DAR AL ETIMAN AL SAUDI COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)
with
INDEPENDENT AUDITOR'S REVIEW REPORT
For the three-month and six-month periods ended 30 June 2026

DAR AL ETIMAN AL SAUDI COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
For the six-month period ended June 30, 2026

KPMG

KPMG Professional Services Company
Zahran Business Center
Prince Sultan Street
P. O. Box 55078
Jeddah 21534
Kingdom of Saudi Arabia
Commercial Registration No 4030290792

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية
مركز زهران للأعمال
شارع الأمير سلطان
ص. ب. ٥٥٠٧٨
جده ٢١٥٣٤
المملكة العربية السعودية
سجل تجاري رقم ٤٠٣٠٢٩٠٧٩٢

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed interim financial statements

To the Shareholders of Dar Al Etiman Al Saudi Company

Introduction

We have reviewed the accompanying June 30, 2026 condensed interim financial statements of Dar Al Etiman Al Saudi Company ("the Company") which comprises:

- the condensed interim statement of financial position as at June 30, 2026;
- the condensed interim statement of profit or loss and other comprehensive income for the three-month and six-month periods ended June 30, 2026;
- the condensed interim statement of changes in shareholder' equity for the six-month period ended June 30, 2026;
- the condensed interim statement of cash flows for the six-month period ended June 30, 2026; and
- the notes to the condensed interim financial statements.

Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying June 30, 2026 condensed interim financial statements of Dar Al Etiman Al Saudi Company are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services Company

Abdullah Oudah Althagafi
License No. 455

Jeddah, 28 July 2026
Corresponding to 14 Safar 1448H

DAR AL ETIMAN AL SAUDI COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As at June 30, 2026
(Expressed in Saudi Arabian Riyals, unless otherwise stated)

	Note	**June 30, 2026 (Unaudited)**	December 31, 2025 (Audited)
ASSETS			
Cash and cash equivalents	4	**6,872,958**	14,676,481
Short term deposit	4	**5,000,000**	2,532,229
Net investment in finance leases	5	**223,715,519**	256,442,161
Personal financing receivables	6	**20,921**	51,028
Prepayments and other receivables	7	**7,385,083**	8,891,476
Zakat refundable	13	**2,350,854**	2,618,508
Financial asset at fair value through other comprehensive income		**892,850**	892,850
Property and equipment		**1,375,532**	1,817,681
Total assets		**247,613,717**	287,922,414
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	8	**100,000,000**	100,000,000
Statutory reserve	9	**6,929,380**	6,929,380
Retained earnings		**27,797,879**	29,741,361
Actuarial loss on employees' end of service benefits		**(1,644,998)**	(1,644,998)
Total shareholders' equity		**133,082,261**	135,025,743
Liabilities			
Trade and other payables	10	**6,914,469**	112,569,511
Accrued expenses and other current liabilities	11	**6,055,401**	9,955,743
Term loans	12	**95,963,227**	25,157,949
Employees' end of service benefits		**5,598,359**	5,213,468
Total liabilities		**114,531,456**	152,896,671
Total shareholders' equity and liabilities		**247,613,717**	287,922,414

Chief Financial Officer   Chief Executive Officer   Chairman of Board of Directors

The accompanying notes 1 to 19 form an integral part of these condensed interim financial statements.

DAR AL ETIMAN AL SAUDI COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the three-month and six-month periods ended June 30, 2026
(Expressed in Saudi Arabian Riyals, unless otherwise stated)

	Notes	For the three-month period ended June 30, 2026	For the three-month period ended June 30, 2025	For the six-month period ended June 30, 2026	For the six-month period ended June 30, 2025
Income					
Income from finance leases		**6,132,139**	8,326,980	**12,943,888**	16,120,115
Other income		**346,761**	1,083,717	**1,034,160**	1,898,797
Total income		**6,478,900**	9,410,697	**13,978,048**	18,018,912
Expenses					
General and administrative expenses	15	**(7,115,497)**	(7,639,637)	**(13,822,741)**	(13,563,322)
Finance cost		**(1,166,267)**	(283,963)	**(1,708,923)**	(283,963)
(Loss) / profit before expected credit losses		**(1,802,864)**	1,487,097	**(1,553,616)**	4,171,627
Charge for expected credit losses	5 & 6	**(1,573,284)**	(1,589,939)	**(2,473,284)**	(2,777,230)
Recovery of debts previously written-off		**1,171,029**	596,374	**2,351,072**	1,768,832
(Loss) / profit before Zakat		**(2,205,119)**	493,532	**(1,675,828)**	3,163,229
Zakat	13	**(158,207)**	(102,052)	**(267,654)**	(654,092)
(Loss) / profit for the period		**(2,363,326)**	391,480	**(1,943,482)**	2,509,137
Other comprehensive income		--	--	--	--
Total comprehensive (loss) / income for the period		**(2,363,326)**	391,480	**(1,943,482)**	2,509,137

Chief Financial Officer   Chief Executive Officer   Chairman of Board of Directors

The accompanying notes 1 to 19 form an integral part of these condensed interim financial statements.

DAR AL ETIMAN AL SAUDI COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)
For the six-month period ended June 30, 2026
(Expressed in Saudi Arabian Riyals, unless otherwise stated)

	Share capital	Statutory reserve	Retained earnings	Actuarial gain / (loss) on employees' defined benefit obligations	Total
Balance as at January 1, 2025	100,000,000	6,929,380	24,791,903	274,030	131,995,313
Net profit for the period	--	--	2,509,137	--	2,509,137
Other comprehensive income	--	--	--	--	--
Total comprehensive income for the period	--	--	2,509,137	--	2,509,137
Balance as at June 30, 2025 (unaudited)	100,000,000	6,929,380	27,301,040	274,030	134,504,450
Balance as at January 1, 2026	**100,000,000**	**6,929,380**	**29,741,361**	**(1,644,998)**	**135,025,743**
Net loss for the period	--	--	**(1,943,482)**	--	**(1,943,482)**
Other comprehensive income	--	--	--	--	--
Total comprehensive loss for the period	--	--	**(1,943,482)**	--	**(1,943,482)**
Balance as at June 30, 2026 (unaudited)	**100,000,000**	**6,929,380**	**27,797,879**	**(1,644,998)**	**133,082,261**

Chief Financial Officer | Chief Executive Officer | Chairman of Board of Directors

The accompanying notes 1 to 19 form an integral part of these condensed interim financial statements.

DAR AL ETIMAN AL SAUDI COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
For the six-month period ended June 30, 2026
(Expressed in Saudi Arabian Riyals, unless otherwise stated)

	Note	**June 30, 2026**	June 30, 2025
Cash flows from operating activities			
(Loss) / profit before Zakat		**(1,675,828)**	3,163,229
Adjustments for non-cash items:			
Depreciation on property and equipment		**306,290**	231,305
Charge for expected credit losses	5 & 6	**2,473,284**	1,008,398
Finance cost		**1,708,923**	283,963
Provision for employees' end of service benefits		**519,031**	1,597,865
Gain on disposal of property and equipment		**(59,258)**	--
		3,272,442	6,284,760
Changes in operating assets and liabilities			
Net investment in finance leases		**30,285,406**	7,013,444
Personal financing receivables		**(1,941)**	(15,988)
Prepayments and other receivables		**1,506,393**	943,441
Trade and other payables		**(105,655,042)**	(37,404,351)
Accrued expenses and other current liabilities		**(3,900,341)**	120,400
Net servicing liability under agency agreement		--	(494,201)
Cash used in operations		**(74,493,083)**	(23,552,495)
Employees' end of service benefits paid		**(134,141)**	(223,021)
Finance cost paid		**(2,466,872)**	--
Net cash used in operating activities		**(77,094,096)**	(23,775,516)
Cash flows from investing activities			
Additions to property and equipment		**(24,309)**	(1,140,768)
Proceeds from disposal of property and equipment		**219,426**	--
Proceeds from maturity of short-term deposit		**2,532,229**	--
Placement of short-term deposit		**(5,000,000)**	--
Net cash used in investing activities		**(2,272,654)**	(1,140,768)
Cash flows from financing activities			
Proceeds from term loan		**100,000,000**	24,400,000
Repayment of term loans		**(28,436,773)**	--
Net cash generated from financing activities		**71,563,227**	24,400,000
Net decrease in cash and cash equivalents		**(7,803,523)**	(516,284)
Cash and cash equivalents at the beginning of the period		**14,676,481**	5,894,415
Cash and cash equivalents at the end of the period	4	**6,872,958**	5,378,131

Chief Financial Officer | Chief Executive Officer | Chairman of Board of Directors

The accompanying notes 1 to 19 form an integral part of these condensed interim financial statements.

1. GENERAL INFORMATION

Dar Al Etiman Al Saudi Company (the "Company") is registered as a Saudi Closed Joint Stock Company pursuant to Ministerial Resolution No. 486/Q dated Jumada Al-Thani 11, 1436H (corresponding to March 31, 2015). Prior to its conversion to a Saudi Closed Joint Stock Company, the Company was operating as a Limited Liability Company registered in the Kingdom of Saudi Arabia under Commercial Registration number 4030165101 and unified number 7001529523 issued in Jeddah on Dhul Qadah 5, 1427H (corresponding to December 5, 2006).

The Company is principally engaged in providing lease financing for motor vehicles within the Kingdom of Saudi Arabia. The Company's head office is located at Prince Sultan Street, P.O. Box 55274, Jeddah 21534, Saudi Arabia.

The Company has obtained license No. 33/AM/201605 from Saudi Central Bank ("SAMA") to conduct finance lease activities on Rajab 16, 1436H (corresponding to May 5, 2015).

2. BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim financial statements of the Company as at and for the period ended June 30, 2026 have been prepared:

- in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and;
- in compliance with the Companies' Law in the Kingdom of Saudi Arabia and Company's By-laws.

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's financial statements for the year ended December 31, 2025. The results for the three-month and six-month periods ended June 30, 2026 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2026.

Assets and liabilities in the condensed interim statement of financial position are presented in the order of liquidity.

2.2 Basis of measurement

These condensed interim financial statements have been prepared using accrual basis of accounting, going concern concept and under the historical cost convention except for the following:

a) Equity investments which are carried at fair value through other comprehensive income; and
b) Employees' end-of-service benefits which are measured at present value of future obligations using projected unit credit method.

2. BASIS OF PREPARATION (continued)

2.3 Functional and presentational currency

These condensed interim financial statements have been presented in Saudi Arabian Riyals (SR) which is also the Company's functional currency. All amounts have been rounded off to the nearest Saudi Riyals, unless otherwise stated.

2.4 Significant accounting judgements, estimates and assumptions

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

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 and in any future periods affected by the revision. The key areas requiring significant management judgements and estimates are consistent with those disclosed in the annual financial statements for the year ended December 31, 2025.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the annual financial statements for the year ended December 31, 2025, except for the change in accounting policies due to adoption of new standards or amendment to the relevant existing standard effective as of 1 January 2026. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

New standards, interpretations and amendments adopted by the Company

The following amendments to existing standards and framework have been applied by the Company in preparation of these condensed interim financial statements. The adoption of the below did not result in material changes to the previously reported net profit or equity of the Company.

3. MATERIAL ACCOUNTING POLICIES (continued)

New standards, interpretations and amendments adopted by the Company (continued)

Standard / amendments and interpretation	*Description*	*Effective date*
Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	January 1, 2026
Amendments to IFRS 9 and IFRS 7 Contracts referencing Nature-dependent Electricity	Contracts Referencing Nature-dependent Electricity amends IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to more faithfully reflect the effects of contracts referencing nature-dependent electricity on an entity's financial statements.	January 1, 2026
Annual improvements to IFRS – Volume 11	Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; IFRS 9 Financial Instruments; IFRS 10 Consolidated Financial Statements; and IAS 7 Statement of Cash Flows.	January 1, 2026

Standards issued but not yet effective

The standards, interpretations and amendments issued, but not yet effective up to the date of issuance of these condensed interim financial statements are disclosed below. The Company intends to adopt these standards, where applicable, when they become effective.

3. MATERIAL ACCOUNTING POLICIES (continued)

Standards issued but not yet effective (continued)

The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Standard / amendments and interpretation	*Description*	*Effective date*
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
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences.	January 1, 2027
IFRS 19, Subsidiaries without Public Accountability: 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.	January 1, 2027

4. CASH AND CASH EQUIVALENTS

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Cash in hand	**49,391**	--
Cash at banks	**5,723,567**	14,676,481
Short-term deposit (note 4.1)	**6,100,000**	2,532,229
	11,872,958	17,208,710
Short term deposit with original maturity of more than 3 months (note 4.1)	**(5,000,000)**	(2,532,229)
	6,872,958	14,676,481

4.1 This represents short term deposits which carry interest rate ranging from 3.5% to 4.3% (December 31, 2025: 5.1%) with maturities ranging from July 23, 2026 to April 29, 2027 (31 December 2025: January 29, 2026).

5. NET INVESTMENT IN FINANCE LEASES

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Gross investment in finance leases	**295,601,512**	340,160,126
Less: unearned finance income	**(59,532,534)**	(71,427,541)
Present value of minimum lease payments	**236,068,978**	268,732,585
Less: allowance for expected credit losses	**(12,353,459)**	(12,290,424)
Net investment in finance leases	**223,715,519**	256,442,161

The above portfolio is secured by customers' promissory notes, while legal title to the leased assets also remains with the Company.

5. NET INVESTMENT IN FINANCE LEASES (continued)

5.1 The contractual maturity of the gross investment in finance leases and net investment in finance leases is as follows:

June 30, 2026 (Unaudited)	**Years**	**Gross investment**	**Unearned finance income**	**Net investment (before allowance for ECL)**
Current portion	**2026-27**	**118,052,059**	**28,904,302**	**89,147,757**
Non-current portion	**2027-28**	**74,161,112**	**17,765,131**	**56,395,981**
	2028-29	**59,007,446**	**9,262,141**	**49,745,305**
	2029-30	**37,623,693**	**3,005,764**	**34,617,929**
	2030-31	**6,478,717**	**592,463**	**5,886,254**
	2031-32	**278,485**	**2,733**	**275,752**
Total non-current portion		**177,549,453**	**30,628,232**	**146,921,221**
Total		**295,601,512**	**59,532,534**	**236,068,978**
Less: Allowance for expected credit losses				**(12,353,459)**
Net investment in finance leases				**223,715,519**

December 31, 2025 (Audited)	Years	Gross investment	Unearned finance income	Net investment (before allowance for expected credit losses)
Current portion	2026	131,105,034	32,887,328	98,217,706
Non-current portion	2027	83,596,629	20,811,588	62,785,041
	2028	59,582,667	12,048,685	47,533,982
	2029	50,340,593	5,008,427	45,332,166
	2030	15,311,063	669,584	14,641,479
	2031	224,140	1,929	222,211
Total non-current portion		209,055,092	38,540,213	170,514,879
Total		340,160,126	71,427,541	268,732,585
Less: Allowance for expected credit losses				(12,290,424)
Net investment in finance leases				256,442,161

5. NET INVESTMENT IN FINANCE LEASES (continued)

5.2 The analysis of changes in gross carrying amounts is as follows:

	Stage 1 (12-months ECL)	**Stage 2 (lifetime ECL for SICR)**	**Stage 3 (lifetime ECL for credit impaired)**	**Total**
Balance at January 1, 2026	**287,470,582**	**22,367,552**	**30,321,992**	**340,160,126**
Net decrease during the period	**(33,285,634)**	**(4,355,913)**	**(4,538,866)**	**(42,180,413)**
Transfer to stage 1	**5,327,777**	**(3,804,724)**	**(1,523,053)**	**--**
Transfer to stage 2	**(27,461,886)**	**31,671,623**	**(4,209,737)**	**--**
Transfer to stage 3	**(8,051,535)**	**(7,478,899)**	**15,530,434**	**--**
Write-offs	**--**	**--**	**(2,378,201)**	**(2,378,201)**
Balance at June 30, 2026 (Unaudited)	**223,999,304**	**38,399,639**	**33,202,569**	**295,601,512**

	Stage 1 (12-months ECL)	Stage 2 (lifetime ECL for SICR)	Stage 3 (lifetime ECL for credit impaired)	Total
Balance at January 1, 2025	356,050,529	21,382,492	24,389,244	401,822,265
Net decrease during the period	(9,781,756)	(468,438)	(2,414,793)	(12,664,987)
Transfer to stage 1	8,553,011	(5,101,530)	(3,451,481)	--
Transfer to stage 2	(23,297,427)	25,377,959	(2,080,532)	--
Transfer to stage 3	(5,283,774)	(3,949,734)	9,233,508	--
Write-offs	--	--	(812,665)	(812,665)
Balance at June 30, 2025 (Unaudited)	326,240,583	37,240,749	24,863,281	388,344,613

5.3 The movement in allowance for ECL is as follows:

	June 30, 2026	June 30, 2025
At the beginning of the period	**12,290,424**	11,749,599
Charge for the period	**2,441,236**	2,770,652
Written off during the period	**(2,378,201)**	(812,665)
At the end of the period	**12,353,459**	13,707,586

5.4 Category-wise allowance for ECL is as follows:

	June 30, 2026	June 30, 2025
Performing (Stage 1)	**1,271,515**	2,736,448
Under-performing (Stage 2)	**3,460,209**	4,934,269
Non-performing (Stage 3)	**7,621,735**	6,036,869
	12,353,459	13,707,586

5. NET INVESTMENT IN FINANCE LEASES (continued)

5.5 An analysis of changes in allowance for ECL is as follows:

	Stage 1 (12-months ECL)	**Stage 2 (lifetime ECL for SICR)**	**Stage 3 (lifetime ECL for credit impaired)**	**Total**
As at January 1, 2026	**1,850,211**	**2,017,529**	**8,422,684**	**12,290,424**
Net (reversal) / charge for the period	**(578,696)**	**1,442,680**	**1,577,252**	**2,441,236**
Write-offs	**--**	**--**	**(2,378,201)**	**(2,378,201)**
As at June 30, 2026 (unaudited)	**1,271,515**	**3,460,209**	**7,621,735**	**12,353,459**

	Stage 1 (12-months ECL)	Stage 2 (lifetime ECL or SICR)	Stage 3 (lifetime ECL for credit impaired)	Total
As at January 1, 2025	3,380,152	2,189,305	6,180,142	11,749,599
Net (reversal) / charge for the period	(643,704)	2,744,964	669,392	2,770,652
Write-offs	--	--	(812,665)	(812,665)
As at June 30, 2025 (unaudited)	2,736,448	4,934,269	6,036,869	13,707,586

6. PERSONAL FINANCING RECEIVABLES

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Gross receivables - Tawarruq financing	**50,762**	117,579
Less: Unearned finance income	**(10,732)**	(22,290)
Present value of personal financing receivables	**40,030**	95,289
Less: Allowance for expected credit losses	**(19,109)**	(44,261)
	20,921	51,028

6. PERSONAL FINANCING RECEIVABLES (continued)

6.1 The contractual maturity of the gross and net personal financing receivables is as follows:

June 30, 2026 (Unaudited)	**Years**	**Gross receivables**	**Unearned finance income**	**Net receivables (before allowance for ECL)**
Current portion	**2026-27**	**35,830**	**8,949**	**26,881**
Non-current portion	**2027-28**	**14,932**	**1,783**	**13,149**
Total		**50,762**	**10,732**	**40,030**
Less: Allowance for expected credit losses				**(19,109)**
Personal financing receivables				**20,921**

December 31, 2025 (Audited)	Years	Gross investment	Unearned finance income	Net investment (before allowance for ECL)
Current portion	2026	83,408	16,568	66,840
Non-current portion	2027	32,038	5,654	26,384
	2028	2,133	68	2,065
Total non-current portion		34,171	5,722	28,449
Total		117,579	22,290	95,289
Less: Allowance for expected credit losses				(44,261)
Personal financing receivables				51,028

6.2 The analysis of changes in gross carrying amounts is as follows:

	Stage 1 (12-months ECL)	**Stage 2 (lifetime ECL for SICR)**	**Stage 3 (lifetime ECL for credit impaired)**	**Total**
As at January 1, 2026	--	--	**117,579**	**117,579**
Net decrease during the period	--	--	**(9,617)**	**(9,617)**
Write offs	--	--	**(57,200)**	**(57,200)**
Balance at June 30, 2026 (Unaudited)	--	--	**50,762**	**50,762**

6. PERSONAL FINANCING RECEIVABLES (continued)

	Stage 1 (12-months ECL)	Stage 2 (lifetime ECL for SICR)	Stage 3 (lifetime ECL for credit impaired)	Total
As at January 1, 2025	120,646	--	205,238	325,884
Net decrease during the period	(3,068)	--	(534)	(3,602)
Transfer to stage 3	(59,134)	--	59,134	--
Balance as at June 30, 2025 (Unaudited)	58,444	--	263,838	322,282

6.3 The movement in allowance for ECL is as follows:

	June 30, 2026	June 30, 2025
At the beginning of the period	**44,261**	98,549
Charge for the period	**32,048**	6,578
Written off during the period	**(57,200)**	--
At the end of the period	**19,109**	105,127

6.4 Category-wise allowance for ECL is as follows:

	June 30, 2026	June 30, 2025
Performing (Stage 1)	**--**	1,037
Under-performing (Stage 2)	**--**	--
Non-performing (Stage 3)	**19,109**	104,090
	19,109	105,127

6.5 An analysis of changes in allowance for ECL is as follows:

June 30, 2026 (Unaudited)	**Stage 1 (12-months ECL)**	**Stage 2 (lifetime ECL for SICR)**	**Stage 3 (lifetime ECL for credit impaired)**	**Total**
As at January 1, 2026	--	--	**44,261**	**44,261**
Impairment charge for the period	--	--	**32,048**	**32,048**
Write offs	--	--	**(57,200)**	**(57,200)**
As at June 30, 2026	--	--	**19,109**	**19,109**

6. PERSONAL FINANCING RECEIVABLES (continued)

June 30, 2025 (Unaudited)	Stage 1 (12-months ECL)	Stage 2 (lifetime ECL for SICR)	Stage 3 (lifetime ECL for credit impaired)	Total
As at January 1, 2025	3,031	--	95,518	98,549
Impairment (reversal) / charge for the period	(1,994)	--	8,572	6,578
As at June 30, 2025	1,037	--	104,090	105,127

7. PREPAYMENTS AND OTHER RECEIVABLES

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Prepayments	**5,696,185**	7,076,366
Receivable from employees	**657,602**	521,251
Other receivables	**1,031,296**	1,293,859
	7,385,083	8,891,476

8. SHARE CAPITAL

The share capital of the Company as of June 30, 2026 and December 31, 2025 comprised of 10,000,000 shares of SR 10 each owned as follows:

		Shareholding	
	Country of incorporation	**June 30, 2026 (Unaudited)**	December 31, 2025 (Audited)
Modern Ajwad for Commercial Investment Company Limited	Saudi Arabia	**60%**	60%
Tawad Holding Company	Saudi Arabia	**40%**	40%
		100%	100%

9. STATUTORY RESERVE

In accordance with the Company's By-laws, no profit for the period has been transferred to the statutory reserve. The Company has resolved to maintain the current level of statutory reserve and this reserve is not available for distribution to the shareholders.

10. TRADE AND OTHER PAYABLES

	Note	**June 30, 2026 (Unaudited)**	December 31, 2025 (Audited)
Third parties		**3,619,099**	6,351,264
Related party	14	**3,295,370**	106,218,247
		6,914,469	112,569,511

11. ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Employee related accruals	**605,430**	1,071,812
Accrued Board of Directors' fee	**270,000**	--
Accrued professional fees	**961,668**	1,348,201
Other accruals	**4,218,303**	7,535,730
	6,055,401	9,955,743

12. TERM LOANS

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Short-term loan	--	24,400,000
Accrued interest	--	757,949
	--	25,157,949
Long-term loan (note 12.1)	**95,963,227**	--
	95,963,227	25,157,949

12.1 During the current period the Company has obtained long-term loans from local commercial banks based on Islamic banking arrangement amounting to SR 100 million (December 31, 2025: Nil). The said loans are repayable in fixed monthly installments with last installment due in May 2031. These loans carry interest rates ranging from 6.69% - 6.85% (31 December 2025: Nil).

13. ZAKAT REFUNDABLE

13.1 Movement in Zakat refundable

The movement in the Zakat refundable is as follows:

	June 30, 2026	June 30, 2025
At the beginning of the period	**(2,618,508)**	(3,941,720)
Charge for the period	**267,654**	654,092
At the end of the period	**(2,350,854)**	(3,287,628)

13.2 The Company has filed Zakat declarations up to 31 December 2025 and has obtained a Zakat certificate valid until 30 April 2027. Zakat, Tax and Customs Authority ("ZATCA") have finalized assessments till 31 December 2022. The assessments for the years ended 31 December 2022 to 31 December 2025 have not yet been raised by the ZATCA.

14. RELATED PARTY TRANSACTIONS

Related parties represent shareholders, entities under common shareholding, directors and key management personnel of the Company, and entities controlled or significantly influenced by such parties (other related parties). The Company is a member of a group of companies which are directly or indirectly controlled by Abdul Jawad family, which are the ultimate shareholders. Related party transactions are undertaken at mutually agreed terms and conditions and approved by the Company's management.

a) Related party transactions

Significant related party transactions and balances arising therefrom are described as under:

Name	Relationship	Nature of transactions	For the three-month period ended June 30, **2026** (Unaudited)	For the three-month period ended June 30, 2025 (Unaudited)	For the six-month period ended June 30, **2026** (Unaudited)	For the six-month period ended June 30, 2025 (Unaudited)
Universal Motors Agencies	Entity with common ultimate shareholding	Purchase of motor vehicles	**9,073,545**	13,757,327	**24,722,852**	36,387,812
		Incentive income	**256,539**	554,031	**591,959**	1,369,111

b) Trade and other payables (note 10)

Name	Relationship	Nature of balance	**June 30, 2026 (Unaudited)**	December 31, 2025 (Audited)
Universal Motors Agencies	Entity with common ultimate shareholding	Purchase of motor vehicles	**3,295,370**	106,218,247

c) Compensation of key management personnel

Name	Nature of transactions	For the three-month period ended June 30, **2026** (Unaudited)	For the three-month period ended June 30, 2025 (Unaudited)	For the six-month period ended June 30, **2026** (Unaudited)	For the six-month period ended June 30, 2025 (Unaudited)
Key management personnel	Salaries and bonuses	**393,270**	464,540	**695,760**	867,620
Directors	Directors fee	**165,000**	165,000	**330,000**	330,000
Key management personnel	End of service benefits	**7,087**	150,726	**15,741**	173,105

15. GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended June 30,		For the six-month period ended June 30,	
	2026	2025	**2026**	2025
Salaries and allowances	**4,997,021**	5,703,151	**9,629,400**	9,597,716
Professional charges	**704,295**	669,055	**1,622,899**	1,409,760
Repair and maintenance	**156,414**	139,710	**247,388**	202,503
Depreciation	**148,190**	136,789	**306,290**	231,305
Rent, utilities & communication	**336,759**	390,607	**713,904**	723,624
Others	**772,818**	600,325	**1,302,860**	1,398,414
	7,115,497	7,639,637	**13,822,741**	13,563,322

16. FINANCIAL RISK MANAGEMENT

The Company's activities are exposed to a variety of financial risks which mainly include market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. The condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements; and therefore, should be read in conjunction with the Company's annual financial statements as at December 31, 2025. There have been no changes in the risk management policies since the year end.

17. SUBSEQUENT EVENTS

No matter has occurred up to and including the date of the approval of these condensed interim financial statements by the Board of Directors which could materially affect these condensed interim financial statements and the related disclosures for the three-month and six-month periods ended June 30, 2026.

18. IMPACT OF GEO-POLITICAL SITUATION ON EXPECTED CREDIT LOSSES ("ECL")

Since 28 February 2026, the geopolitical situation in the Middle East has become increasingly volatile. Management has assessed the potential impact of these developments on the Company's operations and financial position. Given the Company's primary focus on domestic retail financing, no material impact has been identified on its operations or financial performance as at the reporting date.

The Company continues to monitor developments in the region and has considered available forward-looking information in its assessment of expected credit losses (ECL). Given the inherent uncertainty, management will continue to reassess the situation and update its assumptions, including ECL inputs, as more reliable information becomes available.

19. DATE OF AUTHORIZATION OF ISSUE

The accompanying condensed interim financial statements have been authorized for issue by the Board of Directors on July 27, 2026, corresponding to Safar 13, 1448H.