ADES HOLDING COMPANY
(A SAUDI LISTED JOINT STOCK COMPANY)
UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE-MONTH PERIODS ENDED
30 SEPTEMBER 2026
WITH
INDEPENDENT AUDITOR'S REVIEW REPORT

INDEX **PAGE**

Independent auditor's review report	-
Interim condensed consolidated statement of financial position	1 - 2
Interim condensed consolidated statement of comprehensive income	3
Interim condensed consolidated statement of changes in equity	4 – 5
Interim condensed consolidated statement of cash flows	6 – 7
Notes to the interim condensed consolidated financial statements	8 - 30

KPMG Professional Services Company
16th Floor, Al Barghash Tower
6189 Prince Turki Road, Al Corniche
P.O. Box 4803
Al Khobar, 34412 - 3146
Kingdom of Saudi Arabia
Commercial Registration No 2051062328

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية
الطابق ١٦، برج البرغش
٦١٨٩ طريق الأمير تركي، الكورنيش
ص.ب ٤٨٠٣
الخبر ٣٤٤١٢ - ٣١٤٦
المملكة العربية السعودية
سجل تجاري رقم ٢٠٥١٠٦٢٣٢٨

المركز الرئيسي في الرياض

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

To the Shareholders of ADES Holding Company (A Saudi Listed Joint Stock Company)

Introduction

We have reviewed the accompanying 30 September 2026 condensed consolidated interim financial statements of ADES Holding Company ("the Company") and its subsidiaries ("the Group") which comprises:

- the condensed consolidated statement of financial position as at 30 September 2026;
- the condensed consolidated statement of comprehensive income for the three and nine-month periods ended 30 September 2026;
- the condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2026;
- the condensed consolidated statement of cash flows for the nine-month period ended 30 September 2026; and
- the notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated 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 consolidated 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 consolidated 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.

© 2026 KPMG Professional Services Company, a professional closed joint stock company registered in the Kingdom of Saudi Arabia with a paid-up capital of SAR110,000,000 and a non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

©٢٠٢٦ شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية، شركة مساهمة مهنية مقفلة مسجلة في المملكة العربية السعودية، رأس مالها (١١٠،٠٠٠،٠٠٠) ريال سعودي مدفوع بالكامل، وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المستقلة والتابعة لـ كي بي إم جي العالمية المحدودة، شركة انجليزية خاصة محدودة بالضمان. جميع الحقوق محفوظة.

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

To the Shareholders of ADES Holding Company (A Saudi Listed Joint Stock Company) (continued)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 September 2026 condensed consolidated interim financial statements of ADES Holding Company ("the Company") and its subsidiaries ("the Group") are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

For KPMG Professional Services Company





Mohammed Najeeb Alkhlaiwi
License No: 481

Al Khobar, 28 Jumada al-Awwal, 1448AH
Corresponding to 8 November 2026G

ADES HOLDING COMPANY
(A SAUDI LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2026
(ALL AMOUNTS IN SAUDI RIYALS THOUSANDS UNLESS OTHERWISE STATED)

	Notes	30 September 2026 (Unaudited) ﷼'000	31 December 2025 (Audited) ﷼'000
ASSETS			
Non-current assets			
Property and equipment	9	**26,192,434**	25,030,984
Intangible assets		**5,627**	6,157
Right-of-use assets		**832,482**	460,887
Derivative financial instruments	15	**94,171**	8,378
Prepayments and other receivables		**167,655**	189,446
Investments in joint venture		**39,603**	34,013
Trade and other receivables		**14,066**	11,983
Total non-current assets		**27,346,038**	25,741,848
Current assets			
Inventories	8	**1,071,018**	947,501
Trade and other receivables		**2,095,117**	1,690,838
Prepayments and other receivables		**732,519**	571,850
Due from a related party	13	**1,223**	1,223
Cash and cash equivalents	7	**2,023,897**	2,458,449
Total current assets		**5,923,774**	5,669,861
TOTAL ASSETS		**33,269,812**	31,411,709
EQUITY AND LIABILITIES			
Equity			
Share capital	11	**1,129,063**	1,129,063
Share premium	11	**2,890,367**	2,890,367
Treasury shares	11	**(24,913)**	(24,913)
Cash flow hedge reserve		**82,229**	528
Share-based payment reserve		**166**	166
Retained earnings		**2,758,969**	2,784,952
Equity attributable to equity holders of the parent		**6,835,881**	6,780,163
Non–controlling interests		**31,479**	32,831
Total equity		**6,867,360**	6,812,994
Liabilities			
Non-current liabilities			
Interest-bearing loans and borrowings	10	**19,256,172**	17,959,462
Lease liabilities		**494,574**	262,932
Deferred revenue		**237,701**	436,254
Provisions		**453,859**	484,146
Deferred tax, net		**194,253**	144,740
Income tax accrual	6	**23,293**	36,767
Other payables		**94,305**	18,354
Total non-current liabilities		**20,754,157**	19,342,655

	Notes	30 September 2026 (Unaudited) ﷼'000	31 December 2025 (Audited) ﷼'000
Current liabilities			
Trade and other payables		**2,350,524**	2,133,993
Deferred revenue		**468,880**	360,206
Income tax and zakat accrual	6	**134,482**	144,986
Interest-bearing loans and borrowings	10	**2,431,982**	2,290,203
Derivative financial instruments	15	**1,369**	-
Provisions		**261,058**	326,672
Total current liabilities		**5,648,295**	5,256,060
Total liabilities		**26,402,452**	24,598,715
TOTAL EQUITY AND LIABILITIES		**33,269,812**	31,411,709



Mr. Ayman Abbas
Chairman



Dr. Mohamed Farouk
Vice-chairman &
Chief Executive Officer



Mr. Hussein Badawy
Chief Financial Officer

The accompanying notes 1 through 18 form an integral part of these interim condensed consolidated financial statements.

ADES HOLDING COMPANY
(A SAUDI LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2026
(ALL AMOUNTS IN SAUDI RIYALS THOUSANDS UNLESS OTHERWISE STATED)

		Three-month period ended		Nine-month period ended	
	Notes	**30 September 2026 (Unaudited) ﷼'000**	30 September 2025 (Unaudited) ﷼'000	**30 September 2026 (Unaudited) ﷼'000**	30 September 2025 (Unaudited) ﷼'000
Revenue	5	**2,229,021**	1,653,934	**6,773,086**	4,702,898
Cost of revenue		**(1,524,494)**	(1,048,518)	**(4,461,810)**	(2,914,465)
Gross profit		**704,527**	605,416	**2,311,276**	1,788,433
General and administrative expenses		**(190,530)**	(107,181)	**(587,953)**	(327,101)
End of service employment benefits		**(15,800)**	(11,920)	**(42,526)**	(40,839)
Bargain purchase gain	4	**77,809**	-	**77,809**	-
Finance costs, net		**(332,352)**	(231,885)	**(976,294)**	(668,235)
Share-based payments expense		**-**	(40,381)	**-**	(40,381)
Gain on equity instruments designated at fair value through profit and loss		**-**	85,744	**-**	85,744
Other expenses, net		**(89,084)**	(26,964)	**(154,194)**	(42,449)
Profit for the period before income tax and zakat		**154,570**	272,829	**628,118**	755,172
Income tax and zakat expenses	6	**(55,355)**	(53,684)	**(154,782)**	(147,666)
Profit for the period		**99,215**	219,145	**473,336**	607,506
Attributable to:					
Equity holders of the Parent		**94,870**	214,573	**459,843**	597,331
Non-controlling interests		**4,345**	4,572	**13,493**	10,175
		99,215	219,145	**473,336**	607,506
OTHER COMPREHENSIVE INCOME/(LOSS)					
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods (net of any tax)					
Net gain/(loss) on cash flow hedge		**52,547**	(21,252)	**81,701**	(56,706)
Other comprehensive gain/(loss) that will not be reclassified to profit or loss in subsequent periods (net of any tax)					
Net gain/(loss) on equity instruments designated at fair value through other comprehensive income		**-**	1,021	**-**	(11,668)
Other comprehensive income/(loss) for the period, net of tax		**52,547**	(20,231)	**81,701**	(68,374)
Total comprehensive income for the period, net of tax		**151,762**	198,914	**555,037**	539,132
Attributable to:					
Equity holders of the Parent		**147,417**	194,342	**541,544**	528,957
Non-controlling interests		**4,345**	4,572	**13,493**	10,175
		151,762	198,914	**555,037**	539,132
Earnings per share basic and diluted attributable to equity holders of the parent (In ﷼ per share) - *(restated)*	12	**0.04**	0.10	**0.21**	0.27

The accompanying notes 1 through 18 form an integral part of these interim condensed consolidated financial statements.

ADES HOLDING COMPANY
(A SAUDI LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026
(ALL AMOUNTS IN SAUDI RIYALS THOUSANDS UNLESS OTHERWISE STATED)

	Attributable to the equity holders of the parent								
	Share capital ﷼'000	**Share premium** ﷼'000	**Treasury shares** ﷼'000	**Cash flow hedge reserve** ﷼'000	**Retained earnings** ﷼'000	**Share based payment reserve** ﷼'000	**Total** ﷼'000	**Non-controlling interest** ﷼'000	**Total equity** ﷼'000
Balance at 1 January 2026 – Audited	1,129,063	2,890,367	(24,913)	528	2,784,952	166	6,780,163	32,831	6,812,994
Profit for the period	-	-	-	-	459,843	-	459,843	13,493	473,336
Other comprehensive income for the period	-	-	-	81,701	-	-	81,701	-	81,701
Total comprehensive income	-	-	-	81,701	459,843	-	541,544	13,493	555,037
Dividends (note 16)	-	-	-	-	(485,826)	-	(485,826)	(14,845)	(500,671)
Balance at 30 September 2026 (Unaudited)	**1,129,063**	**2,890,367**	**(24,913)**	**82,229**	**2,758,969**	**166**	**6,835,881**	**31,479**	**6,867,360**

The accompanying notes 1 through 18 form an integral part of these interim condensed consolidated financial statements.

ADES HOLDING COMPANY
(A SAUDI LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026
(ALL AMOUNTS IN SAUDI RIYALS THOUSANDS UNLESS OTHERWISE STATED)

	Attributable to the equity holders of the parent									
	Share capital ﷼'000	Share premium ﷼'000	Treasury shares ﷼'000	Fair value reserve of financial assets at FVOCI ﷼'000	Cash flow hedge reserve ﷼'000	Retained earnings ﷼'000	Share based payment reserve ﷼'000	Total ﷼'000	Non-controlling interest ﷼'000	Total equity ﷼'000
Balance at 1 January 2025 – Audited	1,129,063	2,890,367	(28,127)	2,381	52,167	2,446,821	119	6,492,791	45,193	6,537,984
Profit for the period	-	-	-	-	-	597,331	-	597,331	10,175	607,506
Other comprehensive loss for the period	-	-	-	(11,668)	(56,706)	-	-	(68,374)	-	(68,374)
Total comprehensive income	-	-	-	(11,668)	(56,706)	597,331	-	528,957	10,175	539,132
Dividends (note 16)	-	-	-	-	-	(473,404)	-	(473,404)	(13,697)	(487,101)
Share-based payments	-	-	-	-	-	-	40,381	40,381	-	40,381
Balance at 30 September 2025 (Unaudited)	1,129,063	2,890,367	(28,127)	(9,287)	(4,539)	2,570,748	40,500	6,588,725	41,671	6,630,396

The accompanying notes 1 through 18 form an integral part of these interim condensed consolidated financial statements.

ADES HOLDING COMPANY
(A SAUDI LISTED JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2026
(ALL AMOUNTS IN SAUDI RIYALS THOUSANDS UNLESS OTHERWISE STATED)

	Notes	**30 September 2026 (Unaudited) ﷼'000**	30 September 2025 (Unaudited) ﷼'000
Cash flows from operating activities			
Profit for the period before income tax and zakat		**628,118**	755,172
Adjustments for:			
Depreciation of property and equipment	9	**1,260,297**	950,654
Depreciation of right of use assets	9	**187,496**	162,874
Amortization of intangible assets	9	**808**	817
End of service employment benefits		**42,526**	40,839
Finance costs, net		**976,294**	668,235
Bargain purchase gain	4	**(77,809)**	-
Share of results of investment in a joint venture		**(5,590)**	(8,044)
Reversal of tax provisions		**(64,098)**	-
Other income, net		**(29,783)**	(82,317)
Share-based payments expense		**-**	40,381
Dividends from investment in financial instruments		**-**	(3,646)
Gain on remeasurement of equity instruments at FVTPL		**-**	(85,744)
Provisions for inventory write off		**-**	477
Impairment of property and equipment		**-**	11,513
		2,918,259	2,451,211
Changes in working capital			
Inventories		**5,897**	(81,495)
Trade and other receivables		**(288,761)**	145,721
Prepayments and other receivables		**(154,807)**	(177,565)
Trade and other payables		**28,020**	(64,657)
Deferred revenue		**(89,879)**	(190,985)
Cash flows generated from operating activities		**2,418,729**	2,082,230
Income tax and zakat paid	6	**(188,718)**	(130,178)
Provisions paid		**(44,959)**	(17,156)
Net cash flows generated from operating activities		**2,185,052**	1,934,896
Investing activities			
Purchase of property and equipment		**(1,219,071)**	(1,377,272)
Proceeds from disposal of property and equipment		**1,180**	-
Acquisition of business, net of cash acquired	4	**(1,125,083)**	-
Payment of the consideration payable for acquisitions	4	**(296,388)**	(18,222)
Purchase of intangible assets		**(276)**	(253)
Dividend received from equity instruments		**-**	3,646
Purchase of equity instruments		**-**	(231,360)
Net cash flows used in investing activities		**(2,639,638)**	(1,623,461)

	Notes	**30 September 2026 (Unaudited) ﷼'000**	30 September 2025 (Unaudited) ﷼'000
Financing activities			
Proceeds from loans and borrowings	10	**3,167,686**	2,513,563
Repayment of loans and borrowings	10	**(1,732,968)**	(1,430,222)
Finance cost paid, net		**(721,026)**	(538,168)
Payment of lease liabilities		**(192,987)**	(174,105)
Dividend payments to shareholders	16-a	**(485,826)**	(473,404)
Dividend payments to non-controlling interest	16-b	**(14,845)**	(13,697)
Net cash flows generated/(used) in financing activities		**20,034**	(116,033)
Net (decrease)/increase in cash and cash equivalents		**(434,552)**	195,402
Cash and cash equivalents at beginning of period	7	**2,458,449**	744,187
Cash and cash equivalents at the end of the period	7	**2,023,897**	939,589

The accompanying notes 1 through 18 form an integral part of these interim condensed consolidated financial statements.

1. ORGANIZATION AND ACTIVITIES

ADES Holding Company (the "Company" or the "Parent Company") was incorporated on 28 December 2022 as a mixed closed joint stock company under Saudi laws. The Company and its subsidiaries together are referred as the "Group".

The Group's head office is located at 7429 Prince Turki Street, Corniche District, Al Khobar, Kingdom of Saudi Arabia.

The Company licensed under foreign investment license number 122114405178894 issued by the Ministry of Investment on 11 Jumada al-Awal 1444H (corresponding to 5 December 2022G) and operating under commercial registration number 2051245446 and unified identification number 7032464070 dated 4 Jumada al-Thani 1444H corresponding to 28 December 2022G).

On 26 Rabi ul Awal 1445H (corresponding to 11 October 2023G), the Company completed its Initial Public Offering ("IPO"), and its ordinary shares were listed on the Saudi Stock Exchange ("Tadawul").

On 1 Sha'ban 1445H (corresponding to 11 February 2024G), the Company status changed from mixed joint company to listed joint stock company.

	As of 30 September 2026			As of 31 December 2025		
Shareholder	**No. of shares'000**	**Ownership**	**Nominal value ﷼'000**	No. of shares'000	Ownership	Nominal value ﷼'000
ADES Investments Holding LTD	**412,277**	**36.5%**	**412,277**	412,277	36.5%	412,277
The Public Investment Fund of the Kingdom of Saudi Arabia	**268,548**	**23.8%**	**268,548**	268,548	23.8%	268,548
Zamil Group Investment Company	**75,647**	**6.7%**	**75,647**	75,647	6.7%	75,647
Free Float	**347,678**	**30.8%**	**347,678**	347,678	30.8%	347,678
Treasury Shares	**24,913**	**2.2%**	**24,913**	24,913	2.2%	24,913
	1,129,063	**100%**	**1,129,063**	1,129,063	100%	1,129,063

The interim condensed consolidated financial statements were authorised for issue on 28 Jumada al-Awwal, 1448AH (corresponding to 8 November 2026G) by the Board of Directors and signed on their behalf by Chairman, Vice Chairman and Chief Financial Officer in accordance with the bylaws of the company.

The Group is a leading oil and gas drilling and production services provider in the Middle East, Africa, Southeast Asia and Europe. The Group services primarily include offshore and onshore contract drilling and production services. The Group currently operates across multiple jurisdictions. The Group's offshore services include drilling and workover services and Mobile Offshore Production Unit (MOPU) production services, as well as accommodation, catering, and other barge-based support services. The Group's onshore services primarily encompass drilling and work over services. The Group also provides projects services, which mainly includes oil field enhancement (exploration and production).

1. ORGANIZATION AND ACTIVITIES (continued)

The interim condensed consolidated financial statements of the Group include activities of the following subsidiaries:

Name	*Principal activities*	Country of incorporation	30 September 2026	31 December 2025
Advanced Energy Systems (ADES) (S.A.E) [1]	Oil & gas drilling and production services	Egypt	**100%**	100%
ADES Saudi Limited Company[2]	Oil and gas drilling and production services	KSA	**100%**	100%
Precision Drilling Company[3]	Holding company	Cyprus	**100%**	100%
Kuwait Advanced Drilling Services	Leasing of rigs	Cayman	**100%**	100%
Prime innovations for Trade S.A. E	Trading	Egypt	**100%**	100%
ADES International for Drilling	Leasing of rigs	Cayman	**100%**	100%
AG training	Training	Egypt	**70%**	70%
Advanced Transport Services	Leasing transportation equipment	Cayman	**100%**	100%
Advanced Drilling Services	Leasing of rigs	Cayman	**100%**	100%
ADES for Drilling Services Ltd[4]	Investment in Oil & Gas Projects	UAE	**100%**	100%
ADES International Holding Ltd	Holding company	UAE	**100%**	100%
Emerald Driller Company[5]	Production services oil and gas drilling and production services	Cayman	**100%**	100%
ADES Drilling Services I Ltd	Leasing of rigs	Bermuda	**100%**	100%
ADES Drilling Services II Ltd	Leasing of rigs	Bermuda	**100%**	100%
ADES Drilling Services III Ltd	Leasing of rigs	Bermuda	**100%**	100%
ADES Advanced Drilling Services Ltd[6]	Leasing of rigs	Liberia	**100%**	100%
ADES Drilling Services IV Ltd	Leasing of rigs	Bermuda	**100%**	100%
ADES Drilling Services V Ltd	Leasing of rigs	Bermuda	**100%**	100%
ADES Drilling Services Ltd[7]	Leasing of rigs	Bermuda	**100%**	100%
ADES GCC For Drilling Ltd[8]	Oil and gas drilling and production services	Bermuda	**100%**	100%
ADES Drilling Services Cyprus Ltd.	Oil and gas drilling services	Cyprus	**100%**	100%
PT ADES Drilling Indonesia	Petroleum oil and natural gas mining supporting activities	Indonesia	**100%**	100%
RIG FINANCE Ltd[9]	Leasing of rigs	Bermuda	**100%**	100%
ADRES HR Solution Ltd	HR Services	UAE	**60%**	60%
ADES Production Services	Oil & gas drilling and production services	Egypt	**100%**	100%
ADES Production Holding Ltd	Holding Company	UAE	**100%**	100%
ADES Drilling Services Labuan Ltd	Trading	Labuan	**100%**	100%
Shelf Drilling Ltd and it's subsidiaries[10]	Holding Company	Cayman	**100%**	100%
Saudi Arabian Saipem Ltd[11]	Oil and gas drilling services	KSA	**100%**	-

The Group holds investment in Egyptian Chinese Drilling Company (ECDC) (Joint Venture) which is accounted for using the equity method of accounting in these interim condensed consolidated financial statements.

1 Advanced Energy Systems (ADES) (S.A.E) has branches in Algeria, India, UAE and Iraq.

2 ADES Saudi limited Company acquired eight subsidiaries from Seadrill.

3 Precision Drilling Company holds a 47.5% interest in United Precision Drilling Company W.L.L, a Kuwait entity which handles the operations of the rigs in Kuwait.

4 ADES for Drilling Services Ltd set up a branch in Tunisia in 2021 and Thailand in 2024, and had changed its name from ADES Holding for Drilling Services Ltd.

5 Emerald Driller Company has a Branch in Qatar which handles operations in the country.

6 ADES Advanced Drilling Services Ltd has a branch in Congo.

7 ADES Drilling Services Ltd. has a branch in Indonesia.

8 ADES GCC For Drilling Ltd has a branch in KSA.

9 Rig Finance Ltd has a branch in Indonesia.

10 On 25 November 2025, the Group acquired 100% of the issued shares of Shelf Drilling Limited ("Shelf"), an international offshore drilling contractor specializing in shallow-water drilling services using jack-up rigs. Subsequent to the acquisition Shelf was delisted from Oslo stock exchange and all legal formalities in this regards have been completed.

11 On 15 September 2026, the Group acquired 100% of the issued shares of Saudi Arabian Saipem Limited ("Saipem"). Following the acquisition Saipem has been named to "ADES Advanced Limited".

2. MATERIAL ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants ("SOCPA") (collectively referred to "IFRS as endorsed in KSA).

The interim condensed consolidated financial statements have been prepared under the historical cost basis, except for derivative financial instruments carried at fair value which includes interest rate swap contracts and foreign exchange rate contracts designated as hedging instruments and end of service benefit which are measured using the Projected Unit Credit Method.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statement and should be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2025. The interim condensed consolidated financial statements are presented in Saudi Arabian Riyal and all values are rounded to the nearest thousand ("﷼ '000"), except when otherwise indicated. Saudi Arabian Riyal ("﷼") is the functional currency of the Company and presentation currency of the Group.

2.2 USE OF JUDGEMENTS AND ESTIMATES

In preparing these interim condensed consolidated financial statements, management has made judgments and estimates that affect determination and application of accounting policies and the reported amounts of assets and liabilities, income and expense and accompanying disclosures. Uncertainty about assumptions and estimates could result in outcomes that require material adjustment to the carrying amount of the asset or liability affected in future periods.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those that were applied to the Group's audited consolidated financial statements as at and for the year ended 31 December 2025.

2.3 NEW STANDARDS AND INTERPRETATIONS

The accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2025.

(a) New and revised standards with no material effect on the condensed consolidated interim financial statements

The following revised IFRSs have been adopted. The application of these revised IFRSs did not have any material impact on the amounts reported for current and prior periods:

- Classification and Measurement of Financial Instruments - Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures, effective for annual periods beginning on or after 1 January 2026;
- Annual Improvements to IFRS Accounting Standards, effective for annual periods beginning on or after 1 January 2026 - Amendments to:
  - 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
- Contracts Referencing Nature-dependent Electricity - Amendments to IFRS 9 and IFRS 7, effective for annual periods beginning on or after 1 January 2026.

(b) New and revised standards issued but not yet effective

The amendments to existing standards that are issued, but not yet effective, up to the date of issuance of the Group's interim condensed consolidated financial statements are disclosed below. The Group intends to adopt these amendments to existing standards, if applicable, when they become effective:

- IFRS 19 Subsidiaries without Public Accountability: Disclosures, effective for annual periods beginning on or after 1 January 2027; and

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendments to IFRS 10 and IAS 28, effective date deferred indefinitely.

The above-mentioned standards are not expected to have a significant impact on the condensed consolidated interim financial statements.

- IFRS 18 Presentation and Disclosure in Financial Statements, effective for annual periods beginning on or after 1 January 2027. The Group is in the process of assessing the estimated impact that the initial application of IFRS 18 will have on its consolidated financial statements.

IFRS 18 Presentation and Disclosure in Financial Statements

In April 2024, the International Accounting Standards Board ("IASB") issued IFRS 18 Presentation and Disclosure in Financial Statements, which replaces IAS 1 Presentation of Financial Statements. IFRS 18 has been endorsed in the Kingdom of Saudi Arabia by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and is effective for annual reporting periods beginning on or after 1 January 2027, with retrospective application. Early adoption is permitted.

The Group has performed a preliminary assessment of the expected impact of adopting IFRS 18. Based on the assessment performed to date, management does not expect the adoption of IFRS 18 to have a material impact on the recognition or measurement of the Group's assets, liabilities, equity, revenue, expenses or cash flows. The expected impact is primarily related to the presentation and disclosure of information in the consolidated financial statements.

IFRS 18 introduces a more structured statement of profit or loss by requiring income and expenses to be classified into the operating, investing, financing, income tax and discontinued operations categories and by introducing mandatory subtotals, including operating profit and profit before financing and income taxes. The operating category is intended to provide a complete depiction of an entity's operating performance, while income and expenses not classified within another category are generally included within the operating category.

2.3 NEW STANDARDS AND INTERPRETATIONS (CONTINUED)

(b) New and revised standards issued but not yet effective (continued)

IFRS 18 Presentation and Disclosure in Financial Statements (continued)

Based on the Group's current business activities as a provider of oil and gas drilling and production services, management's preliminary assessment indicates that the principal presentation changes are expected to include the following:

- Operating category: Revenue, cost of revenue, general and administrative expenses, employee benefit expenses (excluding interest cost), share-based payment expense, bargain purchase gain arising from business combinations, acquisition-related transaction costs, and other operating income and expenses are expected to continue to be presented within the operating category.
- Investing category: Income and expenses arising from investments that generate returns independently of the Group's principal operating activities are expected to be presented within the investing category. Based on the Group's current financial statements, this is expected to include gains or losses on financial assets measured at fair value through profit or loss, gains or losses on other qualifying investments, where applicable, and the Group's share of results of its joint venture.
- Financing category: Finance costs relating to interest-bearing loans and borrowings, lease liabilities and other financing liabilities are expected to be presented within the financing category. In addition, foreign exchange differences and gains or losses on derivatives and hedging instruments will continue to be classified consistently with the category of the underlying expense, or liability whose risk is being managed, in accordance with IFRS 18.
- Income tax category: Income tax and zakat expense will be presented separately within the income tax category.

Management-defined performance measures:

In addition, IFRS 18 introduces enhanced presentation and disclosure requirements, including mandatory subtotals within the statement of profit or loss, additional disaggregation of operating expenses, and disclosure of Management-defined Performance Measures ("MPMs"), including reconciliations of such measures to the most directly comparable IFRS Accounting Standards subtotal, where applicable. Based on the assessment performed to date, the Group has identified certain performance measures presented in its public communications, including EBITDA, that are being evaluated to determine whether they meet the definition of Management-defined Performance Measures ("MPMs") under IFRS 18. The Group is also assessing the related presentation and disclosure requirements, including the requirement to provide reconciliations to the most directly comparable IFRS defined totals or subtotals where applicable. As a result, the adoption of IFRS 18 may require additional disclosures in the consolidated financial statements. The assessment remains ongoing, and the final impact of adopting IFRS 18 will be determined upon completion of the Group's implementation process.

Principles of aggregation and disaggregation:

IFRS 18 provides enhanced principles on how to group information in the financial statements (i.e. the primary financial statements and the notes). It also introduces guidance on labelling and describing items presented in the primary financial statements or 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.

The Group is also assessing line items currently labelled as 'other' such as other income and other expenses and expects to use more informative descriptions or provide additional disaggregated information in the notes where material.

2.3 NEW STANDARDS AND INTERPRETATIONS (CONTINUED)

(b) New and revised standards issued but not yet effective (continued)

IFRS 18 Presentation and Disclosure in Financial Statements (continued)

Consequential amendments:

IFRS 18 introduces consequential amendments to other IFRS Accounting Standards, including IAS 7 Statement of Cash Flows, IAS 33 Earnings per Share and IAS 34 Interim Financial Reporting.

The Group is assessing the impact of these amendments, including potential changes to the classification and presentation of certain cash flow items, particularly interest received, interest paid and other financing-related cash flows, together with any resulting changes to comparative information.

3. SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the Chief Executive Officer (CEO) that are used to make strategic decisions. As operationally, the Group is only in the oil and gas production and drilling services, the CEO considers the business from a geographic perspective and has identified eleven geographical segments (30 September 2025: nine geographical segments). Management monitors the operating results of its segments separately for the purpose of making decisions about resource allocation and performance assessment.

Segment	*Egypt*	*Algeria & Tunisia*	*Kingdom of Saudi Arabia*	*Kuwait*	*Qatar*	*India*	*Southeast Asia* *****	*West/Central Africa*****|	*Norway*	*Other* *******	*Total Segments*	*Corporate*	*Adjustments and Eliminations****	*Total*
	﷼ '000	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*	*﷼ '000*
For the period ended 30 September 2026														
Revenue														
External customers	696,034	163,640	2,395,473	588,269	191,311	425,995	701,494	918,112	292,420	400,338	6,773,086	-	-	6,773,086
Inter-segment ***	200,100	-	31,323	-	39,451	-	-	-	-	-	270,874	-	(270,874)	-
Total Revenue	**896,134**	**163,640**	**2,426,796**	**588,269**	**230,762**	**425,995**	**701,494**	**918,112**	**292,420**	**400,338**	**7,043,960**	**-**	**(270,874)**	**6,773,086**
Income/(expenses)														
Cost of revenue*	(251,355)	(115,612)	(1,004,512)	(298,629)	(106,180)	(160,465)	(287,999)	(408,300)	(196,276)	(207,144)	(3,036,472)	-	-	(3,036,472)
General and administrative expenses	(88,181)	(12,915)	(134,456)	(29,007)	(11,916)	(22,225)	(31,561)	(37,332)	(12,877)	(35,268)	(415,738)	(172,215)	-	(587,953)
Finance costs (net)	(144,514)	9,151	(285,865)	(28,827)	1,584	(104,035)	(128,517)	(182,307)	(37,847)	(70,531)	(971,708)	(4,586)	-	(976,294)
Depreciation and amortization****	(110,216)	(48,593)	(626,403)	(207,382)	(46,286)	(41,336)	(126,654)	(109,862)	(18,978)	(89,628)	(1,425,338)	-	-	(1,425,338)
Other expenses (net) **	(8,984)	(3,509)	(220,187)	(8,496)	(29,542)	(21,008)	(33,188)	(47,771)	(619)	54,469	(318,835)	(32,667)	-	(351,502)
Bargain purchase gain	-	-	77,809	-	-	-	-	-	-	-	77,809	-	-	77,809
Segment Profit/(loss)	**92,784**	**(7,838)**	**201,859**	**15,928**	**(1,029)**	**76,926**	**93,575**	**132,540**	**25,823**	**52,236**	**682,804**	**(209,468)**	**-**	**473,336**
Property and equipment	**1,476,003**	**589,109**	**10,834,579**	**2,077,189**	**1,468,322**	**1,037,096**	**3,358,762**	**2,893,500**	**732,197**	**1,725,677**	**26,192,434**	**-**	**-**	**26,192,434**

3. SEGMENT INFORMATION (CONTINUED)

Segment	*Egypt* ﷼ *'000*	*Algeria & Tunisia* ﷼ *'000*	*Kingdom of Saudi Arabia* ﷼ *'000*	*Kuwait* ﷼ *'000*	*Qatar* ﷼ *'000*	*India* ﷼ *'000*	*Southeast Asia****** ﷼ *'000*	*Nigeria* ﷼ *'000*	*Total Segments* ﷼ *'000*	*Corporate* ﷼ *'000*	*Adjustments and Eliminations**** ﷼ *'000*	*Total* ﷼ *'000*
For the period ended 30 September 2025												
Revenue												
External customers	458,185	172,707	2,755,450	447,478	245,639	177,821	405,169	40,449	4,702,898	-	-	4,702,898
Inter-segment ***	279,941	-	43,920	-	55,539	-	-	-	379,400	-	(379,400)	-
Total Revenue	738,126	172,707	2,799,370	447,478	301,178	177,821	405,169	40,449	5,082,298	-	(379,400)	4,702,898
Income/(expenses)												
Cost of revenue*	(136,626)	(120,419)	(964,669)	(236,129)	(120,942)	(69,906)	(134,217)	(31,203)	(1,814,111)	-	-	(1,814,111)
General and administrative expenses	(29,968)	(13,988)	(177,426)	(29,439)	(10,525)	(11,418)	(11,796)	(342)	(284,902)	(42,199)	-	(327,101)
Finance costs (net)	(24,059)	(9,206)	(561,930)	(29,326)	(10,816)	(9,399)	(19,896)	(1,730)	(666,362)	(1,873)	-	(668,235)
Depreciation and amortization****	(73,102)	(42,267)	(698,570)	(156,417)	(31,960)	(27,760)	(54,065)	(16,213)	(1,100,354)	-	-	(1,100,354)
Other expenses (net) **	2,401	(12,208)	(95,227)	(19,462)	(10,186)	(8,298)	(43,638)	(5,802)	(192,420)	6,829	-	(185,591)
Segment Profit / (loss)	196,831	(25,381)	257,628	(23,295)	61,210	51,040	141,557	(14,841)	644,749	(37,243)	-	607,506
Property and equipment	1,070,013	603,002	9,869,043	2,229,390	1,196,136	616,806	1,729,834	1,029,926	18,344,150	-	-	18,344,150

(i) Management presents the assets in the segment in which the asset operates.
* Excluding depreciation and amortisation.
** Other expenses (net) include end of service employment benefits, other expenses/income (net) and zakat tax expense.
*** Inter-segment revenues and other adjustments are eliminated upon consolidation and reflected in the 'adjustments and eliminations' column.
****Depreciation and amortisation recorded under cost of revenue.
***** Southeast Asia includes (Indonesia, Thailand, Malaysia and Vietnam).
****** West/Central Africa includes (Nigeria and Angola)
******* Others include (Brazil, Italy, Netherlands, UK and Mexico)
Following the acquisition of Shelf Drilling Ltd, management has reassessed and updated its presentation of segment reporting disclosure.

4. BUSINESS COMBINATIONS

As part of the Group's strategy to expand its fleet and operations, the Group has acquired new businesses which are accounted for as business combinations.

4.1 *Acquisition of Saudi Arabian Saipem LTD in 2026*

On 15 September 2026, the Group acquired 100% of the issued shares and outstanding shares of Saudi Arabian Saipem Limited, the rig owning entity of three premium jackups and two leased premium jackups along with customer contracts, from Saipem International BV.

The acquisition is accounted for as business combinations in accordance with IFRS 3 Business Combinations. This transaction resulted in gain on bargain purchase because the provisional fair value of identifiable assets acquired and liabilities assumed exceeded the total fair value of the consideration paid.

The Group utilised its position as one of the largest jack-up operator and available liquidity position. These have given added synergies to the Group to negotiate a favorable deal with a seller leading to the gain on bargain purchase supported with the management estimate of the fair value.

Identifiable net assets acquired
The provisional fair values of the identifiable assets and liabilities as at acquisition date were:

	Provisional fair values recognized on acquisition ﷼'000
Property and equipment	**1,156,259**
Right of use asset	**250,249**
Inventories	**129,414**
Accounts receivable and prepayments	**82,686**
Prepaid tax	**17,230**
Cash and cash equivalents	**8,820**
Total assets (provisional)*	**1,644,658**
Accounts payable and accruals	**121,087**
Lease liability	**163,774**
Employees' end of service benefits	**20,912**
Provision for demobilization and maintenance of rigs	**86,475**
Deferred tax liability, net	**40,698**
Total liabilities (provisional)*	**432,946**
Total identifiable net assets at fair value (provisional)*	**1,211,712**
Gain from bargain purchase	**(77,809)**
Purchase consideration**	**1,133,903**
Analysis of cash flow on acquisition (included in cash flows from investing activities)	
Net Cash paid	**(1,133,903)**
Cash and cash equivalent acquired	**8,820**
Net cash out flows on acquisition	**(1,125,083)**

4. BUSINESS COMBINATIONS (CONTINUED)

4.1 *Acquisition of Saudi Arabian Saipem LTD in 2026 (continued)*

*Additional clarifications and analysis are required to determine the acquisition date fair value of the assets acquired and liabilities assumed. Thus, the assets and liabilities may be subsequently adjusted, with a corresponding adjustment to gain from bargain purchase prior to 15 September 2027 (within one year from the transaction date).

**The total purchase consideration comprises the cash consideration paid in accordance with the Sale and Purchase Agreement (SPA), amounting to ﷼ 1,068,750 thousand, and a purchase price adjustment of ﷼ 65,153 thousand arising from customary closing adjustments, in accordance with the terms of the SPA.

From the date of acquisition till 30 September 2026, the acquired assets contributed ﷼ 26,127 thousand of revenue from continuing operations of the Group and reported net profit of ﷼ 404 thousand.

If the combination had taken place at the beginning of the year the acquired business would have contributed ﷼ 627,049 thousand of revenue of continuing operations and would have reported net profit ﷼ 44,387 thousand.

4.2 *Acquisition of Shelf Drilling LTD and its Subsidiaries in 2025*

On 25 November 2025, the Group acquired 100% of the issued shares and voting interests in Shelf Drilling Limited, an international offshore drilling contractor specializing in shallow water drilling services using jack-up rigs.

Prior to obtaining control, the Group had acquired an equity interest of approximately 16.5% in Shelf Drilling Limited in August 2025, which was accounted for as a financial asset measured at fair value through profit or loss (FVTPL) in accordance with IFRS 9.

Upon obtaining control of Shelf Drilling Limited, the Group remeasured its previously held interest to fair value in accordance with IFRS 3 – Business Combinations. The resulting remeasurement gain of ﷼ 88,778 thousand was recognized in profit or loss for the period. The total carrying amount of the investment immediately prior to obtaining control amounted to ﷼ 320,138 thousand.

The acquisition significantly enhanced the Group's operational scale and geographic presence by adding a fleet of jack-up drilling rigs and expanding operations across multiple offshore markets. Following the transaction, the Group operates an enlarged offshore fleet across several international jurisdictions, strengthening its market position in shallow water drilling services.

4. BUSINESS COMBINATIONS (CONTINUED)

4.2 *Acquisition of Shelf Drilling LTD and its Subsidiaries in 2025 (continued)*

Identifiable net assets acquired
The provisional fair values of the identifiable assets and liabilities as at acquisition date were:

	Provisional fair values recognized on acquisition ﷼'000
Property and equipment	**6,701,242**
Inventories	**328,768**
Accounts receivable and prepayments	**940,645**
Cash and cash equivalents	**379,267**
Total assets (provisional)*	**8,349,922**
Borrowings	**5,096,826**
Accounts payable and accruals	**595,027**
Employees' end of service benefits	**67,827**
Deferred Revenue	**75,550**
Tax Provisions	**470,027**
Income tax	**70,869**
Deferred tax liability	**30,030**
Total liabilities (provisional)*	**6,406,156**
Total identifiable net assets at fair value (provisional)*	**1,943,766**
Gain from bargain purchase	**(21,209)**
Purchase consideration	**1,922,557**
Analysis of purchase consideration:	
Cash consideration for acquired interest	**1,210,763**
Cash consideration relating to previously held interest	**231,360**
Net cash paid	**1,442,123**
Outstanding consideration payable**	**391,656**
Fair value gain of previously held interest	**88,778**
Purchase consideration	**1,922,557**
Analysis of cash flow on acquisition (included in cash flows from investing activities)	
Net Cash paid	**(1,442,123)**
Cash and cash equivalent acquired	**379,267**
Net cash out flows on acquisition	**(1,062,856)**

*Additional clarifications and analysis are required to determine the acquisition date fair value of the assets acquired and liabilities assumed. Thus, the assets and liabilities may be subsequently adjusted, with a corresponding adjustment to gain from bargain purchase prior to 25 November 2026 (within one year from the transaction date).

**During the nine-month period ended 30 September 2026, the Group made an interim payment of ﷼ 296,388 thousand. As of 30 September 2026, the outstanding consideration payable amount is ﷼ 95,268 thousand (31 December 2025: ﷼ 391,656 thousand) which is included in trade and other payables.

5. REVENUES

	For the three-month period ended		*For the nine-month period ended*	
	30 September 2026 (Unaudited) ﷼'000	*30 September 2025 (Unaudited) ﷼'000*	***30 September 2026 (Unaudited) ﷼'000***	*30 September 2025 (Unaudited) ﷼'000*
Revenue from customer contracts				
Units operations	**2,005,827**	1,488,674	**6,056,418**	4,266,269
Catering services	**51,824**	33,574	**163,868**	105,975
Projects income*	**98,560**	66,570	**272,620**	164,295
Others	**29,244**	13,230	**113,830**	65,820
Revenue from lease				
Revenue from lease	**43,566**	51,886	**166,350**	100,539
	2,229,021	1,653,934	**6,773,086**	4,702,898

Refer Note 3 for segment disclosure. The primary operational revenue stream is drilling services (units operations) and the revenue is recognised over time.

*Projects income, which are recognized overtime, primarily relates to the oilfield enhancement (exploration and production) agreement in Egypt.

6. INCOME TAX AND ZAKAT

Interim condensed consolidated statement of comprehensive income:

	Three-month period ended		*Nine-month period ended*	
	30 September 2026 (Unaudited) ﷼'000	*30 September 2025 (Unaudited) ﷼'000*	***30 September 2026 (Unaudited) ﷼'000***	*30 September 2025 (Unaudited) ﷼'000*
Current income tax expense	**40,876**	24,830	**116,915**	63,766
Deferred tax charge	**3,572**	15,721	**2,652**	41,840
	44,448	40,551	**119,567**	105,606
Zakat expense	**10,907**	13,133	**35,215**	42,060
	55,355	53,684	**154,782**	147,666

6. INCOME TAX AND ZAKAT (CONTINUED)

Interim condensed consolidated statement of financial position:

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Income tax and zakat accrual		
Opening balance	**181,753**	82,468
Acquired as part of business combination (Note 4)	**(17,230)**	70,869
Charge for the period/year	**152,130**	185,804
Paid during the period/year	**(188,718)**	(157,388)
Other settlements	**29,840**	-
Closing balance	**157,775**	181,753
Current	**134,482**	144,986
Non-current	**23,293**	36,767
	157,775	181,753

7. CASH AND CASH EQUIVALENTS

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Bank balances	**1,220,100**	1,586,647
Time deposits*	**802,866**	871,188
Cash on hand	**931**	614
	2,023,897	2,458,449

* The average rate on time bank deposits during the period ended 30 September 2026 is 4.75 % per annum (31 December 2025: 3.84 %) with an average maturity of less than one month.

8. INVENTORIES

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Spare parts, supplies and consumables at:		
Offshore rigs	**806,821**	678,021
Warehouse and yards	**204,905**	201,247
Onshore rigs	**59,292**	68,233
	1,071,018	947,501

9. PROPERTY AND EQUIPMENT

	Rigs	Furniture and fixtures	Drilling pipes	Tools	Assets under construction	IT equipment	Motor vehicles	Leasehold improvement	Buildings	Leasehold land	Total
	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000	﷼'000
Cost:											
As at 1 January 2026	27,197,369	19,396	186,528	874,856	436,085	56,548	3,475	697,847	37,198	63,719	29,573,021
Additions	189,911	-	96	68,682	1,011,897	153	828	4,393	-	-	1,275,960
Acquisitions through business combinations (Note 4)	1,156,259	-	-	-	-	-	-	-	-	-	1,156,259
Transfers	426,821	-	8,865	100,804	(541,452)	3,920	-	1,034	-	8	-
Retirements and disposals	(69,282)	-	(6,142)	-	-	-	(183)	(669)	-	-	(76,276)
As at 30 September 2026	**28,901,078**	**19,396**	**189,347**	**1,044,342**	**906,530**	**60,621**	**4,120**	**702,605**	**37,198**	**63,727**	**31,928,964**
Accumulated depreciation and impairment:											
As at 1 January 2026	(3,708,106)	(8,039)	(130,185)	(324,534)	(19,480)	(11,659)	(2,627)	(334,047)	(3,360)	-	(4,542,037)
Depreciation	(1,097,618)	(1,711)	(17,111)	(75,313)	-	(8,040)	(726)	(58,219)	(1,559)	-	(1,260,297)
Retirements and disposals	61,668	-	3,488	-	-	-	145	503	-	-	65,804
As at 30 September 2026	**(4,744,056)**	**(9,750)**	**(143,808)**	**(399,847)**	**(19,480)**	**(19,699)**	**(3,208)**	**(391,763)**	**(4,919)**	**-**	**(5,736,530)**
Net book value:											
At 30 September 2026	**24,157,022**	**9,646**	**45,539**	**644,495**	**887,050**	**40,922**	**912**	**310,842**	**32,279**	**63,727**	**26,192,434**
At 31 December 2025	23,489,263	11,357	56,343	550,322	416,605	44,889	848	363,800	33,838	63,719	25,030,984

9. PROPERTY AND EQUIPMENT (CONTINUED)

	Rigs ﷼'000	Furniture and fixtures ﷼'000	Drilling pipes ﷼'000	Tools ﷼'000	Assets under construction ﷼'000	IT equipment ﷼'000	Motor vehicles ﷼'000	Leasehold improvement ﷼'000	Buildings ﷼'000	Leasehold land ﷼'000	Total ﷼'000
Cost:											
As at 1 January 2025	18,712,639	18,674	158,663	631,259	458,949	15,036	3,097	694,330	34,450	58,478	20,785,575
Additions	436,719	489	651	85,799	1,211,789	86	-	3,162	-	-	1,738,695
Transfers	1,172,523	-	16,070	106,513	(1,296,884)	1,447	266	65	-	-	-
Retirements and disposals	(13,154)	-	-	(160)	-	(31)	-	-	-	-	(13,345)
As at 30 September 2025	20,308,727	19,163	175,384	823,411	373,854	16,538	3,363	697,557	34,450	58,478	22,510,925
Accumulated depreciation and impairment:											
As at 1 January 2025	(2,651,702)	(5,700)	(110,038)	(231,014)	(2,870)	(9,186)	(2,095)	(203,945)	(1,403)	-	(3,217,953)
Depreciation	(764,589)	(1,739)	(14,847)	(68,344)	-	(1,608)	(437)	(97,634)	(1,456)	-	(950,654)
Retirements and disposals	1,775	-	-	37	-	20	-	-	-	-	1,832
As at 30 September 2025	(3,414,516)	(7,439)	(124,885)	(299,321)	(2,870)	(10,774)	(2,532)	(301,579)	(2,859)	-	(4,166,775)
Net book value:											
At 30 September 2025	16,894,211	11,724	50,499	524,090	370,984	5,764	831	395,978	31,591	58,478	18,344,150

Most of the rigs are pledged to the lenders (banks) against loans and borrowings (note 10).

9. PROPERTY AND EQUIPMENT (CONTINUED)

Allocation of depreciation charge:
Depreciation and amortization charge is allocated as follows:

	30 September 2026 (Unaudited) ﷼'000	*30 September 2025 (Unaudited) ﷼'000*
Cost of revenue	**1,425,338**	1,100,354
General and administrative expenses	**23,263**	13,991
Total depreciation and amortization charge*	**1,448,601**	1,114,345

*Total depreciation and amortization charge for the period includes depreciation of property and equipment of ﷼ 1,260,297 thousand (30 September 2025: ﷼ 950,654 thousand), amortization of intangible assets and depreciation of right of use assets of ﷼ 808 thousand (30 September 2025: ﷼ 817 thousand) and ﷼ 187,496 thousand (30 September 2025: ﷼ 162,874 thousand) respectively.

Assets under construction and transfers:
Assets under construction represents the amounts that are incurred for any purpose of upgrading and refurbishing property and equipment until it is ready to be used in the operation and amount paid for new rigs purchased that are not ready for use. Assets under construction will mainly be transferred to 'Rigs', 'Tools' of the property and equipment after completion. During the nine-month period ended 30 September 2026, the Group completed capital projects for the amount of ﷼ 541,452 thousand (30 September 2025: ﷼ 1,296,884 thousand) and transferred to the relevant asset categories.

10. INTEREST BEARING LOANS AND BORROWINGS

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Opening balance	**20,249,665**	12,056,690
Acquired as part of business combination (Note 4)	**-**	5,096,826
Borrowings drawn during the period/year	**3,167,686**	10,727,743
Borrowings repaid during the period/year	**(1,732,968)**	(7,652,658)
Amortised arrangement fees, net	**3,771**	21,064
	21,688,154	20,249,665
Current	**2,431,982**	2,290,203
Non-current	**19,256,172**	17,959,462
	21,688,154	20,249,665

10. INTEREST BEARING LOANS AND BORROWINGS (CONTINUED)

Type	*Original tenor*	***30 September 2026 (Unaudited) ﷼'000***	*31 December 2025 (Audited) ﷼'000*
Current loans and borrowings			
Loan 1 Syndication Facility A	8 Years	**414,070**	413,631
Loan 1 Syndication Facility C	8 Years	**240,000**	240,000
Loan 1 Syndication Facility D	8 Years	**775,286**	724,943
Loan 2 BSF	7 Years	**319,358**	217,446
Loan 3 SNB	8 Years	**179,116**	179,002
Loan 4 Al-Rajhi	8 Years	**142,898**	142,845
Loan 5 Al-Inma	8 Years	**320,433**	320,294
Loan 6 Al-Mashreq	5 Years	**-**	4,950
Credit Facility 1 – ABK		**33,387**	47,092
Credit Facility 2 - SAIB		**7,434**	-
Total current loans and borrowings		**2,431,982**	2,290,203

Type	*Original tenor*	***30 September 2026 (Unaudited) ﷼'000***	*31 December 2025 (Audited) ﷼'000*
Non-Current loans and borrowings			
Loan 1 Syndication Facility A	8 Years	**2,038,110**	2,242,300
Loan 1 Syndication Facility C	8 Years	**1,120,000**	1,240,000
Loan 1 Syndication Facility D	8 Years	**8,568,421**	8,981,236
Loan 1 Syndication Facility B	7 Years	**1,616,030**	-
Loan 2 BSF	7 Years	**2,427,034**	1,527,465
Loan 3 SNB	8 Years	**778,275**	912,627
Loan 4 Al-Rajhi	8 Years	**885,305**	992,485
Loan 5 Al-Inma	8 Years	**1,822,997**	2,063,349
Total non-current loans and borrowings		**19,256,172**	17,959,462
Total loans and borrowings*		**21,688,154**	20,249,665

*The Group's loans and borrowings comprise amount of ﷼ 18,013,752 thousand (2025: ﷼ 17,170,066 thousand) under Islamic Banking Facilities (Sharia compliant) and amount of ﷼ 3,674,402 thousand (2025: ﷼ 3,079,599 thousand) under conventional facilities.

The secured bank loans are subject to the specific covenants:
The Group's existing debt facilities includes certain financial covenants. The financial covenants are tested semi-annually as of end of June and December for each year. Management is proactively monitoring the covenants on looking forward basis. As of 30 June 2026, there has not been any non-compliance observed in relation to the financial covenants.

The financial covenants include minimum tangible net worth, current ratio, debt service coverage ratio and maximum Gearing, leverage and net leverage ratios. The definitions used for calculating the financial covenants are based on the debt facilities documentation which may vary from IFRS and includes certain adjustments to the actual accounts.

11. SHARE CAPITAL, SHARE PREMIUM AND TREASURY SHARES

	30 September 2026 (Unaudited)	*31 December 2025 (Audited)*
Authorised shares (in thousands / '000)	**1,129,063**	1,129,063
Issued shares (in thousands / '000)	**1,129,063**	1,129,063
Shares par value (﷼)	**1**	1
Issued capital in ﷼'000	**1,129,063**	1,129,063
Treasury shares in ﷼'000	**(24,913)**	(24,913)
Outstanding share capital in ﷼'000	**1,104,150**	1,104,150
Share premium in ﷼'000 *	**2,890,367**	2,890,367

* Share premium represents the excess amounts received over the par value of the shares issued.

The shareholding structure of the Group as at 30 September 2026 is as follows:

	Shareholding %	***No of shares '000***	***Value ﷼ '000***
Shareholders			
ADES Investment Holding Ltd	**36.5**	**412,277**	**412,277**
The Public Investment Fund of the Kingdom of Saudi Arabia	**23.8**	**268,548**	**268,548**
Zamil Group Investment Company	**6.7**	**75,647**	**75,647**
Free Float	**30.8**	**347,678**	**347,678**
Treasury Shares	**2.2**	**24,913**	**24,913**
	100	**1,129,063**	**1,129,063**

The shareholding structure of the Group as at 31 December 2025 is as follows:

	Shareholding %	***No of shares '000***	***Value ﷼ '000***
Shareholders			
ADES Investment Holding Ltd	36.5	412,277	412,277
The Public Investment Fund of the Kingdom of Saudi Arabia	23.8	268,548	268,548
Zamil Group Investment Company	6.7	75,647	75,647
Free Float	30.8	347,678	347,678
Treasury Shares	2.2	24,913	24,913
	100	1,129,063	1,129,063

On 22 Dhu al-Hijjah 1447H (corresponding to 8 June 2026), The Group announced the recommendation of its Board of Directors to the Extraordinary General Assembly to increase the company's capital by 100% via granting bonus shares. Subsequent to the period ended 30 September 2026, the bonus share issuance was approved by the shareholders at the Extraordinary General Assembly meeting held on 29 October 2026 (corresponding to 18 Jumada al-Awwal 1448H). No adjustment has been made to equity in these interim condensed consolidated financial statements (refer to note 18).

12. EARNINGS PER SHARE

Basic earnings per share (EPS) amounts are calculated by dividing the profit for the period attributable to the equity holders of the Parent by the weighted average number of ordinary shares outstanding during the period after adjusting the number of ordinary shares by the treasury shares.

Diluted EPS is calculated by adjusting the weighted average number of ordinary shares outstanding assuming conversion of all dilutive potential ordinary shares. As at 30 September 2026, there were no potential dilutive shares and hence the basic and diluted EPS is same.

The information necessary to calculate basic and diluted earnings per share is as follows:

	For the three-month period ended		***For the nine-month period ended***	
	30 September 2026 (Unaudited)	*30 September 2025 (Unaudited)*	***30 September 2026 (Unaudited)***	*30 September 2025 (Unaudited)*
Profit for the period attributable to the ordinary equity holders of the Parent for basic and diluted EPS (﷼'000)	**94,870**	214,573	**459,843**	597,331
Weighted average number of ordinary shares outstanding in thousands ('000) – basic and diluted*	**2,208,299**	2,201,872	**2,208,299**	2,201,872
Earnings per share basic and diluted	**0.04**	0.10	**0.21**	0.27

* Following the approval of bonus share issuance by the shareholders subsequent to the period end (refer note 11 and note 18), earnings per share (EPS) has been calculated using the weighted average number of shares as though the bonus share issuance occurred at the beginning of the earliest presented period in accordance with IAS 33 - Earnings per Share. The comparative EPS has therefore been restated accordingly.

13. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent the shareholders that have control or significant influence over the Group, directors, affiliates (representing entities directly or indirectly controlled by the Group's shareholders) and key management personnel.

The Public Investment Fund of the Kingdom of Saudi Arabia is one of the Shareholders which is ultimately controlled by the Government of the Kingdom of Saudi Arabia ("KSA Government"). The entities under the control of the KSA Government constitute other related parties below.

The entities under common shareholding represent the entities controlled by ADES Investment Holding Ltd or its shareholders. The terms and conditions of the transactions entered into with the related parties are approved by the Group's management.

(a) Following are the significant related party transactions recorded in the interim condensed consolidated statement of comprehensive income:

	For the three-month period ended		***For the nine-month period ended***	
	30 September 2026 (Unaudited) ﷼'000	*30 September 2025 (Unaudited) ﷼'000*	***30 September 2026 (Unaudited) ﷼'000***	*30 September 2025 (Unaudited) ﷼'000*
Revenue from other related parties	**790,244**	938,439	**2,395,473**	2,755,450
Profit share from the investment in the joint venture	**2,340**	2,284	**5,590**	8,044
Finance cost from other related parties	**(129,836)**	(113,952)	**(402,039)**	(316,919)
Dividend received from equity instruments (FVOCI) with other related party	**-**	1,215	**-**	3,646

13. RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

The balances with related parties other than the entities controlled by the KSA Government are reported as due to and from related parties on the face of the consolidated statement of financial position. The balances with the entities controlled by the KSA Government are disclosed in the note (ii) below.

i) Due from balances with a related party:

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Entities under common control		
Innovative Energy Holding Ltd	**1,223**	1,223
	1,223	1,223

The above outstanding balances at the period-end are unsecured, interest free and settled in cash. There have been no guarantees provided or received for any related party receivables or payables. For the period ended 30 September 2026, the Group has not recorded any provision for expected credit losses relating to receivables and amounts owed by related parties. This assessment is undertaken each financial period by examining the financial position of the related party and the market in which the related party operates.

ii) Other significant balances are as follows:

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Bank balances and cash with other related parties	**50,858**	120,384
Interest-bearing loans and borrowings from other related parties	**8,275,880**	8,925,803
Trade receivables and unbilled receivables from other related parties	**710,053**	412,154
Trade receivables from joint venture *	**1,067**	1,067
Derivative financial instrument assets/liability with other related parties	**61,495**	1,813
Investment in joint venture	**39,603**	34,013

Refer to the respective disclosure notes for the terms and conditions of the interest-bearing loans and other balances above with the related parties. Further, refer to note 14 for guarantees issued by the related parties.

* Trade receivables from the joint venture have been fully impaired in accordance with the Group's expected credit loss assessment.

The management applies the exemption in IAS 24 and has accordingly complied with disclosure requirements applicable to transactions with government-related entities.

Compensation of key management personnel
The remuneration of key management personnel during the period was as follows:

	For the three-month period ended		***For the nine-month period ended***	
	30 September 2026 (Unaudited) ﷼'000	*30 September 2025 (Unaudited) ﷼'000*	***30 September 2026 (Unaudited) ﷼'000***	*30 September 2025 (Unaudited) ﷼'000*
Total benefits (including salary, bonus and other allowances)	**2,281**	2,057	**7,298**	8,334
Directors' remunerations	**89**	50	**267**	150

14. CONTINGENT LIABILITIES AND COMMITMENTS

Contingent liabilities

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Letter of guarantees*	**2,152,473**	2,128,054

Contingent liabilities represent letters of guarantee issued in favor of customs authorities and customers. The cover margin on such guarantees amounted to ﷼ 46,149 thousand (31 December 2025: ﷼ 47,822 thousand).

** The Group has the following related party balances included in letter of guarantees above:*

- The Group entered into a bilateral agreement with Gulf International Bank dated November 2023 amounted of ﷼ 250,000 thousand available to cover working capital needs including issuance of letters of guarantees. As of 30 September 2026, the Group utilized letter of guarantees for a total amount of ﷼ 220,795 thousand (31 December 2025: ﷼ 207,616 thousand).

- The Group entered into a bilateral agreement with Alinma Bank dated April 2019 amounted of ﷼ 37,500 thousand available to cover working capital needs including issuance of letters of guarantees. As of 30 September 2026, the Group utilized letter of guarantees for a total amount of ﷼ 24,364 thousand (31 December 2025: ﷼ 24,364 thousand).

- The Group entered into a bilateral agreement with Saudi National Bank in KSA (SNB) dated May 2019 amounted of ﷼ 10,999 thousand available to issuance of letters of guarantees. As of 30 September 2026, the Group utilized letter of guarantees for a total amount of ﷼ 9,519 thousand (31 December 2025: ﷼ 9,519 thousand).

Capital commitment
The Group has a capital commitment for ﷼ 167 million as at 30 September 2026 (31 December 2025: ﷼ 225 million).

15. FINANCIAL INSTRUMENT AT FAIR VALUE

Fair value of derivative financial instruments are determined using valuation techniques based on information derived from observable market data.

The fair values of derivative financial instruments are as follows:

	30 September 2026 (Unaudited) ﷼'000	*31 December 2025 (Audited) ﷼'000*
Derivative financial instruments assets:		
Non-current		
Interest rate swaps	**94,171**	6,307
Foreign exchange rate	**-**	2,071
	94,171	8,378
Derivative financial instruments liability:		
Current		
Foreign exchange rate	**1,369**	-

15. FINANCIAL INSTRUMENT AT FAIR VALUE (CONTINUED)

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

	Total (Unaudited) ﷼'000	***Level 1 (Unaudited) ﷼'000***	***Level 2 (Unaudited) ﷼'000***	***Level 3 (Unaudited) ﷼'000***
As at 30 *September* 2026 (Unaudited)				
Fair value through other comprehensive income				
Derivative financial instrument assets:				
Interest rate swap	**94,171**	**-**	**94,171**	**-**
Fair value through profit or loss				
Derivative financial instrument liability:				
Foreign exchange rate	**(1,369)**	**-**	**(1,369)**	**-**

	Total (Audited) ﷼'000	*Level 1 (Audited) ﷼'000*	*Level 2 (Audited) ﷼'000*	*Level 3 (Audited) ﷼'000*
As at 31 December 2025 (Audited)				
Fair value through other comprehensive income				
Derivative financial instrument assets:				
Interest rate swap	6,307	-	6,307	-
Fair value through profit or loss				
Derivative financial instrument assets:				
Foreign exchange rate	2,071	-	2,071	-

During the nine-month period ended 30 September 2026, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 at fair value measurements. (31 December 2025: Nil).

16. DIVIDENDS

16-a DIVIDENDS TO SHAREHOLDERS

Dividends declared and paid on ordinary shares are as follows:

	Nine months 2026 SAR'000	*Nine months 2025 SAR'000*	***Nine months 2026 SAR per share***	*Nine months 2025*
Dividends declared in the quarter:				
March	**264,996**	242,206	**0.24**	0.22
September	**220,830**	231,198	**0.20**	0.21
Total dividends declared and paid	**485,826**	473,404	**0.44**	0.43

16-b DIVIDENDS TO NON-CONTROLLING INTEREST

During the nine-month period ended 30 September 2026, dividends of ﷼ 14,845 thousand (30 September 2025:﷼ 13,697 thousand) have been paid by UPDC, one of the Group's subsidiaries, to its non-controlling shareholders in respect of 2025 profits.

17. GEOPOLITICAL DEVELOPMENTS

During the nine-month period ended 30 September 2026, geopolitical tensions in certain parts of the Middle East resulted in temporary suspensions of certain rigs operating within the GCC region. As of the date of approval of these condensed consolidated interim financial statements, the geopolitical environment remains volatile and uncertain. Management continues to closely monitor the evolving regional developments and has assessed the potential implications for the Group's operations, including related revenue streams, asset recoverability, contractual commitments and financial position. The Group continues to monitor the developments and take appropriate measures to mitigate its exposure. The Group's diversified geographical footprint across more than 20 countries and operational flexibility continue to support the resilience of its business model against localized disruptions.

18. SUBSEQUENT EVENT

On 29 October 2026 (corresponding to 18 Jumada al-Awwal 1448H), the Extraordinary General Assembly approved the Board of Director's recommendation to increase the Company's capital by 100% via granting bonus shares. The increase was effected through capitalizing ﷼ 1,129,062,513 from the share premium account and the total number of authorized and issued shares increased from 1,129,062,513 share to 2,258,125,026 share. Each shareholder was granted one bonus share for each one share owned at the eligibility date.

Except as disclosed in note 12, no other adjustment has been made in these interim condensed consolidated financial statements as this is a non-adjusting event under IAS 10 - Events after the reporting period.