

TAMAM FINANCE COMPANY
(A Saudi Closed Joint Stock Company)

**CONDENSED INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT**

**FOR THE THREE-MONTH PERIOD ENDED
31 MARCH 2026**

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS AND INDEPENDENT
AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

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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 statement of financial position as at 31 March 2026;
- the condensed statement of profit or loss and other comprehensive income for the three-month and period ended 31 March 2026;
- the condensed statement of changes in equity for the three-month period ended 31 March 2026;
- the condensed statement of cash flows for the three-month period ended 31 March 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 31 March 2026 of the Company are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.



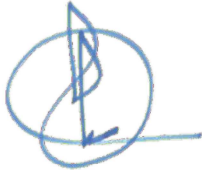
Independent auditor's report on review of condensed interim financial statements (continued)

To the Shareholder of Tamam Finance Company (continued)

Other Matter

The condensed interim financial statements of the Company for the three-month period ended 31 March 2025 were reviewed by another auditor who expressed an unmodified conclusion on those condensed interim financial statements on 29 April 2025.

KPMG Professional Services Company



Fahad Mubark Aldossari
License No: 469

Riyadh on: 10 Dhul-Qa'dah 1447H
Corresponding to: 27 April 2026



Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 31 MARCH 2026

(All amounts in Saudi Riyals unless stated otherwise)

	<i>Notes</i>	31 March 2026 (Unaudited)	31 December 2025 (Audited)
ASSETS			
Cash and bank balances	5	69,449,770	59,386,860
Islamic financing receivables, net	6	952,733,211	951,335,124
Prepayments and other receivables		11,286,234	4,360,525
Property and equipment, net		847,054	944,432
Intangible assets, net		14,301,531	13,652,727
Right of use asset	7	25,156,084	-
Total assets		1,073,773,884	1,029,679,668
LIABILITIES AND EQUITY			
Liabilities			
Accrual and other payables		72,832,196	55,804,849
Murabaha financing	8	-	171,402,415
Due to Parent	9	362,358,331	202,845,231
Lease liability	7	20,869,902	-
Zakat provision	10	11,208,579	9,389,040
Provision for employees' end of service benefits		1,443,650	1,004,401
Total liabilities		468,712,658	440,445,936
Equity			
Share capital	11	348,000,000	348,000,000
Other reserve		575,366	575,366
Retained earnings		256,485,860	240,658,366
Total equity		605,061,226	589,233,732
TOTAL LIABILITIES AND EQUITY		1,073,773,884	1,029,679,668



Mohammed AlFaraj
Chief Financial Officer



Bader Mohammed
Alremai
Chief Executive Officer



Saad AlSadhan
Vice Chairman

The accompanying notes 1 to 20 form an integral part of these condensed interim financial statements

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

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

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts in Saudi Riyals unless stated otherwise)

	Notes	For the three-month period ended	
		31 Mar 2026 (Unaudited)	31 Mar 2025* (Unaudited)
Income from Islamic financing, net	13	107,209,611	105,656,319
Expenses			
Charge for expected credit loss allowance, net	6.3	(37,782,595)	(28,269,831)
General, administration and selling expenses		(26,354,576)	(19,210,609)
Customer information inquiry fees		(7,280,914)	(10,086,469)
Employees' salaries and related expenses		(8,835,364)	(6,836,857)
IT related expenses		(4,450,091)	(4,622,613)
Depreciation and amortization		(2,531,024)	(1,472,926)
Business consulting		(627,500)	(30,000)
Total operating income		19,347,547	35,127,014
Finance cost		(1,700,514)	(2,053,500)
Income before Zakat		17,647,033	33,073,514
Zakat charge	10	(1,819,539)	(3,410,122)
Net income for the period		15,827,494	29,663,392
Other comprehensive income		-	-
Total comprehensive income for the period		15,827,494	29,663,392

*Please see note 18 for details.



Mohammed AlFaraj
Chief Financial Officer



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Tamam Finance Company
(A Saudi Closed Joint Stock Company)

CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026
(All amounts in Saudi Riyals unless stated otherwise)

<u>2026</u>	Notes	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
<i>Comprehensive Income:</i>							
Net income for the period after zakat		-	-	-	-	15,827,494	15,827,494
Remeasurement of defined benefit liability		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	15,827,494	15,827,494
Balance as at 31 March 2026 (Unaudited)		348,000,000	-	-	575,366	256,485,860	605,061,226
<u>2025</u>							
Balance as at 1 January 2025 (Audited)		248,000,000	100,000,000	18,118,601	230,608	141,418,974	507,768,183
Transferred to retained earnings	12	-	-	(18,118,601)	-	18,118,601	-
<i>Comprehensive Income:</i>							
Net income for the period after zakat		-	-	-	-	29,663,392	29,663,392
Remeasurement of defined benefit liability		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	29,663,392	29,663,392
Balance at 31 March 2025 (Unaudited)		248,000,000	100,000,000	-	230,608	189,200,967	537,431,575



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Bader Mohammed Alremath
Chief Executive Officer



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Vice Chairman

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Tamam Finance Company
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CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)


FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts in Saudi Riyals unless stated otherwise)

	Notes	For the three-month period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
Cash flows from operating activities			
Income before zakat		17,647,033	33,073,514
Adjustments to reconcile income to net cashflows used in operating activities:			
Charge for expected credit losses allowance, net	6.4	37,782,595	28,269,831
Finance cost on Murabaha financing	8	1,410,700	2,050,759
Finance cost on lease liability	7	289,814	2,741
Depreciation and amortization		2,531,024	1,472,926
Provision for employees' end-of-service benefits		439,249	207,188
		<u>60,100,415</u>	<u>65,076,959</u>
Net (increase) / decrease in operating assets:			
Islamic financing receivables, net		(39,180,682)	(64,585,055)
Prepayments and other receivables		(6,925,709)	569,112
Net increase / (decrease) in operating liabilities:			
Accrual and other payables		17,027,347	(13,287,913)
Due to Parent		<u>153,613,100</u>	<u>53,202,758</u>
		<u>184,634,471</u>	<u>40,975,861</u>
Zakat paid	10	-	-
Employees' end-of-service benefits paid		-	(14,172)
Net cash flows generated from operating activities		<u>184,634,471</u>	<u>40,961,689</u>
Cash flows from investing activities			
Acquisition of intangible assets	9	(1,758,446)	(3,549,553)
Net cash flows used in investing activities		<u>(1,758,446)</u>	<u>(3,549,553)</u>
Cash flows from financing activities			
Proceed from Murabaha financing		-	-
Repayment of Murabaha financing	8	(170,000,000)	-
Finance cost paid	8	(2,813,115)	(2,050,758)
Payment towards lease liability	7	-	(1,785,483)
Net cash used in financing activities		<u>(172,813,115)</u>	<u>(3,836,241)</u>
Net increase in cash and bank balances		<u>10,062,910</u>	<u>33,575,895</u>
Cash and bank balances at beginning of the period		<u>59,386,860</u>	<u>15,850,372</u>
Cash and bank balances at end of the period	5	<u>69,449,770</u>	<u>49,426,267</u>
Non – Cash Items			
Transfer of lease liability to due to parent in lieu of settlement	7	5,900,000	-


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Tamam Finance Company
(A Saudi Closed Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026
(All amounts in Saudi Riyals unless stated otherwise)

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 interim condensed 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 audited 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.

Tamam Finance Company
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026
(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 interim condensed 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 recognized and derecognized 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

Tamam Finance Company
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 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 2027. Following new standards and amendments that are issued, but not yet effective, up to the date of issuance of Company's condensed interim financial statements are disclosed below:

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 recognized in full.	Effective date deferred indefinitely
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences.	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

Except for IFRS 18, the management has assessed that the above amendments have no significant impact on the Company's financial statements.

5 CASH AND BANK BALANCES

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Bank balances	5.1	<u>69,449,770</u>	<u>59,386,860</u>

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

Tamam Finance Company
(A Saudi Closed Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts in Saudi Riyals unless stated otherwise)

6 ISLAMIC FINANCING RECEIVABLES, NET

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

	<i>Note</i>	31 March 2026 <i>(Unaudited)</i>	31 December 2025 <i>(Audited)</i>
Performing		925,314,845	913,886,073
Non-performing		76,340,164	95,879,323
Gross Islamic financing receivables (net of unrealized income)		1,001,655,009	1,009,765,396
Less: Allowance for expected credit losses	6.2	(48,921,798)	(58,430,272)
Islamic financing receivables, net		952,733,211	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:

	<i>Note</i>	31 March 2026 <i>(Unaudited)</i>	31 December 2025 <i>(Audited)</i>
Gross Islamic financing receivables		1,347,910,865	1,357,590,532
Unrealized Islamic financing income		(346,255,856)	(347,825,136)
		1,001,655,009	1,009,765,396
Less: Allowance for expected credit losses	6.2	(48,921,798)	(58,430,272)
Islamic financing receivables - net		952,733,211	951,335,124

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

		For the three-month period ended 31 March	
	<i>Note</i>	2026 <i>(Unaudited)</i>	2025 <i>(Unaudited)</i>
Balance at the beginning of the period		58,430,272	64,508,509
Written-off during the period		(47,291,069)	(28,044,078)
Charge for the period, net	6.3	37,782,595	28,269,831
Balance at the end of the period		48,921,798	64,734,262

6.3 Charge for expected credit loss allowance, net

		For the three-month period ended 31 March	
		2026 <i>(Unaudited)</i>	2025 <i>(Unaudited)</i>
Provision for expected credit loss allowance		50,297,263	31,480,128
Recoveries against receivables previously written-off		(12,514,668)	(3,210,297)
Charge for expected credit loss allowance, net		37,782,595	28,269,831

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026
(All amounts in Saudi Riyals unless stated otherwise)

6 ISLAMIC FINANCING RECEIVABLES, NET (CONTINUED)

6.4 Stage wise movement in gross financing receivables

<u>31 March 2026 (Unaudited)</u>	<i>Gross carrying amount</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
<i>Murabaha Financing Receivables</i>				
At 1 January 2026	634,750,289	279,135,784	95,879,323	1,009,765,396
Transfer to 12-months	46,317,405	(45,886,966)	(430,439)	-
Transfer to lifetime not credit-impaired	(86,113,758)	96,746,601	(10,632,843)	-
Transfer to lifetime credit-impaired	(15,720,576)	(27,161,412)	42,881,988	-
New originated	224,139,464	-	-	224,139,464
Net other movements*	(158,232,681)	(22,659,305)	(4,066,796)	(184,958,782)
Write-offs	-	-	(47,291,069)	(47,291,069)
At 31 March 2026	645,140,143	280,174,702	76,340,164	1,001,655,009

<u>31 December 2025 (Audited)</u>	<i>Gross carrying amount</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
<i>Murabaha Financing Receivables</i>				
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

<u>31 March 2025 (Unaudited)</u>	<i>Gross carrying amount</i>			
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>
<i>Murabaha Financing Receivables</i>				
At 1 January 2025	563,351,818	254,982,538	115,375,749	933,710,105
Transfer to 12-months	22,954,578	(15,582,293)	(7,372,285)	-
Transfer to lifetime not credit-impaired	(26,790,757)	28,670,780	(1,880,023)	-
Transfer to lifetime credit-impaired	(28,952)	(96,346,804)	96,375,756	-
New originated	214,072,598	-	-	214,072,598
Net other movements*	(140,064,388)	(4,594,496)	(4,828,659)	(149,487,543)
Write-offs	-	-	(28,044,078)	(28,044,078)
At 31 March 2025	633,494,897	167,129,725	169,626,460	970,251,082

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

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026
(All amounts in Saudi Riyals unless stated otherwise)

6 ISLAMIC FINANCING RECEIVABLES, NET (CONTINUED)

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

	<i>Credit loss allowance</i>			<i>Total</i>
	<i>Stage 1 (12-month ECL)</i>	<i>Stage 2 (lifetime ECL for SICR)</i>	<i>Stage 3 (lifetime ECL for credit impaired)</i>	
<i>31 March 2026 (Unaudited)</i>				
At 1 January 2026	6,968,011	8,985,630	42,476,631	58,430,272
Transfer to 12-months	1,834,923	(1,633,684)	(201,239)	-
Transfer to lifetime not credit-impaired	(1,535,620)	6,797,376	(5,261,756)	-
Transfer to lifetime credit-impaired	(436,189)	(627,227)	1,063,416	-
New originated	2,262,967	-	-	2,262,967
Net other movements*	(1,563,514)	(2,600,776)	39,683,918	35,519,628
Write-offs	-	-	(47,291,069)	(47,291,069)
At 31 March 2026	7,530,578	10,921,319	30,469,901	48,921,798

	<i>Credit loss allowance</i>			<i>Total</i>
	<i>Stage 1 (12-month ECL)</i>	<i>Stage 2 (lifetime ECL for SICR)</i>	<i>Stage 3 (lifetime ECL for credit impaired)</i>	
<i>31 December 2025 (Audited)</i>				
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

	<i>Credit loss allowance</i>			<i>Total</i>
	<i>Stage 1 (12-month ECL)</i>	<i>Stage 2 (lifetime ECL for SICR)</i>	<i>Stage 3 (lifetime ECL for credit impaired)</i>	
<i>31 March 2025 (Unaudited)</i>				
At 1 January 2025	6,158,346	8,879,972	49,470,191	64,508,509
Transfer to 12-months	3,608,369	(496,969)	(3,111,400)	-
Transfer to lifetime not credit-impaired	(495,923)	957,328	(461,405)	-
Transfer to lifetime credit-impaired	(6,665)	(3,377,784)	3,384,449	-
New originated	2,548,149	-	-	2,548,149
Net other movements*	(4,272,041)	(717,707)	30,711,430	25,721,682
Write-offs	-	-	(28,044,078)	(28,044,078)
At 31 March 2025	7,540,235	5,244,840	51,949,187	64,734,262

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

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6 ISLAMIC FINANCING RECEIVABLES, NET (CONTINUED)

6.6 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.

<u>Ageing brackets of Islamic financing receivables*</u>	<u>31 March 2026 (Unaudited)</u>	
	<u>Gross carrying amount (net of unearned)</u>	<u>Lifetime ECL</u>
Not due /< 30 days	645,140,143	7,530,578
31 – 60 days	137,168,693	6,011,389
61 – 90 days	143,006,009	4,909,930
91 – 120 days	34,592,944	9,032,217
121 -450 days	41,747,220	21,437,684
	<u>1,001,655,009</u>	<u>48,921,798</u>
	<u>31 December 2025 (Audited)</u>	
	<u>Gross carrying amount (net of unearned)</u>	<u>Lifetime ECL</u>
<u>Ageing brackets of Islamic financing receivables*</u>		
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
	<u>1,009,765,396</u>	<u>58,430,272</u>

* During the period ended 31 March 2026, any outstanding more than 450 days (31 December 2025: 450 days), are written off.

7 RIGHT OF USE ASSET AND LEASE LIABILITY

Set out below is the movement of carrying amount of right-of-use asset:

	<u>For the three-month period ended 31 March</u>	
	<u>2026 (Unaudited)</u>	<u>2025 (Unaudited)</u>
<u>Cost</u>		
Balance at the beginning of the period	-	5,039,085
Additions during the period	<u>26,480,088</u>	-
Balance at the end of the period	<u>26,480,088</u>	<u>5,039,085</u>
<u>Accumulated depreciation</u>		
Balance at the beginning of the period	-	3,318,991
Depreciation charge for the period	<u>1,324,004</u>	<u>419,535</u>
Balance at the end of the period	<u>1,324,004</u>	<u>3,738,526</u>
Net book value	<u>25,156,084</u>	<u>1,300,559</u>

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7 RIGHT OF USE ASSET AND LEASE LIABILITY (CONTINUED)

Set out below is the movement of carrying amount of lease liability:

	<i>For the three-month period ended 31 March</i>	
	<i>2026</i>	<i>2025</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Balance as at beginning of the period	-	1,782,741
Additions during the period	26,480,088	-
Financial charges on lease liability	289,814	2,742
Payment against lease liability	-	(1,785,483)
Transfer of lease liability to due to parent in lieu of settlement	(5,900,000)	-
Balance as at the end of the period	20,869,902	-
<u>Maturity analysis of undiscounted lease liability</u>		
Lease liability – current portion	4,791,180	-
Lease liability – non-current portion	16,078,722	-

The Company has entered into a lease agreement for a new head office building with a commencement date of 9 January 2026 and a lease term ending on 8 January 2031.

8 MURABAHA FINANCING

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>
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. 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). However, the loan was repaid on 8 February 2026 by the Parent on behalf of the Company during the period ended 31 March 2026.

As at 31 March 2026, the balance of Murabaha financing includes accrued finance cost amounting to Nil as the loan has been fully repaid during the period. (31 December 2025: SR 1.402 million)

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9 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties include the Parent, key management personnel and the Board of Directors of the Company. 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 details of transactions and balances with related parties are as follows:

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

Related party	Relationship	Nature	For the three-month period ended	
			31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Mobile Telecommunications Company Saudi Arabia	Parent Company	Expenses paid on behalf of the Company	(24,286,288)	(50,948,281)
		Transfer of lease liability to due to parent in lieu of settlement	(5,900,000)	-
		Repayments relating to expenses paid on behalf of the Company	44,385,469	-
		Amount paid for acquisition of intangible assets and property and equipment on behalf of the Company	(1,758,446)	(3,549,553)
		Settlement of Murabaha financing on behalf of the Company	(170,000,000)	-
		Merchant purchases for Digital Instalments	(1,922,724)	(3,004,925)
		Payments for merchant purchases	-	4,300,000
Key management personnel	Executives	Compensation – salaries and related expenses	1,876,443	2,121,806
		Provision for employees' end of service benefits	60,278	71,557

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

	<u>31 March 2026</u> (Unaudited)	<u>31 December 2025</u> (Audited)
Due to Parent		
Mobile Telecommunications Company Saudi Arabia	<u>362,358,331</u>	<u>202,845,231</u>
Board of Directors and Key management personnel remuneration		
Directors' remuneration payable	<u>537,500</u>	<u>587,500</u>
Key management personnel remuneration payable	<u>350,409</u>	<u>290,131</u>

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10 ZAKAT PROVISION

	<i>For the three-month period ended 31 March</i>	
	<i>2026</i>	<i>2025</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Balance at the beginning of the period	9,389,040	12,066,880
Charge for the period	1,819,539	3,410,122
Balance at the end of the period	11,208,579	15,477,002

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 and 31 December 2024 and obtained the certificates for respective years. Final assessments have not been raised by Zakat, Tax and Customs Authority (“ZATCA”) yet.

11 SHARE CAPITAL

As at 31 March 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 STATUTORY RESERVE

In accordance with the new Companies Law issued by Royal Decree No. M/132 dated 1 Dhul Hijjah 1443H (corresponding to 30 June 2022), which came into force on 26 Jumada al-Akhirah 1444H (corresponding to 19 January 2023), companies have an option to allocate reserves for specific purposes as defined in their By-laws. Pursuant to this provision, the Company amended its By-laws during the year ended 31 December 2025, following the Extraordinary General Assembly meeting held on 5 January 2025, and accordingly transferred the statutory reserve balance to retained earnings.

13 INCOME FROM ISLAMIC FINANCING, NET

	<i>For the three-month period ended 31 March</i>	
	<i>2026</i>	<i>2025</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Special commission income	107,979,648	105,855,468
Expenses related to issuance of financing	(2,531,994)	(2,333,578)
Processing fee income	1,761,957	2,134,429
	107,209,611	105,656,319

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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.

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 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.

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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 two times.

	<i>31 March 2026</i> <i>(Unaudited)</i>	<i>31 December 2025</i> <i>(Audited)</i>
Islamic financing receivables – net divided by total equity	1.575 times	1.615 times

16 CONTINGENCIES AND COMMITMENTS

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

17 EVENTS OCCURRING 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 RECLASSIFICATIONS

During the period, the Company has made the following reclassification:

Transaction cost on Islamic Financing receivables: Transaction costs relating to accepted Islamic Financing receivables that were previously recognised within Customer Information Inquiry Fee expense have been reclassified to Income from Islamic Financing. This reclassification has been made to enhance the accuracy, consistency, and comparability of the financial statements in line with IFRS 9.

- 18.1** Following reclassification have been made in the condensed interim financial statement of profit or loss and other comprehensive income:

Financial statement caption	Three-month period ended 31 March 2025 (before reclassification)	Transaction cost on Islamic Financing receivables	Three-month period ended 31 March 2025 (after reclassification)
Income from Murabaha Financing	107,989,897	(2,333,578)	105,656,319
Customer information inquiry fee	12,420,047	(2,333,578)	10,086,469

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19 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.

20 DATE OF APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS

These interim condensed financial statements were approved by the Board of Directors on 10 Dhul-Qa’dah 1447H (corresponding to 27 April 2026).
