Riyadh Cables Group Company
(A Saudi Joint Stock Company)

Interim Condensed Consolidated Financial Statements (Unaudited)
And Independent Auditor's Review Report

For the three months and six months periods ended 30 June 2026

Riyadh Cables Group Company
(A Saudi Joint Stock Company)

Interim Condensed Consolidated Financial Statements (Unaudited)
And Independent Auditor's Review Report
For the three-month and six-month periods ended 30 June 2026

ERNST & YOUNG PROFESSIONAL SERVICES (PROFESSIONAL LLC)
Paid-Up Capital: ⃁ **5,500,000** (Five Million Five Hundred Thousand Saudi Riyals)

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF RIYADH CABLES GROUP COMPANY (A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Riyadh Cables Group Company ("the Company") and its subsidiaries (collectively referred to as "the Group") as at 30 June 2026, and the related interim condensed consolidated statements of profit or loss and comprehensive income for the three-month and six-month periods ended 30 June 2026, and the related interim condensed consolidated statements of changes in equity and cash flows for the six-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.

Other Matter

The consolidated financial statements of the Group for the year ended 31 December 2025 were audited by another auditor who expressed an unmodified opinion on those consolidated financial statements on 7 Shawwal 1447H (corresponding to 26 March 2026). Further, the interim condensed consolidated financial statements of the Group for the three and six-month period ended 30 June 2025 were reviewed by another auditor who expressed an unmodified review conclusion on the interim condensed consolidated financial statements on 12 Safar 1447H (corresponding to 6 August 2025).

for Ernst & Young Professional Services

Abdullah A. Alshenaibir
Certified Public Accountant
License No. 583

Riyadh: 20 Safar 1448H
(3 August 2026)

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EY
سجل تجاري ١٠١٠٣٨٣٨٢١
CR. 1010383821
شركة إرنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

Riyadh Cables Group Company
(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Financial Position
As at 30 June 2026
(All amounts are expressed in Saudi Riyals unless otherwise stated)

	Notes	***30 June 2026 (Unaudited)***	*31 December 2025 (Audited)*
ASSETS			
Property, plant and equipment	7	**1,577,311,642**	1,491,863,120
Intangible assets and goodwill		**128,050,289**	137,921,104
Investments at fair value through other comprehensive income		**8,828,800**	10,369,799
Equity-accounted investee		**31,851,877**	31,851,877
Right of use assets		**72,093,852**	68,978,523
Investment properties - Land		**10,030,841**	10,030,841
TOTAL NON-CURRENT ASSETS		**1,828,167,301**	1,751,015,264
Inventories	8	**2,634,121,301**	2,411,049,305
Trade receivables	9	**2,826,222,386**	2,485,315,291
Contract assets		**91,001,742**	51,913,996
Advances and other current assets		**344,355,770**	175,447,826
Derivative financial instruments	18	**65,347,995**	170,797,004
Cash and cash equivalents		**229,276,705**	236,043,009
TOTAL CURRENT ASSETS		**6,190,325,899**	5,530,566,431
TOTAL ASSETS		**8,018,493,200**	7,281,581,695
EQUITY AND LIABILITIES			
EQUITY			
Share capital		**1,500,000,000**	1,500,000,000
Reserve	10	**288,326,294**	288,326,294
Retained earnings		**1,543,724,619**	1,293,240,619
Treasury shares		**(21,097,836)**	(21,097,836)
Other reserves		**160,079,412**	185,667,858
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE COMPANY		**3,471,032,489**	3,246,136,935
Non-controlling interests		**72,610,449**	62,737,156
TOTAL EQUITY		**3,543,642,938**	3,308,874,091
LIABILITIES			
Borrowings	11	**41,164,156**	24,601,242
Employees' benefits obligations		**138,304,022**	134,809,948
Lease liabilities		**12,944,301**	9,396,988
Deferred tax liability		**1,446,760**	251,585
TOTAL NON-CURRENT LIABILITIES		**193,859,239**	169,059,763
Islamic finance facilities and borrowings	11	**821,617,148**	585,175,559
Accrued expenses and other liabilities		**505,656,412**	537,652,337
Trade and other payables		**1,920,322,395**	1,584,160,094
Derivative financial instruments	18	**23,759,652**	38,068,228
Provision for onerous contracts		**872,184,617**	888,786,247
Contract liabilities		**58,281,508**	68,655,062
Provision for zakat and income tax	12	**77,038,663**	99,107,886
Lease liabilities		**2,130,628**	2,042,428
TOTAL CURRENT LIABILITIES		**4,280,991,023**	3,803,647,841
TOTAL LIABILITIES		**4,474,850,262**	3,972,707,604
TOTAL EQUITY AND LIABILITIES		**8,018,493,200**	7,281,581,695

Khalid Abdulrahman Al-Gwaiz	**Baha Eissa**	**Borjan Sehovac**
Chairman	Chief Financial Officer	

شركة مجموعة كابلات الرياض
شركة مساهمة عامة
سجل تجاري ١٠١٠٠٥٢٩٢٧
RIYADH CABLES GROUP COMPANY

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

Riyadh Cables Group Company
(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Profit or Loss
For the three-month and six-month periods ended 30 June 2026
(All amounts are expressed in Saudi Riyals unless otherwise stated)

	Notes	***For the three-month period ended 30 June***		***For the six-month period ended 30 June***	
		2026 (unaudited)	*2025 (unaudited)*	***2026 (unaudited)***	*2025 (unaudited)*
Revenue	16	**2,929,961,339**	2,714,843,097	**5,697,626,137**	5,203,893,532
Cost of revenue	13	**(2,490,752,202)**	(2,271,419,043)	**(4,827,872,715)**	(4,333,660,703)
GROSS PROFIT		**439,209,137**	443,424,054	**869,753,422**	870,232,829
Selling and distribution expenses		**(36,757,710)**	(31,971,683)	**(75,772,502)**	(64,100,423)
General and administrative expenses		**(48,703,522)**	(44,239,474)	**(89,673,881)**	(86,542,420)
Impairment losses on trade receivables	9	**(8,430,057)**	(41,679,239)	**(35,876,936)**	(100,392,586)
Other (expense) / income, net	14	**(2,919,311)**	(1,852,425)	**1,309,375**	(2,576,554)
PROFIT FROM OPERATIONS		**342,398,537**	323,681,233	**669,739,478**	616,620,846
Finance costs	15	**(22,732,753)**	(17,709,212)	**(39,450,432)**	(35,547,184)
Finance income		**956,002**	417,179	**1,396,420**	750,660
PROFIT BEFORE ZAKAT AND INCOME TAX		**320,621,786**	306,389,200	**631,685,466**	581,824,322
Zakat and income tax	12	**(12,447,112)**	(29,219,321)	**(41,504,981)**	(49,167,926)
Deferred tax		**-**	2,207,281	**-**	2,954,418
NET PROFIT FOR THE PERIOD		**308,174,674**	279,377,160	**590,180,485**	535,610,814
Attributable to:					
Shareholders of the Company		**306,824,399**	279,284,732	**588,792,961**	535,469,326
Non-controlling interests		**1,350,275**	92,428	**1,387,524**	141,488
		308,174,674	279,377,160	**590,180,485**	535,610,814
Earnings per share					
Basic and diluted earnings per share	17	**2.05**	1.87	**3.93**	3.58

Khalid Abdulrahman Al-Gwaiz	**Baha Eissa**	**Borjan Sehovac**
Chairman	Chief Financial Officer	Chief Executive Officer

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

Interim Condensed Consolidated Statement of Comprehensive Income

For the three-month and six-month period ended 30 June 2026
(All amounts are expressed in Saudi Riyals unless otherwise stated)

	Notes	***For the three-month period ended 30 June***		***For the six-month period ended 30 June***	
		2026 (unaudited)	*2025 (unaudited)*	***2026 (unaudited)***	*2025 (unaudited)*
Net profit for the period		**308,174,674**	279,377,160	**590,180,485**	535,610,814
Other comprehensive income					
Items that may be reclassified to profit or loss					
Foreign currency translation differences		**617,997**	(164,024)	**(50,223)**	(28,593)
Cash flow hedge effective portion of changes in fair value		**841,351**	37,684,070	**(6,060,701)**	60,072,567
		1,459,348	37,520,046	**(6,110,924)**	60,043,974
Items that will not be reclassified to profit or loss					
Investments at fair value through other comprehensive income - net change in fair value		**(1,533,332)**	(3,871,664)	**(1,540,999)**	(9,314,992)
Remeasurement of employees' benefits obligations		**(722,293)**	(872,691)	**(1,444,586)**	(581,794)
		(2,255,625)	(4,744,355)	**(2,985,585)**	(9,896,786)
Other comprehensive (loss) income for the period		**(796,277)**	32,775,691	**(9,096,509)**	50,147,188
Total comprehensive income for the period		**307,378,397**	312,152,851	**581,083,976**	585,758,002
Attributable to:					
Shareholders of the Company		**306,028,122**	312,060,423	**579,696,452**	585,616,514
Non-controlling interests		**1,350,275**	92,428	**1,387,524**	141,488
		307,378,397	312,152,851	**581,083,976**	585,758,002

شركة مجموعة كابلات الرياض
شركة مساهمة عامة
سجل تجاري ١٠١٠٠٠٥٢٩٢٧
RIYADH CABLES GROUP COMPANY

Khalid Abdulrahman Al-Gwaiz	**Baha Eissa**	**Borjan Sehovac**
Chairman	Chief Financial Officer	Chief Executive Officer

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

Riyadh Cables Group Company
(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Changes in Equity

For the six-month period ended 30 June 2026
(All amounts are expressed in Saudi Riyals unless otherwise stated)

	Equity attributable to the shareholders of the Company												
					Other reserves								
	Share capital	*Reserve*	*Retained earnings*	*Treasury shares*	*Acquisition reserve of a subsidiary*	*Reserve for valuation of investments at fair value through other comprehensive income*	*Employees' share-based payment plan reserve*	*Cash flow hedge reserve*	*Foreign operations translation reserve*	*Total other reserves*	*Total*	*Non-controlling interests*	*Total equity*
For the six-month period ended 30 June 2025 (unaudited)													
Balance at 1 January 2025	1,500,000,000	288,326,294	814,601,950	(21,097,836)	22,725,173	22,042,964	16,000,000	(17,304,578)	(940,317)	42,523,242	2,624,353,650	(476,754)	2,623,876,896
Net profit for the period	-	-	535,469,326	-	-	-	-	-	-	-	535,469,326	141,488	535,610,814
Other comprehensive (loss) income for the period	-	-	(581,794)	-	-	(9,314,992)	-	60,072,567	(28,593)	50,728,982	50,147,188	-	50,147,188
Total comprehensive income for the period	-	-	534,887,532	-	-	(9,314,992)	-	60,072,567	(28,593)	50,728,982	585,616,514	141,488	585,758,002
Share-based payments	-	-	-	-	-	-	4,000,000	-	-	4,000,000	4,000,000	-	4,000,000
Dividends (note 22)	-	-	(299,435,000)	-	-	-	-	-	-	-	(299,435,000)	(60,802)	(299,495,802)
Balance at 30 June 2025	1,500,000,000	288,326,294	1,050,054,482	(21,097,836)	22,725,173	12,727,972	20,000,000	42,767,989	(968,910)	97,252,224	2,914,535,164	(396,068)	2,914,139,096
Six months period ended 30 June 2026 (unaudited)													
Balance at 1 January 2026	**1,500,000,000**	**288,326,294**	**1,293,240,619**	**(21,097,836)**	**22,725,173**	**6,065,645**	**21,097,836**	**137,740,329**	**(1,961,125)**	**185,667,858**	**3,246,136,935**	**62,737,156**	**3,308,874,091**
Net profit for the period	-	-	**588,792,961**	-	-	-	-	-	-	-	**588,792,961**	**1,387,524**	**590,180,485**
Other comprehensive (loss) income for the period	-	-	**(1,444,586)**	-	-	**(1,540,999)**	-	**(6,060,701)**	**(50,223)**	**(7,651,923)**	**(9,096,509)**	-	**(9,096,509)**
Total comprehensive income for the period	-	-	**587,348,375**	-	-	**(1,540,999)**	-	**(6,060,701)**	**(50,223)**	**(7,651,923)**	**579,696,452**	**1,387,524**	**581,083,976**
Non-controlling interest adjustment	-	-	-	-	-	-	-	-	-	-	-	**8,546,820**	**8,546,820**
Share-based payments	-	-	-	-	-	-	**3,600,000**	-	-	**3,600,000**	**3,600,000**		**3,600,000**
Settlement of cashflow hedge instruments	-	-	-	-	-	-	-	**(21,536,523)**	-	**(21,536,523)**	**(21,536,523)**	-	**(21,536,523)**
Dividends (note 22)	-	-	**(336,864,375)**	-	-	-	-	-	-	-	**(336,864,375)**	**(61,051)**	**(336,925,426)**
Balance at 30 June 2026	**1,500,000,000**	**288,326,294**	**1,543,724,619**	**(21,097,836)**	**22,725,173**	**4,524,646**	**24,697,836**	**110,143,105**	**(2,011,348)**	**160,079,412**	**3,471,032,489**	**72,610,449**	**3,543,642,938**

شركة مجموعة كابلات الرياض
شركة مساهمة عامة
سجل تجاري ١٠١٠٠٥٢٩٢٧
RIYADH CABLES GROUP COMPANY

Khalid Abdulrahman Al-Gwaiz
Chairman

Baha Eissa
Chief Financial Officer

Borjan Sehovac
Chief Executive Officer

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

Interim Condensed Consolidated Statement of Cash Flows

For the six-month period ended 30 June 2026
(All amounts are expressed in Saudi Riyals unless otherwise stated)

	For the six-month period ended	
	30 June 2026 (unaudited)	*30 June 2025 (unaudited)*
OPERATING ACTIVITIES		
Profit before zakat and income tax	**631,685,466**	581,824,322
Adjustments:		
Depreciation and amortization	**49,137,687**	35,864,252
Share in results of equity-accounted investee	**-**	(54,846)
Depreciation of right-of-use of assets	**2,092,393**	1,312,387
Allowance (reversal) for inventories' net realizable value	**7,381,184**	(11,226,329)
Allowance for impairment losses on trade receivables	**35,876,936**	100,392,586
Provision for employees' benefits obligations	**11,067,621**	8,532,998
Loss on disposal of property, plant and equipment	**-**	112,812
Share-based payments expenses	**3,600,000**	4,000,000
Net loss (gain) on derivative instruments at fair value through profit or loss	**63,543,209**	(106,292,342)
Finance costs	**36,369,732**	32,132,037
(Reversal) provisions of onerous contracts	**(16,601,630)**	278,483,443
Changes in working capital:		
Inventories	**(230,453,180)**	(186,073,799)
Trade receivables	**(376,784,031)**	(551,080,855)
Contract assets	**(39,087,746)**	(14,514,779)
Advances and other current assets	**(168,907,944)**	(72,100,665)
Accrued expenses and other liabilities	**(11,079,997)**	183,130,850
Trade payables and other payables	**336,420,257**	(57,248,558)
Contract liabilities	**(10,373,554)**	7,107,719
	323,886,403	234,301,233
Employees' benefits obligations paid	**(9,018,133)**	(4,018,217)
Finance cost paid	**(36,369,732)**	(32,132,037)
Zakat and income tax paid	**(63,577,481)**	(55,882,659)
Net cash flows from operating activities	**214,921,057**	142,268,320
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(111,457,976)**	(81,468,776)
Proceed from disposal of property, plant and equipment	**1,266,881**	202,831
Payment to acquire a lease asset	**(106,987)**	(60,136,601)
Remaining payments related to acquisition of subsidiary	**(27,454,014)**	-
Net cash flows used in investing activities	**(137,752,096)**	(141,402,546)
FINANCING ACTIVITIES		
Repayment of Islamic financing facilities	**(1,152,247,978)**	(1,371,048,886)
Proceeds from Islamic financing facilities	**1,406,065,947**	1,815,133,021
Payment of principal amount of lease liabilities	**(1,465,222)**	(743,352)
Dividends paid	**(336,925,426)**	(299,495,802)
Net cash flows (used in) /from financing activities	**(84,572,679)**	143,844,981
Net change in cash and cash equivalents during the period	**(7,403,718)**	144,710,755
Cash and cash equivalents at the beginning of the period	**236,043,009**	90,672,725
Effect of exchange rate change on cash and cash equivalents	**637,414**	(28,593)
Cash and cash equivalents at the end of the period	**229,276,705**	235,354,887
NON-CASH TRANSACTIONS		
Remeasurement of employees' benefits obligations	**(1,444,586)**	(581,794)
Change in the fair value of investments at fair value through other comprehensive income	**(1,540,999)**	(9,314,992)
Changes in the value of the hedging instruments recognized in other comprehensive income	**(6,060,701)**	60,847,580

Khalid Abdulrahman Al-Gwaiz	**Baha Eissa**	**Borjan Sehovac**
Chairman	Chief Financial Officer	Chief Executive Officer

شركة مجموعة كابلات الرياض
شركة مساهمة عامة
سجل تجاري ١٠١٠٠٥٢٩٢٧
RIYADH CABLES GROUP COMPANY

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

1. REPORTING ENTITY

Riyadh Cables Group Company ("Company") and its subsidiaries (together the "Group") is a Saudi Joint Stock Company in accordance with the Regulations for Companies in the Kingdom of Saudi Arabia (KSA). The Company operates under the Commercial Registration no. 1010052927, (the unified number is 7013527861) issued on 24 Jumada II 1435H (corresponding to 24 April 2014). The Company operates under the Industrial License no. 396/R dated 12 Jumada' II 1416H (corresponding to 25 November 1995) that was amended by the Industrial License no. 36/R dated 5 Muharram 1418H (corresponding to 12 May 1997) and the Industrial License no. 2572 dated 16 Rajab 1434H (corresponding to 26 May 2013). The Company's registered office is located at Second Industrial Area, P.O. Box 26862 Riyadh 11496, Kingdom of Saudi Arabia.

The principal activities of the Group include the production of insulated and non-insulated cables made from aluminum and copper.

The financial year begins on 1 January and ends on 31 December of each Gregorian year.

The subsidiaries included in these interim condensed consolidated financial statements are same as disclosed in the consolidated financial statements for the year ended 31 December 2025. During the period ended 30 June 2026, the Group paid the remaining consideration amounting to SR 27.5 million which was deferred for the acquisition of Artikul Aziya Kabel LLC as at 31 December 2025.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These interim condensed consolidated financial statements for the three-month and six-month period ended 30 June 2026 have been prepared in accordance with IAS 34 "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2025 ("Annual Financial Statements").

These interim condensed consolidated financial statements do not include all the required information to prepare a full set of the financial statements in accordance with IFRS Accounting Standards as endorsed in the Kingdom of Saudi Arabia; however, certain accounting policies and selected explanatory notes are included to explain significant events and transactions during the period to understand the changes in the Group's financial position and financial performance since the prior year financial statements.

The results for the three-month and six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the year ended 31 December 2026.

3. USE OF ESTIMATES AND JUDGEMENTS

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, the accompanying disclosures, and the disclosure of contingent liabilities, at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that may require a material adjustment to the carrying amount of the asset or liability affected in the future. These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised or in the revision period and future periods if the changed estimates affect both current and future periods.

As at 30 June 2026, management believes that all sources of estimation uncertainty remain similar to those disclosed in the Group's annual financial statements for the year ended 31 December 2025. The current geopolitical developments (refer to 3.1 below) has not materially impacted the significant accounting judgements, estimates and assumptions as at and for the period ended 30 June 2026 and management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

3. USE OF ESTIMATES AND JUDGEMENTS (continued)

3.1 Ongoing regional geopolitical developments

The Group continues to monitor the regional geopolitical developments and their potential impact, while supply chain has been impacted in terms of cost and availability, these developments have not had a material impact on Group's interim condensed consolidated financial statements for the period ended 30 June 2026. However, given the evolving nature of the situation, the potential impact on the Group's business and financial performance will continue to be assessed on future reporting dates as further escalation or prolonged continuation of the conflict could potentially affect its business.

4. BASIS OF MEASUREMENT

The interim condensed consolidated financial statements have been prepared on the historical cost basis and the going concern concept, except for the following:

- Employees' defined benefits obligations that have been actuarially evaluated and measured at their present value using the projected unit credit method.
- Investment at fair value through other comprehensive income ("FVOCI")
- Derivative financial instruments at fair value.

5. PRESENTATION AND FUNCTIONAL CURRENCY

These interim condensed consolidated financial statements are prepared in Saudi Riyal ("SR") which is the Company's functional currency and Group's presentation currency.

6. MATERIAL ACCOUNTING POLICIES

6.1 New standards, amendments to standards, and interpretations

The material accounting policies and methods used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2025 and corresponding interim reporting period, except for the new accounting policies introduced as adoption of the following amendments which became applicable for annual reporting periods commencing on or after 1 January 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

6.2 New standards, interpretations and amendments adopted by the Group

The following standards and interpretations apply for the first time to financial reporting periods commencing on or after 1 January 2026:

- Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7
- Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7
- Annual Improvements to IFRS accounting Standards – Volume 11

The above amendments had no material impact on Group's interim condensed consolidated financial statements.

6.3 Expected impact of the initial application of IFRS 18: Presentation and Disclosure in Financial Statements

In April 2024, the International Accounting Standards Board ("IASB") issued IFRS 18 Presentation and Disclosure in Financial Statements, which replaces IAS 1 Presentation of Financial Statements and becomes effective for annual reporting periods beginning on or after 1 January 2027. The new standard introduces new requirements and updates to the interim condensed consolidated Statement of Profit or Loss, with the main objective of improving comparability in the interim condensed consolidated Statement of Profit or Loss and enhancing transparency over management-defined performance measures.
The key new concepts introduced by IFRS 18 include:

- A revised structure of the interim condensed consolidated Statement of Profit or Loss, requiring classification of income and expenses into 5 defined categories based on the entity's main business activities and presentation of mandatory subtotals;

6. MATERIAL ACCOUNTING POLICIES (continued)

6.3 Expected impact of the initial application of IFRS 18: Presentation and Disclosure in Financial Statements (continued)

- Enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general; and

- Required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures).

In accordance with the requirements of the Capital Market Authority ("CMA") regarding the disclosure of the preliminary assessment of the expected impact of the initial application of IFRS 18, the Group preliminary assessed the expected impact of adopting this new standard on its interim condensed consolidated financial statements. This adoption is expected to result only in changes to the presentation and disclosure of information within the financial statements and will not have any financial impact on the Group's financial position, financial performance, cash flows, earnings per share or total equity.

The Group's assessment remains ongoing and further refinements to the expected impact may arise as implementation activities progress and additional industry and regulatory guidance becomes available.

a) Impact on the structure of the Interim Condensed Consolidated Statement of Profit or Loss

The standard is expected to result in changes to the presentation of certain line items and subtotals in the interim condensed consolidated statement of profit or loss namely operating, investing, financing, zakat/income tax and discontinued operations. This classification depends on the main business activities of the Group.

Based on the Group's preliminary assessment and the nature of its main business activities, performed to date, the Group expects changes to the current structure of interim condensed consolidated statement of profit or loss to result in:

- Finance Income: Finance income are mainly profits earned on call deposits, short-term deposits and cash equivalents maintained for liquidity management, which together are currently reported as finance income in the interim condensed consolidated statement of profit or loss. These activities are incidental to the Group's operations and do not represent its principal business. Accordingly, investing in assets is not a specified main business activity of the Group. Under IFRS 18, these incomes should be classified within the investing category of the interim condensed consolidated statement of profit or loss.

- Finance costs: Finance costs are mainly from Islamic finance facilities and borrowings, lease liabilities recognised under IFRS 16 and employees' benefits obligations which together are currently reported as finance cost in the interim condensed consolidated statement of profit or loss. These financing arrangements support the Group's operating activities and do not represent a principal business activity. Under IFRS 18, these costs should be classified within the financing category of the interim condensed consolidated statement of profit or loss.

- Foreign exchange differences: Foreign exchange differences are currently presented in other (expenses) / income – net in the interim condensed consolidated statement of profit or loss. Under IFRS 18, foreign exchange differences are required to be classified in the same category as the income and expenses from the items that gave rise to the foreign exchange differences. All foreign exchange differences arises operating activities and accordingly these will be categorized in the relevant operating activities category.

- Share in results of equity accounted investee: Currently, the Group's share in results of equity accounted investee is presented within Other (expense) / income, net in the interim condensed consolidated statement of profit or loss. Whereas upon on the adoption of IFRS 18, this is expected to be presented within the investing category under IFRS 18, subject to materiality assessment.

(All amounts are expressed in Saudi Riyals unless otherwise stated)

6. MATERIAL ACCOUNTING POLICIES (continued)

6.3 Expected impact of the initial application of IFRS 18: Presentation and Disclosure in Financial Statements (continued)

b) Aggregation and disaggregation

The new aggregation and disaggregation requirements will lead into changes to present the most useful structured summary. The Group is assessing how items are aggregated and disaggregated in the primary financial statements and the notes on the basis of similar and dissimilar characteristics.

Certain profit or loss line items description, aggregations and subtotals may change to provide useful structured summaries and disclose additional material information in the notes. The Group is performing a detailed assessment to determine the appropriate classification of items. The Group is also assessing line items currently labelled as “other” and will use more informative labels that describes the aggregated items as precisely as possible. The Group also expects expanded disclosure requirements relating to the aggregation and disaggregation of information.

c) Management Performance Measures “MPMs”

Management-defined Performance Measures (MPMs) is a subtotal of income and expenses that entity uses in public communication outside the financial statements that communicates management’s view of an aspect of the financial performance of the entity as a whole. Where applicable, these measures may require quantitative reconciliation to IFRS-defined subtotals together with expanded explanatory disclosures. The Group is currently assessing which of its public communications should be reviewed to identify these MPMs, and since these measures must align with the same period covered by the interim condensed consolidated financial statements, the MPM disclosures made upon IFRS 18 adoption will be drawn from the Group's public communications for the 2027 interim reporting period.

d) Consequential amendments

The Group is also evaluating the consequential amendments arising from IFRS 18, including amendments to IAS 7 Statement of Cash Flows and IAS 34 Interim Financial Reporting. The Group currently uses profit for the year/period before zakat as a starting point of the reconciliation to cash flows from operating activities. Certain adjusting items included in the reconciliation will change as a result of the new starting point.

The consequential amendments also provide specific guidance on the classification of finance cost and dividend cash flows. The Group will classify cash flows from finance cost paid as financing activities rather than operating activities under IFRS 18 and cash flows from finance incomes will be classified as investing activities.

It also requires goodwill to be presented as a separate line item on the face of the interim condensed consolidated statement of financial position. Currently, goodwill is included within intangible assets; upon adoption, it will be disaggregated and presented separately.

The Group’s assessment remains ongoing and further refinements to the expected impact may arise as implementation activities progress and additional industry and regulatory guidance becomes available.

7. PROPERTY, PLANT AND EQUIPMENT

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Balance at the beginning of the period / year - net book value	**1,491,863,120**	1,336,038,944
Additions for the period / year	**111,457,976**	188,878,083
Depreciation charge for the period / year	**(46,335,915)**	(76,616,111)
Disposals for the period / year	**(1,266,881)**	(9,178,513)
Acquisition of a subsidiary	**22,153,949**	53,281,727
Exchange differences	**(560,607)**	(541,010)
Balance at the end of the period / year - net book value	**1,577,311,642**	1,491,863,120

(All amounts are expressed in Saudi Riyals unless otherwise stated)

8. INVENTORIES

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Finished goods	**1,664,084,925**	1,502,695,537
Work in progress	**505,997,720**	443,992,520
Raw materials	**412,116,548**	368,862,655
Packaging material	**67,926,914**	63,481,720
Spare parts	**55,041,206**	51,853,715
Projects' supplies	**3,101,896**	3,196,949
Goods in-transit	**-**	43,732,933
	2,708,269,209	2,477,816,029
Less: Allowance for inventories' net realizable value	**(74,147,908)**	(66,766,724)
	2,634,121,301	2,411,049,305

Movement in allowance for inventories' net realizable value is as follows:

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Balance at the beginning of the period / year	**66,766,724**	138,070,200
Provided/ (reversed) during the period/ year	**7,381,184**	(71,303,476)
Balance at the end of the period/year	**74,147,908**	66,766,724

9. TRADE RECEIVABLES

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Trade receivables	**3,124,775,112**	2,747,991,081
Allowance for impairment losses (expected credit loss)	**(298,552,726)**	(262,675,790)
	2,826,222,386	2,485,315,291

The movement in the allowance for expected credit loss on trade receivables is as follows:

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Balance at the beginning of the period / year	**262,675,790**	111,865,763
Provided during the period/ year	**35,876,936**	150,810,027
Balance at the end of the period / year	**298,552,726**	262,675,790

10. 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 company's By-Law prior to alignment with the new Companies Law. The utilization of these reserves is subject to the decisions of the shareholders' assembly

(All amounts are expressed in Saudi Riyals unless otherwise stated)

11. ISLAMIC FINANCING FACILITIES AND BORROWINGS

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Murabaha facility	**797,966,562**	565,570,253
Current portion of long-term borrowings	**23,650,586**	19,605,306
Total Islamic finance facilities and current borrowings	**821,617,148**	585,175,559
Non-current portion of long-term borrowings	**41,164,156**	24,601,242
	862,781,304	609,776,801

(a) Murabaha facilities

The Group entered into credit facilities agreements with several local banks to support the working capital requirement with a total amount of SR 2.15 billion (2025: SR 2.4 billion). These facilities bear special commission at prevailing market rates which are based on SAIBOR. All credit facilities were granted under promissory notes.

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Balance at the beginning of the period/ year	**565,570,253**	433,053,112
Utilized during the period/ year	**1,375,876,302**	3,500,407,249
Paid during the period / year	**(1,143,479,993)**	(3,367,890,108)
Balance at the end of the period/ year	**797,966,562**	565,570,253

(b) Long term Borrowings

The Group entered into a long-term loan agreement with a financial institution for working capital requirements with a total facility amount of EUR 20 million maturing in 2028. As at 30 June 2026, the Group had withdrawn EUR 10 million (31 December 2025: EUR 10 million) under this facility. This facility bears special commission at prevailing market rates which are based on 6 Months EURIBOR.

12. PROVISION FOR ZAKAT AND INCOME TAX

Zakat and Income Tax Status

Riyadh Cables Group Company
Riyadh Group Cables Company obtained the final zakat and tax clearance certificate for the financial year ended 31 December 2024 . The Company also submitted the Zakat and tax return and repaid all Zakat and tax accruals for the financial year ended at 31 December 2025.

As at 30 June 2026, there are no claims for Zakat differences from the ZATCA that would require creation of provisions.

The movement in zakat and income tax provision is as follows:

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Balance at the beginning of the period/ year	**99,107,886**	67,410,011
Acquisition of a subsidiary	**-**	463,658
Charge during the period/ year	**41,504,981**	104,534,707
Paid during the period / year	**(63,577,481)**	(73,300,355)
Impact of foreign currency translation	**3,277**	(135)
Balance at the end of the period/ year	**77,038,663**	99,107,886

(All amounts are expressed in Saudi Riyals unless otherwise stated)

13. COST OF REVENUE

	For the three-month period ended 30 June		***For the six-month period ended 30 June***	
	2026 (unaudited)	*2025 (unaudited)*	***2026 (unaudited)***	*2025 (unaudited)*
Materials	**2,374,326,788**	2,162,359,145	**4,587,496,798**	4,114,635,539
Salaries and employees' benefits	**63,408,653**	59,846,739	**129,247,832**	122,927,168
Depreciation expense	**22,843,282**	17,235,365	**46,323,932**	32,723,515
Repairs and maintenance	**9,265,663**	11,343,709	**19,634,482**	23,163,267
Electricity and other benefits	**15,730,223**	17,535,128	**33,047,513**	30,438,969
Others	**5,177,593**	3,098,957	**12,122,158**	9,772,245
	2,490,752,202	2,271,419,043	**4,827,872,715**	4,333,660,703

14. OTHER (EXPENSES) / INCOME – NET

	For the three-month period ended 30 June		***For the six-month ended 30 June***	
	2026 (unaudited)	*2025 (unaudited)*	***2026 (unaudited)***	*2025 (unaudited)*
Foreign currency gain / (loss)	**(58,868)**	(1,917,859)	**(1,708,204)**	(2,584,351)
Loss on disposal of property, plant and equipment	**-**	-	**-**	(112,812)
Others	**(2,860,443)**	65,434	**3,017,579**	120,609
	(2,919,311)	(1,852,425)	**1,309,375**	(2,576,554)

15. FINANCE COSTS

	For the three-month period ended 30 June		***For the six-month period ended 30 June***	
	2026 (unaudited)	*2025 (unaudited)*	***2026 (unaudited)***	*2025 (unaudited)*
Murabaha and borrowing	**20,936,456**	16,280,816	**35,853,591**	32,718,729
Interest on employees' benefits	**1,540,350**	1,332,243	**3,080,700**	2,664,487
Interest on lease liabilities	**255,947**	96,153	**516,141**	163,968
	22,732,753	17,709,212	**39,450,432**	35,547,184

(All amounts are expressed in Saudi Riyals unless otherwise stated)

16. SEGMENT REPORTING

The Group's has mainly three major operating segments which are:

* Cables and wire which includes electrical cables.
* High voltage cables which are generally used in turnkey projects.
* Others which include telephone cables and services.

The following tables present assets and liabilities information for the Group's operating segments for the six months ended 30 June 2026 and 2025 respectively.

As at and for the six months period ended 30 June 2026	**Cables and wires**	**High voltage**	**Other**	**Total**
Revenue point in time	**5,400,159,101**	**5,347,375**	**16,654,045**	**5,422,160,521**
Revenue over time	**-**	**275,465,616**	**-**	**275,465,616**
Total revenue	**5,400,159,101**	**280,812,991**	**16,654,045**	**5,697,626,137**
Cost of revenue	**(4,543,812,703)**	**(260,475,359)**	**(23,584,653)**	**(4,827,872,715)**
Expenses	**(162,632,297)**	**(1,916,055)**	**(898,031)**	**(165,446,383)**
Impairment losses on trade receivables	**(31,712,161)**	**(3,902,215)**	**(262,560)**	**(35,876,936)**
Other (expenses) / income – net	**3,084,465**	**(1,767,260)**	**(7,830)**	**1,309,375**
Finance income	**1,396,420**	**-**	**-**	**1,396,420**
Finance costs	**(38,926,510)**	**(101,571)**	**(422,351)**	**(39,450,432)**
Profit/(loss) before zakat and tax	**627,556,315**	**12,650,531**	**(8,521,380)**	**631,685,466**
Total assets	**7,384,331,543**	**536,902,488**	**97,259,169**	**8,018,493,200**
Total liabilities	**4,161,409,588**	**281,244,386**	**32,196,288**	**4,474,850,262**

As at and for the six months period ended 30 June 2025	Cables and wires	High voltage	Other	Total
Revenue point in time	5,109,923,054	1,998,379	13,001,885	5,124,923,318
Revenue over time	-	78,970,214	-	78,970,214
Total revenue	5,109,923,054	80,968,593	13,001,885	5,203,893,532
Cost of revenue	(4,251,750,896)	(78,770,345)	(3,139,462)	(4,333,660,703)
Expenses	(149,120,342)	(721,351)	(801,150)	(150,642,843)
Impairment losses on trade receivables	(101,745,142)	(742,902)	2,095,458	(100,392,586)
Other (expenses) / income - net	(4,619,213)	1,786,029	256,630	(2,576,554)
Finance income	750,660	-	-	750,660
Finance costs	(35,093,592)	(78,516)	(375,076)	(35,547,184)
Profit before Zakat and tax	568,344,529	2,441,508	11,038,285	581,824,322
Total assets	6,482,793,105	296,266,113	107,104,924	6,886,164,142
Total liabilities	3,710,576,412	235,325,070	26,123,564	3,972,025,046

For the three months period ended 30 June 2026	**Cables and wires**	**High voltage**	**Other**	**Total**
Revenue point in time	**2,739,749,488**	**4,177,525**	**8,364,835**	**2,752,291,848**
Revenue over time	**-**	**177,669,491**	**-**	**177,669,491**
Total revenue	**2,739,749,488**	**181,847,016**	**8,364,835**	**2,929,961,339**
Cost of revenue	**(2,299,401,757)**	**(172,895,244)**	**(18,455,201)**	**(2,490,752,202)**
Expenses	**(83,462,955)**	**(1,512,466)**	**(485,811)**	**(85,461,232)**
Impairment losses on trade receivables	**(7,816,082)**	**(564,011)**	**(49,964)**	**(8,430,057)**
Other expenses - net	**(975,502)**	**(1,941,649)**	**(2,160)**	**(2,919,311)**
Finance income	**956,002**	**-**	**-**	**956,002**
Finance costs	**(22,470,792)**	**(50,786)**	**(211,175)**	**(22,732,753)**
Profit /(loss) before Zakat and tax	**326,578,402**	**4,882,860**	**(10,839,476)**	**320,621,786**

(All amounts are expressed in Saudi Riyals unless otherwise stated)

16. SEGMENT REPORTING (continued)

For the three months period ended 30 June 2025	Cables and wires	High voltage	Other	Total
Revenue point in time	2,662,950,061	-	6,789,936	2,669,739,997
Revenue over time	-	45,103,100	-	45,103,100
Total revenue	2,662,950,061	45,103,100	6,789,936	2,714,843,097
Cost of revenue	(2,226,181,172)	(44,991,311)	(246,560)	(2,271,419,043)
Expenses	(75,513,578)	(302,590)	(394,989)	(76,211,157)
Impairment losses (reversal) on trade receivables	(41,699,894)	(1,067,382)	1,088,037	(41,679,239)
Other expenses - net	(633,380)	(1,042,668)	(176,377)	(1,852,425)
Finance income	417,179	-	-	417,179
Finance costs	(17,482,417)	(39,258)	(187,537)	(17,709,212)
Profit /(loss) before Zakat and tax	301,856,799	(2,340,109)	6,872,510	306,389,200

The information by geographical distribution is as follows:

As at and for the six months period ended 30 June 2026	**Inside the Kingdom of Saudi Arabia (KSA)**	**Outside the Kingdom of Saudi Arabia (KSA)**	**Total**
Revenue	**3,643,114,975**	**2,054,511,162**	**5,697,626,137**
Non-current assets	**1,405,658,791**	**422,508,510**	**1,828,167,301**

For the six months period ended 30 June 2025	Inside Kingdom of Saudi Arabia (KSA)	Outside Kingdom of Saudi Arabia (KSA)	Total
Revenue	3,898,358,969	1,305,534,563	5,203,893,532
As at 31 December 2025			
Non-current assets	1,358,834,586	392,180,678	1,751,015,264

* The majority revenue generated outside KSA is in the United Arab Emirates (UAE), amounting to SR 1,506 Million (30 June 2025: SR 930 million).

During the six months period ended 30 June 2026, there were no customers which individually constituted 10% or more of the Group’s total revenue (30 June 2025: one customer constituted more than 10% of the Group’s total revenue)..

17. EARNINGS PER SHARE – BASIC AND DILUTED

Basic and diluted earnings per share are calculated by dividing the net profit attributable to the shareholders of the Company for the period by the weighted average number of the ordinary and diluted shares outstanding during that period.

	For the three-month period ended 30 June		**For the six-month period ended 30 June**	
	2026 (unaudited)	2025 (unaudited)	**2026 (unaudited)**	2025 (unaudited)
Net profit for the period attributable to the Company’s shareholders	**306,824,399**	279,284,732	**588,792,961**	535,469,326
Weighted average number of shares	**149,717,500**	149,717,500	**149,717,500**	149,717,500
Basic and diluted earnings per share	**2.05**	1.87	**3.93**	3.58

(All amounts are expressed in Saudi Riyals unless otherwise stated)

17. EARNINGS PER SHARE – BASIC AND DILUTED (continued)

The diluted earnings per share is not significantly different from the basic earnings per share for the periods ended 30 June 2026 and 30 June 2025. The calculation of weighted average of the ordinary shares and diluted shares is as follows:

	For the three-month period ended 30 June		For the six-month ended 30 June	
	2026 (unaudited)	2025 (unaudited)	**2026 (unaudited)**	2025 (unaudited)
Outstanding ordinary shares	**150,000,000**	150,000,000	**150,000,000**	150,000,000
Treasury shares	**(282,500)**	(282,500)	**(282,500)**	(282,500)
Weighted average for ordinary shares	**149,717,500**	149,717,500	**149,717,500**	149,717,500

18. FINANCIAL INSTRUMENTS

Fair value of financial instruments

The following table shows the carrying amounts and fair values of the financial assets and financial liabilities, including their levels in the fair value hierarchy of the financial instruments. It does not include the fair value information for the financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. There were no changes in the Group's valuation processes, valuation techniques, and types of inputs used in the fair value measurements during the period.

	Carrying amount	**Level 1**	**Level 2**	**Level 3**	**Total**
30 June2026 (Unaudited)					
Financial assets					
Derivative financial instruments	**65,347,995**	**-**	**65,347,995**	**-**	**65,347,995**
Investments at fair value through other comprehensive income	**8,828,800**	**8,816,659**	**-**	**12,141**	**8,828,800**
Financial liabilities					
Derivative financial instruments	**23,759,652**	**-**	**23,759,652**	**-**	**23,759,652**
31 December 2025 (Audited)					
Financial assets					
Derivative financial instruments	170,797,004	-	170,797,004	-	170,797,004
Investments at fair value through other comprehensive income	10,369,799	10,357,658	-	12,141	10,369,799
Financial liabilities					
Derivative financial instruments	38,068,228	-	38,068,228		38,068,228

19. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties of the Group consist of shareholder having significant influence , and Companies which are directly or indirectly controlled or influenced by the shareholders and key management personnel. The transactions with the related parties are made on terms approved by the Board of Directors of the Group. The Group and the related parties transact with each other in the ordinary course of business.

(All amounts are expressed in Saudi Riyals unless otherwise stated)

19. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

19.1 The transactions with the related parties that have been performed during the year, in the ordinary course of business are summarised below:

Name of the Related Parties	**Nature of relationship**	**Nature of transaction**	**For the period ended June 2026 (unaudited)**	For the period ended June 2025 (unaudited)
Masdar Technical Supplies	Owned by a shareholder	Purchases	**8,212**	23,644
Jadeer Logistics Services Co	Owned by a shareholder	Purchases	**128,737**	7,191,188
Masdar Building Material Co.	Owned by a shareholder	Purchases	**795,754**	-
		Revenue	**67,152,695**	42,095,148
Thabat Constructions Co Ltd.	Owned by a shareholder	Revenue	**159,849**	-
Gulf Int'l Contracting & Real Estate	Owned by a shareholder	Revenue	**82,810**	-
Jasmine Meadows Agricultural	Owned by a shareholder	Revenue	**132,630**	26,172
Future Ceramic	Owned by a shareholder	Revenue	**-**	20,791
Afaq AL Hikma Development	Owned by a shareholder	Revenue	**-**	6,762

19.2 Compensation and benefits to key management personnel are as follows:

	For the period ended 30 June 2026 (Unaudited)	For the period ended 30 June 2025 (Unaudited)
Salary and short-term benefits	**6,850,382**	6,599,282
End-of-service benefits	**312,719**	294,638
Long term incentive plan	**1,375,000**	1,375,000
	8,538,101	8,268,920

19.3 Due from a related party comprises of the following and is included in trade receivables

Name of the Related Party	**Nature of Relationship**	**30 June 2026 (Unaudited)**	31 December 2025 (Unaudited)
Masdar Building Material Co	Owned by a shareholder	**32,014,443**	18,065,414
		32,014,443	18,065,414

(All amounts are expressed in Saudi Riyals unless otherwise stated)

19. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

19.4 Due to related parties comprises of the following and are included in trade and other payables

Name of the Related Parties	**Nature of Relationship**	**30 June 2026 (Unaudited)**	31 December 2025 (Unaudited)
Masdar Building Material Co.	Owned by a shareholder	**770,851**	242,107
Jadeer Logistics Services Co	Owned by a shareholder	**50,243**	1,510,816
Masdar Technical Supplies	Owned by a shareholder	**8,218**	8,050
Thabat Constructions Co Ltd.	Owned by a shareholder	**-**	159,838
		829,312	1,920,811

20. COMMITMENTS AND CONTINGENCIES

Capital commitments

As at 30 June 2026, the Group has commitments amounting to SR 125 million (31 December 2025: SR 170 million) relating to the capital expenditures of the expansion works in the Group's factories.

Contingent liabilities

As at 30 June 2026, the contingent liabilities amounted to SR 1.2 billion (31 December 2025: SR 1 billion) against bank facilities in the form of letters of credit and letters of guarantee obtained by the Group from several local banks against a commission for granting facilities without any bank cover.

Agreement with the Syrian Sovereign Fund

During the period ended 30 June 2026, the Group entered into an operations, management, and development agreement with the Syrian Sovereign Fund to rehabilitate, operate, and develop the manufacturing facilities of Syrian Modern Cables Company. Under the terms of the agreement, which has a contractual term of 18 years subject to renewal, the Group committed to invest SR 60 million in the project.

As at 30 June 2026, the Group's remaining capital commitment under the agreement amounted to SR 60 million.

21. DIVIDENDS

On 19 Shawwal 1446H (corresponding to 17 April 2025), the ordinary general assembly approved the Board of Directors' recommendation to distribute cash dividends of SR 299.4 million to the shareholders for the second half of 2024, at SR 2 per share.

On 23 Dhul Qa'dah 1447 AH (corresponding to 10 May 2026), the ordinary general assembly approved the Board of Directors' recommendation to distribute cash dividends of SR 336.8 million to the shareholders for the second half of the period ending on 31 December 2025, at SR 2.25 per share.

22. EVENTS SUBSEQUENT TO THE REPORTING DATE

In the opinion of management, no events have occurred subsequent to the reporting date and before the issuance of these interim condensed consolidated financial statements which requires adjustment to, or disclosure, in these interim condensed consolidated financial statements of the Group.

23. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements have been approved by the Board of Directors on 14 Safar 1448H (corresponding to 28 July 2026).