TANMIAH FOOD COMPANY
(A SAUDI JOINT STOCK COMPANY)

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026 AND
REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

TANMIAH FOOD COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

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Report on review of condensed consolidated interim financial information

To the shareholders of Tanmiah Food Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Tanmiah Food Company (the "Company") and its subsidiaries (together the "Group") as of 30 June 2026 and the related condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended and the condensed consolidated interim statements of changes in equity and cash flows for the six-month period ended 30 June 2026 and other explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information 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 this condensed consolidated interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Mufaddal A. Ali
License Number 447

برايس وترهاوس كوبرز
محاسبون قانونيون
ترخيص ١/٢٥/١١/٣٢٣
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12 August 2026

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TANMIAH FOOD COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of financial position
(All amounts in Saudi Riyals unless otherwise stated)

	Notes	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-current assets			
Property, plant and equipment	4	**1,158,417,486**	1,128,613,557
Right-of-use assets	5	**730,462,664**	672,313,268
Intangible assets		**9,510,128**	9,469,209
Financial assets at fair value through other comprehensive income		**773,983**	773,983
Investment in an associate	6	**95,881,603**	92,920,590
Total non-current assets		**1,995,045,864**	1,904,090,607
Current assets			
Inventories	7	**351,934,077**	359,318,552
Biological assets	8	**233,983,283**	241,271,394
Prepayments and other receivables		**203,526,152**	184,559,037
Contract assets		**70,553**	4,989,662
Trade receivables and other debtors		**418,784,252**	405,532,701
Cash and cash equivalents		**77,380,166**	61,699,328
Total current assets		**1,285,678,483**	1,257,370,674
Total assets		**3,280,724,347**	3,161,461,281
Equity and liabilities			
Equity			
Share capital		**200,000,000**	200,000,000
Statutory reserve		**51,736,614**	51,736,614
Other reserve		**73,977,280**	73,977,280
Retained earnings		**307,528,712**	289,694,003
Equity attributable to shareholders of the Company		**633,242,606**	615,407,897
Non-controlling interests		**101,891,983**	96,113,583
Total equity		**735,134,589**	711,521,480
Non-current liabilities			
Employee benefit obligations		**124,971,088**	123,801,251
Lease liabilities	5	**640,121,333**	576,146,792
Deferred tax liability		**1,000,000**	1,000,000
Borrowings	9	**539,690,973**	584,761,545
Total non-current liabilities		**1,305,783,394**	1,285,709,588
Current liabilities			
Borrowings	9	**440,525,842**	458,894,635
Trade and other payables		**386,032,939**	328,385,185
Contract liabilities		**91,867**	627,381
Accrued and other liabilities		**289,255,998**	252,156,196
Lease liabilities	5	**114,450,300**	112,748,325
Provision for zakat and income tax	10	**9,449,418**	11,418,491
Total current liabilities		**1,239,806,364**	1,164,230,213
Total liabilities		**2,545,589,758**	2,449,939,801
Total equity and liabilities		**3,280,724,347**	3,161,461,281

The accompanying notes form an integral part of this condensed consolidated interim financial information.

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

TANMIAH FOOD COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of profit or loss and other comprehensive income
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2026	2025	2026	2025
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	14	**789,244,866**	649,502,195	**1,520,434,735**	1,326,620,986
Cost of revenue		**(595,661,769)**	(496,624,273)	**(1,160,100,062)**	(1,005,374,010)
Gross profit		**193,583,097**	152,877,922	**360,334,673**	321,246,976
Selling and distribution expenses		**(104,062,121)**	(90,569,119)	**(205,728,168)**	(176,576,472)
General and administrative expenses		**(38,911,392)**	(36,799,736)	**(78,295,044)**	(78,495,005)
Impairment loss on financial assets		**(1,878,000)**	(1,049,059)	**(2,150,000)**	(2,099,059)
Other income		**3,542,679**	3,697,035	**6,630,831**	7,698,644
Operating profit		**52,274,263**	28,157,043	**80,792,292**	71,775,084
Finance costs		**(30,964,629)**	(24,662,030)	**(59,798,691)**	(43,607,440)
Finance income		**553,576**	-	**665,951**	-
Profit before share of result from associate and zakat and income tax		**21,863,210**	3,495,013	**21,659,552**	28,167,644
Share in net results of an associate		**1,519,468**	1,414,004	**2,961,013**	3,507,766
Profit before zakat and income tax		**23,382,678**	4,909,017	**24,620,565**	31,675,410
Zakat and income tax		**(828,241)**	(2,462,341)	**(1,007,456)**	(6,001,482)
Profit for the period		**22,554,437**	2,446,676	**23,613,109**	25,673,928
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		**22,554,437**	2,446,676	**23,613,109**	25,673,928
Profit for the period attributable to:					
Shareholders of the Company		**18,959,893**	497,998	**17,834,709**	19,392,931
Non-controlling interests		**3,594,544**	1,948,678	**5,778,400**	6,280,997
		22,554,437	2,446,676	**23,613,109**	25,673,928
Total comprehensive income for the period attributable to:					
Shareholders of the Company		**18,959,893**	497,998	**17,834,709**	19,392,931
Non-controlling interests		**3,594,544**	1,948,678	**5,778,400**	6,280,997
		22,554,437	2,446,676	**23,613,109**	25,673,928
Earnings per share attributable to shareholders of the Company:					
Basic and diluted earnings per share		**0.95**	0.02	**0.89**	0.97

The accompanying notes form an integral part of this condensed consolidated interim financial information.

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

TANMIAH FOOD COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of changes in equity
(All amounts in Saudi Riyals unless otherwise stated)

	Share capital	Statutory reserve	Other reserve	Retained earnings	Equity attributable to shareholders of the Company	Non-controlling interests	Total
Balance at 1 January 2026 (Audited)	**200,000,000**	**51,736,614**	**73,977,280**	**289,694,003**	**615,407,897**	**96,113,583**	**711,521,480**
Net profit for the period	-	-	-	**17,834,709**	**17,834,709**	**5,778,400**	**23,613,109**
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	**17,834,709**	**17,834,709**	**5,778,400**	**23,613,109**
Balance at 30 June 2026 (Unaudited)	**200,000,000**	**51,736,614**	**73,977,280**	**307,528,712**	**633,242,606**	**101,891,983**	**735,134,589**
Balance at 1 January 2025 (Audited)	200,000,000	51,736,614	73,977,280	356,303,966	682,017,860	96,674,506	778,692,366
Net profit for the period	-	-	-	19,392,931	19,392,931	6,280,997	25,673,928
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	19,392,931	19,392,931	6,280,997	25,673,928
Dividend	-	-	-	(44,800,000)	(44,800,000)	(4,050,000)	(48,850,000)
Balance at 30 June 2025 (Unaudited)	200,000,000	51,736,614	73,977,280	330,896,897	656,610,791	98,905,503	755,516,294

The accompanying notes form an integral part of this condensed consolidated interim financial information.

Chairman of the Board of Directors

Chief Executive Officer

Chief Financial Officer

TANMIAH FOOD COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of cash flows
(All amounts in Saudi Riyals unless otherwise stated)

		Six-month period ended	
	Note	30 June 2026 (Unaudited)	30 June 2025 (Unaudited) Restated (Note 16)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before zakat and income tax		**24,620,565**	31,675,410
Adjustments for:			
Depreciation on property, plant and equipment	4	**40,353,050**	29,013,102
Depreciation on right-of-use assets	5	**79,381,652**	70,402,845
Amortisation of intangible assets		**691,886**	616,749
Impairment loss on financial assets		**2,150,000**	2,099,059
Provision for slow-moving inventories	7	**3,536,826**	3,178,733
Property, plant and equipment written off		**646,097**	-
Gain on disposal of property, plant and equipment		**(299,543)**	(95,816)
Share in net results of an associate	6	**(2,961,013)**	(3,507,766)
Provision for employee benefit obligations		**11,687,368**	10,502,421
Exchange fluctuation loss		**-**	2,500,000
Government subsidy accrued		**(30,681,846)**	(22,635,194)
Gain on termination of lease contracts		**(555,212)**	(111,873)
Finance costs		**34,769,657**	20,220,448
Finance cost on lease liabilities	5	**24,363,083**	20,886,992
Changes in operating assets and liabilities:			
Inventories		**3,847,649**	(59,810,814)
Trade receivables and other debtors		**(19,635,380)**	(33,406,949)
Biological assets		**7,288,111**	17,282,148
Contract assets		**4,919,109**	(10,048,354)
Prepayments and other receivables		**(12,622,440)**	31,740,561
Government subsidy received		**23,939,175**	21,522,658
Trade payable, accruals and other liabilities		**103,508,972**	48,814,469
Cash generated from operations		**298,947,766**	180,838,829
Employee benefit obligations paid		**(10,517,531)**	(3,010,771)
Zakat and income tax paid		**(2,578,533)**	(10,417,776)
Net cash generated from operating activities		**285,851,702**	167,410,282
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchases of property, plant and equipment		**(70,803,076)**	(306,890,992)
Proceeds from disposal of property, plant and equipment		**299,543**	95,842
Payments for additions to intangible assets		**(732,805)**	(1,289,165)
Repayment of amounts due from related parties		**4,233,829**	-
Net cash used in investing activities		**(67,002,509)**	(308,084,315)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease payments – principal portion	5	**(71,299,320)**	(65,907,770)
Finance cost paid		**(64,263,715)**	(40,614,730)
Short term borrowings		**(44,333,840)**	(10,339,604)
Proceeds from long-term borrowings		**27,653,540**	281,279,838
Repayment of long-term borrowings		**(50,925,020)**	(9,010,286)
Dividends paid		**-**	(48,850,000)
Net cash (used in)/generated from financing activities		**(203,168,355)**	106,557,448
Net change in cash and cash equivalents		**15,680,838**	(34,116,585)
Cash and cash equivalents at the beginning of the period		**61,699,328**	88,906,826
Cash and cash equivalents at the end of period		**77,380,166**	54,790,241

TANMIAH FOOD COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim statement of cash flows - continued
(All amounts in Saudi Riyals unless otherwise stated)

	Six-month period ended	
	30 June 2026	30 June 2025
	(Unaudited)	(Unaudited)
Supplemental non-cash information:		
Addition to right-of-use assets and lease liabilities	**143,423,172**	174,518,803
Lease liabilities written off due to termination of lease contracts	**6,447,336**	(1,300,498)
Right-of-use assets written off due to termination of lease contracts	**(5,892,124)**	1,412,371

The accompanying notes form an integral part of this condensed consolidated interim financial information.

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

(All amounts in Saudi Riyals unless otherwise stated)

1. Corporate information

Tanmiah Food Company (the "Company") is a Saudi Joint Stock Company registered under commercial registration number 1010087483 with unique identification number 7001361570. The Company's head office is located at King Fahd Rd, Ar Rahmaniyah District, Riyadh 12341, Kingdom of Saudi Arabia. The Company and its various subsidiaries (collectively the "Group") are registered in the Kingdom of Saudi Arabia as well as in United Arab Emirates ("UAE"), in the Kingdom of Bahrain ("Bahrain"), State of Kuwait ("Kuwait) and State of Qatar ("Qatar").

The Group is principally engaged in food and agriculture business which includes manufacturing, wholesale and retail trading in foodstuff, preparation of animal and poultry feeds for commercial purposes, construction of poultry farms, retail and wholesale trading in poultry equipment and restaurant outlets with related services.

The Group's principal subsidiaries at 30 June 2026 and 31 December 2025 are set out below. Unless otherwise stated, they have share capital consisting solely of ordinary shares that are held directly by the Group, and the proportion of ownership interests held equals the voting rights held by the Group. The country of incorporation is also their principal place of business.

Subsidiary	Country of incorporation	Effective ownership at 30 June 2026	Effective ownership at 31 December 2025	Principal activities
Agricultural Development Company Limited ("ADC")	Kingdom of Saudi Arabia	**85%**	85%	Wholesale trading in poultry products and agricultural produce
Supreme Foods Bahrain W.L.L. ("SFB")*	Kingdom of Bahrain	**85%**	85%	General trading
Desert Hills Veterinary Services Company Limited ("DHV")	Kingdom of Saudi Arabia	**100%**	100%	Wholesale and retail trading in machines and equipment in the field of animal care, animal shelters, animal feed, chicks and hatching eggs, veterinary lab equipment and medicines
MHP Desert Hills for Poultry Company Limited ("MDP")**	Kingdom of Saudi Arabia	**55%**	55%	Developing and operating poultry breeding facilities including establishment of greenfield hatcheries
Tanmiah Restaurants for Fast Food Company ("TRC")	Kingdom of Saudi Arabia	**100%**	100%	Fast food restaurants
Gulf Brand for Fast Foods Company ("GBFFC")***	Kingdom of Saudi Arabia	**100%**	100%	Fast food Restaurants
Gulf Brands Restaurants Management Company ("GBRMC")***	State of Kuwait	**100%**	100%	Fast food Restaurants
Nola Management Company W.L.L ("Nola")***	Kingdom of Bahrain	**100%**	100%	Fast food Restaurants
Al Tanmiah for Administration of Restaurants ("ATAR")***	State of Qatar	**100%**	100%	Dormant company
Al Tanmiah International General Trading L.L.C (Formerly Dabbagh International (UAE) (L.L.C))	United Arab Emirates (UAE)	**100%**	100%	Dormant company

** SFB is a wholly owned subsidiary of ADC.*
*** MDP is a subsidiary of DHV*
**** GBFFC, GBRMC, Nola and ATAR are wholly owned subsidiaries of TRC.*

During the six-month period ended 30 June 2026, the increase in gross profitability is primarily driven by growth across agribusiness. Increase in agribusiness is mainly attributable to increase in sales volumes and improved average selling prices.

The Group continues to closely monitor ongoing geopolitical developments in the Middle East and their potential impact on the Kingdom of Saudi Arabia and the wider GCC region, where a significant portion of its operations is based. In response, the Group has implemented mitigation measures, including diversification of supplier sources, increased inventory coverage, and adoption of alternative logistics routes, to strengthen operational resilience and supply continuity. Based on management's current assessment, these developments have not had a material impact on the Group's financial position or performance to date. However, given the evolving nature of the situation, the Group will continue to monitor developments and assess any potential effects on its operations, supply chain, and costs.

2. Basis of preparation

2.1 Statement of compliance

This condensed consolidated interim financial information of the Group has 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 issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

This condensed consolidated interim financial information does not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2025. IAS 34 states that the condensed consolidated interim financial information is intended to provide an update on the latest complete set of annual financial statements. Hence, IAS 34 requires less disclosure in interim financial information than International Financial Reporting Standards, that are endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by SOCPA, require in annual financial statements. An interim period is considered as an integral part of the whole fiscal year, however, the results of operations for the interim periods may not be a fair indication of the results of the full year's operations.

The Group has elected to present a single condensed consolidated interim statement of profit or loss and other comprehensive income and presents its expenses by function. The Group reports cash flows from operating activities using the indirect method.

The condensed consolidated interim financial information is prepared on a going concern basis.

2.2 Basis of measurement

This condensed consolidated interim financial information has been prepared under the historical cost basis, except as explained in the relevant accounting policies in the annual consolidated financial statements for the year ended 31 December 2025.

This condensed consolidated interim financial information is presented in Saudi Riyals (SR), which is the functional currency of all the Group entities, SFB, GBRMC, Nola and ATAR. The functional currency SFB and Nola is Bahraini Dinar, GBRMC is Kuwaiti Dinar and ATAR is Qatari Riyal. The presentation currency of the Group is SR. This condensed consolidated interim financial information has been rounded-off to nearest SR, unless otherwise stated.

The activities of the Group are evenly spread throughout the year, therefore there is no seasonal or cyclical changes that affect the Group's operations.

(All amounts in Saudi Riyals unless otherwise stated)

2.3 New standards and amendments

a) New and amended standards adopted by the Group

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of certain amendments to existing standard became applicable for the current reporting period. The Group has adopted the following relevant amendments to International Financial Reporting Standards ("IFRS") which are effective for period beginning on and after January 1, 2026, and have no material impact on the Group:

Title	Effective date
Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	1 January 2026
Annual improvements to IFRS - Volume 11	1 January 2026
Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity	1 January 2026

There has been no material impact on the condensed consolidated interim financial information of the Group upon adoption of the above amended standards. There are no other amendments or interpretations which are effective from 1 January 2026 that have a material effect on the Group's condensed consolidated interim financial information.

b) Standards and interpretations issued but not yet effective

Certain new accounting standards and interpretations have been published that are not mandatory for June 30, 2026 reporting period and have not been early adopted by the Group. The standards, interpretations and amendments issued that are relevant to the Group, but are not yet effective are disclosed below.

Title	Effective date
Amendments to IAS 21 - Translation to a Hyperinflationary Presentation Currency	1 January 2027
IFRS 18 -Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 -Subsidiaries without Public Accountability	1 January 2027

Management is in the process of assessing the impact, if any, which amendments to IAS 21 and introduction of IFRS 19 may have in future reporting periods.

IFRS 18 - Presentation and Disclosure in Financial Statements

In April 2024, the International Accounting Standards Board issued IFRS 18 "Presentation and Disclosure in Financial Statements" ("IFRS 18"). IFRS 18 will replace IAS 1 "Presentation of Financial Statements" and introduces new requirements for the presentation and disclosure of information in the financial statements, particularly in relation to the structure of the statement of profit or loss and other comprehensive income, consequential amendments to IAS 7 'Statement of Cash Flows' impacting statement of cash flows, principles for aggregation and disaggregation, and disclosures relating to management-defined performance measures.

IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and is to be applied retrospectively. The Group has not early adopted the new accounting standard in preparing this condensed consolidated interim financial information.

Based on the preliminary assessment, the expected impact of IFRS 18 is described below:

(i) Structure of the statement of profit or loss and other comprehensive income

IFRS 18 requires entities to classify all income and expenses in the statement of profit or loss and other comprehensive income to be categorized into one of the five categories i.e., operating, investing, financing, zakat income tax and discontinued operations. Classification of income and expenses depends on the main business activities of an entity. The Group has determined that it does not have a specified main business activity of investing in assets and/or providing financing to customers. IFRS 18 introduces the requirement to present two new defined sub-totals i.e., 'operating profit' and 'profit or loss before financing and income taxes'. The Group currently presents an ‘operating profit’ subtotal. The adoption of IFRS 18 will not result in any adjustment to the Group’s profit for the year/period or retained earnings.

The Group expects changes to the current structure of the consolidated statement of profit or loss and other comprehensive income to result from the following:

- A new subtotal, ‘Profit before financing and zakat and income tax’ will be presented to show the income from operating category and investing category separately;
- Foreign exchange gains or losses arising from transactions not related to raising finances or changes in interest rates will be reclassified and presented under the operating category;
- Bank charges not related to raising finance or changes in interest rates will be re-classified and presented under operating category;
- 'Finance income' and ‘Share in net results of an associate’ will be re-classified and presented under investing category.
- ‘Finance costs’ will be presented under financing category.
- Finance cost on employee benefit obligations, which is currently presented within employee costs, will be classified and presented within finance costs; and

(ii) Management-Defined Performance Measures (MPMs)

MPMs are defined as a subtotal of income and expenses used in public communications outside the financial statements. MPMs are presumed to communicate to users of the consolidated financial statements, management’s view of an aspect of the financial performance of the entity as a whole. The new change will require to disclose specific information about MPMs in the notes to the consolidated financial statements together with explanation and reconciliation.

The Group is in process to determine which public communications should be considered when identifying MPMs. MPMs relate to the same reporting period as the consolidated financial statements. Therefore, MPMs disclosed by the Group following adoption of IFRS 18 will be determined based on public communications issued by the Group relating to the 2027 reporting period. As per the initial assessment, the Group has not identified any MPMs for the current reporting period.

(iii) Principles of aggregation and disaggregation

IFRS 18 provides enhanced guidance on the principles of aggregation and disaggregation which focus on grouping items based on their shared characteristics, including specific presentation or disclosure matters identified through management’s implementation assessment. These principles are applied across the financial statements, and they are used in defining which line items are presented in the primary financial statements and what information is disclosed in the notes.

The Group is assessing the grouping of items on the basis of similar and dissimilar characteristics. Based on this assessment, it will present line items in the primary financial statements that provide useful structured summaries and disclose additional material information in the notes.

(iv) Consequential amendments

IFRS 18 introduces consequential amendments to IAS 7, which require entities to use the newly defined operating profit subtotal as the starting point for the consolidated statement of cash flows when presenting operating cash flows under the indirect method. The Group currently uses profit before zakat and income tax for the year/period as the 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.

(All amounts in Saudi Riyals unless otherwise stated)

The consequential amendments also provide specific guidance on the classification of finance cost, finance income and dividend cash flows. Cash flows from 'finance income received' will continue to be classified as investing activities and cash flows of 'dividends paid' and 'finance costs paid' as financing activities.

3. Critical accounting estimates and judgments

Preparation of the Group's condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

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 recognised 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.
Management has concluded that the Group's critical accounting judgements, estimates and assumptions remain appropriate under the current circumstances for the purpose of preparation of the condensed consolidated interim financial information. Management believes all sources of estimation uncertainty remain similar to those disclosed in the annual consolidated financial statements for the year ended December 31, 2025.

4. Property, plant and equipment

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Net book value at the beginning of the period / year	**1,128,613,557**	777,219,725
Additions	**70,803,076**	418,300,338
Depreciation for the period/ year	**(40,353,050)**	(66,492,165)
Write-offs / Disposals	**(646,097)**	(414,341)
Carrying value at the end of the period/ year	**1,158,417,486**	1,128,613,557

The additions during the six months period ended 30 June 2026 amounting to SR 70.8 million (31 December 2025: SR 418.3 million), mainly represent additions to capital work-in-progress for construction of feed mill, expansion of the current capacity of the processing plant and hatchery expansion.

5. Leases

The Group leases various accommodations, warehouses, buildings, poultry processing plants, farms, vehicles and offices. Rental contracts are typically made for fixed periods of 2 to 18 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

Right-of-use assets:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Net book value at the beginning of the period / year	**672,313,268**	589,824,995
Additions	**143,423,172**	229,853,444
Depreciation for the period/ year	**(79,381,652)**	(145,999,843)
Write off	**(5,892,124)**	(1,365,328)
Carrying value at the end of the period/ year	**730,462,664**	672,313,268

(All amounts in Saudi Riyals unless otherwise stated)

Lease Liabilities:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
At beginning of period / year	**688,895,117**	583,524,811
Additions	**143,423,172**	229,853,444
Write off	**(6,447,336)**	(1,412,371)
Lease payments	**(95,662,403)**	(166,821,615)
	730,208,550	645,144,269
Interest expense	**24,363,083**	43,750,848
Carrying value at the end of the period/ year	**754,571,633**	688,895,117

Lease liabilities are presented in the condensed consolidated interim statement of financial position as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Lease liabilities		
Current	**114,450,300**	112,748,325
Non-current	**640,121,333**	576,146,792
	754,571,633	688,895,117

6. Investment in an associate

The Group maintains a 40% ownership in Supreme Foods Processing Company ("SFPC").

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	**92,920,590**	87,332,502
Share in income for the period/ year	**2,961,013**	5,754,268
Share in other comprehensive loss for the period/ year	**-**	(166,180)
Closing balance	**95,881,603**	92,920,590

7. Inventories

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Raw materials	**132,994,344**	147,430,882
Poultry meats and other food items	**102,151,986**	73,258,367
Animal health products	**52,798,542**	63,594,113
Packaging materials	**19,368,219**	16,984,349
Spare parts	**38,351,437**	34,894,364
Equipment for sale	**13,131,880**	24,463,322
Others	**22,027,720**	25,135,439
	380,824,128	385,760,836
Less: provision for slow-moving inventories	**(28,890,051)**	(26,442,284)
	351,934,077	359,318,552

(All amounts in Saudi Riyals unless otherwise stated)

Movement in provision for slow-moving inventories is as follows:

	30 June 2026 (Unaudited)	**31 December 2025 (Audited)**
Opening balance	**26,442,284**	16,248,351
Provision for the period/ year	**3,536,826**	19,355,723
Write-offs	**(1,089,059)**	(9,161,790)
	28,890,051	26,442,284

8. Biological assets

	30 June 2026 (Unaudited)	**31 December 2025 (Audited)**
Breeder birds – rearing & production	**152,467,242**	176,325,186
Broiler birds	**50,114,689**	43,605,235
Hatchery eggs	**31,401,352**	21,340,973
	233,983,283	241,271,394

As at 30 June 2026, the Group had 16.4 million broiler birds (31 December 2025: 15.5 million broiler birds). Further, 92.4 million broiler birds were slaughtered during the six-month period ended 30 June 2026 (six-month period ended 30 June 2025: 85.2 million broiler birds were slaughtered).

As at 30 June 2026, the Group had 2.5 million breeder birds and 24.5 million hatchery eggs (31 December 2025: 2.7 million breeder birds and 18.8 million hatchery eggs).

The fair value measurements for the broiler birds and hatchery eggs have been categorised as Level 3 in the fair value hierarchy based on the inputs to the valuation techniques used. Valuation techniques and significant unobservable inputs used for valuation of biological assets are as below:

Biological assets	**Valuation technique**	**Significant unobservable inputs**	**Inter-relationship between key unobservable inputs and fair value measurement**
Live broiler birds	The valuation model considers the average weight of bird, mortality and the estimated selling price less cost to sell including the additional cost required to bring the birds as ready to sell (i.e. feed cost, medicines and overheads).	- Mortality of birds - Average weight of birds. - Processing loss. - Sales price of fully-grown bird less cost to sell.	The estimated fair value would increase/ (decrease) if: - Mortality was lower/ (higher). - Average weight of birds higher/ (lower). - Processing loss was lower/ (higher). - Selling price of fully-grown bird less cost to sell was higher/ (lower).
Hatchery eggs	The valuation model considers the hatchability and actual selling price less cost to sell including the additional cost required to bring the eggs as ready to sell (i.e. overhead and vaccine cost).	- Hatchability of the eggs.	The estimated fair value would increase/ (decrease) if the hatchability was higher/ (lower).

(All amounts in Saudi Riyals unless otherwise stated)

9. Borrowings

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Non-current		
Long-term bank Islamic loans	**627,753,824**	651,025,304
Less: Current portion of long-term Murabaha bank loan	**(88,062,851)**	(66,263,759)
	539,690,973	584,761,545
Current		
Short-term bank Islamic loans	**348,297,036**	392,630,876
Current portion of long-term Murabaha bank loan	**88,062,851**	66,263,759
Accrued finance cost	**4,165,955**	-
	440,525,842	458,894,635

Summary of the Group's borrowing facilities is as follows:

Facilities	Total Limit	Utilised as at 30 June 2026	Utilised as at 31 December 2025
Short-term Islamic loan facilities	SR 1,587 million	SR 681.4 million	SR 527.4 million
Long-term Tawarooq facility	SR 800 million	SR 581.1 million	SR 562.6 million
Long-term Murabaha facility (obtained in 2022)	EURO 48 million (SR 211.2 million)	EURO 32.1 million (SR 139.5 million)	EURO 30 million (SR 112 million)
Long-term Murabaha facility (obtained in 2024)	USD 25 million (SR 93.75 million)	USD 4 million (SR 15 million)	USD 4 million (SR 15 million)

The average interest rates during the three-month period ended 30 June 2026 on these facilities varied between 2.5% to 6.5% per annum (31 December 2025: 3.9% to 8 % per annum).

10. Zakat and income tax

The Company file zakat and income tax declaration on standalone basis. The significant components of the zakat base of each company under the zakat and income tax regulations are principally comprised of shareholder's equity, provisions and other adjustments, less deductions for the net book value of the deductible assets. The movement in the Group's zakat provision is as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	**9,723,553**	17,857,296
Provision for the period/ year	**1,806,603**	320,472
Reversal related to previous periods	**(1,300,000)**	-
Payment	**(2,578,533)**	(8,454,215)
Closing balance	**7,651,623**	9,723,553

(All amounts in Saudi Riyals unless otherwise stated)

Movement in provision for income tax

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Opening balance	**1,694,938**	1,953,954
Provision for the period/ year	**500,853**	2,894,938
Payment	**-**	(4,907,603)
	2,195,791	(58,711)
Receivable from ZATCA transferred to other receivable	**(397,996)**	1,753,649
Closing balance	**1,797,795**	1,694,938
Zakat and income tax payable	**9,449,418**	11,418,491

The zakat and income tax charge for the period ended 30 June 2026 is SR 1 million (30 June 2025: SR 6 million).

Status of final assessments

The zakat assessments for the Group and its subsidiaries for all years prior to 2020 are time-barred.

For the year ended 31 December 2021, ZATCA finalized the zakat assessment for the Group and raised an additional Zakat liability of SAR 0.8 million. The Group settled this liability and contested reserving its right to contest the basis of the assessment, and no further liability is expected in respect of this year.

For Tanmiah Food Company (TFC) on a standalone basis, the zakat assessment for the year ended 31 December 2022 was closed by ZATCA with no additional liability payable. For the year ended 31 December 2023, ZATCA raised an additional Zakat liability of SAR 0.1 million, which has been settled by the Company. Subsequent to 30 June 2026, ZATCA closed TFC's zakat assessment for the year ended 31 December 2024 with no additional liability payable.

For the Group's subsidiaries, zakat assessment for the years 2022 through 2025 remain open and are currently under review by ZATCA.

Income tax is applicable on ADC, MDP and NOLA. There are no open assessments as at the period ended 30 June, 2026.

11. Related party transactions and balances

The Company is a member of an affiliated Group of companies, which are directly or indirectly controlled by ADGHC, the parent company.

Following is the list of related parties with whom the Group has significant transactions and balances:

Name of related party	Nature of relationship
ADGHC	Parent Company
Saed International for Istiqdam Company (“SAED”)	Affiliate
Aldukan Limited Company (“Dukan”)	Affiliate
Petromin Corporation ("Petromin”)	Affiliate
Advanced Petroleum Services Limited (“APSL”)	Affiliate
National Fuel Limited Company (“NFLC”)	Affiliate
Petrolube Oil Company (“POC”)	Affiliate
National Transportation Solutions Company (“NTSC”)	Affiliate
Supreme Food Processing Company (SFPC) and its subsidiary Perfect Food Factory (PFF)	Associate
Gulf General Cooperative Insurance Company (“GGCI”)	Affiliate

During the three-month and six-month periods ended 30 June 2026 and 2025, a number of transactions were carried out in the ordinary course of business with the affiliated companies, which are based on prices and contractual terms that are mutually agreed by management of the Group.

(All amounts in Saudi Riyals unless otherwise stated)

Related party transactions

The aggregate values of such transactions with affiliated companies are mentioned as follows:

	Three-month period ended		Six-month period ended	
	30 June 2026 (Unaudited)	**30 June 2025 (Unaudited)**	**30 June 2026 (Unaudited)**	**30 June 2025 (Unaudited)**
Sales to an affiliate	**4,270,926**	4,527,994	**8,537,295**	9,605,744
Sales to an associate	**7,438,944**	2,293,280	**14,389,634**	6,125,746
Payment made on behalf of ultimate Parent	**328,011**	-	**548,756**	-
Repayments made by ultimate parent company	**-**	(152,549)	**-**	(277,381)
Rent cost to affiliates	**2,242,867**	1,055,600	**3,547,829**	2,365,700
Employee cost paid to an affiliate	**-**	32,300	**-**	99,756
Purchases of goods and services from affiliates	**67,200**	20,350	**106,950**	34,660
Purchases from an associate	**1,920,334**	464,899	**4,214,809**	653,624
Management fees charged to an associate	**3,044,597**	3,205,722	**6,089,168**	6,411,444
Others	**816,305**	104,519	**1,596,865**	262,528

Transactions with key management personnel:

	Three-month period ended		Six-month period ended	
	30 June 2026 (Unaudited)	**30 June 2025 (Unaudited)**	**30 June 2026 (Unaudited)**	**30 June 2025 (Unaudited)**
Remuneration	**7,937,485**	11,542,320	**16,420,539**	19,372,662
Provision for employee benefit obligations	**467,167**	2,561,165	**862,960**	2,884,564
	8,404,652	14,103,485	**17,283,499**	22,257,226

Key management personnel include the Board of Directors, Chief Executive Officer and heads of departments. Compensation of the Group's key management personnel includes salaries, non-cash benefits and contributions to a post-employment defined benefit plan.

Related party balances

Significant period end balances arising from transactions with related parties, are as follows:

i) Due from related parties – Trade balances

	30 June 2026 (Unaudited)	**31 December 2025 (Audited)**
SFPC	**4,976,092**	4,676,741
Dukan	**9,163,544**	12,199,041
PFF	**4,176,865**	3,779,471
APSL	**32,204**	32,204
	18,348,705	20,687,457

(All amounts in Saudi Riyals unless otherwise stated)

ii) Due from related parties – Non-trade balances

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
SFPC	**15,479,872**	17,535,087
ADGHC	**7,861,835**	8,410,590
	23,341,707	25,945,677

iii) Due to related parties – Trade balances

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
NTSC	**1,302,029**	-
Petromin	**9,694**	10,694
	1,311,723	10,694

12. Commitments and contingencies

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Capital commitments	**176,374,010**	168,967,883

Capital commitments represent projects under construction contracted by the Group but not incurred until 30 June 2026.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Letters of credit	**332,724,763**	134,363,025
Letters of guarantee	**402,338**	402,338

Short-term leases

The short-term lease commitments as of 30 June 2026 amount to SR 0.43 million (31 December 2025: SR 0.3 million).

13. Earnings per share

Earnings per share have been calculated by dividing the net profit attributable to the owners of the Company by the weighted average number of shares outstanding during the period. As the Group does not have any dilutive potential shares, the diluted earnings per share is the same as the basic earnings per share.

	Three-month period ended 30 June		Six-month period ended 30 June	
	2026	**2025**	**2026**	**2025**
	(Unaudited)	**(Unaudited)**	**(Unaudited)**	**(Unaudited)**
Net profit attributable to owners of the Company	**18,959,893**	497,998	**17,834,709**	19,392,931
Weighted average number of shares	**20,000,000**	20,000,000	**20,000,000**	20,000,000
Basic and diluted earnings per share (SR per share)	**0.95**	0.02	**0.89**	0.97

14. Segment information

An operating segment is a part of the Group that carries out business activities from which it may generate revenues and incur expenses, including revenues and expenses arising from transactions with other components of the Group. The operating results of all segments are reviewed regularly by the Chief Executive Officer, who is regarded as the Chief Operating Decision Maker ("CODM"), in order to make decisions on resource allocation and assess performance. Discrete financial information is available for each operating segment.

The Group operates in two business segments namely 'Poultry, Food and Agriculture', which includes manufacturing and distribution of fresh and processed poultry and poultry related products and 'Restaurants outlets', with related services. This is in line with the operating segment that is regularly reported to the CODM. This is also the measure reported to the Group's Board of Directors for the purpose of resource allocation and assessment of segment performance.

(All amounts in Saudi Riyals unless otherwise stated)

	Three-month period ended 30 June 2026 (Unaudited)					**Six-month period ended 30 June 2026 (Unaudited)**				
	Poultry, food and agriculture	**Restaurants outlets**	**Others**	**Elimination**	**Total**	**Poultry, food and agriculture**	**Restaurants outlets**	**Others**	**Elimination**	**Total**
Revenue from external Customers	**733,776,009**	**63,812,150**	**-**	**(8,343,293)**	**789,244,866**	**1,410,998,049**	**125,676,633**	**-**	**(16,239,947)**	**1,520,434,735**
Depreciation and Amortisation	**53,009,369**	**8,812,129**	**99,992**	**-**	**61,921,490**	**101,734,901**	**18,489,785**	**201,902**	**-**	**120,426,588**
Share in net results of an associate	**1,519,468**	**-**	**-**	**-**	**1,519,468**	**2,961,013**	**-**	**-**	**-**	**2,961,013**
Profit (loss) before income tax and zakat	**28,791,686**	**(5,628,293)**	**219,285**	**-**	**23,382,678**	**41,668,433**	**(17,493,336)**	**445,468**	**-**	**24,620,565**
Profit (loss) after income tax and Zakat	**28,226,280**	**(5,849,629)**	**177,786**	**-**	**22,554,437**	**40,970,285**	**(17,757,699)**	**400,523**	**-**	**23,613,109**
Profit (loss) attributable to shareholders	**24,631,736**	**(5,849,629)**	**177,786**	**-**	**18,959,893**	**35,191,885**	**(17,757,699)**	**400,523**	**-**	**17,834,709**

	Three-month period ended 30 June 2025 (Unaudited)					**Six-month period ended 30 June 2025 (Unaudited)**				
	Poultry, food and agriculture	**Restaurants outlets**	**Others**	**Elimination**	**Total**	**Poultry, food and agriculture**	**Restaurants outlets**	**Others**	**Elimination**	**Total**
Revenue from external Customers	604,962,616	51,841,136	-	(7,301,557)	649,502,195	1,244,262,508	95,350,187	-	(12,991,709)	1,326,620,986
Depreciation and Amortisation	43,307,062	8,356,044	75,422	-	51,738,528	83,231,417	16,572,322	228,957	-	100,032,696
Share in net results of an associate	1,414,004	-	-	-	1,414,004	3,507,766	-	-	-	3,507,766
Profit (loss) before income tax and Zakat	16,436,708	(11,718,575)	190,884	-	4,909,017	58,831,804	(27,649,371)	492,977	-	31,675,410
Profit (loss) after income tax and zakat	14,902,458	(12,113,419)	(342,363)	-	2,446,676	54,009,026	(28,294,828)	(40,270)	-	25,673,928
Profit (loss) attributable to Shareholders	12,953,780	(12,113,419)	(342,363)	-	497,998	47,728,029	(28,294,828)	(40,270)	-	19,392,931

(All amounts in Saudi Riyals unless otherwise stated)

	30 June 2026 (Unaudited)				
	Poultry, food and agriculture	**Restaurants outlets**	**Others**	**Elimination**	**Total**
Total Assets	**3,160,695,682**	**181,496,485**	**44,288,565**	**(105,756,385)**	**3,280,724,347**
Total Liabilities	**2,399,215,645**	**139,683,750**	**112,446,748**	**(105,756,385)**	**2,545,589,758**

	31 December 2025 (Audited)				
	Poultry, food and agriculture	**Restaurants outlets**	**Others**	**Elimination**	**Total**
Total Assets	3,010,140,645	199,575,970	42,649,782	(90,905,116)	3,161,461,281
Total Liabilities	2,289,630,885	140,005,531	111,208,501	(90,905,116)	2,449,939,801

The Group operates in the following geographical areas:

	Three-month period ended 30 June,		**Six-month period ended 30 June,**	
	2026	**2025**	**2026**	**2025**
	(Unaudited)	**(Unaudited)**	**(Unaudited)**	**(Unaudited)**
Revenue from operations				
Point in time -				
Geographic locations				
Kingdom of Saudi Arabia	**696,435,387**	586,923,801	**1,362,371,333**	1,211,388,819
United Arab Emirates	**25,235,861**	14,984,527	**43,667,370**	27,337,128
Bahrain	**39,226,595**	31,222,303	**72,072,391**	64,264,644
Other GCC countries	**25,545,858**	3,663,487	**35,680,746**	5,446,332
Total	**786,443,701**	636,794,118	**1,513,791,840**	1,308,436,923
Over time -				
Kingdom of Saudi Arabia	**2,801,165**	12,708,077	**6,642,895**	18,184,063
Grand total	**789,244,866**	**649,502,195**	**1,520,434,735**	1,326,620,986

(All amounts in Saudi Riyals unless otherwise stated)

	30 June 2026 (Unaudited)			
	Kingdom of Saudi Arabia	**Kingdom of Bahrain**	**State of Kuwait**	**Total**
Property, plant and equipment	**1,145,660,659**	**5,449,841**	**7,306,986**	**1,158,417,486**
Right-of-use assets	**723,659,752**	**2,176,898**	**4,626,014**	**730,462,664**
Intangible assets	**8,421,283**	**482,699**	**606,146**	**9,510,128**
Financial assets at FVOCI	**773,983**	**-**	**-**	**773,983**

	31 December 2025 (Audited)			
	Kingdom of Saudi Arabia	**Kingdom of Bahrain**	**State of Kuwait**	**Total**
Property, plant and equipment	1,117,420,202	5,558,380	5,634,975	1,128,613,557
Right-of-use assets	664,602,088	2,481,066	5,230,114	672,313,268
Intangible assets	9,072,435	221,132	175,642	9,469,209
Financial assets at FVOCI	773,983	-	-	773,983

15. Subsequent events

There were no events subsequent to 30 June 2026 and occurring before the date of the approval of the condensed consolidated interim financial information that are expected to have a significant impact on this condensed consolidated interim financial information.

16. Comparative figures

During 2026, the Group's management reassessed the presentation of finance costs paid in the condensed consolidated interim statement of cash flows. For the six-month period ended 30 June 2025, the Group presented the principal lease payments amounting to SR 65.9 million and its associated finance cost payments amounting to SR 20.9 million within a single line item under financing activities, whereas the finance cost paid on borrowings and other finance charges amounting to SR 19.7 million was presented within operating activities. In accordance with the requirements of IAS 7 'Statement of Cash Flows' as endorsed in the Kingdom of Saudi Arabia, finance costs paid should be presented as a separate financial statement line item in the condensed interim statement of cash flows either under operating or financing activities. Further, the principal elements of lease payments should be presented as a separate financial statement line item in the condensed interim statement of cash flows. Accordingly, management has restated the comparative information in accordance with IAS 8 "Accounting policies, changes in accounting estimates and errors" as endorsed in the Kingdom of Saudi Arabia to present all finance costs paid and principal lease payments as separate line items, within financing activities, in the condensed interim statement of cash flows.

The restatement had no impact on the condensed consolidated interim statement of financial position, the condensed consolidated interim statement of profit or loss and other comprehensive income and condensed consolidated interim statement of changes in equity

	As previously reported	**Restatement**	**As restated**
Condensed consolidated interim statement of cash flows			
For the six-month period ended 30 June 2025			
Finance costs paid	(19,727,738)	19,727,738	-
Net cash generated from operating activities	**147,682,544**	**19,727,738**	**167,410,282**
Lease payments	(86,794,762)	86,794,762	-
Lease payments – principal portion	-	(65,907,770)	(65,907,770)
Finance cost paid	-	(40,614,730)	(40,614,730)
Net cash (used in)/generated from financing activities	**126,285,186**	**(19,727,738)**	**106,557,448**

17. Approval of the condensed consolidated interim financial information

This condensed consolidated interim financial information for the three-month and six-month periods ended 30 June 2026 were approved for issuance by the Board of Directors of the Group on 6 August 2026.