

GULF FINANCE COMPANY– (Under Liquidation)
(A Joint Stock Company)

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR’S AUDIT REPORT ON
THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

GULF FINANCE COMPANY (Under Liquidation)

(A Joint Stock Company)

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S AUDIT REPORT ON THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

Table of Contents

Page

Independent Auditor's Audit Report on the Financial Statements

1-3

Statement of Net Assets

4

Statement of Changes in Net Assets

5

Notes to the Financial Statements

6-13

INDEPENDENT AUDITOR'S REPORT

**TO THE SHAREHOLDERS OF GULF FINANCE COMPANY
JOINT STOCK COMPANY**




(1 /3)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

In our opinion, the accompanying financial statements present fairly, in all material respects, the net assets of Gulf Finance Company (the "Company") as at 31 December 2025, and its changes in net assets for the year then ended in accordance with the standard "Financial Reporting on the Basis of Liquidation: Principles and Requirements for Recognition, Measurement, Presentation and Disclosure" that are issued in the Kingdom of Saudi Arabia .

We have audited the financial statements of the Company, which comprise the following:

-  The statement of net assets as at 31 December 2025;
-  The statements of changes in net assets for the year then ended; and
-  The notes to the financial statements.

BASIS FOR OPINION

We conducted our audit in accordance with the International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent from the Company in accordance with the International Code of Ethics for Professional Accountants that are endorsed in the Kingdom of Saudi Arabia that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

EMPHASIS OF MATTER – BASIS OF ACCOUNTING

We draw attention to note 3 to the financial statements, which indicates that these financial statements have been prepared in accordance Liquidation Basis Financial Reporting Standard relating to the Principles and Requirements for Recognition, Measurement, Presentation and Disclosure endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). On 01 November 2022, the board of directors passed a resolution to recommend the Shareholder's General Assembly to liquidate the Company and the same has been communicated to SAMA. Accordingly, the financial statements of the Company have been prepared on the basis of liquidation in accordance with the standard "Financial Reporting on the Basis of Liquidation: Principles and Requirements for Recognition, Measurement, Presentation and Disclosure". Our opinion is not modified in respect of this matter.

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INDEPENDENT AUDITOR'S REPORT

**TO THE SHAREHOLDERS OF GULF FINANCE COMPANY
JOINT STOCK COMPANY**

(2 /3)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of the financial statements in accordance with standard "Financial Reporting on the Basis of Liquidation: Principles and Requirements for Recognition, Measurement, Presentation and Disclosure" that are issued in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Those charged with governance, i.e. the Board of Directors, are responsible for overseeing the Company's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

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INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF GULF FINANCE COMPANY
JOINT STOCK COMPANY

(3 /3)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS (continued)

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PKF Al-Bassam
Chartered Accountants



Fahad Alhathal
Certified Public Accountant
License No. 680
Riyadh, Kingdom of Saudi Arabia
04 Dhul Hijjah 1447H
Corresponding to: 21 May 2026



GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
STATEMENT OF NET ASSETS
AS AT 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

	Notes	As at 31 December	
		2025	2024
ASSETS			
Cash and bank balances	5	9,634,775	16,037,609
Net investment in Islamic financing	6	6,641,767	18,106,018
Restricted cash deposit	11.2	-	2,267,000
TOTAL ASSETS		16,276,542	36,410,627
LIABILITIES			
Other payables and accruals	8	1,762,727	3,234,429
Due to a related party	9	-	666,098
Provision for zakat	10	439,975	42,091
Financial facilities	11	-	12,962,955
Employees' post-employment benefits	12	990,708	862,072
TOTAL LIABILITIES		3,193,410	17,767,645
NET ASSETS (EQUITY)		13,083,132	18,642,982

The accompanying notes 1 to 23 form an integral part of these financial statements.

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

	<u>Notes</u>	<u>2025</u>	<u>2024</u>
Income from Islamic financing, net	14	125,884	1,215,242
General and administrative expenses	15	(3,992,452)	(5,274,207)
Finance cost	16	(109,618)	(879,825)
Impairment on Islamic financing	6	(2,554,794)	(310,009)
Other income	17	1,375,950	1,465,675
Zakat	10	(404,820)	(78,970)
Net decrease in net assets of liquidation		(5,559,850)	(3,862,094)
Net assets of liquidation as at 1 January		18,642,982	22,505,076
Net assets of liquidation as at 31 December		13,083,132	18,642,982

The accompanying notes 1 to 23 form an integral part of these financial statements.

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

1. LEGAL STATUS AND OPERATIONS

Gulf Finance Company ("the Company") is a Joint Stock Company formed under the laws of the Kingdom of Saudi Arabia and registered under the commercial registration under No. 1010369744 and unified No. 7013624916 on 28 Dhul Qa'adah 1433H (corresponding to 14 October 2012).

On 15 December 2013 and in accordance with article 6 of the implementing regulations of the law of supervision of finance companies, the Company submitted its application to the Saudi Central Bank (SAMA) to obtain its license as a financing company. On 3 Jumada al-Akhirah 1435H (corresponding to 3 April 2014), the Company obtained the preliminary approval on the license from SAMA. On 16 Safar 1436H (corresponding to 8 December 2014) the Company obtained the license from SAMA to engage in the finance lease activities. The principal activities of the Company include financial lease, financing production assets to Small and Medium Enterprises (SMEs). As at 31 December 2025, the Company's license is expired and has not been renewed due to liquidation.

The Company has agreed to a business winding-up plan with SAMA, and it expects to wind up the business in a period of nine months. The liquidator might be appointed at the end of the agreed wind-up period.

The Company's Head Office is located at the following address:

Gulf Finance Company
Building number 6209, Prince Mohammad Ibn Saad Ibn Abdulaziz Rd,
Secondary number 2827, Al Aqeeq Dist.
P.O. Box 13515
Riyadh
Kingdom of Saudi Arabia

The Company's activities as per the commercial registration of the Company include:

(a) Wholesale and retail trade in cars and vehicles, trucks, tankers and heavy equipment, electrical and electronic devices and its spare parts in cash and installment; and

(b) Purchase of land for the construction of buildings and the investment of these buildings by selling or leasing them for the benefit of the Company provided that the real estate shall be outside the boundaries of Makkah and Madinah.

The Company has the following branches:

S. No	Branch	C.R. No.	Date
1	Riyadh	7013624916	26 Jumada Al-Awwal 1434H
2	Jeddah*	7001738363	28 Dhul Qada 1433H
3	Dammam**	2050091775	12 Rajab 1434H

*The Company has transferred its head office from Jeddah to Riyadh and now Jeddah is only active branch of the Company.

**The commercial registration of the branch has expired. As of 31 December 2025, the branch is not operational.

2. BASIS OF PREPARATION

2.1. STATEMENT OF COMPLIANCE

On November 01, 2022, the board of directors passed a resolution to recommend the Shareholder's General Assembly to liquidate the Company and the same has been communicated to SAMA. Accordingly, the financial statements of the Company have been prepared on the basis of liquidation in accordance with the standard "Financial Reporting on the Basis of Liquidation: Principles and Requirements for Recognition, Measurement, Presentation and Disclosure" issued in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"), which requires the preparation of a statement of net assets of liquidation and a statement of changes in net assets of liquidation and the accompanying notes thereto.

The Company's financial year begins on 1 January and ends on 31 December. Contrary to the standards applicable to entities operating on a going concern basis, the "Financial Reporting on the Basis of Liquidation: Principles and Requirements for Recognition, Measurement, Presentation and Disclosure" standard requires estimates for future income and costs, and for the amounts expected to be realized from the realization of assets and settlement of liabilities to the date of the end of the liquidation in accordance with the assumptions regulated by the standard, and that may affect the amounts presented in the financial statements and the accompanying notes thereto. The final amounts realized may differ from such estimates

Assets and liabilities in the statement of net assets are presented in the order of liquidity.

2.2. BASIS OF MEASUREMENT

These financial statements are prepared under the liquidation basis with all the assets and liabilities are measured at estimated realizable values.

2.3. FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements have been presented in Saudi Riyals (SR) which is the Company's functional and presentation currency. All financial information presented in SR has been rounded to the nearest SR, unless otherwise mentioned.

3. LIQUIDATION BASIS OF ACCOUNTING

As a result of the approved liquidation decision, the Company's liquidation has been considered inevitable; therefore, the liquidation basis of accounting has been applied for the entire financial period, during which the liquidation decision was taken, and the subsequent years/ periods according to the requirements of the standard "Financial Reporting on the Basis of Liquidation: Principles and Requirements for Recognition, Measurement, Presentation and Disclosure". The liquidation basis is as follows:

- i. Measure the Company's assets at the amount of cash or compensation expected to be collected upon disposal of such assets.
- ii. Measure the liabilities at the contractual amount due to settle such liabilities.
- iii. Recognize other assets that were not recognized in accordance with the financial reporting framework applicable to the entity when it was a going concern when an estimated value can be determined reliably, and it is expected to be sold in liquidation or settlement of liabilities thereto.
- iv. Recognize the entitlement of the expected costs to dispose of assets or other items expected to be sold in the liquidation and present them in the statement of net assets of the liquidation deducted from the related assets thereto or present the total of such costs separately from the assets when they can be estimated reliably and whenever the assumptions of this estimate are realizable.
- v. Recognize the costs and items of income expected to be incurred or earned (for example, salary costs or income from previous existing orders that the entity expects to complete during liquidation) until the end of the liquidation, when they can be estimated reliably, and the assumptions of that estimate are realizable.

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

4. MOVEMENT IN NET ASSETS UNDER LIQUIDATION DURING THE YEAR

	As at 1 January 2025	Collections	Other profit and loss movement (Note 4.1)	Expenses directly paid	Payments	As at 31 December 2025
ASSETS						
Cash and cash equivalents	16,037,609	11,393,912	1,284,379	(109,618)	(18,971,507)	9,634,775
Net investment in Islamic financing	18,106,018	(9,126,912)	(2,337,339)	-	-	6,641,767
Restricted cash deposit	2,267,000	(2,267,000)	-	-	-	-
TOTAL ASSETS	36,410,627	-	(1,052,960)	(109,618)	(18,971,507)	16,276,542
LIABILITIES						
Other payables and accruals	3,234,429	-	3,863,816	-	(5,335,518)	1,762,727
Due to a related party	666,098	-	-	-	(666,098)	-
Provision for zakat	42,091	-	404,820	-	(6,936)	439,975
Financial facilities	12,962,955	-	109,618	(109,618)	(12,962,955)	-
Employees' post-employment benefits	862,072	-	128,636	-	-	990,708
TOTAL LIABILITIES	17,767,645	-	4,506,890	(109,618)	(18,971,507)	3,193,410
NET ASSETS UNDER LIQUIDATION	18,642,982	-	(5,559,850)	-	-	13,083,132

4.1. Other profit and loss movement

	2025
Income from Islamic financing, net	125,884
Movement in recoverability of net investments in Islamic financing	(2,554,794)
General and administrative expenses	(3,863,816)
Zakat provided during the year	(439,975)
Excess zakat accrual reversed during the year	35,155
Employees' post-employment benefits charge for the year	(128,636)
Finance cost	(109,618)
Other income	1,375,950
	(5,559,850)

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

5. CASH AND BANK BALANCES

	Note	As at 31 December	
		2025	2024
Cash in hand		3,000	3,000
Cash at bank	5.1	9,631,775	16,034,609
		9,634,775	16,037,609

5.1. The Company does not earn profit on current accounts with banks.

6. NET INVESTMENT IN ISLAMIC FINANCING

	As at 31 December	
	2025	2024
<u>Secured</u>		
Ijara	6,641,767	17,718,393
Murabaha	-	387,625
	6,641,767	18,106,018
<u>Unsecured</u>		
Murabaha	-	-
	6,641,767	18,106,018

The aging of net investment in Islamic financings contracts net-off unearned origination fee is as under:

	As at 31 December	
	2025	2024
Neither past nor due	-	963,280
Past due 1-30 days	-	-
Past due 31-90 days	-	412,413
Past due 91-180 days	979,675	6,640,434
Past due 181-365 days	-	190,018
Past due over 1 year	32,737,808	44,406,475
Net Investment in Islamic financing before adjustment of recoverability	33,717,483	52,612,620
Less: Adjustment of recoverability	(27,075,716)	(34,506,602)
Expected realizable value	6,641,767	18,106,018
Total portfolio coverage ratio	80.30%	65.46%
Non-performing loan ratio	100.00%	97.39%

Collateral held as security and other credit enhancements

The credit risks on gross amounts due in relation to the investment in Islamic financing is mitigated by holding collaterals which is real-estate. Further, the carrying amount of investment in Islamic financing amounts against which collateral has been obtained amounts to SR 33.72 million (31 December 2024: SR 54.42 million) and the fair value of collateral amounting to SR 44.44 million as at 31 December 2025 (31 December 2024: SR 74.83 million). The Company is not permitted to sell or repledge the collateral in the absence of default by the lessee. There have not been any significant changes in the quality of the collateral.

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

7. SHARE CAPITAL

The Company's subscribed and paid-up share capital of SR. 100,000,000 is divided into 10,000,000 equity shares of SR. 10 each, fully subscribed and paid, and distributed among shareholders as follows:

Shareholders	31 December 2025		31 December 2024	
	Holding %	No. of Shares	Amount	Amount
Shuaa Capital PSC, UAE	92%	9,200,000	92,000,000	92,000,000
Gulf Finance Company PJSC, UAE	5%	500,000	5,000,000	5,000,000
Shuaa 1 for Commercial Brokerage LLC, UAE	1%	100,000	1,000,000	1,000,000
Shuaa 2 for Commercial Brokerage LLC, UAE	1%	100,000	1,000,000	1,000,000
Shuaa 3 for Commercial Brokerage LLC, UAE	1%	100,000	1,000,000	1,000,000
	100%	10,000,000	100,000,000	100,000,000

8. OTHER PAYABLES AND ACCRUALS

	As at 31 December	
	2025	2024
Sharia'a imposed penalties payable	962,819	962,819
Accrued expenses	525,397	1,918,787
Payable to suppliers	221,481	221,481
Others	53,030	131,342
	1,762,727	3,234,429

9. RELATED PARTY TRANSACTIONS AND BALANCES

Transactions during the year

Names of Related Parties	Nature of Relationship	Nature of transactions	2025	2024
Gulf Finance Company PJSC - UAE	Shareholder	Allocation of IT software and related costs	-	(67,452)
		Amount repaid to the shareholder	666,098	-
Shuaa Capital PSC, UAE	Shareholder	Collection on behalf of Shuaa Capital PSC, UAE	(54,055)	(70,541)
Key Management Personnel	Executives	Salaries and other short-term employee benefits	1,396,200	1,368,200
		Employees' post-employment benefits	111,650	130,050
	Directors	Board remuneration	50,000	50,000

Balances as at year-end

	Note	As at 31 December	
		2025	2024
Due from shareholder			
Shuaa Capital PSC, UAE	9.1	8,143,123	8,143,123
		(612,231)	(558,176)
		7,530,892	7,584,947
		(7,530,892)	(7,584,947)
			-
Due to a related party			
Gulf Finance Company PJSC, UAE		-	666,098
		-	666,098

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

9. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

- 9.1.** This represents an unsecured short-term intercompany loan without any asset-backed financing to the Parent Company under an agreement made on 7 February 2019. The loan bears interest of 9.5% per annum and was repayable in 90 days. However, upon the expiry of the term, it was rescheduled by the Company on the request of the Parent Company dated 5 August 2019 for another 180 days and was repayable on 4 November 2019. As at 31 December 2025, the loan had been overdue for more than 2,240 days. However, full provision for recoverability has been recorded.

Net investments in Islamic financing

The Company had entered into certain Islamic financing agreements with the related parties. These related parties are special purpose vehicles of Shuaa Capital KSA.

During the year ended 31 December 2024, the Board of directors, approved a write-off of gross investment in Islamic financing receivable from related party amounting to SR 26.71 million with an existing provision of SR 26.71 million. These amounts are subject to enforcement activities.

10. PROVISION FOR ZAKAT

The movement in the provision for zakat is as follows:

	2025	2024
Balance at the beginning of the year	42,091	73,871
Provided during the year	439,975	42,091
Payment during the year	(6,936)	(110,750)
Prior year (excess)/charge adjusted during the year	(35,155)	36,879
Balance at the end of the year	439,975	42,091

The Zakat return for the year ended 31 December 2024 has been filed and is under review with ZATCA. The Company has obtained a certificate from the ZATCA valid until 13 Dhul Qidah 1447H, corresponding to 30 April 2026.

11. FINANCIAL FACILITIES

		As at 31 December	
	Note	2025	2024
SAMA funding for lending		-	5,000,000
Local banking institution	11.1	-	7,934,500
Social Development Bank		-	-
Finance cost payable		-	28,455
		-	12,962,955

11.1. Secured financial facilities at amortized cost

	As at 31 December	
	2025	2024
Murabaha	-	7,934,500

- 11.2.** The Company obtained bank financial facilities from a local bank for the purpose of financing working capital needs. These bank facilities bear finance costs at prevailing market rates and also have restricted cash deposits. The Company had collateralized certain Islamic financing receivables amounting to NIL (31 December 2024: SR 29.97 million) in order to obtain these financial facilities.

12. EMPLOYEES' POST-EMPLOYMENT BENEFITS

The employees' post-employment benefits liability is calculated as per the Saudi Labor Law. The liability includes SR 0.99 million related to key management personnel.

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

13. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments for the company as at the reporting date.

14. INCOME FROM ISLAMIC FINANCING

	2025	2024
Revenue from main operation – over the period		
Income from Ijara	71,644	827,283
Income from Murabaha	54,240	387,959
	125,884	1,215,242

15. GENERAL AND ADMINISTRATIVE EXPENSES

	2025	2024
Salaries and allowances	2,729,850	2,511,870
Professional, legal, and consultancy expense	125,395	2,044,209
IT expense	216,530	289,438
Value added tax	367,433	198,208
Rent expense	331,448	14,400
Communication	8,112	8,557
Printing and stationery	-	6,391
Others	213,684	201,134
	3,992,452	5,274,207

16. FINANCE COST

	2025	2024
Islamic financial facilities		
- Murabaha	109,618	879,825
	109,618	879,825

17. OTHER INCOME

	2025	2024
Reversal of provision for recoverability	54,055	70,541
Customers' loss recoveries	1,247,045	1,207,397
Other income	74,850	187,737
	1,375,950	1,465,675

18. SOURCES AND USES OF CASH

	2025	2024
<u>Assets sold or realized in cash</u>		
Recoveries during the year	11,393,912	35,706,271
<u>Paid liabilities</u>		
General and administrative expenses	5,335,518	3,602,911
SAMA funding for lending	5,000,000	9,801,163
Local banking institution	7,934,500	4,534,000
Social Development Bank	-	1,705,505
Finance cost paid	138,073	931,031
Related Party	666,098	
Zakat	6,936	110,750
Employees' post-employment benefits	-	9,750
	19,081,125	20,695,110

GULF FINANCE COMPANY (Under Liquidation)
(A Joint Stock Company)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025
(All amounts in Saudi Riyals unless otherwise stated)

19. FUTURE ESTIMATED INCOME

The future estimated income of the Company until the end of the liquidation amounts to SR 6,347. The Company expects to receive the estimated income in a period of nine months.

20. FUTURE ESTIMATED EXPENSES

The future estimated expense of the Company until the end of the liquidation amounts to SR 1.96 million. The Company expects the estimated expenses to be paid in a period of nine months.

21. ISLAMIC FINANCING RECEIVABLES – SERVICING AND SECURITY AGENCY AGREEMENTS

In accordance with the terms of servicing and security agency agreement, the Company has transferred certain Islamic financing receivables to the Parent Company. The Company does not retain the risk and reward associated with such receivables.

The Company continues to manage these derecognized Islamic financing receivables as a servicer and security agent in accordance with the agency agreements entered into with the Parent Company. The Company is continuing to manage these sold receivables for an agreed fee which is netted-off with the related cost of servicing these Islamic financing receivables sold to Parent Company.

The outstanding position of such off statement of net assets, Islamic financing receivables is as follows:

	As at 31 December	
	2025	2024
Islamic financing receivables transferred to the parent company	<u>21,735,581</u>	<u>21,789,636</u>

22. SUBSEQUENT EVENTS

There has been no significant subsequent event since the year-end date that require disclosures or adjustment in these financial statements.

23. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved and authorized for issue on 24 Dhul Qi'dah 1447H (corresponding to 11 May 2026) by the Board of Directors of the Company.