**

(Expressed in Saudi Riyals)

	Share capital	Accumulated losses	Total
For the three months period ended 31 March 2025 (UNAUDITED)			
Balance as of January 1, 2025	200,000,000	(8,750,912)	191,249,088
Net Loss for the period	-	(5,124,422)	(5,124,422)
Other comprehensive income for the period	-	-	-
Total comprehensive loss for the period	-	(5,124,422)	(5,124,422)
Balance as of March 31, 2025	200,000,000	(13,875,334)	186,124,666
For the three months period ended March 31, 2026 (UNAUDITED)			
Balance as of January 1, 2026	200,000,000	(21,636,930)	178,363,070
Net Loss for the Period	-	(1,473,626)	(1,473,626)
Other comprehensive loss for the period	-	-	-
Total comprehensive loss for the period	-	(1,473,626)	(1,473,626)
Balance as of March 31, 2026	200,000,000	(23,110,556)	176,889,444

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)
STATEMENT OF INTERIM CONDENSED CASH FLOWS (UNAUDITED)

FOR THE PERIOD ENDED MARCH 31, 2026
(Expressed in Saudi Riyals)

	Note	For the three months period ended 31 March	
		2026 (UNAUDITED)	2025 (UNAUDITED)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net losses for the period before zakat		(1,418,752)	(5,077,378)
Adjustments to reconcile net losses for the period before zakat to net cash generated from operating activities			
Depreciation of Property and equipment, Amortization of intangible assets and right of use assets		412,212	283,865
Provision of expected credit losses	6-b	232,858	-
Provision for employee benefits plan obligations		131,840	277,141
Finance costs		12,577	32,728
		<u>(629,265)</u>	<u>(4,483,644)</u>
Changes in operating assets and liabilities			
Net Investment in Islamic finance		(33,195,413)	(365,873)
Prepayments, advance payments and other receivables		(5,407,998)	(183,423)
Accrued income		59,624	1,045,733
Accounts payable, accruals and other liabilities		13,450,505	2,691,477
Due to/from related parties		6,357,799	(994,887)
Cash used in operating activities		<u>(19,364,748)</u>	<u>(2,290,617)</u>
Payment of employees defined benefit obligations		(61,594)	-
Finance interest paid		(2,482)	(173)
Zakat paid	7	-	-
Net cash used in operating activities		<u>(19,428,824)</u>	<u>(2,290,790)</u>
CASH FLOWS FROM INVESTING ACTIVITY			
Purchases to property and equipment		-	(52,758)
Purchases of intangible assets		-	(1,096)
Net cash from investing activity		<u>-</u>	<u>(53,854)</u>
CASH FLOWS FROM FINANCING ACTIVITY			
Payment of Principal portion of lease liabilities		-	(209,202)
Net cash used in financing activity		<u>-</u>	<u>(209,202)</u>
Net change in cash and cash equivalents		(19,428,824)	(2,553,846)
Cash and cash equivalents at beginning of the period		72,372,350	90,304,986
Cash and cash equivalents at end of the period	4	<u>52,943,526</u>	<u>87,751,140</u>

The accompanying notes from (1) to (16) form an integral part of this Interim condensed financial information.

NAMA UNITED FINANCING COMPANY

(A CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTREIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

FOR THE PERIOD ENDED MARCH 31, 2026

1 -ORGANIZATION AND ACTIVITIES

- a- Nama United Financing Company, (the "Company") is a Closed Joint-Stock Company formed under the laws of the Kingdom of Saudi Arabia and registered under the commercial registration No. 4030535994 and unified No. 7037557605. The Company was established on 4 Jumada Al-Thani 1445H (corresponding to 17 December 2023) having obtained the necessary approval from the Ministry of Commerce ("MOC") and the Notary Public.

- b- On 1 Rajab 1446H (corresponding to 1 January 2025) the Company received a license from the Saudi Central Bank ('SAMA') to conduct real estate financing, financing productive assets, financing small and medium sized enterprises, financial leasing and consumer financing activities in the Kingdom of Saudi Arabia. The Finance Companies Control Law was issued by the Saudi Council of Ministers through its resolution No. 259 dated 12 Sha ban 1433H (corresponding to 2 July 2012) and the Royal Decree No. 51 dated 13 Sha ban 1433H (corresponding to 3 July 2012) and its implementing regulations were issued by SAMA for conducting lease financing business in the Kingdom of Saudi Arabia. On 1 Muharram 1439H (corresponding to 21 Sep 2017)

- c- The registered address of the Company is located at:
Building number 9166,
Al Madinah Al Munawarah Branch Road,
Al Andalus district, Kingdom of Saudi Arabia
P.O. Box 23326

NAMA UNITED FINANCING COMPANY

(A CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

2 - BASIS OF PREPARATION THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)

Statement of compliance

This interim condensed financial information has been prepared in accordance with International Accounting Standard IAS 34 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Company's last annual financial statements for the year ended 31 December 2025. These do not include all of the information normally required for a complete set of financial statements; however, accounting policies and selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since 31 December 2025.

Preparation of the financial information

This interim condensed financial information has been prepared on the historical cost basis, accrual basis

Functional and Presentation Currency

This interim condensed financial information have been presented in Saudi Riyal ("SR"), which is also the functional and presentation currency of the Company, except as otherwise indicated.

Use of judgments, estimates and assumptions

The preparation of this interim condensed financial information requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date have a significant risk of causing a material difference in the carrying amounts of assets and liabilities within the next financial period. The Company used these assumptions and estimates on the basis available when the interim condensed financial information was prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Going concern

The Company's management has made an assessment of the Company's ability to continue as a going concern and is satisfied that the Company has the resources to continue in business for the foreseeable future. Furthermore, While the Company incurred losses during the period , accumulated losses , negative retained earnings and operating cash outflows, the management is not aware of any material uncertainties that may cast significant doubt on the Company's ability to continue as a going concern. Therefore, interim condensed financial information have been prepared on a going concern basis.

Impairment of non-financial assets

The carrying amounts of the non-financial assets are reviewed at the end of each reporting date or more frequently to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or a cash generating unit ("CGU") exceeds the recoverable amount. The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present values using the pre-zakat discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. The fair value less cost to sell is based on observable market prices or, if no observable market prices exist, estimated prices for similar assets or if no estimated prices for similar assets are available, then based on discounted future cash flow calculations.

Classification of financial assets

Assessment of business model within which the assets are held and assessment of whether the contractual terms of the financial assets are solely payment of principal and profit of the principal amount outstanding.

Impairment of financial assets

The measurement of impairment losses requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Company's Expected Credit Loss (ECL) calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies.

**NOTES TO THE INTREIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**

2 -BASIS OF PREPARATION THE INTERIM CONDENSED FINANCIAL INFORMATION (CONTINUED)

Use of judgments, estimates and assumptions (continued)

Impairment of financial assets (continued)

Elements of the ECL models that are considered accounting judgements and estimates include:

- The Company's model for determination of defaults, which assigns Probabilities of Default (PDs) to the individual pool of receivables and assessing the exposure at default (EAD)
- The Company's criteria for assessing the credit losses for finance and Murabaha financing receivables to be measured on a Lifetime Expected Credit Loss (LTECL) basis and the qualitative assessment.
- The segmentation of finance leases and Murabaha financing receivables when their ECL is assessed on a collective basis.
- Development of ECL models, including the various formulas and the appropriate inputs
- Determination of associations between macroeconomic scenarios and, economic inputs, such as government spending, and the effect on PDs
- Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the statement of financial position cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgments include considerations of inputs such as prepayment risk, liquidity risk, credit risk and volatility. Changes in assumptions relating to these factors could affect the reported fair value of financial Instruments.

Classification and measurement of financial assets

Financial assets are initially recognised at fair value. At initial recognition, the Fund classifies its financial assets based on the business model within which the financial assets are managed and their contractual cash flow characteristics.

Financial assets are subsequently measured at amortised cost, fair value through profit or loss (FVTPL), or fair value through other comprehensive income (FVOCI), as described below:

Debt instruments

Debt instruments are measured at amortised cost if they are held within a business model whose objective is to hold assets in order to collect contractual cash flows, and the contractual terms give rise on specified dates to cash flows that are solely payments of principal and profit on the principal amount outstanding (SPPI).

Debt instruments are measured at FVOCI if they are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and their contractual cash flows meet the SPPI criterion.

Debt instruments that do not meet the criteria for amortised cost or FVOCI are measured at FVTPL.

Equity instruments

Equity instruments are measured at fair value. Upon initial recognition, the Fund may make an irrevocable election to present subsequent changes in the fair value of certain equity investments not held for trading in other comprehensive income (FVOCI). Where this election is made, gains and losses are not subsequently reclassified to profit or loss. Dividends are recognised in profit or loss when the right to receive payment is established. Equity instruments held for trading are classified at FVTPL.

Transaction costs that are directly attributable to the acquisition of financial assets classified at amortised cost or FVOCI are added to the carrying amount of the asset, while such costs are expensed for financial assets classified at FVTPL.

Financial assets measured at amortised cost are subsequently measured using the effective profit rate method and are subject to expected credit loss (ECL) assessment.

The Fund's financial assets primarily comprise cash and cash equivalents, accrued income, amounts due from related parties, other receivables, and net investment in Islamic finance arrangements, which are measured at amortised cost.

NAMA UNITED FINANCING COMPANY
(A CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTREIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

3 - MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied to this interim condensed financial information are the same as those applied to the financial statements for the year ending December 31, 2025. the new standards/amendments effective for annual periods beginning on or after 1 January 2026, as endorsed in Saudi Arabia, do not have a material impact on this interim condensed financial information.

4 - Cash and cash equivalents

	March 31, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
Bank Current accounts *	<u>22,264,526</u>	<u>19,372,350</u>
Short term deposit **	<u>30,679,000</u>	<u>53,000,000</u>
	<u>52,943,526</u>	<u>72,372,350</u>

(*) Cash at banks are held in non-interest-bearing accounts with reputable local banks rated A+ to BBB+ by Fitch; these balances are considered to have low credit risk, with no history of default and an insignificant expected credit loss.

(**) original maturity less than three-months

5 - RELATED PARTY TRANSACTIONS

Related parties represent associated companies, major shareholders, directors, key management personnel of the Company, and entities controlled or significantly influenced by such parties (other related parties). Transactions with related parties are conducted on terms and conditions approved by the Company's management and are carried out on an arm's-length basis.

Name of related parties	Nature of Relationship	Country of incorporation	Aggregate % of shareholding in the Company
Omar Kassem Alesayi For trading and industrial Investments Company Limited	shareholder	Saudi Arabia	50%
Omar Kassem international sons Company Limited	shareholder	Saudi Arabia	50%
AlEsayi Trading Corp. Co.	Associate Company	Saudi Arabia	-
AlEsayi Electronics	Associate Company	Saudi Arabia	-

a- Due from a related party:

	March 31, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
Omar Kassem Alesayi Holding Group Company	<u>210,882</u>	<u>-</u>
	<u>210,882</u>	<u>-</u>

b- Due to related parties:

	March 31, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
AlEsayi Trading Corp. Co.	<u>32,048,353</u>	<u>25,479,672</u>
AlEsayi Electronics	<u>13,804</u>	<u>13,804</u>
	<u>32,062,157</u>	<u>25,493,476</u>

Balances due to related parties are non-interest bearing, unsecured, and repayable on demand, with no specific contractual payment terms.

c- Significant transactions with related parties during the period are as follows:

Related party	Relationship type	Nature of transaction	March 31, 2026	March 31, 2025
AlEsayi Trading Corp. Co.	Associate Company	Purchasing vehicles for leasing Repayment during the period	15,310,403 (8,741,722)	-
Omar Kassem Alesayi For trading and industrial Investments Company Limited	shareholder	Repayment during the period	210,882	900,012
Omar Kassem international sons Company Limited	shareholder	Repayment during the period	-	94,875

NAMA UNITED FINANCING COMPANY
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NOTES TO THE INTRIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026
(Expressed in Saudi Riyals)

6 - Net Investment in Islamic finance

a- This consists of the following:

	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
	Ijarah	Ijarah	Murabaha	Murabaha	Total	Total
Gross investment in Islamic financing	212,961,704	172,364,624	25,794,454	28,875,720	238,756,158	201,240,344
Less: unearned finance income	(32,878,876)	(27,776,757)	(3,729,627)	(4,620,162)	(36,608,503)	(32,396,919)
Present value of minimum lease payments	180,082,828	144,587,867	22,064,827	24,255,558	202,147,655	168,843,425
Less: unearned administrative fees	(1,133,943)	(981,002)	(146,270)	(190,394)	(1,280,213)	(1,171,396)
Less: allowance for expected credit losses	(1,496,197)	(1,380,523)	(328,862)	(211,678)	(1,825,059)	(1,592,201)
Net investment	177,452,688	142,226,342	21,589,695	23,853,486	199,042,383	166,079,828

b- The movement in the provision of expected credit Loss for Islamic financing during the year/period is as following:

	March 31, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
At the beginning of the Period/year	1,592,201	-
Change during the Period/year	232,858	1,592,201
At the End of the Period/year	1,825,059	1,592,201

**NOTES TO THE INTREIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**
(Expressed in Saudi Riyals)

7 - Zakat provision

a-The movement in Zakat provision is as follows:

	March 31, 2026 (UNAUDITED)	December 31, 2025 (AUDITED)
Opening balance	219,497	188,176
Provision for the period / year	54,874	219,497
Payments during the period / year	-	(188,176)
Closing balance	<u>274,371</u>	<u>219,497</u>

c. Zakat status

Company Submitted Zakat return for the first long period ended December 31, 2025 and obtained Zakat certificate valid till 30 April 2026. ZATCA has not finalized the review of the Company' Zakat return for the said period to date.

8 - Share capital

The Company's Subscribed, issued and paid-up share capital of SR 200,000,000 (31 December 2025: SR 200,000,000) is divided into 20,000,000 equity shares (31 December 2025: 20,000,000 equity shares) of SR 10 each Which are fully subscribed, issued and paid, and distributed among shareholders as follows:

	No. of shares (SR 10 each)	March 31, 2026	December 31, 2025	Percentage of ownership
Omar Kassem Alesayi For trading and industrial Investments Company Limited	10,000,000	100,000,000	100,000,000	50
Omar Kassem international sons Company Limited	10,000,000	100,000,000	100,000,000	50
Closing balance	<u>20,000,000</u>	<u>200,000,000</u>	200,000,000	<u>100</u>

9 - Income from Islamic financing

	Three-month period ended 31 March	
	2026	2025
Income from Murabaha	890,535	-
Income from Ijarah	4,474,480	-
	<u>5,365,015</u>	<u>-</u>

10 -General and administrative expenses

	Three-month period ended 31 March	
	2026	2025
Salaries, wages and other benefits	6,084,114	3,905,301
Information technology support and licenses	258,855	825,211
Board of committee	247,500	172,500
Legal and professional charges and consultation	160,810	82,713
Vat Tax Expenses	114,684	-
Customer digital verification cost	89,725	115,611
Sales Commissions expenses	63,670	-
Withholding tax expense	802	17,228
Other operating expenses	184,345	217,145
	<u>7,204,505</u>	<u>5,335,709</u>

**NOTES TO THE INTREIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**
(Expressed in Saudi Riyals)

11 - BASIC AND DILUTED EARNINGS PER SHARE

Losses per share are calculated by dividing net loss attributable to ordinary shareholder by the weighted average number of ordinary shares outstanding during the year.

	<u>Three-month period ended 31 March</u>	
	<u>2026</u>	<u>2025</u>
Net Losses attributable to ordinary shareholders	(1,473,626)	(5,124,422)
Weighted average number of ordinary shares outstanding	20,000,000	20,000,000
Basic and diluted loss per share	(0.07)	(0.26)

12 - FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risks (including foreign exchange rate risks and currency rate risks), credit risks and liquidity risks. The Company's risk management program, implemented by senior management, focuses on cost-effective financing as well as financial risk management to minimize earnings volatility and maximize shareholder returns. The risks faced by the Company and related mitigation strategies are summarized below.

The financial instruments carried in the Company's statement of financial position consist mainly of cash and cash equivalents, net investment in finance leases, lease liability, accounts payable, due to related parties, accruals and other credit balances.

12-1 Credit risk

Credit risk is the risk that counterparty to a financial instrument will fail to discharge an obligation and cause the Company to incur a financial loss. The maximum exposure to credit risk is the carrying value of the financial assets.

The Company is primarily subject to credit risk as shown in the following table:

	<u>March 31, 2026</u>	<u>December 31, 2025</u>
Net Investment in Islamic finance	199,042,383	166,079,828
Prepayments, advance payments and other receivables	48,856	-
Due from related parties	210,882	-
Cash and cash equivalents	22,264,526	19,372,350
Short term investments	30,679,000	53,000,000
	252,245,647	238,452,178

Credit Quality Analysis

Financial assets at amortized cost

The following is information on the credit quality of Investment in finance leases, Murabaha measured at amortized cost as of March 31, 2026 and December 31, 2025. Unless specifically stated, the amounts in the table show the gross carrying amounts.

<u>As of March 31, 2026</u>	<u>Performing (Stage 1)</u>	<u>Low performing (Stage 2)</u>	<u>Non- performing (Stage 3)</u>	<u>Total</u>
Total investment in Ijarah	168,762,481	16,396,171	543,249	185,701,902
Total investment in Murabaha	22,266,853	3,785,733	4,057	26,056,643
Provision of credit losses on Ijarah	1,206,160	13,790	276,247	1,496,197
Provision of credit losses on Murabaha	322,616	4,242	2,004	328,862
ECL ratio of Ijarah	0.71%	0.08%	50.85%	0.81%
ECL ratio of Murabaha	1.45%	0.11%	49.40%	1.26%

NOTES TO THE INTREIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

(Expressed in Saudi Riyals)

12 - FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)

12-1 Credit risk (continued)

As of December 31, 2025	Performing (Stage 1)	Low performing (Stage 2)	Non- performing (Stage 3)	Total
Total investment in Ijarah	140,696,853	3,051,516	247,392	143,995,762
Total investment in Murabaha	26,042,839	9,747	4,057	26,056,643
Allowance for credit losses on Ijarah	756,173	489,724	134,626	1,380,523
Allowance for credit losses on Murabaha	208,345	5	3,328	211,678
ECL ratio of Ijarah	0.54%	16.05%	54.42%	0.96%
ECL ratio of Murabaha	0.80%	0.05%	82.04%	0.81%

12-2- Capital management

The company's capital management objectives are to ensure the company's ability to continue as a going concern and to maximize shareholder value to its shareholder through the optimization of the capital structure. The company manages the capital structure and makes adjustment in the light of changes in economic condition and risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the company may adjust the amount of dividend paid to shareholders, return capital to shareholders or issue new shares. No changes were made in objective, policies or processes of managing capital during the three month period ended 31 March 2026

The Company monitors capital on the basis of the regulatory requirements of Regulations for companies and SAMA minimum capital requirements for financing companies. Capital adequacy ratio is calculated by dividing net investment in Islamic financing by total equity. As per SAMA regulations, the capital adequacy ratio of the Company must not exceed 3 times of equity.

	March 31,	December 31,
	2026	2025
Capital adequacy ratio	<u>Time 1.1</u>	<u>0.94 Time</u>

(Net investment in Islamic Financing before expected credit losses divided by total shareholders' equity)

13 - COMMITMENTS AND CONTINGENCIES

During the course of its normal business, the Company faces lawsuits and claims related to the nature of its business. However, no material claims are expected to arise from the outstanding litigation as at the reporting date.

14 - SUBSEQUENT EVENTS

In management's opinion, there were no significant subsequent events after 31 March 2026 up to the date of approval of the financial statements, that may have a material impact on the financial statements as at 31 March 2026.

15 - SIGNIFICANT EVENT

During March 2026, geopolitical instability in the Middle East region increased, which may affect all countries in the region. Management is closely monitoring these geopolitical developments and has concluded that these events represent non-adjusting subsequent events that do not require any adjustments to the financial statements. Although the Company's financial position has not been affected at present, management continues to assess the potential for future impacts on its operations.

16 - APPROVALS OF FINANCIAL INFORMATION

The interim condensed financial information was approved by Board of Directors on Dhu'l-Qi'dah 25, 1447 AH (corresponding to May 12, 2026).