

**NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)**

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

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

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

For the three-month period ended 31 March 2026

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE SHAREHOLDERS OF NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)**

Introduction

We have reviewed the accompanying interim condensed statement of financial position of National Finance House Company (A Saudi Closed Joint Stock Company) (the "Company") as at 31 March 2026, and the related interim condensed statement of comprehensive income for the three-month period ended 31 March 2026, and the related interim condensed statement of changes in shareholders' equity and cash flows for the three-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed 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 interim condensed 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 statement consists of making inquiries, primarily of the persons responsible for the 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 interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other matter

The interim condensed financial statements of the Company for the three-month period ended 31 March 2025 were reviewed by another auditor who expressed an unmodified review conclusion on those interim condensed financial statements on 30 April 2025 (corresponding to 2 Duh Al-Qi'dah 1446H).

for Ernst & Young Professional Services



Hussain Saleh Asiri
Certified Public Accountant
License No. (414)

Jeddah: 11 Thul-Qi'dah 1447H
(28 April 2026G)



NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 31 March 2026

		<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
ASSETS			
Cash and bank balances	5	53,907,599	17,931,166
Term deposits	6	9,160,757	13,453,399
Prepayments and other receivables	7	19,653,378	17,909,420
Net investment in islamic financing	8	832,198,336	804,679,027
Restricted cash deposit	9	29,860,130	28,566,086
Property and equipment		430,662	505,404
Intangible assets		6,669,731	7,006,391
TOTAL ASSETS		951,880,593	890,050,893
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital	10	300,000,000	300,000,000
Retained earnings / (accumulated losses)		10,938,814	4,164,930
TOTAL SHAREHOLDERS' EQUITY		310,938,814	304,164,930
LIABILITIES			
Trade payables		30,041,326	27,427,545
Other payables and accruals		11,159,553	12,465,473
Due to related parties	11	814,985	904,722
Provision for zakat	12	4,442,228	2,682,465
Financial facilities	13	592,468,511	540,523,235
Employees' post-employment benefits		2,015,176	1,882,523
TOTAL LIABILITIES		640,941,779	585,885,963
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		951,880,593	890,050,893

The attached notes 1 to 20 form an integral part of these unaudited interim condensed financial statements.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
(UNAUDITED)

For the three-month period ended 31 March 2026

	<i>Note</i>	<i>For the three-month period ended 31 March 2026 Unaudited SR</i>	<i>For the three-month period ended 31 March 2025 Unaudited SR</i>
Income from islamic financing, net	14.1	39,078,783	30,768,413
Finance cost	14.2	(11,083,798)	(7,965,869)
NET INCOME FROM FINANCING		27,994,985	22,802,544
General and administrative expenses		(12,918,728)	(10,830,825)
Selling and marketing expenses		(745,771)	(449,667)
Other income		1,227,562	1,120,872
PROFIT BEFORE EXPECTED CREDIT LOSSES		15,558,048	12,642,924
Expected credit losses	8.4	(9,611,145)	(9,925,552)
Recovery of debts previously written-off		2,586,744	942,616
PROFIT BEFORE ZAKAT		8,533,647	3,659,988
Zakat	12	(1,759,763)	(754,743)
NET PROFIT FOR THE PERIOD		6,773,884	2,905,245
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		6,773,884	2,905,245

The attached notes 1 to 20 form an integral part of these unaudited interim condensed financial statements.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS'
EQUITY (UNAUDITED)

For the three-month period ended 31 March 2026

	<i>Share capital SR</i>	<i>Retained earnings / (accumulated losses) SR</i>	<i>Total SR</i>
Balance as at 1 January 2026 (Audited)	300,000,000	4,164,930	304,164,930
Total comprehensive income for the period	-	6,773,884	6,773,884
Balance as at 31 March 2026 (Unaudited)	300,000,000	10,938,814	310,938,814
Balance as at 1 January 2025 (Audited)	300,000,000	(6,126,513)	293,873,487
Total comprehensive income for the period	-	2,905,245	2,905,245
Balance as at 31 March 2025 (Unaudited)	300,000,000	(3,221,268)	296,778,732

The attached notes 1 to 20 form an integral part of these unaudited interim condensed financial statements.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

For the three-month period ended 31 March 2026

		<i>For the three-month period ended 31 March 2026 Unaudited SR</i>	<i>For the three-month period ended 31 March 2025 Unaudited SR</i>
OPERATING ACTIVITIES			
Net profit for the period before zakat		8,533,647	3,659,988
<i>Adjustments for:</i>			
Finance cost	14.2	11,083,798	7,965,869
Expected credit losses	8.4	9,611,145	9,925,552
Amortization of intangibles		336,660	277,837
Provision for employees' post-employment benefits		193,910	169,741
Depreciation of property and equipment		88,282	87,859
Interest income on term deposits		(501,491)	(204,550)
Operating profit before changes in operating assets and liabilities		29,345,951	21,882,296
<i>Changes in operating assets and liabilities</i>			
Prepayments and other receivables		(1,743,958)	(6,301,591)
Net investment in islamic financing		(37,130,454)	(46,038,035)
Trade payables		2,613,781	(1,752,397)
Other payables and accruals		(1,305,920)	(956,115)
Due to related parties		89,737	139,606
Cash used in operations		(8,310,337)	(33,026,236)
Employees' post-employment benefits paid		(61,257)	(13,736)
Zakat paid	12	-	-
Net cash used in operating activities		(8,371,594)	(33,039,972)
INVESTING ACTIVITIES			
Additions to intangible assets		-	(141,308)
Additions to property and equipment		(13,540)	(50,175)
Restricted cash deposit		(1,200,493)	(2,501,150)
Purchase of term deposits		(47,300,000)	(35,000,000)
Proceeds from term deposits		51,300,000	27,000,000
Interest received on short term time deposits		700,582	35,635
Net cash generated from / (used in) investing activities		3,486,549	(10,656,998)
FINANCING ACTIVITIES			
Proceeds from long-term financial facilities	13.1	97,040,529	74,940,749
Repayments of long-term financial facilities	13.1	(45,211,633)	(30,805,355)
Finance cost paid		(10,967,418)	(7,942,182)
Net cash generated from financing activities		40,861,478	36,193,212
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		35,976,433	(7,503,758)
Cash and cash equivalents at the beginning of the period		17,931,166	49,641,237
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5	53,907,599	42,137,479

The attached notes 1 to 20 form an integral part of these unaudited interim condensed financial statements.

NATIONAL FINANCE HOUSE COMPANY (A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

At 31 March 2026

1 ORGANIZATION AND ACTIVITIES

National Finance House Company (the "Company") is a Saudi Closed Joint-Stock Company formed under the laws of the Kingdom of Saudi Arabia and registered under the commercial registration No. 4030394711 and unified No. 7008216371. The Company was established on 27 Safar 1442H (corresponding to 14 October 2020) having obtained the necessary approval from the Ministry of Commerce ("MOC") and the Notary Public.

In accordance with article 6 of the implementing regulations of the law of supervision of finance companies, the Company submitted its application to the Saudi Central Bank ("SAMA") to obtain its license as a financing company. The Company obtained the license from SAMA number 202106/SA/59 on 25 Shawwal 1442H (corresponding to 06 June 2021), authorizing to engage in the finance lease activities. The principal activities of the Company include financial lease, financing to Small and Medium Enterprises (SMEs) and Consumer financing. The Company commenced its commercial operations in terms of investing in Islamic financing dated 28 July 2021. The objectives of the Company are to engage in financial lease, consumer financing and small and medium enterprise financing.

The Company's Head Office is located at the following address:

National Finance House Company
Building number 3388, Al Amir Muhammad Bin Abdul Aziz Branch,
Secondary number 6320, Ar Rawdah Dist.
P.O. Box 23432
Jeddah
Kingdom of Saudi Arabia.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These interim condensed financial statements have been prepared in accordance with *International Accounting Standard 34 - Interim Financial Reporting* ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants (SOCPA).

These interim condensed financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2025. In addition, results for the three-month period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2.2 Basis of measurement

These interim condensed financial statements have been prepared under the historical cost convention using accrual basis of accounting.

These interim condensed financial statements have been prepared on going concern basis, which contemplates the realization of assets and settlement of liabilities in the normal course of the business.

2.3 Functional and presentation currency

These interim condensed financial statements have been presented in Saudi Riyals ("SR"), which is the Company's functional and presentation currency, except as otherwise indicated.

2.4 Significant judgments, estimates and assumptions

The preparation of Company's interim condensed financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

At 31 March 2026

2 BASIS OF PREPARATION (continued)

2.4 Significant judgments, estimates and assumptions (continued)

The Company based its assumptions and estimates on parameters available when the interim condensed financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

The significant judgments exercised in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements for the year ended 31 December 2025.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in these interim condensed financial statements are the same as those applied in the Company's annual financial statements as at and for the year ended 31 December 2025, except for the adoption of certain amendments, effective as of 1 January 2026, as disclosed in Note 4.

4 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

4.1 Standards, interpretations and amendments that became effective during the period

Following amendments to IFRS and International Accounting Standards were effective on or after 1 January 2026, but they did not have a material effect on the interim condensed financial statements:

Standard / Interpretation	Description	Effective from periods beginning after the following date
IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity	1 January 2026
IFRS 1, IFRS 7, IFRS 9, IFRS 10 & IAS 7	Annual Improvements to IFRS Accounting Standards – Volume 11	1 January 2026

4.2 Standards, interpretations and amendments issued but not yet effective

The standards, interpretations and amendments that are issued, but not yet effective, up to the date of issuance of the interim condensed financial statements are disclosed below. The Company intends to adopt these standards, interpretations and amendments if applicable, when they become effective. Management do not anticipate material impact on the interim condensed financial statements on adopting the standards, interpretations and amendments if applicable.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

At 31 March 2026

4 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

4.2 Standards, interpretations and amendments issued but not yet effective (continued)

<i>Standard, interpretation, amendments</i>	<i>Description</i>	<i>Effective from periods beginning on or after the following date</i>
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	1 January 2027
IAS 21	Translation to a Hyperinflationary Presentation	
	Currency – Amendments to IAS 21	1 January 2027
IFRS 10 and IAS 28	Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	Available for optional adoption / effective date deferred indefinitely

5 CASH AND CASH EQUIVALENTS

		<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
	<i>Note</i>		
<i>Financial assets carried at amortized cost</i>			
Cash at banks	5.1	53,852,808	17,931,052
Cash in hand		54,791	114
Cash and bank balances		53,907,599	17,931,166

5.1 As of each reporting date, all bank balances are assessed to have low credit risk as they are held with reputable and high credit rating banking institutions and there has been no history of default with any of the Company's bank balances. Therefore, the probability of default based on forward looking factors and any loss given defaults are considered to be negligible.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

At 31 March 2026

6 TERM DEPOSITS

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
<i>Financial assets carried at amortized cost</i>		
Term deposits		
- Original maturity – more than three months	9,000,000	13,000,000
- Accrued profit on term deposits	160,757	453,399
	9,160,757	13,453,399

6.1 The Company has placed term deposits of SR 9.0 million (31 December 2025: SR13.0 million) with a local bank. The profit rate on these term deposits ranges from 4.55% to 5.10% (31 December 2025: 4.10% to 5.25%) per annum.

7 PREPAYMENTS AND OTHER RECEIVABLES

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
Value Added Tax receivable	5,709,276	5,238,745
Prepaid loan origination structure fees	1,204,744	1,382,380
Prepaid rent	218,250	366,000
Other prepaid expenses	1,597,311	973,442
Repossession receivables (see note below)	9,948,853	9,948,853
Other receivables	974,944	-
	19,653,378	17,909,420

It represents the receivable from the auction company, dealing in repossessed vehicles. Based on the historical experience, management believes that the balance is recoverable in full, without requiring any provision against such balance.

8 NET INVESTMENT IN ISLAMIC FINANCING

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
<i>Financial assets carried at amortized cost – unsecured</i>		
Tawarruq	232,692,049	218,990,210
Murabaha	2,696,920	2,764,264
<i>Investment classified as a finance lease – secured</i>		
Ijarah	623,515,965	607,962,332
	858,904,934	829,716,806

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) (continued)

At 31 March 2026

8 NET INVESTMENT IN ISLAMIC FINANCING (continued)

8.1 Details of net investments in Islamic financings:

	<i>Tawarruq</i>		<i>Murabaha</i>		<i>Ijarah</i>		<i>Total</i>	
	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
Gross investment in islamic financings	344,853,903	326,374,790	3,936,935	4,107,663	860,547,413	851,389,403	1,209,338,251	1,181,871,856
Unearned / deferred islamic financing income	(112,161,854)	(107,384,580)	(1,240,015)	(1,343,399)	(237,031,448)	(243,427,071)	(350,433,317)	(352,155,050)
	232,692,049	218,990,210	2,696,920	2,764,264	623,515,965	607,962,332	858,904,934	829,716,806
Unearned origination fees							(4,269,147)	(4,120,889)
Deferred transaction costs							9,017,693	9,010,250
Expected credit losses							(31,455,144)	(29,927,140)
Net investment in islamic financing							832,198,336	804,679,027
Current portion							197,481,165	178,327,148
Non-current portion							634,717,171	626,351,879

8.2 The Company in the ordinary course of its business holds collateral in respect of Islamic financing (being the title of assets leased out) in order to mitigate the credit risk associated with them. These collaterals are not readily convertible into cash and are intended to be repossessed and disposed of in case the customer defaults.

8.3 The Company has assigned islamic financing receivables amounting to SR 715 million (31 December 2025: SR 680 million) to local commercial banks for obtaining financial facilities. These islamic financing receivables have not been derecognized from the statement of financial position as the Company retains substantially all the risks and rewards, primarily credit risk.

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

At 31 March 2026

8 NET INVESTMENTS IN ISLAMIC FINANCINGS (continued)

8.4 The movement in provision for impairment of islamic financings during the period is as follows:

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>Unaudited SR</i>	<i>Audited SR</i>
Balance at the beginning of the period / year	29,927,140	29,236,413
Charge for the period / year	9,611,145	46,243,331
Written off during the period / year	(8,083,141)	(45,552,604)
Balance at the beginning of the period / year	<u>31,455,144</u>	<u>29,927,140</u>

8.5 An analysis of gross exposure of investment in Islamic financing before ECL allowance and the corresponding ECL allowance as at 31 March 2026 and 31 December 2025 is as follows:

	<i>Stage 1 SR</i>	<i>Stage 2 SR</i>	<i>Stage 3 SR</i>	<i>Total SR</i>
31 March 2026				
Gross investment in islamic financing	<u>721,957,891</u>	<u>38,640,538</u>	<u>98,306,505</u>	<u>858,904,934</u>
Allowance for expected credit losses	<u>5,698,128</u>	<u>508,687</u>	<u>25,248,329</u>	<u>31,455,144</u>
31 December 2025				
Gross investment in islamic financing	<u>709,203,090</u>	<u>28,408,828</u>	<u>92,104,888</u>	<u>829,716,806</u>
Allowance for expected credit losses	<u>5,518,481</u>	<u>372,889</u>	<u>24,035,770</u>	<u>29,927,140</u>

8.6 During the period, the Credit and Risk Committee of the Company, authorized by the Board of directors, approved a write-off of gross investment in islamic financing receivable amounting to SR 8.08 million (31 December 2025: 45.55 million) for certain customers with an existing provision of SR 8.08 million (31 December 2025: SR 45.55 million). These amounts are subject to enforcement activities.

8.7 The Company's islamic financing arrangements do not include variable payments.

8.8 The Company is not exposed to foreign currency risk as a result of the financing arrangements, as all financings are denominated in Saudi Riyals.

9 RESTRICTED CASH DEPOSITS

The Company has placed these funds in restricted bank account. The Company has placed entire balance of restricted cash as restricted time deposit for certain financing facilities obtained from financial institutions. The Company also earns a profit on this balance ranging from 4.00% to 5.04% (31 December 2025: from 4.30% to 5.05%) per annum.

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>Unaudited SR</i>	<i>Audited SR</i>
<u>Financial assets carried at amortized cost</u>		
Restricted cash deposit	29,385,993	28,185,500
Accrued profit on restricted cash deposit	474,137	380,586
	<u>29,860,130</u>	<u>28,566,086</u>

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

At 31 March 2026

10 SHARE CAPITAL

The Company's subscribed and paid-up share capital of SR. 300,000,000 is divided into 30,000,000 equity shares of SR. 10 each fully subscribed and paid, and distributed among shareholders as follows:

Shareholder	Holding %	No. of Shares	31 March 2026	31 December 2025
			Unaudited SR	Audited SR
Balubaid Holding Company Limited (Ultimate Parent Company)	100%	30,000,000	300,000,000	300,000,000

11 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent associated companies, shareholder, directors and key management personnel of the Company, and entities controlled or significantly influenced by such parties (other related parties). Related party transactions are undertaken at mutually agreed terms and conditions and approved by the Company's management.

11.1 Transactions during the period

Related party	Nature of Relationship	Nature of transaction	For the three-month period ended 31 March 2026	For the three-month period ended 31 March 2025
			Unaudited SR	Unaudited SR
Balubaid Automotive Company	Affiliate	Purchases for islamic financing Amount repaid to affiliate	6,275,306 (6,296,001)	11,340,475 (10,630,810)
Omar Abu Bakr Balubaid Company	Affiliate	Information Technology Services Amount repaid to affiliate	105,800 (201,842)	89,738 (659,797)

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
(UNAUDITED) (continued)

At 31 March 2026

11 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

11.1 Transactions during the period (continued)

<i>Related party</i>	<i>Nature of Relationship</i>	<i>Nature of transaction</i>	<i>For the three-month period ended 31 March 2026</i>	<i>For the three-month period ended 31 March 2025</i>
			<i>Unaudited SR</i>	<i>Unaudited SR</i>
Key Management Personnel	Key executive employees	Salaries and other short-term employee benefits	1,406,574	1,584,422
		Employees' post-employment benefits	53,694	58,134
	Audit Committee	Meeting allowance	32,125	32,125
	Board of directors	Meeting allowance	130,000	128,333
	Award Committee	Meeting allowance	23,000	20,500
	Risk Committee	Meeting allowance	40,000	32,500
	Executive Committee	Meeting allowance	36,500	28,000
	Shariah Committee	Meeting allowance	21,000	21,000
			1,406,574	1,584,422

Due to related parties comprise the following:

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>Unaudited SR</i>	<i>Audited SR</i>
<i>Financial liabilities at amortized cost – unsecured</i>		
Balubaid Automotive Company	814,985	808,680
Omar Abu Bakr Balubaid Company	-	96,042
	814,985	904,722

Key management Remuneration

Amount payable to key management personnel of the Company is as follows:

	<i>31 March 2026</i>	<i>31 December 2025</i>
	<i>Unaudited SR</i>	<i>Audited SR</i>
Salaries and other short-term employee benefits	190,527	797,475
Post-employment benefits	823,991	708,741
Board remuneration	285,625	970,333
	1,300,143	2,476,549

NATIONAL FINANCE HOUSE COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

At 31 March 2026

12 PROVISION FOR ZAKAT

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
Balance at the beginning of the period / year	2,682,465	3,083,797
Provided during the period / year	1,759,763	2,692,224
Payment during the period / year	-	(3,093,556)
	4,442,228	2,682,465

Status of assessments

The Company submitted its Zakat declaration to the Zakat, Tax and Customs Authority (“ZATCA”) up to 31 December 2024 and has obtained a certificate from the ZATCA valid until 13 Dhul-Qi’dah 1447H, corresponding to 30 April 2026. The assessments for the first period ended 31 December 2021 up to the year ended 31 December 2024 have not yet been raised by the ZATCA.

13 FINANCIAL FACILITIES

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
<i>Financial liabilities at amortized cost</i>		
Long-term financial facilities	590,818,391	538,989,495
Finance cost payable	1,650,120	1,533,740
	592,468,511	540,523,235

13.1 Movement in financial facilities

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
Opening balance	540,523,235	376,109,463
Add: facilities obtained during the period / year	97,040,529	308,884,617
Less: payments made during the period / year	(45,211,633)	(143,786,594)
Finance cost accrued during the period / year	10,294,492	34,983,417
Less: finance cost paid during the period / year	(10,178,112)	(35,667,668)
Closing balance	592,468,511	540,523,235

13.2 Maturity profile of long-term financial facilities

	<i>31 March 2026 Unaudited SR</i>	<i>31 December 2025 Audited SR</i>
Current portion	199,760,554	180,848,275
Non-current portion	391,057,837	358,141,220
	590,818,391	538,989,495

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

(UNAUDITED) (continued)

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13 FINANCIAL FACILITIES (continued)

The Company has secured financial facilities from local banks to finance its working capital and customer financing needs. These facilities incur finance costs based on Saudi banks' internal lending rates (SAIBOR) plus a profit margin. They are secured by promissory notes, a pledge on receivables, and restricted cash deposits, with original maturities of 48 to 60 months. The Company is required to comply with certain covenants as per the facility agreement, and as of the reporting date, it is in compliance.

14 NET INCOME FROM FINANCING

14.1 Income from islamic financing, net

	<i>For the three-month period ended 31 March 2026 Unaudited SR</i>	<i>For the three-month period ended 31 March 2025 Unaudited SR</i>
<i>Islamic financings</i>		
Tawarruq	15,652,295	12,776,457
Murabaha	154,815	160,970
Ijarah	23,271,673	17,830,986
	<u>39,078,783</u>	<u>30,768,413</u>

14.2 Finance cost, net

	<i>For the three-month period ended 31 March 2026 Unaudited SR</i>	<i>For the three-month period ended 31 March 2025 Unaudited SR</i>
<i>Islamic financial facilities</i>		
- Tawarruq	10,294,492	7,602,735
Facility management fees	774,430	355,012
Bank charges	14,876	8,122
	<u>11,083,798</u>	<u>7,965,869</u>

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At 31 March 2026

15 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

The principal or the most advantageous market must be accessible to by the Company. When measuring the fair value, the Company uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that can be accessed at the measurement date;

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e. derived from prices); and

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no financial assets or financial liabilities classified under level 2 and level 3. There were no changes in valuation techniques during the period.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There are no transfers in the fair value levels during the period ended 31 March 2026 (31 December 2025: Nil).

As at 31 March 2026, the financial assets of the Company comprised of net investments in islamic financing, term deposits, restricted cash deposit, cash and cash equivalents and other receivables which are recorded at amortised cost and whose carrying value approximates its fair value except for net investment in islamic financing and the Company's financial liabilities include trade payables, other payables and accruals, due to related parties and financial facilities..

16 FINANCIAL RISK MANAGEMENT

The Company is exposed to market risk, liquidity risk and credit risk. The interim condensed financial statements do not include all financial risk management information and disclosures required in the annual financial statements; and therefore, should be read in conjunction with the Company's annual financial statements as at 31 December 2025. There have been no changes in the risk management policies since the year end.

Capital management

The Company's capital management objectives are to ensure the Company's ability to continue as a going concern and to provide adequate return to its shareholders through the optimization of the capital structure. The Company manages the capital structure and makes adjustments in the light of changes in economic conditions and risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend paid to shareholders, return capital to shareholders or issue new shares. No changes were made in objectives, policies or processes for managing capital during the three-month period ended 31 March 2026.

The Company monitors the aggregate amount of financing offered by the Company on the basis of the regulatory requirements of Regulations for Companies and SAMA.

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(UNAUDITED) (continued)

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16 FINANCIAL RISK MANAGEMENT (continued)

	<i>31 March 2026 Unaudited</i>	<i>31 December 2025 Audited</i>
Capital adequacy ratio (Net investment in islamic financing before provision and adjustments divided by total shareholders' equity)	<u>2.76 times</u>	<u>2.73 times</u>

As per Saudi Central Bank ("SAMA") regulations, the capital adequacy ratio of the Company must not exceed 3 times of shareholders' equity.

17 COMPARATIVE FIGURES

Certain of the prior period amounts have been reclassified/ represented to conform with the presentation of the current period. These changes have been made to improve the comparability of information presented but are not material to the interim condensed financial statements as a whole.

18 GEOPOLITICAL DEVELOPMENTS

During the current period, geopolitical tensions in parts of the Middle East have increased. Public communications from government and regulatory authorities have continued to emphasise the resilience of the economy and the continuation of business operations across key sectors, supported by established business continuity and risk management frameworks.

The Company has assessed the potential implications of these events on its operations, financial position and performance. Based on information currently available, including the continuation of core business activities, it is not practicable to reliably estimate the full financial effect of these non-adjusting events on future periods.

Management has also considered the impact of these events on the Company's ability to continue as a going concern and has concluded that the going concern basis of preparation remains appropriate with current operation under control.

19 SUBSEQUENT EVENT

In the opinion of the management there have been no significant subsequent events since the period ended 31 March 2026 which would have a material impact on the financial position of the Company as reflected in these interim condensed financial statements.

20 DATE OF AUTHORIZATION FOR ISSUE

These interim condensed financial statements were approved by the Board of Directors on 27 April 2026G (corresponding to 10 Thul-Qi'dah 1447H).