

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)

Condensed Consolidated Interim
Financial Statements
For the three-month and nine-month periods ended
30 September 2026
(unaudited)

INDEX	**PAGE**
Report on review of condensed consolidated interim financial statements	1
Condensed consolidated interim statement of financial position	2
Condensed consolidated interim statement of profit or loss	3
Condensed consolidated interim statement of comprehensive income	4
Condensed consolidated interim statement of changes in equity	5
Condensed consolidated interim statement of cash flows	6
Notes to the condensed consolidated interim financial statements	7 - 17

Deloitte and Touche & Co.
Chartered Accountants
(Professional Simplified Joint Stock Company)
Paid-up capital ﷼5,000,000
Metro Boulevard – Al-Aqiq
King Abdullah Financial District
P.O. Box 213 - Riyadh 11411
Kingdom of Saudi Arabia
C.R. No. 1010600030

Tel: +966 11 5089001
www.deloitte.com

REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

To the Shareholders
Kingdom Holding Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of **Kingdom Holding Company** (the "Company") **and its subsidiaries** (together the "Group") as of 30 September 2026, and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three-months and nine-months period then ended, and the condensed consolidated statement of changes in equity and cash flows for the nine-months period then ended and explanatory notes ("the interim financial information". Management is responsible for the preparation and presentation of this interim financial information 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 this interim financial information 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" as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information 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 financial information is not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Deloitte and Touche & Co.
Chartered Accountants

Waleed bin Moh'd Sobahi
Certified Public Accountant
License no. 378
22 Jumada I 1448H
(2 November 2026)

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Financial Position (Unaudited)
(All Amounts In ﷼ Thousands Unless Otherwise Stated)

	Note	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Current assets			
Cash and cash equivalents		**1,743,197**	1,524,563
Investments at fair value through profit or loss ("FVTPL")	6	**317,719**	317,719
Trade and other receivables		**744,147**	611,204
Prepayments and other current assets		**508,534**	272,409
Due from related parties		**121,805**	115,167
Total current assets		**3,435,402**	2,841,062
Non-current assets			
Investments at fair value through other comprehensive income ("FVOCI")	6	**46,072,433**	39,536,004
Derivative financial instruments		**3,447**	-
Equity-accounted investees	7	**19,547,453**	19,617,880
Long-term receivables		**236,392**	191,854
Investment properties		**3,446,319**	3,367,564
Property and equipment		**7,820,635**	7,422,158
Goodwill and intangible assets		**3,848,370**	1,895,015
Deferred tax assets		**5,342**	16,978
Other long-term assets		**105,501**	45,806
Total non-current assets		**81,085,892**	72,093,259
Total assets		**84,521,294**	74,934,321
Liabilities and equity			
Liabilities			
Current liabilities			
Borrowings	8	**1,342,833**	1,281,267
Accounts payable, accrued expenses and other current liabilities		**1,963,090**	1,374,862
Zakat, withholding and income tax provisions	15	**752,586**	559,420
Due to related parties	10	**69,237**	364
Dividends payable	12	**518,974**	259,411
Total current liabilities		**4,646,720**	3,475,324
Non-current liabilities			
Borrowings	8	**13,003,323**	11,487,254
Derivative financial instruments		**-**	61,903
Due to a related party	10	**124,886**	604,045
Deferred tax liabilities		**131,284**	126,697
Employee benefit obligations		**115,300**	101,821
Accounts payable, accrued expenses and other non-current liabilities		**505,626**	-
Other long-term liabilities		**80,340**	58,896
Total non-current liabilities		**13,960,759**	12,440,616
Total liabilities		**18,607,479**	15,915,940
Net assets		**65,913,815**	59,018,381
Equity			
Share capital	11	**37,058,823**	37,058,823
Retained earnings		**4,687,557**	5,818,299
Fair value reserve for investments at FVOCI		**22,968,599**	15,580,909
Other reserves		**(275,705)**	(54,401)
Equity attributable to shareholders of the Company		**64,439,274**	58,403,630
Non-controlling interests		**1,474,541**	614,751
Total equity		**65,913,815**	59,018,381

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

Adel Abdulaziz AlAbdulsalam Chief Financial Officer	Eng. Talal Ibrahim AlMaiman Chief Executive Officer	HRH Prince AlWaleed Bin Talal AlSaud Chairman of the Board of Directors

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Profit or Loss (Unaudited)
(All Amounts In ﷼ Thousands Unless Otherwise Stated)

	Note	Three-month period ended		Nine-month period ended	
		30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Hotels and other operating revenues		**623,775**	420,088	**1,473,908**	1,170,980
Hotels and other operating costs		**(466,541)**	(258,151)	**(1,018,133)**	(772,281)
Dividends income		**226,562**	205,114	**581,285**	818,809
		383,796	367,051	**1,037,060**	1,217,508
General, administrative and marketing expenses		**(130,923)**	(126,668)	**(394,238)**	(377,855)
Reversal of impairment on equity accounted investee	7	**-**	500,000	**-**	500,000
Share of results from equity-accounted investees	7	**264,898**	287,258	**801,317**	765,542
Gain on sale of investment properties		**-**	-	**-**	37,954
Gain on sale of equity-accounted investee		**-**	-	**-**	222,941
Other gains, net		**72,398**	6,502	**261,638**	17,362
Profit from operations		**590,169**	1,034,143	**1,705,777**	2,383,452
Financial charges, net		**(207,912)**	(183,179)	**(616,661)**	(647,769)
Profit before zakat, withholding and income tax		**382,257**	850,964	**1,089,116**	1,735,683
Withholding and income tax		**(38,405)**	(25,114)	**(94,082)**	(44,901)
Zakat		**(33,960)**	(33,752)	**(96,544)**	(93,950)
Profit for the period		**309,892**	792,098	**898,490**	1,596,832
Profit/(loss) for the period attributable to:					
- Shareholders of the Company		**304,227**	794,513	**906,343**	1,631,226
- Non-controlling interests		**5,665**	(2,415)	**(7,853)**	(34,394)
		309,892	792,098	**898,490**	1,596,832
Basic and diluted earnings per share (﷼)	14	**0.08**	0.21	**0.24**	0.44

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

Adel Abdulaziz AlAbdulsalam Chief Financial Officer	Eng. Talal Ibrahim AlMaiman Chief Executive Officer	HRH Prince AlWaleed Bin Talal AlSaud Chairman of the Board of Directors

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Comprehensive Income (Unaudited)
(All Amounts In ﷼ Thousands Unless Otherwise Stated)

	Three-month period ended		Nine-month period ended	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
Profit for the period	**309,892**	792,098	**898,490**	1,596,832
Other comprehensive (loss)/income				
Items that will not be reclassified to profit or loss:				
Unrealized (loss)/gain on investments at FVOCI	**(3,789,787)**	2,335,753	**7,388,844**	6,688,134
Re-measurements of employment benefit obligations	**2,306**	(900)	**6,922**	6,551
Items that may be reclassified to profit or loss:				
Share in other comprehensive (loss)/income of equity-accounted investees	**(109,812)**	57,161	**(219,035)**	191,564
Fair value changes on cash flow hedge of interest rate swap derivative	**(35,516)**	(14,297)	**(65,350)**	4,573
Exchange differences on translation of foreign operations	**46,635**	49,882	**46,304**	(39,973)
Other comprehensive (loss)/income for the period	**(3,886,174)**	2,427,599	**7,157,685**	6,850,849
Total comprehensive (loss)/income for the period	**(3,576,282)**	**3,219,697**	**8,056,175**	**8,447,681**
Total comprehensive (loss)/income for the period attributable to:				
- Shareholders of the Company	**(3,588,471)**	3,228,635	**8,073,883**	8,473,274
- Non-controlling interests	**12,189**	(8,938)	**(17,708)**	(25,593)
	(3,576,282)	**3,219,697**	**8,056,175**	**8,447,681**

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

Adel Abdulaziz AlAbdulsalam Chief Financial Officer	Eng. Talal Ibrahim AlMaiman Chief Executive Officer	HRH Prince AlWaleed Bin Talal AlSaud Chairman of the Board of Directors

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Changes In Equity
(All Amounts In ﷼ Thousands Unless Otherwise Stated)

	Share capital	Statutory reserve	Retained earnings	Fair value reserve for investments at FVOCI	Other reserves	Equity attributable to shareholders of the Company	Non-controlling interests	Total equity
Balance as at 1 January 2026 (Audited)	**37,058,823**	**-**	**5,818,299**	**15,580,909**	**(54,401)**	**58,403,630**	**614,751**	**59,018,381**
Profit/(loss) for the period	-	-	**906,343**	-	-	**906,343**	**(7,853)**	**898,490**
Other comprehensive income/(loss)	-	-	-	**7,388,844**	**(221,304)**	**7,167,540**	**(9,855)**	**7,157,685**
Total comprehensive income/(loss)	-	-	**906,343**	**7,388,844**	**(221,304)**	**8,073,883**	**(17,708)**	**8,056,175**
Transfer of gain on disposal of investments at FVOCI to retained earnings	-	-	**1,154**	**(1,154)**	-	-	-	-
Dividends declared (Note 12)	-	-	**(2,038,239)**	-	-	**(2,038,239)**	-	**(2,038,239)**
Changes in non-controlling interest	-	-	-	-	-	-	**517,498**	**517,498**
Acquisition of subsidiary (Note 13)	-	-	-	-	-	-	**360,000**	**360,000**
Balance as at 30 September 2026 (Unaudited)	**37,058,823**	**-**	**4,687,557**	**22,968,599**	**(275,705)**	**64,439,274**	**1,474,541**	**65,913,815**

	Share capital	Statutory reserve	Retained earnings	Fair value reserve for investments at FVOCI	Other reserves	Equity attributable to shareholders of the Company	Non-controlling interests	Total equity
Balance as at 1 January 2025 (Audited)	37,058,823	1,798,157	2,533,203	(2,372,493)	(84,561)	38,933,129	625,713	39,558,842
Profit/(loss) for the period	-	-	1,631,226	-	-	1,631,226	(34,394)	1,596,832
Other comprehensive income	-	-	-	6,688,134	153,914	6,842,048	8,801	6,850,849
Total comprehensive income/(loss)	-	-	1,631,226	6,688,134	153,914	8,473,274	(25,593)	8,447,681
Transfer of gain on disposal of investments at FVOCI to retained earnings	-	-	384,119	(384,119)	-	-	-	-
Transfer of statutory reserve	-	(1,798,157)	1,798,157	-	-	-	-	-
Dividends declared (Note 12)	-	-	(1,037,600)	-	-	(1,037,600)	-	(1,037,600)
Changes in non-controlling interest	-	-	-	-	-	-	-	-
Balance as at 30 September 2025 (Unaudited)	37,058,823	-	5,309,105	3,931,522	69,353	46,368,803	600,120	46,968,923

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

Adel Abdulaziz AlAbdulsalam	Eng. Talal Ibrahim AlMaiman	HRH Prince AlWaleed Bin Talal AlSaud
Chief Financial Officer	Chief Executive Officer	Chairman of the Board of Directors

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
Condensed Consolidated Interim Statement of Cash Flows (Unaudited)
(All Amounts In ﷼ Thousands Unless Otherwise Stated)

	Nine-month period ended	
	30 September 2026	30 September 2025
Cash flows from operating activities		
Profit before zakat, withholding and income tax	**1,089,116**	1,735,683
Adjustments for non-cash items:		
Depreciation and amortization	**206,541**	131,295
Share of results from equity-accounted investees	**(801,317)**	(765,542)
Reversal of impairment on equity-accounted investee	**-**	(500,000)
Gain on sale of investment property	**-**	(37,954)
Gain on sale of equity accounted investee	**-**	(222,941)
Provision for employee benefit obligations	**9,450**	7,364
Financial charges, net of finance income	**612,450**	647,769
	1,116,240	995,674
Changes in operating assets and liabilities		
Trade and other receivables	**626,529**	(490,689)
Prepayments and other current assets	**(202,626)**	49,208
Due from related parties	**(1,713)**	46
Derivative financial instruments	**(65,350)**	4,573
Accounts payable, accrued expenses and other current liabilities	**(632,591)**	162,592
Due to related parties	**16,369**	(25)
Other long-term assets	**(3,792)**	4,744
Other long-term liabilities	**(7,245)**	(7,504)
	845,821	718,619
Zakat, withholding and income tax paid	**(200,318)**	(96,633)
Employee benefit obligations paid during the period	**(18,958)**	(3,082)
Net cash generated from operating activities	**626,545**	618,904
Cash flows from investing activities		
Purchase of investments at FVOCI	**(268,425)**	(107,074)
Proceeds from sales of investments at FVOCI	**1,119,841**	892,422
Dividends from equity-accounted investee	**538,520**	558,639
Proceeds from sales of equity-accounted investee	**-**	591,961
Addition to equity accounted investee	**-**	(23,358)
Additions to property and equipment and intangible assets	**(588,959)**	(258,720)
Proceeds from sale of investment property	**-**	55,273
Additions to investment properties	**(94,885)**	-
Acquisition of a subsidiary (net of cash acquired)	**(551,939)**	-
Proceed from short term deposits	**886**	-
Net cash generated from investing activities	**155,039**	1,709,143
Cash flows from financing activities		
Proceeds from borrowings	**2,711,302**	5,200,638
Repayments of borrowings	**(949,861)**	(5,033,068)
Financial charges paid	**(545,712)**	(1,040,845)
Dividends paid	**(1,778,679)**	(778,188)
Proceeds from a related party loan	**-**	92,804
Net cash utilized in financing activities	**(562,950)**	(1,558,659)
Net change in cash and cash equivalents	**218,634**	769,388
Cash and cash equivalents at the beginning of the period	**1,524,563**	1,689,658
Cash and cash equivalents at the end of the period	**1,743,197**	2,459,046

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

Adel Abdulaziz AlAbdulsalam	Eng. Talal Ibrahim AlMaiman	HRH Prince AlWaleed Bin Talal AlSaud
Chief Financial Officer	Chief Executive Officer	Chairman of the Board of Directors

1. CORPORATE INFORMATION

Kingdom Holding Company (the "Company" or "KHC") is a Saudi Joint Stock Company ("JSC") operating in the Kingdom of Saudi Arabia. The Company was previously formed as a limited liability company and operated under commercial registration number 1010142022 dated 11 Muharram 1417H (corresponding to 28 May 1996). The Ministry of Commerce approved, pursuant to resolution number 128/S dated 18 Jumad Awwal 1428H (corresponding to 4 June 2007), the conversion of the Company into a joint stock company. The majority shareholder of the Company is His Royal Highness Prince Alwaleed Bin Talal Bin Abdulaziz AlSaud ("Ultimate controlling party").

The principal activities of the Group are hotel management and operations, sports, commercial services and education and investments.

The Company and its subsidiaries (the "Group") carry out activities through the entities as listed in Note 1 to the annual audited consolidated financial statements for the year ended 31 December 2025.

The shares of the Company commenced trading on the Saudi Stock Exchange on 28 July 2007 after approval by the Capital Market Authority of Kingdom of Saudi Arabia.

The Company's head office is in Riyadh at the following address:

Kingdom Holding Company
66th Floor, Kingdom Centre
P.O. Box 1, Riyadh 11321
Kingdom of Saudi Arabia

Climate Change

The Group has reviewed its exposure to climate related and other emerging business risks but has not identified any risks that could materially impact the financial performance or position of the Group as at 30 September 2026.

As at 30 September 2026, the Group's net current liabilities amounted to SAR 1.21 billion (31 December 2025: net current liabilities SAR 0.6 billion). This was primarily due to acquisition of a subsidiary which has net current liabilities of SAR 0.44 billion as of 30 September 2026, increase in dividend payable of SAR 0.26 billion on account of interim and final dividends announced during the period, increase in zakat & tax payable of SAR 0.19 billion and increase in trade and other receivables of SAR 0.13 billion. To support its short-term liquidity, the Group continues to maintain access to undrawn borrowing facilities amounting to Saudi Riyals 8.39 billion, along with a portfolio of liquid and unpledged investments. Additionally, the Group retains flexibility to roll over its revolving credit facilities as they mature. Based on cash flow projections for the next twelve months, management remains confident in the Group's ability to meet its obligations as they fall due.

Accordingly, these condensed consolidated interim financial statements are prepared on going concern basis.

These condensed consolidated interim financial statements were authorized for issue by the Company's Board of Directors on 21 Jumada I 1448H (corresponding to 1 November 2026).

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting ("IAS 34"), 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 consolidated interim financial statements should be read in conjunction with the Group's annual audited consolidated financial statements for the year ended 31 December 2025 and do not include all of the information required for a complete set of financial statements under International Financial Reporting Standards (IFRS), that are endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by SOCPA.

2. BASIS OF PREPARATION (CONTINUED)

2.1 Statement of compliance (continued)

However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual audited consolidated financial statements.

In addition, results for the nine-month period ended 30 September 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2.2 Historical cost convention

These condensed consolidated interim financial statements have been prepared under the historical cost convention, except for certain financial assets and liabilities that are measured at fair value. Further, the employee termination benefits are calculated using the Projected Unit Credit Method (PUCM) and actuarial assumptions.

2.3 Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Riyal (﷼), which is the Company's functional and the Group's presentation currency.

3. USE OF ESTIMATES, ASSUMPTIONS AND JUDGMENTS

The preparation of the Group's condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, costs, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. 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 or in the revision period and future periods if the changed estimates affect both current and future periods.

In instances where it is considered relevant, the management has reassessed the significant inputs in its estimates of recoverable amounts of Investment in equity accounted investees, goodwill and intangible assets and certain investments carried at fair value through other comprehensive income, as disclosed in Notes 3.1, 3.2, 4.16, 10, 11 and 14 of the annual audited consolidated financial statements for the year ended 31 December 2025, and recoverable amount of these assets are higher than the carrying values and therefore no impairment was recognized for the nine-month period ended 30 September 2026.

4. MATERIAL ACCOUNTING POLICIES

The material accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the Group's last annual audited consolidated financial statements for the year ended 31 December 2025.

New IFRS standards, amendments to standards and interpretations not yet adopted

There are no other new standards or amendments issued effective from 1 January 2026, other than those disclosed and explained in the Group's annual consolidated financial statements, that could have a material effect on these condensed consolidated interim financial statements.

4. MATERIAL ACCOUNTING POLICIES (CONTINUED)

Preliminary impact assessment of IFRS 18 Presentation and Disclosure in Financial Statements

IFRS 18 - *Presentation and Disclosure in Financial Statements* ("IFRS 18") adopted by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") will replace IAS 1 - *Presentation of Financial Statements* and will apply for annual periods beginning on or after 1 January 2027.

IFRS 18 will carry forward many of the requirements in IAS 1 unchanged and complementing them with new requirements. In addition, some paragraphs from IAS 1 have been moved to IAS 8 and IFRS 7. Furthermore, the IASB has made minor amendments to IAS 7 and IAS 33 Earnings per Share.

IFRS 18 introduces new requirements to:

- Present specified categories and defined subtotals in the statement of profit or loss which are "operating profit or loss" and "profit or loss before financing and income taxes" (which, for the Group, will be presented before zakat, consistent with the requirements of IFRS as endorsed in the Kingdom of Saudi Arabia);
- Provide disclosures on Management-Defined Performance measures ("MPMs") in the notes to the financial statements;
- Improve aggregation and disaggregation; and
  Provide disclosure about the nature of operating expense when entities present at least one line item by function.

An entity is required to apply IFRS 18 for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted. The amendments to IAS 7 and IAS 33, as well as the revised IAS 8 and IFRS 7, become effective when an entity applies IFRS 18. IFRS 18 requires retrospective application with specific transition provisions.

The Group has not early adopted the new accounting standard in preparing these condensed interim financial statements; however, the Group is in the process of assessing the impact and its application on the financial statements.

The Group is in the process of identifying changes that may be required in the condensed interim financial statements, although the assessment remains ongoing and additional changes may also be identified.

Management-defined performance measures
Management-Defined Performance Measures ("MPMs") are subtotals of income and expenses used in public communications outside financial statements that communicate to users management's view of an aspect of the financial performance of the Group as a whole.

The Group is in the process of assessing whether any measures presented in its public communications meet the definition of MPMs under IFRS 18 and, accordingly, whether additional disclosures will be required upon transition to IFRS 18.

MPMs relate to the same reporting period as the financial statements, accordingly the Group will reassess the identified MPM in the same IFRS 18 adoption period.

Analysis of operating expenses
The Group currently presents a number of operating expenses by function (i.e., cost of revenue, selling and marking expenses and general and administrative expenses). Upon adoption of IFRS 18, the Group will disclose additional information about specific amounts (representing information by nature) in a single note. The note will include the total for each of depreciation, amortisation, employee benefits, impairment losses and reversals of impairment losses.

4. MATERIAL ACCOUNTING POLICIES (CONTINUED)

Preliminary impact assessment of IFRS 18 Presentation and Disclosure in Financial Statements (Continued)

Analysis of operating expenses (continued)
In addition, for each total listed above, the Group will disclose the amount related to each line item in the operating category; and a list of any line items outside the operating category that also include amounts relating to the total.

Aggregation and disaggregation
IFRS 18 introduces enhanced principles for the aggregation and disaggregation of information in the primary financial statements and the notes, including restrictions on the use of the label "other". The Group is currently assessing the classification of items based on similar and dissimilar characteristics. Based on this assessment, it will present line items in the preliminary financial statements that provide useful, structured summaries and disclose additional material information in the notes to improve clarity and comparability. Management is enhancing its reporting systems and mappings to capture the information required for these disclosures.

The Group is also assessing line items currently labelled as 'others' and will use more informative labels.

5. SEGMENT INFORMATION

The Group is a diversified organization and derives its revenues and profits from a variety of sources. The investment committee, comprising Chairman of the Board of Directors, members of the Board of Directors, senior management and the Chief Executive Officer, organize and manage its operations by business segments and have identified the following segments separately for the purposes of monitoring, decision making and performance assessment.

Description of segments and principal activities

The Group's primary operations are organized into the following segments:

Equity investments	International - The principal activity includes investments in international quoted and unquoted securities; Domestic and regional - The principal activity includes investments in securities quoted on the Saudi Stock Exchange, regional stock exchanges and investments in associates other than real estate; and Private equity - The principal activity includes investments in private equities, managed funds and other entities existing within the structure of the Group.
Hotels	The principal activity of this segment includes investments in subsidiaries and associates that are in the business of managing and owning hotel properties and related activities.
Real estate	The principal activity includes investments in activities relating to ownership and development of land and real estate projects.
All other segments	The principal activities include consulting clinics, operations of education sector, sports and other trading activities carried out by the Group.

5. SEGMENT INFORMATION (CONTINUED)

	Equity investments	Hotels	Real estate	All other segments	Total
2026 (Unaudited)					
Total revenue (including dividend income)					
For the three-month period ended 30 September 2026	**226,562**	**327,089**	**89,508**	**207,178**	**850,337**
For the nine-month period ended 30 September 2026	**581,285**	**878,315**	**320,431**	**275,162**	**2,055,193**
Profit / (loss)					
For the three-month period ended 30 September 2026	**279,354**	**18,051**	**(20,436)**	**32,923**	**309,892**
For the nine-month period ended 30 September 2026	**880,332**	**2,748**	**(21,240)**	**36,650**	**898,490**
Total assets as at 30 September 2026	**67,393,428**	**6,861,823**	**5,889,224**	**4,376,819**	**84,521,294**
Total liabilities as at 30 September 2026	**11,768,776**	**3,373,663**	**1,535,842**	**1,929,198**	**18,607,479**
Timing of revenue recognition:					
- At point in time	**N/A**	**N/A**	**N/A**	**Yes**	
- Over a period of time	**N/A**	**Yes**	**Yes**	**Yes**	

	Equity investments	Hotels	Real estate	All other Segments	Total
2025					
Total revenue (including dividend income)					
For the three-month period ended 30 September 2025	205,114	291,913	101,225	26,950	625,202
For the nine-month period ended 30 September 2025	818,809	731,034	359,064	80,882	1,989,789
Profit / (loss)					
For the three-month period ended 30 September 2025	778,639	11,791	(3,804)	5,472	792,098
For the nine-month period ended 30 September 2025	1,619,729	(57,562)	11,873	22,792	1,596,832
Total assets as at 31 December 2025 (Audited)	61,733,194	6,907,567	5,719,443	574,117	74,934,321
Total liabilities as at 31 December 2025 (Audited)	10,302,828	4,031,382	1,389,628	192,102	15,915,940
Timing of revenue recognition:					
- At point in time	N/A	N/A	N/A	N/A	
- Over a period of time	N/A	Yes	Yes	Yes	

The inter-segment revenues for the Group are insignificant and accordingly have not been disclosed.

6. INVESTMENTS AT FAIR VALUE

Note 31 to the annual audited consolidated financial statements for the year ended 31 December 2025 explains the fair value hierarchy, valuation techniques and the valuation process including sensitivities for key assumptions and judgements used. The fair values of Level 3 financial instruments have been determined on the same basis and assumptions as for the year ended 31 December 2025.

The following table presents the Group's financial assets measured and recognized at fair value on a recurring basis including their levels in the fair value hierarchy as at period end:

	Level 1	**Level 2**	**Level 3**	**Total**
As at 30 September 2026 (Unaudited)				
Financial assets				
Investments at FVTPL (Current):				
- Asia	**-**	**-**	**317,719**	**317,719**
Investments at FVOCI (Non-current):				
- North America	**39,661,761**	**-**	**553,362**	**40,215,123**
- Asia	**882,127**	**-**	**100**	**882,227**
- Europe	**4,975,083**	**-**	**-**	**4,975,083**
Sub-total	**45,518,971**	**-**	**553,462**	**46,072,433**
Total financial assets at fair value	**45,518,971**	**-**	**871,181**	**46,390,152**
As at 31 December 2025(Audited)				
Financial assets				
Investments at FVTPL (Current):				
- Asia	-	-	317,719	317,719
Investments at FVOCI (Non-current):				
- North America	16,000,683	-	16,948,040	32,948,723
- Asia	1,145,189	-	100	1,145,289
- Europe	5,441,992	-	-	5,441,992
Sub-total	22,587,864	-	16,948,140	39,536,004
Total financial assets at fair value	22,587,864	-	17,265,859	39,853,723

Following is the movement of Level 3 investments at FVOCI during the period/year:

	Securities at FVOCI (level 3) 30 September 2026 (Unaudited)	Securities at FVOCI (level 3) 31 December 2025 (Audited)
Fair value at beginning of the period / year	**16,948,140**	5,703,334
Gain recognized in other comprehensive income	**10,509,726**	12,520,115
Additions	**268,013**	31,683
Transfers into level 1	**(27,172,417)**	(1,306,992)
Fair value at end of the period / year	**553,462**	16,948,140

There have been no movements of Level 3 investments at FVTPL.

6. INVESTMENTS AT FAIR VALUE (CONTINUED)

6.1 Investment in securities of Space Exploration Technologies Corp. (SpaceX)

As disclosed in the annual consolidated financial statements for the year ended 31 December 2025, the Group held an equity investment in X.AI Holdings Corp (xAI), a North America-based artificial intelligence company, classified within Level 3 of the fair value hierarchy. Following the merger of xAI with Space Exploration Technologies Corp. (SpaceX) in February 2026, the Group's shares in xAI were cancelled and converted into SpaceX shares based on a mutually agreed conversion ratio. During June 2026, SpaceX completed an initial public offering on NASDAQ and its shares are now quoted in an active market.

Accordingly, fair value as at 30 September 2026 has been determined by reference to the quoted closing share price, and the investment has been transferred from Level 3 to Level 1 with effect from the date of listing. The fair value at the time of transfers to level 1 amounted to ﷼ 27.17 billion (31 December 2025: ﷼ 16.76 billion), with the resulting gain of ﷼ 10.41 billion recognised in other comprehensive income. There were no other transfers between levels during the period.

7. EQUITY-ACCOUNTED INVESTEES

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
At beginning of the period / year	**19,617,880**	18,196,697
Addition	**-**	224,628
Dividends	**(538,520)**	(607,623)
Disposals	**-**	(329,667)
Share of results	**801,317**	1,039,004
Share in other comprehensive (loss)/income	**(219,035)**	186,856
Reversal of impairment	**-**	500,000
Unrealized exchange (loss) /gain on translation	**(114,189)**	407,985
At end of the period / year	**19,547,453**	19,617,880

8. BORROWINGS

Details of borrowings by entity are as follows:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Kingdom Holding Company	**7,185,723**	5,980,727
Kingdom 5-KR-11 Limited	**3,121,971**	2,779,592
Hotel George V BV	**1,777,168**	1,839,419
Kingdom KR-114 Limited	**913,928**	924,501
Trade Centre Company Limited	**1,215,138**	1,090,712
Others	**132,228**	153,570
	14,346,156	12,768,521

8. BORROWINGS (CONTINUED)

The above outstanding balance is presented in the condensed consolidated interim statement of financial position as follows:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Current		
Current portion of term loans	**1,342,833**	1,281,267
Non-Current		
Term loans, including long-term revolving facilities	**13,003,323**	11,487,254

As at 30 September 2026, the Group has outstanding borrowings from a related party amounting to ﷼ 228.75 million (31 December 2025: Nil).

9. CONTINGENCIES AND COMMITMENTS

The Group is a defendant in various legal claims arising in the normal course of business. Based on the information presently available, there are no significant claims, other than those claims against the Group requiring provision and which have been already provided. Management believes that the provisions maintained for such claims are adequate. Any additional liabilities including any potential zakat assessments that may result in connection with other claims are not expected to have a material effect on the Group's financial position or results of operations. Also refer to Note 29 and 30 of the annual audited consolidated financial statements for the year ended 31 December 2025 for contingencies and commitments disclosures related to equity accounted investees.

10. RELATED PARTY TRANSACTIONS

The Group enters into various transactions with related parties at mutually agreed terms. The transactions for the nine-month period ended 30 September 2026, individually or in aggregate, are not material to the condensed consolidated interim financial statements. During the period ended 30 September 2026, loans provided to a subsidiary by the Group and minority shareholders were converted into capital contribution. As a result, the amount of ﷼ 518 million was reclassified from due to related parties to non-controlling interest.

11. SHARE CAPITAL

The share capital as at 30 September 2026 and 31 December 2025 consists of 3,706 million authorized and issued shares at a par value of ﷼ 10 each.

12. DIVIDENDS DECLARATION

The General Assembly of the Company, in its annual meeting held on 11 May 2026, declared and approved the distribution of cash dividends amounting to ﷼ 1,037.6 million (﷼ 0.28 per share) relating to the year ended 31 December 2025.

The Board of Directors on 22 June 2026 announced an interim dividend of ﷼ 0.27 as an additional distribution over and above the annual cash dividend of ﷼ 0.28 per share for the financial year 2025 which is being distributed on a quarterly basis throughout 2026.

Payment for the fourth dividend distribution of ﷼ 259.4 million, relating to the year ended 31 December 2024, was made during the nine-month period ended 30 September 2026. Payment for the first and second quarter dividend distribution of ﷼ 518.8 million, relating to the year ended 31 December 2025, and payment for the dividend distribution of ﷼ 1,000.5 million relating to the additional distribution over and above the annual cash dividend of ﷼ 0.28 per share for the financial year 2025, was made during the period ended 30 September 2026. As a result, the remaining amount payable amounts to ﷼ 519 million as at 30 September 2026.

13. BUSINESS COMBINATION

On 16 April 2026, the Company entered into an agreement for purchase of 70% share capital of Al Hilal Club Company (the "Target"), a company registered in Riyadh, Kingdom of Saudi Arabia. Completion of the acquisition was subject to certain related regulatory and corporate approval as well as meeting certain conditions under the agreement signed with the existing owners of the Target. The Company obtained the related regulatory approval and met the conditions with respect of the acquisition of the Target. Accordingly, effective 1 September 2026, the Target was recognized as a subsidiary of the Company.

The Target was incorporated in 2023 and owns Al Hilal Sports Club. The Target qualifies as a business as defined in IFRS 3 *Business Combinations*. The acquisition of the Target is a strategic move to expand the Group's presence in the rapidly growing sports and entertainment sector in Saudi Arabia. It aligns with the objectives of Vision 2030.

Management assessed the acquisition-date fair values of the identifiable assets acquired and liabilities assumed. No material fair-value adjustments were identified in respect of those balances.

The following table summarizes the estimated goodwill and fair values of the Target's assets and liabilities acquired on 1 September 2026:

	Fair value recognised on acquisition in ﷼ '000
Property, plant and equipment	145,057
Intangible assets	1,410,022
Right-of-use assets	56,995
Contracts assets	10,033
Trade and other receivables	828,288
Inventories	5,755
Cash and cash equivalents	288,061
Total assets	**2,744,211**
Trade and other payables	1,572,783
Post-employment benefits	15,708
Contract liabilities	209,222
Lease liabilities	31,258
Provision against investment in associate	1,146
Deferred tax liability	2,500
Total liabilities	**1,832,617**
Total identifiable net assets at fair value	**911,594**

The consideration for the acquisition of Target was ﷼ 840 million resulting in goodwill of ﷼ 176.3 million and a newly identified brand intangible asset of ﷼ 112.1 million recognized on acquisition.

The acquisitions contributed ﷼ 173.1 million of revenue and ﷼ 33.5 million of profit after tax from the date of acquisition to 30 September 2026.

13. BUSINESS COMBINATION (CONTINUED)

At the date of approval of these condensed consolidated interim financial statements, the accounting for the acquisition remains provisional. Any adjustment to the provisional amounts, together with the corresponding adjustment to goodwill and non-controlling interests, will be recognized retrospectively within the measurement period of twelve months from the acquisition date.

The non-controlling interests (30 per cent ownership interest in the Target) recognized at the acquisition date was measured by reference to the fair value of the non-controlling interest and amounted to ﷼ 360 million. This fair value was estimated by applying market comparable approach.

The goodwill of ﷼ 176.3 million arising from acquisition of Al-Hilal Club Company has been recognised as follows:

	﷼ '000
Consideration transferred	840,000
Add: Non-controlling interest (NCI, measured at fair value	360,000
Less: Fair value of identifiable net assets	(911,594)
Less: Newly identified brand intangible asset	(112,100)
Goodwill on acquisition date	**176,306**

14. EARNINGS PER SHARE

Earnings per share for the three-month and nine-month period ended 30 September 2026 and 2025 have been computed by dividing the profit attributable to the shareholders of the Company for each of the period presented by the number of shares outstanding of 3,706 million shares (30 September 2025: 3,706 million shares) during the period.

15. ZAKAT, WITHHOLDING AND INCOME TAX PROVISIONS

The Company has filed its zakat returns with the Zakat, Tax and Customs Authority ("ZATCA") for all years up to and including the year ended 31 December 2025.

The Company has finalized its zakat position with ZATCA for all years up to 2023. During the period, ZATCA issued the final zakat assessment for the years 2019 to 2023 amounting to ﷼ 522 million, which were accepted by the Company and are payable in installments over 24 months as per the agreed installment plan.

The zakat returns for the year ended 31 December 2024 and 31 December 2025 have been submitted to ZATCA and remain under review by the Authority. Management believes that the zakat provision recorded in the books sufficiently covers such years and is based on historical settlements and analysis conducted internally.

15. ZAKAT, WITHHOLDING AND INCOME TAX PROVISIONS (CONTINUED)

There are no significant pending zakat assessments received in relation to the operations of subsidiaries in the Kingdom of Saudi Arabia by ZATCA.

There is no change in the status of income tax assessments received in relation to the operations of subsidiaries in foreign countries by their respective taxation authorities other than those disclosed in Note 18 to the annual audited consolidated financial statements.

The Group is subject to withholdings taxes deducted at source on dividend received on certain equity securities registered in foreign jurisdictions.

16. REGIONAL GEOPOLITICAL EVENTS

Given the rapidly evolving nature of the geopolitical situation, it continues to be challenging to reliably ascertain the specific effects the situation will have. The Group will continue to reassess its position and the related impact on a regular basis as more reliable data becomes available and accordingly determine if any adjustments are required in subsequent reporting periods.