MIAHONA COMPANY (A SAUDI JOINT STOCK COMPANY)

Condensed Consolidated Interim Financial Statements

(Unaudited)

For the three-month and nine-month periods ended 30 September 2026

together with the Independent Auditor's Review Report

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INDEX	PAGE
Independent Auditor's Review Report on condensed consolidated interim financial statements	1
Condensed consolidated interim statement of financial position	2
Condensed consolidated interim statement of profit or loss	3
Condensed consolidated interim statement of other comprehensive income	4
Condensed consolidated interim statement of changes in equity	5
Condensed consolidated interim statement of cash flows	6-7
Notes to the condensed consolidated interim financial statements	8-30

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF MIAHONA COMPANY (A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Miahona Company (A Saudi Joint Stock Company) (the "Company") and its subsidiaries (collectively with the Company, referred to as the "Group") at 30 September 2026, and the related condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2026 and the related condensed consolidated interim statements of changes in equity and cash flows for the nine-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young Professional Services



Waleed G. Tawfiq
Certified Public Accountant
License No. (437)



Riyadh: 24 Jumada Al-Ula 1448H
(4 November 2026)

Docusign Envelope ID: 1915DCAD-5666-88E1-83DE-076BB04E5D9E

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 September 2026

(Amounts in Saudi Riyal)

	Notes	30 September 2026 (Unaudited)	31 December 2025 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		8,591,491	8,776,601
Intangible assets		188,583	164,016
Intangible assets arising from service concession arrangements	4	357,558,799	343,329,015
Right-of-use assets	11	55,525,654	60,444,677
Investments in equity accounted investees	5	38,648,955	23,327,658
Fair value of derivative financial instruments	22	30,995,261	968,628
Concession contract receivables	6	832,245,143	719,298,090
Advance against intangible assets arising from service concession arrangements		7,004,241	7,428,996
Total non-current assets		1,330,758,127	1,163,737,681
CURRENT ASSETS			
Concession contract receivables	6	34,586,026	34,586,026
Inventories		8,347,745	6,421,442
Prepayments and advances		30,144,603	61,317,090
Contract assets	8	7,461,650	8,087,530
Due from related parties	17	150,496	376,377
Trade and other receivables	7	77,434,894	49,411,936
Short-term deposits	9	30,473,640	55,000,000
Cash and cash equivalents	9	173,778,880	305,710,999
Total current assets		362,377,934	520,911,400
TOTAL ASSETS		1,693,136,061	1,684,649,081
EQUITY			
Share capital	21	160,925,543	160,925,543
Reserve	21	250,000	250,000
Cash flow hedge reserves	22	36,792,861	(18,841,785)
Retained earnings		316,402,341	332,359,710
Sub-total		514,370,745	474,693,468
Non-controlling interests		14,284,881	4,322,809
Total equity		528,655,626	479,016,277
LIABILITIES			
NON-CURRENT LIABILITIES			
Loans and borrowings	10	773,684,850	727,605,868
Lease liabilities	11	50,534,022	56,753,925
Fair value of derivative financial instruments	22	1,083,513	798,600
Employees' defined benefit liabilities		25,207,499	26,505,650
Deferred revenue and contract liabilities	12	13,127,615	13,420,385
Provision against losses in an equity accounted investee	5	-	18,316,197
Other liabilities		28,610,903	29,150,608
Total non-current liabilities		892,248,402	872,551,233
CURRENT LIABILITIES			
Trade and other payables	13	174,784,061	271,625,372
Loans and borrowings - current portion	10	81,120,819	42,612,724
Lease liabilities - current portion	11	5,662,900	5,361,678
Other liabilities - current portion		2,353,839	2,353,839
Share-based payments		1,391,307	888,493
Deferred revenue and contract liabilities - current portion	12	1,609,378	3,660,960
Zakat provision		5,309,729	6,578,505
Total current liabilities		272,232,033	333,081,571
Total liabilities		1,164,480,435	1,205,632,804
TOTAL EQUITY AND LIABILITIES		1,693,136,061	1,684,649,081

The accompanying notes 1 to 25 form an integral part of these condensed consolidated interim financial statements.

Signed by: C6A5AE0EC8074C3...
Chairman
Khalid Abunayyan

Signed by: 950691AF82714C7...
Chief Executive Officer
Awaadh Al Otaibi

Signed by: BCA1A75B148B463...
Chief Financial Officer
Rehan Masood

Docusign Envelope ID: 1915DCAD-5666-88E1-83DE-076BB04E5D9E

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

For the three-month and nine-month periods ended 30 September 2026

(Amounts in Saudi Riyal)

	Notes	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Revenue	14	**100,673,108**	175,136,587	**334,434,502**	536,869,598
Cost of revenue	15	**(86,531,184)**	(158,234,338)	**(293,802,457)**	(437,510,052)
Gross profit		**14,141,924**	16,902,249	**40,632,045**	99,359,546
Other income		**69,724**	-	**252,936**	12,709,052
General and administration expenses	16	**(6,399,986)**	(8,849,297)	**(22,385,601)**	(27,212,455)
Allowance for expected credit losses ("ECL") on trade receivables	7	-	-	-	(950,000)
Operating profit		**7,811,662**	8,052,952	**18,499,380**	83,906,143
Finance costs		**(15,373,771)**	(12,436,891)	**(43,850,545)**	(36,263,549)
Finance income on concession contract receivables		**11,799,810**	7,437,701	**33,877,960**	21,799,527
Finance income on short-term deposits		**2,058,422**	2,585,464	**7,240,147**	7,774,228
Share of (loss) profit from equity accounted investees	5	**(1,565,655)**	1,490,776	**(1,047,961)**	3,680,895
Profit before Zakat		**4,730,468**	7,130,002	**14,718,981**	80,897,244
Zakat expense		**(1,771,936)**	(2,037,410)	**(5,292,976)**	(5,592,916)
Profit for the period		**2,958,532**	5,092,592	**9,426,005**	75,304,328
Profit for the period after Zakat attributable to:					
Equity holders of the Group		**2,705,596**	4,562,836	**8,181,462**	73,342,076
Non-controlling interests		**252,936**	529,756	**1,244,543**	1,962,252
		2,958,532	5,092,592	**9,426,005**	75,304,328
Earnings per share					
Basic earnings per share	20	**0.02**	0.03	**0.05**	0.46
Diluted earnings per share	20	**0.02**	0.03	**0.05**	0.46

The accompanying notes 1 to 25 form an integral part of these condensed consolidated interim financial statements.

Signed by: C6A5AE0EC8074C3...

Chairman
Khalid Abunayyan

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Chief Executive Officer
Awaadh Al Otaibi

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Chief Financial Officer
Rehan Masood

Docusign Envelope ID: 1915DCAD-5666-88E1-83DE-076BB04E5D9E

CONDENSED CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME

For the three-month and nine-month periods ended 30 September 2026

(Amounts in Saudi Riyal)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Profit for the period after Zakat	**2,958,532**	5,092,592	**9,426,005**	75,304,328
Item that may be reclassified subsequently to profit or loss				
Cash flow hedges - effective portion of changes in fair value	**21,993,826**	(1,747,089)	**29,741,720**	(13,924,908)
Equity accounted investees - share of OCI	**26,127,767**	(3,957,280)	**34,610,455**	(20,081,527)
Total other comprehensive income (loss)	**48,121,593**	(5,704,369)	**64,352,175**	(34,006,435)
Total comprehensive income (loss) for the period	**51,080,125**	(611,777)	**73,778,180**	41,297,893
Other comprehensive (loss) income for the period attributable to:				
Equity holders of the Group	**41,478,859**	(5,114,620)	**55,634,646**	(30,210,422)
Non-controlling interests	**6,642,734**	(589,749)	**8,717,529**	(3,796,013)
	48,121,593	(5,704,369)	**64,352,175**	(34,006,435)
Total comprehensive (loss) income for the period attributable to:				
Equity holders of the Group	**44,184,455**	(551,784)	**63,816,108**	43,131,654
Non-controlling interests	**6,895,670**	(59,993)	**9,962,072**	(1,833,761)
	51,080,125	(611,777)	**73,778,180**	41,297,893

The accompanying notes 1 to 25 form an integral part of these condensed consolidated interim financial statements.

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	Share capital	Reserve	Cash flow hedge reserves	Retained earnings	Equity attributable to owners of the Group	Non-controlling interests	Total equity
As at 31 December 2024 (Audited)	**160,925,543**	**250,000**	**6,613,865**	**274,685,074**	**442,474,482**	**3,445,550**	**445,920,032**
Acquisition of non-controlling interests	-	-	-	-	-	45,000	45,000
Profit for the period	-	-	-	73,342,076	73,342,076	1,962,252	75,304,328
Other comprehensive loss for the period	-	-	(30,210,422)	-	(30,210,422)	(3,796,013)	(34,006,435)
Total comprehensive (loss) income for the period	-	-	(30,210,422)	73,342,076	43,131,654	(1,833,761)	41,297,893
Dividends (note 21)	-	-	-	(16,092,554)	(16,092,554)	-	(16,092,554)
As at 30 September 2025 (Unaudited)	**160,925,543**	**250,000**	**(23,596,557)**	**331,934,596**	**469,513,582**	**1,656,789**	**471,170,371**
As at 31 December 2025 (Audited)	**160,925,543**	**250,000**	**(18,841,785)**	**332,359,710**	**474,693,468**	**4,322,809**	**479,016,277**
Profit for the period	-	-	-	8,181,462	8,181,462	1,244,543	9,426,005
Other comprehensive income for the period	-	-	55,634,646	-	55,634,646	8,717,529	64,352,175
Total comprehensive income for the period	-	-	55,634,646	8,181,462	63,816,108	9,962,072	73,778,180
Dividends (note 21)	-	-	-	(24,138,831)	(24,138,831)	-	(24,138,831)
As at 30 September 2026 (Unaudited)	**160,925,543**	**250,000**	**36,792,861**	**316,402,341**	**514,370,745**	**14,284,881**	**528,655,626**

The accompanying notes 1 to 25 form an integral part of these condensed consolidated interim financial statements.

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Docusign Envelope ID: 1915DCAD-5666-88E1-83DE-076BB04E5D9E

	Notes	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)
OPERATING ACTIVITIES:			
Profit before Zakat		14,718,981	80,897,244
Adjustments to reconcile profit before zakat to net cash flows:			
Depreciation of property and equipment		2,127,187	1,832,861
Amortisation of intangible assets		93,335	66,133
Depreciation of right-of-use assets	11	5,756,179	5,213,010
Amortisation of intangible assets arising from service concession arrangements	4	24,205,319	26,333,456
Concession contract receivables billed during the period	6	25,820,071	26,051,467
Finance cost on lease liabilities	11	3,414,355	2,960,120
Finance costs on loans and borrowings		38,484,929	31,900,752
Share of (loss) profit from equity accounted investees	5	1,047,961	(3,680,895)
Allowance for ECL on financial assets	7	-	950,000
Provision for employees' defined benefit liabilities		2,831,025	3,675,621
Amortisation of upfront fees on loans and borrowings	10	1,951,261	1,402,677
Finance income on short-term deposits		(7,240,147)	(7,774,228)
Finance income on concession contract receivables	6	(33,877,960)	(21,799,527)
Derecognition of right-of-use assets and lease liabilities		(86,707)	-
		79,245,789	148,028,691
Changes in operating assets and liabilities:			
Inventories		(1,926,303)	(708,689)
Prepayments and advances		(758,781)	31,420
Contract assets		625,880	(4,166,917)
Due from related parties		225,881	6,835,292
Trade and other receivables		(28,022,958)	(36,123,422)
Trade and other payables		(205,100)	17,263,296
Other liabilities, share-based payments, deferred revenue and contract liabilities		(2,381,243)	791,112
		46,803,165	131,950,783
Finance income on short-term deposits received		8,205,149	6,338,098
Employees' defined benefit liabilities paid		(4,129,176)	(2,186,455)
Finance costs paid on loans and borrowings		(39,315,415)	(32,205,279)
Zakat paid		(6,561,752)	(6,139,533)
Net cash flows generated from operating activities		5,001,971	97,757,614
INVESTING ACTIVITIES			
Acquisition of property and equipment		(1,942,077)	(5,157,870)
Acquisition of intangible assets		(117,902)	-
Acquisition of intangible assets arising from service concession arrangements	4	(38,435,103)	(7,987,529)
Movement in payables of capital creditors		(95,805,725)	157,654,876
Additions to concession contract receivables	6	(104,889,164)	(272,102,436)
Movement in Prepayments related to investing activities		31,391,021	(25,356,878)
Placement of term deposits		(188,673,640)	(116,500,000)
Proceeds of term deposits		213,200,000	129,000,000
Acquisition of investment in equity accounted investees		(75,000)	-
Net cash flows used in investing activities		(185,347,590)	(140,449,837)

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	Notes	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)
FINANCING ACTIVITIES			
Repayment of loans and borrowings	10	(64,278,166)	(184,314,552)
Proceeds from loans and borrowings	10	147,048,982	378,394,821
Upfront fees paid on loans and borrowings	10	(135,000)	(9,328,929)
Payment of principal portion of lease liabilities	11	(6,669,130)	(6,287,361)
Payment of finance costs on lease liabilities	11	(3,414,355)	(2,960,120)
Dividends paid		(24,138,831)	(16,092,554)
Acquisition of non-controlling interests		-	45,000
Net cash flows generated from financing activities		**48,413,500**	159,456,305
Net (decrease) increase in cash and cash equivalents during the period		**(131,932,119)**	116,764,082
Cash and cash equivalents at the beginning of the period		**305,710,999**	144,203,173
Cash and cash equivalents at the end of the period		**173,778,880**	260,967,255
Significant non-cash transactions:			
Additions to right-of-use assets and lease liabilities		**2,375,612**	57,723,921

The accompanying notes 1 to 25 form an integral part of these condensed consolidated interim financial statements.

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Chief Executive Officer
Awaadh Al Otaibi

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Chief Financial Officer
Rehan Masood

1. REPORTING ENTITY

Miahona Company (the "Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration numbered 1010253603 dated 16 Rajab 1429 H (corresponding to 20 July 2008) and Unified Identification Number 7001577191.

The main activities of the Company and its subsidiaries (collectively referred to as "the Group") are to engage in water transportation and distribution, operation of sewage treatment networks and facilities, general construction of the non-residential buildings (schools, hospitals, hotels etc.), establishing main water distribution stations and lines and establishing sewage stations and project, sewage networks and pumps.

The Company's national address is Building number 3036, Saud Bin Abdullah Jalawi Street, Narjis View, Narjis District 6239, Riyadh 13336, Kingdom of Saudi Arabia.

The Company has been listed on Saudi Stock Exchange ("Tadawul") on 29 Thul-Qi'dah 1445H (corresponding to 6 June 2024).

The Company has the following subsidiaries and associates:

Name	Activities	Country of incorporation	Percentage of ownership (effective)	
			As at 30 September 2026	As at 31 December 2025
Subsidiaries				
Industrial Cities Development and Operating Company **("ICDOC")** (refer note (a) below)	The main activity of ICDOC is to engage in the construction, operation and maintenance of water desalination stations, for industrial cities, water and wastewater networks, torrents networks, developing and operating industrial cities, constructing and operating of electricity stations for industrial cities, purchase of lands for constructions, developing and investing in buildings by sale and rent.	Kingdom of Saudi Arabia	**100%**	100%
Clear Water Company **("CWC")** (refer note (b) below)	The main activity of CWC is to engage in water supply and sewerage activities and waste management and treatment, Building construction and Electrical installations.	Kingdom of Saudi Arabia	**100%**	100%
Riyadh Water Production Company **("RWPC")** (refer note (c) below)	The main activity of RWPC is to engage in drilling all types of water well, water technology, production, distribution transport, sell, sewerage, drainage, processors, re-use of water, sold, public construction contracting, piping, electrical work, mechanical work, maintenance, operations and road works.	Kingdom of Saudi Arabia	**100%**	100%
Al Jazzirah Environment Company **("JECO")** (refer note (d) below)	The main activity of JECO is operation and maintenance of water desalination plant including brackish and sea water, sewerage treatment plant, water and sewerage networks, and recycle water treatment and networks.	Kingdom of Saudi Arabia	**100%**	100%

1. REPORTING ENTITY (CONTINUED)

Name	Activities	Country of incorporation	Percentage of ownership (effective)	
			As at 30 September 2026	As at 31 December 2025
Subsidiaries				
Araha Environmental Sciences Company (**"ARAHA"**) (refer note (e) below)	The main activity of Araha is to engage in operation of sewer systems or sewer treatment facilities, repair and maintenance of sewer systems, sewage disposals plants and pumping station, Construction of sewer systems, sewage disposal plants and pumping stations.	Kingdom of Saudi Arabia	**70%**	70%
Sustainable Water Company for Environmental Services (**"SWESC"**) (refer note (f) below)	The main activity of SWESC is construction of utility projects, sewage, operation and maintenance of water supply, sanitation, waste management and treatment activities.	Kingdom of Saudi Arabia	**70%**	70%
Al Haer Operations Limited Company (**"AL HAER OPERATIONS"**) (refer note (h) below)	The main activity of Al Haer Operations is to engage in water supply, sanitation, waste management and treatment, sanitation and construction of utility projects.	Kingdom of Saudi Arabia	**55%**	55%
Associates				
Al Haer Environmental Services (**"AL HAER"**) (refer note (g) below)	The main activity of Al Haer is to engage in water supply, sanitation, waste management and treatment, sanitation and construction of utility projects.	Kingdom of Saudi Arabia	**45%**	45%
International Water Partners Company (**"IWP"**) (refer note (i) below)	The main activity is for Management, Operations and Maintenance ("MOM") Services for the first Cluster i.e., North-west consisting of the areas of Madinah and Tabuk.	Kingdom of Saudi Arabia	**40%**	40%
International Water Partners Company The Second (**"IWP2"**) (refer note (j) below)	The main activity is for Management, Operations and Maintenance ("MOM") Services for the Cluster i.e., Eastern consisting of the areas of Dammam.	Kingdom of Saudi Arabia	**35%**	35%
Arana Renewable Water Company (**ARANA**) (refer note (k) below)	The main activity of Arana is to manufacture multipurpose machinery, waste collection treatment and delivery, Sewage and construction of utility projects.	Kingdom of Saudi Arabia	**35%**	-
Arana Water Works Company (**ARANA O&M**) (refer note (l) below)	The main activity of ARANA O&M is to engage in Water supply, Waste water activities, Waste management, treatment and Construction.	Kingdom of Saudi Arabia	**40%**	-

1. REPORTING ENTITY (CONTINUED)

(a) ICDOC is engaged in a service concession arrangement under Rehabilitate, Operate and Transfer ("ROT") model with Government-related entity for industrial cities in Dammam and Al-Ahsa dated 22 October 2007, effective from 30 January 2008, for rehabilitating, operating and maintaining the water utilities and wastewater plant and related network system ("water utilities and wastewater treatment facilities") of the first and second industrial cities in Dammam and building, operating and maintaining the water utilities and wastewater treatment facilities of the first industrial city in Al-Ahsa. The water utilities and wastewater treatment facilities in industrial cities in Dammam and Al-Ahsa will be transferred back to Government-related entity at the end of the concession arrangement period of 30 years.

(b) The Group established a wholly owned subsidiary, Clear Water Company ("CWC"), on 13 May 2025. CWC has entered into a service concession arrangement under Rehabilitate, Operate and Transfer ("ROT") model for rehabilitating, operating and maintaining the wastewater plant and related network system ("wastewater treatment facilities") of Jeddah Industrial city with a Government-related entity for a period of 25 years.

(c) RWPC is engaged in a service concession arrangement a Build, Operate and Transfer ("BOT") model with the Government-related entity dated 15 September 2015 to perform, for a period of 25 years, further develop, own, finance engineer, design, procure, construct, commission, start up and test the new Water Treatment Station ("WTS") and operate, maintain and transfer the new WTS.

(d) JECO is a subcontractor for operations and maintenance of the above service concession contracts relating to ICDOC, RWPC, Araha and SWESC.

(e) On 30 November 2022, the Group established ARAHA. ARAHA is engaged in a service concession arrangement with the Government-related entity dated 28 August 2022, effective from 2 May 2023, to perform the rehabilitation remediation and financing, completion, testing, operation and maintenance, handover, and transfer of the existing two sewage treatment plants ("STP") in Makkah called Hadda and Arana STPs under Build, Own, Operate and Transfer ("BOOT") model, for a period of 10 years.

(f) On 27 February 2023, the Group was awarded a contract through competitive tendering process for the Ras Tanura Refinery ("RTR") wastewater treatment plant project – to treat industrial wastewater of a Government-related entity. The industrial wastewater treatment plant, wastewater and effluent transmission systems will be developed on a Build-Own-Operate-Transfer ("BOOT") basis for a period of 25 years. The subsidiary has already achieved the commercial and financial close, signed a concession arrangement and construction work was substantially completed.

(g) The Group formed AL HAER during 2024, in which it holds 45% of shares of Al Haer. On 07 February 2025, the Group was awarded with the contract for developing AL HAER Independent Sewage Treatment Plant ("ISTP") on a Build, Own, Operate and Transfer ("BOOT") model with a treatment capacity of 200,000 m3/day. It will also include Treated Sewage Effluent Special Facilities (TSESF), consisting of an approximately 32 km-long Treated Sewage Effluent (TSE) transmission system with a capacity of 400,000 m3/day, a TSE Pumping Station, and TSE storage tanks with a capacity of 200,000 m3.

(h) The Group has formed AL HAER Operations during 2024, in which it holds 55% of shares of AL HAER Operations. No operational activities have been undertaken by AL HAER Operations during the period.

(i) The Group made an investment in IWP to the extent of 40% of IWP's share capital, for a consideration of SR 200,000 in February 2021. IWP is engaged in a contract with a Government-related entity to perform management and operations of the water supply lines between the cities, engage in water wells, water technology, production, distribution, transport, sell, sewerage, drainage and re-use of water and public construction contracting, piping, electrical work, mechanical work, maintenance, operating and road works.

1. REPORTING ENTITY (CONTINUED)

(j) The Group made an investment in IWP2 to the extent of 35% of IWP2's share capital, for a consideration of SR 175,000 in January 2022. IWP2 is engaged in a contract with a Government-related entity to perform management and operations of the water supply lines between the cities, engage in water wells, water technology, production, distribution, transport, sell, sewerage, drainage and re-use of water and public construction contracting, piping, electrical work, mechanical work, maintenance, operating and road works.

(k) The Group formed ARANA on 8 January 2026, in which it holds 35% of shares of ARANA. On 04 December 2025, the Group was awarded with the contract for developing Arana Independent Sewage Treatment Plant ("ISTP") 25-year Build, Own, Operate and Transfer ("BOOT") model located in the Makkah province (the "Project"). The project comprises the design, financing, construction, commissioning, and operation of a 250,000 m^3/day sewage treatment plant, including associated facilities. The scope also covers ownership, maintenance, and eventual handover and transfer upon expiry of the Sewage Treatment Agreement ("STA"), including water, TSE, and outfall delivery facilities. The Group is in process of achieving the financial close of this project.

(l) The Group formed ARANA O&M on 8 January 2026 in which it holds 40% of shares of ARANA O&M. ARANA O&M will perform O&M services for the ARANA Plant in (k), which is expected to be operational by year 2029. No operational activities have been undertaken by ARANA O&M during the period.

Recent activities for the Group during the period

a) Geopolitical tensions in parts of the Middle East intensified, leading to regional instability. Given that the Group's operations are conducted within the region, management continues to monitor these developments closely as the situation remains evolving, and any further escalation or prolonged continuation of the conflict could potentially affect its business.

b) The Group entered into a Sale and Purchase Agreement ("SPA") to acquire 100% Equity Stake in Sha's Water Services Limited (A Limited Liability Company) (the "investee") incorporated in Kingdom of Saudi Arabia, including relevant stake in its affiliates. The transaction consideration is currently estimated at SR 95,010,990 and may increase to a maximum of SR 102,710,990 subject to achievement of specific financial targets. The agreement includes the terms, conditions, and fundamental warranties provided by each party in accordance with market practice. The Group has received a No-Objection certificate from General Authority for Competition ("GAC") during the period however the Group is completing the remaining relevant conditions precedent and regulatory procedures necessary to finalize the transaction as at the reporting date. Hence, the control of the investee is not transferred to the Group as at the reporting date. Refer note 23 for further details related to acquisition.

c) The Company decided to buy-back the Company's shares, up to a maximum of 1 million ordinary shares, for the purpose of allocating them to the Employee Share Incentive Plan. The plan was approved by General Assembly on 14 June 2026. However, as of 30 September 2026, no shares have been bought-back and the transaction is expected to be finalized by December 2027. Hence, there is no implication of treasury share or impact of EPS.

d) The Group signed a Public-Private Partnership Agreement ("PPPA") with Uzsuvtaminot Joint Stock Company (registered in Republic of Uzbekistan) in relation to 25 years contract of Operation and Maintenance of Zomin Water Treatment Plant having 50,000 m3/day treatment capacity, located in Jizzakh region, Republic of Uzbekistan. The agreement is subject to the issuance of the project-related Governmental Decree in accordance with applicable legislation, in the Republic of Uzbekistan. The total contract value is estimated at SR 395 million. Final contract value is subject to the issuance of the aforementioned Governmental Decree.

2. BASIS OF PRESENTATION

2.1 Statement of compliance

These condensed consolidated interim financial statements of the Group for the three-month and nine-month periods ended 30 September 2026 have been prepared in accordance with International Accounting Standard 34 ("IAS 34") Interim Financial Reporting as endorsed in the Kingdom of Saudi Arabia ("KSA") and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

2.2 Preparation of condensed consolidated interim financial statements

These condensed consolidated interim financial statements do not include all of the information and disclosures required in a full set of annual consolidated financial statements and should therefore be read in conjunction with the last annual consolidated financial statements for the year ended 31 December 2025 ("last annual consolidated financial statements"). However, selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements. Although the Group's operations are not significantly seasonal, construction revenue and project-development and advisory income may fluctuate between interim periods depending on project progress, achievement of contractual milestones and financial close of projects. Accordingly, interim results shown in these condensed consolidated interim financial statements may not be indicative of the annual results of the Group's operations.

2.3 Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Riyal ("SR"), which is the Company's functional currency. The Group has used Saudi Riyal ("SR") as the presentation currency. All amounts have been rounded to the nearest Saudi Riyal, unless otherwise indicated.

2.4 Basis of measurement

These condensed consolidated interim financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis on each reporting date. Further, the condensed consolidated interim financial statements are prepared using the accrual basis of accounting and on a going concern basis. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

Items	Measurement basis
Derivative financial instruments	Fair value
Employees' defined benefit liabilities	Present value of the defined benefit liabilities
Investment in equity accounted investees	Equity method of accounting
Share-based payments	Fair value

2.5 Basis of consolidation

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the condensed consolidated interim financial statements from the date on which control commences until the date on which control ceases.

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated.

Non-controlling interests are measured initially at their proportionate share of the acquiree's identifiable net assets at the date of acquisition. Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

2. BASIS OF PRESENTATION (CONTINUED)

2.6 Basis of equity accounted investees

An equity accounted investee is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies. Interests in equity accounted investees are accounted using the equity method. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

2.7 Changes in estimates

There were no material changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years that had a material effect on the current interim period, except as otherwise disclosed in these condensed consolidated interim financial statements.

3. CHANGES TO MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in preparing the Group's last annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new and amended IFRS Accounting Standards effective as of 1 January 2026 (as explained below). The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The Amendments include:

- Clarifications of the requirements for recognition and derecognition of financial assets and financial liabilities. In particular, a financial liability is derecognised on the 'settlement date' and an accounting policy choice is introduced (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date
- Additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance ("ESG") and similar features should be assessed
- Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income ("OCI")

The amendments had no impact on the Group's condensed consolidated interim financial statements.

Annual Improvements to IFRS accounting Standards – Volume 11

In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS accounting standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial instruments: Disclosure and its accompanying Guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements and IAS 7 Statements of Cash Flows. The amendments had no impact on the Group's condensed consolidated interim financial statements.

Contracts Referencing Nature -dependent Electricity – Amendments to IFRS 9 and IFRS 7

In December 2024, the IASB issued Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity. The amendments apply only to contracts that reference nature-dependent electricity, and they:

- Clarify the application of the 'own-use' requirements for in-scope contracts
- Amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts
- Add new disclosure requirements to enable investors to understand the effect of these contracts on a Group's financial performance and cash flows

The amendments had no impact on the Group's condensed consolidated interim financial statements.

3. CHANGES TO MATERIAL ACCOUNTING POLICIES (continued)

3.1 Significant accounting judgements, estimates and assumptions.

The preparation of condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Therefore, actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3.2 IFRS Accounting Standards issued but not yet effective

There are new standards and amendments that are not yet effective and have been explained in Group's Annual Consolidated Financial Statements for the year ended 31 December 2025. These amended standards and interpretations are not expected to have a material impact on the Group's Annual Consolidated Financial Statements. The Group has not early adopted the new or amended standards in preparing these condensed consolidated interim financial statements.

Standard, interpretation, amendments	Effective date
IFRS 19 Subsidiaries without Public Accountability: Disclosures	Annual periods beginning on or after 1 January 2027
Translation to a Hyperinflationary Presentation Currency – Amendments to IAS 21	Annual periods beginning on or after 1 January 2027
IFRS 18 Presentation and Disclosure in Financial Statements	Annual periods beginning on or after 1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28	Prospective application with disclosure
IFRS 20 - Regulatory Assets and Regulatory Liabilities	Annual periods beginning on or after 1 January 2027
Disclosures about Uncertainties in the Financial Statements	Entities are entitled to sufficient time to implement any changes as a result of the illustrative examples
Amendments to the Fair Value Option for Investments in Associates and Joint Ventures in IAS 28	The amendments are applied when an entity first applies IFRS 18.

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 and becomes effective for annual reporting periods beginning on or after 1 January 2027. The new standard introduces new requirements and updates to the statement of profit or loss, with the main objective of improving comparability in the statement of profit or loss and enhancing transparency over management-defined performance measures.

The key new concepts introduced by IFRS 18 include:

- A revised structure of the statement of profit or loss, requiring classification of income and expenses into 5 defined categories based on the entity's main business activities and presentation of mandatory subtotals;
- Enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general; and
- Required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures).

3. CHANGES TO MATERIAL ACCOUNTING POLICIES (continued)

3.2 IFRS Accounting Standards issued but not yet effective (continued)

IFRS 18 Presentation and Disclosure in Financial Statements (continued)

a) Structure of the Statement of Profit or Loss

The standard is expected to result in changes to the presentation of certain line items and subtotals in the statement of profit or loss namely operating, investing, financing, zakat/income tax and discontinued operations. This classification depends on the main business activities of the entity. The Group has determined that it does not have a specified main business activity of investing in assets and/or providing financing to customers.

Neither net profit nor net assets will change as a result of the Group's adoption of IFRS 18. The Group will be required to present two newly defined subtotals, which are 'operating profit' and 'profit or loss before financing and income taxes', However, operating profit subtotal differs from the current operating profit subtotal presented by the Group. Based on the Group's preliminary assessment and the nature of its main business activities, performed to-date, the Group expects changes to the current structure of the statement of profit or loss to result from the following:

- Interest income on concession contract receivables, which is currently presented separately on the face of the statement of profit or loss post operating profit, will be classified in the operating category which will have an impact on the current reported operating profit.
- Other interest income and expenses are currently presented as finance income and finance costs separately on the face of the statement of profit or loss separately post the operating profit subtotal. IFRS 18 provides specific guidance on the interest income and expenses to be classified in investing and financing categories respectively.
- Interest cost on employee benefit obligations, which is currently presented within employee costs, will be classified and presented within finance costs under financing category.
- Gains and losses on certain designated cash flow hedging instruments are currently included in finance costs and presented as finance costs. Under IFRS 18, gains and losses on designated hedging instruments are required to be classified in the same category as the income and expenses affected by the hedged risks. The Group has determined that gains or losses on these hedging instruments will continue to be classified in the financing categories.

b) Aggregation and disaggregation

The new aggregation and disaggregation requirements will lead to changes to present the most useful, structured summary as it 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' and will use more informative labels.

c) Management- defined performance measures

Management-defined performance measures ("MPMs") are subtotals of income and expenses that an entity uses in public communications outside the financial statements that communicates management's view of an aspect of the financial performance of the entity as a whole. Where applicable, these measures may require quantitative reconciliation to IFRS-defined subtotals together with expanded explanatory disclosures. The Group will be required to disclose specific information about MPMs in a single note in the financial statements. The Group is in process to determine which public communications (press releases, MD&A, investor presentations, earnings release, etc.) should be considered when identifying MPMs. MPMs relate to the same reporting period as the financial statements. Therefore, MPMs disclosed by the Group following adoption of IFRS 18 will be determined based on public communications issued by the Group relating to the 2027.

3. CHANGES TO MATERIAL ACCOUNTING POLICIES (continued)

3.2 IFRS Accounting Standards issued but not yet effective (continued)

IFRS 18 Presentation and Disclosure in Financial Statements (continued)

d) Consequential amendments
IFRS 18 introduces consequential amendments to IAS 7, which require entities to use the newly defined operating profit subtotal as a starting point for statement of cash flows when presenting operating cash flows under the indirect method. The Group currently uses profit for the year / period before Zakat as a starting point of the reconciliation to cash flows from operating activities. Certain adjusting items included in the reconciliation will change as a result of the new starting point. Consequential amendments also provide specific guidance on classification of interest and dividend cash flows. The Group will classify cash flows from interest paid as financing activities rather than operating activities under this guidance. Cash flows from interest and dividends received and dividends paid will continue to be classified as investing activity and financing activity, respectively.

4. INTANGIBLE ASSETS ARISING FROM SERVICE CONCESSION ARRANGEMENTS

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
Cost:			
At the beginning of the period / year	**816,095,323**	786,018,084	786,018,084
Additions during the period / year	**38,435,103**	7,987,529	30,266,947
Disposals during the period / year	-	-	(189,708)
At the end of the period / year	**854,530,426**	794,005,613	816,095,323
Accumulated amortisation:			
At the beginning of the period / year	**472,766,308**	437,399,985	437,399,985
Charge for the period / year	**24,205,319**	26,333,456	35,366,323
At the end of the period / year	**496,971,627**	463,733,441	472,766,308
Net book value:			
At the end of the period / year	**357,558,799**	330,272,172	343,329,015

Intangible assets arising from service concession arrangements include the costs below:
- the cost of the rehabilitation of water utilities and wastewater treatment facilities for the first and second industrial cities of Dammam;
- the cost of construction of water utilities and wastewater treatment facilities for the first industrial city of Al-Ahsa; and
- the cost of the rehabilitation of water utilities and wastewater treatment facilities for reverse osmosis plant at the second industrial city in Dammam.

Additions represent enhancements to water and wastewater treatment station and networks. Included in additions during the period are finance costs capitalised amounting to SR **577,022** (30 September 2025: SR 306,103) at a weighted average rate of 7.49% per annum (30 September 2025: 7.98%).

5. INVESTMENTS IN EQUITY ACCOUNTED INVESTEES

	Ownership %	30 September 2026 (Unaudited)	31 December 2025 (Audited)
International Water Partners Company	40	**14,223,750**	15,197,875
International Water Partners Company The Second	35	**8,044,961**	8,129,783
Al Haer Environmental Services (Al Haer)	45	**16,305,244**	(18,316,197)
Arana Renewable Water Company	35	**35,000**	-
Arana Water Works Company	40	**40,000**	-
		38,648,955	5,011,461
Presented in condensed consolidated interim statement of financial position as:			
Investment in equity accounted investees		**38,648,955**	23,327,658
Provision against losses in an equity accounted investee		**-**	(18,316,197)

The Group recognized losses in excess of its investment in the investee to the extent that the Group had incurred legal or constructive obligations or had made payments on behalf of the investee. As at 30 September 2026, the previously recognized provision had been fully reversed as a result of the Group's share of the investee's other comprehensive income and movements during the period.

Movement in investments in equity accounted investees were as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year	**5,011,461**	19,087,059	19,087,059
Additions during the period / year	**75,000**	-	-
Share of (loss) profit for the period / year	**(1,047,961)**	3,680,895	4,599,925
Share of OCI for the period / year	**34,610,455**	(20,081,527)	(18,675,523)
At the end of the period / year	**38,648,955**	2,686,427	5,011,461

6. CONCESSION CONTRACT RECEIVABLES

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Concession contract receivables *classified as:*		
- Non-current	832,245,143	719,298,090
- Current	34,586,026	34,586,026
	866,831,169	**753,884,116**

Movement in concession contract receivables is as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year (gross)	**753,974,379**	396,096,287	396,096,287
Additions for the period / year *(refer note 6.1 and 6.2)*	**104,889,164**	272,102,436	359,525,163
Finance income for the period / year	**33,877,960**	21,799,527	32,779,689
Amount billed for the period / year	**(25,820,071)**	(26,051,467)	(34,426,760)
	866,921,432	663,946,783	753,974,379
Allowance for expected credit losses	**(90,263)**	(146,087)	(90,263)
At the end of the period / year (net)	**866,831,169**	663,800,696	753,884,116

6. CONCESSION CONTRACT RECEIVABLES (continued)

6.1 In 2023, the Group has entered into a long-term operation and maintenance agreement ("LTOM Agreement") with a Government-related entity for a period of 10 years. The scope of the LTOM agreement is rehabilitation and remediation work of the water treatment plants while simultaneously providing operation and maintenance services. All the relevant output of the plants will be purchased and off taken by the Government-related entity. At the end of the LTOM Agreement, the plants would be transferred back to Government-related entity.

6.2 In 2024, the Group has entered into Build-Own-Operate-Transfer ("BOOT") a wastewater treatment plant project for 25 years. The scope of the BOOT is to build the plant and provide operation and maintenance services. All the relevant output of the plants will be purchased and off taken by the Government-related entity. At the end of the BOOT, the plants would be transferred back to Government-related entity.

7. TRADE AND OTHER RECEIVABLES

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables	**77,659,480**	50,102,354
Less: allowance for expected credit losses	**(2,418,171)**	(2,418,171)
	75,241,309	**47,684,183**
Staff and other receivables	**2,193,585**	1,727,753
	77,434,894	**49,411,936**

Movement of allowance for expected credit losses is as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year	**2,418,171**	5,711,468	5,711,468
Charge for the period / year	**-**	950,000	620,612
Written off during the period / year	**-**	(3,913,909)	(3,913,909)
At the end of the period / year	**2,418,171**	2,747,559	2,418,171

8. CONTRACT ASSETS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Unbilled revenue	**5,970,451**	6,834,900
Contract costs	**1,491,199**	1,252,630
	7,461,650	**8,087,530**

Significant change in the unbilled revenue balance were as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year	**6,834,900**	6,848,989	6,848,989
Amounts recognised during the period / year	**68,461,031**	70,701,023	84,969,851
Amounts billed during the period / year	**(69,325,480)**	(66,534,106)	(84,983,940)
At the end of the period / year	**5,970,451**	11,015,906	6,834,900

9. CASH AND CASH EQUIVALENTS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Cash at bank	**39,088,787**	137,917,613
Term deposits having original maturity of less than three months	**134,500,000**	167,680,000
Cash in hand	**190,093**	113,386
	173,778,880	**305,710,999**

Short-term deposits are deposited with Banks for varying periods between one day and six months, depending on immediate cash requirements of the Group and earns interest at a floating rate based on daily bank deposit rate. Deposit with maturity less than three months are presented under cash and cash equivalents, while others are presented as a separate line item in condensed consolidated interim statement of financial position. Short-term deposits with original maturities exceeding three months amounts to SR 30,473,640 (31 December 2025: SR 55,000,000). Effective interest rate ranges from 4.5% to 5.8%.

10. LOANS AND BORROWINGS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Murabaha term loan (a)	**124,364,214**	153,550,996
Murabaha term loan (b)	**196,003,944**	200,709,013
Equity bridge loan ("EBL") (c)	**18,960,373**	18,960,373
Senior debt facility and VAT facility (d)	**63,133,856**	20,566,481
Equity bridge loan ("EBL") (e)	**127,261,808**	127,261,808
Senior debt and VAT facility (f)	**336,534,010**	262,438,718
Sub-total	**866,258,205**	783,487,389
Less: upfront fees subject to amortisation	**(11,452,536)**	(13,268,797)
Amortised cost of loans and borrowings	**854,805,669**	770,218,592
Less: current portion of loans and borrowings	**(81,120,819)**	(42,612,724)
Non-current portion of loans and borrowings	**773,684,850**	727,605,868

Accrued finance costs on loans and borrowings amount to SR 1.7 million (31 December 2025: SR 2.5 million).

Movement during the period was as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year	**770,218,592**	501,407,840	501,407,840
Proceeds during the period / year	**147,048,982**	378,394,821	470,987,379
Payments during the period / year	**(64,278,166)**	(184,314,552)	(194,834,783)
Amortisation of upfront fees during the period / year	**1,951,261**	1,402,677	1,972,936
Upfront fees paid during the period / year	**(135,000)**	(9,328,929)	(9,314,780)
At the end of the period / year	**854,805,669**	687,561,857	770,218,592

The Group's facilities utilised and un-utilised against loans and borrowings are as follows:

a. A Shariah-compliant financing agreement with Arab National Bank totaling SR 210 million and additional financing of SR 50 million to support the growth-related capital expenditures. The loan is secured by assignment of receivables, insurance proceeds, and the pledge over designated bank accounts, corporate guarantee from the Group covering six months DSRA requirement and promissory note. These facilities carry finance costs based on Saudi Inter Bank Offer Rate (SAIBOR) plus margin. The new loan is repayable in 5 years tenure ending at July 2030. The facilities are repayable in unequal semi-annual instalments till maturity date.

10. LOANS AND BORROWINGS (continued)

The Group's facilities utilised and un-utilised against loans and borrowings are as follows (continued):

b. Murabaha loan facilities amounting to SR 249,736,000 secured from a consortium of local banks. The facilities include long-term loan of SR 243,786,000 on non-recourse basis and a working capital facility of SR 5,950,000 (unutilized). The commission on the term-loan is charged at a floating rate based on SAIBOR plus a margin. The term loan is repayable in unequal semi-annual instalments till maturity date i.e., September 2038. As at 30 September 2026, the Group is in compliance with the financial covenants stipulated. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap.

c. Equity bridge loan facilities amounting to SR 18,960,373 secured from a local bank. The commission on this loan is charged at a floating rate based on SAIBOR plus a margin. The facility is repayable in a bullet payment at maturity date i.e., February 2027. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap.

d. Bundled facilities amounting to SR 70,926,205 (utilized SR 63,133,856) secured from a local bank. The facilities include Senior debt facility of SR 65,777,643, a working capital facility of SR 952,427 and a VAT facility of SR 4,196,135. The commission on the Senior debt is charged at a floating rate based on SAIBOR plus a margin. The Senior debt is repayable in unequal quarterly instalments till maturity date i.e., February 2033. As at 30 September 2026, the Group is in compliance with the financial covenants stipulated. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap.

e. Equity bridge loan facilities amounting to USD 33,936,482 (equivalent to SR 127,261,808) secured from a local bank. The commission on this loan is charged at a floating rate based on USD Term Secured Overnight Financing Rate ("SOFR") plus a margin. The maturity date of EBL Murabaha facilities is 15 June 2028, and on that date, it becomes repayable in full. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap.

f. Istisna-Ijara facility amounting to USD 139,586,972 equivalent SR 523,451,145 (utilized SR 320,382,109) secured from consortium of banks, VAT facility of SR 17,260,000 (utilized SR 16,151,901), and a working capital facility of USD 1,400,000 (unutilized). The Senior debt is repayable in unequal quarterly instalments till maturity date i.e., June 2051. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap.

As at 30 September 2026, the Group is in compliance with the financial covenants stipulated.

11. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
Right-of-use assets			
At the beginning of the period / year	**60,444,677**	9,557,886	9,557,886
Addition during the period / year	**2,375,612**	57,723,921	58,362,303
Modification during the period / year	**(34,922)**	-	-
Depreciation charge for the period / year:			
Cost of revenue (note 15)	**(1,296,373)**	(659,872)	(953,101)
General and administration expenses (note 16)	**(4,459,806)**	(4,553,138)	(6,484,523)
	(5,756,179)	(5,213,010)	**(7,437,624)**
Derecognition during the period / year	**(1,503,534)**	(37,888)	(37,888)
At the end of the period / year	**55,525,654**	62,030,909	60,444,677
Lease liabilities			
At the beginning of the period / year	**62,115,603**	9,782,284	9,782,284
Addition during the period / year	**2,375,612**	57,723,921	58,362,303
Modification during the period / year	**(34,922)**	-	-
Lease payments	**(10,083,485)**	(9,247,481)	(9,786,233)
Interest on lease liabilities	**3,414,355**	2,960,120	3,795,137
Derecognition during the period / year	**(1,590,241)**	(37,888)	(37,888)
At the end of the period / year	**56,196,922**	61,180,956	62,115,603
Classified as:			
Non-current	**50,534,022**	52,847,093	**56,753,925**
Current	**5,662,900**	8,333,863	**5,361,678**
	56,196,922	61,180,956	**62,115,603**

12. DEFERRED REVENUE AND CONTRACT LIABILITIES

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Non-current portion		
Deferred revenue (a)	**8,290,223**	8,020,010
Contract liabilities (b)	**4,837,392**	5,400,375
	13,127,615	**13,420,385**
Current portion		
Deferred revenue (a)	**784,704**	729,092
Deferred revenue (c)	**824,674**	2,931,868
	1,609,378	**3,660,960**

(a) The balance arises from upfront consideration received in connection with customer connection services under the relevant service concession arrangements. The amount is recognised as revenue over the concession term as the Group satisfies the related performance obligation. The satisfaction of performance obligation occurs evenly over the remaining concession contract term. The portion expected to be recognized as revenue within the next twelve months is classified as current.

(b) It primarily relates to advance consideration received from customers, which would be adjusted over the period of contract.

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year	**5,400,375**	4,777,830	4,777,830
Revenue recognised during the period / year	**(1,935,881)**	(1,529,864)	(1,207,986)
Amounts invoiced during the period / year	**1,372,898**	1,372,898	1,830,531
At the end of the period / year	**4,837,392**	4,620,864	5,400,375

12. DEFERRED REVENUE AND CONTRACT LIABILITIES (continued)

(c) It arises from recognition of development income by the Group to one of its associates, which is recognised as revenue progressively, based on percentage of construction completion, over the construction period.

13. TRADE AND OTHER PAYABLES

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Accrued expenses	**133,300,722**	117,674,011
Trade payables	**22,444,981**	131,711,649
Employee accruals	**9,248,899**	16,120,065
Retention payable	**6,173,636**	1,567,428
Value added tax ("VAT") payable	**1,370,619**	1,957,033
Accrued finance costs	**1,693,653**	2,524,140
Due to a related party (note 17.2)	**85,343**	10,343
Other liabilities	**466,208**	60,703
	174,784,061	**271,625,372**

14. REVENUE

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Service concession arrangements:				
Water and wastewater services	**68,049,423**	65,629,754	**188,598,364**	189,695,997
Construction revenue - concession contract receivable	**22,764,361**	102,057,635	**104,889,164**	272,102,436
Construction revenue - intangible assets	**6,980,710**	2,876,903	**26,250,038**	8,083,733
Operation and maintenance revenue	**2,294,054**	2,844,229	**11,875,385**	7,360,807
Project development and advisory services	**584,560**	1,728,066	**2,821,551**	59,626,625
	100,673,108	175,136,587	**334,434,502**	536,869,598
Timing of revenue				
Over time	**100,673,108**	175,136,587	**334,434,502**	494,414,267
At a point in time	**-**	-	**-**	42,455,331
	100,673,108	175,136,587	**334,434,502**	536,869,598

Service concession arrangements
Revenue from the service concession arrangement is recognised as follows:

i. **King Khaled International Airport Project ("KKIA project"):** The amount of consideration to which the Group expects to be entitled from the Grantor for the services provided is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Government-related entity, the Group is obliged to Build-Operate-Transfer ("BOT") a Water Treatment Station ("WTS") for 28 years.

The total expected consideration over 28 years is allocated to the performance obligations based on the relative stand-alone selling prices of the construction services and operation & maintenance services, taking into account the significant financing component, as follows:

- For construction services under one BOT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- For operation & maintenance services under one BOT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 7.7%.
- The implied interest rate of 5.2% is assumed to be the rate that would be reflected in a financing transaction between the Group and the Grantor.

14. REVENUE (continued)

Service concession arrangements (continued)
Revenue from the service concession arrangement is recognised as follows (continued):

ii. **Dammam Industrial City ("DIC Project") and Jeddah Industrial City ("JIC Project")**: The amount of consideration to which the Group is entitled to by providing services to the public is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Government-related entity, the Grantor is not obliged to make any payment to the Group and the Group earns revenue by providing services to the public and charging them for the same. Accordingly, the revenue earned from construction services is recognised as an intangible asset under IFRIC 12, Service Concession Arrangements.

iii. **Hadda and Arana Project:** The amount of consideration to which the Group expects to be entitled from the Grantor for the services provided is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Government-related entity, the Group is obliged to Rehabilitate-Operate-Transfer ("ROT") a Water Treatment Station ("WTS") for 10 years.

The total expected consideration over 10 years is allocated to the performance obligations based on the relative stand-alone selling prices of the rehabilitation services and operation & maintenance services, taking into account the significant financing component, as follows:

- For construction services under one ROT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- For operation & maintenance services under one ROT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- The implied interest rate of 5.7% is assumed to be the rate that would be reflected in a financing transaction between the Group and the Grantor.

iv. **Ras Tanura Project:** The amount of consideration to which the Group expects to be entitled from the Grantor for the services provided is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Grantor, the Group is obliged to Build-Own-Operate-Transfer ("BOOT") a wastewater treatment plant project for 25 years.

The total expected consideration over 25 years is allocated to the performance obligations based on the relative stand-alone selling prices of the construction services and operation & maintenance services, taking into account the significant financing component, as follows:

- For construction services under one BOOT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- For operation and maintenance services under one BOOT arrangement, the Group estimates the relative standalone selling price by reference to the forecast cost plus 8%.
- The implied interest rate of 5.7% is assumed to be the rate that would be reflected in a financing transaction between the Group and the Grantor.

The construction is substantially completed during the period, leading to reduction in construction revenue.

Project development and advisory services
During the prior period, the Group has achieved the financial close of a project and a project development fee pertains to the new project is recognised, which led to increase in revenue in the prior period. This project development income is usually recognised one-time when the project achieved financial close which is in line with the accounting policy.

15. COST OF REVENUE

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Salaries and employee related costs	**13,571,496**	15,686,680	**42,783,525**	44,760,223
Royalty	**13,203,915**	12,485,784	**35,929,904**	28,833,755
Amortisation of intangible assets arising from service concession arrangements	**8,036,427**	7,448,672	**24,205,319**	26,333,456
Business development expense	**8,617,665**	6,639,629	**20,412,321**	24,314,566
Electricity	**5,917,544**	5,932,149	**15,999,098**	15,552,506
Sludge transportation and related treatment	**2,198,351**	2,332,452	**6,388,077**	6,138,880
Maintenance service, spare parts and consumables	**1,618,074**	1,371,222	**4,669,468**	3,732,560
Chemicals	**1,619,245**	1,192,073	**4,455,410**	4,281,724
Insurance expense	**1,003,787**	121,745	**1,959,420**	908,766
Subcontract costs	**519,448**	580,800	**1,747,842**	2,187,700
Depreciation of right-of-use assets	**337,223**	215,741	**1,296,373**	659,873
Professional fees	**528,465**	188,691	**1,182,340**	1,005,987
Depreciation of property and equipment	**239,831**	208,700	**682,843**	682,417
Amortisation of intangible assets	**-**	125	**-**	635
Others	**856,143**	2,099,558	**5,699,591**	6,403,920
Operation cost	**58,267,614**	56,504,021	**167,411,531**	165,796,968
Construction costs (refer note 14 (iv) above)	**28,263,570**	101,730,317	**126,390,926**	271,713,084
Total cost of revenue	**86,531,184**	158,234,338	**293,802,457**	437,510,052

16. GENERAL AND ADMINISTRATION EXPENSES

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Salaries and employee related costs	**2,054,518**	3,336,620	**7,244,403**	9,502,076
Professional fees	**1,645,079**	2,353,643	**5,381,294**	6,782,256
Depreciation of right-of-use assets	**1,498,694**	1,482,446	**4,459,806**	4,553,137
Depreciation of property and equipment	**279,720**	351,870	**1,444,344**	1,150,444
Advertising expenses	**56,160**	269,960	**1,189,665**	595,492
Subscription	**275,579**	301,475	**682,572**	798,758
Travel expenses	**255,036**	148,711	**474,457**	303,541
IT cost and other utilities	**50,384**	56,865	**264,020**	447,912
Training and seminars	**11,325**	115,875	**206,862**	142,956
Amortisation of intangible assets	**34,387**	16,375	**93,335**	65,498
Provision for old office furniture	**-**	-	**-**	652,738
Others	**239,104**	415,457	**944,843**	2,217,647
	6,399,986	8,849,297	**22,385,601**	27,212,455

17. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent the shareholders of the Company and key management personnel of the Group, and entities jointly controlled or significantly influenced by the Group and such parties. In the ordinary course of its activities, the Group transacts with related parties at terms mutually agreed between the parties. Balances and transactions between the Group entities are eliminated on consolidation. Key management personnel represent directors, the Chief Executive Officer and his direct reports.

Name of related party	Nature of relationship
Abunayyan Trading Company	Shareholder having significant influence over the Parent Company (VIIC)
Abdulkadir Al-Muhaidib and Sons Company	Shareholder having significant influence over the Parent Company (VIIC)
Vision International Investment Company ("VIIC")	Parent Company, Ultimate parent company and Ultimate Controlling Party

17.1 Related party transactions

Key management personnel compensation comprised the following:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Short-term employee benefits	**2,865,002**	2,854,728	**8,552,007**	8,449,050
Long term employee benefits	**-**	(486,508)	**502,814**	622,340
Post-employment benefits	**160,500**	146,934	**481,500**	496,500
Directors' remuneration	**1,019,500**	1,019,500	**3,075,000**	3,075,000

Details of major transactions between the Group and other related parties are as follows:

Nature of transaction		For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Associates					
Al Haer Environmental Service Company	Providing project development and advisory services	**252,617**	252,617	**757,850**	59,288,630
	Expenses paid on behalf of the Group	**21,638**	5,829,033	**80,872**	5,891,345
	Employees' costs recharged	**(146,724)**	-	**(198,229)**	-
Arana Water Works Company	Investment in associate	-	-	**40,000**	-
Arana Renewable Water Company	Investment in associate	-	-	**35,000**	-
International Water Partners Company	Expenses paid on behalf of the Company	-	3,425	-	3,425
International Water Partners Company The Second (IWP 2)	Providing services	-	-	-	37,482
	Expenses paid on behalf of IWP2	-	-	-	2,233

17. RELATED PARTIES TRANSACTIONS AND BALANCES (continued)

17.2 Related party balances

17.2.1 Due from related parties

Name of related party	Relationship	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Al Haer Environmental Service Company	Associate	**144,496**	70,942
International Water Partners Company	Associate	**6,000**	6,000
International Water Partners Company The Second	Associate	**-**	299,435
		150,496	**376,377**

17.2.2 Due to a related party

Name of related party	Relationship	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Arana Water Works Company	Associate	**40,000**	-
Arana Renewable Water Company	Associate	**35,000**	-
Vision Invest	Shareholder	**10,343**	10,343
		85,343	**10,343**

All the above balances are unsecured and expected to be settled in next 12 months.

18. CONTINGENCIES AND COMMITMENTS

As of 30 September 2026 and 31 December 2025, the Group had the following contingencies and commitments in the normal course of business:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Performance guarantees issued by banks	**172,943,465**	168,204,440
Bid bond	**49,875,000**	3,000,000
Letter of credit	**-**	106,425
Advance payment guarantee issued by banks	**1,940,340**	100,000
Capital commitments against uncompleted performance obligation	**90,448,397**	149,341,913

Increased cost claims
As of 30 September 2026, EPC contractors of certain subsidiaries and an associate raised claims aggregating SR 13.4 million in respect of additional costs arising from delays attributable to the Grantors under the relevant concession agreements. In accordance with the contractual Equivalent Project Relief ("EPR") provisions, these amounts are claimable from the respective grantors. As at the reporting date, the Group has no net exposure in respect of these claims and no provision has been recognised in these condensed consolidated interim financial statements.

The Group is pursuing contractual claims relating to one of the project, including its assertion of Deemed Commercial Operation in quarter 3 of year 2026, related Capacity Payments and Increased Costs. The counterparty has challenged the Group's position and requested to negotiate. Subsequent to the reporting date, the Group submitted further contractual correspondence supporting its position; however, the matter remains under negotiation in respect of deemed completion operations and increased cost claims. Accordingly, no asset has been recognized in respect of these claims, and management will continue to reassess the accounting treatment as the matter progresses.

19. OPERATING SEGMENTS

The Group's activities and business lines used as a basis for the financial reporting are consistent with the internal reporting process and information reviewed by Board of Directors, who are the Chief Operating Decision Maker ("CODM"). CODM considers the operations of the Group as a whole as one operating segment as all subsidiaries engage in provision of water utilities and wastewater treatment services. The Group's revenue, gross profit, total assets and total liabilities pertaining to the Group's operations as a whole are presented in the condensed consolidated interim financial statements.

As at 30 September 2026, the Group's operating activities, revenue and non-current assets were substantially located in the Kingdom of Saudi Arabia. The agreement relating to the project in Uzbekistan remained subject to the issuance of the applicable governmental decree and had not commenced operations as at the reporting date.

20. EARNINGS PER SHARE

Basic earnings per share
Basic earnings per share is calculated by dividing the profit for the period after Zakat attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding at the end of the period.

Particulars	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Profit attributable to ordinary shareholders	2,705,596	4,562,836	8,181,462	73,342,076
Weighted average number of ordinary shares (number of shares)	160,925,543	160,925,543	160,925,543	160,925,543
Basic earnings per share	0.02	0.03	0.05	0.46

Diluted earnings per share
Diluted earnings per share is calculated by dividing the profit for the period after Zakat attributable to the equity holders of the Company by the weighted average number of ordinary shares outstanding at the end of the period after adjustment for the effects of all potential ordinary shares in respect of additional capital contribution.

Particulars	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	2026 (Unaudited)	2025 (Unaudited)
Profit attributable to ordinary shareholders	2,705,596	4,562,836	8,181,462	73,342,076
Weighted average number of ordinary shares (number of shares)	160,925,543	160,925,543	160,925,543	160,925,543
Diluted earnings per share	0.02	0.03	0.05	0.46

21. SHARE CAPITAL AND RESERVES

Share capital
The Company's authorised, issued and paid up share capital is divided into 160,925,543 shares of SR 1 each (31 December 2025: 160,925,543 shares of SR 1 each), owned 60% by Vision International Investment Company, 9% by Al Rajhi Funds and remaining 31% by Others.

Reserves
Balance of reserve represents the total amounts appropriated from net income for prior years as statutory reserves in accordance with the requirements of the previous Companies Law and the Company's By-Laws prior to alignment with the new Regulation for Companies. The utilization of these reserves is subject to the decisions of the shareholders' assembly.

Dividends
Period ended 30 September 2026
On 28 Shawwal 1447H (corresponding to 16 April 2026), the shareholders resolved to distribute cash dividend of SR 0.15 per share for the year ended 31 December 2025, amounting to SR 24.14 million. The amount has been paid during the period.

Period ended 30 September 2025
On 1 Muharram 1447H (corresponding to 29 May 2025), the shareholders resolved to distribute cash dividend of SR 0.1 per share for the year ended 31 December 2024, amounting to SR 16.09 million. The amount was paid during the period.

22. FAIR VALUE OF DERIVATIVE FINANCIAL INSTRUMENTS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Fair value of derivative financial instruments - Assets	**30,995,261**	968,628
Fair value of derivative financial instruments - Liability	**(1,083,513)**	(798,600)
	29,911,748	**170,028**

The Group has interest rate hedging contracts with several banks to hedge the fluctuations in interest rates on loans with a notional amount of SR 778,924,874 (2025: SR 1,241,613,316). In this respect, the variable rate loans of the Group are hedged to fixed rates.

The fair values of the Group's derivative financial instruments are classified within Level 2 of the fair value hierarchy. The fair values are determined using valuation techniques based on observable market inputs, including prevailing forward profit-rate curves, contractual profit rates, remaining contractual maturities and appropriate discount factors. There were no transfers between the levels of the fair value hierarchy during the period.

All derivatives as of 30 September 2026 and 31 December 2025 are classified as cash flow hedges. Derivative financial instruments – asset and liability are classified as non-current considering the maturity is after more than 12 months.

Movement in the fair value of derivative instruments were as follows:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period / year	170,028	(9,388,092)
Cash flow hedges - effective portion of changes in fair value	29,741,720	9,558,120
At the end of the period / year	**29,911,748**	170,028

During the period ended 30 September 2026, no material hedge ineffectiveness was recognised in condensed consolidated interim statement of profit or loss. The effective portion of changes in the fair value of the designated hedging instruments amounting to SR 29,741,720 was recognised in other comprehensive income and accumulated in the cash-flow hedge reserve. Amounts accumulated in the cash-flow hedge reserve are reclassified to profit or loss in the periods during which the hedged interest cash flows affect profit or loss.

22. FAIR VALUE OF DERIVATIVE FINANCIAL INSTRUMENTS (continued)

The Group uses interest rate derivatives to manage its exposure to variability in cash flows arising from variable-rate borrowings. The derivatives convert the hedged portion of the Group's variable interest rate exposure to fixed rates. The Group designates the interest rate derivatives in cash flow hedge relationships against the corresponding interest payments on the hedged borrowings. The hedge ratio is established based on the notional amount of the hedging instrument relative to the designated amount of the hedged exposure, consistent with the Group's risk management strategy.

The Group assesses whether an economic relationship exists between the hedged item and the hedging instrument and whether credit risk dominates the value changes arising from that relationship. Potential sources of hedge ineffectiveness primarily include differences in the timing and terms of the hedging instruments and the hedged borrowings, changes in counterparty credit risk and any mismatch between the notional amounts of the hedging instruments and the designated hedged exposures.

The timing of the hedged cash flows corresponds to the interest payment periods of the underlying borrowings and is expected to occur over the remaining contractual maturity of the respective hedging instruments and underlying borrowings.

23. FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT

Accounting classification and fair values
Financial instruments have been categorized as follows:

Financial assets	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Fair value of derivative financial instruments	**30,995,261**	968,628
Concession contract receivables	**866,831,169**	753,884,116
Due from related parties	**150,496**	376,377
Trade and other receivables	**77,434,894**	49,411,936
Short-term deposits	**30,473,640**	55,000,000
Cash and cash equivalents	**173,778,880**	305,710,999
	1,179,664,340	1,165,352,056

Financial liabilities	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Loans and borrowings	**854,805,669**	770,218,592
Lease liabilities	**56,196,922**	62,115,604
Fair value of derivative financial instruments	**1,083,513**	798,600
Trade and other payables	**174,784,061**	271,625,372
Other liabilities	**30,964,742**	31,504,447
Share-based payments	**1,391,307**	888,493
	1,119,226,214	1,137,151,108

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
Level 1: Quoted prices in active markets for identical assets or liabilities;
Level 2: Valuation techniques for which the lowest-level input that is significant to the fair value measurement is directly or indirectly observable; and
Level 3: Valuation techniques for which the lowest-level input that is significant to the fair value measurement is unobservable.

The fair values of derivative financial instruments are determined using valuation techniques based on observable market inputs, including applicable benchmark yield curves, forward rates and discount factors. Accordingly, derivative financial instruments have been classified within Level 2 of the fair value hierarchy. There were no transfers between Level 1, Level 2 and Level 3 during the period.

23. FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT (continued)

Accounting classification and fair values (continued)
Derivative financial instruments are carried at fair value, for which fair values disclosures are given in note 22.

Financial risk management

Exposure to interest rate risk
Interest rate risk is the exposure associated with the effect of fluctuations in the prevailing interest rates on the Group's financial position and cash flows.

The interest rate profile of the Group's interest-bearing long-term financing and funding facilities are as follows:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Fixed rate	**713,933,413**	549,652,789
Floating rate	**152,324,792**	233,834,600
Total financial liabilities	**866,258,205**	783,487,389

At 30 September 2026, a reasonably possible increase of 100 basis points in the applicable benchmark profit rates, with all other variables held constant, would have decreased the Group's profit before Zakat by SR 1.52 million. A decrease of 100 basis points would have had an equal and opposite effect.

24. EVENTS AFTER THE REPORTING DATE

Subsequent to the reporting date, on 1 November 2026, the Group acquired 100% of the share capital of Shas Company.

As the acquisition occurred after the reporting date, the initial accounting for the business combination had not been completed as at the date these condensed consolidated interim financial statements were authorised for issue. Accordingly, the fair values of the identifiable assets acquired and liabilities assumed, goodwill arising from the acquisition, and other disclosures required by IFRS 3 cannot yet be reliably determined.

The Group will complete the purchase price allocation and recognise the business combination in accordance with IFRS 3 Business Combinations in the subsequent reporting period.

Other than above, management believes that there are no material events subsequent to the reporting date that requires adjustment or disclosure in these condensed consolidated interim financial statements.

25. APPROVAL OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved by the Board of Directors on 24 Jumada Al-Ula 1448H (corresponding to 4 November 2026).