

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.
DOHA – STATE OF QATAR

**INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED
FEBRUARY 28, 2026
TOGETHER WITH
INDEPENDENT AUDITOR'S REVIEW REPORT**

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT

**TO THE BOARD OF DIRECTORS
AL FALEH EDUCATIONAL HOLDING Q.P.S.C**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Al Faleh Educational Holding – Q.P.S.C. and its subsidiaries (together referred herein as "Group"), which comprise the interim consolidated statement of financial position as at February 28, 2026, and related interim consolidated statements of profit or loss and other comprehensive income, interim consolidated statement of changes in equity and interim consolidated statement of cash flows for the six-month period then ended, and related explanatory notes.

Board of Directors' responsibility for the interim condensed consolidated financial statements

The Board of Directors are responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") as issued by International Accounting Standards Board (IASB). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of the interim financial information consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material aspects, in accordance with IAS 34, as issued by the IASB.

**For Russell Bedford & Partners
Certified Public Accountants**



Hani Mukhaimer
License No. (275)
QFMA License No. (1202013)



**Doha – Qatar
April 12, 2026**

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT FEBRUARY 28, 2026

	Notes	February 28, 2026 QAR (Reviewed)	August 31, 2025 QAR (Audited)
ASSETS:			
Non-current assets:			
Property and equipment	4	86,992,743	79,366,501
Intangible assets and goodwill	5	218,846,750	220,407,660
Right-of-use assets	6 a)	38,398,818	14,842,282
Total non-current assets		344,238,311	314,616,443
Current assets:			
Inventories	7	1,261,732	1,451,197
Accounts receivable and other debit balances	8	39,954,961	15,442,739
Cash and bank balances	9	6,108,122	8,122,602
Total current assets		47,324,815	25,016,538
TOTAL ASSETS		391,563,126	339,632,981
EQUITY AND LIABILITIES:			
Equity:			
Share capital	10	240,000,000	240,000,000
Capital contribution		817,013	817,013
Legal reserve	11	8,328,500	8,328,500
Retained earnings		23,903,716	23,047,111
Total equity		273,049,229	272,192,624
LIABILITIES:			
Non-current liabilities:			
Lease liabilities	6 c)	26,417,500	6,433,950
Provision for employees' end of service benefits	12	3,839,659	4,647,540
Bank loans and borrowings	13 a)	26,589,403	27,962,695
Total non-current liabilities		56,846,562	39,044,185
Current liabilities:			
Lease liabilities	6 c)	12,413,577	9,604,473
Bank overdraft	9 a)	3,056,701	2,828,626
Bank loans and borrowings	13 a)	9,402,062	5,103,635
Accounts payable and other credit balances	14	36,794,995	10,585,646
Income tax payable		-	273,792
Total current liabilities		61,667,335	28,396,172
Total liabilities		118,513,897	67,440,357
TOTAL EQUITY AND LIABILITIES		391,563,126	339,632,981

The Chief Executive Officer and Chief Financial Officer attests to the accuracy and completeness of the accompanying interim condensed consolidated financial statements and the consolidated financial information of this report as at and for the period ended February 28, 2026 dated April 12, 2026.

.....
Shiekha Anwar Nawaf N. A. Al-Thani
 Chief Executive Officer



.....
Tallal Refat Alkhelifa
 Chief Financial Officer

The accompanying interim condensed consolidated financial statements were approved to issue by the board of directors on April 12, 2026 and signed on behalf board of directors by

.....
Sheikha Aisha Bint Faleh Al Thani
 Chairperson

The accompanying notes 1 to 25 form an integral part of these Interim condensed consolidated financial statements.

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

	Notes	Six months period ended February 28,	
		2026	2025
		QAR (Reviewed)	QAR (Reviewed)
Revenue	15	48,398,642	52,018,487
Cost of operations	16	(26,676,564)	(27,030,689)
Gross profit		21,722,078	24,987,798
Other income	17	1,506,247	237,943
General and administrative expenses	18	(18,480,591)	(18,664,817)
Operating profit for the period		4,747,734	6,560,924
Finance costs	19	(891,129)	(1,042,362)
Net profit for the period		3,856,605	5,518,562
Other comprehensive income items		-	-
Total comprehensive income for the period		3,856,605	5,518,562

The accompanying notes 1 to 25 form an integral part of these Interim condensed consolidated financial statements.



AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

	Share capital QAR	Capital contribution QAR	Legal reserve QAR	Retained earnings QAR	Total QAR
Balance at September 01, 2024	240,000,000	817,013	6,925,845	15,273,877	263,016,735
Net profit for the period	-	-	-	5,518,562	5,518,562
Other comprehensive income	-	-	-	-	-
Dividend payment	-	-	-	(4,500,000)	(4,500,000)
Balance at February 28, 2025 (Reviewed)	<u>240,000,000</u>	<u>817,013</u>	<u>6,925,845</u>	<u>16,292,439</u>	<u>264,035,297</u>
Balance at September 01, 2025	240,000,000	817,013	8,328,500	23,047,111	272,192,624
Net profit for the period	-	-	-	3,856,605	3,856,605
Other comprehensive income	-	-	-	-	-
Dividend payment	-	-	-	(3,000,000)	(3,000,000)
Balance at February 28, 2026 (Reviewed)	<u>240,000,000</u>	<u>817,013</u>	<u>8,328,500</u>	<u>23,903,716</u>	<u>273,049,229</u>

The accompanying notes to these interim condensed consolidated financial statements form an integral part of these interim condensed consolidated financial statements.



AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

	Notes	Six months period ended February 28,	
		2026	2025
		QAR (Reviewed)	QAR (Reviewed)
<u>Cash flows from operating activities:</u>			
Net profit for the period		3,856,605	5,518,562
Adjustments for:			
Depreciation of property and equipment	4	1,614,955	1,538,415
Depreciation of right-of-use assets	6 a	6,371,329	6,670,817
Amortization of intangible asset	5 c	1,560,910	1,563,835
Provisions for employees' end of service benefits	12	97,748	999,370
Net adjustment in right-of-use assets		(865,297)	(250,335)
Reversal of provision for employees' end of service benefits	12	(655,664)	-
Finance cost	19	891,129	1,042,363
Operating income before changes in working capital		12,871,715	17,083,027
Changes in:			
Inventories		189,465	(1,586,084)
Accounts receivables and other debit balances		(24,512,222)	(9,214,648)
Accounts payable and other credit balances		26,209,349	10,756,145
Cash generated from operating activities		14,758,307	17,038,440
Employees' end of service benefits paid	12	(249,965)	(473,363)
Income tax paid		(273,792)	-
Finance cost paid		(891,129)	(1,042,363)
Net cash generated from operating activities		13,343,421	15,522,714
<u>Cash flows from an investing activity</u>			
Acquisition of property and equipment	4	(9,241,197)	(755,804)
Net cash used in an investing activity		(9,241,197)	(755,804)
<u>Cash flows from financing activities</u>			
Dividend paid		(3,000,000)	(4,500,000)
Net movement of borrowing		2,925,135	(2,490,601)
Repayment of lease liabilities		(6,269,914)	(6,889,886)
Net cash used in financing activities		(6,344,779)	(13,880,487)
Net (decrease)/ increase in cash and cash equivalents		(2,242,555)	886,423
Cash and cash equivalents at the beginning of the period	9 a	4,703,351	(2,053,573)
Cash and cash equivalents at the end of the period	9 a	2,460,796	(1,167,150)

The accompanying notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.



AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

1. THE GROUP FORMATION AND ACTIVITIES:

- 1 a) Al Faleh Educational Holding – Q.P.S.C. (the “Company” or “Parent Company”) and its subsidiaries (together referred herein as “Group”) is a public shareholding company incorporated in the State of Qatar under Commercial Registration Number 71150. Sheikha Aisha bint Faleh Al Thani is the ultimate controlling party. The Parent Company’s registered address is 220 Duhail Street, Al Waab, Doha, State of Qatar.
- 1 b) The Group is primarily engaged in running kindergartens, primary, preparatory, secondary schools for education and providing university education.
- 1 c) The interim condensed consolidated financial statements comprise the financial statements of the parent company and the financial statements of its subsidiaries (collectively, the “Group”) as follows:

NAME OF SUBSIDIARY	PRINCIPAL ACTIVITY	OWNERSHIP INTEREST	
		February 28, 2026	August 31, 2025
Doha International Kindergarten – W.L.L.	Kindergarten	100%	100%
Doha Academy – W.L.L.	Kindergarten, primary, preparatory and secondary education.	100%	100%
Al Faleh Group for Educational and Academic Services – W.L.L.	Educational activities including university education.	100%	100%
AFG College with the University of Abardeen – W.L.L.	University education	100%	100%

- 1 d) All the above subsidiaries are located in the state of Qatar and prepare their financial statements in accordance with International Financial Reporting Standards (IFRSs) and applicable provisions of Qatar Commercial Companies Law.

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS:

2 a) New Standards, amendments and interpretations:

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the consolidated financial statements for the year ended August 31, 2025, except for the adoption of new and amended standards and interpretations effective as noted below:

TOPIC	EFFECTIVE DATE
Amendments to IFRS 9 and IFRS 7 “ <i>Classification and Measurement of Financial Instruments</i> ”	January 01, 2026
Amendments to IFRS 9 and IFRS 7 “ <i>Power Purchase Agreements</i> ”	January 01, 2026
Annual Improvements to IFRS Standards Volume 11 “ <i>Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7</i> ”	January 01, 2026

2 b) Standards issued but not yet effective:

A number of new standards and amendments are effective for annual periods beginning on or after January 01, 2027. However, the Group has not applied the following new or amended standards in preparing these interim condensed consolidated financial statements:

TOPIC	EFFECTIVE DATE
Amendments to IFRS 18 “ <i>Presentation and disclosures in financial statements</i> ”	January 01, 2027
Amendments to IFRS 19 “ <i>Subsidiaries without Public Accountability: Disclosures</i> ”	January 01, 2027
Amendments to IFRS 10 “ <i>Consolidated Financial Statements</i> ” and IAS 28 “ <i>Investment in Associates and Joint Ventures</i> ” on sale or contribution of assets between an investor and its associate or joint venture.	Deferred indefinitely

3. MATERIAL ACCOUNTING POLICIES:

3 a) Basis of preparation:

The interim condensed consolidated financial statements for the Six-months period ended February 28, 2026, have been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim condensed financial statements have been prepared on historical cost basis. The Group's interim condensed financial statements are presented in Qatari Riyal, which is the Group's functional currency. All amounts have been rounded to the nearest Qatari Riyal, unless otherwise indicated.

The interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual financial statements as of August 31, 2025. In addition, results for the Six-months period ended February 28, 2026, are not necessarily indicative of the results that may be expected for the financial year ending August 31, 2026.

3 b) Material accounting policies:

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the annual consolidated financial statements for the year ended August 31, 2025.

3 c) Critical accounting judgments and key sources of estimation uncertainty:

In preparing the interim condensed consolidated financial statements, management has made 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 management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended August 31, 2025.

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026**

4. PROPERTY AND EQUIPMENT:

	Buildings QAR	Machinery and equipment QAR	Computer equipment QAR	Motor vehicles QAR	Furniture and fixtures QAR	Sign boards QAR	Leasehold improvements QAR	Learning resources QAR	Capital work in progress QAR	Total QAR
Cost:										
Balance at September 01, 2024	98,565,715	5,457,881	8,040,224	3,001,703	10,660,622	461,612	9,141,207	4,135,540	4,349,804	143,814,308
Additions during the year	200,000	104,695	1,152,395	285,000	94,540	-	-	190,122	2,159,292	4,186,044
Balance at August 31, 2025 (Audited)	98,765,715	5,562,576	9,192,619	3,286,703	10,755,162	461,612	9,141,207	4,325,662	6,509,096	148,000,352
Additions during the period	-	53,415	1,611,286	-	173,312	-	6,177	67,428	7,329,579	9,241,197
Balance at February 28, 2026 (Reviewed)	98,765,715	5,615,991	10,803,905	3,286,703	10,928,474	461,612	9,147,384	4,393,090	13,838,675	157,241,549
Accumulated depreciation:										
Balance at September 01, 2024	31,052,310	4,973,670	6,057,848	2,906,630	9,268,256	262,655	8,256,879	2,988,794	-	65,767,042
Charge for the year	1,055,891	46,712	578,695	49,663	271,998	53,190	535,384	275,276	-	2,866,809
Balance at August 31, 2025 (Audited)	32,108,201	5,020,382	6,636,543	2,956,293	9,540,254	315,845	8,792,263	3,264,070	-	68,633,851
Charge for the period	512,048	16,485	516,782	31,968	135,215	6,510	262,803	133,144	-	1,614,955
Balance at February 28, 2026 (Reviewed)	32,620,249	5,036,867	7,153,325	2,988,261	9,675,469	322,355	9,055,066	3,397,214	-	70,248,806
Net book value:										
At August 31, 2025 (Audited)	66,657,514	542,194	2,556,076	330,410	1,214,908	145,767	348,944	1,061,592	6,509,096	79,366,501
At February 28, 2026 (Reviewed)	66,145,466	579,124	3,650,580	298,442	1,253,005	139,257	92,318	995,876	13,838,675	86,992,743
Depreciation rates	2.50%	10%	16.67%	12.50%	7.60% - 10%	16.67%	10% - 12.50%	12.50%	-	

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

5. INTANGIBLE ASSETS AND GOODWILL:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Goodwill (Note 5 a)	96,520,330	96,520,330
Trademark (Note 5 b)	17,210,000	17,210,000
Course development cost (Note 5 c)	3,601,303	3,844,244
Franchise rights (Note 5 c)	85,667,942	86,985,911
Learners enrolment	15,847,175	15,847,175
Total	218,846,750	220,407,660

5 a) Allocation of goodwill to cash generating units (CGUs) for impairment testing purposes under IAS 36. For the purposes of impairment testing, goodwill has been allocated to the Group's CGUs as follows:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Doha Academy W.L.L. (DA)	74,896,979	74,896,979
Al Faleh Group for Educational and Academic Services W.L.L. (AFGEASW)	21,623,351	21,623,351
Balance at the end of the year	96,520,330	96,520,330

5 b) Allocation of trademark of cash generating unit for impairment.

Trademark, amounting to QAR 17,210,000 is attributable to Doha Academy W.L.L. a CGU acquired in the past through business combination.

5 c) Amortization of intangible assets with finite useful life:

	Franchise rights	Course development cost	Total
	QAR	QAR	QAR
Cost:			
Balance at September 01, 2024	115,306,000	4,858,798	120,164,798
Balance at August 31, 2025	115,306,000	4,858,798	120,164,798
Balance at February 28, 2026	115,306,000	4,858,798	120,164,798
Accumulated amortization:			
Balance at September 01, 2024	25,684,152	528,674	26,212,826
Amortization (Note 18)	2,635,937	485,880	3,121,817
Balance at August 31, 2025	28,320,089	1,014,554	29,334,643
Amortization (Note 18)	1,317,969	242,941	1,560,910
Balance at February 28, 2026	29,638,058	1,257,495	30,895,553
Carrying amounts:			
At August 31, 2025	86,985,911	3,844,244	90,830,155
At February 28, 2026	85,667,942	3,601,303	89,269,245

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

6. LEASES:

6 a) Right-of-use-asset	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Cost:		
Balance at the beginning of the period/ year	57,998,377	57,649,731
Additions during the period/ year	21,547,256	884,162
Adjustment during the period/ year	(3,591,118)	1,422,172
Disposals during the period/ year	(23,525,044)	(1,957,688)
Balance at the end of the period/ year	52,429,471	57,998,377
Accumulated depreciation:		
Balance at the beginning of the period/ year	43,156,095	31,767,498
Charge for the period/ year (Note 16)	6,371,329	13,345,221
Adjustment during the period/ year	(12,066,471)	1,064
Disposals during the period/ year	(23,430,300)	(1,957,688)
Balance at the end of the period/ year	14,030,653	43,156,095
Net book value:		
Balance at the end of the period/ year	38,398,818	14,842,282
6 b) Lease liabilities	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Balance at the beginning of the period/ year	16,038,423	27,788,705
Lease liabilities incurred during the period/ year	21,547,256	884,162
Finance cost	872,405	1,350,949
Adjustment during the period/ year	7,515,312	1,073,426
Finance cost paid	(872,405)	(1,350,949)
Repayment of principle	(6,269,914)	(13,707,870)
Balance at the end of the period/ year	38,831,077	16,038,423

6 c) The Group entered into a lease contract with a related party for the lease of college premises. These lease liabilities are repayable by a rental obligation which varies based on the terms of contracts, and usually for a period between 2 to 5 years, bears an implicit interest rate of 6% per annum, and is effectively secured as the right to the leased asset revert to the lessor in the event of default.

The lease liabilities are presented in the statement of financial position as follows:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Non-current	26,417,500	6,433,950
Current	12,413,577	9,604,473
Total	38,831,077	16,038,423

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

7. INVENTORIES:	February 28, 2026 QAR (Reviewed)	August 31, 2025 QAR (Audited)
Books and stationery stocks	1,261,732	1,451,197
Total	1,261,732	1,451,197

8. ACCOUNTS RECEIVABLE AND OTHER DEBIT BALANCES:	February 28, 2026 QAR (Reviewed)	August 31, 2025 QAR (Audited)
Accounts receivable		
Accounts receivable (Note 8 a)	27,982,138	7,838,586
Less: Allowance for impairment of receivables (Note 8 b)	(1,790,855)	(1,790,855)
Net accounts receivable	26,191,283	6,047,731
Other receivables		
Prepayments and advances	3,572,578	163,925
Refundable deposits	204,762	169,335
Other receivable	9,986,338	9,061,748
Total	39,954,961	15,442,739

8 a) The aging of the accounts receivable is as follows:

	February 28, 2026 QAR (Reviewed)	August 31, 2025 QAR (Audited)
i) Aging of neither past due nor impaired Up to 160 days	18,063,293	3,170,684
ii) Aging of past due but not impaired 161 - 360 days	8,127,990	2,877,047
iii) Aging of past due impaired Above 360 days	1,790,855	1,790,855
Total	27,982,138	7,838,586

8 b) Movement in allowance for impairment of receivables is presented as follows:

	February 28, 2026 QAR (Reviewed)	August 31, 2025 QAR (Audited)
Balance at the beginning of the period/ year	1,790,855	1,799,548
Write off during the period/ year	-	(8,693)
Balance at the end of the period/ year	1,790,855	1,790,855

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

8. ACCOUNTS RECEIVABLE AND OTHER DEBIT BALANCES (CONTINUED):

8 c) The Group always measures the loss allowance for accounts receivable at an amount equal to lifetime ECL using the simplified approach. The expected credit losses on accounts receivable are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date. Accordingly, management believes that there is no further credit provision required in excess of the existing provision for doubtful debts. There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

9. CASH AND BANK BALANCES:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Cash in hand	-	34,159
Cash at bank - Current accounts	5,452,792	7,407,415
Cash at bank - Prepaid credit card	64,705	90,403
Cash at bank - Guarantee deposits	587,625	587,625
Cash at bank - Cash margin held against bank guarantee	3,000	3,000
Total	6,108,122	8,122,602

9 a) For the purpose of interim consolidated cash flows statement, the amount of cash and cash equivalents is presented as follows:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Total cash and cash equivalents	6,108,122	8,122,602
Less: Bank overdraft (Note 9 b)	(3,056,701)	(2,828,626)
Less: '- Guarantee deposits and cash margin	(590,625)	(590,625)
Net cash and cash equivalents	2,460,796	4,703,351

9 b) In 2025, Doha Academy W.L.L., obtained a Commodity Murabaha Facility from the Dukhan Bank to cover the operating expenses, which carries a profit rate at 6.55% per annum.

10. SHARE CAPITAL:

The Group's issued share capital and fully paid is QAR 240,000,000 (240 million ordinary shares of 1 QAR per share).

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Authorized and issued, 240,000,000 ordinary shares	240,000,000	240,000,000
	240,000,000	240,000,000

11. LEGAL RESERVE:

In accordance with Qatar Commercial Companies' Law No. 11 of 2015, whose certain provisions were subsequently amended by Law No. 8 of 2021 ("amended QCCL) and the Company's Articles of Association, 10% of net income for the year is required to be transferred to the legal reserve until the reserve equals 50% of the paid capital. This reserve is not available for distribution except in circumstances stipulated in the amended QCCL.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

12. PROVISION FOR EMPLOYEES' END OF SERVICE BENEFITS:	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Balance at the beginning of the period/ year	4,647,540	4,031,319
Provision for the period/ year	97,748	1,195,612
Reversal during the period/ year	(655,664)	-
Payments made during the period/ year	(249,965)	(579,391)
Balance at the end of the period/ year	3,839,659	4,647,540

13. BANK LOANS AND BORROWING:	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Dukhan bank - Commodity Murabaha facility	1,430,946	1,461,058
Dukhan bank - Commodity Murabaha facility	13,631,834	13,928,056
Dukhan bank - Commodity Murabaha facility	4,885,148	5,000,000
Dukhan bank - Commodity Murabaha facility	9,310,886	9,310,886
Qatar Development Bank - Tawarruq facility	1,023,834	1,023,834
Qatar Development Bank - Tawarruq facility	1,023,834	1,023,834
Qatar Development Bank - Tawarruq facility	1,023,834	1,023,834
Qatar Development Bank - Tawarruq facility	1,023,834	-
Qatar Development Bank - Tawarruq facility	1,023,834	-
Qatar Development Bank - Tawarruq facility	1,023,830	-
Qatar Development Bank - Tawarruq facility	589,651	294,828
Total	35,991,465	33,066,330

13 a) The interest-bearing borrowings are presented in the interim consolidated statement of financial position as follows:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Non-current	26,589,403	27,962,695
Current	9,402,062	5,103,635
Total	35,991,465	33,066,330

14. ACCOUNTS PAYABLE AND OTHER CREDIT BALANCES:	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
Deffered revenue	21,889,041	237,000
Advances received from customers	7,623,268	4,569,864
Accounts payable	3,622,388	1,801,050
Accrued expenses	1,493,358	1,483,536
Other taxes payable	1,661,578	1,661,578
Other credit balances	154,698	330,804
Social and sports fund payables	350,664	350,664
Staff payable	-	151,150
Total	36,794,995	10,585,646

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

15. REVENUE:

	Six months period ended February 28,	
	2026	2025
	QAR (Reviewed)	QAR (Reviewed)
Tuition fee	41,986,639	47,230,364
Books	4,487,360	2,937,900
International examination	1,074,640	1,146,370
Registration	468,900	76,500
Transport	277,503	573,753
Entrance examination	93,500	19,000
Application	10,100	34,600
Total	48,398,642	52,018,487

16. COST OF OPERATIONS:

	Six months period ended February 28,	
	2026	2025
	QAR (Reviewed)	QAR (Reviewed)
Staff costs	16,329,004	14,796,559
Depreciation of right-of-use assets (Note 6)	6,371,329	6,670,817
Royalty and visitng (Note 16 a)	3,084,803	5,078,951
Charges in books	423,029	336,293
Examination expenses	358,894	148,069
Other	109,505	-
Total	26,676,564	27,030,689

16 a) The Group entered into a licensing agreement with the University of Aberdeen wherein the Group used the latest learning materials, resources, and curriculum for AFG College. In exchange, the Group will pay 25% of the fee income of the AFG College as royalty and additional charges for faculty visits. This includes the withholding tax related to the royalty expense.

17. OTHER INCOME:

	Six months period ended February 28,	
	2026	2025
	QAR (Reviewed)	QAR (Reviewed)
Other miscellaneous income	1,482,817	209,493
Sponsorship income	22,000	25,000
Sale of books	1,430	3,450
Total	1,506,247	237,943

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

18. GENERAL AND ADMINISTRATIVE EXPENSES:

	Six months period ended February 28,	
	2026	2025
	QAR (Reviewed)	QAR (Reviewed)
Staff costs	7,267,518	8,307,691
Rent expenses	2,287,800	1,214,300
Amortization of intangible assets with finite useful life (Note 5)	1,560,910	1,563,835
Others expenses	1,236,868	888,858
Legal and professional fees	1,145,598	1,369,703
Cleaning and facility management expenses	1,145,384	2,217,794
Graduation expenses	492,150	223,050
Utilities expenses	468,150	182,599
Bank charges	446,806	509,714
Depreciation of property and equipment (Note 4)	1,614,955	1,538,415
Advertisement expenses	284,276	335,506
Repairs and maintenance expenses	233,037	-
Printing and stationery expenses	207,409	94,517
Communication expenses	45,864	81,298
Insurance expenses	35,183	10,747
Library expenses	8,683	61,253
Fuel expenses	-	65,537
Total	18,480,591	18,664,817

19. NET FINANCE COST:

	Six months period ended February 28,	
	2026	2025
	QAR (Reviewed)	QAR (Reviewed)
Finance cost on lease liability (Note 6 b)	872,405	743,515
Finance cost on loans and borrowings	-	171,471
Finance cost on overdraft	18,724	127,376
Total	891,129	1,042,362

20. COMMITMENTS AND CONTINGENCIES:

There are no material commitments and contingencies existing as of the reporting date, except for the following:

	February 28, 2026	August 31, 2025
	QAR (Reviewed)	QAR (Audited)
	Payment guarantee	556,000
Margin guarantee	50,000	50,000
Post dated cheques payable	43,498,853	34,879,113

21. CAPITAL RISK MANAGEMENT:

The Group manages its capital to ensure that the Group will be able to continue as a going concern while maximizing the return to shareholders through the optimization of invested capital. The capital structure of the Group consists of equity comprising share capital, capital contribution, reserve and retained earnings.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026

22. EVENTS AFTER THE REPORTING PERIOD:

There have been no material events occurring after the reporting date that require adjustments to or disclosure in the interim condensed consolidated financial statements.

23. FAIR VALUES OF FINANCIAL INSTRUMENTS:

Financial instruments include financial assets and liabilities.

Financial assets consist of accounts receivable and other debit balances, due from related parties and cash and bank balances. Financial liabilities consist of accounts payable and other credit balances, loans and borrowings and due to related parties.

The fair values of financial instruments are not materially different from their carrying values.

24. COMPARATIVE FIGURES:

Certain amounts in the comparative figures of the interim condensed consolidated financial statements and notes to the interim condensed consolidated financial statements have been reclassified to conform to the current period's presentation. Management believes that reclassification resulted to a better presentation of accounts and did not have any significant impact on prior period's net income.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026**

25. SEGMENT INFORMATION:

	Period ended						Adjustments and eliminations	Total
	February 28, 2026 (Reviewed)	Kindergarten	School	College	Others	QAR		
Operating income								
External customers	664,142		27,131,786	20,602,714	-	-	48,398,642	
Inter-segment	-		-	-	3,000,000	(3,000,000)	-	
Total operating income	664,142		27,131,786	20,602,714	3,000,000	(3,000,000)	48,398,642	
(Total expenses)/ other income	(797,290)		(24,374,373)	(18,324,846)	272,441	(1,317,969)	(44,542,037)	
Segment results	(133,148)		2,757,413	2,277,868	3,272,441	(4,317,969)	3,856,605	
Depreciation	12,754		1,132,020	470,181	-	-	1,614,955	
Amortization	-		-	242,940	-	1,317,970	1,560,910	
	Period ended						Adjustments and eliminations	Total
	February 28, 2025 (Reviewed)	Kindergarten	School	College	Others	QAR		
Operating income								
External customers	644,930		28,188,973	23,184,584	-	-	52,018,487	
Inter-segment	-		-	-	4,500,000	(4,500,000)	-	
Total operating income	1,988,701		28,188,973	23,184,584	7,500,625	(7,500,000)	52,018,487	
(Total expenses)/ other income	(952,050)		(26,286,207)	(16,278,656)	(1,665,043)	(1,317,969)	(46,499,925)	
Segment results	522,036		1,902,766	6,905,928	3,932,956	(10,136,536)	5,518,562	
Depreciation	23,239		1,088,441	426,735	-	-	1,538,415	
Amortization	-		-	245,866	-	1,317,969	1,563,835	

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2026**

25. SEGMENT INFORMATION (CONTINUED):

	Kindergarten	School	College	Others	Adjustments and eliminations	Total
At February 28, 2026 (Reviewed)	QAR	QAR	QAR	QAR	QAR	QAR
Assets and liabilities						
Segment assets	1,782,777	138,456,851	80,397,049	310,737,117	(139,810,668)	391,563,126
Segment liabilities	5,166,534	84,988,909	55,839,724	52,002,786	(79,484,056)	118,513,897
Other segment information						
Capital expenditures	1,147	6,345,814	2,894,236	-	-	9,241,197
Tangibles assets	183,530	43,855,341	11,657,549	-	31,296,323	86,992,743
At August 31, 2025 (Audited)	Kindergarten	School	College	Others	Adjustments and eliminations	Total
	QAR	QAR	QAR	QAR	QAR	QAR
Assets and liabilities						
Segment assets	1,723,850	121,328,854	38,747,479	310,123,806	(132,291,008)	339,632,981
Segment liabilities	4,974,459	71,083,324	15,968,024	48,696,916	(73,282,366)	67,440,357
Other segment information						
Capital expenditures	4,540	1,763,299	2,418,205	-	-	4,186,044
Tangibles assets	195,139	38,641,547	9,233,494	-	31,296,321	79,366,501