

**ARAB PALESTINIAN INVESTMENT COMPANY**  
**(HOLDING COMPANY)**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

Assets	Note	December 31	
		2025	2024
		USD	USD
<b>Current Assets</b>			
Cash on hand and at banks	5	39,255,966	44,281,176
Accounts receivable and short term cheques under collection - net	6	288,498,512	214,325,171
Inventory - net	7	181,966,912	145,110,922
Due from related parties	36	6,543,846	582,479
Financial assets at fair value through profit or loss	8	26,444,405	12,575,437
Other debit balances	9	70,235,279	62,583,835
Leasing contracts receivable - short term	10	5,899,054	5,179,465
Financial hedging instruments assets - short term	39	-	7,247,800
Assets classified as held for sale	1	9,605,007	9,768,104
<b>Total Current Assets</b>		<b>628,448,981</b>	<b>501,654,389</b>
<b>Non-Current Assets</b>			
Leasing contracts receivable - long term	10	9,269,394	12,012,141
Cheques under collection - long term	11	9,211,308	9,781,041
Deferred tax assets	23	4,584,620	3,914,430
Right of use assets - net	12	11,298,274	15,085,925
Financial assets at fair value through other comprehensive income	13	46,888,405	49,002,674
Investment in land	14	819,127	819,127
Intangible assets - net	15	52,685,261	49,132,015
Investment in associates and joint ventures	16	16,784,244	13,939,925
Property and equipment - net	17	165,846,526	145,344,743
Projects under construction	18	54,881,017	44,261,004
<b>Total Non-Current Assets</b>		<b>372,268,176</b>	<b>343,293,025</b>
<b>Total Assets</b>		<b>1,000,717,157</b>	<b>844,947,414</b>
<b>Liabilities and Shareholders' Equity</b>			
<b>Current Liabilities</b>			
Accounts payable		111,042,752	77,148,299
Due to banks	19	98,623,751	98,015,637
Notes payable and postdated cheques - short term	20	3,145,501	4,088,751
Due to related parties	36	524,181	727,335
Lease liabilities - short term	12	4,425,168	4,017,771
Loans installments - short term	21	165,646,976	131,730,996
Other credit balances	22	56,682,949	47,034,002
Income tax provision	23	10,207,533	6,395,851
Bonds payable - short term	25	-	72,495,600
Financial hedging instruments liabilities - Short-term	39	-	7,959,000
Liabilities directly associated with assets classified as held for sale	1	559,590	633,680
<b>Total Current Liabilities</b>		<b>450,858,401</b>	<b>450,246,922</b>
<b>Non Current Liabilities</b>			
End of service indemnity provision	24	29,784,131	23,268,658
Bonds payable - long term	25	200,378,299	80,000,000
Deferred tax liabilities	2	7,164,867	6,758,000
Lease liabilities - long term	12	6,761,860	11,021,329
Loans installments - long term	21	38,719,729	43,761,614
<b>Total Non-Current Liabilities</b>		<b>282,808,886</b>	<b>164,809,601</b>
<b>Total Liabilities</b>		<b>733,667,287</b>	<b>615,056,523</b>
<b>Owners' Equity</b>			
Authorized capital is 125,000,000 shares at a par value of \$1 per share	1	<b>160,000,000</b>	<b>125,000,000</b>
<b>Shareholders' Equity</b>			
Paid up capital	1 / B	160,000,000	125,000,000
Share premium		12,103,000	12,103,000
Retained earnings		69,581,218	64,861,930
Cumulative change in fair value		(20,555,692)	(8,549,548)
Property and equipment (Land) revaluation reserve	26	11,052,918	12,231,134
Foreign currency translation effect		10,368,302	(3,761,270)
Difference on the purchase of minority interest	2	(13,300,755)	(13,163,295)
<b>Total shareholders' equity</b>		<b>229,248,991</b>	<b>188,721,951</b>
Non controlling interest	27	37,800,879	41,168,940
<b>Total Owners' Equity</b>		<b>267,049,870</b>	<b>229,890,891</b>
<b>Total Liabilities and Owners' Equity</b>		<b>1,000,717,157</b>	<b>844,947,414</b>

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**ARAB PALESTINIAN INVESTMENT COMPANY**

**(HOLDING COMPANY)**

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	Note	For the Year Ended December 31	
		2025	2024
		USD	USD
Net sales		1,297,479,252	1,111,908,274
<u>Less: Cost of sales</u>		<u>(1,124,517,375)</u>	<u>(961,580,309)</u>
<b>Gross Profit from sales</b>	28	<b>172,961,877</b>	<b>150,327,965</b>
Services revenue		8,380,191	10,095,313
<u>Less: Cost of services</u>		<u>(7,655,097)</u>	<u>(7,641,778)</u>
<b>Net Service revenue</b>		<b>725,094</b>	<b>2,453,535</b>
<b>Gross Profit from sales and service</b>		<b>173,686,971</b>	<b>152,781,500</b>
(Less): General and administrative expenses	29	(69,951,447)	(57,865,414)
Selling and distribution expenses	30	<u>(51,490,470)</u>	<u>(44,741,841)</u>
<b>Profit from Operations</b>		<b>52,245,054</b>	<b>50,174,245</b>
Gain (loss) from financial assets at profit or loss		2,076,909	447
Depreciation of right of use assets	12	(5,605,010)	(5,252,318)
Interest on lease liabilities	12	(991,520)	(491,074)
Dividends from financial assets at fair value through other comprehensive income	31	372,448	357,470
Interest and borrowing cost		(31,333,816)	(30,881,970)
Group's share of associates and joint ventures (loss) profit	16	815,535	(436,334)
Other revenue - net		<u>902,897</u>	<u>2,843,160</u>
<b>Profit for the year before income tax and monetary gain resulting from hyperinflation</b>		<b>18,482,497</b>	<b>16,313,626</b>
Income tax expense - the Holding Company and its subsidiaries	23	<u>(7,082,361)</u>	<u>(6,214,336)</u>
<b>Profit for the year before monetary gain resulting from hyperinflation</b>		<b>11,400,136</b>	<b>10,099,290</b>
Add: Net monetary (loss) gain resulting from hyperinflation		<u>(3,585,525)</u>	<u>(1,697,004)</u>
<b>Profit of the year from continuing operations</b>		<b>7,814,611</b>	<b>8,402,286</b>
Add: (loss) gain resulting from discontinued operations	1	<u>(88,128)</u>	<u>(293,794)</u>
<b>Profit for the year</b>		<b>7,726,483</b>	<b>8,108,492</b>
<b>Attributable to:</b>			
Company's shareholders	38	8,183,155	8,026,005
Non-controlling interest	27	<u>(456,672)</u>	<u>82,487</u>
<b>Profit for the Year</b>		<b>7,726,483</b>	<b>8,108,492</b>
Earnings per share attributable to the holding company shareholders from continuing operations	38	<u>0.054</u>	<u>0.066</u>
(Loss) earnings per share for the year attributable to shareholders of the holding company from discontinued operations	38	<u>(0.000)</u>	<u>(0.001)</u>

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**ARAB PALESTINIAN INVESTMENT COMPANY**  
**(HOLDING COMPANY)**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>For the Year Ended December 31</b>	
	<b>2025</b>	<b>2024</b>
	<b>USD</b>	<b>USD</b>
Profit for the year	7,726,483	8,108,492
<b>Other Comprehensive Income Items:</b>		
<b>Other comprehensive income items which are transferable to the consolidated statement of profit or loss:</b>		
Change in fair value - property and equipment revaluation reserve / land	(1,178,216)	328,301
Change in fair value - financial assets at fair value through other comprehensive income	(12,006,144)	(4,317,440)
<b>Other Comprehensive Income Items That May Be Reclassified Subsequently to the Consolidated Statement of Profit or Loss:</b>		
Foreign currency translation effect	15,176,006	5,692,771
<b>Total Comprehensive Income for the Year</b>	<b>9,718,129</b>	<b>9,812,124</b>
<b>Total Comprehensive Income Attributable to:</b>		
Holding company shareholders	9,129,760	5,544,448
Non-controlling interest	588,369	4,267,676
<b>Total Comprehensive Income for the Year</b>	<b>9,718,129</b>	<b>9,812,124</b>

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**ARAB PALESTINIAN INVESTMENT COMPANY**  
**(HOLDING COMPANY)**  
**CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY**

	Paid-up Capital	Share Premium	Retained Earnings	Cumulative Change in Fair Value	Property and Equipment (Land) Revaluation Reserve	Foreign Currency Translation Effect	Difference in Purchase of Non- Controlling Interest	Total Shareholders' Equity	Non - Controlling Interest	Total Owners' Equity
	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD
<b>For the Year Ended December 31, 2025</b>										
Balance as of January 1, 2025	125,000,000	12,103,000	64,861,930	(8,549,548)	12,231,134	(3,761,270)	(13,163,295)	188,721,951	41,168,940	229,890,891
Change in fair value - financial assets at fair value through other comprehensive income	-	-	-	(12,006,144)	-	-	-	(12,006,144)	-	(12,006,144)
Change in fair value - property and equipment revaluation reserve / land	-	-	-	-	(1,178,216)	-	-	(1,178,216)	-	(1,178,216)
Foreign currency translation effect	-	-	-	-	-	14,130,965	-	14,130,965	1,045,041	15,176,006
Profit for the Year	-	-	8,183,155	-	-	-	-	8,183,155	(456,672)	7,726,483
<b>Total comprehensive income for the year</b>	-	-	<b>8,183,155</b>	<b>(12,006,144)</b>	<b>(1,178,216)</b>	<b>14,130,965</b>	-	<b>9,129,760</b>	<b>588,369</b>	<b>9,718,129</b>
Increase in Capital Through Secondary Share Subscription	30,000,000	-	-	-	-	-	-	30,000,000	-	30,000,000
Increase in paid up capital *	5,000,000	-	(5,000,000)	-	-	-	-	-	-	-
Other	-	-	1,536,133	-	-	(1,393)	(137,460)	1,397,280	-	1,397,280
Net change in non controlling interest **	-	-	-	-	-	-	-	-	(3,956,430)	(3,956,430)
<b>Balance as of December 31, 2025</b>	<b>160,000,000</b>	<b>12,103,000</b>	<b>69,581,218</b>	<b>(20,555,692)</b>	<b>11,052,918</b>	<b>10,368,302</b>	<b>(13,300,755)</b>	<b>229,248,991</b>	<b>37,800,879</b>	<b>267,049,870</b>
<b>For the Year Ended December 31, 2024</b>										
Balance as of January 1, 2024	117,000,000	12,103,000	69,111,965	(1,832,108)	12,128,138	(5,590,321)	(18,625,172)	184,295,502	28,873,217	213,168,719
Change in fair value - financial assets at fair value through other comprehensive income	-	-	-	(4,317,440)	-	-	-	(4,317,440)	-	(4,317,440)
Change in fair value - property and equipment revaluation reserve / land	-	-	-	-	328,301	-	-	328,301	-	328,301
Foreign currency translation effect	-	-	-	-	-	1,507,582	-	1,507,582	4,185,189	5,692,771
Profit for the Year	-	-	8,026,005	-	-	-	-	8,026,005	82,487	8,108,492
<b>Total comprehensive income for the year</b>	-	-	<b>8,026,005</b>	<b>(4,317,440)</b>	<b>328,301</b>	<b>1,507,582</b>	-	<b>5,544,448</b>	<b>4,267,676</b>	<b>9,812,124</b>
Increase in paid up capital *	8,000,000	-	(8,000,000)	-	-	-	-	-	-	-
Other	-	-	(4,276,040)	(2,400,000)	-	-	5,461,877	(1,214,163)	(100,801)	(1,314,964)
Net change in non controlling interest **	-	-	-	-	(225,305)	321,469	-	96,164	8,128,848	8,225,012
<b>Balance as of December 31, 2024</b>	<b>125,000,000</b>	<b>12,103,000</b>	<b>64,861,930</b>	<b>(8,549,548)</b>	<b>12,231,134</b>	<b>(3,761,270)</b>	<b>(13,163,295)</b>	<b>188,721,951</b>	<b>41,168,940</b>	<b>229,890,891</b>

\* On 5 March 2025, the General Assembly approved the distribution of profits to shareholders of the holding company in the form of bonus shares with a value of USD 5 million, representing 3.22% of paid-in capital.

\*\* This item represents the net change in non-controlling interests resulting from the decrease in the non-controlling interests' share of equity in certain subsidiary companies during the years 2025 and 2024.

The retained earnings balance as of 31 December 2025 includes USD 4,584,620 relating to deferred tax benefits attributable to subsidiary companies (USD 3,914,430 as of 31 December 2024).

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**ARAB PALESTINIAN INVESTMENT COMPANY**  
**(HOLDING COMPANY)**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**

	Note	For the year ended December 31,	
		2025	2024
		USD	USD
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Profit for the year before tax and after monetary gain resulting from hyperinflation		14,896,972	14,616,622
(loss) gain for the year resulting from discontinued operations		(88,128)	(293,794)
<b>Adjustments for:</b>			
Depreciation of property and equipment	17	14,772,569	13,569,241
Depreciation of right of use assets	12	5,605,010	5,252,318
Interest on Lease Liabilities	12	991,520	491,074
Unrealized loss (gain) from financial assets at fair value through profit and loss		(2,076,909)	(447)
Loss (gain) from investment in associates and joint ventures	16	(815,535)	436,334
Provision for expected credit loss	6	2,313,823	1,967,218
Provision for slow moving inventory	7	1,242,833	1,311,464
Provision for end of service indemnity	24	5,700,021	3,142,393
The effect of the change in financial hedging instruments positions		(711,200)	478,800
Loss from the sale of property and equipment		43,646	336,078
Net monetary loss (gain) resulting from hyperinflation		3,585,525	1,697,004
<b>Cash Flows from Operating Activities before Changes in Working Capital</b>		<b>45,460,147</b>	<b>43,004,305</b>
(Increase) in accounts receivable, cheques under collection and other debit balances		(84,553,585)	(6,773,686)
(Increase) decrease in inventory		(38,168,024)	8,000,663
Change in the related parties balance		(6,164,521)	(1,424,437)
Decrease in leasing contracts receivable		2,023,158	2,385,069
Increase (Decrease) in accounts payable and other credit balances		43,543,400	(1,963,628)
<b>Net Cash Flows from Operating Activities before End-of-Service Indemnity and Income Tax Paid</b>		<b>(37,859,425)</b>	<b>43,228,286</b>
Paid from end-of-service indemnity provision	24	(2,396,815)	(1,778,395)
Paid from Income tax provision	23	(5,869,193)	(6,227,956)
<b>Net Cash Flows from Operating Activities</b>		<b>(46,125,433)</b>	<b>35,221,935</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
(Increase) in financial assets at fair value through profit or loss		(11,792,059)	(1,468,626)
(Increase) in financial assets at fair value through other comprehensive income		(8,628,286)	(6,904,426)
Net change in investment in associates and joint ventures		(3,292,373)	(4,035,257)
(Increase) in property, plant, equipment, and projects under execution	17 and 18	(44,166,297)	(37,722,405)
(Increase) in assets classified as held for sale	1	163,097	(9,768,104)
(Decrease) increase in liabilities directly associated with assets classified as held for sale	1	(74,090)	633,680
Proceeds from the sale of property and equipment		728,228	3,474,174
Lease liabilities (settled)	12	(6,414,785)	(4,432,554)
Change in intangible assets - net		(3,553,246)	(4,994,851)
<b>Net Cash Flows (used in) Investing Activities</b>		<b>(77,029,811)</b>	<b>(65,218,369)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Distributed dividends		30,000,000	-
Increase in due to banks	19	608,114	6,846,528
Increase (Decrease) in loans, cheques and notes payable		27,930,845	(56,805,583)
Net change in bonds payable	25	47,882,699	79,042,400
Net change in non - controlling interest, foreign currency translation effect and others		11,708,376	9,873,084
<b>Net Cash Flows from Financing Activities</b>		<b>118,130,034</b>	<b>38,956,429</b>
Net increase in cash		(5,025,210)	8,959,995
Cash on hand and at banks- beginning of the year		44,281,176	35,321,181
<b>Cash on Hand and at Banks- End of the Year</b>	5	<b>39,255,966</b>	<b>44,281,176</b>
<b>Non Cash Items</b>			
Increase in paid up capital (dividend distribution)	1	5,000,000	8,000,000
Transferred from projects under construction to property and equipment	17 and 18	24,051,421	13,107,033
Inventory write-off	7	1,640,594	888,388

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