

MEKDAM HOLDING GROUP Q.P.S.C.
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

MEKDAM HOLDING GROUP Q.P.S.C.
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

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Forvis Mazars SA Limited (Qatar Branch)

Palm Tower B, 27th Floor,
Majlis Al - Taawon St, West Bay
P.O Box 5583. Doha, State of Qatar
Tel: +974 4444 1132,
Fax: +974 4444 7364
contact@forvismazars.com
www.forvismazars.com/qa

**INDEPENDENT AUDITOR'S REVIEW REPORT ON
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

TO THE BOARD OF DIRECTORS OF MEKDAM HOLDING GROUP Q.P.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Mekdam Holding Group Q.P.S.C. (the "Company") and its subsidiaries (collectively referred as the "Group") as at 31 March 2026, and the related interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity, and cash flows for the three-month period then ended, and a summary of material accounting policies and other explanatory notes. The Board of Directors of the Group is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, *Interim Financial Reporting*. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim condensed consolidated 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 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements as at and for the three-month period ended 31 March 2026 are not prepared, in all material respects, in accordance with IAS 34, *Interim Financial Reporting*.



Heba Nassim
Auditor's Registration No. 309
QFMA Registration No. 1201911
29 April 2026
Doha, State of Qatar



MEKĐAM HOLDING GROUP Q.P.S.C.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026**

(All amounts expressed in Qatari Riyal unless otherwise stated)

	Notes	31 March 2026 <i>(Reviewed)</i>	31 December 2025 <i>(Audited)</i>
ASSETS			
Non-current assets			
Property and equipment	5	51,921,321	50,203,468
Intangible asset	6	7,830,804	8,106,644
Right-of-use assets	7(a)	5,972,384	4,011,615
Retention receivables	8	45,560,581	43,473,675
Total non-current assets		111,285,090	105,795,402
Current assets			
Inventories	9	21,574,144	15,834,186
Accounts and other receivables	10	147,402,816	154,078,933
Advance payments to suppliers and subcontractors	11	58,535,051	56,107,247
Contract assets	12	204,251,708	201,433,903
Due from a related party	13(a)	65,000	70,000
Cash and bank balances	14	45,931,173	32,177,811
Total current assets		477,759,892	459,702,080
TOTAL ASSETS		589,044,982	565,497,482
EQUITY AND LIABILITIES			
EQUITY			
Share capital	15	170,000,000	160,000,000
Legal reserve	16	62,980,579	62,980,579
Retained earnings		22,357,058	47,423,856
Equity attributable to shareholders of the Group		255,337,637	270,404,435
Non-controlling interest		33,032	35,000
TOTAL EQUITY		255,370,669	270,439,435
LIABILITIES			
Non-current liabilities			
Lease liabilities	7(d)	3,711,644	1,771,146
Due to related parties	13(b)	2,596,000	2,596,000
Loans and financing	17	12,568,300	13,483,469
Provision for employees' end of service benefits	18	14,358,582	13,398,450
Total non-current liabilities		33,234,526	31,249,065

The interim condensed consolidated statement of financial position continues on the next page.



These interim condensed consolidated financial statements have been prepared by the executive management of the Group and stamped by the auditor for identification purposes only.

The accompanying notes from 1 to 30 are an integral part of these interim condensed consolidated financial statements.

MEKDAM HOLDING GROUP Q.P.S.C.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2026**

(All amounts expressed in Qatari Riyal unless otherwise stated)

	Notes	31 March 2026 <i>(Reviewed)</i>	31 December 2025 <i>(Audited)</i>
Current liabilities			
Lease liabilities	7(d)	2,772,277	2,693,244
Due to related parties	13(b)	2,730,766	2,058,064
Loans and financing	17	79,190,487	58,229,610
Accounts and other payables	19	215,746,257	200,828,064
Total current liabilities		300,439,787	263,808,982
TOTAL LIABILITIES		333,674,313	295,058,047
TOTAL EQUITY AND LIABILITIES		589,044,982	565,497,482

The accompany interim condensed consolidated financial statements were prepared by executive management of the Group and were signed on its behalf by:



Banan Serhan
Group CFO

Ehab Naser
Group CEO



The accompany interim condensed consolidated financial statements were approved to issue by the board of directors on April 29, 2026 and signed on behalf board of directors by:



Sheikh Mohamed Nawaf NBK Al-Thani
Chairman



These interim condensed consolidated financial statements have been prepared by the executive management of the Group and stamped by the auditor for identification purposes only.

The accompanying notes from 1 to 30 are an integral part of these interim condensed consolidated financial statements.

MEKDAM HOLDING GROUP Q.P.S.C.**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

FOR THE THREE-MONTHS PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

	Notes	For the three-month period ended 31 March	
		2026 (Reviewed)	2025 (Reviewed)
Revenue	20	174,790,391	139,886,933
Cost of operations	21	(148,597,909)	(113,463,101)
Gross profit		26,192,482	26,423,832
Other income		72,931	94,240
General and administrative expenses	22	(15,208,450)	(12,984,072)
Operating profit for the period		11,056,963	13,534,000
Finance cost	23	(994,595)	(309,461)
Depreciation and amortization	24	(1,531,134)	(1,859,275)
Net profit for the period		8,531,234	11,365,264
Other comprehensive income		-	-
Total comprehensive income for the period		8,531,234	11,365,264
Total comprehensive income attributable to:			
Shareholders of the Group		8,533,202	11,352,727
Non-controlling interest		(1,968)	12,537
Total comprehensive income for the period		8,531,234	11,365,264
Basic earnings per share	25	0.050	0.067



These interim condensed consolidated financial statements have been prepared by the executive management of the Group and stamped by the auditor for identification purposes only.

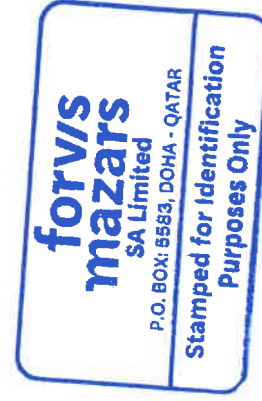
The accompanying notes from 1 to 30 are an integral part of these interim condensed consolidated financial statements.

MEKDAM HOLDING GROUP Q.P.S.C.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTHS PERIOD ENDED 31 MARCH 2026**

(All amounts expressed in Qatari Riyal unless otherwise stated)

	<i>Attributable to shareholders of the Group</i>				<i>Non-</i>	
	<i>Share capital</i>	<i>Legal reserve</i>	<i>Retained earnings</i>	<i>Total</i>	<i>controlling interest</i>	<i>Total equity</i>
Balance at 31 December 2024 (Audited)	135,000,000	58,799,169	35,836,515	229,635,684	35,000	229,670,684
Transferred to increase share capital (Bonus shares)	25,000,000	-	(25,000,000)	-	-	-
Net profit for the period	-	-	11,352,727	11,352,727	12,537	11,365,264
Balance at 31 March 2025 (Reviewed)	160,000,000	58,799,169	22,189,242	240,988,411	47,537	241,035,948
Balance at 31 December 2025 (Audited)	160,000,000	62,980,579	47,423,856	270,404,435	35,000	270,439,435
Transferred to increase share capital (Bonus shares)	10,000,000	-	(10,000,000)	-	-	-
Dividend distributions	-	-	(23,600,000)	(23,600,000)	-	(23,600,000)
Net profit for the period	-	-	8,533,202	8,533,202	(1,968)	8,531,234
Balance at 31 March 2026 (Reviewed)	170,000,000	62,980,579	22,357,058	255,337,637	33,032	255,370,669



These interim condensed consolidated financial statements have been prepared by the executive management of the Group and stamped by the auditor for identification purposes only.

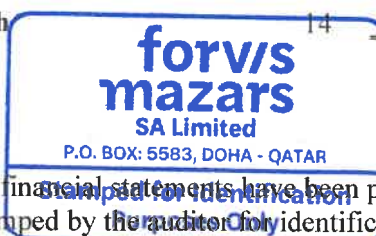
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MEKDAM HOLDING GROUP Q.P.S.C.**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

FOR THE THREE-MONTHS PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

	Notes	For the three-month period ended 31 March	
		2026 (Reviewed)	2025 (Reviewed)
OPERATING ACTIVITIES			
Profit for the period		8,531,234	11,365,264
<i>Adjustments for:</i>			
Depreciation of property and equipment	5	1,339,493	588,596
Amortization of intangible asset	24	275,840	646,748
Depreciation of right-of-use assets		707,308	623,931
Finance cost on finance lease arrangement	7(c)	142,432	108,642
Provisions for employee's end of service benefits	18	1,446,810	1,378,720
Provision of contingencies	22	1,550,000	434,836
Gain on sale of asset		-	(11,295)
Finance cost	23	925,535	200,819
Operating profit before changes in working capital		14,918,652	15,336,261
<i>Working capital changes:</i>			
Retention receivables		(2,086,906)	82,505
Inventories		(5,739,958)	(5,038,955)
Accounts and other receivables		6,676,117	(11,667,515)
Advance payments to suppliers and subcontractors		(2,427,804)	(17,932,008)
Contract assets		(2,817,805)	(3,555,950)
Due from a related party		5,000	(697,341)
Due to related parties		672,702	(194,396)
Accounts and other payables		13,368,193	14,453,049
Cash generated from / (used in) operating activities		22,568,191	(9,214,350)
Employees' end of service benefits paid		(486,678)	-
Finance cost paid		(925,535)	(200,819)
Net cash generated from / (used in) operating activities		21,155,978	(9,415,169)
INVESTING ACTIVITIES			
Acquisition of property and equipment		(3,057,346)	(2,484,017)
Proceeds from sale of property and equipment		-	18,000
Net cash used in investing activities		(3,057,346)	(2,466,017)
FINANCING ACTIVITIES			
Net movement in loans and financing		20,045,708	9,492,929
Dividend distribution		(23,600,000)	-
Payment of finance lease liabilities		(790,978)	(686,284)
Net movement in restricted cash		(102,034)	2,086,714
Net cash (used in) / generated from financing activities		(4,447,304)	10,893,359
Net increase / (decrease) in cash and cash equivalents		13,651,328	(987,827)
Cash and cash equivalents as of 1 January		31,436,687	27,097,886
Cash and cash equivalents as at 31 March		45,088,015	26,110,059



These interim condensed consolidated financial statements have been prepared by the executive management of the Group and stamped by the auditor for identification purposes only.

The accompanying notes from 1 to 30 are an integral part of these interim condensed consolidated financial statements.

MEKDAM HOLDING GROUP Q.P.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

1. CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES

Mekdam Holding Group Q.P.S.C. ("the Parent Company") and its subsidiaries (together referred as the "Group"). The Parent Company is domiciled in the State of Qatar under the Commercial Registration number 115142. The Parent Company's registered office is at P.O. Box 17654, Doha, State of Qatar. The Parent Company acts as a holding company.

The main activities of the Group are the patent for inventions, commercial business, privileges and other intangible rights with utilizing from them and leasing them to the affiliate companies or others, participation in the management of the subsidiaries or which it has shares in, providing the necessary support to its subsidiaries, owning movables and real estate businesses within the limits permitted by law and investing its funds in shares, bonds and securities.

On 31 March 2026, The Extraordinary General Meeting (EGM) of shareholders has approved to increase the Company's share capital through the issuance of bonus shares amounting to 10,000,000 shares, as approved by the Ordinary General Assembly.

The interim condensed financial statements of following entities which are currently controlled by Mekdam Holding Group are consolidated in these "interim condensed consolidated financial statements".

Company name	Commercial registration No.	Country of incorporation	Year of incorporation	Ownership
Mekdam Technology W.L.L.	103277	Qatar	2017	100% Mekdam Holding Group
Mekdam CAMS W.L.L.	103562	Qatar	2017	100% Mekdam Holding Group
Mekdam Technical Services W.L.L.	103070	Qatar	2017	100% Mekdam Holding Group
Gulf Security System W.L.L.	103565	Qatar	2017	<ul style="list-style-type: none"> • 50% Mekdam Technology • 50% Mekdam Technology Solutions
Mekdam Integrated Trading and Contracting W.L.L.	159620	Qatar	2021	<ul style="list-style-type: none"> • 51% Mekdam Technology • 49% Mekdam Technical Services
Mekdam Steel Services and Contracting W.L.L.	160930	Qatar	2021	<ul style="list-style-type: none"> • 51% Mekdam Technology • 49% Mekdam Technical Services
Mekdam Software Services W.L.L.	115276	Qatar	2018	100% Mekdam Technology
Mekdam JBK W.L.L.	180544	Qatar	2023	<ul style="list-style-type: none"> • 65% Mekdam Technology • 19% Khalid Jassim Al-Thani Global Technology and Trading • 16% Kamaludeen Mohammed Ghazali
Mekdam Technology Solutions W.L.L.	191166	Qatar	2023	100% Mekdam Holding Group
Mekdam For Trading and Construction W.L.L.	191934	Qatar	2023	<ul style="list-style-type: none"> • 70% Mekdam Holding Group • 30% Mekdam Technology
Mekdam For Electrical and Mechanical Works W.L.L.	194011	Qatar	2023	100% Mekdam Holding Group

MEKDAM HOLDING GROUP Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

1. CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES (Continued)

Company name	Commercial registration No.	Country of incorporation	Year of incorporation	Ownership
SAK Trading and Contracting W.L.L.	38201	Qatar	2008	100% Mekdam For Trading and Construction W.L.L.
Mekdam International Investments W.L.L.	1574424	Sultanate of Oman	2024	<ul style="list-style-type: none">• 95% Mekdam Technology• 5% Gulf Energy Oil and Gas Services
Mekdam Steel Factory W.L.L.	214462	Qatar	2025	<ul style="list-style-type: none">• 100% Mekdam Steel Services and Contracting W.L.L.

The interim condensed consolidated financial statement includes the assets, liabilities and operational results of the following branches:

Branch name	Country of incorporation	Status
Mekdam Technology W.L.L.	Iraq	Active
Mekdam Technology Solutions Company	Saudi Arabia	Active
Meekdam Steel Company	Saudi Arabia	Active
Mekdam Steel Contracting) Br of Mekdam Steel Services & Contracting) – Dubai Branch	Dubai	Active

2. BASIS OF PREPERATION

These interim condensed consolidated financial statements as at and for the three-months period ended 31 March 2026 have been prepared in accordance with IAS 34 Interim Financial Reporting and should be read in conjunction with the Group's last annual consolidated financial statements as at and for the year ended 31 December 2025 (the "last annual consolidated financial statements"). They do not include all the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's interim financial position and performance since the last annual consolidated financial statements.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies applied in these interim condensed consolidated financial statements are the same as those that were applied in the last annual consolidated financial statements of the Group as at and for the year ended 31 December 2025.

During the current period, the below amended International Financial Reporting Standards ("IFRS" or "standards") became effective for the first time for financial years beginning on 1 January 2026:

- Classification and measurement of financial instruments (Amendments to IFRS 9 and IFRS 7)
- Annual improvements to IFRS accounting standards – Volume 11
- Contracts referencing nature-dependent electricity –Amendments to 1 January 2026 IFRS 9 and IFRS 7

The adoption of the above amendments and improvements to standards had no significant impact on the Group's interim condensed consolidated financial statements.

MEKDAM HOLDING GROUP Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

3. MATERIAL ACCOUNTING POLICIES (Continued)

The below amended International Financial Reporting Standards (“IFRSs” or “standards”) that are available for early adoption for financial years beginning after 1 January 2027 are not effective until a later period, and they have not been applied in preparing these interim condensed consolidated financial statements.

- Presentation and disclosure in the financial statements (IFRS 18)
- Subsidiaries without public accountability: Disclosures (IFRS 19)
- Translation to a Hyperinflationary Presentation Currency – Amendments to IAS 21
- Sale or contribution of assets between an investor and its associate or joint venture (Amendments to IFRS 10 and IAS 28) (Deferred indefinitely).

The Group is currently evaluating the impact of these new standards and amendments. The Group will adopt it when these become effective.

4. USE OF JUDGEMENTS AND ESTIMATES

In preparing the interim condensed consolidated financial statements, executive management has made judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty are consistent with those applied in the annual consolidated financial statements for the year ended 31 December 2025.

In applying the Group’s accounting policies, management has also exercised judgments, apart from those involving estimations, that have the most significant impact on the amounts recognized in the interim condensed consolidated financial statements.

The geopolitical situation in the Middle East has intensified since 28 February 2026, with ongoing developments creating secondary impacts across multiple countries in the region, including Qatar. These circumstances have introduced heightened uncertainty into the economic environment and caused disruption to certain business and economic activities.

Given the evolving nature of the situation, the extent and duration of any potential impact remain uncertain. The Group will continue to monitor developments closely and will reflect any relevant implications in future financial reporting periods in accordance with applicable IFRS Accounting Standards and regulatory requirements.

MEKDAM HOLDING GROUP Q.P.S.C.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026**

(All amounts expressed in Qatari Riyal unless otherwise stated)

5. PROPERTY AND EQUIPMENT

Cost	Furniture and fixtures and office equipment	Motor vehicles	Tools and equipment	Project scaffolding office	Building	Land	Capital work- in- progress	Total
Balance at 31 December 2024 (Audited)	5,870,266	4,264,469	2,371,493	-	6,346,948	27,272,000	7,178,755	53,303,931
Additions during the year	1,529,321	5,138,619	2,958,411	4,814,522	-	800,000	3,551,274	18,792,147
Transfer during the year	-	-	-	-	-	-	(8,636,369)	(8,636,369)
Related to disposal during the year	(3,200)	(16,100)	(26,200)	-	-	-	-	(45,500)
Balance at 31 December 2025 (Audited)	7,396,387	9,386,988	5,303,704	4,814,522	6,346,948	28,072,000	2,093,660	63,414,209
Additions during the period	423,735	351,000	832,674	540,142	-	-	909,795	3,057,346
Balance at 31 March 2026 (Reviewed)	7,820,122	9,737,988	6,136,378	5,354,664	6,346,948	28,072,000	3,003,455	66,471,555
Accumulated depreciation								
Balance at 31 December 2024 (Audited)	4,996,313	2,649,577	1,150,530	-	478,260	-	-	9,274,680
Charge for the year	687,338	1,124,130	975,764	863,772	317,347	-	-	3,968,351
Related to disposals during the year	(3,200)	(9,395)	(19,695)	-	-	-	-	(32,290)
Balance at 31 December 2025 (Audited)	5,680,451	3,764,312	2,106,599	863,772	795,607	-	-	13,210,741
Charge for the period (i)	219,215	385,760	400,297	255,971	78,250	-	-	1,339,493
Balance at 31 March 2026 (Reviewed)	5,899,666	4,150,072	2,506,896	1,119,743	873,857	-	-	14,550,234
Carrying amounts								
At 31 December 2025 (Audited)	1,715,936	5,622,676	3,197,105	3,950,750	5,551,341	28,072,000	2,093,660	50,203,468
At 31 March 2026 (Reviewed)	1,920,456	5,587,916	3,629,482	4,234,921	5,473,091	28,072,000	3,003,455	51,921,321
Depreciation rates	20 - 35%	20 - 25%	20 - 35%	20 - 35%	5%			

(i) Depreciation for the period has been presented in the interim condensed consolidated statement of profit or loss and other comprehensive income as follows:

	2026	2025
Cost of operations	(Reviewed)	(Reviewed)
Depreciation and amortisation (Note 24)	708,130	-
Total depreciation	1,339,493	588,596

MEKDAM HOLDING GROUP Q.P.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

6. INTANGIBLE ASSETS

	<u>Software</u>	<u>License</u>	<u>Total</u>
Cost			
Balance at 31 December 2024	-	4,750,000	4,750,000
Transfer from capital work-in-progress	8,636,369	-	8,636,369
Additions during the year	313,121	-	313,121
Write off during the year	-	(4,750,000)	(4,750,000)
Balance at 31 December 2025 (Audited)	8,949,490	-	8,949,490
Additions during the period	-	-	-
Balance at 31 March 2026 (Reviewed)	8,949,490	-	8,949,490
Accumulated amortization			
Balance at 31 December 2024	-	2,579,803	2,579,803
Amortization during the year	842,846	2,170,197	3,013,043
Related to the write off during the year	-	(4,750,000)	(4,750,000)
Balance at 31 December 2025 (Audited)	842,846	-	842,846
Amortization during the period	275,840	-	275,840
Balance at 31 March 2026 (Reviewed)	1,118,686	-	1,118,686
Carrying amounts			
Balance at 31 December 2025 (Audited)	8,106,644	-	8,106,644
Balance at 31 March 2026 (Reviewed)	7,830,804	-	7,830,804
Amortization rate	13%	54%	

Software is recognized at cost and amortized on a straight-line basis over its estimated useful life of 7-8 years. The asset was developed during the year ended 31 December 2025 internally.

7. LEASES**a) RIGHT-OF-USE ASSETS**

	<u>31 March 2026</u>	<u>31 December 2025</u>
	<i>(Reviewed)</i>	<i>(Audited)</i>
Cost		
Balance at the beginning of the period / year	9,003,061	9,003,061
Additions during the period / year	2,668,077	-
Balance at the end of the period / year	11,671,138	9,003,061
Accumulated depreciation		
Balance at the beginning of the period / year	4,991,446	2,495,722
Charge for the period / year (Note 24)	623,931	2,495,724
Capitalized during the period / year	83,377	-
Balance at the end of the period / year	5,698,754	4,991,446
Carrying amounts		
Balance at the end of the period / year	5,972,384	4,011,615

MEKDAM HOLDING GROUP Q.P.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

AS AT AND FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

(All amounts expressed in Qatari Riyal unless otherwise stated)

7. LEASES (Continued)**b) LEASE LIABILITIES**

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	4,464,390	6,877,532
Additions during the period / year	2,668,077	-
Finance cost	142,432	371,689
Repayment of the principal	<i>(790,978)</i>	<i>(2,784,831)</i>
Balance at the end of the period / year	6,483,921	4,464,390

c) Finance cost on finance lease arrangement for the period has been recognized in interim condensed consolidated statement of profit or loss and other comprehensive income and capitalized, is presented as follows:

	For the three-month period ended 31 March	
	2026	2025
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Capital work-in-progress	73,372	-
Finance cost (Note 23)	69,060	108,642
Total	142,432	108,642

d) The lease liabilities are presented in the interim condensed consolidated statement of financial position is as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Non-current	3,711,644	1,771,146
Current	2,772,277	2,693,244
Total	6,483,921	4,464,390

e) The maturity analysis of the contractual undiscounted cash flow of lease liabilities is as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
No later than 1 year	3,086,104	2,060,000
More than one year	5,102,987	2,664,076
Total undiscounted lease liabilities at the end of the period / year	8,189,091	4,724,076
Future finance charges of finance leases	<i>(1,705,170)</i>	<i>(259,686)</i>
Lease liabilities at the end of the period / year	6,483,921	4,464,390

f) Group entered into lease contracts with various landlords for lease of buildings premises. These lease liabilities are repayable by rental obligations which varies based on the terms of contracts with the various landlords, and usually for a period more than one year, bears an incremental borrowing interest rate of 6.50% per annum, and is effectively secured as the rights to the leased assets revert to the lessor in the event of default.

g) Mekdam Steel Factory W.L.L. has entered into lease contract with Economic Zone Company, Qatar (Manateq) for lease of industrial plot. This lease liability is repayable by rental obligations which varies based on the terms of contract with the landlord, and usually for a period more than one year, bears an incremental borrowing interest rate of 5.50% per annum, and is effectively secured as the rights to the leased assets revert to the lessor in the event of default.

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8. RETENTION RECEIVABLES

Movement in retention receivables is presented in the interim consolidated statement of financial position as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	43,473,675	36,937,814
Movements during the period / year	2,086,906	6,535,861
Balance at the end of the period / year	45,560,581	43,473,675

9. INVENTORIES

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Material stocks	25,195,682	19,492,844
Less: provision for slow moving and obsolete inventories (i)	<u>(3,621,538)</u>	<u>(3,658,658)</u>
Total	21,574,144	15,834,186

(i) Movement in provision for slow moving and obsolete inventories is presented as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	3,658,658	2,660,429
Provision made during the period / year	-	1,164,500
Write-off during the period / year	<u>(37,120)</u>	<u>(166,271)</u>
Balance at the end of the period / year	3,621,538	3,658,658

10. ACCOUNTS AND OTHER RECEIVABLES

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Accounts receivable, gross	151,397,652	156,864,261
Less: Allowance for impairment of accounts receivable (i)	<u>(11,996,418)</u>	<u>(11,996,418)</u>
Accounts receivable, net	139,401,234	144,867,843
Prepaid expenses	6,105,853	7,519,522
Security deposits	770,691	660,319
Other receivables	<u>1,125,038</u>	<u>1,031,249</u>
Total	147,402,816	154,078,933

(i) The movements in the allowance for impairment of accounts receivable were as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	11,996,418	11,200,597
Provision during the year	-	973,421
Write-off during the year	<u>-</u>	<u>(177,600)</u>
Balance at the end of the period / year	11,996,418	11,996,418

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10. ACCOUNTS AND OTHER RECEIVABLES (Continued)

In determining the recoverability of accounts receivable, the Group considers any change in the credit quality of the accounts receivable from the date credit was initially granted up to the reporting date. The concentration of credit risks is limited due to the customer base being large and unrelated. Accordingly, executive management believes that there is no further credit provision required in excess of the existing provision.

11. ADVANCE PAYMENTS TO SUPPLIERS AND SUB-CONTRACTORS

Movement in advance payments to suppliers is presented as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	56,107,247	17,981,753
Net movements during the period / year	2,427,804	38,125,494
Balance at the end of the period / year	58,535,051	56,107,247

12. CONTRACT ASSETS

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Value of work performed at cost plus attributable profit	1,132,714,955	1,024,793,056
Billings on contracts in progress	(928,463,247)	(823,359,153)
Amount due from customers for contract works	204,251,708	201,433,903

13. RELATED PARTY DISCLOSURES

These represent transactions with related parties, i.e. major shareholders, joint ventures, directors and senior management of the group of the companies, and the companies in which they are principal owners. Pricing policies and terms of these transactions are approved by the respective management.

(i) Related party balances

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
a) Due from a related party		
Perfect Security Systems W.L.L.	65,000	70,000
b) Due to related parties		
<i>Non-current</i>		
Sheikh Mohamed Nawaf NK Al Thani	2,596,000	2,596,000
<i>Current</i>		
Consolidated Engineering and Consultancy Services W.L.L.	1,243,994	506,801
Mekdam Investment W.L.L.	326,814	349,526
Injaz Investment W.L.L.	285,036	464,912
Mekdam Telecom W.L.L.	248,364	123,708
Khalid J Al Thani Global Tech	226,706	226,706
Silver Rock Consultancy W.L.L.	208,942	195,501
Kamaludeen Mohammed	190,910	190,910
Total	2,730,766	2,058,064

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14. CASH AND BANK BALANCES

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Cash at banks - Current accounts	44,992,320	31,372,370
Cash at banks - Credit card accounts	66,115	64,311
Cash on hand	29,580	6
Cash margin held against bank guarantees - restricted cash	843,158	741,124
Total cash and cash equivalents	45,931,173	32,177,811

For the purpose of interim condensed consolidated cash flows statement, the amount of cash and cash equivalents is presented as follows:

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Total cash and cash equivalents	45,931,173	32,177,811
Restricted cash (cash margin held against bank guarantees)	(843,158)	(741,124)
Net cash and cash equivalents	45,088,015	31,436,687

15. SHARE CAPITAL

The Company's issued share capital as per Commercial registration number 115142 is QR 170,000,000 and is fully paid as at 31 March 2026.

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	160,000,000	135,000,000
Increase during the period / year	10,000,000	25,000,000
Total	170,000,000	160,000,000

On 31 March 2026, The Extraordinary General Meeting (EGM) of shareholders has approved to increase the Company's share capital through the issuance of bonus shares amounting to 10,000,000 shares, as approved by the Ordinary General Assembly.

16. LEGAL RESERVE

In accordance with Qatar Commercial Companies' Law No. 11 of 2015 and the Company's Articles of Association, 10% of net income for the year is required to be transferred to the legal reserve until the reserve equals 50% of the paid capital. This reserve is not available for distribution except in circumstances stipulated in the Commercial Companies Law.

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17. LOANS AND FINANCING

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
<i>Non-current</i>		
Secured bank - financing loans	7,839,740	9,937,049
Secured bank loans	4,728,560	3,546,420
Total non-current	12,568,300	13,483,469
<i>Current portion</i>		
Secured bank - financing loans	24,757,419	25,639,959
Secured bank loans	54,433,068	32,589,651
Total current	79,190,487	58,229,610
Total bank loans and financing	91,758,787	71,713,079

Terms and conditions of the outstanding borrowing facilities are as follows:

<i>Type of facility</i>	<i>Currency</i>	<i>Nominal interest rate</i>	<i>Year of maturity</i>	31 March 2026	31 December 2025
				<i>(Reviewed)</i>	<i>(Audited)</i>
Projects finance (a)	QR	6.25%	2026	64,654,096	29,043,231
Term Financing - Murabaha loan (b)	QR	5.50%	2028	16,676,913	18,772,132
National Response Guarantee Program-NRGP (c)	QR	0.00%	2027	7,092,840	7,092,840
Projects finance - Murabaha (d)	QR	5.50%	2027	3,334,938	16,804,876
Total				91,758,787	71,713,079

(a) Projects finance

The Group obtained facilities to finance its existing project from the progress payments to be paid by customers for that project. The facilities are secured by corporate and personal guarantees of the subsidiary and assignment of contract payments from the customer to route all contract proceeds with the bank. These facilities bear rate of minimum 6.25%.

(b) Murabaha loans

On 14 November 2024, the Group entered into a long-term Islamic borrowing (Murabaha) amounting to QAR 25 million with Qatar International Islamic Bank Q.P.S.C. for the purpose of financing settlement of obligations to other banks. These loans bear an average profit rate of QCBLR+1% p.a. (minimum 5.5% p.a.). The loan is to be repaid on 36 monthly instalments starting from 25 March 2025.

(c) National Response Guarantee Program-NRGP

The Group has obtained a finance facility from the Qatar Development Bank in the State of Qatar, through the "National Response Guarantee Program-NRGP". The facilities are secured by corporate and personal guarantees. The loan is required to be paid in quarterly amounts (6 instalments) over 18 months from the expiry date of the grace period. These facilities bear rate nil interest rate.

(d) Projects finance – Murabaha

The Group obtained facilities to finance its existing project from the progress payments to be paid by customers for that project. The facilities are secured by corporate and personal guarantees of the subsidiary and assignment of contract payments from the customer to route all contract proceeds with the bank. These facilities bear rate of minimum 5.50%.

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18. PROVISION FOR EMPLOYEES' END OF SERVICE BENEFITS

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Balance at the beginning of the period / year	13,398,450	8,931,556
Provision for the period / year	1,446,810	5,306,974
Payments made during the period / year	(486,678)	(840,080)
Balance at the end of the period / year	14,358,582	13,398,450

19. ACCOUNTS AND OTHER PAYABLES

	31 March 2026	31 December 2025
	<i>(Reviewed)</i>	<i>(Audited)</i>
Accounts payable	66,232,163	91,352,900
Accrued expenses	55,507,921	39,551,359
Advances received from customers	42,755,686	40,134,828
Dividend available for distribution - 2025	23,600,000	-
Notes payable	16,135,636	20,189,490
Retention payable	6,283,323	6,306,259
Provisions	4,505,108	2,565,108
Other payables	726,420	728,120
Total	215,746,257	200,828,064

20. REVENUE

	For the three-month period ended 31 March	
	2026	2025
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Technology services	93,061,508	60,082,299
Manpower supply services	64,976,642	58,633,598
Centralized alarm monitoring system services	6,168,085	5,870,616
Other services	10,584,156	15,300,420
Total	174,790,391	139,886,933

a) Following sub note illustrates the disaggregation of disclosure by timing of revenue recognitions of the Groups revenue for the period ended:

	For the three-month period ended 31 March	
	2026	2025
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
<i>Timing of revenue recognitions:</i>		
Recognized over the time		
Total revenue	174,790,391	139,886,933

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21. COST OF OPERATIONS

	For the three-month period ended 31 March	
	2026 <i>(Reviewed)</i>	2025 <i>(Reviewed)</i>
Cost of labour	80,084,419	63,677,008
Cost of materials and subcontractors	54,713,464	41,618,620
Other direct cost	13,800,026	8,167,473
Total	148,597,909	113,463,101

22. GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended 31 March	
	2026 <i>(Reviewed)</i>	2025 <i>(Reviewed)</i>
Employees' expenses	8,914,336	8,459,660
Office and occupancy expenses	1,894,197	1,469,483
Provision of contingencies	1,550,000	434,836
Business development expenses	1,475,977	756,639
Listing expenses	576,048	826,526
Other expenses	797,892	1,036,928
Total	15,208,450	12,984,072

23. FINANCE COST

	For the three-month period ended 31 March	
	2026 <i>(Reviewed)</i>	2025 <i>(Reviewed)</i>
Interest expenses	925,535	200,819
Finance cost on finance lease arrangement (Note 7(c))	69,060	108,642
Total	994,595	309,461

24. DEPRECIATION AND AMORTIZATION

	For the three-month period ended 31 March	
	2026 <i>(Reviewed)</i>	2025 <i>(Reviewed)</i>
Depreciation of property and equipment (Note 5(i))	631,363	588,596
Amortization of intangible assets	275,840	646,748
Depreciation of right-of-use assets	623,931	623,931
Total	1,531,134	1,859,275

MEKDAM HOLDING GROUP Q.P.S.C.

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25. BASIC EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit attributable to shareholders of the Parent Company by the adjusted weighted average number of ordinary shares outstanding during the period. The weighted average number of shares has been adjusted retrospectively to reflect the effect of the bonus shares issued approved by the General Assembly during the year 2026 (Note 15).

	For the three-month period ended 31 March	
	2026 <i>(Reviewed)</i>	2025 <i>(Reviewed)</i>
Profit for the period attributable to the shareholders of the Group	8,533,202	11,352,727
Weighted average number of shares after the bonus share issued	170,000,000	170,000,000
Basic earnings per share	0.050	0.067

26. COMMITMENTS AND CONTINGENCIES

There were no material commitments and contingencies existing as of the reporting date, except for the following:

	31 March 2026 <i>(Reviewed)</i>	31 December 2025 <i>(Audited)</i>
Performance bond	209,394,178	206,145,837
Tender bond	27,898,835	22,107,557
Advance payment guarantee	26,629,335	24,670,420
Total letter of guarantee	263,922,348	252,923,814
Letter of credit	4,133,741	6,594,672
Total contingencies	268,056,089	259,518,486

27. CAPITAL RISK MANAGEMENT

The Group manages its capital to ensure that the Group will be able to continue as a going concern while maximizing the return to shareholders through the optimization of invested capital. The capital structure of the Group consists of equity, comprising capital, reserves and retained earnings.

28. EVENTS AFTER THE REPORTING PERIOD

There have been no material events occurring after the reporting date that require adjustments to or disclosure in the interim condensed consolidated financial statements.

29. FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments comprise financial assets and financial liabilities.

Financial assets include amounts due from related parties, cash and bank balances, contract assets, accounts and other receivables. Financial liabilities include amounts due to related parties, borrowings and other financing arrangements, lease liabilities, accounts and other payables.

Fair value is defined as 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. As these interim condensed financial statements have been prepared under the historical cost convention, the carrying amounts of the Group's financial instruments, other than certain investments measured at fair value, may differ from their respective fair values.

MEKDAM HOLDING GROUP Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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29. FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

Management has assessed that the fair values of the Group's financial assets and financial liabilities approximate their carrying amounts due to the short-term nature and / or the prevailing market interest rates associated with these instruments. Accordingly, the carrying values presented in the interim condensed financial statements are considered a reasonable approximation of their fair values.

30. COMPARATIVE FIGURES

Certain comparative figures have been reclassified in accordance with International Financial Reporting Standards (IFRS) in order to conform with the presentation of the interim condensed consolidated financial statements for three months the period ended 31 March 2026. Such reclassifications did not have any effect on the net profit and equity of the comparative period / year.

In accordance with IAS 33 "Earnings per Share", the Company has retrospectively adjusted the weighted average number of ordinary shares for all periods presented to reflect the bonus shares issued during the year.

The issuance of bonus shares resulted in an increase in the number of outstanding shares without a corresponding change in the Company's underlying resources. Accordingly, the comparative earnings per share has been Adjusted to reflect the revised number of shares.

As a result of this adjustment, the earnings per share for the comparative period has changed due solely to the increase in the number of shares, with no impact on the reported income for the period.