



CREDIT LINE COMPANY
(A Closed Joint Stock Company)

**CONDENSED INTERIM FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(Unaudited)**



KPMG Professional Services Company

Roshn Front, Airport Road
P.O. Box 92876
Riyadh 11663
Kingdom of Saudi Arabia
Commercial Registration No 1010425494

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

واجهة روشن، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

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

To the Shareholders of Credit Line Company

Introduction

We have reviewed the accompanying condensed interim financial statements of **Credit Line Company** (the "Company"), which comprises:

- the condensed interim statement of financial position as at 30 June 2026;
- the condensed interim statement of profit or loss and other comprehensive income for the three-months and six-months periods ended 30 June 2026;
- the condensed interim statement of changes in shareholders' equity for the six-months period ended 30 June 2026;
- the condensed interim statement of cash flows for the six-months period ended 30 June 2026; and
- the notes to the condensed interim financial information.

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

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. A review of condensed 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 30 June 2026 condensed interim financial statements of **Credit Line Company** (the "Company") are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.



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

To the Shareholders of Credit Line Company (Continued)

Other Matter

The condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, condensed interim statements of cash flows and notes for the period from 12 December 2024 to 30 June 2025 were not reviewed.

KPMG Professional Services Company

Mohammed Abdulaziz Almadhoun
License No: 554



Al Riyadh on: 6 August 2026
Corresponding to: 23 Safar 1448H

CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2026

(Amounts in Saudi Riyals)

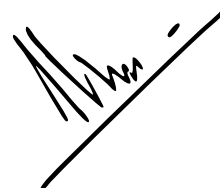
	<i>Notes</i>	30 June 2026 (Unaudited)	31 December 2025 (Audited)
ASSETS			
Cash and cash equivalents	4	20,221,200	1,582
Due from related party	5.1.2	1,197,741	17,845,713
Prepayments and other assets		205,474	119,015
Right-of-use asset, net		1,280,991	1,513,898
Property and equipment, net		785,162	865,733
TOTAL ASSETS		23,690,568	20,345,941
LIABILITIES AND EQUITY			
Accrued expenses and other liabilities		227,364	118,076
Due to related party	5.1.1	4,675,634	-
Lease liability	5.1.5	1,181,035	1,396,767
Provision for zakat		2,053	2,053
Employees' defined benefit obligations		90,072	26,786
TOTAL LIABILITIES		6,176,158	1,543,682
Share capital	6	20,000,000	20,000,000
Accumulated loss	7	(2,485,590)	(1,197,741)
TOTAL EQUITY		17,514,410	18,802,259
TOTAL LIABILITIES AND EQUITY		23,690,568	20,345,941



Managing Director



Chief Executive Officer



Chief Financial Officer

The accompanying notes 1 to 14 form an integral part of these condensed interim financial statements.

CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

(UNAUDITED)

(Amounts in Saudi Riyals)

	<i>Notes</i>	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2026	2025	2026	2025
OPERATING EXPENSES					
Salaries and employee related expenses	8	(868,977)	(25,871)	(1,598,399)	(32,568)
Depreciation expense		(168,768)	(51,935)	(338,801)	(57,159)
General and administrative expenses	9	(426,034)	(16,965)	(548,390)	(49,799)
TOTAL OPERATING EXPENSES		(1,463,779)	(94,771)	(2,485,590)	(139,526)
NET LOSS BEFORE ZAKAT		(1,463,779)	(94,771)	(2,485,590)	(139,526)
Zakat charge		-	-	-	-
NET LOSS FOR THE PERIOD		(1,463,779)	(94,771)	(2,485,590)	(139,526)
Other comprehensive income for the period		-	-	-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		(1,463,779)	(94,771)	(2,485,590)	(139,526)



Managing Director



Chief Executive Officer



Chief Financial Officer

The attached notes 1 to 14 form an integral part of these condensed interim financial statements.

CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(Amounts in Saudi Riyals)

<u>30 June 2026</u>	<u>Share Capital</u>	<u>Accumulated Loss</u>	<u>Total</u>
Balance as at 31 December 2025 (Audited)	20,000,000	(1,197,741)	18,802,259
Net loss for the period	-	(2,485,590)	(2,485,590)
Absorption of accumulated losses by shareholders (Note 7)		1,197,741	1,197,741
Other comprehensive income for the period	-	-	-
Total comprehensive loss for the period	-	(1,287,849)	(2,485,590)
Balance as at 30 June 2026 (Unaudited)	<u>20,000,000</u>	<u>(2,485,590)</u>	<u>17,514,410</u>

<u>30 June 2025</u>	<u>Share Capital</u>	<u>Accumulated Loss</u>	<u>Total</u>
<i>Transaction with owners</i>			
Issuance of share capital (Note 6)	20,000,000	-	20,000,000
Net loss for the period	-	(139,526)	(139,526)
Other comprehensive income for the period	-	-	-
Total comprehensive loss for the period	-	(139,526)	(139,526)
Balance at 30 June 2025 (Unaudited)	<u>20,000,000</u>	<u>(139,526)</u>	<u>19,860,474</u>



Managing Director



Chief Executive Officer



Chief Financial Officer

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CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026 (UNAUDITED)

(Amounts in Saudi Riyals)

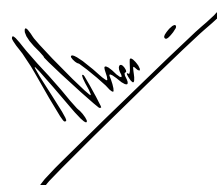
		30 June 2026	For the period from 12 December 2024 to 30 June 2025
	<i>Notes</i>		
CASH FLOWS FROM OPERATING ACTIVITIES			
Net loss before zakat		(2,485,590)	(139,526)
<i>Non-cash adjustment to reconcile loss to net cash flows:</i>			
Depreciation of right of use assets		232,907	-
Depreciation of property and equipment		105,894	57,159
Finance cost on lease liability	9	39,868	-
Employees' end of service benefit	8	63,286	-
Operating cash flows before working capital changes		(2,043,635)	(82,367)
Prepayments and other assets		(86,459)	-
Accrued expenses and other liabilities		109,288	13,393
		(2,020,806)	(68,974)
Payments made by related party on behalf of the Company	5	2,521,347	1,082,483
Net cash generated from operating activities		500,541	1,013,509
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash received / (invested) in the working capital of related party	5	20,000,000	(20,000,000)
Addition to property and equipment, net		(25,323)	(1,011,693)
Net cash generated from / (used in) investing activities		19,974,677	(21,011,693)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of share capital		-	20,000,000
Payment of lease liability		(255,600)	-
Net cash (used in) / generated from financing activities		(255,600)	20,000,000
Net increase in cash and cash equivalents during the period		20,219,618	1,816
Cash and cash equivalents at the beginning of the period		1,582	-
Cash and cash equivalents at the end of the period		20,221,200	1,816
Non-cash information:			
Absorption of accumulated losses by shareholders	7	1,197,741	-



Managing Director



Chief Executive Officer



Chief Financial Officer

The attached notes 1 to 14 form an integral part of these condensed interim financial statements.

CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)
(Amounts in Saudi Riyals)

1. ACTIVITIES

Credit Line Company (the “Company” or “Credit Line”) is a Saudi Closed Joint Stock Company established under the Regulations for Companies in the Kingdom of Saudi Arabia. The Company operates under Commercial Registration (“CR”) No. 1009153997 and Unified National No. 7042944996, issued in Riyadh on 11 Jumada II 1446H, corresponding to 12 December 2024. The Company obtained license from Saudi Central Bank (SAMA) to engage in consumer microfinance activities dated 1 July 2026 corresponding to 16 Muharram 1448H.

The objective of the Company is to carry out financing-related activities, specifically other forms of granting loans and credit facilities, in accordance with the By-laws of the Company, the applicable laws and regulations in the Kingdom of Saudi Arabia.

The registered office of the Company is as follows:
Double two center, 3087 Anas ibn malik
Al Narjis District
Riyadh 13323
Kingdom of Saudi Arabia

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

These condensed interim financial statements do not include all the information and disclosures required for a complete set of financial statements under International Financial Reporting Standards (“IFRS”) as endorsed in Kingdom of Saudi Arabia and should be read in conjunction with the Company’s latest annual financial statements for the period from 12 December 2024 to 31 December 2025.

2.2 Basis of measurement and presentation

These condensed interim financial statements are prepared on a going concern basis under the historical cost convention except for the employees' defined benefit obligations which are measured at present value of future obligations using the Projected Unit Credit Method.

The condensed interim statement of financial position is stated broadly in order of liquidity.

2.3 Critical accounting judgements, estimates and assumptions

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

In preparing these condensed interim financial statements, the significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the statutory financial statements as at and for the period from 12 December 2024 to 31 December 2025.

CREDIT LINE COMPANY
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)
(Amounts in Saudi Riyals)

3. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting and risk management policies adopted in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the annual audited financial statements for the period from 12 December 2024 to 31 December 2025.

3.1 New standards, interpretations and amendments adopted by the Company

The following amendment to standard is effective during the current period however, it does not have any impact on the Company's condensed interim financial statements.

The following amendment to standard is effective during the current period however, it does not have any impact on the Company's condensed interim financial statements.

Standard/ interpretation	Description	Effective from periods beginning on or after
Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	1 January 2026.
Amendments to IFRS 9 and IFRS 7 Contracts referencing Nature-dependent Electricity	Contracts Referencing Nature-dependent Electricity amends IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to more faithfully reflect the effects of contracts referencing nature-dependent electricity on an entity's financial statements.	1 January 2026
Annual improvements to IFRS – Volume 11	Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; IFRS 9 Financial Instruments; IFRS 10 Consolidated Financial Statements; and IAS 7 Statement of Cash Flows.	1 January 2026

**CREDIT LINE COMPANY
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**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)**

(Amounts in Saudi Riyals)

3. SUMMARY OF MATERIAL ACCOUNTING POLICIES (CONTINUED)

3.2 New standards not yet effective and not early adopted by the Company

The following standards, interpretations and amendments had been issued but were not mandatory for annual reporting periods commencing on or after 1 January 2026. The Company has not early adopted them.

Standard/ interpretation	Description	Effective from periods beginning on or after
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences. The Company is currently assessing the detailed presentation and disclosure requirements of IFRS 18 and has initiated a gap assessment to evaluate the expected impact on the financial statements upon its effective date of 1 January 2027.	January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

Except for IFRS 18, management has assessed that the above standards, interpretations, and amendments have no significant impact on Company's financial statements. Management is in process of assessing the impact of IFRS 18 on its financial statements.

CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)
(Amounts in Saudi Riyals)

4. CASH AND CASH EQUIVALENTS

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cash at bank	<u>20,221,200</u>	<u>1,582</u>

- 4.1** This represents balance in current account maintained with a local bank that carries no commission / profit.

5. TRANSACTION AND BALANCES WITH RELATED PARTIES

Related parties represent shareholders, directors, key management personnel of the Company, and any other entities controlled, jointly controlled or significantly influenced by them. In the ordinary course of its activities, the Company transacts businesses with its related parties.

<u>Name of related party</u>	<u>Relationship</u>
Ali Ibrahim Alorainy	Shareholder
Faisal Galib Alqarni	Shareholder
Malaa for Information Technology Company	Entity under common control
Malaa Financial Technology for Securities Business	Entity under common control

In addition to the related party transactions and balances disclosed elsewhere in these condensed interim financial statements, transactions and balances arising with related parties are as follows:

5.1 Balances with related parties

5.1.1 Due to related party

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Name of Related Party		
Malaa for Information Technology Company (note 5.1.3)	(4,649,641)	-
Malaa Financial Technology for Securities Business (note 5.1.4)	(25,993)	-
Total	<u>(4,675,634)</u>	<u>-</u>

5.1.2 Due from related party

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Name of Related Party		
Malaa for Information Technology Company (note 5.1.3)	-	17,845,713
Ali Ibrahim Alorainy (note 7)	598,870	-
Faisal Galib Alqarni (note 7)	598,871	-
Total	<u>1,197,741</u>	<u>17,845,713</u>

CREDIT LINE COMPANY
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)
(Amounts in Saudi Riyals)

5. TRANSACTION AND BALANCES WITH RELATED PARTIES (CONTINUED)

5.1.3 Details of balances with Malaa for Information Technology Company

Related Party	Nature of outstanding balance	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Malaa for Information Technology Company	Receivable for amount paid for working capital	-	20,000,000
	Payable for transfer of property and equipment	(1,025,914)	(1,025,914)
	Payable for payments made on behalf of the Company	(3,623,727)	(1,128,373)
		(4,649,641)	17,845,713

5.1.4 Details of balances with Malaa Financial Technology for Securities Business

Related party	Nature of outstanding balance	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Malaa Financial Technology for Securities Business	Payable for payments made on behalf of the Company	(25,993)	-
		(25,993)	-

The balances with related parties are repayable on demand, carries no profit or commission, and are adjustable against other payments and balances payable to or receivable from the same related party.

5.1.5 Other balances due to related parties as at statement of financial position date were as follows:

Related parties	Nature of outstanding balance	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Malaa for Information Technology Company	Lease liability	1,181,035	1,396,767
Key management personnel	Employees' defined benefit obligation	30,698	1,999

5.2 Transactions with related parties

Income and expenses pertaining to transactions with related parties included in the condensed interim financial statements are as follows:

Related Party	Nature of transactions	30 June 2026 (Unaudited)	For the period from 12 December 2024 to 30 June 2025 (Unaudited)
Malaa for Information Technology Company	General and administrative expenses	84,612	-
Key management personnel	Short-term employee benefits	688,372	-
	Employees' end of service benefit	32,697	1,999

CREDIT LINE COMPANY
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)

(Amounts in Saudi Riyals)

6. SHARE CAPITAL

	30 June 2026 (Unaudited)	31 December <u>2025</u> (Audited)
Ordinary share capital	<u>20,000,000</u>	<u>20,000,000</u>

- 6.1** As at 30 June 2026 and 31 December 2025, the authorised, issued and paid-up share capital amounts to SR 20,000,000, divided into 2,000,000 shares with par value of SR 10 each. As at 30 June 2026 and 31 December 2025, the Company is equally owned by Mr. Ali Ibrahim Alorainy and Mr. Faisal Galib Alqarni who are the only shareholders and the ultimate beneficial owners of the Company.

7. ACCUMULATED LOSSES

On 07 May 2026, corresponding to 20 Dhul al-Qidah 1447H, the shareholders representing 100% of the Company's share capital passed a resolution to offset the accumulated losses of the Company as at 31 December 2025, amounting to SR 1,197,741, against unconditional and irrevocable contributions from the shareholders.

The shareholders' contribution has been recorded as an amount receivable from the shareholders and has been credited directly to accumulated losses. Accordingly, the accumulated losses of the Company have been reduced by SR 1,197,741 during the period.

8. SALARIES AND EMPLOYEE RELATED EXPENSES

	30 June 2026 (Unaudited)	For the period from 12 December 2024 to 30 June <u>2025</u> (Unaudited)
Salaries and related cost	1,450,835	32,568
GOSI expense	84,278	-
Employees' defined benefit obligations expense	<u>63,286</u>	<u>-</u>
	<u>1,598,399</u>	<u>32,568</u>

9. GENERAL AND ADMINISTRATIVE EXPENSES

	30 June 2026 (Unaudited)	For the period from 12 December 2024 to 30 June <u>2025</u> (Unaudited)
Consultancy and professional expenses	174,625	-
IT and compliance related expenses	106,341	-
Utilities and premises related expenses	84,612	-
Fees and subscription	75,785	28,034
Finance cost on lease liability	39,868	-
Others	<u>67,159</u>	<u>21,765</u>
	<u>548,390</u>	<u>49,799</u>

CREDIT LINE COMPANY
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)
(Amounts in Saudi Riyals)

10. FAIR VALUES 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 between market participants at the measurement date. 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, the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The fair value of a non financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Company determines valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The Company measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

Level 1: inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs that are unobservable.

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

Fair value hierarchy of financial assets and liabilities

The Company has no financial assets or liabilities measured at fair value and the carrying value of all financial assets and financial liabilities that are measured at amortised cost approximate to their fair values due to their short-term nature.

Further, there were no transfers between fair value hierarchy levels during the current period.

11. CONTINGENCIES AND COMMITMENTS

a) Legal proceedings

As at 30 June 2026 and 31 December 2025, there were no legal proceedings outstanding against the Company.

b) Credit related commitments and contingencies

As at 30 June 2026 and 31 December 2025, the Company has Nil contingencies and commitments.

CREDIT LINE COMPANY
(A CLOSED JOINT STOCK COMPANY)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
(UNAUDITED)
(Amounts in Saudi Riyals)

12. IMPACT OF GEO-POLITICAL SITUATION ON ECL

Since 28 February 2026, the geopolitical situation in the Middle East has become increasingly volatile. Management has assessed the potential impact of these developments on the Company's operations and financial position. As the Company has not yet commenced its operations and currently possesses balances due from related parties, no material impact has been identified on its operations or financial performance as at the reporting date.

The Company continues to monitor developments in the region and has considered available forward-looking information in its assessment of expected credit losses ("ECL"). Given the inherent uncertainty, management will continue to reassess the situation and update its assumptions, including ECL inputs, as more reliable information becomes available.

13. SUBSEQUENT EVENTS

There are no subsequent events after the reporting date which require adjustments to, or disclosure, in these condensed interim financial statements.

14. APPROVAL OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements have been approved and authorised for issue by the Board of Directors of the Company on 30 July 2026 (corresponding to 16 Safar 1448H).