

Reef Holding Co. B.S.C. (c)

Condensed consolidated interim
financial information for six
months ended 30 June 2026
(Reviewed)

Reef Holding Co. B.S.C. (c)
Financial information for the six months ended 30 June 2026

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Reef Holding Co. B.S.C. (c)
Administration and contact details as at 30 June 2026

Commercial registration no.	58073 obtained on 10 September 2005	
Board of Directors	Mr Naser Al Gharibah Mr Saud Kanoo Mr Faisal Al Matrook Mr Waleed Al Khaja Mr Yaqoub Bander	- Chairman - Vice-Chairman
Chief Executive Officer	Mr Hasan Dhaif	
Executive Committee	Mr Saud Kanoo Mr Faisal Al Matrook Mr Naser Al Gharibah	- Chairman
Nomination and Remuneration Committee	Mr Naser Al Gharibah Mr Saud Kanoo Mr Faisal Al Matrook Mr Yaqoub Bander	- Chairman
Audit and Corporate Governance Committee	Mr Waleed Al Khaja Mr Naser Al Gharibah Mr Yaqoub Bander	- Chairman
Sharia'a Supervisory Advisor	Shaikh Dr. Osama Bahar	
Registered office	Kanoos Tower Flat 1104, Building 155 Road 1703, Block 317 PO Box 18599 Diplomatic Area, Manama Kingdom of Bahrain	
Bankers	Ithmaar Bank Kuwait Finance House Al Salam Bank	
Auditors	BDO 17 th Floor Diplomat Commercial Office Tower PO Box 787 Manama Kingdom of Bahrain	

Review report on the condensed consolidated interim financial information to the Board of Directors of Reef Holding Co. B.S.C. (c)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Reef Holding Co. B.S.C. (c) ("the Company") and its subsidiary (collectively referred as "the Group"), as at 30 June 2026, the condensed consolidated interim statement of income, the condensed consolidated interim statement of changes in Owners' equity, the condensed consolidated interim statement of cash flows for the six months period then ended, and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions and the Sharia'a Rules and Principles as determined by the Sharia'a Supervisory Advisor of the Company. Our responsibility is to express a conclusion on this condensed consolidated interim financial information 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"*. A review of condensed consolidated 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 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 condensed consolidated interim financial information does not present fairly, in all material respects, the financial position of the Group as at 30 June 2026, and of its financial performance and its cash flows for the six months period then ended in accordance with Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions and the Sharia'a Rules and Principles as determined by the Sharia'a Supervisory Advisor of the Group.



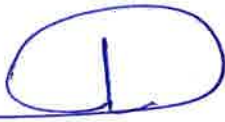
Manama, Kingdom of Bahrain
5 October 2026



Reef Holding Co. B.S.C. (c)
Condensed consolidated interim statement of financial position as at 30 June 2026
(Reviewed)
(Expressed in Bahrain Dinars)

	Notes	30 June 2026 (Reviewed)	31 December 2025 (Audited)
ASSETS			
Cash and bank balances	3	780,199	825,290
Investment securities	4	7,805,026	8,239,197
Investment in real estate	5	882,028	882,028
Receivables and prepayments	6	12,831	12,180
Right-of-use asset	7	6,536	13,073
Total assets		9,486,620	9,971,768
LIABILITIES AND OWNERS' EQUITY			
Liabilities			
Amount due to shareholders		2,007,010	2,008,064
Ijarah liability	8	6,884	13,530
Other liabilities		44,157	46,700
		2,058,051	2,068,294
Owners' Equity			
Share capital	9	5,500,000	5,500,000
Statutory reserve		1,741,709	1,741,709
Properties fair value reserve		81,832	81,832
Foreign currency translation reserve		(685,293)	(605,818)
Investment fair value reserve		(1,706,134)	(1,706,134)
Retained earnings		2,496,455	2,891,885
		7,428,569	7,903,474
Total liabilities and Owners' equity		9,486,620	9,971,768

The reviewed condensed consolidated interim financial information, approved and authorised for issue by the Board of Directors and signed on their behalf by:



Naser Al Gharibah
Chairman



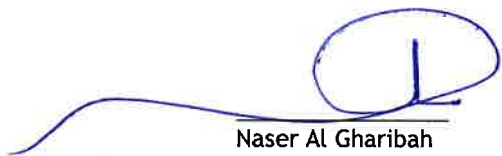
Saud Kanoo
Vice-Chairman



Reef Holding Co. B.S.C. (c)
Condensed consolidated interim statement of income for the six months ended 30 June 2026
(Reviewed)
(Expressed in Bahrain Dinars)

	Notes	Six months ended 30 June 2026 (Reviewed)	Six months ended 30 June 2025 (Reviewed)
Income			
Unrealised fair value loss on fair valuation of investment securities	4	(354,696)	(571,144)
Net rental income from investment in real estate		19,911	24,214
Profit from mudaraba investments		13,035	37,993
Profit from investment securities		-	4,125
Foreign exchange (loss) / gain		(31)	768
		<u>(321,781)</u>	<u>(504,044)</u>
Expenses			
Salaries and wages		(49,264)	(49,902)
General and administrative expenses		<u>(24,385)</u>	<u>(46,815)</u>
		<u>(73,649)</u>	<u>(96,717)</u>
Net loss for the period		<u>(395,430)</u>	<u>(600,761)</u>
Other comprehensive income/(loss) <i>Items that may subsequently be classified to income</i>			
Fair value loss on valuation of investment in securities		-	(22,933)
Foreign currency translation (loss)/gain on investment securities	4	<u>(79,475)</u>	<u>433,774</u>
Other comprehensive (loss)/income		<u>(79,475)</u>	<u>410,841</u>
Total comprehensive loss for the period		<u>(474,905)</u>	<u>(189,920)</u>
Basic and diluted loss per share	10	<u>(Fils7.19)</u>	<u>(Fils10.92)</u>

The reviewed condensed consolidated interim financial information, approved and authorised for issue by the Board of Directors and signed on their behalf by:


Naser Al Gharibah
Chairman


Saud Kanoo
Vice-Chairman



Reef Holding Co. B.S.C. (c)
Condensed consolidated interim statement of changes in Owners' equity for the six months ended 30 June 2026
(Reviewed)
(Expressed in Bahrain Dinars)

	Share Capital	Statutory reserve	Properties fair value reserve	Foreign currency translation reserve	Investment fair value reserve	Retained earnings	Total
At 31 December 2024 (Audited)	5,500,000	1,741,709	81,344	(938,204)	(1,534,954)	3,609,207	8,459,102
Unrealised fair value loss on valuation of investment securities	-	-	-	-	(22,933)	-	(22,933)
Net loss for the period	-	-	-	-	-	(600,761)	(600,761)
Other comprehensive income for the period	-	-	-	433,774	-	-	433,774
At 30 June 2025 (Reviewed)	5,500,000	1,741,709	81,344	(504,430)	(1,557,887)	3,008,446	8,269,182
At 31 December 2025 (Audited)	5,500,000	1,741,709	81,832	(605,818)	(1,706,134)	2,891,885	7,903,474
Net loss for the period	-	-	-	-	-	(395,430)	(395,430)
Other comprehensive loss for the period	-	-	-	(79,475)	-	-	(79,475)
At 30 June 2026 (Reviewed)	5,500,000	1,741,709	81,832	(685,293)	(1,706,134)	2,496,455	7,428,569

Reef Holding Co. B.S.C. (c)

Condensed consolidated interim statement of cash flows for the six months ended 30 June 2026
(Reviewed)
(Expressed in Bahrain Dinars)

		Six months ended 30 June 2026 (Reviewed)	Six months ended 30 June 2025 (Audited)
	Notes		
Operating activities			
Net loss for the period		(395,430)	(600,761)
Adjustments for:			
Unrealised fair value loss on investment securities	4	354,696	571,144
Amortisation of right-of-use asset	7	6,537	6,534
Deferred Ijarah cost	8	337	786
Changes in operating assets and liabilities:			
Receivables and prepayments		(652)	6,675
Other liabilities		<u>(2,543)</u>	<u>(24,441)</u>
Net cash used in operating activities		<u>(37,055)</u>	<u>(40,063)</u>
Investing activities			
Proceeds from the redemption of investment in securities		-	1,500,000
Addition in investment securities	4	<u>-</u>	<u>(113,145)</u>
Net cash provided by investing activities		<u>-</u>	<u>1,386,855</u>
Financing activities			
Net movement in amount due to shareholders		(1,053)	(897,490)
Principal and deferred ijarah cost paid on Ijarah liability		<u>(6,983)</u>	<u>(6,983)</u>
Net cash used in financing activities		<u>(8,036)</u>	<u>(904,473)</u>
Net (decrease)/increase in cash and cash equivalents		(45,091)	442,319
Cash and cash equivalents, beginning of the period		<u>825,290</u>	<u>538,203</u>
Cash and cash equivalents, end of the period	3	<u>780,199</u>	<u>980,522</u>

Reef Holding Co. B.S.C. (c)

**Selected explanatory notes to the condensed consolidated interim financial information
for the six months ended 30 June 2026 (Reviewed)
(Expressed in Bahrain Dinars)**

1 Organisation and principal activities

Reef Holding Co. B.S.C. (c) (“the Company”) and its subsidiary (collectively referred as “the Group”). The Company is a closed Bahraini shareholding company and operating under license number 58073 granted by the Ministry of Industry and Commerce obtained on 3 May 2005. The Company commenced commercial operations on 10 September 2005.

The principal activities of the Company are of a holding company.

This reviewed condensed consolidated interim financial information, set out on pages 4 to 15, were approved and authorised for issue by the Board of Directors on 4 October 2026.

The registered office of the Company is in the Kingdom of Bahrain.

The structure of the Group is as follows:

<u>Name of subsidiary</u>	<u>Country of incorporation</u>	<u>Principal Activities</u>	<u>Effective ownership interest 2026</u>	<u>Effective ownership interest 2025</u>
Reef Investment UK B.S.C. (c)	Kingdom of Bahrain	- Real estate activities with own or leased property - Selling and buying shares and securities for company’s account only	99.9%	99.9%

2 Basis of preparation

The condensed consolidated interim financial information have been prepared in accordance with the Financial Accounting Standards issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (‘AAOIFI’), the Shari’a Rules and Principles as determined by the Shari’a Supervisory Advisor of the Group, the Bahrain Commercial Companies Law, regulations and associated resolutions, rules and procedures of the Company’s memorandum and articles of association in accordance with the requirements of AAOIFI. For matters for which no AAOIFI standard exists, the Group uses the relevant International Financial Reporting Standards (‘the IFRS’) issued by International Accounting Standards Board.

Therefore, in the absence of relevant standards in AAOIFI relating interim financial statements, the guidance from International Accounting Standard 34 - “Interim Financial Reporting” is used in preparation of these interim condensed consolidated financial information for the six months period ended 30 June 2026. The condensed consolidated interim financial information should therefore be read in conjunction with the annual audited financial statements of the Group for the year ended 31 December 2025.

These financial statements have been prepared using going concern assumption under the historical cost convention, modified by the valuation of investment in real estate and investment securities which are measured at their fair values.

The functional and presentation currency of the Group is Bahrain Dinars (BD).

2 Basis of preparation (continued)

Standards, amendments and interpretations effective and adopted in 2026

None of the amendments to standards that were made effective in 2026 had any significant effect on this condensed consolidated interim financial information.

Standards, amendments and interpretations issued and effective in 2026 but not relevant

The following new amendments to existing standard and interpretation to published standard is mandatory for accounting period beginning on or after 1 January 2026 or subsequent periods, but is not relevant to the Group's operations:

<u>Standard or interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
FAS 45	Quasi equity including investment accounts	1 January 2026
FAS 46	Off balance sheet assets under management	1 January 2026
FAS 47	Transfer of assets between investment pools	1 January 2026
FAS 48	Promotional gifts and prizes	1 January 2026
FAS 49	Financial reporting for institutions operating in hyperinflationary economies	1 January 2026

Standards, amendments and interpretations issued but not yet effective in 2026

The following new/amended accounting standards and interpretations have been issued, but are not mandatory for financial period ended 30 June 2026. They have not been adopted in preparing the condensed consolidated interim financial information for the period ended 30 June 2026 and will or may have an effect on the Group's future consolidated financial statements. In all cases, the Group intends to apply these standards from application date as indicated in the table below:

<u>Standard or interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
FAS 50	Financial reporting for Islamic Investment Institutions (Including Investment Funds)	1 January 2027
FAS 51	Participatory ventures	1 January 2027
FAS 52	Deferred delivery sales: Salam and Istisna	1 January 2027
FAS 53	Istisna-based development contracts	1 January 2027

Early adoption of amendments or standards in 2026

The Group did not early-adopt any new or amended standards in 2026. There would have been no change in the operational results of the Group for the quarter and six months period ended 30 June 2026 had the Group early adopted any of the above standards applicable to the Group.

Reef Holding Co. B.S.C. (c)
Selected explanatory notes to the condensed consolidated interim financial information
for the six months ended 30 June 2026 (Reviewed)
(Expressed in Bahrain Dinars)

3 Cash and bank balances

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Current account balances with banks*	179,699	324,790
Mudaraba investments with maturity period of less than three months**	600,000	500,000
Cash on hand	500	500
	<u>780,199</u>	<u>825,290</u>

* The current account balances with banks is non-profit bearing.

** Mudaraba investments placed with financial institutions earn market rates of profit receivable on maturity.

4 Investment securities

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Opening balance	8,239,197	10,067,737
Additions	-	113,145
Redemption during the period	-	(1,500,000)
Foreign exchange (loss) / gain on translation of investment securities through other comprehensive income	(79,475)	332,386
Fair value loss through other comprehensive income	-	(171,180)
Fair value loss through statement of income	<u>(354,696)</u>	<u>(602,891)</u>
	<u>7,805,026</u>	<u>8,239,197</u>

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Investment in equity-type instruments - Unquoted private equity	<u>7,805,026</u>	<u>8,239,197</u>

Investment - securities-wise analysis:

		30 June 2026 (Reviewed)	31 December 2025 (Audited)
Equity type instruments carried at fair value through consolidated statement of income			
Jenina Real Estate Development Co. Ltd	(a)	2,648,967	3,003,663
Equity type instruments carried at fair value through other comprehensive income			
APL PH1 Limited	(b)	1,022,089	1,039,499
APL 2B Limited	(c)	2,876,872	2,925,877
Global Greenridge Finco Limited (Manchester) (Stockport & Bury)	(d)	766,746	779,806
SolitAir Holdings Limited	(e)	<u>490,352</u>	<u>490,352</u>
		<u>7,805,026</u>	<u>8,239,197</u>

4 Investment securities (continued)

- (a) During the year 2014, the Group invested BD1,508,053 in Sky palaces project, Business Bay Dubai through an SPV "Jenina Real Estate Development Co. Ltd". The Group has fair valued the investment during the period and recorded fair value loss amounting to BD354,696.
- (b) During the year 2015, the Group invested GBP3,714,286 in acquiring the shares in APL PH1 Limited. The objective of the Group is to develop a property in the United Kingdom. During the period, in view of management, the fair value of investment is not significantly different than carrying value. The Group has translated the investment and recorded a foreign exchange loss of BD17,410.
- (c) During the year 2016, the Group invested GBP6,095,237 in acquiring the shares in APL 2B Limited. The objective of the Group is to develop a property in United Kingdom. During the period, in view of management, the fair value of investment is not significantly different than carrying value. The Group has translated the investment and recorded a foreign exchange loss of BD49,005.
- (d) During the year 2017, the Group has invested GBP3,000,000 in acquiring shares in Global Greenridge Finco Limited (Manchester) (Stockport & Bury), United Kingdom. The main objective of fund is capital appreciation and rental yield. The Group has disposed of its partial investment in Stockport & Bury amounting to BD384,490 (GBP784,091) in the year 2019. Further, after the disposal the percentage of the holding, which is 34.09%, remains the same. During the period, in view of management, the fair value of investment is not significantly different than carrying value. The Group has translated the investment and recorded foreign exchange loss of BD13,060.
- (e) During the year 2024, the Group has invested USD1,000,000 (BD377,207) in acquiring shares of SolitAir Holdings Limited, United Arab Emirates. During the period, the Group has further acquired shares of SolitAir Holdings Limited amounting to USD300,000 (BD113,145). The business of SolitAir Holdings Limited-will be cargo shipment delivery. During the period, in view of management, the fair value of investment is not significantly different than carrying value. Accordingly, the Group has kept the investment at cost.

Unquoted equity securities at fair value comprise investments in closed companies, companies managed by external investment managers or represent investments in projects. The management calculates fair values of these investments using various sources of information including investment managers' reports and audited financial statements, wherever available.

Investment securities are denominated in the following currencies:

Currency	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Great Britain Pound	4,665,707	4,745,182
Arab Emirates Dirham	2,648,967	3,003,663
United States Dollar	<u>490,352</u>	<u>490,352</u>
	<u>7,805,026</u>	<u>8,239,197</u>

Reef Holding Co. B.S.C. (c)
Selected explanatory notes to the condensed consolidated interim financial information
for the six months ended 30 June 2026 (Reviewed)
(Expressed in Bahrain Dinars)

5 Investment in real estate

	Investment properties for periodical consideration	Total
Cost/Revaluation		
As at 31 December 2024 (Audited)	921,593	921,593
Unrealised fair value gain	<u>488</u>	<u>488</u>
As at 31 December 2025 (Audited) and at 30 June 2026 (Reviewed)	<u>922,081</u>	<u>922,081</u>
Depreciation		
As at 31 December 2025 (Audited) and at 30 June 2026 (Reviewed)	<u>40,053</u>	<u>40,053</u>
Net book value		
At 30 June 2026 (Reviewed)	<u>882,028</u>	<u>882,028</u>
At 31 December 2025 (Audited)	<u>882,028</u>	<u>882,028</u>

During the period, the net rental earned including accrued periodical consideration on investment in real estate amounted to BD19,911 (2025: BD24,214).

	30 June 2026 (Reviewed)	30 June 2025 (Reviewed)
Rental income	24,080	30,646
Maintenance and electricity expenses	<u>(4,169)</u>	<u>(6,432)</u>
	<u>19,911</u>	<u>24,214</u>

6 Receivables and prepayments

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Other receivables	2,940	4,016
Prepayments	1,191	4,042
Accrued profit on Mudaraba investments	4,081	4,122
Ijarah rental receivable	<u>4,619</u>	<u>-</u>
	<u>12,831</u>	<u>12,180</u>

Reef Holding Co. B.S.C. (c)
Selected explanatory notes to the condensed consolidated interim financial information
for the six months ended 30 June 2026 (Reviewed)
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7 Right-of-use asset

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Opening balance	13,073	-
Addition during the period	-	26,147
Amortisation charge for the period	<u>(6,537)</u>	<u>(13,074)</u>
Closing balance	<u>6,536</u>	<u>13,073</u>

8 Ijarah liability

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Opening balance	13,530	-
Additions during the year	-	26,147
Amortisation of deferred ijarah cost	337	1,350
Repayments	<u>(6,983)</u>	<u>(13,967)</u>
Closing balance	6,884	13,530
Less: current portion of ijarah liability	<u>(6,884)</u>	<u>(13,530)</u>
Non-current portion ijarah liability	<u>-</u>	<u>-</u>

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Maturity analysis – Gross ijarah liability		
Less than one year	6,983	13,967
More than one year	<u>-</u>	<u>-</u>
Closing balance	<u>6,983</u>	<u>13,967</u>

9 Share capital

	30 June 2026 (Reviewed)	31 December 2025 (Audited)
Authorised		
400,000,000 (2025: 400,000,000) ordinary shares of 100 Fils each	<u>40,000,000</u>	<u>40,000,000</u>
Issued and fully paid-up		
55,000,000 (2025: 55,000,000) ordinary shares of 100 Fils each	<u>5,500,000</u>	<u>5,500,000</u>

The Company has only one class of equity shares and the holders of the shares have equal voting rights.

Reef Holding Co. B.S.C. (c)
Selected explanatory notes to the condensed consolidated interim financial information
for the six months ended 30 June 2026 (Reviewed)
(Expressed in Bahrain Dinars)

10 Loss per share

Basic loss earnings per share is calculated by dividing the net loss attributable to the shareholders by the weighted average number of ordinary shares during the period.

	Six months ended 30 June 2026 (Reviewed)	Six months ended 30 June 2025 (Reviewed)
Net loss attributable to the shareholders	<u>(BD395,430)</u>	<u>(BD600,761)</u>
Weighted average number of ordinary shares	<u>55,000,000</u>	<u>55,000,000</u>
Basic and diluted loss per share	<u>(Fils7.19)</u>	<u>(Fils10.92)</u>

The Group does not have any potentially dilutive ordinary shares hence the diluted loss and basic loss per share are identical.

11 Related party transactions and balances

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties consist of the shareholders and directors and their close family members, and businesses under their control. The Group's transactions with related parties are authorised by the management.

A summary of the transaction is as follows:

<u>Related party relationship</u>	<u>Transaction type</u>	<u>For the period ended transaction amount</u>	
		<u>30 June 2026 (Reviewed)</u>	<u>30 June 2025 (Reviewed)</u>
Directors	Directors remuneration	<u>-</u>	<u>40,000</u>
Directors	Board member fees and allowances	<u>2,500</u>	<u>2,100</u>
Key management personnel *	Salaries and other short-term benefits	<u>38,700</u>	<u>38,700</u>
Directors	Premises leased	<u>6,983</u>	<u>6,983</u>
Shareholders	Payment to shareholders	<u>1,054</u>	<u>897,490</u>

A summary of related party balances is as follows:

* Key management personnel are those staff members who have authority and responsibility for planning, directing and controlling the activities of the Group.

<u>Related party relationship</u>	<u>30 June 2026 (Reviewed)</u>	<u>30 June 2025 (Reviewed)</u>
Amounts due to shareholders	<u>2,007,010</u>	<u>2,102,510</u>

12 Dividends

No dividend was approved by the shareholders in the Annual General Meeting of the shareholders for the period ended 30 June 2026 (2025: BDNil).

13 Interim results

The interim net loss for the six months ended 30 June 2026 may not represent a proportionate share of the annual net income due to the variability in the receipt of income.

14 Significant events and transactions

Management is currently evaluating the potential impacts of recent geo-political developments within the region and evolving economic instability on the Group's financial position, its operations and cash flows including inflationary pressures, supply chain disruptions, elevated energy costs, interest rate changes, climate-related events and its ability to continue as a going concern. As at the date of signing of this condensed consolidated interim financial information, in the opinion of the management, no material adverse effects are expected or have been identified on key financial information areas of the Group. The management has plans to continuously monitor future developments and make suitable strategic decisions.

15 Subsequent events

There were no significant events subsequent to 30 June 2026 and occurring before the date of the report that has a significant impact on these condensed consolidated interim financial information.