

**Rossari International Limited Company
Limited Liability (One Person)
Riyadh, Saudi Arabia**

**Financial Statements with Independent Auditor's Report for the period from 24 December 2024
(Date of Incorporation) to 31 March 2026**

Rossari International Limited Company
Limited Liability Company (One Person)
Riyadh, Saudi Arabia

| <u>Index</u> | <u>Pages</u> |
|--|---------------------|
| Independent Auditor's Report | 3 - 5 |
| Statement of Financial Position as at 31 March 2026 | 6 |
| Comprehensive Income Statement for the Period Ended 31 March 2026 | 7 |
| Statement of Changes in Equity for the Period Ending 31 March 2026 | 8 |
| Statement of Cash Flows for the Period Ended 31 March 2026 | 9 |
| Notes to the Financial Statements for the Period Ended 31 March 2026 | 10-18 |

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF ROSSARI INTERNATIONAL LIMITED COMPANY

Report on Audit of Financial Statements

Opinion

We have audited the financial statements of Rossari International Limited Company (One Person) (the company), which comprise the statement of financial position as at 31 March 2026, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the period then ended and notes to the financial statements, including information on material accounting policies.

In our opinion the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 March 2026, and its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards for SME's that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

Basis for Opinion:

We conducted our audit in accordance with 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 of 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 Company's financial statements, and we have fulfilled our 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.

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 International Financial Reporting Standards for SME's that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by SOCPA and Regulations for Companies and the Company's Articles of Association 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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 misstatement, 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 the 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 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 are 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 the one resulting from error, as fraud may involve collusion, forgery, intentional omission, 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- 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.

**Rossari International Limited Company
Limited Liability Company (One Person)
Riyadh, Saudi Arabia**

Report on other legal and regulatory requirements

- The Company complies with the provisions of the Companies Law and its Articles of Association regarding the preparation and presentation of financial statements.
- The Company maintains duly organized automated accounting records and complies in all material respects with the accompanying financial statements.

**Abdul bin Nasser Al Dawood
Riyadh - Saudi Arabia
Abdul Nasser Aldawood
License No. 1096**

Signing:

Date: 3/11/1447 AH

Corresponding to: 20/04/2026

Rossari International Limited Company
Limited Liability Company (One Person)
Riyadh, Saudi Arabia

(All amounts are presented in Saudi Riyals unless otherwise stated)

Statement of Financial Position as at 31 March 2026

| | <u>Note</u> | <u>31 March 2026</u> |
|--|-------------|--------------------------|
| <u>Assets</u> | | |
| Non-Current Assets | | |
| Property and Equipment | 4 | <u>2,944,087</u> |
| Total Non-Current Assets | | <u>2,944,087</u> |
| Current Assets | | |
| Trade Receivables | 5 | 2,398 |
| Due from Related Parties | 6 | 20,685,715 |
| Cash and Cash Equivalents | 7 | 7,634,834 |
| Prepaid Expenses and Other Debit Balances | 8 | <u>152,305</u> |
| Total Current Assets | | <u>28,475,252</u> |
| Total Assets | | <u><u>31,419,339</u></u> |
| <u>Shareholders' Equity and Liabilities</u> | | |
| Shareholders' Equity | | |
| Share Capital | 9 | 30,000,000 |
| Statutory Reserve | 10 | - |
| Accumulated Loss | | <u>(39,152)</u> |
| Total Shareholders' Equity | | <u>29,960,848</u> |
| Liabilities | | |
| Non-Current Liabilities | | |
| Employees' Defined Benefits Liabilities | 11 | <u>53,822</u> |
| Total Non-Current Liabilities | | <u>53,822</u> |
| Current Liabilities | | |
| Trade Payables | 12 | 331,040 |
| Due To Related Party | 13 | 1,030,600 |
| Accrued Expenses and Other Credit Balances | 14 | 43,029 |
| Provision for Income Tax | 15 | - |
| Total Current Liabilities | | <u>1,404,669</u> |
| Total Shareholders' Equity and Liabilities | | <u><u>31,419,339</u></u> |

Notes 1 to 20 attached herewith form an integral part of these financial statements.

These financial statements are the first financial statements of the Company since its incorporation.

Rossari International Limited Company
Limited Liability Company (One Person)

Riyadh, Saudi Arabia

(All amounts are presented in Saudi Riyals unless otherwise stated)

Statement of Comprehensive Income for the period from 24 December 2024 to 31 March 2026

| | Note | For the period from 24 December 2024 to 31 March 2026 |
|--|-------------|--|
| Revenue | 16 | <u>93,285</u> |
| Cost of Revenue | | <u>(81,290)</u> |
| Gross Profit | | <u>11,995</u> |
| General and Administrative Expenses | 17 | <u>(51,147)</u> |
| Net Loss before income tax | | <u>(39,152)</u> |
| Income tax | 15 | - |
| Net Loss after income tax | | <u>(39,152)</u> |
| Other Comprehensive Income | | - |
| Total Comprehensive loss for the year | | <u>(39,152)</u> |

Notes 1 to 20 attached herewith form an integral part of these financial statements.

These financial statements are the first financial statements of the Company since its incorporation.

**Rossari International Limited Company
Limited Liability Company (One Person)**

Riyadh, Saudi Arabia

(All amounts are presented in Saudi Riyals unless otherwise stated)

Statement of Changes in Equity for the period from 24 December 2024 to 31 March 2026

| | Share Capital | Accumulated Loss | Total Equity |
|---|--------------------------|-----------------------------|-------------------------|
| Balance at 24 December 2024 | <u>30,000,000</u> | <u>-</u> | <u>30,000,000</u> |
| Total Comprehensive Loss for the period | - | (39,152) | (39,152) |
| Balance at 31 March 2026 | <u>30,000,000</u> | <u>(39,152)</u> | <u>29,960,848</u> |

Notes 1 to 20 attached herewith form an integral part of these financial statements.

These financial statements are the first financial statements of the Company since its incorporation

Rossari International Limited Company
Limited Liability Company (One Person)
Riyadh, Saudi Arabia

(All amounts are presented in Saudi Riyals unless otherwise stated)

Statement of Cash Flows for the period ended 31 March 2026

| | <u>Note</u> | <u>31 March 2026</u> |
|---|-------------|----------------------|
| <u>Operating activities</u> | | |
| Net Loss before income tax | | (39,152) |
| Adjustments for non-cash items | | |
| Depreciation of property and equipment | | 1,429 |
| Changes in operating assets and liabilities | | |
| Receivables and other debtors | | (2,398) |
| Due from related parties | 6 | 314,285 |
| Prepayment and other asset | | (152,305) |
| Accrued expense and other payables | | 374,069 |
| | | <u>495,928</u> |
| Income tax paid | 15 | - |
| End of service benefit paid during the year | 11 | - |
| Net cash used in operating activities | | <u>495,928</u> |
| <u>Investing activities</u> | | |
| Additions to plant and equipment | 4 | (2,891,694) |
| Net cash generated used in investing activities | | <u>(2,891,694)</u> |
| <u>Financing activities</u> | | |
| Share capital | | 9,000,000 |
| Due to related parties | 13 | 1,030,600 |
| Net cash from financing activities | | <u>10,030,600</u> |
| Net changes in cash and cash equivalents | | 7,634,834 |
| Cash and cash equivalents at the beginning of the year | | - |
| Cash and cash equivalents at the end of the year | | <u>7,634,834</u> |

Notes 1 to 20 attached herewith form an integral part of these financial statements.

These financial statements are the first financial statements of the Company since its incorporation

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

1-ORGANIZATION & MAIN ACTIVITIES

Rossari International Limited Company (Limited Liability Company) registered under commercial registration number 2055157980 , dated on 23/06/1446 AH (corresponding to 24 December 2024 AD) and Investment License No. 121034606348290 dated 18 December 2024. The company's main activities include manufacturing of various products including paper goods, chemicals, cleaning materials, personal care items, and pharmaceuticals. Additionally, it engages in the wholesale and retail of industrial chemicals, packaging equipment, and related products.

2-BASIS OF PREPARATION

The financial statements have been prepared in compliance with International Financial Reporting Standards for SMEs ("IFRS for SMEs") as endorsed in Saudi Arabia by SOCPA.

Functional and presentation currency

These financial statements are presented in Saudi Riyals, which is also the Company's functional currency. Unless otherwise stated, all financial information presented has been rounded off to the nearest Saudi Riyal.

Use of estimates and judgments

The preparation of these financial statements in conformity with IFRS requires management to make estimates and judgements that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. The estimates and underlying assumptions are reviewed on an ongoing basis based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimates are revised, if the revision affects only that period or in the period of the revision and any future period, if the revision affects both current and future periods.

Basis of measurements

The accompanying financial statements have been prepared under the historical cost convention, using the accrual basis of accounting and the going concern basis.

3-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in the preparation of these financial statements are set out below.

Fair Value Measurement

Fair value is the price that may be received against the sale of an asset or the conversion of an obligation in an organized transaction between the market participants on the measurement date. The fair value measurement is based on the assumption that the transaction for the sale of the asset or the transfer of the obligation can occur either:

- In the primary market of the asset or obligation or
- In the absence of the primary market, in the most appropriate markets for the asset or liability

The measurement of the fair value of a non-financial asset takes into account the ability of the market participant to generate economic benefits by using the asset at its maximum and best use or by selling it to another market participant who may use the asset at its maximum and best use.

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

3-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Current and non-current policy

The Company presents assets and liabilities in the statement of financial position based on current/non-current classification. An asset is current when:

- a) It expects to realize the asset, or intends to sell or consume it, in the entity's normal operating cycle.
- b) It holds the asset primarily for the purpose of trading.
- c) It expects to realize the asset within twelve months after the reporting date; or
- d) The asset is cash or a cash equivalent, unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

The Company shall classify all other assets as non-current. When the Company's normal operating cycle is not clearly identifiable, its duration is assumed to be twelve months.

The Company shall classify a liability as current when:

- a) It expects to settle the liability in the entity's normal operating cycle.
- b) It holds the liability primarily for the purpose of trading.
- c) The liability is due to be settled within twelve months after the reporting date; or
- d) The entity does not have an unconditional right to defer settlement of the liability for at least twelve months after reporting date.

The Company shall classify all other liabilities as non-current.

Property and Equipment

Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method.

| | |
|--------------------------|----------|
| Furniture and Fixtures | 10 Years |
| Office Equipment | 4 Years |
| Computer and Accessories | 4 Years |

Property & equipment are reviewed for impairment losses whenever events or changes in circumstances indicated that the carrying amount might not be recoverable. An impairment loss, if any, is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount.

Impairment of non-financial assets

At each reporting date, property, fixtures and equipment are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount (selling price less costs to complete and sell, in the case of inventories), but not in excess of the amount that would have been determined had no impairment loss been recognized for the asset (group of related assets) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

3-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts receivable

Accounts receivables are stated at original invoice amount less provisions made for amounts which, in the opinion of management, may not be recoverable. Bad debts are written off when identified.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, cash with banks and demand deposit which can be converted to cash within three months or less.

Employees' end of service benefits

Benefits payable to the employees of the Company at the end of their services are provided for in accordance with the guidelines set by the Saudi Arabian labour law and the expense is recorded throughout the tenure.

Provision for obligations

A provision is recognized in the balance sheet when the Company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Revenue recognition

Revenue is recognized when the significant risks and rewards of ownership of goods are transferred and when services are rendered, to the extent that the revenue can be reliably measured and it is probable that economic benefits will flow to the company.

General and administrative expenses

General and administrative expenses are recognized in profit or loss when incurred, representing operating costs not directly attributable to the sale of goods or rendering of services.

Statutory reserve

As per company's articles of association, the Company establishes a statutory reserve by the appropriation of 10% of net income until the reserve equals 30% of the capital. This reserve is not available for dividend distribution.

Income tax

The Company is subject to income tax in accordance with the regulations of the General Authority of Zakat, Tax and Customs Authority (ZATCA) in the Kingdom of Saudi Arabia. Provision for income tax is made on the accrual basis. Additional income tax liabilities, if any, related to prior year's assessments are accounted for in the period in which the final assessments are finalized.

Dividend distribution

Dividend distribution to the Company's shareholders is recognized as a liability in the financial statements in the period in which the dividends are approved by the Company's shareholders.

Foreign currency transactions

Foreign currency transactions are translated into Saudi Riyals at the rate of exchange ruling at the time of transaction. Assets and liabilities denominated in foreign currency at the date of Balance Sheet are translated at the rate of exchange ruling at that date. The resultant gains or losses are taken into other income/expense.

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

4- Property and Equipment

| | Furniture and Fixtures | Office Equipment | Asset Under Construction | Computer and Accessories | Total |
|---|---------------------------------------|-----------------------------|-------------------------------------|---|------------------|
| <u>Cost:</u> | | | | | |
| Additions during the year | <u>17,668</u> | <u>869</u> | <u>2,923,921</u> | <u>3,058</u> | <u>2,945,516</u> |
| Balance at 31 March 2026 | <u>17,668</u> | <u>869</u> | <u>2,923,921</u> | <u>3,058</u> | <u>2,945,516</u> |
| <u>Accumulated Depreciation:</u> | | | | | |
| Depreciation during the year | <u>1,333</u> | <u>25</u> | - | <u>71</u> | <u>1,429</u> |
| Balance 31 March 2026 | <u>1,333</u> | <u>25</u> | - | <u>71</u> | <u>1,429</u> |
| <u>Net book value:</u> | | | | | |
| As at 31 March 2026 | <u>16,335</u> | <u>844</u> | <u>2,923,921</u> | <u>2,987</u> | <u>2,944,087</u> |

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

| | |
|-----------------------------|----------------------|
| 5- TRADE RECEIVABLES | 31 March 2026 |
| Trade Receivables | <u>2,398</u> |
| | <u>2,398</u> |

6- TRANSACTIONS WITH RELATED PARTIES

Related parties represent major shareholders, companies in which they are major owners, and other entities controlled, jointly controlled, or significantly influenced by such parties. Operations during the year consisted of purchases and services obtained from related parties, as well as financial facilities.

DUE FROM RELATED PARTY

| Name | Relationship | Nature of transaction | Transactions during the year | Closing balance |
|-------------------------|---------------------|------------------------------|-------------------------------------|------------------------|
| Rossari Biotech Limited | Share holder | Capital Receivables | <u>20,685,715</u> | <u>20,685,715</u> |
| | | | <u>20,685,715</u> | <u>20,685,715</u> |

7- CASH AND CASH EQUIVALENTS

| | |
|--------------|----------------------|
| | 31 March 2026 |
| Cash at Bank | <u>7,634,834</u> |
| | <u>7,634,834</u> |

8- PREPAID EXPENSES AND OTHER DEBIT BALANCES

| | |
|----------------------|----------------------|
| | 31 March 2026 |
| Prepaid Expenses | <u>13,413</u> |
| Prepaid Rent | <u>49,140</u> |
| VAT Assets | <u>79,355</u> |
| Other Current Assets | <u>10,397</u> |
| | <u>152,305</u> |

**Rossari International Limited Company
Limited Liability Company (One Person)**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

9- SHARE CAPITAL

| Name of partners | 31 March 2026 | |
|-------------------------|----------------------|-------------------|
| | Ownership percentage | Capital (SAR) |
| Rossari Biotech Limited | 100% | 30,000,000 |
| | 100% | 30,000,000 |

The company increased its share capital from one million Riyals to thirty (30) million Riyals during the year. However, the shareholder has invested only nine (9) million Riyals up to the reporting date, as the company is still in its establishment phase. Management expects the remaining balance to be settled within 12 months from the date of the financial statements, based on confirmation from the parent company.

10- STATUTORY RESERVE

According to the company's articles of association, the company must set aside 10% of the shareholders' income as a statutory reserve, and it shall be suspended by a resolution of the general meeting.

11- EMPLOYEES DEFINED BENEFITS LIABILITIES

| | 31 March 2026 |
|--------------------------------------|---------------|
| Balance at the Beginning of the Year | - |
| Charged During the Year | 53,822 |
| Paid During the Year | - |
| Balance at the Ending of the Year | 53,822 |

12- TRADE PAYABLES

| | 31 March 2026 |
|---------------|----------------|
| Trade Payable | 331,040 |
| | 331,040 |

13- DUE FROM RELATED PARTY

| Name | Relationship | Nature of transaction | Transactions during the year | Closing balance |
|-------------------------|--------------|-----------------------|------------------------------|------------------|
| Rossari Biotech Limited | Share holder | Financing Activities | (1,030,600) | 1,030,600 |
| | | | (1,030,600) | 1,030,600 |

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

14- ACCRUED EXPENSES AND OTHER CREDIT BALANCES

| | <u>31 March 2026</u> |
|---------------------------|----------------------|
| Audit Fee Payable | 10,000 |
| GOSI Payable | 5,493 |
| Other Current Liabilities | 27,536 |
| | <u>43,029</u> |

15- PROVISION FOR ZAKAT AND TAX

| | <u>31 March 2026</u> |
|--|----------------------|
| a) Provision for Tax calculation for Foreign Partner 100% | |
| Net Profit for the Year | (39,152) |
| Adjustments to Net Profit | |
| Fines and Penalties | 26 |
| Net Depreciation Adjustment | 349 |
| Net Profit after Adjustments | <u>(38,777)</u> |
| Share of Foreign Partner at 100% | <u>(38,777)</u> |
| Income tax at 20% on share of foreign partner | - |
| Total Income tax | - |
| <u>Movement in provision during the year</u> | |
| | <u>31 March 2026</u> |
| Balance at the Beginning of the Year | - |
| Provision During the Year | - |
| Payment During the Year | - |
| Adjustments made during the year | - |
| Balance at the End of the Year | <u>-</u> |

Tax Status

The company filed its tax return until the end of the fiscal year ended March 31, 2026, and obtained the necessary certificates. The tax base was calculated according to the point of view of the company's management.

16- REVENUE

| | <u>For the period from 24 December 2024 to 31 March 2026</u> |
|------------------------|--|
| Revenue from Operation | 93,285 |
| | <u>93,285</u> |

Rossari International Limited Company
Limited Liability Company (One Person)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

17- GENERAL AND ADMINISTRATIVE EXPENSES

| | For the period from 24 December 2024 to 31 March 2026 |
|--------------------------------|--|
| Audit Fee | 10,000 |
| Bank Charges | 1,452 |
| Depreciation | 1,429 |
| Government Expenses | 4,725 |
| Legal and Professional Charges | 30,000 |
| Miscellaneous Expenses | 2,020 |
| Printing and Stationary | 1,521 |
| | 51,147 |

18- FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial instruments carried on the balance sheet include cash and cash equivalents, trade and other accounts receivables, short-term borrowings, trade payable, and other liabilities.

Credit risk

Credit risk is the risk that one party will fail to discharge an obligation and will cause the other party to incur a financial loss. The Company manages its credit risk with respect to customers by monitoring outstanding receivables. At the balance sheet date, no significant concentrations of credit risk were identified by management.

Fair value and cash flow interest rate risks

Fair value and cash flow interest rate risks are the exposures to various risks associated with the effect of fluctuations in the prevailing interest rates on the Company's financial position and cash flows. The Company's interest rate risk arises mainly from short term bank deposits and bank debts which are at floating rates of interest. All deposits and debts are subject to re-pricing on a regular basis. Management monitors the changes in interest rates and believes that the fair value and cash flow interest rate risks to the Company are not significant.

Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in meeting commitments associated with financial instruments. Liquidity risk may result from the inability to sell a financial asset quickly at an amount close to its fair value.

Liquidity risk is managed by monitoring on a regular basis that sufficient funds are available to meet the Company's future commitments.

Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company's transactions are principally in Saudi Riyal. Exposure to other currencies is not significant. Accordingly, currency risk is minimal and is monitored on a regular basis.

**Rossari International Limited Company
Limited Liability Company (One Person)**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the period ended 31 March 2026

(All amounts are presented in Saudi Riyals unless otherwise stated)

18- FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)

Fair value

The parties involved in the financial reporting process acknowledge that the financial statements are prepared in accordance with historical cost principles, and that there may be differences in the valuation and estimates of assets and liabilities. The management believes that the fair value is a more accurate reflection of the company's financial position than historical cost.

Interest rate risk

Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in the market interest rates. The Company is subject to interest rate risk on its interest-bearing assets and liabilities, including bank overdraft and bank loans.

19- SUBSEQUENT EVENTS

In the opinion of management, there have been no significant subsequent events since the period ended 31 March 2026 that would have a material impact on the financial position of the Company as reflected in these financial statements.

20- APPROVAL OF FINANCIAL STATEMENTS

The financial statements of Rossari International Limited Company (one person) were approved for the financial year ended 31 March 2026 by the Board of Directors on 20/04/2026 (corresponding to 3/11/1447H).