Gulf Pharmaceutical Industries
JULPHAR CO Public JSC

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

30 September 2026

Gulf Pharmaceutical Industries JULPHAR CO Public JSC

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

30 SEPTEMBER 2026

Contents ***Page***

Independent auditors' report on review of interim condensed consolidated financial statements	1–2
Interim Condensed Consolidated Statements of profit or loss	3
Interim Condensed Consolidated Statements of comprehensive income	4
Interim Condensed Consolidated Statement of financial position	5
Interim Condensed Consolidated Statement of changes in equity	6
Interim Condensed Consolidated Statement of cash flows	7
Notes to the Interim Condensed Consolidated financial statements	8-37

KPMG Lower Gulf Limited
The Offices 5 at One Central
Level 4, Office No: 04.01
Sheikh Zayed Road, P.O. Box 3800
Dubai, United Arab Emirates
Tel. +971 (4) 4030300, www.kpmg.com/ae

Independent Auditors' Report on Review of Interim Condensed Consolidated Financial Statements

To the Shareholders of Gulf Pharmaceutical Industries JULPHAR CO Public JSC

Introduction

We have reviewed the accompanying 30 September 2026 interim condensed consolidated financial statements of Gulf Pharmaceutical Industries JULPHAR CO Public JSC ("the Company") and its subsidiaries ("the Group"), consisting of:

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

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

© 2026 KPMG Lower Gulf Limited, licensed in the United Arab Emirates and a 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.

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". A review of interim condensed consolidated 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 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 30 September 2026 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG Lower Gulf Limited



Fawzi AbuRass
Registration No.: 968
Ras Al Khaimah, United Arab Emirates
Date: 12 November 2026



© 2026 KPMG Lower Gulf Limited, licensed in the United Arab Emirates and a 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.

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

For the nine months ended 30 September 2026 (unaudited)

	Notes	*Nine months ended 30 September*		*Three months ended 30 September*	
		2026 AED millions (unaudited)	*2025* AED millions (unaudited) (restated)**	***2026 AED millions (unaudited)***	*2025* AED millions (unaudited) (restated)**
Continuing operations					
Revenue from contracts with customers	4	**906.0**	797.9	**332.3**	250.0
Cost of revenue		**(511.7)**	(478.6)	**(199.2)**	(151.5)
Gross profit		**394.3**	319.3	**133.1**	98.5
Other income		**12.0**	7.4	**5.9**	4.2
Other expenses		**(3.8)**	(4.7)	**(2.6)**	(2.3)
Selling and distribution expenses		**(214.9)**	(199.1)	**(75.3)**	(65.0)
General and administrative expenses		**(76.8)**	(73.2)	**(24.4)**	(23.0)
Research and development expenses		**(18.7)**	(20.2)	**(8.1)**	(6.2)
Operating profit		**92.1**	29.5	**28.6**	6.2
Finance income		**4.2**	6.6	**1.8**	1.3
Finance costs		**(11.1)**	(26.3)	**(4.2)**	(4.7)
Gain from investments and others		**2.5**	2.5	**-**	-
Profit before tax for the period from continuing operations		**87.7**	12.3	**26.2**	2.8
Income tax and zakat credit/(expense)	20	**1.3**	(4.2)	**6.6**	(0.3)
Profit for the period from continuing operations		**89.0**	8.1	**32.8**	2.5
Discontinued operations					
Profit for the period from discontinued operations, net of tax	6	**3.1**	11.4	**0.2**	4.3
(Loss)/ gain on disposal of a subsidiary, net of tax	6	**(4.6)**	118.7	**-**	-
		(1.5)	130.1	**0.2**	4.3
PROFIT FOR THE PERIOD		**87.5**	138.2	**33.0**	6.8
Profit attributable to:					
Equity holders of the Parent		**89.0**	137.6	**32.9**	6.3
Non-controlling interests		**(1.5)**	0.6	**0.1**	0.5
		87.5	138.2	**33.0**	6.8
Earnings per share:					
Basic and diluted					
Earnings per share attributable to the equity holders of the Parent (in UAE fils)	15	**7.70**	11.91	**2.85**	0.55
Earnings per share for continuing operations:					
Basic and diluted					
Earnings per share from continuing operations attributable to the equity holders of the Parent (in UAE fils)	15	**7.70**	0.70	**2.84**	0.22

** Refer to note 23.*

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the nine months ended 30 September 2026 (unaudited)

	Nine months ended 30 September		*Three months ended 30 September*	
	2026 AED millions (unaudited)	*2025* AED millions (unaudited) (restated)**	***2026 AED millions (unaudited)***	*2025* AED millions (unaudited) (restated)**
Profit for the period	**87.5**	138.2	**33.0**	6.8
Other comprehensive income/(loss)				
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:				
Continuing operations				
Currency translation differences	**1.1**	4.3	**(1.4)**	0.6
Cash flow hedge: changes in fair value loss on hedging instrument-reclassified to profit or loss	**0.7**	1.1	**-**	0.5
Cash flow hedge: changes in fair value gain on hedging instrument	**(1.9)**	(8.2)	**(0.6)**	(2.2)
Total other comprehensive income/ (loss) from continuing operations	**(0.1)**	(2.8)	**(2.0)**	(1.1)
Discontinued operations				
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:				
Hyperinflation adjustment relating to discontinued operations	-	1.9	-	-
Currency translation differences	**(0.3)**	(0.9)	**(0.3)**	-
Total other comprehensive income from discontinued operations	**(0.3)**	1.0	**(0.3)**	-
Total other comprehensive income/(loss)	**(0.4)**	(1.8)	**(2.3)**	(1.1)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**87.1**	136.4	**30.7**	5.7
Total comprehensive income/(loss) attributable to:				
Equity holders of the Parent	**88.8**	135.5	**30.8**	5.3
Non-controlling interests	**(1.7)**	0.9	**(0.1)**	0.4
	87.1	136.4	**30.7**	5.7

** Refer to note 23.*

Gulf Pharmaceutical Industries JULPHAR CO Public JSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2026 (unaudited)

	Notes	*30 September 2026 AED millions (unaudited)*	*31 December 2025 AED millions (audited)*
ASSETS			
Non-current assets			
Property, plant and equipment	5	**241.3**	243.3
Right of use assets		**8.7**	11.2
Intangible assets		**39.4**	36.1
Financial asset at fair value through other comprehensive income	9	**0.2**	0.2
Derivative financial instrument	18	**2.5**	3.7
		292.1	294.5
Current assets			
Inventories	7	**496.5**	400.9
Financial assets at fair value through profit or loss	8	**23.2**	23.2
Trade and other receivables	10	**701.9**	530.0
Restricted cash	22	**20.0**	20.0
Short-term deposits	11	**108.3**	15.8
Cash and cash equivalents	11	**173.9**	229.6
		1,523.8	1,219.5
Assets held for sale	6(e)	**26.9**	265.8
		1,550.7	1,485.3
TOTAL ASSETS		**1,842.8**	1,779.8
EQUITY AND LIABILITIES			
Equity			
Share capital	12	**1,155.3**	1,155.3
Statutory reserve	13	**201.2**	201.2
Foreign currency translation reserve		**(238.2)**	(239.2)
Cash flow hedge reserve		**0.7**	1.9
Fair value reserve		**(7.1)**	(7.1)
Accumulated losses		**(74.0)**	(163.0)
Equity attributable to shareholders of the Parent		**1,037.9**	949.1
Non-controlling interest		**9.0**	10.7
Total equity		**1,046.9**	959.8
Non-current liabilities			
Provision for employees' end of service benefits		**66.8**	68.6
Bank borrowings	14	**217.7**	263.8
Deferred tax liabilities		**2.7**	2.9
Lease liabilities		**5.5**	8.1
		292.7	343.4
Current liabilities			
Trade payables and accruals		**439.6**	352.9
Income tax and zakat payable	20	**7.7**	17.2
Bank borrowings	14	**46.1**	-
Lease liabilities		**3.0**	3.1
		496.4	373.2
Liabilities directly associated with the assets held for sale	6(e)	**6.8**	103.4
		503.2	476.6
Total liabilities		**795.9**	820.0
TOTAL EQUITY AND LIABILITIES		**1,842.8**	1,779.8

To the best of our knowledge, nothing has come to our attention that causes us to believe that the condensed interim consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34. These interim condensed consolidated financial statements were approved and signed on behalf of the Board of Directors on 12 November 2026 by:

Sh Saqer Humaid Al Qasimi
Chairman

Mr. Basel Nimer Ali Ziyadeh
Chief Executive Officer

The attached notes 1 to 24 form an integral part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 30 September 2026 (unaudited)

	Attributable to the equity holders of the Parent								
	Share capital AED millions	***Statutory reserve AED millions***	***Foreign currency translation reserve AED millions***	***Cash flow hedge reserve AED millions***	***Fair value reserve AED millions***	***Accumulated losses AED millions***	***Total AED millions***	***Non-controlling interest AED millions***	***Total equity AED millions***
As at 1 January 2026 (audited)	**1,155.3**	**201.2**	**(239.2)**	**1.9**	**(7.1)**	**(163.0)**	**949.1**	**10.7**	**959.8**
Profit for the period (unaudited)	-	-	-	-	-	89.0	89.0	(1.5)	87.5
Other comprehensive income/(loss) for the period	-	-	1.0	(1.2)	-	-	(0.2)	(0.2)	(0.4)
Total comprehensive income/(loss) for the period	-	-	1.0	(1.2)	-	89.0	88.8	(1.7)	87.1
As at 30 September 2026 (unaudited)	**1,155.3**	**201.2**	**(238.2)**	**0.7**	**(7.1)**	**(74.0)**	**1,037.9**	**9.0**	**1,046.9**
As at 1 January 2025 (audited)	1,155.3	192.5	(241.7)	12.1	(7.1)	(322.4)	788.7	10.5	799.2
Profit for the period as restated* (unaudited)	-	-	-	-	-	137.6	137.6	0.6	138.2
Other comprehensive income/(loss) for the period	-	-	5.0	(7.1)	-	-	(2.1)	0.3	(1.8)
Total comprehensive income/(loss) for the period	-	-	5.0	(7.1)	-	137.6	135.5	0.9	136.4
As at 30 September 2025, as restated (unaudited)	1,155.3	192.5	(236.7)	5.0	(7.1)	(184.8)	924.2	11.4	935.6

* Refer to Note 23.

The attached notes 1 to 24 form an integral part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

For the nine months ended 30 September 2026 (unaudited)

	Notes	Nine months ended 30 September 2026 AED millions	Nine months ended 30 September 2025 AED millions (restated)*
OPERATING ACTIVITIES			
Profit before tax for the period from continuing operations		**87.7**	12.3
(Loss) / profit before tax for the period from discontinued operations	6	**(0.7)**	157.0
Profit before tax for the period		**87.0**	169.3
Adjustments for:			
Depreciation of property, plant and equipment	5	**28.7**	29.3
Depreciation of right of use assets		**1.8**	13.3
Amortisation of intangible assets		**0.9**	5.5
Impairment loss on intangible assets		**-**	0.9
Hyperinflation adjustment		**-**	0.3
Allowance for write-down of inventories to net realizable value	7(a)	**12.9**	24.6
Allowance for expected credit loss on receivables	10(a)	**3.8**	3.6
Provision for employees' end of service benefits		**7.8**	7.7
Finance income		**(4.2)**	(6.6)
Loss / (Gain) on disposal of a subsidiary, excluding tax		**4.6**	(144.4)
Finance costs		**12.0**	26.3
Write-off of property, plant and equipment		**0.6**	-
		155.9	129.8
Changes in working capital			
Trade and other receivables		**(134.3)**	1.5
Inventories		**(113.0)**	(67.9)
Trade payables and accruals		**95.1**	22.8
Cash (used in) / generated from operations		**3.7**	86.2
Employees' end of service benefits paid		**(8.8)**	(9.0)
Income tax and zakat paid		**(10.0)**	(3.2)
Net cash (used in) / generated from operating activities		**(15.1)**	74.0
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		**(27.8)**	(26.2)
Purchase of intangible assets		**(4.3)**	(6.6)
Proceeds from disposal of property, plant and equipment		**-**	0.1
Net cash inflow on disposal of subsidiaries (net of cash disposed and transaction costs)		**102.9**	722.3
Tax paid on disposal of a subsidiary		**-**	(17.8)
Deposits having maturities after three months and less than one year		**(92.5)**	24.5
Advances paid for capital expenditure		**(3.2)**	-
Finance income received		**4.2**	7.0
Net cash (used in) / from investing activities		**(20.7)**	703.3
FINANCING ACTIVITIES			
Utilisation of bank overdraft and trust receipts facility		**-**	516.8
Repayment of bank overdraft and trust receipts facility		**-**	(664.9)
Repayment of bank borrowings		**-**	(501.2)
Principal repayment of lease liabilities		**(7.7)**	(15.1)
Release of restricted cash related to term loan		**-**	16.0
Interest paid on borrowings		**(10.6)**	(30.7)
Interest paid on lease liabilities		**(1.3)**	(2.2)
Currency translation difference		**-**	0.1
Net cash flows used in financing activities		**(19.6)**	(681.2)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS		**(55.4)**	96.1
Effect of exchange rate changes on cash and cash equivalents		**(0.5)**	2.6
Cash and cash equivalents at the beginning of the period		**235.8**	122.7
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	11	**179.9**	221.4

** Refer to note 23.*

The attached notes 1 to 24 form an integral part of these interim condensed consolidated financial statements.

1. ACTIVITIES

Gulf Pharmaceutical Industries JULPHAR CO Public JSC is a public shareholding company (the "Company" or "Parent Company") domiciled in Digdaga - Ras Al Khaimah having registration no. 251. It was incorporated by the Emiri decree No.5/80 issued by H.H. The Ruler of the Emirate of Ras Al Khaimah and its dependencies on 30 March 1980 and the Emiri decree No.9/80 on 4 May 1980.

The Company's registered office address is P.O. Box. 997 Ras Al Khaimah, United Arab Emirates (UAE). The Company commenced its commercial activities effective from November 1984. The Company's ordinary shares are listed on the Abu Dhabi Securities Exchange.

The principal activities of the Company and its subsidiaries (the "Group" or "Julphar") are the manufacturing and selling of medicines, drugs and various other types of pharmaceutical and medical compounds in addition to cosmetic compounds.

The interim condensed consolidated financial statements of the Group for the nine months ended 30 September 2026 were authorised for issue in accordance with the resolution of the Board of Directors on 12 November 2026.

These interim condensed consolidated financial statements reflect the operations of the Group as at 30 September 2026. By virtue of shareholders and other agreements, the Company holds directly or indirectly a controlling interest and has the power to govern the financial and operating policies in each of the subsidiaries listed below (collectively referred to as the "Group" and individually referred to as "Group Entities"):

			Percentage of ownership		
Serial No.	***Name of subsidiary***	***Country of incorporation***	***30 September 2026 (unaudited)***	*31 December 2025 (audited)*	***Subsidiary activity***
Direct subsidiaries					
1.	Mena Cool Transportation F.Z.E.	United Arab Emirates	100%	100%	Transportation
2.	Julphar Pharmaceuticals P.L.C. (note (b))	Ethiopia	55%	55%	Manufacturing medicines
3.	Julphar SES L.L.C. (note (a))	Egypt	99.8%	99.8%	General trading
4.	Julphar Investment Limited (note (a))	United Arab Emirates	100%	100%	Activities of holding companies
5.	Julphar Company for Trading and Distribution L.L.C. (note (a))	Egypt	99.8%	99.8%	General trading
6.	Mena Cool Machinery Trading (note (a))	United Arab Emirates	100%	100%	General trading
7.	Julphar Life L.L.C. (note (a))	United Arab Emirates	100%	100%	General trading
8.	Julphar Tunisie (note (a))	Tunisia	99%	99%	Distributor of Julphar's products in Tunisia
9.	Julphar Gulf Pharmaceuticals Kenya Limited (note (a))	Kenya	100%	100%	Distributor of Julphar's products in Kenya
10.	Planet Pharmacies L.L.C	United Arab Emirates	100%	100%	Distribution, wholesale and retail trading of medicines and cosmetic products.

1. ACTIVITIES (continued)

Serial No.	*Name of subsidiary*	*Country of incorporation*	*Percentage of ownership* ***30 September 2026 (unaudited)***	*31 December 2025 (audited)*	***Subsidiary activity***
Indirect subsidiaries					
Subsidiary of Mena Cool Machinery Trading					
1.	Julphar General Trading L.L.C. (note (a))	United Arab Emirates	**100%**	100%	General trading
Subsidiary of Julphar Company for Trading and Distribution L.L.C.					
1.	Julphar Egypt Company L.L.C.	Egypt	**100%**	100%	Distributors of Julphar's products in Egypt
Subsidiary of Julphar Egypt Company L.L.C.					
1.	Julphar Plus (note (a))	Egypt	**100%**	100%	Manufacturing and distribution of medicines
Subsidiaries of Planet Pharmacies L.L.C.					
1.	Julphar Drug Store Sharjah	United Arab Emirates	**100%**	100%	Trading in medicines and medical equipment
2.	Julphar Drug Store LLC (Abu Dhabi)	United Arab Emirates	**100%**	100%	Trading in medicines and medical equipment
3.	Awafi Drug Store	United Arab Emirates	**100%**	100%	Trading in medicines and medical equipment
4.	Julphar Healthy Services (note (c))	United Arab Emirates	**-**	100%	Facilities management services, health treatment undertaking services and hospitals management
5.	Health First Investment LLC (note (c))	United Arab Emirates	**-**	100%	Investment in commercial, industrial, and healthcare enterprises and their management.
6.	Health First Pharmacy LLC (Abu Dhabi)	United Arab Emirates	**100%**	100%	Trading in medicines and medical equipment
7.	Kawakeb Al Saydaliyat Company LLC (note (a))	Kingdom of Saudi Arabia	**100%**	100%	Trading in medicines and medical equipment
8.	New Scientific Pharmacies LLC (note (c))	Sultanate of Oman	**-**	100%	Trading in medicines and medical equipment
9.	Future Medical Co. Ltd (note (a))	Kingdom of Saudi Arabia	**100%**	100%	Trading in medicines and medical equipment
Julphar Investment Limited					
1.	Gulf Pharmaceutical Industries Julphar KSA	Kingdom of Saudi Arabia	**100%**	100%	Agent, sale of cosmetics, Export and import activities
Subsidiaries of Julphar Healthy Services					
1.	Scientific Pharmacy LLC (c)	Sultanate of Oman	**-**	100%	Trading in medicines and medical equipment
Subsidiary of Health First Investment LLC					
1.	Health First Pharmacy (Sharjah) (c)	United Arab Emirates	-	100%	Retail and wholesale trading in medicines and cosmetics

1. ACTIVITIES (continued)

a) These subsidiaries are not operational, and the financial results are immaterial to the overall interim condensed consolidated financial statements of the Group.

b) During the period ended 30 September 2026, the Board of Directors of the Group renewed its intention to sell this subsidiary and thus as of 30 September 2026, management has classified the subsidiary as a disposal group held for sale (note 6). As of the reporting date, the sale of the subsidiary has not been completed, and the sale is expected to be completed during 2027.

c) During the year ended 31 December 2025, the Board of Directors of the Group resolved to dispose of these subsidiaries. Consequently, the subsidiaries and their respective branches were classified as a disposal group held for sale in accordance with IFRS 5. During the nine-month period ended 30 September 2026, the Group completed the disposal transaction and consequently lost control of these subsidiaries. The assets and liabilities previously classified as held for sale have been derecognised, and the financial results of these entities have been presented as discontinued operations in accordance with IFRS 5, where applicable. Refer to Note 6(c) for further details.

2. BASIS OF PREPARATION AND CHANGES TO THE MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Basis of preparation

The interim condensed consolidated financial statements of the Group for the nine months ended 30 September 2026 have been prepared in accordance with IAS 34 “Interim Financial Reporting”.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2025.

In addition, results for the nine months ended 30 September 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The interim condensed consolidated financial statements have been presented in United Arab Emirates Dirhams (AED), which is also the functional currency of the Company, and all values are rounded to the nearest one decimal place of a million except where otherwise indicated.

The interim condensed consolidated financial statements have been prepared on a historical cost basis except for financial assets measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income and derivative financial instruments measured at fair value (note 18).

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2025.

2.2 New standards, interpretations and amendments adopted by the Group

New standards, amendments and interpretations issued but not yet effective

A number of new standards are effective for annual periods beginning after 1 January 2027 and earlier application is permitted, however, the Group has not early adopted the new or amended standards in preparing the interim condensed consolidated financial statements.

The following amended standards and interpretations are not expected to have a material impact on the Group's interim condensed consolidated financial statements except for IFRS 18 for which the Group is assessing the effect, particularly on statement presentation, aggregation, disaggregation and management-defined performance measures.

	Effective date
IFRS 18 Presentation and Disclosures in Financial Statements	1 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Sale or Contribution of Assets between an Investor and its Associates or Joint Venture – Amendments to IFRS 10 and IAS 28	deferred indefinitely

2. BASIS OF PREPARATION AND CHANGES TO THE MATERIAL ACCOUNTING POLICY INFORMATION (continued)

2.2 New standards, interpretations and amendments adopted by the Group (continued)

New standards, amendments and interpretations effective during the period

The following new or amended standards that are required to be adopted in annual periods beginning on 1 January 2026 and do not have a material impact on the Group's interim condensed consolidated financial statements:

	Effective date
Classification and measurement of financial instruments – Amendments to IFRS 9 and IFRS 7	1 January 2026
Contracts Referencing Nature-dependent Electricity- Amendments to IFRS 9 and IFRS 7	1 January 2026
Annual improvements to IFRS Accounting Standards – Volume 11	1 January 2026

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of interim condensed consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

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

4. REVENUE FROM CONTRACTS WITH CUSTOMERS

4.1 Disaggregated revenue information

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited) (restated)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited) (restated)*
Gross sales	**1,060.6**	1,120.0	**348.3**	337.6
Less: commissions	**(46.2)**	(44.9)	**(13.6)**	(13.7)
Net sales	**1,014.4**	1,075.1	**334.7**	323.9
Less: net sales relating to discontinued operations (note 6)	**(108.4)**	(277.2)	**(2.4)**	(73.9)
	906.0	797.9	**332.3**	250.0

4. REVENUE FROM CONTRACTS WITH CUSTOMERS (continued)

4.1 Disaggregated revenue information (continued)

The Group derives its revenue from sale of medicines, drugs and various other types of pharmaceuticals and medical compounds in addition to cosmetic compounds and other retail pharmacy products. The revenue is recognised on the basis of "point in time" revenue recognition criteria. The geographical split of net revenue is as follows:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited) (restated)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited) (restated)*
Geographic information				
UAE	**396.9**	452.8	**100.3**	148.7
Other GCC countries	**277.8**	356.2	**50.6**	96.3
Other countries	**339.7**	266.1	**183.8**	78.9
	1,014.4	1,075.1	**334.7**	323.9
Less: net sales relating to discontinued operations (note 6)	**(108.4)**	(277.2)	**(2.4)**	(73.9)
	906.0	797.9	**332.3**	250.0

4.2 Contract balances

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Contract assets*		
Trade receivables (note 10)	**584.8**	516.1
Contract liabilities*		
Refund liabilities	**68.9**	63.3
Commissions payable	**12.3**	16.9
Rebates and accruals	**111.5**	64.8
Advances from customers	**3.9**	2.7
	196.6	147.7

* Includes assets and liabilities held for sale.

4.3 Performance obligations

The performance obligation on sales of goods is satisfied upon delivery, and payment is generally due within 3 to 12 months of delivery for distribution sales and immediately on delivery for retail sales.

The Group generally grants its customers the right of return within a period of 14 days from the date of purchase, only for non-medicine items in retail sales. Based on historical return experience, management has assessed the expected returns and the related refund liability and right-to-recover asset to be immaterial.

5. PROPERTY, PLANT AND EQUIPMENT

a) Property, plant and equipment additions during the current period amounted to AED 27.3 million (30 September 2025: AED 26.2 million) and write-offs amounted to AED 0.6 million (30 September 2025: Nil).

b) Depreciation charge for the current period amounted to AED 28.7 million (30 September 2025: AED 29.3 million).

c) Certain property, plant and equipment of the Group are mortgaged against bank facilities (note 14).

d) The factory and its related buildings of the Parent Company are constructed on plots of land amounting to AED 3.7 million (31 December 2025: AED 3.7 million) which are owned by the Government of Ras Al Khaimah.

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS

a) Julphar Pharmaceuticals P.L.C.

During the year ended 31 December 2021, the Board of Directors of the Company decided to sell Julphar Pharmaceuticals P.L.C. ("Julphar Ethiopia"). During the period ended 30 September 2026, the Board of Directors renewed its intention to sell Julphar Ethiopia. Accordingly, Julphar Ethiopia has been classified as a disposal group held for sale and as a discontinued operation.

With Julphar Ethiopia being classified as a discontinued operation, the results of Julphar Ethiopia have not been presented in the segment information (note 17). There was no write-down of carrying amount immediately before and after the classification of the disposal group as held for sale.

The net cash flows used in Julphar Ethiopia are as follows:

	Nine months ended 30 September	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*
Operating	**-**	(0.9)
Investing	**(0.2)**	(1.5)
Net cash outflow	**(0.2)**	(2.4)

Basic and diluted loss per share
Basic and diluted loss per share is disclosed in note 15.

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

a) Julphar Pharmaceuticals P.L.C. (continued)

The results of the discontinued operations of Julphar Ethiopia for the nine months ended 30 September are presented below:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited)*
Revenue from contracts with customers	**4.7**	5.7	**2.4**	2.3
Cost of revenue	**(3.1)**	(3.6)	**(1.5)**	(1.4)
Gross profit	**1.6**	2.1	**0.9**	0.9
Selling, distribution and administrative expenses	**(4.5)**	(0.4)	**(0.4)**	(0.1)
Operating (loss)/ profit	**(2.9)**	1.7	**0.5**	0.8
Hyperinflation adjustment (note 21)	-	(0.3)	-	-
(Loss)/profit before tax for the period from discontinued operations	**(2.9)**	1.4	**0.5**	0.8
Income tax expense	**(0.4)**	(0.3)	(0.3)	-
(LOSS)/PROFIT FOR THE PERIOD	**(3.3)**	1.1	**0.2**	0.8
Other comprehensive income				
Hyperinflation adjustment	-	1.9	-	-
Currency translation differences	**(0.3)**	(0.9)	**(0.3)**	-
Total other comprehensive income	**(0.3)**	1.0	**(0.3)**	-
TOTAL COMPREHENSIVE (LOSS)/ INCOME FOR THE PERIOD	**(3.6)**	2.1	**(0.1)**	0.8

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

a) Julphar Pharmaceuticals P.L.C. (continued)

	Nine months ended 30 September		*Three months ended 30 September*	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited)*
(Loss)/Profit for the period attributable to:				
Equity holders of the Parent	**(1.8)**	0.6	**0.1**	0.4
Non-controlling interests	**(1.5)**	0.5	**0.1**	0.4
	(3.3)	1.1	**0.2**	0.8
Total comprehensive (loss) / income attributable to:				
Equity holders of the Parent	**(1.9)**	1.2	**-**	0.4
Non-controlling interests	**(1.7)**	0.9	**(0.1)**	0.4
	(3.6)	2.1	**(0.1)**	0.8

b) Zahrat Al Rawdah Pharmacies Limited Liability Company

During the year ended 31 December 2024, the Board of Directors of the Company decided to sell Zahrat Al Rawdah Pharmacies Limited Liability Company ("Zahrat"), a wholly owned subsidiary. The Company entered into a Sale and Purchase Agreement ("SPA") on 31 October 2024. The legal formalities related to the divestment were completed on 16 February 2025 and control was lost after the legal formalities were completed. Accordingly, a gain of AED 118.7 million, net of transaction cost of AED 33.9 million and tax of AED 25.7 million, was recognised by the Group during the period ended 30 September 2025. Hence, Zahrat was classified as a disposal group held for sale and as a discontinued operation as at 31 December 2024. The proceeds from disposal were received during the year ended 31 December 2025.

With Zahrat being classified as a discontinued operation, the results of Zahrat have not been presented in the segment information (note 17). The comparative interim condensed consolidated statement of comprehensive income of the Group has been re-presented to show the discontinued operation of Zahrat separately from continuing operations in 2025.

	Nine months ended 30 September	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*
Operating	-	6.7
Investing	-	356.1
Financing	-	(3.7)
Net cash inflow	-	359.1

Basic and diluted loss per share
Basic and diluted loss per share is disclosed in note 15.

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

b) Zahrat Al Rawdah Pharmacies Limited Liability Company (continued)

The results of the discontinued operations of Zahrat for the nine months ended 30 September are presented below:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited)*
Revenue from contracts with customers	-	39.0	-	-
Cost of revenue	-	(29.4)	-	-
Gross profit	-	9.6	-	-
Other income	-	0.1	-	-
Selling and distribution expenses	-	(5.2)	-	-
General and administrative expenses	-	(2.9)	-	-
Operating profit	-	1.6	-	-
Finance income	-	-	-	-
Finance costs	-	(0.8)	-	-
Profit before tax for the period from discontinued operations	-	0.8	-	-
Income tax expense	-	(0.2)	-	-
PROFIT FOR THE PERIOD	-	0.6	-	-
Gain on sale of discontinued operation, net of tax	-	118.7	-	-
Profit from discontinued operation	-	119.3	-	-
Other comprehensive income	-	-	-	-
Total other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	-	119.3	-	-

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

c) PLANET RETAIL AND DISTRIBUTION OPERATIONS

During the year ended 31 December 2025, the Parent Company received and accepted a binding offer from a third party to acquire certain retail and distribution operations of Planet Pharmacies LLC. The transaction related to:

- The Health First Pharmacy chain in the United Arab Emirates ("UAE Operations") as disclosed in Note 1; and
- The Scientific Pharmacy chain and distribution channel in the Sultanate of Oman as disclosed in Note 1 ("Oman Operations").

Consequent to the acceptance of the binding offer, the related assets and liabilities were classified as a disposal group held for sale in accordance with IFRS 5 – Non-current Assets Held for Sale and Discontinued Operations.

During the nine-month period ended 30 September 2026, the Group completed the disposal of the UAE Operations and Oman Operations upon satisfaction of the relevant regulatory approvals, completion conditions and execution of the definitive agreements. As a result, the Group ceased to control the disposed operations and derecognised the related assets and liabilities from the interim condensed consolidated statement of financial position.

Accordingly, a loss of AED 4.6 million, net of transaction cost of AED 6.2 million, was recognised by the Group during the period ended 30 September 2026.

The results of the discontinued Oman operations for the nine-month period ended 30 September are presented below:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited) (restated)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited) (restated)*
Revenue from contracts with customers	**47.5**	92.4	**-**	30.6
Cost of revenue	**(32.9)**	(67.4)	**-**	(22.1)
Gross profit	**14.6**	25.0	**-**	8.5
Other income	**-**	0.1	**-**	0.1
Selling and distribution expenses	**(7.7)**	(15.9)	**-**	(7.5)
General and administrative expenses	**(2.2)**	(5.1)	**-**	(1.6)
Operating profit	**4.7**	4.1	**-**	(0.5)
Finance income	-	-	-	-
Finance costs	**(0.3)**	(0.6)	**-**	(0.2)
Profit before tax for the period from discontinued operations	**4.4**	3.5	**-**	**(**0.7)
Income tax expense	**(0.4)**	(0.7)	**-**	(0.2)
Profit from discontinued operation	**4.0**	2.8	**-**	**(**0.9)
Other comprehensive income	-	**-**	-	**-**
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**4.0**	2.8	**-**	**(0.9)**

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

c) PLANET RETAIL AND DISTRIBUTION OPERATIONS (continued)

	Nine months ended 30 September	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*
Operating	**42.5**	14.9
Investing	**74.6**	(4.3)
Financing	**(10.3)**	(36.7)
Net cash inflow/(outflow)	**106.8**	(26.1)

The results of the discontinued operations of the UAE retail business for the nine-month period ended 30 September are presented below:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited) (restated)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited) (restated)*
Revenue from contracts with customers	**56.2**	140.1	**-**	41.0
Cost of revenue	**(36.8)**	(89.8)	**-**	(25.3)
Gross profit	**19.4**	50.3	**-**	15.7
Other income	**0.2**	2.5	**-**	1.5
Selling and distribution expenses	**(12.5)**	(34.5)	**-**	(12.0)
General and administrative expenses	**(4.1)**	(10.1)	**-**	(0.3)
Operating profit	**3.0**	8.2	**-**	4.9
Finance income	-	-	**-**	-
Finance costs	**(0.6)**	(1.3)	**-**	(0.5)
Profit before tax for the period from discontinued operations	**2.4**	6.9	**-**	4.4
Income tax expense	**-**	-	**-**	-
Profit from discontinued operation	**2.4**	6.9	**-**	4.4
Other comprehensive income	-	**-**	-	**-**
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**2.4**	6.9	**-**	4.4

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

b) PLANET RETAIL AND DISTRIBUTION OPERATIONS (continued)

	Nine months ended 30 September	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*
Operating	**45.4**	2.7
Investing	**55.8**	(9.0)
Financing	**(18.3)**	0.6
Net cash inflow/(outflow)	**82.9**	(5.7)

d) Diabtec L.L.C.

During the year ended 31 December 2024, the Board of Directors of the Company decided to sell Diabtec LLC. ("Diabtec"), a wholly owned subsidiary. The Company entered into a Sale and Purchase Agreement ("SPA") dated on 14 March 2024. All the legal formalities related to the divestment have been fulfilled and the sale of Diabtec was completed during the year ended 31 December 2024. Accordingly, a gain of AED 37.6 million was recorded by the Group on derecognition as at 31 December 2024. The proceeds from disposal were received in 2025.

	2026 AED millions	*2025 AED millions*
Operating	**-**	-
Investing	**-**	330.5
Financing	**-**	-
Net cash inflow	**-**	330.5

6. DISPOSAL GROUPS HELD FOR SALE AND DISCONTINUED OPERATIONS (continued)

e) The major classes of assets and liabilities of the disposal group classified as held for sale as at the period/ year end are as follows:

	30 September 2026	31 December 2025			
	Julphar Pharmaceuticals P.L.C AED millions	*Julphar Pharmaceuticals P.L.C AED millions*	*Oman operations millions*	*UAE Transaction companies millions*	*Total AED millions*
ASSETS					
Property, plant and equipment	**10.5**	10.6	4.2	3.7	18.5
Right of use assets	**-**	-	14.8	40.2	55.0
Intangible assets	**-**	-	8.6	39.5	48.1
Inventories	**10.1**	9.6	43.4	32.3	85.3
Deferred tax asset	**-**	-	0.5	-	0.5
Trade and other receivables	**0.3**	0.8	31.5	19.9	52.2
Bank balances and cash	**6.0**	6.2	-	-	6.2
Assets held for sale	**26.9**	27.2	103.0	135.6	265.8
LIABILITIES					
Provision for employees' end of service benefits	**-**	-	4.3	5.6	9.9
Deferred tax liability	**-**	-	-	3.6	3.6
Lease liabilities	**-**	-	13.3	37.5	50.8
Trade payables and accruals	**6.7**	3.0	31.4	3.2	37.6
Current tax liabilities	**0.1**	0.5	1.0	-	1.5
Liabilities directly associated with assets held for sale	**6.8**	3.5	50.0	49.9	103.4
Net assets directly associated with assets held for sale	**20.1**	23.7	53.0	85.7	162.4
Less: net assets attributable to non-controlling interest	**(9.0)**	(10.7)	-	-	(10.7)
Group's share of net assets directly associated with disposal group	**11.1**	13.0	53.0	85.7	151.7

7. INVENTORIES

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Finished goods	**335.4**	350.3
Raw materials	**100.3**	84.8
Packing materials	**52.6**	46.6
Spare parts	**36.3**	35.1
Consumables	**21.2**	18.9
Work-in-progress	**12.6**	14.3
Goods in transit	**0.2**	4.2
	558.6	554.2
Less: allowance for write-down of inventories to net realizable value (note (a))	**(52.0)**	(68.0)
	506.6	486.2
Less: inventories attributable to assets held for sale (note 6(e))	**(10.1)**	(85.3)
	496.5	400.9

a) The movement in the Group's allowance for write-down of inventories to net realizable value is as follows:

	2026 AED millions (unaudited)	*2025 AED millions (audited)*
Balance at the beginning of the period / year	**68.0**	101.4
Charge during the period / year	**12.9**	25.9
Derecognized on disposal of assets held for sale / subsidiary	**(2.9)**	(23.1)
Exchange differences	**(0.1)**	-
Written-off during the period / year	**(25.9)**	(36.2)
	52.0	68.0

* Allowance for write-down of inventories to net realizable value include AED 0.3 million (31 December 2025: AED 3.0 million) against inventories attributable to assets held for sale.

8. FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS

The financial asset at fair value through profit or loss is denominated in AED amounting to AED 23.2 million (31 December 2025: AED 23.2 million).

Movements in financial asset at fair value through profit and loss are as follows:

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Balance at the beginning of the period/year	**23.2**	21.3
Unrealized gain on revaluation for the year	**-**	1.9
Balance at the end of the period/year	**23.2**	23.2

8. FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Investment in unquoted equity security represents investment in an entity which is engaged in manufacturing of packing materials. The Group has 7.25% equity investment in the entity. Management has performed a valuation and recorded the investment at fair value through profit or loss. Fair value has been computed using dividend growth model (31 December 2025: dividend growth model). The investment is classified within level 3 of the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk (note 18).

9. FINANCIAL ASSET AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Fair value of financial asset at FVTOCI	**0.2**	0.2

Movements in fair value of financial asset at FVTOCI during the period / year are as follows:

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Balance at the beginning and end of the period / year	**0.2**	0.2

As at 30 September 2026, the Group has a negative fair value reserve of AED 7.1 million (31 December 2025: AED 7.1 million).

Investment in quoted equity security represents investment in an entity which is engaged in development of innovative medicines to combat cardiovascular diseases. The Group holds non-controlling interests of 2.2% in the entity. The investment was irrevocably designated at fair value through OCI as the Group considers the investment to be strategic in nature. They are classified as level 1 fair values in the fair value hierarchy. (note 18).

10. TRADE AND OTHER RECEIVABLES

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Trade receivables	**717.5**	661.4
Less: provision for expected credit losses (note (a))	**(132.7)**	(145.3)
	584.8	516.1
Advances to suppliers	**28.9**	20.1
Value added tax receivable	**16.9**	10.4
Prepayments	**12.1**	9.0
Rebates, commission and discount receivable from suppliers	**0.2**	0.7
Other receivables	**59.3**	25.9
	702.2	582.2
Less: trade and other receivables attributable to assets held for sale (note 6 (e))	**(0.3)**	(52.2)
	701.9	530.0

a) Movement in the provision for expected credit losses during the period/year was as follows:

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Balance at the beginning of the period/year	**145.3**	152.8
Charge for the period/year	**3.8**	4.7
Derecognized on disposal of assets held for sale / subsidiary	**(13.3)**	(5.1)
Exchange differences	**(0.6)**	-
Written off during the period/year	**(2.5)**	(7.1)
Balance at the end of the period/year	**132.7**	145.3

11. CASH AND CASH EQUIVALENTS AND SHORT-TERM DEPOSITS

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Current accounts	**179.5**	164.4
Short-term bank deposits	**108.3**	85.8
Cash in hand	**0.4**	1.4
	288.2	251.6
Less: term deposits with an original maturity between three months and one year	**(108.3)**	(15.8)
Cash and cash equivalents for the statement of cash flows	**179.9**	235.8
Less: cash and cash equivalents attributable to assets held for sale (note 6(e))	**(6.0)**	(6.2)
Cash and cash equivalents in the statement of financial position	**173.9**	229.6

12. SHARE CAPITAL

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Authorised, issued and fully paid		
1,155,227,811 ordinary shares (31 December 2025:1,155,227,811 ordinary shares) at par value of AED 1 each (31 December 2025 : AED 1 each)	**1,155.3**	1,155.3

13. STATUTORY RESERVE

In accordance with the Articles of Association of the Company and certain subsidiaries ("the entities") of the Group and the provisions of UAE Federal Law No. (32) of 2021, as amended, 10% of the net profit for the year, has been transferred to a statutory reserve. Such transfers may be discontinued when the reserve equals 50% of the paid-up share capital of these entities. This reserve is non-distributable except in certain circumstances as permitted by the above-mentioned Law.

14. BANK BORROWINGS

	Interest rate(%)	*Maturity*	***30 September 2026 AED millions (unaudited)***	*31 December 2025 AED millions (audited)*
Current interest bearing loans and borrowings				
Term loan – current portion	3m EIBOR+2.5%	Within 1 year	**46.1**	**-**
Non-current interest bearing loans and borrowings				
Term loan- non current portion	3m EIBOR+2.5%	28 April 2030	**217.7**	263.8
Total interest-bearing bank borrowings			**263.8**	263.8

During the year 2021, the Parent Company entered into a syndicated loan arrangement with a consortium of local banks in UAE for a syndicated facility which comprises of Ijarah Term Loan Facility of AED 180 million, Conventional Working Capital Finance Facility of AED 260 million and Conventional Term Loan Facility of AED 720 million with total facility size of AED 1.16 billion.

The drawdown term loan of AED 900 million (AED 180 million from Ijarah Facility and AED 720 million from Conventional Facility) was payable in quarterly instalments which started from 30 July 2023. Further on 29 April 2024, an approved deferment of loan repayment was received from the banks regarding the Company's syndicated loan wherein 2024 quarterly loan repayments of April, July and October 2024 were deferred and were paid on 31 December 2024.

During the year ended 31 December 2025, AED 501 million was prepaid to the banks as per the agreed terms following the collection of divestment proceeds in relation to Diabtec LLC and Zahrat. The early loan repayment did not qualify as a loan modification as per the requirements of IFRS 9 and no modification gain/loss was recorded.

The Group has obtained AED 1.16 billion banking facilities against the following securities:

- Negative pledge over all assets except or otherwise specified as permitted assets.
- Assignment of insurance policy over its business and assets (including Secured Assets and the assets that represent Ijara Assets from time to time).
- Assignment of receivables of key customers up to 75% and undertaking to route them annually through Obligor's collection account with the Bank.
- General Mortgage over entire property, plant and equipment and inventory.
- Corporate guarantee of a subsidiary

The Group's syndicated loan agreement is subject to covenant clauses, whereby the Group is required to meet certain key financial ratios on an annual basis as below:

- Finance Service Cover Ratio (EBITDA to finance costs and scheduled debt repayments) of not less than 1.40x.
- Minimum equity of AED 850 million
- Debt to equity ratio of less than 1.75

14. BANK BORROWINGS (continued)

a) Bank overdraft and trust receipts are repayable on demand/agreed payment dates. In general, such banking facilities are renewable on a regular basis. Both of these facilities were obtained as part of the AED 1.16 billion facility. Interest on overdrafts are computed and added to the account on a monthly basis. The outstanding balance of bank overdraft was repaid as of 31 December 2025.

b) Movement in bank borrowings was as follows:

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
At the beginning of the period/year	**263.8**	913.1
Add: utilisation overdraft and trust receipts facility	-	859.3
Loans repaid during the period/year	-	(501.2)
Repayment of bank overdraft and trust receipts facility	**-**	(1,007.4)
At the end of the period/year	**263.8**	263.8

15. BASIC AND DILUTED EARNINGS PER SHARE (EPS)

a) Basic EPS is calculated by dividing the profit/(loss) for the period attributable to equity holders of the Parent Company by the weighted average number of outstanding shares during the period.

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited) (restated)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited) (restated)*
Profit for the period attributable to the equity shareholders of the Parent:				
Continuing operations	**89.0**	8.1	**32.8**	2.5
Discontinued operations	**-**	129.5	**0.1**	3.8
Profit for the period attributable to the equity holders of the Parent	**89.0**	137.6	**32.9**	6.3
Weighted average number of shares (millions)	**1,155.3**	1,155.3	**1,155.3**	1,155.3

15. BASIC AND DILUTED EARNINGS PER SHARE (EPS) (continued)

	Nine months ended 30 September		*Three months ended 30 September*	
	2026 (unaudited)	*2025 (unaudited) (restated)*	***2026 (unaudited)***	*2025 (unaudited) (restated)*
Basic earnings per share attributable to the equity holders of the Parent (in UAE fils)	**7.70**	11.91	**2.85**	0.55
Basic earnings per share from continuing operations attributable to the equity holders of the Parent (in UAE fils)	**7.70**	0.70	**2.84**	0.22

b) To calculate EPS for discontinued operations, the weighted average number of shares is as per the table above. The following table provides the loss amount used:

	Nine months ended 30 September		*Three months ended 30 September*	
	2026 (unaudited)	*2025 (unaudited) (restated)*	***2026 (unaudited)***	*2025 (unaudited) (restated)*
Profit/(loss) for the period attributable to the equity shareholders of the Parent from discontinued operations (in AED millions)	**-**	129.5	**0.1**	3.8
Basic earnings per share from discontinued operations attributable to the equity holders of the Parent (in UAE fils)	**-**	11.21	**0.01**	0.33

c) The Group does not have any potential equity shares and accordingly the basic and diluted earnings per share is the same.

16. RELATED PARTY BALANCES AND TRANSACTIONS

Related parties comprise the Company's major shareholders, associates, key management personnel and directors, and other entities that are controlled, jointly controlled or significantly influenced by such parties. In the normal course of business, the Group has various transactions with its related parties. Pricing policies and terms of these transactions are approved by the Group's management, or its Board of Directors.

16. RELATED PARTY BALANCES AND TRANSACTIONS (continued)

a) Compensation of key management personnel of the Group

The remuneration of the key management personnel of the Group is as follows:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited)*
Short-term benefits	**9.5**	14.5	**2.5**	7.1
Post employment and other long-term benefits	**1.1**	0.9	**-**	0.3
Directors' remuneration	**5.8**	3.2	**2.6**	-
	16.4	18.6	**5.1**	7.4

17. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services and the following reportable segments:

a. Manufacturing
b. Trading
c. Investments
d. Others

The sales from the manufacturing segment to the trading segment and inter-company profit elimination effect are excluded from the manufacturing segment. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on revenue and net profit or loss. The segment result presented below represents profit for the period from continuing operations.

The Board of Directors is also provided with multiple levels of information which comprise of revenue, gross profit and net profit, aggregated for higher level components (i.e. combination of all products and services) by distribution and by region.

The financial accounting system of the Group is currently configured in this manner, and this information is readily available. However, for decision making purposes, the Board of Directors rely mainly on the revenue and net profit information that contains lower-level components. Hence, the segment information provided is primarily to the net profit level of the Group.

17. SEGMENT INFORMATION (continued)

	For the nine months ended 30 September 2026 (unaudited)						*For the nine months ended 30 September 2025 (unaudited) (restated)*					
	Manufacturing	***Trading***	***Investments***	***Other segments***	***Inter segment revenue****	***Total***	*Manufacturing*	*Trading*	*Investments*	*Other segments*	*Inter segment revenue**	*Total*
	AED millions	***AED millions***	***AED millions***	***AED millions***	***AED millions***	***AED millions***	*AED millions*	*AED millions*	*AED millions*	*AED millions*	*AED millions*	*AED millions*
Segment revenue	**770.0**	**342.7**	**-**	**-**	**(206.7)**	**906.0**	697.6	311.0	-	-	(210.7)	797.9
Segment result*	**62.9**	**34.4**	**2.5**	**(10.8)**	**-**	**89.0**	12.2	13.1	2.5	(19.7)	-	8.1
Depreciation of property, plant and equipment	**28.2**	**0.5**	**-**	**-**	**-**	**28.7**	28.7	0.6	-	-	-	29.3
Amortization expense	**-**	**0.9**	**-**	**-**	**-**	**0.9**	1.5	0.8	-	-	-	2.3

	30 September 2026 (unaudited)					*31 December 2025 (audited)*				
	Manufacturing AED millions	***Trading AED millions***	***Investments AED millions***	***Other segments AED millions***	***Total AED millions***	*Manufacturing AED millions*	*Trading AED millions*	*Investments AED millions*	*Other segments AED millions*	*Total AED millions*
Segment current assets	**611.6**	**586.8**	**23.2**	**302.2**	**1,523.8**	427.3	503.6	23.2	265.4	1,219.5
Segment non-current assets	**271.2**	**20.7**	**0.2**	**-**	**292.1**	271.5	22.8	0.2	-	294.5
Segment current liabilities	**374.3**	**76.0**	**-**	**46.1**	**496.4**	275.5	97.7	-	-	373.2
Segment non-current liabilities	**59.8**	**15.2**	**-**	**217.7**	**292.7**	61.5	18.1	-	263.8	343.4

* Represents profit for the period from continuing operations.
** Represents inter-segment revenue from manufacturing to trading.

17. SEGMENT INFORMATION (continued)

Information by geographical region
In accordance with IFRS 8, non-current assets below are based on the geographical location in which the Group holds assets. In accordance with IFRS 8, the non-current assets reported below exclude financial instruments.

	30 September 2026 (unaudited)			
	Total AED millions	***UAE AED millions***	***Saudi Arabia AED millions***	***Others AED millions***
Non-current assets				
Property, plant and equipment	**241.3**	**236.4**	**4.7**	**0.2**
Right of use assets	**8.7**	**5.8**	**2.9**	**-**
Intangible assets	**39.4**	**39.4**	**-**	**-**

	31 December 2025 (audited)			
	Total AED millions	*UAE AED millions*	*Saudi Arabia AED millions*	*Others AED millions*
Non-current assets				
Property, plant and equipment	243.3	243.1	-	0.2
Right of use assets	11.2	8.1	3.1	-
Intangible assets	36.1	36.1	-	-

The Group has sales to one customer whose sales individually are more than 10% of the total external sales. Total amount of sales for the nine months ended 30 September 2026 to this one customer amounts to AED 202.9 million (For the nine months ended 30 September 2025, revenue from one customer amounted to AED 188.9 million). These revenues are included under manufacturing segment. There are no other non-current assets or revenue included in "Others" which are more than 10% of the total segment non-current assets or total revenue.

18. FAIR VALUE MEASUREMENTS

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. As such, differences can arise between book values and the fair value estimates. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to materially curtail the scale of its operation or to undertake a transaction on adverse terms.

Fair value of financial instruments carried at amortised cost
Management considers that the fair value of financial assets and financial liabilities are not materially different from their carrying values at reporting date since assets and liabilities not already measured at fair value have either short-term maturities or in the case of borrowings are frequently repriced and the prevalent interest rates reflect risks associated with the borrowings.

Valuation techniques and assumptions applied for the purposes of measuring fair value
The fair values of financial assets and financial liabilities are determined using similar valuation techniques and assumptions as used in the audited annual consolidated financial statements for the year ended 31 December 2025.

Fair value of the Group's financial assets that are measured at fair value on recurring basis
Some of the Group's financial assets are measured at fair value at the end of the reporting period. The following table gives information about how the fair values of these financial assets are determined:

	Fair value as at				***Significant unobservable input***	
	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*	***Fair Value hierarchy***	***Valuation techniques and key inputs***	***30 September 2026***	*31 December 2025*
Financial assets						
Unquoted equity investments – FVTPL	**23.2**	23.2	Level 3	Gordon dividend growth model using significant unobservable inputs, including cost of equity, expected maintainable dividend and long-term growth rate	- Cost of equity - Growth rate	- Cost of equity - Growth rate
Quoted equity investments – FVOCI	**0.2**	0.2	Level 1	Quoted prices (unadjusted in active) markets for identical assets or liabilities	- None	- None
	23.4	23.4				
Derivative financial instrument						
Interest rate Cap	**2.5**	3.7	Level 2	Discounted cash flow Key inputs- Notional amount Fixed rates, forward curve rates	N/A	N/A

18. FAIR VALUE MEASUREMENTS (continued)

Fair value hierarchy
The following table provides an analysis of financial and non-financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table shows the valuation techniques used in measuring level 2 and level 3 fair values for financial instruments in the statement of financial position, as well as the significant unobservable inputs used.

Type	**Valuation techniques**	**Significant unobservable inputs**	**Inter-relationship between key unobservable inputs and fair value measurement**
Financial assets Unquoted equity investments – FVTPL	Gordon's growth model	• Cost of equity (unaudited) (13%) (31 December 2025 (audited): 13%) • Expected maintainable dividend (unaudited) AED 2.5 million (31 December 2025: AED 2.5 million) • Growth rate (unaudited): 2%) (31 December 2025 (audited) : 2%)	• An increase in the cost of equity (R) will reduce the fair value. • An increase in long-term growth rate (g) will increase the fair value • The relationship between R and g is inverse and critical – if R is close to g, small changes in either input cause large changes in fair value. • Expected maintainable dividend has a direct relationship with fair value – higher dividends increase fair value proportionately.

	AED millions Increase (unaudited)	*AED millions decrease (unaudited)*
30 September 2026		
Cost of equity (1% Movement)	**(2.3)**	**2.3**
Long-term growth rate (0.5% Movement)	**1.2**	**(1.2)**
Dividend income (5% movement)	**1.1**	**(1.1)**

18. FAIR VALUE MEASUREMENTS (continued)

	AED millions Increase (audited)	*AED millions decrease (audited)*
31 December 2025		
Cost of equity (1% Movement)	(2.3)	2.3
Long-term growth rate (0.5% Movement)	1.2	(1.2)
Dividend income (5% movement)	1.1	(1.1)

19. COMMITMENTS AND CONTINGENT LIABILITIES

	30 September 2026 AED millions (unaudited)	*31 December 2025 AED millions (audited)*
Capital commitments	**65.5**	15.6
Letters of credit	**1.4**	7.8
Letters of guarantee	**20.0**	22.8

20. INCOME TAX AND ZAKAT

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the interim condensed consolidated statement of profit or loss are:

	Nine months ended 30 September		***Three months ended 30 September***	
	2026 AED millions (unaudited)	*2025 AED millions (unaudited)*	***2026 AED millions (unaudited)***	*2025 AED millions (unaudited)*
Current income tax/zakat				
In respect of corporate charge	**10.4**	31.4	**4.4**	0.5
Deferred tax credit				
Current period charge/(credit)	**(0.2)**	(0.3)	-	-
Add: Change in estimate for prior years	**(10.7)**	-	**(10.7)**	-
Total income tax charge/ (credit) reported in the interim condensed consolidated statement of profit or loss	**(0.5)**	31.1	**(6.3)**	0.5
Less: income tax relating to disposal of subsidiary	-	(25.7)	-	-
Less: income tax and zakat expense relating to discontinued operations (note 6)	**(0.8)**	(1.2)	**(0.3)**	(0.2)
Income tax (credit) / expense relating to continuing operations	**(1.3)**	4.2	**(6.6)**	0.3

20. INCOME TAX AND ZAKAT (continued)

	2026 AED millions (unaudited)	*2025 AED millions (audited)*
Tax liabilities:		
Provision for current tax	**7.7**	17.2
Deferred tax liabilities	**2.7**	2.9

Reconciliation of effective tax rate

	Nine months ended 30 September AED millions			
	Tax rate	**2026**	Tax rate	2025
Profit before tax from continuing operations		**87.7**		12.3
Tax using the Company's domestic tax rate	**9%**	**7.9**	9%	1.1
Others		**1.7**		3.4
Tax impact of temporary differences		**(0.2)**		(0.3)
Changes in estimates related to prior years		**(10.7)**		-
Effective tax rate	**(1.5%)**	**(1.3)**	34.1%	4.2

The change in estimate for prior year primarily relates to the reassessment of the Group's tax position following clarification issued by the UAE Federal Tax Authority in relation to the application of the participation exemption.

21. IAS 29 FINANCIAL REPORTING IN HYPERINFLATIONARY ECONOMIES ('IAS 29')

As at 30 June 2025, Ethiopia ceased to meet the criteria of a hyperinflationary economy. Accordingly, Julphar Ethiopia discontinued the application of IAS 29 from that date. In accordance with IAS 29, the amounts expressed in the measuring unit current at the end of the previous reporting period were treated as the basis for the carrying amounts in the subsequent financial statements. No further restatement for changes in the general price level has been applied following the cessation of hyperinflation.

The hyperinflation accounting was not applicable during the period ended 30 September 2026. (2025: loss of AED 0.3 million).

22. RESTRICTED CASH

Includes AED 20.0 million (31 December 2025: AED 20.0 million) that is restricted from withdrawal and maintained for settlement of the quarterly installment of the term loan and its related interests.

23. PRIOR PERIOD ADJUSTMENTS

a) Management identified a prior period error in the calculation of unrealised profit relating to unsold finished goods inventory and incorrect determination of cost per unit as at 30 September 2025 excluding the impact mentioned in error (b). This error resulted in an overstatement of inventory and a corresponding net understatement of cost of revenue and overstatement of gross profit.

The total impact of this error amounted to AED 28.8 million (3 months period ended 30 September 2025: AED 3.3 million), comprising an understatement of AED 28.4 million (3 months period ended 30 September 2025: AED 3.7 million) in continuing operations and an understatement of AED 0.4 million (3 months period ended 30 September 2025: overstatement of AED 0.4 million) in discontinued operations of cost of revenue. The error has been corrected by reducing the inventory balance as at 30 September 2025 by AED 28.8 million (3 months period ended 30 September 2025: AED 3.3 million), with a corresponding increase in cost of revenue.

23. PRIOR PERIOD ADJUSTMENTS (continued)

b) Management identified a prior period error relating to inventory costing. As at 30 September 2025, the Group measured finished goods using standard costs without appropriately adjusting them to approximate actual costs, contrary to the requirements of IAS 2. Accordingly, inventory as at 30 September 2025 has been decreased by AED 2 million, with a corresponding increase in cost of revenue for the period then ended (3 months period ended 30 September 2025: increase in inventory by AED 0.7 million and corresponding decrease in cost of revenue).

c) Management identified that the refund liability recorded by the Company was not reversed for inventory that remained unsold and held by its subsidiary as at 30 September 2025. This resulted in an overstatement of the refund liability amounting to AED 1.8 million (3 months period ended 30 September 2025: AED 0.3 million) and a corresponding understatement of revenue. Accordingly, refund liability has been decreased by AED 1.8 million (3 months period ended 30 September 2025: AED 0.3 million) and revenue for the period was increased by AED 1.8 million (3 months period ended 30 September 2025: AED 0.3 million).

d) For the period ended 30 September 2025:

i. amortization of intangible assets amounting to AED 5.4 million (3 months period ended 30 September 2025: AED 1.8 million) were reclassified from general and administration expenses to selling and distribution expenses.
ii. marketing expenses related to inter-company elimination amounting to AED 3.2 million (3 months period ended 30 September 2025: AED 1.0 million) were reclassified from selling and distribution expenses to cost of revenue.
iii. research and development expenses (including related depreciation) included in selling and distribution expenses amounting to AED 20.2 million (3 months period ended 30 September 2025: AED 6.2 million) have been presented as separate expense item on the face of interim condensed consolidated statement of profit or loss.

e) Basic and Diluted earnings per share for the period ended 30 September 2025:

For the nine-month period ended 30 September 2025	**As previously reported**	**As Restated**
Earnings per share attributable to the equity holders of the Parent (in UAE fils)	**14.43**	**11.91**
Earnings per share from continuing operations attributable to the equity holders of the Parent (in UAE fils)	**3.17**	**0.70**
Earnings per share from discontinued operations attributable to the equity holders of the Parent (in UAE fils)	**11.26**	**11.21**

For the three-month period ended 30 September 2025	**As previously reported**	**As Restated**
Earnings per share attributable to the equity holders of the Parent (in UAE fils)	**0.76**	**0.55**
Earnings per share from continuing operations attributable to the equity holders of the Parent (in UAE fils)	**0.46**	**0.22**
Earnings per share from discontinued operations attributable to the equity holders of the Parent (in UAE fils)	**0.30**	**0.33**

23. PRIOR PERIOD ADJUSTMENTS (continued)

Consolidated statement of profit or loss

For the nine months period ended 30 September 2025	Reference	As previously reported AED Millions	Adjustment and reclassifications AED Millions	As adjusted AED Millions
Revenue from contracts with customers	(c)	796.1	1.8	**797.9**
Cost of revenue	(a), (b), (d)	(445.0)	(33.6)	**(478.6)**
Selling and distribution expenses	(d)	(217.1)	18.0	**(199.1)**
Research and development expenses	(d)	-	(20.2)	**(20.2)**
General and administrative expenses	(d)	(78.6)	5.4	**(73.2)**
Finance costs	(d)	(26.3)	-	**(26.3)**
Income tax and Zakat	(d)	(4.2)	-	**(4.2)**
Others		11.8	-	**11.8**
Profit for the period from discontinued operations	(a)	130.6	(0.5)	**130.1**
Profit for the period		**167.3**	**(29.1)**	**138.2**

For the three month period ended 30 September 2025	Reference	As previously reported AED Millions	Adjustment and reclassifications AED Millions	As adjusted AED Millions
Revenue from contracts with customers	(c)	249.7	0.3	**250.0**
Cost of revenue	(a), (b), (d)	(147.5)	(4.0)	**(151.5)**
Selling and distribution expenses	(d)	(70.4)	5.4	**(65.0)**
Research and development expenses	(d)	-	(6.2)	**(6.2)**
General and administrative expenses	(d)	(24.8)	1.8	**(23.0)**
Others		(1.8)	-	**(1.8)**
Profit for the period from discontinued operations	(a)	3.9	0.4	**4.3**
Profit for the period		9.1	**(2.3)**	**6.8**

Consolidated statement of cash flows

There is no material impact on the total operating, investing or financing cash flows for the nine months period ended 30 September 2025.

24. IMPACT OF GEO-POLITICAL TENSION

The Group has performed an assessment of the potential impact of the ongoing conflict on its operations, financial position, and cash flows. The Group's exposure primarily relates to:

- sales to certain regional markets,
- sourcing of raw materials, and
- logistics and distribution channels.

Based on the information available at the date of approval of these interim condensed consolidated financial statements:

- certain export markets may experience temporary demand disruption,
- supply chain constraints may lead to increased procurement and freight costs, and
- there may be delays in collections from customers in affected regions.

However, as of the reporting date and up to the date of approval of these interim condensed consolidated financial statements, the Group has not experienced any significant disruptions to its operations or financial performance that would require adjustments to the carrying amounts of assets and liabilities.

Due to the evolving nature of the situation, the financial impact cannot be reliably estimated at this stage. Management continues to closely monitor developments and will take appropriate actions to mitigate potential risks.