OneBahri
www.bahri.sa

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

## Interim Condensed Consolidated Financial Statements (Unaudited)

and review report for the three-month and six-month periods ended 30 June 2026

| **INDEX** | **PAGE** |
|---|---|

EY
Shape the future with confidence

**ERNST & YOUNG PROFESSIONAL SERVICES (PROFESSIONAL LLC)**
**Paid-Up Capital: ⃁ 5,500,000** (Five Million Five Hundred Thousand Saudi Riyals)

C.R. No. 1010383821
Unified No. 7000117205

Head Office
Financial Boulevard 3126, Al Aqeeq Dist. 6717, Riyadh 13519
KAFD 1.11 B, South Tower, 8th Floor
P.O. Box 2732, Riyadh 11461
Kingdom of Saudi Arabia

Tel: +966 11 215 9898
+966 11 273 4740
Fax: +966 11 273 4730
ey.ksa@sa.ey.com
ey.com

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

## Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of The National Shipping Company of Saudi Arabia ("the Company") and its subsidiaries (collectively referred to as "the Group") as at 30 June 2026, and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2026, and the related interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated 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 consolidated 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 interim condensed consolidated 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)

R7
EY
سجل تجاري ١٠١٠٣٨٣٨٢١
CR. 1010383821
شركة إرنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

Riyadh: 16 Safar 1448H
30 July 2026

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of financial position
As at 30 June 2026
(All amounts in thousands of Saudi Riyals - unless otherwise stated)

| | Notes | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|---|
| **ASSETS** | | | |
| **NON-CURRENT ASSETS** | | | |
| Property and equipment | 6 | **20,187,057** | 20,600,428 |
| Projects under construction | 7 | **1,027,924** | 886,664 |
| Right-of-use assets | | **247,826** | 523,118 |
| Intangible assets | | **208,431** | 243,128 |
| Equity accounted investees | 8 | **2,634,986** | 2,475,425 |
| Other financial assets | | **31,380** | 32,115 |
| **TOTAL NON-CURRENT ASSETS** | | **24,337,604** | 24,760,878 |
| **CURRENT ASSETS** | | | |
| Inventories | | **686,243** | 447,083 |
| Trade receivables and contract assets | 9 | **3,799,281** | 1,992,337 |
| Prepayments and other current assets | | **798,181** | 875,174 |
| Short term deposits | 10 | **507,000** | 1,825,400 |
| Cash and cash equivalents | 10 | **4,420,495** | 1,082,871 |
| **TOTAL CURRENT ASSETS** | | **10,211,200** | 6,222,865 |
| **TOTAL ASSETS** | | **34,548,804** | 30,983,743 |
| **EQUITY AND LIABILITIES** | | | |
| **EQUITY** | | | |
| Share capital | 1 | **9,228,515** | 9,228,515 |
| Share premium | | **1,489,103** | 1,489,103 |
| Other reserves | | **(246,288)** | (11,221) |
| Retained earnings | | **8,536,032** | 4,562,862 |
| **Equity attributable to equity holders of the Parent Company** | | **19,007,362** | 15,269,259 |
| Non-controlling interests | | **1,012,129** | 968,536 |
| **TOTAL EQUITY** | | **20,019,491** | 16,237,795 |
| **LIABILITIES** | | | |
| **NON-CURRENT LIABILITIES** | | | |
| Loans and borrowings | 11 | **10,289,508** | 10,671,269 |
| Employees' end of service benefits | | **145,356** | 141,772 |
| Lease liabilities | | **157,539** | 335,185 |
| Other liabilities | | **15,240** | 26,324 |
| **TOTAL NON-CURRENT LIABILITIES** | | **10,607,643** | 11,174,550 |
| **CURRENT LIABILITIES** | | | |
| Loans and borrowings | 11 | **1,013,998** | 1,028,571 |
| Lease liabilities | | **82,336** | 209,970 |
| Trade and other payables | 12 | **2,674,754** | 2,138,874 |
| Provision for zakat and income tax | 13 | **150,582** | 193,983 |
| **TOTAL CURRENT LIABILITIES** | | **3,921,670** | 3,571,398 |
| **TOTAL LIABILITIES** | | **14,529,313** | 14,745,948 |
| **TOTAL EQUITY AND LIABILITIES** | | **34,548,804** | 30,983,743 |

For

**Authorized Board Member** **Chief Executive Officer** **Chief Financial Officer**

The accompanying notes 1 to 21 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of profit or loss
For the three-month and six-month periods ended 30 June 2026
(All amounts in thousands of Saudi Riyals - unless otherwise stated)

| | Notes | For the three-month period ended 30 June | | For the six-month period ended 30 June | |
|---|---|---|---|---|---|
| | | **2026 (Unaudited)** | 2025 (Unaudited) | **2026 (Unaudited)** | 2025 (Unaudited) |
| Revenue | 5 | **6,305,387** | 2,461,321 | **11,269,611** | 4,627,956 |
| Operating costs | | **(3,569,232)** | (1,852,309) | **(6,307,362)** | (3,442,113) |
| **Gross profit before bunker subsidy** | | **2,736,155** | 609,012 | **4,962,249** | 1,185,843 |
| Bunker subsidy | | **64,727** | 86,907 | **141,050** | 157,906 |
| **Gross profit** | | **2,800,882** | 695,919 | **5,103,299** | 1,343,749 |
| General and administrative expenses | | **(125,882)** | (157,183) | **(239,336)** | (262,581) |
| Marketing expenses | | **(8,693)** | (9,686) | **(17,972)** | (14,256) |
| Reversal/ (provision) on trade receivables and contract assets | 9 | **6,050** | (20,728) | **17,534** | (25,515) |
| Other income | | **84,364** | 11,848 | **111,698** | 23,440 |
| **Operating profit** | | **2,756,721** | 520,170 | **4,975,223** | 1,064,837 |
| Finance cost | | **(164,164)** | (188,970) | **(334,101)** | (341,750) |
| Finance income | 10 | **45,765** | 15,892 | **78,760** | 27,113 |
| Share of results of equity accounted investees | 8 | **222,702** | 91,420 | **396,176** | 284,323 |
| **Profit before zakat and income tax** | | **2,861,024** | 438,512 | **5,116,058** | 1,034,523 |
| Zakat and income tax | 13 | **(23,069)** | (6,535) | **(53,439)** | (42,898) |
| **Profit for the period** | | **2,837,955** | 431,977 | **5,062,619** | 991,625 |
| **Profit for the period attributable to:** | | | | | |
| Equity holders of the Parent Company | | **2,746,815** | 407,445 | **4,896,022** | 940,268 |
| Non-controlling interests | | **91,140** | 24,532 | **166,597** | 51,357 |
| | | **2,837,955** | 431,977 | **5,062,619** | 991,625 |
| **Earnings per share (Saudi Riyal):** | | | | | |
| Basic & diluted | 14 | **2.98** | 0.44 | **5.31** | 1.02 |

For

| **Authorized Board Member** | **Chief Executive Officer** | **Chief Financial Officer** |
|---|---|---|

The accompanying notes 1 to 21 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of other comprehensive income
For the three-month and six-month periods ended 30 June 2026
(All amounts in thousands of Saudi Riyals - unless otherwise stated)

| | For the three-month period ended 30 June | | For the six-month period ended 30 June | |
|---|---|---|---|---|
| | **2026 (Unaudited)** | 2025 (Unaudited) | **2026 (Unaudited)** | 2025 (Unaudited) |
| **Profit for the period** | **2,837,955** | 431,977 | **5,062,619** | 991,625 |
| Other comprehensive income | | | | |
| **Items that will not be reclassified to profit or loss in subsequent periods:** | | | | |
| Changes in fair value of investments through OCI | **(710)** | 2,771 | **1,379** | 4,860 |
| Re-measurement of employees' end of service benefits | **84** | (215) | **169** | (429) |
| **Items that are or may be reclassified to profit or loss in subsequent periods:** | | | | |
| Equity accounted investees share of OCI | **(187,504)** | (31,455) | **(236,615)** | (64,179) |
| **Total comprehensive income for the period** | **2,649,825** | 403,078 | **4,827,552** | 931,877 |
| **Total comprehensive income attributable to:** | | | | |
| Equity holders of the Parent Company | **2,558,685** | 378,546 | **4,660,955** | 880,520 |
| Non-controlling interests | **91,140** | 24,532 | **166,597** | 51,357 |
| | **2,649,825** | 403,078 | **4,827,552** | 931,877 |

FOR

**Authorized Board Member** **Chief Executive Officer** **Chief Financial Officer**

The accompanying notes 1 to 21 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of cash flows
For the six-month period ended 30 June 2026
(All amounts in thousands of Saudi Riyals - unless otherwise stated)

| | Notes | For the six-month period ended 30 June 2026 (Unaudited) | 2025 (Unaudited) |
|---|---|---|---|
| **OPERATING ACTIVITIES** | | | |
| Profit before zakat and income tax | | **5,116,058** | 1,034,523 |
| **Adjustments for non-cash items:** | | | |
| Depreciation of property and equipment | 6 | **746,722** | 709,952 |
| Depreciation of right-of-use assets | | **87,132** | 213,268 |
| Amortization/ derecognition of intangible assets | | **40,606** | 23,557 |
| (Reversal)/ provision on trade receivables and contract assets | 9 | **(17,534)** | 25,515 |
| Finance cost | | **334,101** | 341,750 |
| Finance income | | **(78,760)** | (27,113) |
| Share of results of equity accounted investees | 8 | **(396,176)** | (284,323) |
| Lease liabilities modification | | **(22,213)** | (3,384) |
| Gain on disposal of property and equipment | | **(80,375)** | (7,338) |
| Employees' end of service benefits | | **15,020** | 14,256 |
| | | **5,744,581** | 2,040,663 |
| **Changes in working capital:** | | | |
| Inventories | | **(239,160)** | 6,297 |
| Trade receivables and contract assets | | **(1,789,410)** | (428,328) |
| Prepayments and other current assets | | **57,788** | (82,832) |
| Trade and other payables | | **546,145** | 41,559 |
| | | **4,319,944** | 1,577,359 |
| Finance cost paid | | **(342,494)** | (310,418) |
| Zakat and income tax paid | 13 | **(96,840)** | (106,122) |
| Employees' end of service benefits paid | | **(11,267)** | (5,962) |
| **Net cash flows generated from operating activities** | | **3,869,343** | 1,154,857 |
| **INVESTING ACTIVITIES** | | | |
| Additions of property and equipment | 6 | **(77,641)** | (107,091) |
| Additions of projects under construction | 7 | **(531,787)** | (3,255,715) |
| Additions of intangible assets | | **(5,909)** | (2,621) |
| Proceeds from disposal of property and equipment | | **215,192** | 153,588 |
| Short term deposits | 10 | **1,318,400** | - |
| Proceeds from finance income | | **90,892** | 29,274 |
| **Net cash flows generated from/ (used in) investing activities** | | **1,009,147** | (3,182,565) |
| **FINANCING ACTIVITIES** | | | |
| Proceeds from loans and borrowings | 11 | **460,000** | 3,138,038 |
| Repayment of loans and borrowings | 11 | **(849,261)** | (255,071) |
| Dividends paid to equity holders of the parent | 16 | **(922,852)** | - |
| Payment of lease liabilities | | **(105,749)** | (244,122) |
| Dividends paid to non-controlling interests | 16 | **(123,004)** | (120,000) |
| **Net cash flows (used in)/ generated from financing activities** | | **(1,540,866)** | 2,518,845 |
| Net increase in cash and cash equivalents | | **3,337,624** | 491,137 |
| Cash and cash equivalents at beginning of the period | | **1,082,871** | 1,821,500 |
| **Cash and cash equivalents at end of the period** | | **4,420,495** | 2,312,637 |
| **Details of other non-cash transactions:** | | | |
| Projects under construction transferred to property and equipment | 6,7 | **390,527** | 4,672,974 |
| Dividends declared but not yet paid | 16 | - | 738,282 |
| Termination of right-of-use assets | | **(188,160)** | (49,630) |

FOR

**Authorized Board Member** | **Chief Executive Officer** | **Chief Financial Officer**

The accompanying notes 1 to 21 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of changes in equity
For the six-month period ended 30 June 2026
(All amounts in thousands of Saudi Riyals - unless otherwise stated)

| | Attributable to equity holders of the Parent Company | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Share capital** | **Share premium** | **Other reserves** | **Retained earnings** | **Total** | **Non-controlling interests** | **Total equity** |
| Balance as at 1 January 2025 (audited) | 7,382,812 | 1,489,103 | 37,793 | 4,715,506 | 13,625,214 | 960,008 | 14,585,222 |
| Profit for the period | - | - | - | 940,268 | 940,268 | 51,357 | 991,625 |
| Other comprehensive loss | - | - | (59,748) | - | (59,748) | - | (59,748) |
| Total comprehensive income for the period | - | - | (59,748) | 940,268 | 880,520 | 51,357 | 931,877 |
| Transferred from retained earnings | 1,845,703 | - | - | (1,845,703) | - | - | - |
| Dividends declared (note 16) | - | - | - | (738,282) | (738,282) | - | (738,282) |
| Dividends paid to non-controlling interest (note 16) | - | - | - | - | - | (120,000) | (120,000) |
| Balance as at 30 June 2025 (unaudited) | 9,228,515 | 1,489,103 | (21,955) | 3,071,789 | 13,767,452 | 891,365 | 14,658,817 |
| | | | | | | | |
| **Balance as at 1 January 2026 (audited)** | **9,228,515** | **1,489,103** | **(11,221)** | **4,562,862** | **15,269,259** | **968,536** | **16,237,795** |
| **Profit for the period** | **-** | **-** | **-** | **4,896,022** | **4,896,022** | **166,597** | **5,062,619** |
| **Other comprehensive loss** | **-** | **-** | **(235,067)** | **-** | **(235,067)** | **-** | **(235,067)** |
| **Total comprehensive income for the period** | **-** | **-** | **(235,067)** | **4,896,022** | **4,660,955** | **166,597** | **4,827,552** |
| **Dividends paid to equity holders of the parent (note 16)** | **-** | **-** | **-** | **(922,852)** | **(922,852)** | **-** | **(922,852)** |
| **Dividends paid to non-controlling interest (note 16)** | **-** | **-** | **-** | **-** | **-** | **(123,004)** | **(123,004)** |
| **Balance as at 30 June 2026 (unaudited)** | **9,228,515** | **1,489,103** | **(246,288)** | **8,536,032** | **19,007,362** | **1,012,129** | **20,019,491** |

**Authorized Board Member** | **Chief Executive Officer** | **Chief Financial Officer**

The accompanying notes 1 to 21 form an integral part of these interim condensed consolidated financial statements

## 1. CORPORATE INFORMATION

The National Shipping Company of Saudi Arabia (the "Company" or "Bahri" or "Parent Company"), a Saudi Joint Stock Company, was established under the Royal Decree No. M/5 dated 12 Safar 1398H (corresponding to 21 January 1978) and registered under Commercial Registration No. 1010026026 and Unified number 7000312574 dated 1 Dhul Hijjah 1399H (corresponding to 22 October 1979) issued in Riyadh. The Company's head office is located in Olaya district, Olaya Towers (Tower B), Floors 12-15, P.O Box 5101, Riyadh, 1142, Kingdom of Saudi Arabia.

The Company and its subsidiaries listed below (the "Group") are primarily engaged in purchasing, selling and operating vessels for the coordination of transport & storage on board vessels, transportation of cargo, cargo clearance, agencies for maritime shipping companies and all marine transport activities. The Group performs its operations through four distinct segments which are crude oil transportation, chemicals transportation, logistics, and dry bulk transportation. The Group is also engaged in water desalination activities, the ownership of land, properties inside or outside the Kingdom, ownership of shares in other existing companies or merging with them and participating with others in establishing companies with similar activities or complementary activities.

The Company's share capital amounting to SAR 9,228,515,620 as at 30 June 2026 is divided into 922,851,562 shares (31 December 2025: SAR 9,228,515,620 divided into 922,851,562 shares) with a par value of SAR 10 each.

The subsidiaries whose financial information is included in these interim condensed consolidated financial statements are as follows:

| Subsidiary | Date of incorporation | Effective Ownership % 30 June 2026 | Effective Ownership % 31 December 2025 | Principal activity | Location |
|---|---|---|---|---|---|
| National Chemical Carriers Company limited ("NCC") | 1990 | **80** | 80 | Petrochemical transportation | KSA |
| NSCSA Inc. – USA | 1991 | **100** | 100 | Company's ship agent | USA |
| Bahri Ship Management DMCC | 2010 | **100** | 100 | Ships technical management | UAE |
| Bahri Dry Bulk Company ("BDB") | 2010 | **60** | 60 | Dry bulk transportation | KSA |
| Bahri Logistics Company | 2017 | **100** | 100 | Logistics services | KSA |
| Bahri Logistics Company DWC-LLC (a) | 2024 | **100** | 100 | Logistics services | UAE |
| Bahri Logistics Company ("SILZ") LLC (a) | 2024 | **100** | 100 | Logistics services | KSA |
| Bahri Shipping Pte. Ltd. | 2025 | **100** | 100 | Company's ship agent | Singapore |
| Bahri High Seas | 2025 | **100** | 100 | Acquisition and operating of vessels | KSA |
| Bahri Dry Ship Management FZCO | 2025 | **100** | 100 | Ship Management and Operation | UAE |
| Bahri Chemical Ship Management FZCO | 2025 | **100** | 100 | Ship Management and Operation | UAE |

a) The Group holds an effective equity ownership interest of 100% in Bahri Logistics Company DWC-LLC and Bahri Logistics Company ("SILZ") LLC through its shareholding in Bahri Logistics Company.

**1. CORPORATE INFORMATION (continued)**

The equity accounted investees whose financial information incorporated in these interim condensed consolidated financial statements are as follows:

| Equity accounted investees | Nature of relationship | Date of incorporation | Effective Ownership % | | Principal activity | Location |
|---|---|---|---|---|---|---|
| | | | **30 June 2026** | 31 December 2025 | | |
| Petredec' group limited (note a) | Joint Venture | 2012 | **40.08** | 40.08 | Liquefied petroleum gas transportation | BVI |
| International Maritime Industries Company (note b) | Associate | 2017 | **19.9** | 19.9 | Maritime industries | KSA |
| National Grain Company (note c) | Joint Venture | 2021 | **50** | 50 | Packing and storage of grain | KSA |

a) The Group share of Petredec results for the financial period are recorded as per the latest financial information prepared by Petredec. The difference between the latest financial information prepared by Petredec and the Group interim condensed consolidated financial statements is two months.

b) International Maritime Industries Company (IMI) was established in KSA with capital of SAR 1,107 million between the Company, ARAMCO, Maritime Offshore Limited (Lamprell), and Korea Shipbuilding & Offshore Engineering Company Ltd.

c) During August 2020, the Company entered a joint venture ("JV") agreement to establish the National Grain Company with United Farmers Investment Company ("UFIC"). The JV aims to build and establish a terminal for handling grains at Yanbu Commercial Port, to meet the future needs of the Kingdom of Saudi Arabia for major crops and cereals.

The Company operates through the following 6 branches as of 30 June 2026 (31 December 2025: 6 branches):

| Trade Name | Registration No. | Registration Date | City |
|---|---|---|---|
| The National Shipping Company of Saudi Arabia | 1010026026 | 22/10/1979 | Riyadh |
| The National Shipping Company of Saudi Arabia | 4030033402 | 21/2/1982 | Jeddah |
| The National Shipping Company of Saudi Arabia | 2050013881 | 30/7/1983 | Dammam |
| The National Shipping Company of Saudi Arabia | 2055001309 | 25/7/1984 | Jubail |
| The National Shipping Company of Saudi Arabia | JLT-65807 | 06/12/2010 | Dubai |
| The National Shipping Company of Saudi Arabia | F06135 | 26/08/2016 | New Delhi |

**Group Fleet:**
As at 30 June 2026, the Group operated 107 owned vessels and 2 under lease contract (31 December 2025: 104 owned vessels and 9 under lease contract) operating in the following sectors:

**Oil transportation sector:** Consists of 49 vessels (31 December 2025: 50 vessels) all of which are very large crude carriers (VLCCs) operating in the spot market.

**Chemicals transportation sector:** This sector is fully operated by NCC. It owns 37 vessels and 2 under lease contract (31 December 2025: owned 33 vessels and 9 under lease contract). Specialized tankers distributed as follows:
- 31 tankers operate in the spot market.
- 8 tankers are under charter agreements.

**Logistics sector:** This sector consists of 6 RoCon vessels and 2 MPP vessels (31 December 2025: 6 RoCon vessels and 2 MPP vessel) operating on commercial lines between North America, Europe, Middle East, the Indian Subcontinent and Asia.

**Dry bulk transportation sector:** This sector is fully operated by BDB, and it owns 13 vessels (31 December 2025: 13 vessels) specialized in transporting dry bulk cargo. 5 of them are chartered to the Arabian Agricultural Services Company ("ARASCO") and 8 vessels are operating in the spot market.

**1. CORPORATE INFORMATION (continued)**

**Geopolitical Developments**

The Group continues to monitor the regional geopolitical developments and their potential impact on the region. While the situation remains evolving, the Group maintains a robust operational framework to manage associated risks. These developments have a positive impact on Group's interim condensed consolidated financial statements for the period ended 30 June 2026, primarily driven by favorable market conditions in certain shipping activities, including improved freight rates and vessel utilization however, given the evolving nature of the conflict, the potential long-term impact on the Group's business will continue to be assessed on future reporting dates.

## 2. BASIS OF PREPARATION

### 2.1 Statement of Compliance

These interim condensed consolidated financial statements for the Group have been prepared in accordance with International Accounting Standard 34 ("IAS 34") Interim Financial Reporting as endorsed in the Kingdom of Saudi Arabia ("KSA").

### 2.2. Preparation of interim condensed consolidated financial statements

The interim condensed consolidated financial statements do not include all of the information and disclosures required in a full set of annual consolidated financial statements and should be read in conjunction with the last annual consolidated financial statements as at 31 December 2025. However, selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group financial position and performance since the last annual consolidated financial statements. The interim results may not be an indicator of the annual results of the Group.

**(i) Historical cost convention**

These interim condensed consolidated financial statements have been prepared on a historical cost basis, except for:

- Derivative financial instruments and quoted equity shares which are measured at fair value.
- Employees' end-of-service benefits are recognized at the present value of future obligations using the projected unit credit method.

**(ii) Functional and presentation currency**

These interim condensed consolidated financial statements are presented in Saudi Riyal ("SAR"), which is the Company's functional and presentation currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

## 3. BASIS OF CONSOLIDATION

The Company and its subsidiaries are referred to collectively as the "Group". Subsidiaries are entities controlled by the Group. Specifically, the Group controls an investee if, and only if, the Group has:

- Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement in the investee.
- The ability to use its power over the investee to affect its returns.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in these interim condensed consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Parent Company and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the interim condensed consolidated financial statements to bring the accounting policies of the subsidiaries in line with the Group accounting policies. All intra-group assets and liabilities, income and expenses and cash flows relating to transactions are eliminated in full on consolidation.

Non-controlling interests are measured at their proportionate share of the acquiree's identifiable net assets at the date of acquisition.

**3. BASIS OF CONSOLIDATION (continued)**

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it:
- De-recognizes the assets and liabilities of the subsidiary.
- De-recognizes the carrying amount of any non-controlling interest.
- De-recognizes the cumulative translation differences, recorded in equity.
- Recognizes the fair value of the consideration received.
- Recognizes the fair value of any investment retained; and
- Recognizes any surplus or deficit in the interim condensed consolidated statement of profit or loss.

**4. MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policy information adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in preparing the Group's annual consolidated financial statements for the year ended 31 December 2025.

**4.1. Material accounting judgments, estimates and assumptions**

The preparation of interim condensed consolidated financial statements requires management to make judgments, 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 judgments 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 recognized 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.

In the process of applying the Group's accounting policies, management has made the following estimates and judgments, which are significant to the interim condensed consolidated financial statements:

- Impairment assessment of vessels.
- Measurement of defined benefit obligations; key actuarial assumptions; and
- Measurement of ECL allowance for trade receivables and contract assets: key assumptions in determining the weighted average loss rate.
- Useful life of property and equipment
- Incremental borrowing rate on leases

The current geopolitical situation has not materially impacted the material accounting judgements, estimates and assumptions as at and for the period ended 30 June 2026 and management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

**4. MATERIAL ACCOUNTING POLICY INFORMATION (continued)**

**4.2. Standards, interpretations and amendments adopted by the Group**

**4.2.1 New and amended standards and interpretations**

Following are the standards and amendments effective on 1 January 2026 or after (unless otherwise stated) and do not have a material impact on the Group's financial statements. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

| Standard, Amendment or Interpretation | Effective date |
|---|---|
| - Amendments to the Classification and Measurement of Financial Instruments - IFRS 9 and IFRS 7 | 1 January 2026 |
| - Annual Improvements to 1FRS Accounting Standards - Volume 11 | 1 January 2026 |
| - Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7 | 1 January 2026 |

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

**4.2.2 New and amended standards and interpretations issued but not yet effective**

The new amended, issued standards and interpretations, which are not effective yet have not been adopted early by the Group and will be adopted on their effective date as applicable. The adoption of these standards and interpretations is not expected to have any material impact on the Group on the effective date, except IFRS 18, which the Group is currently evaluating the impact of its adoption on the financial statements.

| Standard, Amendment or Interpretation | Effective date |
|---|---|
| - IFRS 18 - Presentation and Disclosure in Financial Statements | 1 January 2027 |

IFRS 18 Presentation and Disclosure in Financial Statements will replace IAS 1 Presentation of Financial Statements and applies for annual reporting periods beginning on or after 1 January 2027. The Group has not early adopted the new accounting standard in preparing these interim condensed consolidated financial statements; however, earlier application is permitted.

The Group is currently assessing the impact of IFRS 18 on its consolidated financial statements.

1- Structure of the Statement of Profit or Loss

IFRS 18 requires entities to classify all income and expenses into categories in the statement of profit or loss – namely operating, investing, financing, zakat/income tax and discontinued operations. This classification of certain income and expense items may depend on main business activity of an entity. The Group does not expect to have a specified main business activity of investing in assets and/or providing financing to customers.

The adoption of IFRS 18 is not expected to affect the Group’s profit for the period or total equity. IFRS 18 primarily affects the presentation and disclosure of information in financial statements rather than the recognition and measurement of assets, liabilities, income and expenses. However, IFRS 18 introduces mandatory subtotals, including operating profit, profit or loss before financing and income taxes.

The Group expects the presentation and classification of the following items within the statement of profit or loss to be affected by the adoption of IFRS 18:

- Interest expense arising from borrowings is currently presented as part of finance cost after operating profit. Under IFRS 18, such expenses are expected to be classified within the financing category. Interest cost on employee benefit obligations is currently included within employee benefit expenses and presented within the operating expenses. Under IFRS 18, such interest expenses are expected to be classified within the financing category and presented below the mandatory subtotal’ Profit or loss before financing and income taxes.

**4. MATERIAL ACCOUNTING POLICY INFORMATION (continued)**

**4.2. Standards, interpretations and amendments adopted by the Group (continued)**

**4.2.2 New and amended standards and interpretations issued but not yet effective (continued)**

1- Structure of the Statement of Profit or Loss (continued)

- The Group currently presents foreign exchange gains and losses within ‘Other income’. Under IFRS 18, foreign exchange differences are generally classified within the same category as the income and expenses from the items that have raised the differences. The Group expects certain foreign exchange differences to be classified within the operating and financing category, depending on the nature of the underlying item.

- Share of profit or loss of equity-accounted investees is currently presented after operating results. Under IFRS 18, this amount is expected to be presented between the mandatory subtotals ‘Operating profit’ and ‘Profit or loss before financing and income taxes. The Group currently presents ‘Miscellaneous income’ within ‘Other income’. Management is currently assessing the appropriate classification of this income under IFRS 18.

2- Aggregation and disaggregation

The new aggregation and disaggregation requirements introduced by IFRS 18 may result in changes to the presentation and disclosure of information within the Group’s financial statements. The Group is currently assessing how information is aggregated and disaggregated in the primary financial statements and accompanying notes based on the characteristics of individual items and their usefulness to users of the financial statements.

The Group is also assessing line items currently labelled as ‘other’ and will use more informative labels.

3- Management Performance Measures “MPMs”

Management-defined Performance Measures (MPMs) are subtotal of income and expenses that are used in public communication outside the financial statements and communicate management’s view of an aspect of the financial performance of the entity. The Group will be required to disclose specific information about MPMs in a single note in the financial statements.

The Group is currently assessing whether any performance measures used in its public communications meet the definition of management-defined performance measures under IFRS 18. Where applicable, the Group will provide the disclosures required by IFRS 18 upon adoption of the standard.

4- Consequential amendments

The Group is also evaluating the consequential amendments arising from IFRS 18, including amendments to IAS 7 Statement of Cash Flows and the implications for interim financial reporting under IAS 34 Interim Financial Reporting. The Group currently uses profit before zakat and income tax as the starting point for this reconciliation of profit to net cash generated from operating activities. Accordingly, the adoption of IFRS 18 may result in changes to certain reconciling items presented within the statement of cash flows.

Based on its preliminary assessment of the consequential amendments to IAS 7, the Group expects interest paid to be classified within financing activities, consistent with its expected classification within the financing category in the statement of profit or loss.

The Group is continuing to assess the classification of interest received, including cash flows arising from deposits and treasury activities, taking into consideration the requirements of IFRS 18 relating to specified main business activities.

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

## 5. OPERATING SEGMENTS

The Group has the following four strategic divisions, which are its reportable segments. These divisions offer different services and are managed separately because they have different economic characteristics – such as trends in sales growth, rates of return and level of capital investment – and have different marketing strategies.

a) The following schedule illustrates the Group’s activities according to the operating segments for the period:

| 30 June 2026 (Unaudited) | Transportation of oil | Transportation of chemicals | Logistics | Transportation of dry bulk | Subtotal | Others | Total |
|---|---|---|---|---|---|---|---|
| Revenue | 8,461,847 | 1,695,535 | 721,483 | 291,510 | 11,170,375 | 99,236 | 11,269,611 |
| Operating costs | (4,461,009) | (956,534) | (595,930) | (231,348) | (6,244,821) | (62,541) | (6,307,362) |
| Bunker subsidy | 114,557 | 18,766 | 6,434 | 1,293 | 141,050 | - | 141,050 |
| Gross profit | 4,115,395 | 757,767 | 131,987 | 61,455 | 5,066,604 | 36,695 | 5,103,299 |
| General and administrative expenses | (18,336) | (17,980) | (49,081) | (7,230) | (92,627) | (146,709) | (239,336) |
| Marketing expenses | (95) | (145) | (2,196) | (20) | (2,456) | (15,516) | (17,972) |
| Provision / (reversal) on trade receivables and contract assets | (2,679) | 21,824 | (1,293) | (318) | 17,534 | - | 17,534 |
| Other income/ (expense) | 67,075 | 32,666 | (1,551) | 934 | 99,124 | 12,574 | 111,698 |
| Finance cost | (194,603) | (45,301) | (2,048) | (23,639) | (265,591) | (68,510) | (334,101) |
| Finance income | 564 | 33,709 | 1,064 | 1,044 | 36,381 | 42,379 | 78,760 |
| Share of results of equity accounted investees | - | - | - | - | - | 396,176 | 396,176 |
| Profit before zakat and income tax | 3,967,321 | 782,540 | 76,882 | 32,226 | 4,858,969 | 257,089 | 5,116,058 |

The Group’s vessels are deployed throughout the world and are not concentrated in certain geographical areas. The Group's chief operating decision maker does not consider the geographical distribution of the group’s operations to be relevant for their internal management analysis and therefore no geographical segment information has been disclosed.

All operating segment results are reviewed regularly by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and assess the performance of segments for which discrete financial information is available.

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**5. OPERATING SEGMENTS (continued)**

| 30 June 2025 (Unaudited) | Transportation of oil | Transportation of chemicals | Logistics | Transportation of dry bulk | Subtotal | Others | Total |
|---|---|---|---|---|---|---|---|
| Revenue | 2,387,240 | 1,462,184 | 542,616 | 193,875 | 4,585,915 | 42,041 | 4,627,956 |
| Operating costs | (1,692,824) | (1,097,113) | (456,211) | (168,029) | (3,414,177) | (27,936) | (3,442,113) |
| Bunker subsidy | 133,182 | 13,857 | 10,264 | 603 | 157,906 | - | 157,906 |
| Gross profit | 827,598 | 378,928 | 96,669 | 26,449 | 1,329,644 | 14,105 | 1,343,749 |
| General and administrative expenses | (64,146) | (15,269) | (47,311) | (7,356) | (134,082) | (128,499) | (262,581) |
| Marketing expenses | (165) | (65) | (1,004) | (10) | (1,244) | (13,012) | (14,256) |
| Reversal / (provision) on trade receivables and contract assets | 457 | (23,572) | (1,975) | (424) | (25,514) | (1) | (25,515) |
| Other income | 19,550 | 905 | 977 | 97 | 21,529 | 1,911 | 23,440 |
| Finance cost | (186,606) | (63,242) | (2,982) | (21,829) | (274,659) | (67,091) | (341,750) |
| Finance income | 23 | 13,772 | 289 | - | 14,084 | 13,029 | 27,113 |
| Share of results of equity accounted investees | - | - | - | - | - | 284,323 | 284,323 |
| Profit / (loss) before zakat and income tax | 596,711 | 291,457 | 44,663 | (3,073) | 929,758 | 104,765 | 1,034,523 |

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**5. OPERATING SEGMENTS (continued)**

b) The following schedule illustrates the distribution of the Group's assets and liabilities according to the operating segments:

| **30 June 2026 (Unaudited)** | **Transportation of oil** | **Transportation of chemicals** | **Logistics** | **Transportation of dry bulk** | **Others** | **Total** |
|---|---|---|---|---|---|---|
| **Property and equipment** | **13,140,772** | **3,701,726** | **1,160,363** | **1,264,358** | **919,838** | **20,187,057** |
| **Other assets** | **3,729,309** | **2,058,412** | **1,210,676** | **179,149** | **7,184,201** | **14,361,747** |
| **Total assets** | **16,870,081** | **5,760,138** | **2,371,039** | **1,443,507** | **8,104,039** | **34,548,804** |
| **Total liabilities** | **8,337,647** | **2,062,526** | **627,978** | **761,992** | **2,739,170** | **14,529,313** |

| 31 December 2025 (Audited) | Transportation of oil | Transportation of chemicals | Logistics | Transportation of dry bulk | Others | Total |
|---|---|---|---|---|---|---|
| Property and equipment | 13,693,632 | 3,459,669 | 1,206,025 | 1,301,763 | 939,339 | 20,600,428 |
| Other assets | 2,126,308 | 2,493,080 | 878,284 | 144,280 | 4,741,363 | 10,383,315 |
| Total assets | 15,819,940 | 5,952,749 | 2,084,309 | 1,446,043 | 5,680,702 | 30,983,743 |
| Total liabilities | 8,094,192 | 2,426,173 | 450,819 | 787,991 | 2,986,773 | 14,745,948 |

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**6. PROPERTY AND EQUIPMENT**

| **30 June 2026 (Unaudited)** | **Buildings and improvements** | **Fleet and equipment** | **Containers and trailers** | **Furniture and fixtures** | **Tools and office equipment** | **Motor vehicles** | **Computer equipment** | **Container yards - equipment** | **Total** |
|---|---|---|---|---|---|---|---|---|---|
| **Cost:** | | | | | | | | | |
| **At 1 January 2026** | **41,000** | **30,808,415** | **6,730** | **11,092** | **1,387** | **2,785** | **27,845** | **7,731** | **30,906,985** |
| Additions* | **757** | **463,966** | **101** | **312** | **-** | **-** | **2,507** | **525** | **468,168** |
| Disposals | **(14,479)** | **(300,332)** | **(354)** | **(1,083)** | **(745)** | **(2,396)** | **(6,523)** | **(2,126)** | **(328,038)** |
| Transfers between categories | **8** | **72** | **-** | **(51)** | **(72)** | **-** | **43** | **-** | **-** |
| **At 30 June 2026** | **27,286** | **30,972,121** | **6,477** | **10,270** | **570** | **389** | **23,872** | **6,130** | **31,047,115** |
| **Accumulated depreciation:** | | | | | | | | | |
| **At 1 January 2026** | **26,091** | **10,241,993** | **5,721** | **6,382** | **1,307** | **2,724** | **16,328** | **6,011** | **10,306,557** |
| Charge for the period | **1,972** | **741,360** | **263** | **382** | **25** | **26** | **2,515** | **179** | **746,722** |
| Disposals | **(14,430)** | **(166,526)** | **(250)** | **(900)** | **(745)** | **(2,396)** | **(6,374)** | **(1,600)** | **(193,221)** |
| Transfers between categories | **1** | **47** | **-** | **(35)** | **(47)** | **-** | **34** | **-** | **-** |
| **At 30 June 2026** | **13,634** | **10,816,874** | **5,734** | **5,829** | **540** | **354** | **12,503** | **4,590** | **10,860,058** |
| **Net book value:** | | | | | | | | | |
| **At 30 June 2026** | **13,652** | **20,155,247** | **743** | **4,441** | **30** | **35** | **11,369** | **1,540** | **20,187,057** |

* During 2026, projects with a total carrying amount of SAR 390.5 million were completed and transferred from projects under construction to property and equipment (refer note 7).
In addition, the Group disposed assets with net book value of SAR 134.8 million (31 December 2025: SAR 156 million) and this has resulted in a gain of SAR 80 million (31 December 2025: SAR 5.8 million gain).

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**6. PROPERTY AND EQUIPMENT (continued)**

| 31 December 2025 (Audited) | Buildings and improvements | Fleet and equipment | Containers and trailers | Furniture and fixtures | Tools and office equipment | Motor vehicles | Computer equipment | Container yards - equipment | Total |
|---|---|---|---|---|---|---|---|---|---|
| Cost: | | | | | | | | | |
| At 1 January 2025 | 38,377 | 25,632,013 | 6,210 | 9,842 | 1,380 | 3,067 | 23,933 | 7,731 | 25,722,553 |
| Additions* | 3,100 | 5,635,370 | 596 | 1,783 | 7 | - | 6,922 | - | 5,647,778 |
| Disposals | (477) | (458,968) | (76) | (533) | - | (282) | (3,010) | - | (463,346) |
| At 31 December 2025 | 41,000 | 30,808,415 | 6,730 | 11,092 | 1,387 | 2,785 | 27,845 | 7,731 | 30,906,985 |
| Accumulated depreciation: | | | | | | | | | |
| At 1 January 2025 | 22,386 | 9,048,230 | 5,239 | 5,889 | 1,250 | 2,954 | 14,781 | 5,649 | 9,106,378 |
| Charge for the year | 3,733 | 1,498,008 | 542 | 824 | 57 | 52 | 3,993 | 362 | 1,507,571 |
| Disposals | (28) | (304,245) | (60) | (331) | - | (282) | (2,446) | - | (307,392) |
| At 31 December 2025 | 26,091 | 10,241,993 | 5,721 | 6,382 | 1,307 | 2,724 | 16,328 | 6,011 | 10,306,557 |
| Net book value: | | | | | | | | | |
| At 31 December 2025 | 14,909 | 20,566,422 | 1,009 | 4,710 | 80 | 61 | 11,517 | 1,720 | 20,600,428 |

* During 2025, 12 new vessels were received, and other projects were completed with a total carrying amount of SAR 5,354 million, which were transferred from projects under construction to property and equipment (refer note 7).

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

## 7. PROJECTS UNDER CONSTRUCTION

The movement in projects under construction is as follows:

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Beginning balance | **886,664** | 2,291,663 |
| Additions | **531,787** | 3,948,938 |
| Transferred to property and equipment (note 6) | **(390,527)** | (5,353,937) |
| Ending balance | **1,027,924** | 886,664 |

Projects under construction include SAR 7 million of borrowing costs capitalized during the period (31 December 2025: SAR 23 million).

## 8. EQUITY ACCOUNTED INVESTEES

The balance of equity accounted investees contains investments in the following companies:

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Petredec group limited | **2,634,986** | 2,475,425 |

Liabilities associated with equity accounted investees

| | Note | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|---|
| International Maritime Industries Company (“IMI”) | 12 | **128,124** | 128,124 |

The share of results of equity accounted investees is as follows:

| | **30 June 2026 (Unaudited)** | 30 June 2025 (Unaudited) |
|---|---|---|
| Share of profit in Petredec group limited | **396,176** | 299,286 |
| Share of loss in IMI | **-** | (3,648) |
| Share of loss in NGC | **-** | (11,315) |
| | **396,176** | 284,323 |

## 9. TRADE RECEIVABLES AND CONTRACT ASSETS

Trade receivables and contract assets include the following items:

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Trade receivables | **1,479,074** | 807,072 |
| Due from related parties (note 17) | **2,119,329** | 992,683 |
| | **3,598,403** | 1,799,755 |
| Contract assets | **391,956** | 401,327 |
| | **3,990,359** | 2,201,082 |
| Less: Provision on trade receivables and contract assets (note a) | **(191,078)** | (208,745) |
| Trade receivables and contract assets | **3,799,281** | 1,992,337 |

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**9. TRADE RECEIVABLES AND CONTRACT ASSETS (continued)**

a- The movement of provision of trade receivables and contract assets is as follows:

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Opening balance | **208,745** | 182,825 |
| (Reversal)/ charge for the period / year | **(17,534)** | 27,777 |
| Write-off | **(133)** | (1,857) |
| Ending balance | **191,078** | 208,745 |

**10. CASH AND SHORT-TERM DEPOSITS**

**10.1 Cash and cash equivalents**

Cash and cash equivalents represent bank balances, cash, investments in Murabaha and short-term deposits for a period of less than 3 months, as follows:

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Bank balances and cash | **713,995** | 868,871 |
| Murabaha deposits | **3,706,500** | 214,000 |
| **Cash and cash equivalents** | **4,420,495** | 1,082,871 |

Murabaha deposits yield finance income at prevailing market rates and maturity date of less than three months. The finance income on Murabaha deposits during the period amounted to SAR 48 million (30 June 2025: SAR 27 million).

**10.2 Short Term deposits**

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| **Short term deposits** | **507,000** | 1,825,400 |

The Group invests part of its excess cash in short-term deposits that have maturity of more than three months but less than a year with local banks. The finance income on short-term deposits during the period amounted to SAR 30.7 million (30 June 2025: SAR nil).

**11. LOANS AND BORROWINGS**

| | Note | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|---|
| Sukuk | 11.1 | **3,900,000** | 3,900,000 |
| Murabaha loans | 11.2 | **7,421,878** | 7,811,139 |
| **Total loans and borrowings** | | **11,321,878** | 11,711,139 |
| Less: total current portion | | **(1,013,998)** | (1,028,571) |
| **Non-current loans and borrowings** | | **10,307,880** | 10,682,568 |
| Less: prepaid financing | | **(18,372)** | (11,299) |
| **Net non-current loans and borrowings** | | **10,289,508** | 10,671,269 |
| | | | |
| **Current portion** | | **1,013,998** | 1,028,571 |
| **Non-current portion** | | **10,289,508** | 10,671,269 |
| | | **11,303,506** | 11,699,840 |

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**11. LOANS AND BORROWINGS (continued)**

**11.1 Sukuk**

On 6 Dhul-Hajjah 1443H (corresponding to 5 July 2022), the Company completed the issuance and offering of a local Sukuk denominated in Saudi Riyal for public offering with nominal value amounting to SAR 3,900 million, and a nominal value of SAR 1 million for each Sukuk. The Sukuk issuance bears a variable rate of return at SIBOR plus a predetermined margin, payable semi-annually. The Sukuk is due to mature at par value on its expiry date of 23 Safar 1451H (corresponding to 5 July 2029). The balance in the prepaid financing account related to Sukuk as at 30 June 2026 is SAR 3.2 million (31 December 2025: SAR 4.1 million).

**11.2 Murabaha loans**

The Group obtained Murabaha long term loans during the period ended 30 June 2026 for a total of SAR 460 million (31 December 2025: SAR 4,944 million). Loans are secured by promissory notes and mortgages against vessels. These loans are repayable over 10 years on a quarterly or semi-annual basis and a repayment of SAR 849 million was made during the period ended 30 June 2026 (31 December 2025: SAR 2,002 million). The loans carry commission at normal commercial rates. The balance of loans against which profit is to be paid based on SOFR as of 30 June 2026 is SAR 5,751 million (31 December 2025: 5,885 million) and the balance of loans against which profit is to be paid based on SIBOR as at 30 June 2026 totaled to SAR 1,671 million (31 December 2025: SAR 1,927 million). The balance in the prepaid financing account related to Murabaha loans as at 30 June 2026 is SAR 15.2 million (31 December 2025: SAR 7.2 million).

**11.3 Covenants**

Borrowing agreements include covenants mainly related to maintaining certain ratios of leverage and debt to equity ratio. Under the terms of these agreements, lenders are entitled to demand immediate repayment of loans if these covenants are not met. As at 30 June 2026, the Group was in compliance with all applicable loan covenants.

**12. TRADE AND OTHER PAYABLES**

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Accrued expenses | **1,292,883** | 890,081 |
| Trade payables | **523,779** | 408,700 |
| Due to related parties (note 17) | **377,878** | 355,897 |
| Accrued finance cost | **190,786** | 212,135 |
| Liabilities associated with equity accounted investees (note 8) | **128,124** | 128,124 |
| Dividends payables | **67,259** | 65,305 |
| Others | **94,045** | 78,632 |
| | **2,674,754** | 2,138,874 |

**13. ZAKAT AND INCOME TAX**

The movement in the provision for zakat and income tax is as follows:

| | **30 June 2026 (Unaudited)** | 31 December 2025 (Audited) |
|---|---|---|
| Opening balance | **193,983** | 225,674 |
| Charge for the period/ year | **53,439** | 92,166 |
| Payments during the period/ year | **(96,840)** | (123,857) |
| Ending balance | **150,582** | 193,983 |

The Company's Zakat is based on the financial statements of the Company and its wholly owned subsidiaries (excluding Bahri Logistics Company, which submit its Zakat return separately), in accordance with the regulations of Zakat, Tax and Customs Authority ("ZATCA"). Partially owned subsidiaries submit their Zakat and tax returns separately.

The Company has filed its zakat returns up to 2025 and obtained the zakat certificate for the year 2025.

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**13. ZAKAT AND INCOME TAX (continued)**

The Company has cleared and settled all zakat assessments issued by ZATCA up to 2023.

The Company did not receive the zakat assessment for the year 2024 and 2025 from ZATCA.

The reported Zakat amount is provisional in nature and remains subject to adjustment.

**14. EARNINGS PER SHARE**

| | **For the three-month period ended on 30 June 2026** | For the three-month period ended on 30 June 2025 | **For the six-month period ended on 30 June 2026** | For the six-month period ended on 30 June 2025 |
|---|---|---|---|---|
| Profit for the period | **2,746,815** | 407,445 | **4,896,022** | 940,268 |
| Average number of shares outstanding during the period | **922,852** | 922,852 | **922,852** | 922,852 |
| Earnings per share - Basic and Diluted (Saudi Riyals) | **2.98** | 0.44 | **5.31** | 1.02 |

The basic and diluted earnings per share are calculated by dividing the profit of the period attributable to ordinary shareholders of the Parent company by the weighted average number of ordinary shares outstanding during the period.

**15. FINANCIAL INSTRUMENTS**

**Fair values of financial instruments**

| | **30 June 2026 (Unaudited)** | | | |
|---|---|---|---|---|
| | **Quoted prices in the active market (Level 1)** | **Significant observable inputs (Level 2)** | **Significant Unobservable inputs (Level 3)** | **Total** |
| **FVOCI – equity instrument:** | | | | |
| Quoted equity shares | **23,661** | **-** | **-** | **23,661** |
| **Financial instruments measured at FVTPL** | | | | |
| CAP commission option | | | | |
| Assets | **-** | **7,623** | **-** | **7,623** |

| | 31 December 2025 (Audited) | | | |
|---|---|---|---|---|
| | Quoted prices in the active market (Level 1) | Significant observable inputs (Level 2) | Significant Unobservable inputs (Level 3) | Total |
| FVOCI – equity instrument: | | | | |
| Quoted equity shares | 22,282 | - | - | 22,282 |
| Financial instruments measured at FVTPL | | | | |
| CAP commission option | | | | |
| Assets | - | 9,737 | - | 9,737 |

**15. FINANCIAL INSTRUMENTS (continued)**

Derivative financial instruments include interest rate cap and floor. These derivatives are valued using widely recognized valuation models. The Group relies on the counterparty for the valuation of these derivatives. The valuation techniques applied by the counterparties include the use of standard models using present value calculations and mid-market valuations. Where applicable, these models project future cash flows and discount the future amounts to present value using market-based observable inputs including cap/floor volatility, interest rate curves, credit spreads, foreign exchange rates, and forward and spot prices.

Management believes that the fair value of other assets and liabilities are approximate to their carrying values.

## 16. DIVIDENDS

The Board of Directors, in its meeting held on 21 Ramadan 1447H (corresponding to 10 March 2026) recommended to the General Assembly to distribute cash dividends of SAR 923 million to the shareholders for the financial year ended 31 December 2025 amounting to SAR 1 per share. The Geneal Assembly had approved the recommendation in its meeting held on 10 June 2026. These dividends were paid on 18 June 2026.

The Board of Directors in their meeting held on 18 March 2025 recommended to the General Assembly to distribute cash dividends of SAR 738 million amounting to SAR 1 per share. The Geneal Assembly had approved the recommendation in its meeting held on 29 June 2025.These dividends were subsequently paid on 17 July 2025.

On 11 March 2026, the Board of Directors of the National Chemical Carriers Company (a subsidiary) recommended to the General Assembly the distribution of cash dividends totaling SAR 600 million, comprising SAR 480 million to The National Shipping Company of Saudi Arabia (the parent company) and SAR 120 million to the non-controlling interests. This recommendation was approved by the General Assembly in its meeting held on 13 May 2026, and the dividends were paid on 21 May 2026.

On 15 March 2026, the Board of Directors of the Bahri Dry Bulk Company (a subsidiary) recommended to the General Assembly the distribution of cash dividends totaling SAR 7.5 million, comprising SAR 4.5 million to The National Shipping Company of Saudi Arabia (the parent company) and SAR 3 million to the non-controlling interests. This recommendation was approved by the General Assembly in its meeting held on 13 May 2026, and the dividends were paid on 18 May 2026.

On 11 March 2025, the Board of Directors of the National Chemical Carriers Company (a subsidiary) recommended to the General Assembly the distribution of cash dividends totaling SAR 600 million, comprising SAR 480 million to The National Shipping Company of Saudi Arabia (the parent company) and SAR 120 million to the non-controlling interests. This recommendation was approved by the General Assembly in its meeting held on 5 May 2025, and the dividends were paid on 28 May 2025.

## 17. RELATED PARTIES

Related parties represent major shareholders, government related entities, directors and key management personnel of the Group, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them. The Group has claimed exemption from the requirements of para 18 of IAS 24 (“Related Party Disclosure”).

A government-related entity is an entity that is controlled, jointly controlled or significantly influenced by a government. The Group’s majority shareholder, PIF and Aramco, are fully/majorly owned by the Government of the Kingdom of Saudi Arabia. PIF and Aramco exercise significant influence over the Group.

### Trading transactions and balances with related parties

The Group transacts with related parties in the ordinary course of its activities, as many of the Group’s transactions and arrangements are based on signed agreements between the Group and those companies. The balances are unsecured, interest-free, and repayable on demand unless otherwise stated.

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**17. RELATED PARTIES (continued)**

The transactions with related parties during the period were as follows:

| Related parties | Nature of the transaction | For the six-month period ended 30 June 2026 (Unaudited) | 2025 (Unaudited) |
|---|---|---|---|
| ARAMCO and its subsidiaries – shareholder | Revenue | **7,799,835** | 2,153,980 |
| ARAMCO and its subsidiaries – shareholder | Bunker purchase | **171,286** | 381,395 |
| SABIC and its subsidiaries - government related entities | Revenue | **54,584** | 29,468 |
| International Maritime Industries ("IMI") – associate | Revenue | **8,786** | 2,791 |

**Related parties balances included in trade receivables and contract assets (note 9) are as follows:**

| | 30 June 2026 (Unaudited) | 31 December 2025 (Audited) |
|---|---|---|
| ARAMCO and its subsidiaries | **2,096,424** | 976,608 |
| International Maritime Industries ("IMI") | **15,106** | 9,839 |
| SABIC and its subsidiaries | **7,799** | 6,236 |
| | **2,119,329** | 992,683 |

**Payables due to related parties (note 12) are as follows:**

| | 30 June 2026 (Unaudited) | 31 December 2025 (Audited) |
|---|---|---|
| ARAMCO and its subsidiaries | **374,565** | 355,897 |
| SABIC and its subsidiaries | **3,313** | - |
| | **377,878** | 355,897 |

## 18. CAPITAL COMMITMENTS AND CONTINGENCIES

**Capital Commitments**

The Group's capital commitment related to projects under construction and the purchase of property and equipment was SAR 925 million as at 30 June 2026 (31 December 2025: SAR 915 million).

**Contingencies**

The Group has outstanding bank letters of guarantee for SAR 391 million as at 30 June 2026 (31 December 2025: SAR 363 million) issued for the Group's normal course of business.

## 19. COMPARATIVE FIGURES

Certain figures have been reclassified to conform with the classification used for the period ended 30 June 2026 and have no impact on previously reported net profit or retained earnings. The main reclassifications are as follows:

Interim condensed consolidated statement of profit or loss for the period ended 30 June 2025:

| | As previously reported | Amount of reclassification | Amount after reclassification |
|---|---|---|---|
| Operating costs | (3,512,811) | 70,698 | (3,442,113) |
| General and administrative expenses | (206,139) | (56,442) | (262,581) |
| Marketing expenses | - | (14,256) | (14,256) |

## 20. SUBSEQUENT EVENTS

Subsequent to the reporting date, two of the Group's vessels were involved in minor incidents in the Strait of Hormuz and the Red Sea. The vessels remained seaworthy, with no impact on the safety of the crew or cargo, and management concluded that no adjustment to these interim condensed consolidated financial statements is required.

In the opinion of management, except as mentioned above, there have been no significant subsequent events for the period ended 30 June 2026 that would have material impact on the financial position of the Group as reflected in these interim condensed consolidated financial statements.

## 21. DATE OF AUTHORIZATION

These interim condensed consolidated financial statements were authorized for issuance on 14 Safar 1448H (corresponding to 28 July 2026).