TAMAM FINANCE COMPANY
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REVIEW REPORT

FOR THE THREE-MONTH AND SIX-MONTH
PERIODS ENDED 30 JUNE 2026

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REVIEW REPORT

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

KPMG Professional Services Company
Roshn Front, Airport Road
P.O. Box 92876
Riyadh 11663
Kingdom of Saudi Arabia
Commercial Registration No 1010425494

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية
واجهة روشن، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

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

To the Shareholder of Tamam Finance Company

Introduction

We have reviewed the accompanying condensed interim financial statements of **Tamam Finance Company** ("the Company"), which comprises:

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

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

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at and for the period ended 30 June 2026 of the Company are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services Company

Lic No. 46
C.R. 1010425494
R : 2
KPMG Professional Services

Fahad Mubark Aldossari
License No: 469

Al Riyadh: 13 Safar 1448H
Corresponding to: 27 July 2026

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 JUNE 2026
(All amounts in Saudi Riyals unless stated otherwise)

	Notes	*30 June 2026 (Unaudited)*	*31 December 2025 (Audited)*
ASSETS			
Cash and bank balances	*5*	**62,710,920**	59,386,860
Islamic financing receivables, net	*6*	**985,911,824**	951,335,124
Prepayments and other receivables		**71,143,887**	4,360,525
Property and equipment, net		**2,371,139**	944,432
Intangible assets, net		**13,380,671**	13,652,727
Right of use asset, net	*7*	**23,832,079**	-
Total assets		**1,159,350,520**	1,029,679,668
LIABILITIES AND EQUITY			
Liabilities			
Accrual and other payables		**96,232,541**	55,804,849
Murabaha financing	*8*	**-**	171,402,415
Due to Parent	*9*	**370,619,123**	202,845,231
Lease liability	*7*	**21,162,936**	-
Zakat provision	*10*	**8,286,747**	9,389,040
Provision for employees' end of service benefits		**1,668,748**	1,004,401
Total liabilities		**497,970,095**	440,445,936
Equity			
Share capital	*11*	**348,000,000**	348,000,000
Other reserve		**575,366**	575,366
Retained earnings		**312,805,059**	240,658,366
Total equity		**661,380,425**	589,233,732
TOTAL LIABILITIES AND EQUITY		**1,159,350,520**	1,029,679,668

Mohammed AlFaraj Chief Financial Officer	Bader Mohammed Alremaih Chief Executive Officer	Saad AlSadhan Vice Chairman

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

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

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

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(All amounts in Saudi Riyals unless stated otherwise)

		For the three-month period ended		*For the six-month period ended*	
	Notes	***30 June 2026 (Unaudited)***	*30 June 2025 (Unaudited)*	***30 June 2026 (Unaudited)***	*30 June 2025 (Unaudited)*
Income from Islamic financing - net	*12*	**107,458,830**	105,945,163	**214,675,627**	211,917,702
Expenses					
Charge for expected credit loss allowance - net	*13*	**11,937,849**	(28,711,810)	**(25,844,746)**	(56,981,641)
General, administration and selling expenses		**(25,830,095)**	(21,830,597)	**(52,184,671)**	(41,041,206)
Customer information inquiry fees		**(9,618,521)**	(8,118,208)	**(16,906,621)**	(18,520,897)
Employees' salaries and related expenses		**(10,058,689)**	(9,289,002)	**(18,894,053)**	(16,125,859)
IT related expenses		**(6,308,473)**	(4,428,084)	**(10,758,564)**	(9,050,697)
Depreciation and amortization		**(2,612,554)**	(1,445,728)	**(5,143,578)**	(2,918,654)
Business consulting		**(1,952,250)**	(30,000)	**(2,579,750)**	(60,000)
Total operating income		**63,016,097**	32,091,734	**82,363,644**	67,218,748
Finance cost		**(293,033)**	(1,671,758)	**(1,993,547)**	(3,725,258)
Income before Zakat		**62,723,064**	30,419,976	**80,370,097**	63,493,490
Zakat charge	*10*	**(6,403,865)**	(3,136,696)	**(8,223,404)**	(6,546,818)
Net income for the period		**56,319,199**	27,283,280	**72,146,693**	56,946,672
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		**56,319,199**	27,283,280	**72,146,693**	56,946,672

Mohammed AlFaraj	Bader Mohammed Alremaih	Saad AlSadhan
Chief Financial Officer	Chief Executive Officer	Vice Chairman

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

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(All amounts in Saudi Riyals unless stated otherwise)

2026	*Share Capital*	*Proposed increase in capital*	*Statutory reserve*	*Other reserve*	*Retained earnings*	*Total*
Balance as at 1 January 2026 (Audited)	**348,000,000**	-	-	**575,366**	**240,658,366**	**589,233,732**
Comprehensive Income:						
Net income for the period after zakat	-	-	-	-	72,146,693	72,146,693
Remeasurement of defined benefit liability	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	72,146,693	72,146,693
Balance as at 30 June 2026 (Unaudited)	**348,000,000**	-	-	**575,366**	**312,805,059**	**661,380,425**
2025						
Balance as at 1 January 2025 (Audited)	248,000,000	100,000,000	18,118,601	230,608	141,418,974	507,768,183
Transfer to retained earnings	-	-	(18,118,601)	-	18,118,601	-
Increase in share capital	100,000,000	(100,000,000)	-	-	-	-
Comprehensive Income:						
Net income for the period after zakat	-	-	-	-	56,946,672	56,946,672
Remeasurement of defined benefit liability	-	-	-	-	-	-
Total comprehensive income for the period					56,946,672	56,946,672
Balance at 30 June 2025 (Unaudited)	348,000,000	-	-	230,608	216,484,247	564,714,855

Mohammed AlFaraj Chief Financial Officer	Bader Mohammed Alremaih Chief Executive Officer	Saad AlSadhan Vice Chairman

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

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(All amounts in Saudi Riyals unless stated otherwise)

	Notes	30 June 2026 (Unaudited)	30 June 2025 (Unaudited)
Cash flows from operating activities			
Income before zakat		**80,370,097**	63,493,490
Adjustments to reconcile income to net cash from / (used in) operating activities:			
Charge for expected credit losses allowance – net	13	**25,844,746**	56,981,641
Finance cost on Murabaha financing		**1,410,700**	3,722,516
Finance cost on lease liability		**582,847**	2,742
Depreciation and amortization		**5,143,578**	2,918,654
Provision for employees' end-of-service benefits		**1,007,732**	493,852
		114,359,700	127,612,895
Net (increase) / decrease in operating assets:			
Islamic financing receivables		**(60,421,446)**	(153,694,790)
Prepayments and other receivables		**(66,783,362)**	(1,759,215)
Net increase / (decrease) in operating liabilities:			
Accrual and other payables		**40,427,692**	(995,061)
Due to Parent		**(8,126,108)**	(88,849,390)
Net cash generated from/(used in) operating activities on working capital		**19,456,476**	(117,685,561)
Zakat paid	10	**(9,325,697)**	(12,003,536)
Employees' end-of-service benefits paid		**(343,385)**	(416,609)
Net cash generated from / (used in) operating activities		**9,787,394**	(130,105,706)
Cash flows from investing activities			
Acquisition of property and equipment		**(1,692,674)**	(383,962)
Acquisition of intangible assets		**(1,957,545)**	(3,647,993)
Net cash flows used in investing activities		**(3,650,219)**	(4,031,955)
Cash flows from financing activities			
Proceed from Murabaha financing		**-**	170,000,000
Finance cost paid	8	**(2,813,115)**	(2,270,670)
Payment towards lease liability	7	**-**	(1,785,483)
Net cash (used in) / generated from financing activities		**(2,813,115)**	165,943,847
Net increase in cash and bank balances		**3,324,060**	31,806,186
Cash and bank balances at beginning of the period		**59,386,860**	15,850,372
Cash and bank balances at end of the period	5	**62,710,920**	47,656,558
Non – Cash Items			
Transfer of lease liability to due to Parent for lease payment due	7	**5,900,000**	-
Settlement of Murabaha financing on behalf of the Company	8	**170,000,000**	120,000,000

Mohammed AlFaraj Chief Financial Officer	Bader Mohammed Alremaih Chief Executive Officer	Saad AlSadhan Vice Chairman

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

1 GENERAL INFORMATION

Tamam Finance Company ("the Company") is a Saudi Closed Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia under Commercial Registration number 1010573360 dated 9 Shaban 1440H (corresponding to 14 April 2019). The Company is a wholly owned subsidiary of Mobile Telecommunications Company Saudi Arabia ("the Parent") registered in Kingdom of Saudi Arabia. The ultimate parent of the Company is Oman Telecommunications Company SAOG, registered in Sultanate of Oman.

The Company is licensed to operate under the Saudi Central Bank ("SAMA") having license number 57/ASH/202012 issued on 15 Jamada Awwal 1442H corresponding to 20 December 2020. The Company is authorized to provide consumer microfinance services in the Kingdom of Saudi Arabia.

The Company's registered office is located in Riyadh at the following address:

Tamam Finance Company – Saudi Closed Joint Stock Company
6675 Makkah Al Mukarramah Rd, King Abdullah Dt.
RHKB4268، 4268, Riyadh 12421
Kingdom of Saudi Arabia

2 BASIS OF PREPARATION

These condensed interim financial statements of the Company have been prepared in accordance with International Accounting Standard 34 – *Interim Financial Reporting* ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organisation for Chartered and Professional Accountants ("SOCPA"). The assets and liabilities in the condensed interim statement of financial position are presented in order of liquidity.

These condensed interim financial statements do not include all the information and disclosures required for the complete set of financial statements and should be read in conjunction with the Company's last annual audited financial statements as at and for the year ended 31 December 2025. These interim results may not be an indicator of the annual results of the Company.

These condensed interim financial statements have been presented in Saudi Riyals ("SR"), which is also the functional currency of the Company.

3 SUMMARY OF MATERIAL ACCOUNTING POLICIES AND ESTIMATES

3.1 Material accounting policies

The accounting policies used in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the Company's annual financial statements for the year ended 31 December 2025.

3.2 Use of judgements and estimates

The preparation of the Company's condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of income, expenses, assets and liabilities, and the accompanying disclosures. The actual results may differ from these estimates.

(All amounts in Saudi Riyals unless stated otherwise)

3 SUMMARY OF MATERIAL ACCOUNTING POLICIES AND ESTIMATES (CONTINUED)

3.2 Use of judgements and estimates (continued)

In preparing these condensed interim financial statements, the significant judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the annual audited financial statements as at and for the year ended 31 December 2025.

The management has concluded that the critical accounting judgement, estimates and assumptions used in the preparation of these condensed interim financial statements remain appropriate under the current circumstances and there are no changes to the significant judgements and estimates disclosed in the annual audited financial statements for the year ended 31 December 2025.

4 IMPACT OF CHANGES IN ACCOUNTING POLICIES DUE TO THE ADOPTION OF NEW STANDARDS

4.1 New standards, interpretations and amendments adopted by the Company

Following standards, interpretations and amendments are effective from the current year and are adopted by the Company. The Company has assessed that these amendments have no significant impact on the Company's condensed interim financial statements.

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

(All amounts in Saudi Riyals unless stated otherwise)

4 IMPACT OF CHANGES IN ACCOUNTING POLICIES DUE TO THE ADOPTION OF NEW STANDARDS (CONTINUED)

4.2 New standards or amendments issued but not yet effective

IASB has issued the following accounting standards, interpretation and amendments, which become effective from periods starting on or after 1 January 2026. The Company did not opt for early adoption of these pronouncements and do not expect the adoption to have a significant impact on the financial statements of the Company.

Standard interpretation and amendments	**Description**	**Effective from periods beginning on or after**
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognised in full.	Effective date deferred indefinitely
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences. The Company is currently assessing the detailed presentation and disclosure requirements of IFRS 18 and has initiated a gap assessment to evaluate the expected impact on the financial statements upon its effective date of 1 January 2027.	1 January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

Preliminary assessment for the application of IFRS – 18

The Company has completed a preliminary assessment of IFRS 18 and expects the standard to primarily affect the presentation and disclosure of information in the financial statements. The Company does not expect the adoption of IFRS 18 to have any impact on the recognition or measurement of its assets, liabilities, income, expenses or equity.

Accordingly, no material impact is currently expected on the reported financial position, financial performance or shareholders' equity. The Company continues to assess the detailed presentation and disclosure requirements to ensure compliance upon the mandatory effective date of 1 January 2027.

(All amounts in Saudi Riyals unless stated otherwise)

5 CASH AND BANK BALANCES

	Note	***30 June 2026 (Unaudited)***	*31 December 2025 (Audited)*
Cash at Bank	*5.1*	**62,710,920**	59,386,860

5.1 This represents current account with local banks having sound credit ratings of Aa3 according to Moody's as at 30 June 2026 (31 December 2025: A1 to Aa3)

6 ISLAMIC FINANCING RECEIVABLES – NET

The business activities of the Company are in the Kingdom of Saudi Arabia and primarily represent Tawarruq.

	Note	***30 June 2026 (Unaudited)***	*31 December 2025 (Audited)*
Performing		**970,840,281**	913,886,073
Non-performing		**67,993,888**	95,879,323
Gross Islamic financing receivables (net of unrealized income)		**1,038,834,169**	1,009,765,396
Less: Allowance for expected credit losses	*6.2*	**(52,922,345)**	(58,430,272)
Islamic financing receivables, net		**985,911,824**	951,335,124

Management classifies Islamic financing receivables that are either not yet due or otherwise past due but for 90 days or less as "performing" while all receivables that are past due for more than 90 days are classified as "non-performing".

6.1 Reconciliation of gross to net Islamic financing receivables:

	Note	***30 June 2026 (Unaudited)***	*31 December 2025 (Audited)*
Gross Islamic financing receivables		**1,514,873,857**	1,357,590,532
Unrealized Islamic financing income		**(476,039,688)**	(347,825,136)
		1,038,834,169	1,009,765,396
Less: Allowance for expected credit losses	*6.2*	**(52,922,345)**	(58,430,272)
Islamic financing receivables - net		**985,911,824**	951,335,124

6.2 Movement in the allowance for expected credit losses was as follows:

	Note	***For the six-month period ended 30 June***	
		2026 (Unaudited)	*2025 (Unaudited)*
Balance at the beginning of the period		**58,430,272**	64,508,509
Written-off during the period		**(92,232,237)**	(54,722,848)
Charge for the period – net	*13*	**86,724,310**	56,981,641
Balance at the end of the period		**52,922,345**	66,767,302

(All amounts in Saudi Riyals unless stated otherwise)

6 ISLAMIC FINANCING RECEIVABLES – NET (CONTINUED)

6.3 Stage wise movement in gross financing receivables

	Gross carrying amount			
30 June 2026 (Unaudited)	***Stage 1***	***Stage 2***	***Stage 3***	***Total***
Murabaha Financing Receivables				
At 1 January 2026	**634,750,289**	**279,135,784**	**95,879,323**	**1,009,765,396**
Transfer to 12-months	**70,473,466**	**(68,073,857)**	**(2,399,609)**	**-**
Transfer to lifetime not credit-impaired	**(200,054,892)**	**252,937,034**	**(52,882,142)**	**-**
Transfer to lifetime credit-impaired	**(38,850,967)**	**(58,250,956)**	**97,101,923**	**-**
New originated	**492,221,289**	**-**	**-**	**492,221,289**
Net other movements*	**(326,149,117)**	**(67,297,792)**	**22,526,630**	**(370,920,279)**
Write-offs	**-**	**-**	**(92,232,237)**	**(92,232,237)**
At 30 June 2026	**632,390,068**	**338,450,213**	**67,993,888**	**1,038,834,169**

	Gross carrying amount			
31 December 2025 (Audited)	*Stage 1*	*Stage 2*	*Stage 3*	*Total*
Murabaha Financing Receivables				
At 1 January 2025	563,351,818	254,982,538	115,375,749	933,710,105
Transfer to 12-months	86,407,336	(55,500,615)	(30,906,721)	-
Transfer to lifetime not credit-impaired	(278,339,815)	282,702,726	(4,362,911)	-
Transfer to lifetime credit-impaired	(29,163,029)	(109,704,741)	138,867,770	-
New originated	768,059,783	-	-	768,059,783
Net other movements*	(475,565,804)	(93,344,124)	24,651,862	(544,258,066)
Write-offs	-	-	(147,746,426)	(147,746,426)
At 31 December 2025	634,750,289	279,135,784	95,879,323	1,009,765,396

	Gross carrying amount			
30 June 2025 (Unaudited)	*Stage 1*	*Stage 2*	*Stage 3*	*Total*
Murabaha Financing Receivables				
At 1 January 2025	563,351,818	254,982,538	115,375,749	933,710,105
Transfer to 12-months	44,197,075	(28,022,560)	(16,174,515)	-
Transfer to lifetime not credit-impaired	(103,965,242)	108,865,656	(4,900,414)	-
Transfer to lifetime credit-impaired	(10,129,369)	(96,763,288)	106,892,657	-
Net other movements*	141,521,600	17,383,026	(5,209,836)	153,694,790
Write-offs	-	-	(54,722,848)	(54,722,848)
At 30 June 2025	634,975,882	256,445,372	141,260,793	1,032,682,047

* Net other movements include financial assets settled and other measurements.

(All amounts in Saudi Riyals unless stated otherwise)

6 ISLAMIC FINANCING RECEIVABLES – NET (CONTINUED)

6.4 Stage wise movement in expected credit allowances of Islamic financing receivables

30 June 2026 (Unaudited)	***Credit loss allowance***			
	Stage 1 (12-month ECL)	***Stage 2 (lifetime ECL for SICR)***	***Stage 3 (lifetime ECL for credit impaired)***	***Total***
At 1 January 2026	**6,968,011**	**8,985,630**	**42,476,631**	**58,430,272**
Transfer to 12-months	**3,483,633**	**(2,651,556)**	**(832,077)**	**-**
Transfer to lifetime not credit-impaired	**(3,614,736)**	**25,184,575**	**(21,569,839)**	**-**
Transfer to lifetime credit-impaired	**(931,638)**	**(1,649,381)**	**2,581,019**	**-**
New originated	**4,813,826**	**-**	**-**	**4,813,826**
Net other movements*	**(4,248,096)**	**(16,161,351)**	**102,319,931**	**81,910,484**
Write-offs	**-**	**-**	**(92,232,237)**	**(92,232,237)**
At 30 June 2026	**6,471,000**	**13,707,917**	**32,743,428**	**52,922,345**

31 December 2025 (Audited)	*Credit loss allowance*			
	Stage 1 (12-month ECL)	*Stage 2 (lifetime ECL for SICR)*	*Stage 3 (lifetime ECL for credit impaired)*	*Total*
At 1 January 2025	6,158,346	8,879,972	49,470,191	64,508,509
Transfer to 12-months	17,134,183	(3,301,734)	(13,832,449)	-
Transfer to lifetime not credit-impaired	(6,794,398)	8,109,266	(1,314,868)	-
Transfer to lifetime credit-impaired	(3,697,804)	(3,691,189)	7,388,993	-
New originated	15,929,923	-	-	15,929,923
Net other movements*	(21,762,239)	(1,010,685)	148,511,190	125,738,266
Write-offs	-	-	(147,746,426)	(147,746,426)
At 31 December 2025	6,968,011	8,985,630	42,476,631	58,430,272

30 June 2025 (Unaudited)	*Credit loss allowance*			
	Stage 1 (12-month ECL)	*Stage 2 (lifetime ECL for SICR)*	*Stage 3 (lifetime ECL for credit impaired)*	*Total*
At 1 January 2025	6,158,346	8,879,972	49,470,191	64,508,509
Transfer to 12-months	7,919,589	(1,258,840)	(6,660,749)	-
Transfer to lifetime not credit-impaired	(1,489,516)	3,205,519	(1,716,003)	-
Transfer to lifetime credit-impaired	(140,628)	(3,142,322)	3,282,950	-
New originated	4,695,008	1,525,957	10,130	6,231,095
Net other movements*	(8,488,917)	1,322,543	57,916,920	50,750,546
Write-offs	-	-	(54,722,848)	(54,722,848)
At 30 June 2025	8,653,882	10,532,829	47,580,591	66,767,302

* Net other movements include financial assets settled and net re-measurement of loss allowance.

(All amounts in Saudi Riyals unless stated otherwise)

6 ISLAMIC FINANCING RECEIVABLES – NET (CONTINUED)

6.5 Ageing analysis of Islamic financing receivables and expected credit loss allowance

For Islamic financing receivables, the Company uses a provision matrix based on the historic default rates observed and adjusted for forward looking factors to measure ECL as given below.

	30 June 2026 (Unaudited)	
Ageing brackets of Islamic financing receivables*	**Gross carrying amount (net of unearned)**	**Lifetime ECL**
Not due /< 30 days	**632,390,068**	**6,471,000**
31 – 60 days	**151,582,561**	**6,379,838**
61 – 90 days	**186,867,652**	**7,328,079**
91 – 120 days	**31,017,206**	**8,098,592**
121– 450 days	**36,976,682**	**24,644,836**
	1,038,834,169	**52,922,345**

	31 December 2025 (Audited)	
Ageing brackets of Islamic financing receivables*	Gross carrying amount (net of unearned)	Lifetime ECL
Not due /< 30 days	634,750,289	6,968,011
31 – 60 days	145,327,126	4,894,056
61 – 90 days	133,808,658	4,091,574
91 – 120 days	36,128,933	9,445,395
121 – 450 days	59,750,390	33,031,236
	1,009,765,396	58,430,272

* As of 30 June 2026, any outstanding more than 450 days (31 December 2025: 450 days), are written off.

7 RIGHT OF USE ASSET AND LEASE LIABILITY

The Company has a lease contract for its head office building. Set out below is the movement of carrying amount of right-of-use asset:

	30 June 2026 (Unaudited)	*30 June 2025 (Unaudited)*
Cost		
Balance at the beginning of the period	**-**	5,039,085
Additions during the period	**26,480,088**	-
Balance at the end of the period	**26,480,088**	5,039,085
Accumulated depreciation		
Balance at the beginning of the period	**-**	3,318,991
Depreciation charge for the period	**2,648,009**	839,070
Balance at the end of the period	**2,648,009**	4,158,061
Net book value	**23,832,079**	881,024

(All amounts in Saudi Riyals unless stated otherwise)

7 RIGHT OF USE ASSET AND LEASE LIABILITY (CONTINUED)

Set out below is the carrying amount of lease liability and the movements during the period are as follows:

	30 June 2026 (Unaudited)	*30 June 2025 (Unaudited)*
Balance as at beginning of the period	**-**	1,782,741
Additions during the period	**26,480,089**	-
Financial charges on lease liability	**582,847**	2,742
Payment made towards lease liability	**-**	(1,785,483)
Transfer of lease liability to due to Parent for lease payment due	**(5,900,000)**	-
Balance as at the end of the period	**21,162,936**	-

Maturity analysis of lease liability

Lease liability – current portion	**4,858,453**	-
Lease liability – non-current portion	**16,304,483**	-

8 MURABAHA FINANCING

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Balance at beginning of the period	**171,402,415**	120,023,210
Additions	**-**	170,000,000
Finance charges on financing facility	**1,410,700**	8,911,238
Repayments	**(172,813,115)**	(127,532,033)
Balance at the end of the period	-	171,402,415

On 30 April 2025, the Company entered into a short-term financing agreement with a limit amounting to SR 200 million with a local bank to finance working capital needs out of which SR 170 million was utilized till 31 December 2025. This financing facility was repayable in twelve months with quarterly interest installments. However, the loan was repaid on 8 February 2026 by the Parent on behalf of the Company.

The commission rate on financing availed was three-month SIBOR plus a margin of 0.75%. A financial guarantee was provided by the Parent Company to support this facility at guarantee fees of 2% of the amount of loan utilized. Further, under the terms of the financing arrangements, the Company was required to adhere a leverage ratio equal to or less than 3.75 to 1 (EBITDA to total facility drawdown) and remained in compliance throughout the term of the financing arrangement.

9 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties include the Parent, key management personnel, the Board of Directors, and entities controlled, jointly controlled or significantly influenced by such parties. Key management personnel of the Company include Chief Executive Officer and his direct reports. The Company has entered into transactions with these related parties according to the mutually agreed terms. In addition to transactions disclosed elsewhere in these condensed interim financial statements, the nature, transactions and balances with related parties are as follows:

(All amounts in Saudi Riyals unless stated otherwise)

9 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

i) During the period, the Company had the following transactions with related parties:

Related party	Relationship	Nature	***30 June 2026 (Unaudited)***	*30 June 2025 (Unaudited)*
Mobile Telecommunications Company Saudi Arabia	Parent Company	Expenses paid on behalf of the Company	**(41,915,761)**	(78,931,044)
		Transfer of lease liability to due to Parent for lease payment due	**(5,900,000)**	-
		Repayments relating to expenses incurred on behalf of the Company	**53,711,166**	50,000,000
		Amount paid for acquisition of intangible assets and property and equipment on behalf of the Company	**(3,650,220)**	(4,031,955)
		Settlement of Murabaha financing on behalf of the Company	**(170,000,000)**	-
		Merchant purchases for Digital Instalments	**(3,531,885)**	(4,858,014)
		Payments for merchant purchases	**3,512,808**	6,670,403
Key management personnel	Executives	Compensation – salaries and related expenses	**4,277,867**	4,174,157
		Provision of employees' defined benefit liabilities	**150,344**	176,501
Board of Directors	Directors	Compensation / Remuneration	**275,000**	537,500

ii) The Company had following related party balance as at the period / year end:

Due to Parent	***30 June 2026 (Unaudited)***	*31 December 2025 (Audited)*
Mobile Telecommunications Company Saudi Arabia	**370,619,123**	202,845,231
Board of Directors and Key management personnel remuneration		
Directors remuneration payable	**400,000**	587,500
Key management personnel remuneration payable	**393,576**	290,131

10 ZAKAT PROVISION

	30 June 2026 (Unaudited)	*30 June 2025 (Unaudited)*
Balance at the beginning of the period	**9,389,040**	12,066,880
Charge for the period	**8,223,404**	6,546,818
Payments made during the period	**(9,325,697)**	(12,003,536)
Balance at the end of the period	**8,286,747**	6,610,162

Status of assessments

Till the year ended 31 December 2020, the Parent Company had filed a consolidate zakat return including the information related to zakat of the Company and obtained the certificates. Afterwards, the Company filed its own separate Zakat returns for the years ended 31 December 2021, 31 December 2022, 31 December 2023, 31 December 2024 and 31 December 2025 and obtained the certificates for respective years. Final assessments have not been raised by Zakat, Tax and Customs Authority ("ZATCA") yet.

(All amounts in Saudi Riyals unless stated otherwise)

11 SHARE CAPITAL

As at 30 June 2026, the authorized capital, issued and fully paid-up share capital of the Company was SR 348 million (31 December 2025: 348 million) divided into 34,800,000 shares (31 December 2025: 34,800,000) with a nominal value of SR 10 each.

12 INCOME FROM ISLAMIC FINANCING - NET

	For the three-month period ended		*For the six-month period ended*	
	30 June 2026 (Unaudited)	*30 June 2025 (Unaudited)*	***30 June 2026 (Unaudited)***	*30 June 2025 (Unaudited)*
Special commission income	**109,013,481**	106,268,521	**216,993,129**	212,123,989
Expenses related to issuance of financing	**(2,888,830)**	(2,486,716)	**(5,413,638)**	(4,504,074)
Processing fee	**1,334,179**	2,163,358	**3,096,136**	4,297,787
	107,458,830	105,945,163	**214,675,627**	211,917,702

13 CHARGE FOR EXPECTED CREDIT LOSS ALLOWANCE - NET

		For the six-month period ended 30 June	
	Notes	***2026 (Unaudited)***	*2025 (Unaudited)*
Provision for expected credit loss allowance against Islamic financing receivables		**108,548,451**	64,334,750
Recoveries against receivables previously written-off		**(21,824,141)**	(7,353,109)
		86,724,310	56,981,641
Recoveries against receivables previously written-off through Sale of written-off portfolio	*13.1*	**(62,879,564)**	-
Provision against sale of written-off receivable	*13.1*	**2,000,000**	-
Charge for expected credit loss allowance, net		**25,844,746**	56,981,641

13.1 During the period, the Company entered into an agreement for sale of its previously written-off portfolio for a total consideration of SR 62,879,564. The related receivable has been duly recorded in "Prepayments and other receivables" financial statements. Concurrently, management has assessed the credit risk and recognised an expected credit loss (ECL) provision of SR 2 million against this receivable.

14 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The fair value of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Company determines fair values using other valuation techniques that maximise the use of relevant observable inputs and minimize the use of unobservable inputs.

(All amounts in Saudi Riyals unless stated otherwise)

14 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Determination of fair value and fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments, which reflects the significance of the inputs used in making the measurements:

Level 1: inputs that are quoted market prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using : quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data; and

Level 3: inputs that are unobservable. This category includes all instruments for which the valuation technique includes input not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

All financial assets and financial liabilities are measured at amortised cost. Financial assets of the Company includes cash and bank balances, islamic financing receivables - net and other receivables. Financial liabilities of the Company includes accruals and other payables and due to Parent.

The carrying amount of all financial assets and financial liabilities approximate their fair values due to their short-term nature and these are classified under level 3 except for cash and bank balances which are classified under level 1. There have been no transfers between various fair value hierarchy level during the current or prior period.

15 CAPITAL MANAGEMENT

The Company's objective when managing capital are to safeguard the Company's ability to continue as a going concern, maintain healthy capital ratios in order to support its business and to provide an optimal return to its shareholders.

The Board of Directors seeks to maintain a balance between the higher returns that might be possible with higher levels of Islamic bank financing and the advantages and security afforded by a sound capital position. The Company monitors the aggregate amount of financing offered by the Company on the basis of the regulatory requirements which requires to maintain aggregate financing to a capital ratio of four times.

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Islamic financing receivables – net divided by total equity	**1.491 times**	1.615 times

16 CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments of the Company as at 30 June 2026 and 31 December 2025.

17 EVENTS OCCURING AFTER THE REPORTING DATE

No events have occurred since the reporting date that require adjustments to or disclosure in these condensed interim financial statements.

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

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

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

19 DATE OF APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were approved by the Board of Directors on 13 Safar 1448H (corresponding to 27 July 2026).