

FITAIHI HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

FITAIHI HOLDING GROUP COMPANY

(A SAUDI JOINT STOCK COMPANY)

Interim condensed consolidated financial statements (unaudited) for the three-month period ended March 31, 2026

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

**TO THE SHAREHOLDERS
FITAIHI HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
Jeddah - Kingdom of Saudi Arabia**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of the financial position of Fitaihi Holding Group Company - A Saudi Joint Stock Company ("the Company") as of 31 March 2026, and the interim condensed consolidated statement of profit or loss and other comprehensive income for the three month period then ended, interim condensed consolidated statements of 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 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 the 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 statements consists of making inquiries, primarily to the 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, as 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 interim condensed consolidated financial statements for the three months period ended March 31, 2025 were reviewed by another auditor, who expressed an unmodified conclusion on those interim condensed consolidated financial statements on May 22, 2025 (corresponding to Thul Al-Qi'dah 24, 1446H).

FOR EL SAYED EL AYOUTY & CO.

Jeddah: May 10, 2026
Thul-Qi'dah 23, 1447H



Abdullah Ahmad Balamesh
Certified Public Accountant
License No. (345)

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Interim condensed consolidated statement of financial position (Unaudited) as at March 31, 2026

(Expressed in Saudi Riyals)

	Note	March 31, 2026 (Unaudited)	December 31, 2025 (Audited)
Assets			
Non-current assets			
Property and equipment		40,638,163	40,884,833
Right of use assets		1,500,393	1,841,160
Investments in associate company	7	191,801,998	194,065,033
Investments in equity instruments at fair value through other comprehensive income	8	127,530,940	155,158,881
Total non-current assets		361,471,494	391,949,907
Current assets			
Inventory	9	95,181,471	100,925,609
Trade and other receivables	10	3,045,074	952,843
Cash and cash equivalents		2,181,554	3,156,878
Total current assets		100,408,099	105,035,330
Total assets		461,879,593	496,985,237
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	11	275,000,000	275,000,000
Statutory reserve		68,676,942	68,676,942
Retained earnings		106,913,644	110,816,696
Reserve in equity instruments at fair value through other comprehensive income		(6,723,713)	21,873,503
Reserve of cashflows hedge of the associate company		850,595	890,015
Total equity		444,717,468	477,257,156
Non-current liabilities			
Lease liabilities – non current portion		833,138	833,138
Employee defined benefit liabilities		2,735,048	2,557,474
Total non-current liabilities		3,568,186	3,390,612
Current liabilities			
Lease liabilities – current portion		765,200	1,118,930
Trade and other payables	12	8,624,141	11,928,941
Provision for zakat	13	4,204,598	3,289,598
Total current liabilities		13,593,939	16,337,469
Total liabilities		17,162,125	19,728,081
Total equity and liabilities		461,879,593	496,985,237

The accompanying notes from (1) to (18) form an integral part of these interim condensed consolidated financial statements, which were approved by the Company's Board of Directors and signed on behalf of:

Ahmed Hassan Fitaihi

Chairman of Board of directors

Ibrahim Hassan Almadhon

Authorized Board Member

Yasser Yehia Abdelhamid

Chief Executive Officer and General
Manager of Financial Department

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Interim condensed consolidated statement of profit or loss and other comprehensive income (Unaudited) for the three-month period ended March 31, 2026

(Expressed in Saudi Riyals)

	Note	For the three-month period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
Net sales		13,039,158	11,496,519
Cost of sales		(8,047,937)	(7,439,549)
Gross profit of sales		4,991,221	4,056,970
Selling and distribution expenses		(3,664,225)	(3,112,992)
General and administrative expenses		(3,327,140)	(3,243,886)
Loss from operation		(2,000,144)	(2,299,908)
Dividends from equity instrument at fair value through other comprehensive income		820,469	1,485,929
Company's share of the business results of the associate company		(2,223,615)	705,455
Gross loss		(3,403,290)	(108,524)
Other expenses - Net	14	(39,175)	(71,839)
Loss for the period before Zakat		(3,442,465)	(180,363)
Zakat		(915,000)	(800,000)
Net loss for the period		(4,357,465)	(980,363)
Other comprehensive income			
Items that will not to be reclassified subsequently to consolidated profit or loss:			
Net losses of equity instruments at fair value through other comprehensive income		(28,142,803)	(10,107,469)
Other comprehensive loss		(28,142,803)	(10,107,469)
Total comprehensive loss for the period		(32,500,268)	(11,087,832)
Basic and diluted loss per share attributable to shareholders of the Parent Company from Loss for the period	15	(0.016)	(0.004)

The accompanying notes from (1) to (18) form an integral part of these interim condensed consolidated financial statements, which were approved by the Company's Board of Directors and signed on behalf of:

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Chairman of Board of directors

Ibrahim Hassan Almadhon

Authorized Board Member

Yasser Yehia Abdelhamid

Chief Executive Officer and General Manager of Financial Department

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Interim condensed consolidated statement of changes in equity (Unaudited)

For the three-month period ended March 31, 2026


(Expressed in Saudi Riyals)

	Share capital	Statutory reserve	Retained earnings	CashFlows hedge of the associate company	Reserve of equity Instruments at fair value through other comprehensive Income	Total equity
For the three-month period ended 31 March 2026 (Unaudited)						
Balance at 1 January 2026 (Audited)	275,000,000	68,676,942	110,816,696	890,015	21,873,503	477,257,156
Net Loss for the period	-	-	(4,357,465)	-	-	(4,357,465)
Other comprehensive loss	-	-	-	-	(28,142,803)	(28,142,803)
Total comprehensive loss for the period	-	-	(4,357,465)	-	(28,142,803)	(32,500,268)
Transfer to retained earnings	-	-	454,413	-	(454,413)	-
Transfer from hedging to the associate company	-	-	-	(39,420)	-	(39,420)
Balance at 31 March 2026 (Unaudited)	275,000,000	68,676,942	106,913,644	850,595	(6,723,713)	444,717,468
For the three-month period ended 31 March 2025 (Unaudited)						
Balance at 1 January 2025 (Audited)	275,000,000	68,676,942	111,931,577	2,799,694	18,221,696	476,629,909
Net Loss for the period	-	-	(980,363)	-	(10,107,469)	(980,363)
Other comprehensive loss	-	-	-	-	(10,107,469)	(10,107,469)
Total comprehensive loss for the period	-	-	(980,363)	-	(10,107,469)	(11,087,832)
Transfer from hedging to the associate company	-	-	-	(105,120)	-	(105,120)
Balance at 31 March 2025 (Unaudited)	275,000,000	68,676,942	110,951,214	2,694,574	8,114,227	465,435,957

The accompanying notes from (1) to (18) form an integral part of these interim condensed consolidated financial statements, which were approved by the Company's Board of Directors and signed on behalf of:


Ahmed Hassan Fitaihi

Chairman of Board of directors


Ibrahim Hassan Almadhon

Authorized Board Member


Yasser Yehia Abdelhamid

Chief Executive Officer and General Manager of Financial Department

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Interim condensed consolidated statement of cash flows (Unaudited)

For the three-month period ended March 31, 2026

(Expressed in Saudi Riyals)

	For the three-month period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before zakat	(3,442,465)	(180,363)
Adjustments to reconcile net loss to net cash flows from operating activities		
Depreciation of property and equipment	495,117	290,674
Amortization of right-of-use assets	340,767	320,502
Employees defined benefit liabilities	179,864	203,483
Finance charge of right-of-use assets	18,453	18,984
Dividends from equity instruments at fair value through other comprehensive income	(820,469)	(1,485,929)
Group's share of result of associate company	2,223,615	(705,455)
Gains on disposal of property and equipment	(8,696)	-
	(1,013,814)	(1,538,104)
Changes in working capital:		
Trade and other receivables	(2,092,231)	(1,368,177)
Inventory	5,744,138	(2,604,458)
Trade and other payables	(3,304,800)	2,754,664
Employees defined benefit liabilities paid	(2,290)	(52,007)
Net cash used in operating activities	(668,997)	(2,808,082)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for additions to property and equipment	(248,447)	(738,857)
Payments for additions to investments in equity instruments at fair value through other comprehensive income	(4,451,638)	-
Proceeds from the sale of investments in equity instruments at fair value through other comprehensive income	1,936,776	-
Proceeds from dividends from investments in equity instruments at fair value through other comprehensive income	820,469	1,485,929
Proceeds from the sale of property and equipment	8,696	-
Net cash generated from / (used in) investing activities	65,856	747,072
CASH FLOW FROM FINANCING ACTIVITIES		
Paid from lease liabilities	(372,183)	(369,665)
Net cash used in financing activities	(372,183)	(369,665)
Net change in cash and cash equivalents	(975,324)	(2,430,675)
Cash and cash equivalents at the beginning of the period	3,156,878	6,622,551
Cash and cash equivalents at the end of the period	2,181,554	4,191,876
Significant non-cash transactions		
Net Loss on investments in equity instruments at fair value through other comprehensive income	(28,142,803)	(10,107,469)

The accompanying notes from (1) to (18) form an integral part of these interim condensed consolidated financial statements, which were approved by the Company's Board of Directors and signed on behalf of:

Ahmed Hassan Fitaihi

 Chairman of Board of directors

Ibrahim Hassan Almadhon

 Authorized Board Member

Yasser Yehia Abdelhamid

 Chief Executive Officer and General
 Manager of Financial Department

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited) For the three-month period ended March 31, 2026

1. General

Fitaihi Holding Group Company (“the Company” or “the Parent Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Ministerial Resolution No. 1058 dated Ramadan 9, 1418H and commercial registration number 4030085128 and Unified No. 7013510404 issued in Jeddah on Shaaban 2, 1412H (corresponding to February 5, 1992), and listed in the Capital Market Authority (CMA) in the Kingdom of Saudi Arabia.

The main activities of the Group and its subsidiaries are as follows:

- a) The activities of the holding company (Management of subsidiaries of holding companies, investment of the funds of subsidiaries of holding companies, ownership of real estate and transfers necessary for holding companies, provision of loans, guarantees, and financing to subsidiaries of holding companies, ownership of industrial property rights of holding companies, lease of industrial property rights to holding companies).
- b) Wholesale of gold and precious metals, retail of precious metals and gemstones.
- c) Buying and selling precious metals and gemstones.
- d) Import, sale and purchase of precious metals and gemstones.
- e) Welding and polishing workshops for jewelers.
- f) Electronic trade.
- g) Wholesale of carpets and rugs.
- h) Retail sale of chocolate and cocoa.
- i) Retail sale of blankets, sheets, linens and bedspreads.
- j) Retail sale of assorted household items and handicrafts, cutting tools, ceramics, and household utensils.
- k) Retail business of handicrafts, antiques and gifts.
- l) Wholesale of bags.
- m) Wholesale of household utensils and table accessories.
- n) Wholesale of gifts and luxuries.
- o) Auctions are not in stores.
- p) Cleaning new buildings after construction, cleaning buildings with steam and sand heating, activities for general cleaning services for buildings, building maintenance services activities, cleaning and maintenance of swimming pools, care and maintenance of parks and gardens for public housing purposes, care and maintenance of building scenery, home gardens, roof gardens and private building facades and others, care and maintenance of highway parks.

The registered address of the Company is the building of the Fitaihi Holding Group Company, Madinah Road, north of the Emirate of Makkah Al-Mukarramah Region, PO Box 2606, Jeddah 21461, Kingdom of Saudi Arabia, the main center of the Company is located in Jeddah.

1.2. Fiscal year

The fiscal year of the Company starts from January 1 and ending in December 31 of each year. The interim condensed consolidated financial statements is for the period from January 1, 2026 until March 31, 2026.

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited)

For the three-month period ended March 31, 2026

1. General (Continued)

1.3. Subsidiaries

<u>Company name</u>	<u>Country of incorporation</u>	<u>Ownership percentage as of March 31, 2026</u>	<u>Ownership percentage as of December 31, 2025</u>	<u>Activity</u>
Fitaihi Retail Company One person company	Jeddah- KSA	Direct 100%	Direct 100%	Buying and selling precious metals and gemstones, Welding and polishing workshops (jewelers), and electronic trade. Retail trade-in perfumes, cosmetics, gifts (lighters, buttons, pens, watches), wholesale trade in Chinese crystal, antiques, household utensils required, leather products, towels, linens, and clothes also wholesale trade in all kinds of foodstuffs and establishment and management of business centers.
Saudi Tawteen for Maintenance & Operation	Jeddah- KSA	Direct 100%	Direct 100%	Cleaning new buildings after construction, cleaning buildings with steam and sand heating, activities for general cleaning services for buildings, building maintenance services activities, cleaning and maintenance of swimming pools, care and maintenance of parks and gardens for public housing purposes, care and maintenance of building scenery, home gardens, roof gardens and private building facades and others, care and maintenance of highway parks.

2. BASIS OF PREPARATION

2.1. **Statement of compliance**

The interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard, "Interim Financial Reporting" "IAS 34" 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").

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements. They should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025 ("The annual consolidated financial statements") In addition, results for the interim period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2.2. **Functional and presentation currency**

The Interim condensed consolidated financial statements are presented in □ (SAR), which is also the functional and presentational currency of the Group.

2.3. **Basis of Measurement**

The interim condensed consolidated financial statements have been prepared on a historical cost basis except for equity instruments, which are measured through other comprehensive income, other investments, which are measured through profit or loss, and employees' end of service benefits, which are measured using the projected unit credit method and discounted to their current value.

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited)

For the three-month period ended March 31, 2026

2. BASIS OF PREPARATION (Continued)

2.4. Basis of consolidation

The Group's Interim condensed consolidated financial statements include the financial statements of the Company and its Subsidiaries "the Group" as of March 31, 2026. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to influence those returns by exercising its influence over the entity. In particular, the Group controls the entity if - and only if - the Group has:

- Control over the entity (example: existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee
- The ability to use its control over the investee to affect its returns

In general, there is an assumption that the majority of voting rights will lead to control. In order to reinforce this assumption and when the Group has a level below the majority of voting rights or similar rights in the investee company, the Group takes into account all relevant facts and circumstances when assessing whether the Group has influence over the investee, and these facts and conditions include the following:

- Contractual arrangements with others who are entitled to vote in the investee company.
- Rights arising from other contractual arrangements.
- Group voting rights and potential voting rights.

The Group reassesses whether it is still exercising control over the investee, or not, when facts and circumstances indicate that there is a change in one or more of the three elements of control. The consolidation of the subsidiary begins from the date on which the Group controls the subsidiary and continues until the removal of the controls. The assets, liabilities, income and expenses of the subsidiary acquired or sold during the period are included in the Interim condensed consolidated financial statements from the date the Group acquires control until the date the Group loses control of the subsidiary.

Profit or loss and each component of other comprehensive income is distributed between the shareholders of the Group's parent company and the non-controlling interests, even if this distribution may lead to a deficit balance in the non-controlling interests. If necessary, adjustments are made to the financial statements of subsidiaries in the event that there are significant differences between the parent company and the subsidiary in order to reconcile its accounting policies with the financial policies of the Group. All assets, liabilities, equity, income, expenses and cash flows relating to transactions between Group companies are eliminated in full when the financial statements are consolidated.

Proper accounting treatment has been done for any change in ownership interest in a subsidiary that does not result in a loss of control equity.

If the Group loses control of a subsidiary, it excludes the assets (including goodwill if any), liabilities and any other components of the subsidiary's equity, and any gain or loss resulting from loss of control is recorded in the Interim condensed consolidated statement of profit or loss. Any share of the investment is recognized at fair value.

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited)

For the three-month period ended March 31, 2026

3. CRITICAL JUDGMENT, SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUPMION

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

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on available information when the consolidated financial statements were prepared. Existing information and assumptions about future, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

A) Useful lives of Property and Equipment

The Group's management determines the estimated useful lives of its property and equipment for calculating depreciation. These estimates are determined after considering the expected usage of the assets or physical wear and tear. Management reviews the residual value and useful lives annually and future depreciation charges would be adjusted where the management believes the useful lives differ from previous estimates.

B) Determining the lease term of contracts with renewal and termination options – Group as lessee

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customization to the leased asset)

C) Impairment of Non-Financial Assets

Impairment occurs when the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. The fair value less costs of sell calculation is based on available data from binding sales transactions, conducted at arms' length, for similar assets or observable market prices less incremental costs of sell of the asset. The value in use calculation is based on a discounted cash flow model. The cash flows are extracted from its budget for the next five years and do not include restructuring activities that the Group is not yet committed to significant future investments that will enhance the performance of the assets of the cash-generating unit being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-flows and the growth rate used for extrapolation purposes.

D) Zakat provision

When the group estimates the amount of zakat due, the group's management takes into consideration the applicable laws and previous decisions and provisions of the Zakat, Tax and Customs Authority in the Kingdom of Saudi Arabia.

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited)

For the three-month period ended March 31, 2026

3. CRITICAL JUDGMENT, SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUPMTION (CONTINUED)

E) Defined Benefit Plan

The cost of employees' terminal benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and employees' turnover (employment, termination, resignations). Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year-end. The most sensitive parameters are discount rate and future salary increases. In determining the appropriate discount rate, Management considers the market yield on high quality corporate/government bonds. Future salary increases are based on the expected future inflation rates, seniority, promotion, demand, and supply in the employment market. The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at intervals in response to demographic changes. Further details about employee benefits obligations are provided in note (16).

F) Measuring the fair value of financial instruments

When the fair value of the financial assets and financial liabilities recorded in the consolidated statement of financial position cannot be measured based on the prices traded in active markets, the fair value is determined by using valuation methods including the discounted cash flow method. Inputs to these methods are made through observable markets where possible, and when this is not feasible, a degree of diligence is required to determine the fair value. The judgments include consideration of inputs such as liquidity risk, credit risk, and volatility. Changes in the assumptions relating to these factors can affect the fair value of the financial instruments.

G) Impairment of inventories

Inventories are held at the lower of cost and net realizable value. When inventories become old or obsolete, an estimate is made of their net realizable value. For individually significant amounts this estimation is performed on an individual basis. Amounts which are not individually significant, but which are old or obsolete, are assessed collectively and an allowance applied according to the inventory type and the degree of ageing or obsolescence, based on net realizable value, representing the estimated selling price net of the estimated costs to perform the sale.

H) Leases - Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Group 'would have to pay', which requires estimation when no observable rates are available (such as for subsidiaries that do not enter into financing transactions) or when they need to be adjusted to reflect the terms and conditions of the lease (for example, when leases are not in the subsidiary's functional currency). The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates (such as the subsidiary's stand-alone credit rating).

I) Going concern

The Group's management has assessed the Group's ability to continue as a going concern and is satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt on the Group's ability to continue as a going concern. Therefore, the consolidated financial statements have been prepared on a going concern basis.

4. NEW IFRSs, INTERPRETATIONS, AND AMENDMENTS TO EXISTING STANDARDS

There are no new standards, however, a number of amendments to the standards are effective as of 01 January 2025 which were explained in the annual consolidated financial statements of the Group, and there is no material impact on the interim condensed consolidated financial statements of the Group.

5. MATERIAL ACCOUNTING POLICY INFORMATION

The applied accounting policies and methods of calculation are consistent with those used for the previous financial year.

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited)

For the three-month period ended March 31, 2026

6. SEGMENT REPORTING

The segment is considered an essential part of the Group that provides specific products or services (business segment) or provides products or services in a specific economic environment (geographic segment) and its profits and losses differ from the profits and losses of other segments. The Group presents the business segment due to conducting most of its activity within the Kingdom of Saudi Arabia.

The activities of the Parent Company (Fitaihi Holding Group Company), and the subsidiary company (Fitaihi Retail Company), are concentrated in the trade of gold, jewelry, precious commodities, clothing, furnishings, and accessories. The company's segment consists of the following:

<u>March 31, 2025</u>	<u>Commercial activity</u>	<u>Investing activity</u>	<u>Total</u>
Revenue	11,496,519	2,191,384	13,687,903
Gross profit	4,056,970	2,191,384	6,248,354
Net (Loss) /profit for the period	(994,623)	14,260	(980,363)

<u>March 31, 2026</u>	<u>Commercial activity</u>	<u>Investing activity</u>	<u>Total</u>
Revenue	13,039,158	(1,403,146)	11,636,012
Gross profit	4,991,221	(1,403,146)	3,588,075
Net loss for the period	(438,550)	(3,918,915)	(4,357,465)

FITAIHI HOLDING GROUP COMPANY

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (Unaudited)

For the three-month period ended March 31, 2026

7. INVESTMENTS IN ASSOCIATE

Investments in associate consist of the following:

	Country of incorporation	Main activity	Ownership percentage		31 March 2026	31 December 2025
			31 March 2026	31 December 2025	(Unaudited)	(Audited)
International Medical Center Company	Kingdom of Saudi Arabia	Hospital management and operation	19.25%	19.25%	191,801,998	194,065,033
					191,801,998	194,065,033

7.1. The movement in the investment balance as follows:

	For the three months period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Group's share of the business results of the International Medical Center Company	(2,2230,615)	705,455
Transfer of hedging reserve	(39,420)	(105,120)
	(2,263,035)	600,335

8. INVESTMENTS IN EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
<u>COST</u>		
Balance at the beginning of the period / year	133,285,378	136,714,695
Additions during the period / year	2,451,638	-
Disposal during the period / year	(1,482,363)	25,887
Balance at the end of the period / year	134,254,653	136,740,582
<u>Unrealized gains / (losses) on investments in equity instruments at fair value through other comprehensive income</u>		
Balance at the beginning of the period / year	21,873,503	18,221,696
Net movement during the period / year	(28,142,803)	3,731,731
Transfer from reserve of equity instruments at fair value through other comprehensive income to retained earnings	(454,413)	(79,924)
Balance at the end of the period / year	(6,723,713)	21,873,503
Net book value at the end of the period / year	127,530,940	155,158,881

All ownership shares are listed on the financial markets.

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9. INVENTORY

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Jewelry and goldsmiths	86,405,291	92,763,738
Gold ores and jewelry	6,205,329	5,718,052
Miscellaneous merchandise	2,107,025	1,979,993
Boxes and packaging tools	463,826	463,826
	95,181,471	100,925,609

10. TRADE AND OTHER RECEIVABLES

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Trades receivables	-	-
Prepaid expenses	2,509,290	303,959
Advance payments to suppliers	318,260	436,590
Receivable from the sale of a subsidiary	-	-
Other receivables	217,524	212,294
	3,045,074	952,843
Less: provision for impairment	-	-
	3,045,074	952,843

11. SHARE CAPITAL

As at March 31, 2026 and December 31, 2025, the share capital amounted to 275,000,000 (December 31, 2024: 275,000,000), consisting of 275,000,000 ordinary shares (December 31, 2024: 275,000,000 ordinary shares), fully paid, with a nominal value of 1 per share.

12. TRADE AND OTHER PAYABLES

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Trade payables	5,122,185	8,240,974
Accrual expenses	893,245	524,792
Advance payments from clients	1,035,036	1,136,925
Value added tax	64,726	372,434
Other payables	1,508,949	1,653,816
	8,624,141	11,928,941

13. ZAKAT PAYABLE

A) The movement in zakat payable for the Group as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	3,289,598	3,174,227
Provided during the period / year	915,000	3,258,188
Paid during the period / year	-	(3,142,817)
Balance at the end of the period / year	4,204,598	3,289,598

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13. ZAKAT PAYABLE (CONTINUED)

B) Zakat and tax status

1. Years from the date of establishment until December 31, 2023:

The Company finalized its zakat status for the years from the date of incorporation until December 31, 2023.

2. The year ending on December 31, 2024:

The Company submitted the zakat declaration for the year ending on December 31, 2024, paid the zakat due thereon, and obtained an unrestricted zakat certificate.

The Zakat, Tax and Customs Authority has not issued the zakat assessment for the said year as of December 31, 2024.

3. The year ending on December 31, 2025

The Company is still in the process of preparing the zakat declaration for the year ended December 31, 2025. It will be submitted before the stipulated date.

14. OTHER EXPENSES - NET

	For the three months period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Debit financing interest - lease contracts	(18,453)	(18,984)
Other income	60,605	20,165
Capital income	8,696	-
Other expenses	(90,023)	(73,020)
	(39,175)	(71,839)

15. EARNINGS PER SHARE

The basic and diluted earnings per share are calculated from net income for the period by dividing net income for the period attributable to the shareholders of the Parent Company by the weighted average number of ordinary shares. The diluted earnings per share is equal to the basic earnings per share.

The following table reflects the net loss data for the period and the number of shares used to calculate the basic and diluted earnings per share:

	For the three months period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Loss for the period attributable to the shareholders of the Parent Company	(4,357,465)	(980,363)
Weighted average number of ordinary shares outstanding (share)	275,000,000	275,000,000
Basic and diluted loss earnings per share attributable to shareholders of the Parent Company	(0.016)	(0.004)

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16. RELATED PARTY TRANSACTIONS

The related parties represent major shareholders, board of directors' members, and key management of the Group, and entities controlled, or significantly influenced by such parties.

16.1 Related party transactions

The following are the main transactions to related parties without preferential terms during the three-month ended on 31 March 2026 and 31 March 2025 and related party balances as on 31 March 2026 and 31 December 2025:

Party	Nature of the relationship	Nature of the transaction	Transactions during the three months period ended		Balance as of	
			31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 March 2026 (unaudited)	31 December 2025 (Audited)
Sheikh/ Ahmad Hasan Fitaihi	Chairman of the Board of Directors	Sales of goods	70,406	83,051	-	-

16.2 Allowances and bonuses for members of the Board of Directors and senior executives

The compensation of the senior management executives and the Board of Directors during the period is as follows:

	For the three months period ended 31 March	
	2026 (Unaudited)	2025 (Unaudited)
Salary and other benefits	571,053	556,500
End of service benefits	23,188	23,188
Bonuses and allowance for attending Board of Directors sessions	300,000	300,000
	894,241	879,688

17. RISK MANAGEMENT OBJECTIVES AND POLICIES

Risks are part of the Group's activities and are managed through a continuous mechanism which consists of identifying risks, then evaluating and following them up in accordance with other approved restrictions and controls. The process of managing risk is essential to the group's ability to generate profits. The Group is exposed to market risk, currency risk, credit risk and liquidity risk.

Market risk

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price due to a change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market.

Currency risk

Currency risk is the fluctuation of the value of a financial instrument as a result of fluctuations in foreign exchange rates. The Group is exposed to the risk of currency exchange fluctuations during its normal business cycle. The risks related to currency fluctuations associated with financial instruments are concentrated in currency fluctuations of the Group's foreign investments, as the main Group's investments in the stock market are concentrated on the Egyptian Stock Exchange, and therefore their fair value is affected by the exchange rate of Egyptian pound from one period to another according to the economic and political conditions in Egypt. The Group considers that most of its investments are for long-term strategic purposes.

Credit risk

Credit risk is the risk that one party in a financial instrument will fail to fulfill an obligation and cause the other party to incur a financial loss. The Group works to limit credit risk. Management believes that credit risk is limited given that the Group's sales are monetary.

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17. RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its commitments associated with financial liabilities, as they fall due. Liquidity needs are monitored on a monthly basis and the management works to ensure that sufficient funds are available to meet any liabilities as they arise.

The Group's current financial liabilities amounting to 13.6 million as of 31 March 2026 (31 December 2025: 16.3 million) consist of lease liabilities - current portion - trade payables and other payables balances and Zakat payable. In practice, it is expected that all these financial liabilities will be settled within 12 months from the date of the condensed consolidated statement of financial position and the Group expects to have sufficient funds to do so.

The Group's non-current financial liabilities amounting to 3.6 million as of March 31, 2026 (December 31, 2025: 30.4 million) consist of lease liabilities and the net employees defined benefit obligations. The employee defined benefit obligation is paid according to the actual timing of the end of the employee's service life.

Stock price Risk

The Group is exposed to market price risks on its investments in shares traded and arising from the uncertainty in the future value of shares traded. Reports on investment in shares traded are regularly reported to Top management.

Capital risk management

For the purpose of managing the group's capital risk, equity consists of capital, statutory reserve attributable to the shareholders of the parent company, retained earnings and equity instruments valuation reserve at fair value through other comprehensive income. The main objective of capital management is to maximize shareholder equity.

The Group manages and adjusts its capital structure in light of changes in economic conditions and financial commitment requirements. In order to maintain or adjust the capital structure, the group may adjust dividends to shareholders or issue new shares.

The Group does not have a capital structure with specific objectives or rates to be achieved in connection with managing capital risk. The overall strategy of the group remains the same, unchanged from the previous year. The group's capital structure consists of equity (consisting of equity capital and statutory reserve attributable to shareholders of the parent company, retained earnings and equity instruments valuation reserve at fair value through other comprehensive income).

Fair value

The fair value is the price that would be received to sell an asset or paid to transfer any of the liabilities in a transaction under normal circumstances between market participants at the measurement date. As such, differences can arise between the carrying values and the fair value estimates. The definition of fair value is based on market-based measurement and assumptions used by market participants.

Fair values are classified into different levels in the fair value hierarchy based on the inputs used in the valuation methods as follows:

- **Level 1** - quoted prices in active markets for identical financial instrument.
- **Level 2** - Valuation methods that rely on inputs that affect the fair value and can be observed directly or indirectly in the market.
- **Level 3** - Valuation methods that rely on inputs that affect the fair value and cannot be observed directly or indirectly in the market.

There were no transfers between Level 1, Level 2 and Level 3 during the period ending March 31, 2026.

All financial assets and financial liabilities of the Group are recorded at amortized cost, except for:

investments in equity instruments at fair value through other comprehensive income, as they are listed in an active market and are evaluated according to level one (share price on the reporting date).

18. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

These interim condensed consolidated financial statements (Unaudited) were approved by the Board of Directors on **2026/05/10**.