Arabian Pipes Company resulted total revenue of SAR 354.41 during the first six months of 2026, compared to SAR 503.35 million during the corresponding period of 2025, and resulted a net profit of SAR 29.11 million, compared to SAR 74.60 million during the corresponding period of the previous year, this decline was primarily Due to lower sales resulting from geopolitical situations and supply chain disruptions challenges. Despite the decline in financial results compared with the corresponding period of the previous year, the Company continued to improve its financial position, with shareholders equity increasing by 6.57% during the first six months of 2026. This reflects the Company continued commitment to executing its strategy of maximizing shareholder value and supporting sustainable growth.

Financial Results for current period of year 2026 (6 months)

REVENUE

29.59% ↓ **⃁ 354.41**

(Compared to Previous Period FY 2025) (Million)

GROSS PROFIT

51.10% ↓ **⃁ 61.60**

(Compared to Previous Period FY 2025) (Million)

EBIT

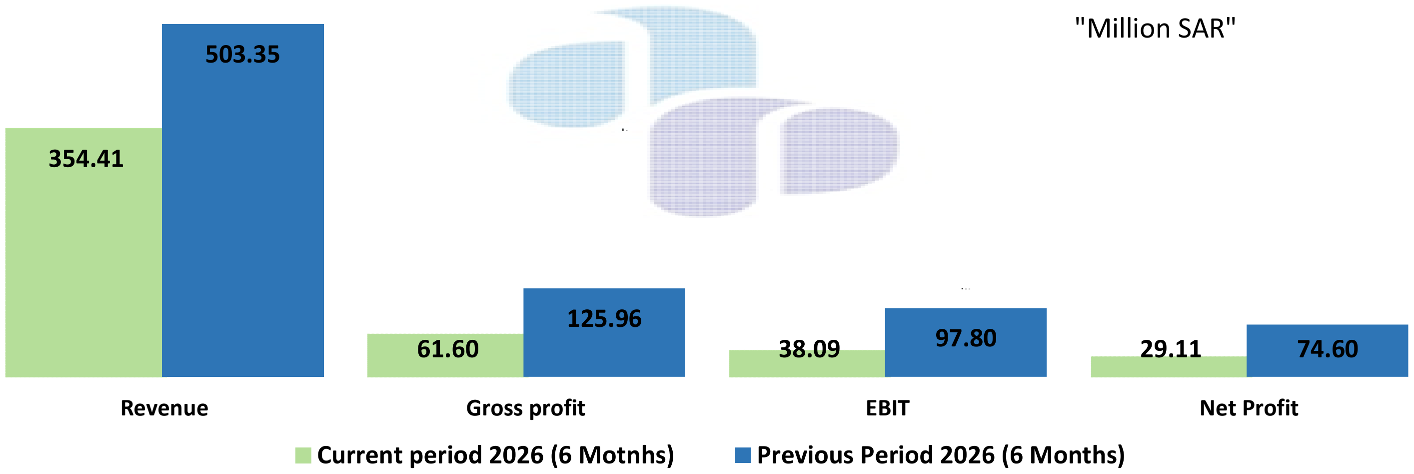
61.05% ↓ **⃁ 38.09**

(Compared to Previous Period FY 2025) (Million)

NET PROFIT

60.99% ↓ **⃁ 29.11**

(Compared to Previous Period FY 2025) (Million)



ARABIAN PIPES العربية للانابيب

Some of the key performance highlights As on Q2 2026 are as follows:

Key	Description
Trade Payables	Accounts payable decreased to SAR 14.22 million during the first 6 months of 2026 from SAR 29.48 million during the first 6 months of 2025 a decrease of 52%. This demonstrates the company's ability to meet its obligations.
Loans outstanding	**Reduced short term borrowings through stronger cash flow management** Short term loan decreased 77% during the first 6 months of 2026 to 42 million SAR compared with 185.84 million SAR during the first 6 months of 2025.
Cash Conversion Cycle	**Reduced Cash Conversion Cycle** reflecting stronger working capital management driven by faster inventory turnover, improved collections, and optimized supplier payment terms, resulting in enhanced liquidity during the first 6 months of 2026.
Financing expense	**Financing expenses** decreased 73% during the first 6 months of 2026 to 5.63 million SAR compared with SAR 20.50 million during the first 6 months of 2025. Through increased reliance on internal financing, management effort in reducing the interest rates and management fees, and early loan repayments supported by improved collections.
Retained Earnings	**The growth in retained earnings reflects continued profitability and strong financial performance.** Retained earnings increased by 13% during the first 6 months of 2026 to SAR 271.96 million, compared to SAR 240.98 million during the first 6 months of 2025. Noting that the balance is affected by the following items: 1. The Company distributed cash dividends of SAR 34 million to shareholders for the financial year 2025, following the approval of the Ordinary General Assembly on 23 June 2026. The dividends were subsequently distributed to shareholders on 12 July 2026. 2. In addition, the Board of Directors recommended increasing the Company share capital from SAR 200 million to SAR 252 million through the capitalization of SAR 52 million from retained earnings, after obtaining the approval of the Extraordinary General Assembly at its meeting scheduled to be held on 24 Aug 2026.
Inventory	**Improved inventory management** Management worked on improving performance indicators related to inventory turnover and product delivery to customers in order to enhance working capital and the cash conversion cycle.
Investment deposits and financial facilities	The company confirms that all investment deposits and financial facilities from banks and government funds are banking facilities and investment deposits compliant with Islamic Sharia law.

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ARABIAN PIPES

Financial Summary

✓ Income Statement Summary

(SAR Million)	Q2 2026	Q2 2025	% Of change	Previous Quarter	% of change
Revenues	159.84	254.42	-37.18%	194.57	-17.85%
Gross Profit	**24.71**	**62.30**	**-60.34%**	**36.89**	**-33.00%**
Operating Profit	12.52	45.95	-72.75%	25.26	-50.44%
EBIT	13.18	46.26	-71.51%	24.91	-47.10%
Net Profit	**8.99**	**34.43**	**-73.88%**	**20.12**	**-55.30%**
EPS (SAR)	0.04	0.17	-73.88%	0.10	-55.30%
Gross Profit Margin	15.46%	24.49%		18.96%	
Operating Profit Margin	7.83%	18.06%		12.98%	
EBIT Margin	8.25%	18.18%		12.80%	
Net Profit Margin	5.63%	13.53%		10.34%	

✓ Balance Sheet Summary

(SAR Million)	Q2 2026	Q2 2025	% Of change
Non-current assets	271.95	285.83	-4.86%
Current assets	390.49	533.15	-26.76%
Total assets	**662.44**	**818.98**	**-19.11%**
Shareholders equity	483.23	453.42	6.57%
Non-current liabilities	54.48	53.13	2.54%
Current liabilities	124.73	312.43	-60.08%
Total Shareholders equity & liabilities	**662.44**	**818.98**	**-19.11%**

✓ Cash Flows Summary

(SAR Million)	Q2 2026	Q2 2025	Movement
Operating activities	175.17	176.05	(0.88)
Investing activities	(61.79)	3.81	(65.61)
Financing activities	(64.81)	(233.93)	169.12
Net change in cash and cash equivalents	48.57	(54.07)	102.64
Cash and cash equivalent at the beginning of the Year	15.42	99.40	(83.99)
Cash and cash equivalents at the end of the year	63.98	45.33	18.65

End

The financial statements as of 2nd quarter of 2026 will be published on the company's website and on the Tadawul (Saudi Stock Exchange) website.