

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

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**

For the three-month period ended 31 March 2026

		For the three-month period ended	
		31 March	31 March
		2026	2025
		(Unaudited)	(Unaudited)
	<i>Notes</i>	QR	QR
Revenue from contract with customers	3	329,984,593	330,520,589
Cost of sales		<u>(223,703,737)</u>	<u>(243,479,641)</u>
GROSS PROFIT		106,280,856	87,040,948
Other income		16,853,705	22,059,502
Gain on investment in financial assets at fair value through profit or loss		-	11,277,762
Selling and distribution expenses		(24,595,437)	(25,368,551)
General and administrative expenses		<u>(18,525,873)</u>	<u>(17,563,410)</u>
Operating profit for the period		80,013,251	77,446,251
Finance cost		<u>(18,257,888)</u>	<u>(18,759,540)</u>
Profit before income tax		61,755,363	58,686,711
Income tax expense	4	<u>(488,391)</u>	<u>(347,868)</u>
NET PROFIT FOR THE PERIOD		<u>61,266,972</u>	<u>58,338,843</u>
Net profit for the period attributable to:			
Equity holders of the parent		61,495,616	58,231,428
Non-controlling interests		<u>(228,644)</u>	<u>107,415</u>
		<u>61,266,972</u>	<u>58,338,843</u>
Other comprehensive income			
<i>Other comprehensive income that may be reclassified to profit or loss in subsequent periods (net of tax):</i>			
<i>Exchange difference on translation of foreign operation</i>		<u>(7,400)</u>	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		<u>61,259,572</u>	<u>58,338,843</u>
Total comprehensive income for the period attributable to:			
Equity holders of the parent		61,488,216	58,231,428
Non-controlling interests		<u>(228,644)</u>	<u>107,415</u>
		<u>61,259,572</u>	<u>58,338,843</u>
Basic and diluted earnings per share (2025: restated)	9	<u>0.029</u>	<u>0.027</u>

The attached notes from 1 to 12 are an integral part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2026

		31 March 2026	31 December 2025
		(Unaudited)	(Audited)
	<i>Notes</i>	QR	QR
ASSETS			
Non-current assets			
Property, plant and equipment		3,318,188,964	3,285,605,491
Right-of-use assets		102,385,023	105,276,839
Intangible assets		5,332,096	4,914,015
Investment in financial assets at fair value through profit or loss	5	994,476,800	994,476,800
Biological assets		195,020,677	193,661,272
Goodwill		6,792,635	6,792,635
Advance to suppliers		614,886,885	372,583,615
Other non current assets		5,151,447	3,524,427
		<u>5,242,234,527</u>	<u>4,966,835,094</u>
Current assets			
Inventories		423,688,453	400,494,534
Trade and other receivables		334,878,227	336,242,665
Biological assets		294,898	446,200
Due from related parties		24,457,928	29,457,007
Cash and bank balances	6	245,007,022	374,789,122
		<u>1,028,326,528</u>	<u>1,141,429,528</u>
TOTAL ASSETS		<u><u>6,270,561,055</u></u>	<u><u>6,108,264,622</u></u>

The attached notes from 1 to 12 are an integral part of these interim condensed consolidated financial statements.

At 31 March 2026


		31 March 2026 (Unaudited) QR	31 December 2025 (Audited) QR
EQUITY AND LIABILITIES			
Equity			
Share capital	7	2,143,984,962	2,143,984,962
Legal reserve		120,595,369	120,595,369
Acquisition reserve		201,123,011	201,123,011
Retained earnings		526,065,547	464,569,931
Translation reserves		(206,361)	(198,961)
Equity attributable to equity holders of the parent		2,991,562,528	2,930,074,312
Non-controlling interests		390,060,236	390,288,880
TOTAL EQUITY		3,381,622,764	3,320,363,192
LIABILITIES			
Non-current liabilities			
Islamic financing contracts	8	2,100,445,630	1,939,005,167
Employees' end of service benefits		22,962,582	22,244,706
Lease liabilities		87,716,394	87,245,526
		2,211,124,606	2,048,495,399
Current liabilities			
Bank overdrafts	6	90,055,150	21,022,878
Islamic financing contracts	8	373,944,249	508,338,571
Trade and other payables		207,417,921	201,963,875
Lease liabilities		84,149	83,316
Due to related parties		6,312,216	7,997,391
		677,813,685	739,406,031
TOTAL LIABILITIES		2,888,938,291	2,787,901,430
TOTAL EQUITY AND LIABILITIES		6,270,561,055	6,108,264,622

The attached notes from 1 to 12 are an integral part of these interim condensed consolidated financial statements.


These interim condensed consolidated financial statements were approved and authorized for issuance by the Board of Directors on 27 April 2026 and signed on their behalf by:



Mr. Ramez Mhd Ruslan Al Khayat
Managing Director



Mr. Marek Warzywoda
Group Chief Executive Officer



Mr. Saifullah Khan
Group Chief Financial Officer



INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the three-month period ended 31 March 2026

	Share capital QR	Legal reserve QR	Acquisition reserve QR	Retained earnings QR	Translation reserve QR	Total QR	Non- controlling interests QR	Total equity QR
For the three-month period ended 31 March 2026								
As at 1 January 2026 (Audited)	2,143,984,962	120,595,369	201,123,011	464,569,931	(198,961)	2,930,074,312	390,288,880	3,320,363,192
Profit for the period	–	–	–	61,495,616	–	61,495,616	(228,644)	61,266,972
Other Comprehensive income	–	–	–	–	(7,400)	(7,400)	–	(7,400)
As at 31 March 2026 (Unaudited)	2,143,984,962	120,595,369	201,123,011	526,065,547	(206,361)	2,991,562,528	390,060,236	3,381,622,764
For the three-month period ended 31 March 2025								
As at 1 January 2025 (Audited)	1,901,000,000	66,621,737	201,123,011	235,285,613	–	2,404,030,361	3,011,202	2,407,041,563
Increase in investment	–	–	–	–	–	–	72,500	72,500
Profit for the period	–	–	–	58,231,428	–	58,231,428	107,415	58,338,843
Bonus share issued	100,052,631	–	–	(100,052,631)	–	–	–	–
As at 31 March 2025 (Unaudited)	2,001,052,631	66,621,737	201,123,011	193,464,410	–	2,462,261,789	3,191,117	2,465,452,906

The attached notes from 1 to 12 are an integral part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three-month period ended 31 March 2026

	For the three-month period ended	
	31 March 2026	31 March 2025
	(Unaudited)	(Unaudited)
	QR	QR
OPERATING ACTIVITIES		
Profit before tax for the period	61,755,363	58,686,711
Adjustments for:		
Depreciation of property, plant and equipment	35,291,702	33,245,578
Depreciation of right-of-use assets	2,891,816	2,730,173
Amortization of intangible asset	783,108	810,570
Provision for employees' end of service benefits	1,465,658	1,296,892
Allowance for expected credit losses	-	6,499
Provision for slow moving inventories	321,999	750,000
Loss on disposal of property, plant and equipment	268,930	16,434
Gain on investments in financial assets at FVTPL	-	(11,277,762)
Gain arising from change in fair value of biological assets	(12,286,893)	(13,949,614)
Loss from death and disposal of livestock	4,212,143	4,342,426
Finance cost	18,257,888	18,759,540
Operating cash flow before working capital	<u>112,961,714</u>	<u>95,417,447</u>
Changes in:		
Inventories	(23,515,918)	(7,511,640)
Due from related parties	4,999,079	142,691
Trade and other receivables	1,341,757	(38,837,686)
Due to related parties	(1,685,175)	(566,068)
Trade and other payables	9,945,408	11,770,681
Cash generated from operating activities	<u>104,046,865</u>	<u>60,415,425</u>
Employees' end of service benefit paid	(747,782)	(285,140)
Finance costs paid	(27,126,587)	(26,128,431)
Finance cost on lease liabilities paid	(871,701)	(1,110,964)
Net cash generated from operating activities	<u>75,300,795</u>	<u>32,890,890</u>
INVESTING ACTIVITIES		
Additions to property, plant and equipment	(63,436,747)	(45,072,931)
Proceeds from disposal of property, plant and equipment	182,811	63,091
Additions to intangible assets	(89)	-
Net movement in advance to suppliers non-current	(242,303,270)	-
Acquisition of financial assets at fair value through profit or loss	-	(26,224,126)
Addition to biological assets	-	(31,914,137)
Net movement in other non-current assets	(1,627,020)	-
Movement in biological assets	6,866,647	11,708,674
Net cash used in investing activities	<u>(300,317,668)</u>	<u>(91,439,429)</u>
FINANCING ACTIVITIES		
Net movement in Islamic financing	27,046,141	27,829,007
Payment of principal portion of lease liabilities	(320,829)	(319,257)
Change in non-controlling interests	-	72,500
Dividend paid	(515,411)	(338,170)
Net movement in restricted bank balances	69,059,119	-
Net cash generated from financing activities	<u>95,269,020</u>	<u>27,244,080</u>
Net decrease in cash and cash equivalents	(129,747,853)	(31,304,459)
Foreign exchange differences	(7,400)	-
Cash and cash equivalents at the beginning of the period	208,202,503	(77,222,930)
Cash and cash equivalents at 31 March	<u>78,447,250</u>	<u>(108,527,389)</u>

The attached notes from 1 to 12 are an integral part of these interim condensed consolidated financial statements.

1. Corporate information

Baladna Q.P.S.C. (the “Company” or the “Parent”) was incorporated in the State of Qatar under Commercial Registration No 140310, as Qatari Public Shareholding Company. The Company finalized legal documentation for the process of establishment and issuance of the Commercial registration on 2 December 2019 (the “Establishment Date”), pursuant to the provisions of Qatar Commercial Companies Law. The Company’s registered office is at P.O Box 3382, Um Alhawayya Farm, State of Qatar.

The principal activities of the Company and its subsidiaries (together referred as the “Group”) are agricultural activities of production and sales of milk, juice, slaughter of animal, sale of meats and detergent. The Group is also engaged in the investment and management of agricultural projects, along with investments outside the State of Qatar.

These interim condensed consolidated financial statements comprise of the financial statements of the Company and its subsidiaries (collectively, the “Group”), as follows:

Subsidiary name	Country of incorporation	Percentage of effective control	
		2026	2025
Baladna Food Industries W.L.L. (Note i)	Qatar	100%	100%
Baladna Food Trading W.L.L. (Note ii)	Qatar	100%	100%
Baladna Business and Trading L.L.C. (Note iii)	Oman	100%	100%
Awafi W.L.L. (Note iv)	Qatar	100%	100%
Baladna for Trading and Investment W.L.L. (Note v)	Qatar	100%	100%
Agrocare Development S.R.L (Note vi)	Romania	100%	100%
E-Life Detergent Factory W.L.L. (Note vii)	Qatar	75%	75%
Baladna for Trading and Investment L.L.C. (QFC) (Note viii)	Qatar	100%	100%
Baladna Algeria S.P.A. (ix)	Algeria	51%	-
Qatar Vision for Support and Services (x)	Egypt	100%	-
Baladna Food Industries L.L.C. (xi)	Syria	100%	-

Notes:

- (i) Baladna Food Industries W.L.L. is a limited liability company registered in the State of Qatar under Commercial Registration No. 64756 and is 100% owned by Baladna Q.P.S.C. The principal activity is production and sales of milk, juice, slaughter of animal and sale of meats.
- (ii) Baladna Food Trading W.L.L. is a limited liability company registered in the State of Qatar under Commercial Registration No. 133592 and is 100% owned by Baladna Food Industries W.L.L. The principal activity is trading in the food materials.
- (iii) Baladna Business and Trading L.L.C. is a limited liability registered in the Sultanate of Oman incorporated under Commercial Registration No.1343623 and is owned 99% by Baladna Food Industries W.L.L. and 1% by Baladna Food Trading W.L.L. The principal activities are as follows:
- Retail sale in specialized stores of dairy products, eggs, olive and pickles;
 - Activities of export and import offices; and
 - Wholesale of soft drinks, juices and mineral water.
- (iv) Awafi W.L.L. is a limited liability company registered in the State of Qatar under Commercial Registration No. 141419 and is 100% owned by Baladna Q.P.S.C. The principal activity is trading in food materials, packaging and dairy products.
- (v) Baladna for Trading and Investment W.L.L. is a limited liability company registered in the State of Qatar under Commercial Registration No. 157435 and is 100% owned by Baladna Q.P.S.C. The principal activity is trading feed, investment and management of agricultural projects and investment outside Qatar.
- (vi) Agrocare Development S.R.L. is a limited liability company registered in Romania under Commercial Registration No. 593753 and is 100% owned by Baladna for Trading and Investment W.L.L. The principal activity of the company is growing of cereals, leguminous Crops and Oil Seeds.
- (vii) E-Life Detergent Factory W.L.L. is a limited liability Company registered in the State of Qatar under Commercial Registration No. 106993 and is 75% owned by Baladna Food Industries W.L.L. The principal activity is trading in medical cosmetics and production of liquid and powder detergents.

1. Corporate information (Continued)

- (viii) Baladna for Trading and Investment L.L.C, is a limited liability company registered in the State of Qatar under Qatar Financial Centre Authority License No. 02713 and is 100% owned by Baladna Q.P.S.C. The principal activity of the company is holding subsidiary companies.
- (ix) Baladna Algeria S.P.A. is a joint stock Company registered in Algeria under Commercial Registration No. 16/00-1282922B25. It is 51% owned by Baladna for Trading and Investment L.L.C. The principal activities are agricultural production and sales of powder milk.
- (x) Qatar Vision for Support and Services. is a limited liability Company registered in Egypt under Commercial Registration No. 272138 and is 100% owned by Baladna for Trading and Investment L.L.C. The company's principal activities are providing technical support and related consulting services, excluding legal consulting, valuation-related studies for capital increases or acquisitions, and financial consulting on securities.
- (xi) Baladna Food Industries L.L.C is a limited liability Company registered in Syria under Commercial Registration No. 341 and is 99% owned by Baladna for Trading and Investment L.L.C. and 1% owned by Baladna Food Industries W.L.L. The principal activities of the company are the production and sale of dairy products, beverages, and fruit-based items, along with related wholesale, retail, import, export, and related activities.

2. Statement of compliance and basis of measurement

Statement of compliance

These interim condensed consolidated financial statements of the Group are prepared in accordance with International Accounting Standard (IAS 34) "Interim Financial Reporting" and in conformity with the applicable provisions of Qatar Commercial Companies Law.

These interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"). In addition, results for the period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The interim condensed consolidated financial statements have been prepared in Qatari Riyals (QR), which is the Company's functional and presentation currency and all financial information has been rounded off to the nearest QR, unless otherwise indicated.

The preparation of these interim condensed consolidated financial statements requires management to make 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 the management in applying the Group's accounting policies and the key sources of estimation uncertainty are in accordance with IFRS.

The accounting policies used in the preparation of these interim condensed consolidated financial statements are in accordance with IFRS, and are consistent with those used in preparation of Group's annual consolidated financial statements for the year ended 31 December 2025, taking into consideration certain new and revised standards and interpretations, that became effective in the current period, which have introduced certain changes. Some of these changes are changes in terminology only, and some are substantive but have had no material effect on the reported results or financial position of the Group.

All material intra-group balances, transactions, income and expenses and profits and losses resulting from intragroup transactions are eliminated on consolidation.

Basis of measurement

The interim condensed consolidated financial statements have been prepared on the historical cost basis except for financial investment held at fair value through profit or loss and biological assets which have been measured at fair value.

3. Revenue from contracts with customers

The following sets out the disaggregation of the Group's revenue from contracts with customers:

a) Type of goods

	For the three-month period ended	
	31 March 2026 (Unaudited) QR	31 March 2025 (Unaudited) QR
Dairy sales	300,390,976	298,464,462
Juice sales	15,716,019	16,990,084
Livestock sales	6,875,687	8,674,921
Detergent sales	5,221,723	5,013,443
Plastic sales	1,440,448	754,379
Compost and manure sales	339,740	623,300
	<u>329,984,593</u>	<u>330,520,589</u>

b) Timing of satisfaction of performance obligation

Goods transferred at point in time	<u>329,984,593</u>	<u>330,520,589</u>
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4. Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major component of income tax expense in the interim condensed consolidated statement of profit or loss are:

	For the three-month period ended	
	31 March 2026 QR (Unaudited)	31 March 2025 QR (Unaudited)
Income tax expense	<u>488,391</u>	<u>347,868</u>

5. Investment in financial assets at fair value through profit or loss

	31 March 2026		31 December 2025	
	Quoted (Unaudited) QR	Unquoted QR	Quoted (Audited) QR	Unquoted QR
Equity investments	<u>994,476,800</u>	–	<u>994,476,800</u>	–
	<u>994,476,800</u>	–	<u>994,476,800</u>	–

As at 31 March 2026, equity investments represent equity shares quoted in Qatar Stock Exchange and Egyptian Exchange.

6. Cash and cash equivalents

	31 March 2026 (Unaudited) QR	31 March 2025 (Audited) QR
Cash on hand	385,702	415,367
Cash in transit	752,828	674,653
Bank balances	<u>243,868,492</u>	<u>373,699,102</u>
Cash and bank balances	245,007,022	374,789,122
Bank overdrafts	(90,055,150)	(21,022,878)
Restricted bank balances	<u>(76,504,622)</u>	<u>(145,563,741)</u>
Cash and cash equivalents	<u>78,447,250</u>	<u>208,202,503</u>

7. Share capital

Authorised, issued and paid-up ordinary and special shares QR 1 per each share

	2026 (Unaudited) QR	2025 (Audited) QR
As at 1 January	2,143,984,962	1,901,000,000
Bonus shares issued (1:19)	-	100,052,631
Bonus shares issued (1:14)	-	142,932,331
As at 31 March 2026 / 31 December 2025	<u>2,143,984,962</u>	<u>2,143,984,962</u>

8. Islamic financing contracts

	31 March 2025 (Unaudited) QR	31 December 2025 (Audited) QR
Long term financing <i>(Note i)</i>	819,827,520	834,327,521
Long term financing <i>(Note ii)</i>	947,283,652	834,975,960
Long term financing <i>(Note iii)</i>	69,179,368	71,012,467
Long term financing <i>(Note iv)</i>	378,204,953	372,113,685
Long term financing <i>(Note v)</i>	24,229,726	-
Short term financing <i>(Note vi)</i>	235,664,660	334,914,105
	<u>2,474,389,879</u>	<u>2,447,343,738</u>
Current portion	373,944,249	508,338,571
Non-current portion	<u>2,100,445,630</u>	<u>1,939,005,167</u>
	<u>2,474,389,879</u>	<u>2,447,343,738</u>

Notes:

- (i) This represents an Islamic finance (Murabaha) facility obtained from a bank in the State of Qatar to finance the construction of cow farm and working capital requirements. The facility is repayable in agreed quarterly instalments maturing in 2036. This facility carries an annual profit rate of 5.25%.
- (ii) This represents an Islamic finance facility obtained from a bank in the State of Qatar to finance the property, plant and equipment. The facility is repayable at agreed quarterly instalments maturing in 2041. This facility carries an annual profit rate of 4.5%.
- (iii) This represents an Islamic finance facility obtained from a bank in the State of Qatar to finance the construction of cow farm and working capital requirements. The facility is repayable in agreed quarterly instalments maturing in 2034. The bank facility carries an annual profit rate of 4.65%.

8. Islamic financing contracts (continued)

- (iv) This represents an Islamic finance facility (Murabaha) obtained from a bank in State of Qatar (through a foreign branch) to finance the Algeria projects. The total facility is USD 570 million of which USD 100 million has been drawn down as at 31 March 2026. The facility is expected to be re-paid from 2035 to 2044. The expected Murabaha profit rates during the repayment period is US\$ 3 months SOFR + 2.75% margin with a minimum profit rate of 5.25%. The Master Murabaha agreement is still awaiting formal sign off from the Bank. This facility is secured against corporate guarantee of Baladna for Trading and investment L.L.C., Baladna Food Industries W.L.L. and bank account of the project Company.
- (v) This represents a drawdown from a long term financing obtained from bank in Algeria to Finance the phase 01 of dairy farm project in Algeria
- (vi) Short-term financing is maintained to provide working capital support, primarily for meeting supplier payment obligations through trade finance instruments and direct fund transfers. The Group currently maintains two such short term working capital facilities: (i) a QR denominated working capital facility with a bank bearing a fixed interest rate of 5.25% per annum; and (ii) a USD denominated working capital facility with a bank priced at EIBOR 6M, transitioning to a flat rate of 5.00% per annum in 2026. Both facilities are structured with a repayment tenor of 180 days.

9. Basic and diluted earnings per share

	For the three month period ended	
	31 March 2026 (Unaudited)	31 March 2025 (Unaudited) (Restated)
Net profit attributable to equity holders of the parent (QR)	61,495,616	58,231,428
Number of shares outstanding during the period after bonus share adjustments	2,143,984,962	2,143,984,962
Basic and diluted earnings per share (QR)	0.029	0.027

10. Segment reporting

The Group has single significant business operation which is an agricultural activity of production and sales of dairy products in addition to other related products and activities. All other business segments are not significant.

11. Contingent liabilities

The Group has contingent liabilities in respect of banks' letters of credit and other guarantees arising in the ordinary course of business from which it is anticipated that no material liabilities will arise are as follows:

	31 March 2026 (Unaudited) QR	31 December 2025 (Audited) QR
Guarantees	17,436,820	62,768,111
Letters of credit	46,894,241	25,489,949
Bill for collection	4,747,273	1,089,608

12. Comparative figure

Certain comparative amounts in the Group's interim condensed consolidated financial statements have been reclassified to conform to the current year's presentation. This reclassification does not impact on net assets or equity.