

**American Express Saudi Arabia
(Saudi Closed Joint Stock Company)**

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

**FOR THE THREE AND NINE MONTH PERIODS ENDED
30 SEPTEMBER 2026**

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

Interim Condensed Financial Statements and Independent Auditor's Review Report
For The Three and Nine Month Periods Ended 30 September 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF AMERICAN EXPRESS SAUDI ARABIA

(A SAUDI CLOSED JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of American Express Saudi Arabia, (A Saudi Closed Joint Stock Company) (the "Company") as at 30 September 2026, the related interim condensed statements of profit and loss and comprehensive income for the three-month and nine-month periods ended 30 September 2026 and related interim condensed statement of changes in shareholders' equity and cash flows for the nine-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 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 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

Layla K Al Khalefah
Certified Public Accountant
License No. (592)



Riyadh: 15 Jumada Al-Ula 1448H

(26 October 2026)

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

INTERIM STATEMENT OF PROFIT OR LOSS

For the three and nine month period ended 30 September 2026

		For the three month period ended (Unaudited)		For the nine month period ended (Unaudited)	
	Notes	30 September 2026	30 September 2025	30 September 2026	30 September 2025
		SR '000	SR '000	SR '000	SR '000
OPERATING INCOME					
<i>Revenue from merchants</i>					
Merchant transaction fees, net	5	66,524	73,197	182,209	207,268
<i>Revenue from card members</i>					
Special commission income on Tawarruq		51,525	40,438	140,299	116,906
Foreign exchange income		35,427	35,771	78,716	90,108
Card membership fees, net		22,437	21,160	66,539	61,737
Other income, net		6,354	4,411	15,683	11,427
TOTAL OPERATING INCOME		182,267	174,977	483,446	487,446
EXPENSES					
General and administration expenses		(78,669)	(67,840)	(223,922)	(210,601)
Selling and marketing expenses		(31,028)	(31,434)	(87,622)	(88,591)
Special commission expense		(8,771)	(10,514)	(23,037)	(28,493)
Rebates		(6,297)	(6,728)	(13,515)	(19,239)
Impairment (charge) reversals for card members' receivable, net of recoveries	6 (a)	(7,923)	2,415	(20,056)	(7,254)
PROFIT BEFORE ZAKAT AND INCOME TAX		49,579	60,876	115,294	133,268
Zakat	8 (a)	(3,788)	(4,305)	(10,082)	(10,305)
Income tax, net of deferred tax	8 (a)	(2,581)	(3,130)	(5,993)	(7,006)
NET PROFIT FOR THE PERIOD		43,210	53,441	99,219	115,957

The accompanying notes 1 to 15 form an integral part of these interim condensed financial statements

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME

For the three and nine month period ended 30 September 2026

	<i>For the three month period ended (Unaudited)</i>		<i>For the nine month period ended (Unaudited)</i>	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	SR '000	SR '000	SR '000	SR '000
NET PROFIT FOR THE PERIOD	43,210	53,441	99,219	115,957
OTHER COMPREHENSIVE INCOME				
<i>Item not to be reclassified to profit or loss in subsequent periods:</i>				
Remeasurement gains on defined benefit plans	-	-	-	-
Total other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE INCOME	43,210	53,441	99,219	115,957

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 September 2026

		30 September 2026	31 December 2025
	<i>Notes</i>	(Unaudited)	(Audited)
		SR '000	SR '000
ASSETS			
Cash and cash equivalents		102,682	66,975
Card members' receivable, net	6	1,554,910	1,322,989
Amounts due from a related party	10 (d)	18	82
Prepaid expenses and other assets	14	23,580	25,801
Deferred card acquisition costs		13,023	11,765
Deferred tax asset	8 (c)	6,425	5,438
Property and equipment, net		27,424	35,374
Intangible assets, net		51,903	49,527
Right of use assets, net		29,637	34,802
TOTAL ASSETS		1,809,602	1,552,753
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Amounts due to a related party	10 (d)	16,836	11,234
Accounts payable and accruals	7	219,921	209,690
Lease liabilities		28,786	35,590
Zakat and income tax payable	8 (b)	12,559	16,116
Short term borrowings	9	620,831	472,128
Card members' margins		30,840	32,131
Membership rewards		53,222	55,548
Deferred card membership fees		38,093	35,929
Employees' terminal benefits		62,400	57,492
TOTAL LIABILITIES		1,083,488	925,858
SHAREHOLDERS' EQUITY			
Share capital		100,000	100,000
Statutory reserve		40,943	40,943
Retained earnings		585,171	485,952
TOTAL SHAREHOLDERS' EQUITY		726,114	626,895
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,809,602	1,552,753

The accompanying notes 1 to 15 form an integral part of these interim condensed financial statements

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the nine month period ended 30 September 2026

<i>30 September 2026 (unaudited)</i>	<i>Share capital</i>	<i>Statutory reserve</i>	<i>Retained earnings</i>	<i>Total</i>
	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>
Balance at 1 January 2026	100,000	40,943	485,952	626,895
Total comprehensive income	-	-	99,219	99,219
<i>Balance at 30 September 2026</i>	<u>100,000</u>	<u>40,943</u>	<u>585,171</u>	<u>726,114</u>

<i>30 September 2025 (unaudited)</i>	<i>Share capital</i>	<i>Statutory reserve</i>	<i>Retained earnings</i>	<i>Total</i>
	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>
Balance at 1 January 2025	100,000	40,943	410,324	551,267
Total comprehensive income	-	-	115,957	115,957
Dividend (note 12)	-	-	(75,245)	(75,245)
<i>Balance at 30 September 2025</i>	<u>100,000</u>	<u>40,943</u>	<u>451,036</u>	<u>591,979</u>

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

INTERIM STATEMENT OF CASH FLOWS

For the nine month period ended 30 September 2026

	Notes	<i>For the nine month period ended</i>	
		<i>30 September</i>	<i>30 September</i>
		<i>2026</i>	<i>2025</i>
		<i>(Unaudited)</i>	<i>(Unaudited)</i>
		<i>SR '000</i>	<i>SR '000</i>
OPERATING ACTIVITIES			
Profit before zakat and income tax		115,294	133,268
<i>Adjustments for:</i>			
Depreciation on property and equipment		11,943	10,861
Amortisation of intangible assets		10,939	8,444
Depreciation on right of use assets		6,708	6,541
Unwinding of special commission expense of lease liabilities		520	521
Impairment charge of card members' receivables	6 (a)	26,302	17,661
Provision for card membership fees		10,426	9,165
Provision for employees' terminal benefits		7,299	6,963
Gain on disposal of property and equipment		-	(150)
<i>Operating cash flows before working capital changes</i>		189,431	193,274
<i>Changes in operating assets and liabilities:</i>			
Card members' receivables		(268,649)	(172,584)
Prepaid expenses and other assets		2,221	(2,234)
Accounts payable and accruals		10,231	1,254
Amounts due to related parties, net		5,666	(13,415)
Card members' margins		(1,291)	(1,635)
Membership rewards		(2,326)	(2,728)
Deferred card membership fees, net		2,164	3,238
Deferred card acquisition costs, net		(1,258)	(4,268)
<i>Net cash (used in) from operations</i>		(63,811)	902
Employees' terminal benefits paid		(2,391)	(6,858)
Zakat and tax paid	8 (b)	(20,619)	(23,686)
<i>Net cash used in operating activities</i>		(86,821)	(29,642)
INVESTING ACTIVITIES			
Proceeds from disposal of property and equipment		-	150
Purchase of property and equipment		(3,993)	(8,507)
Purchase of intangible assets		(13,315)	(18,320)
<i>Net cash used in investing activities</i>		(17,308)	(26,677)
FINANCING ACTIVITIES			
Proceeds from short term borrowing facilities		3,642,533	4,376,743
Repayment of short term borrowing facilities		(3,472,702)	(4,189,524)
Special commission expenses settled		(21,128)	(27,405)
Dividend paid	12	-	(75,245)
Settlement of lease liabilities		(8,867)	(8,880)
<i>Net cash generated from financing activities</i>		139,836	75,689
INCREASE IN CASH AND CASH EQUIVALENTS		35,707	19,370
Cash and cash equivalents at beginning of the period		66,975	15,781
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		102,682	35,151

The accompanying notes 1 to 15 form an integral part of these interim condensed financial statements

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 30 September 2026

1 ACTIVITIES

American Express Saudi Arabia (the “Company” or “AESA”) is a Saudi Closed Joint Stock Company incorporated in the Kingdom of Saudi Arabia (‘KSA’). The Company operates under commercial registration No. 1010183222 (unified identification No.7001453476) issued in Riyadh on 27 Shawwal 1423H (corresponding to 31 December 2002); and reissued on 28 Muhurram 1437H (corresponding to 10 November 2015), Service License No. 110/1 dated 13 Muhurram 1423H (corresponding to 12 April 2002) issued by the Saudi Arabian General Investment Authority (“SAGIA”) and License No. 40/ASH/201512 dated 28 Safar 1437H (corresponding to 10 December 2015) issued by the Saudi Central Bank (“SAMA”).

The registered head office of the Company is P. O. Box 6624, Riyadh 11652, Kingdom of Saudi Arabia. The Company has the following branches:

<i>Branch</i>	<i>Commercial Registration Number</i>	<i>Date of registration</i>	<i>Location</i>
	2051041721	2 Safar 1431H	Khobar
	4030189461	11 Jumada Awal 1430H	Jeddah
	JLT-69544	23 December 2013	Dubai, United Arab Emirates

The Company is licensed by American Express Travel Related Services (“AETRS”) to operate card and merchant establishment business in KSA.

2 BASIS OF PREPARATION

The interim condensed financial statements of the Company as at and for the nine month period ended 30 September 2026 have been prepared in compliance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting” as endorsed in KSA, other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”) and with the provisions of the Regulations for Companies in KSA and the By-laws of the Company. The interim condensed financial statements should be read in conjunction with the Company's annual audited financial statements as at and for the year ended 31 December 2025.

These interim condensed financial statements have been presented in Saudi Riyals, as it is the functional currency of the Company and are rounded off to the nearest thousands.

Assets and liabilities in the interim statement of financial position are presented in the order of liquidity.

3 SIGNIFICANT ACCOUNTING ESTIMATES

The preparation of interim condensed financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the interim condensed financial statements and the reported amounts of revenue and expenses during the reporting period. Although these estimates and judgments are based on management’s best knowledge of current events and actions, actual results ultimately may differ from those estimates.

The significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those described in the annual financial statements for the year ended 31 December 2025.

American Express Saudi Arabia
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 September 2026

4 MATERIAL ACCOUNTING POLICIES

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with IFRS Accounting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by SOCPA. The results for the period ended 30 September 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026. The material accounting policies used in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2025.

4A NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

Significant standards issued but not yet effective

The standards applied in these financial statements are those in issue as at the reporting date and are effective for annual periods beginning on or after 1 January 2026.

Following new standards and amendments that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below:

- Amendments to IFRS 10 and IAS 28 – Sale and contribution of Assets between the investors and its associates or Joint ventures
- IFRS 18 – Presentation and disclosure in the financial statements
- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

The Company has not early adopted any standards, interpretations or amendments before their effective date.

New standards, interpretations and amendments adopted by the Company

Following standard, interpretation or amendments are effective from the current year and are adopted by the Company. However, these did not have any impact on the financial statements of the period.

- Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments
- Amendments to IFRS 9 and IFRS 7 – Contracts referencing Nature-dependent Electricity
- Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments – Disclosures
- Annual improvements to IFRS – Volume 11

5 MERCHANT TRANSACTION FEES, NET

	<i>For the three month period ended</i>		<i>For the nine month period ended</i>	
	<i>30 September 2026</i>	<i>30 September 2025</i>	<i>30 September 2026</i>	<i>30 September 2025</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>	<i>SR'000</i>
Local card member transaction fees on 'out of Kingdom' spend (note 10 (a))	47,589	55,556	121,370	150,326
Transaction fees on 'in Kingdom' spend	22,502	21,436	73,446	70,483
Airline transaction fees (note 10 (a))	600	782	2,025	2,691
	70,691	77,774	196,841	223,500
Foreign card member transaction fees (note 10 (a))	(4,167)	(4,577)	(14,632)	(16,232)
	66,524	73,197	182,209	207,268

American Express Saudi Arabia
(Saudi Closed Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 September 2026

6 CARD MEMBERS' RECEIVABLE, NET

	<i>30 September 2026 (Unaudited) SR'000</i>	<i>31 December 2025 (Audited) SR'000</i>
Card members' receivable	1,586,945	1,345,617
Less: Impairment in card members' receivable (see note (a) below)	(30,621)	(21,722)
Less: Provision for card membership fees	(1,414)	(906)
	<u>1,554,910</u>	<u>1,322,989</u>

AESA's card products are Shariah approved. Accordingly, card members' receivable are unconventional in nature.

The ageing of card members' receivables is as follows:

			<i>Past due but not impaired</i>			<i>Past due and impaired</i>
		<i>Neither past due nor impaired</i>	<i>1 - 30 days</i>	<i>31 - 60 days</i>	<i>61 - 90 days</i>	<i>91 - 180 days</i>
	<i>Total</i>					
	<i>SR' 000</i>	<i>SR' 000</i>	<i>SR' 000</i>	<i>SR' 000</i>	<i>SR' 000</i>	<i>SR' 000</i>
<i>30 September 2026 (Unaudited)</i>	1,586,945	1,485,899	69,718	9,155	7,157	15,016
<i>31 December 2025 (Audited)</i>	1,345,617	1,264,606	48,806	10,826	12,860	8,519

a) *Movement in impairment in respect of card members' receivables:*

	For the three month period ended		For the nine month period ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	SR'000	SR'000	SR'000	SR'000
At beginning of the period	26,217	23,623	21,722	15,811
Charge for the period	10,386	971	26,302	17,661
Written off during the period	(5,982)	(5,060)	(17,403)	(13,938)
At end of the period	30,621	19,534	30,621	19,534

The impairment charge to the interim statement of profit or loss for the nine month period ended 30 September 2026 amounting to SR 20.06 million is net of recoveries during the period of SR 6.24 million (unaudited) (30 September 2025 : charge of SR 7.25 million net of recoveries of SR 10.41 million) (unaudited)).

Management has considered the impact of the ongoing geopolitical situation in the region on the Company's credit risk profile and on the estimation of Expected Credit Losses ("ECL") in accordance with IFRS 9 Financial Instruments. Given the elevated level of macroeconomic uncertainty, management has reassessed the forward looking information used in the ECL models, including key macro-economic variables relevant to the Company's portfolio.

Management continues to closely monitor developments in the geopolitical environment and will continue to assess their potential impact on credit risk, model assumptions, and the Company's financial statements in future reporting periods.

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 September 2026

6 CARD MEMBERS' RECEIVABLE, NET (continued)

b) The following table shows reconciliation from the opening to the closing balance of the loss allowance

30 September 2026 (Unaudited)				
<i>Impairment loss on card members' receivable</i>	<i>12 month ECL</i>	<i>Lifetime ECL not credit impaired</i>	<i>Lifetime ECL credit impaired</i>	<i>Total</i>
	SR'000			
Balance at 1 January 2026	10,800	5,510	5,412	21,722
Transfer to 12 month ECL	2,521	(1,468)	(1,053)	-
Transfer to lifetime ECL not credit impaired	(156)	562	(406)	-
Transfer to lifetime ECL credit impaired	(119)	(1,293)	1,412	-
Net impairment charge (reversal)	1,241	5,810	19,251	26,302
Write offs / settlements	(669)	(1,512)	(15,222)	(17,403)
<i>Balance at 30 September 2026</i>	<u>13,618</u>	<u>7,609</u>	<u>9,394</u>	<u>30,621</u>

30 September 2025 (Unaudited)				
<i>Impairment loss on card members' receivable</i>	<i>12 month ECL</i>	<i>Lifetime ECL not credit impaired</i>	<i>Lifetime ECL credit impaired</i>	<i>Total</i>
	SR'000			
Balance at 1 January 2025	7,996	3,005	4,810	15,811
Transfer to 12 month ECL	1,254	(724)	(530)	-
Transfer to lifetime ECL not credit impaired	(113)	772	(659)	-
Transfer to lifetime ECL credit impaired	(90)	(296)	386	-
Net impairment charge	660	2,949	14,052	17,661
Write offs / settlements	(380)	(1,424)	(12,134)	(13,938)
<i>Balance at 30 September 2025</i>	<u>9,327</u>	<u>4,282</u>	<u>5,925</u>	<u>19,534</u>

7 ACCOUNTS PAYABLE AND ACCRUALS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
	SR'000	SR'000
Accrued expenses	101,680	94,763
Advance from card members	56,240	59,971
Payable to merchants	38,020	25,478
Employees' accrued compensation	18,764	25,005
Other payables	5,217	4,473
	<u>219,921</u>	<u>209,690</u>

8 ZAKAT AND INCOME TAX PAYABLE

The Company is owned by Saudi and Non-Saudi shareholders, and hence is subject to zakat (on Saudi shareholder's share) and income tax (on Non-Saudi shareholder's share). The income tax and zakat charge, for the nine month period ended 30 September 2026 amounting to SR 7.07 million and SR 10.08 million (30 September 2025: SR 7.53 million and SR 10.31 million) respectively, have been calculated on the basis of the Income Tax Law and the Zakat Regulations in the Kingdom of Saudi Arabia.

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 September 2026

8 ZAKAT AND INCOME TAX PAYABLE (continued)

a) Charge for the period (interim statement of profit or loss)

	<i>For the three month period ended (Unaudited)</i>		<i>For the nine month period ended (Unaudited)</i>	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	SR'000	SR'000	SR'000	SR'000
<i>Zakat charge</i> for current period (see note (b))	3,788	4,305	10,082	10,305
Income tax charge for current period (see note (b))	2,988	2,984	7,068	7,525
Prior year adjustments	-	-	(88)	(79)
Deferred tax origination of temporary differences (note (c))	(407)	146	(987)	(440)
<i>Income tax charge, net of deferred tax</i>	2,581	3,130	5,993	7,006

b) Movement in provision for zakat and income tax is set out below:

<i>For the nine month period ended 30 September 2026 (Unaudited)</i>	<i>Zakat</i>	<i>Income tax</i>	<i>Total</i>
	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>
Balance payable at beginning of the period	13,499	2,617	16,116
Charge for the period	10,082	7,068	17,150
Prior year adjustments	-	(88)	(88)
Payments during the period	(13,499)	(7,120)	(20,619)
Balance payable at end of the period	10,082	2,477	12,559

<i>For the nine month period ended 30 September 2025 (Unaudited)</i>	<i>Zakat</i>	<i>Income tax</i>	<i>Total</i>
	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>
Balance payable at beginning of the period	13,837	5,295	19,132
Charge for the period	10,305	7,525	17,830
Prior year adjustments	-	(79)	(79)
Payments made during the period	(13,837)	(9,849)	(23,686)
Balance payable at end of the period	10,305	2,892	13,197

<i>For the year ended 31 December 2025 (Audited)</i>	<i>Zakat</i>	<i>Income tax</i>	<i>Total</i>
	<i>SR '000</i>	<i>SR '000</i>	<i>SR '000</i>
Balance payable at beginning of the year	13,837	5,295	19,132
Charge for the year	13,499	9,666	23,165
Prior year adjustments	-	(79)	(79)
Payments made during the year	(13,837)	(12,265)	(26,102)
Balance payable at end of the year	13,499	2,617	16,116

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 September 2026

8 ZAKAT AND INCOME TAX PAYABLE (continued)

c) Deferred tax asset (unaudited)

Deferred tax asset as at 30 September 2026 amounting to SR 6.43 million (30 September 2025 : SR 5.39 million) includes deferred tax origination for the nine month period ended 30 September 2026 amounting to SR 0.99 million (30 September 2025: origination of SR 0.44 million) (see note 8 (a)). The tax impact is calculated based on the income tax rate of 20%.

Movement in deferred tax asset is set out below:

	<i>For the nine month period ended (Unaudited)</i>		<i>For the year ended (Audited)</i>
	30 September 2026	30 September 2025	31 December 2025
	SR '000	SR '000	SR '000
Balance at beginning of the period / year	5,438	4,948	4,948
Origination of temporary differences	987	440	490
Balance at end of the period / year	6,425	5,388	5,438

d) Status of assessments

The Company has filed zakat and income tax returns (the 'Returns') for all years up till 31 December 2025 with the ZATCA. The ZATCA has provided zakat certificate, which is valid up till 30 April 2027. The ZATCA has finalized the Company's position up till the year ended 31 December 2011.

During 2022 and 2023, the ZATCA issued assessments for the years ended 31 December 2016 and 31 December 2017 with additional zakat due aggregating SR 3.79 million and SR 0.98 million, respectively. The Company submitted appeals against the zakat assessment with the General Secretariat of Tax Committee ("GSTC") Level 1 and Level 2 and the Alternative Dispute Resolution Committee ('ADRC') which were rejected. Accordingly, during 2024, the Company settled the additional zakat for both years aggregating SR 4.77 million.

Assessments for the years from 2012 to 2015 and 2018 to 2025 have not yet been raised by the ZATCA.

9 SHORT TERM BORROWINGS

Short term borrowings represent conventional loan / facilities obtained by the Company.

Short term facilities from domestic banks amounting to USD 400.00 million (equivalent to SR 1,500 million) (31 December 2025: USD 400 million equivalent to SR 1,500 million) including USD 150 million facility from The Saudi Investment Bank ("SAIB") (note 10 (a)) is to finance the working capital requirements of the Company. These facilities are secured by promissory notes signed by the Company.

As of 30 September 2026, the aggregate outstanding balance under these facilities amounted to USD 165.56 million equivalent to SR 620.83 million (31 December 2025: USD 125.90 million equivalent to SR 472.13 million).

The outstanding balance with SAIB as at 30 September 2026 was SR nil (31 December 2025 : SR 56.52 million). The special commission expense on these borrowings ranged from 4.67% to 5.21% during 2026 (31 December 2025 : 6.5% to 7%). These facilities will be due for renewal during 2026.

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

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10 RELATED PARTY TRANSACTIONS AND BALANCES

a) Significant transactions arising from transactions with related parties are as follows:

Related party	Nature of transaction	For the three month period ended (Unaudited)		For the nine month period ended (Unaudited)**	
		30 September 2026	30 September 2025	30 September 2026	30 September 2025
		SR'000	SR'000	SR'000	SR'000
Shareholder					
SAIB	- Data support services	291	263	785	931
	- Service and annual card fees	(167)	(51)	(366)	(417)
	- Co-brand fees	23	22	144	165
	- Short term loans received	-	670,359	-	1,409,109
	- Short term loans settled	-	(739,018)	(56,250)	(1,260,268)
	- Special commission expense	-	4,611	353	11,248
Affiliate*					
AETRS	- Merchant and airline transaction fees earned (note 5)	(48,189)	(56,338)	(123,395)	(153,017)
	- Foreign card member transaction fees (note 5)	4,167	4,577	14,632	16,232
	- Support and other services	356	231	1,025	874
	- Royalty expense	148	99	411	476

* Entities having common shareholding amongst themselves are referred to as 'Affiliates'.

** Figures in brackets represent settlements or income whereas those without brackets represent expenses or receipts.

In addition to the above, most of the routine banking transactions of the Company are carried out with SAIB. Bank balances as at 30 September 2026 with SAIB amounted to SR 80.32 million (unaudited) and are included under cash and cash equivalents (31 December 2025 : cash and cash equivalents amounting to SR 38.92 million (audited)).

Transactions with related parties are on terms and conditions, as approved by the Board of Directors of the Company.

b) The compensation summary of key management personnel for the reporting period is set out below:

	For the three month period ended (Unaudited)		For the nine month period ended (Unaudited)	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	SR'000	SR'000	SR'000	SR'000
Short term benefits	4,465	4,156	12,059	12,789
Termination and other long term benefits	773	729	2,498	2,430
	<u>5,238</u>	<u>4,885</u>	<u>14,557</u>	<u>15,219</u>

c) Card members' receivable include outstanding balances of the Board of Directors and key management personnel of the Company, arising out of credit card related transactions, as at 30 September 2026 of SR 3.70 million (unaudited) (31 December 2025: SR 2.07 million (audited)).

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
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10 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- d) In addition to the balances disclosed elsewhere in the interim condensed financial statements, the following receivable / (payable) balances arose as a result of transactions with related parties:

Related party	Name	30 September 2026	31 December 2025
		(Unaudited)	(Audited)
		SR '000	SR '000
<i>Amounts due from / (to):</i>			
Shareholder	SAIB	18	82
Affiliate	AETRS	(16,836)	(11,234)

11 COMMITMENTS AND CONTINGENCIES

Capital commitments

Commitments in respect of capital expenditure outstanding as at 30 September 2026 amounted to SR 11.33 million (unaudited) (31 December 2025 : SR 25.91 million (audited)).

Undrawn commitments

The undrawn credit commitments in respect of revolve credit cards issued by the Company as at 30 September 2026 amounted to SR 2,025.24 million (unaudited) (31 December 2025 : SR 1,744.83 million (audited)).

Letter of guarantee

Letter of guarantee amounting to SR 7.50 million has been issued by the Company to AETRS in the normal course of business in respect of performance obligation of the Company's merchant as at 30 September 2026 (unaudited) (31 December 2025 : SR 7.50 million) (audited).

12 DIVIDEND

Dividend for the year 2025, if any, will be considered during 2026. (Dividend for 2024 : the shareholders in their Annual General Meeting held on 21 March 2025 approved the distribution of dividend amounting to SR 75.25 million at SR 7.53 per share which was settled during the quarter ended 30 June 2025 (audited)).

13 FINANCIAL INSTRUMENTS AND FAIR VALUE

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, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to by the Company. Financial instruments comprise financial asset and financial liabilities. Financial assets consist of bank balances and receivables. Financial liabilities consist of borrowings, payables, card members' margins and membership rewards.

Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

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13 FINANCIAL INSTRUMENTS AND FAIR VALUE (continued)

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

The Company's management determines the policies and procedures for both recurring fair value measurement, and for non-recurring measurement, such as assets held for distribution in a discontinued operation.

Due to the short term nature of the financial assets and liabilities, the management believes that the fair values of the financial assets and liabilities are not materially different from their carrying values. There have been no transfers to and from Level 3 during the current period or prior year.

14 SAMA PROGRAMS AND INITIATIVES THAT WERE LAUNCHED

In response to COVID-19, SAMA launched the Private Sector Financing Support Program ("PSFSP") in March 2020 to provide the necessary support to the SME sector through empowering and facilitating the financing community. The PSFSP mainly encompasses the following programs:

- Deferred payments program;
- Funding for lending program;
- Loan guarantee program; and
- Point of sale ("POS") and e-commerce service fee support program.

As part of the Point of sale ("POS") and e-commerce service fee support program, SAMA bore the fees for two services on the stores and private sector establishments for a period of 6 months starting 14 March 2020 with the purpose of the program being to support the participants in the payments ecosystem in the Kingdom of Saudi Arabia, as well as ensuring the continuity of growth and continuous expansion in providing payment services safely and effectively to consumers under the current conditions. The total fees for 6 months starting from 14 March 2020 to 14 September 2020 borne by SAMA was SR 20.08 million out of which SR 16.67 million was receivable from SAMA as at 31 December 2020 and was included in and presented under "prepaid expenses and other assets". Subsequently, out of SR 16.67 million, during 2021, the Company received SR 14.86 million and the balance of SR 1.81 million is expected to be received during 2026.

15 APPROVAL OF THE FINANCIAL STATEMENTS

The interim condensed financial statements have been approved by the Board of Directors on 9 Jumada Al-Ula 1448H (corresponding to 20 October 2026).