Sarine Technologies Ltd.
and its Subsidiaries

(Incorporated in Israel)
(Registration Number: 51-133220-7)

Condensed Interim Financial Statements
For the Period ended 30 June 2026

Sarine Technologies Ltd.
and its Subsidiaries

A. Condensed Consolidated and Company Statements of Financial Position as at:

	Group		Company	
	June 30, 2026	**December 31, 2025**	**June 30, 2026**	**December 31, 2025**
	US$ thousands			
Assets				
Property, plant and equipment	**5,157**	5,475	**438**	625
Investment property (Real Estate)	**3,752**	3,806	**--**	--
Right-of-use assets	**2,780**	3,148	**1,242**	1,426
Intangible assets	**6,809**	7,139	**987**	1,103
Long-term trade receivables	**488**	862	**--**	29
Investment in equity accounted investee	**5,947**	6,462	**5,947**	6,462
Investment in subsidiaries	**--**	--	**52,459**	48,733
Other non-current assets	**3,607**	3,195	**--**	--
Deferred tax assets	**356**	390	**--**	--
Total non-current assets	**28,896**	30,477	**61,073**	58,378
Inventories	**2,975**	4,098	**1,220**	1,830
Trade receivables	**7,908**	6,571	**2,185**	4,562
Other current assets	**1,895**	1,653	**627**	417
Short-term investments (bank deposits)	**4,662**	31	**--**	--
Cash and cash equivalents	**15,070**	21,998	**7,762**	8,718
Total current assets	**32,510**	34,351	**11,794**	15,527
Total assets	**61,406**	64,828	**72,867**	73,905
Equity				
Share capital*	**--**	--	**--**	--
Share premium and reserves	**35,383**	35,487	**35,383**	35,487
Translation reserve	**(4,937)**	(4,682)	**(4,937)**	(4,682)
Dormant shares, at cost	**(6,840)**	(6,766)	**(6,840)**	(6,766)
Retained earnings	**25,622**	29,114	**25,622**	29,114
Total equity	**49,228**	53,153	**49,228**	53,153
Liabilities				
Long-term lease liabilities	**2,611**	2,750	**1,109**	1,236
Financial instrument	**1,100**	1,100	**--**	--
Other non-current liabilities	**570**	584	**172**	160
Total non-current liabilities	**4,281**	4,434	**1,281**	1,396
Trade payables	**1,584**	1,437	**1,615**	1,626
Other payables	**5,112**	4,697	**20,067**	17,109
Current lease liabilities	**881**	1,002	**590**	539
Current tax payable	**221**	11	**--**	--
Warranty provision	**99**	94	**86**	82
Total current liabilities	**7,897**	7,241	**22,358**	19,356
Total liabilities	**12,178**	11,675	**23,639**	20,752
Total equity and liabilities	**61,406**	64,828	**72,867**	73,905

* No par value

Sarine Technologies Ltd.
and its Subsidiaries

B. Condensed Consolidated Interim Statements of Profit or Loss:

	Group Six Months Ended June 30,		
	2026	**2025**	**change**
	US$ thousands		%
Revenue	**14,412**	**15,335**	**(6.0)**
Cost of Sales	5,861	6,666	(12.1)
Gross profit	**8,551**	**8,669**	**(1.4)**
Research and development expenses	3,513	2,856	(23.0)
Sales and marketing expenses	4,848	4,504	7.6
General and administrative expenses	2,378	1,805	31.7
Gain from lease termination	--	(604)	NA
Profit (loss) from operations	**(2,188)**	**108**	**NA**
Net finance (expenses) income	(45)	18	NA
Loss of equity accounted investees	515	--	NA
Profit (loss) before income tax	**(2,748)**	**126**	**NA**
Income tax expense	744	292	155
Loss for the period	**(3,492)**	**(166)**	**(2004)**
Other comprehensive (loss) income			
Foreign currency translation differences from foreign operations	(255)	16	NA
Total comprehensive loss for the period	**(3,747)**	**(150)**	**NA**
Earnings per share			
Basic loss per share (US cents)	(1.03)	(0.05)	
Diluted loss per share (US cents)	(1.03)	(0.05)	

Sarine Technologies Ltd.
and its Subsidiaries

C. Condensed Consolidated and Company Statements of Changes in Equity

Group and Company	**Share capital***	**Share premium and reserves**	**Translation reserve**	**Retained earnings**	**Dormant shares**	**Total**
	US$ thousands					
Balance at January 1, 2025	--	35,396	(4,436)	32,991	(6,502)	57,449
Loss for the period ended June 30, 2025	--	--	--	(166)	--	(166)
Other comprehensive income for the period ended June 30, 2025	--	--	16	--	--	16
Dormant shares, acquired at cost (758,000 shares)	--	--	--	--	(125)	(125)
Share-based payment expenses	--	83	--	--	--	83
Balance at June 30, 2025	--	35,479	(4,420)	32,825	(6,627)	57,257
Balance at January 1, 2026	--	35,487	(4,682)	29,114	(6,766)	53,153
Loss for the period ended June 30, 2026	--	--	--	(3,492)	--	(3,492)
Other comprehensive loss for the period ended June 30, 2026	--	--	(255)	--	--	(255)
Dormant shares, acquired at cost (**456,000** shares)	--	--	--	--	(74)	(74)
Share-based payment income	--	(104)	--	--	--	(104)
Balance at June 30, 2026	--	35,383	(4,937)	25,622	(6,840)	49,228

* No par value

D. Condensed Consolidated Statements of Cash Flows

	Group	
	Six months ended June 30,	
	2026	**2025**
	US$ thousands	
Cash flows from (used in) operating activities		
Loss for the period	**(3,492)**	(166)
Adjustments for:		
Share-based payment expenses (income)	**(104)**	83
Income tax expense	**744**	292
Depreciation of property, plant & equipment and right-of-use assets	**963**	1,299
Depreciation of investment property (Real Estate)	**54**	54
Amortisation of intangible assets	**330**	184
Revaluation of lease liabilities from exchange rate differences	**114**	225
Gain from lease termination	**--**	(604)
Change in intangible assets fair value, net	**--**	(100)
Change in financial instrument liability	**--**	100
Loss of equity accounted investees	**515**	--
Other net finance income	**(22)**	(296)
Changes in working capital		
Inventories	**1,123**	786
Trade receivables	**(963)**	1,771
Other current assets	**(310)**	10
Trade payables	**147**	(90)
Other liabilities	**326**	11
Employee benefits	**(14)**	11
Income tax paid	**(844)**	(1,172)
Net cash from (used in) operating activities	**(1,433)**	2,398
Cash flows (used in) from investing activities		
Acquisition of property, plant and equipment	**(331)**	(250)
Proceeds from realisation of property, plant and equipment	**--**	10
Short-terms investments, net	**(4,631)**	5,524
Capitalisation of development expenses	**--**	(690)
Interest received	**282**	437
Net cash from (used in) investing activities	**(4,680)**	5,031
Cash flows used in financing activities		
Purchase of Company's shares by the Company	**(74)**	(125)
Payment of lease liabilities	**(481)**	(597)
Interest paid	**(132)**	(132)
Net cash used in financing activities	**(687)**	(854)
Net increase (decrease) in cash and cash equivalents	**(6,800)**	6,575
Cash and cash equivalents at beginning of year	**21,998**	18,229
Effect of exchange rate fluctuations on cash and cash equivalents	**(128)**	(9)
Cash and cash equivalents at end of period	**15,070**	24,795

E. Notes to the Condensed Interim Financial Statements as at June 30, 2026

Note 1 – General

Sarine Technologies Ltd. (hereinafter "Sarine" or the "Company") is a company domiciled in Israel. The address of the Company's registered office is 4 Haharash Street, Hod Hasharon 4524075, Israel. The condensed interim financial statements of the Company, as at June 30, 2026 and for the six months ended June 30, 2026, comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities"). The Company was incorporated on November 8, 1988. On April 8, 2005, the Company was admitted to the Main Board list of the Singapore Exchange Securities Trading Ltd. and on July 5, 2021, the Company dual listed its shares for trading on the Tel Aviv Stock Exchange.

Note 2 - Basis of Preparation

A. Statement of compliance

The condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS®). The condensed interim financial statements for the six months and year ended June 30, 2026 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The condensed interim financial statements were authorised for issue by the Company's Board of Directors on August 09, 2026.

B. Basis of measurement

The condensed interim financial statements have been prepared on the historical cost basis except for the following material items in the condensed interim statement of financial position:

- financial assets measured at fair value through profit or loss;
- assets and liabilities relating to employee benefits;
- deferred tax assets and liabilities;
- provisions.

C. Functional and presentation currency

These condensed interim financial statements are presented in United States (US) dollars, or US$, which is the Company's functional currency. The US dollar is the currency that represents the principal economic environment in which the Company and most Group entities operate. All financial information presented in US dollars has been rounded to the nearest thousand, except where otherwise indicated.

D. Use of estimates and judgments

The preparation of condensed interim financial statements in conformity with IFRS 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. Certain accounting estimates used in the preparation of the Group's condensed interim financial statements may require management to make assumptions regarding circumstances and events that involve considerable uncertainty. Management prepares these estimates on the basis of past experience, known facts, external circumstances, and reasonable assumptions. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

E. Changes in accounting policies

The accounting policies applied in these condensed interim financial statements for the six months ended June 30, 2026 are the same as those applied by the Company in the audited financial statements for the year ended December 31, 2025.

Note 3 - Operating Segments

The Group is a worldwide leader in the development, manufacturing, marketing and sale of precision technology products for the planning, processing, evaluation and measurement of diamonds and gems. India is the principal market for these products. In accordance with IFRS 8, the Group determines and presents operating segments based on the information that is provided internally to the CEO, who is the Group's chief operating decision maker. The measurement of operating segment results is generally consistent with the presentation of the Group's condensed interim statements of comprehensive income. The Group operates in only one operating segment. Presented below are revenues broken out by geographic distribution.

	Group			
	Six months ended June 30,			
	US$ thousands			
Region	**2026**	**2025**	**$ change**	**%**
India	**7,579**	7,604	(25)	(0.3)
Africa	**2,665**	2,259	406	18.0
Europe	**824**	1,178	(354)	(30.0)
USA	**2,227**	2,006	221	11.0
Israel	**334**	519	(185)	(35.6)
Other*	**783**	1,769	(986)	(55.7)
Total	**14,412**	15,335	(923)	(6.0)

* Primarily Asia, excluding India

Note 4 - Revenue

	Group	
	Six months ended June 30,	
	US$ thousands	
Composition	**2026**	**2025**
Sale of products[1]	**9,681**	10,839
Maintenance & services[2]	**4,731**	4, 496
Total	**14,412**	15,335

[1] Includes Galaxy® family recurring revenues associated with customer-owned machines.
[2] Includes annual maintenance contracts, service centers and gemological lab revenues.

Note 5 – Income Taxes

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The increase in income tax expense was primarily due taxes in respect to previous years mainly due to Non-deductible expenses and unrealizable tax assets.

The major components of income tax expense in the condensed interim statements of profit and loss and other comprehensive income are:

	Group	
	Six months ended June 30,	
	US$ thousands	
	2026	**2025**
Current tax expense	**319**	101
Taxes in respect of previous years	**405**	46
Deferred tax	**20**	145
Total income tax expense	**744**	292

Note 6 – Share Capital – The Company

	June 30, 2026	December 31, 2025	June 30, 2025
	No. of shares	No. of shares	No. of shares
Authorised:			
Ordinary shares of no par value	2,000,000,000	2,000,000,000	2,000,000,000
Issued and fully paid:			
Ordinary shares of no par value	356,893,121	356,893,121	356,836,455
Dormant shares (out of the issued and fully paid share capital)**:**			
Ordinary shares of no par value	(16,619,074)	(16,163,074)	(15,465,174)
Total number of issued shares (excluding dormant shares)	340,274,047	340,730,047	341,371,281

During the six months ended June 30, 2026, no options were exercised into ordinary shares. During the six months ended June 30, 2026, the Company purchased 456,000 of its ordinary shares at an aggregate cost of US$ 74,000. There was no sale, transfer, disposal, cancellation and/or use of treasury shares by the Company.

As at June 30, 2026, the total number of issued shares excluding dormant shares was 340,274,047 (as at December 31, 2025- 340,730,047 and June 30, 2025 - 341,371,281). As at June 30, 2026, the total number of dormant shares was 19,619,074 (as at December 31, 2025- 16,163,074 and June 30, 2025 – 15,465,174). In accordance with Israeli Companies Law, Company shares that have been acquired and are held by the Company are dormant shares (treasury shares in Singaporean terms) as long as the Company holds them, and, as such, they do not bear any rights until they are transferred to a third party. The issued and fully paid shares as at June 30, 2026, December 31, 2025 and June 30, 2025 included 16,619,074, 16,163,074 and 15,465,174 dormant shares, respectively.

Note 7 - Share-Based Payments

Details of changes in share options:

	Average exercise price in US$ per share	**Options**
At January 1, 2026	0.311	12,842,320
Granted		--
Cancelled	0.265	(2,915,320)
Exercised		--
At June 30, 2026	0.324	9,927,000

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Note 8 – Earnings Per Share

Basic loss per share

The calculation of basic loss per share for the six months ended June 30, 2026 was based on the loss attributable to ordinary shareholders of US$ 3,492,000 (six months ended June 30, 2025 – loss US$ 166,000) and a weighted average number of ordinary shares outstanding of 340,523,240 (six months ended June 30, 2025 – 341,744,292), calculated as follows:

	Six months ended June 30,	
	2026	**2025**
Basic loss per share (US cents)	(1.03)	(0.05)
Issued ordinary shares at beginning of period	340,730,047	342,129,281
Effect of share options exercised	--	--
Effect of dormant shares purchased	(206,807)	(384,989)
Weighted average number of ordinary shares during period	340,523,240	341,744,292

Diluted loss per share

The calculation of diluted loss per share for the six months ended June 30, 2026 was based on the loss attributable to ordinary shareholders of US$ 3,492,000 (six months ended June 30, 2025 – loss of US$ 166,000) and a weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares of 340,523,240 (six months ended June 30, 2025 - 341,744,292), calculated as follows:

	Six months ended June 30,	
	2026	**2025**
Diluted loss per share (US cents)	(1.03)	(0.05)
Weighted average number of ordinary shares (basic)	340,523,240	341,744,292
Effect of share options on issue	--	--
Weighted average number of ordinary shares (diluted) during period	340,523,240	341,744,292

The average market value of the Company’s ordinary shares for purposes of calculating the dilutive effect of share options was based on quoted market prices for the period that the options were outstanding.

Note 9 – Leases

	Group		Company	
	June 30,	December 31,	June 30,	December 31,
	2026	2025	2026	2025
				US$ thousands
Right-of-use assets	**2,780**	3,148	**1,242**	1,426
Current lease liabilities	**881**	1,002	**590**	539
Long-term lease liabilities	**2,611**	2,750	**1,109**	1,236
Total lease liabilities	**3,492**	3,752	**1,699**	1,775

Maturity analysis of the Group's and Company's lease liabilities as at June 30, 2026.

	Group	Company
	US$ thousands	
Less than one year	881	590
One to five years	2,351	1,109
More than five years	260	--
Total lease liabilities	3,492	1,699

The Group has lease agreements with respect to office facilities mainly in Israel, USA and India. The Group also has lease agreements in respect to vehicles in Israel. In measurement of the lease liabilities, the Group discounted lease payments using the nominal incremental borrowing rate as at the lease inception.

Note 10 – Investment in affiliated company

Further to the investment in Kitov.ai on 18 August 2025 (see Note 29 in the Company financial statements as of 31 December 2025), during the reporting period the Company finalized the purchase price allocation (PPA). Consequently, the Company has adjusted the provisional amounts initially recognised in the PPA in accordance with IFRS requirements.

The assets and liabilities recognised as a result of the acquisition are as follows (US$ thousands):

Fair value of identifiable assets, net	499
Fair value of conversion component	574
Developed technology	675
Goodwill	2,342
Convertible loan	2,600
Total purchase consideration	**6,690**

F. Other Information Required by Listing Rule Appendix 7.2

1. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

These figures have not been audited or reviewed. The figures presented were prepared in accordance with International Financial Reporting Standards (IFRS).

2. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

3. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The same accounting policies and methods of computation adopted in the most recently audited financial statements for the financial year ended December 31, 2025 have been applied in the preparation for the financial statements for period ended June 30, 2026.

4. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

N/A

5. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025
Net asset value (US$ thousands)	49,228	53,153	49,228	53,153
Net asset value per ordinary share:				
US cents	14.47	15.60	14.47	15.60
Singapore cents*	18.73	20.03	18.73	20.03

As at June 30, 2026, net asset value per share is calculated based on the number of ordinary shares in issue at June 30, 2026 of 340,274,047 (not including 16,619,074 dormant ordinary shares at June 30, 2026). At December 31, 2025, net asset value per share is calculated based on the number of ordinary shares in issue at December 31, 2025 of 340,730,047 (not including 16,163,074 dormant ordinary shares at December 31, 2025).

* Convenience translation based on exchange rate of US$ 1=S$ 1.2943 at June 30, 2026.

6. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the group's business:
(a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Overview
The natural diamond manufacturing industry continued to set a "new norm" of lower quantities, primarily due to the capture of market share by Lab Grown Diamonds (LGD). Consumer confidence has been further impacted by geopolitical instability, primarily associated with the U.S.-Iran conflict in the Middle East and Russia-Ukraine conflict in Europe. Despite these challenges, larger, higher-quality natural diamonds, from which the Group derives a significant portion of its recurring revenues, continue to be less affected by LGD. Market conditions, especially as pertaining to smaller rough natural diamonds, increase the need for automation and other streamlining solutions. Within the LGD segment pressure on margins drives manufacturers and retailers alike to seek means of differentiation from the mainstream market.

The Group continues to make progress in executing its strategic initiatives, with its two key growth engines delivering strong momentum- successful expansion to additional sizes and qualities of stones supported by our Most Valuable Plan™ (MVP) for optimising and automating the planning of natural rough diamonds and significant growth in GCAL by Sarine grading, with higher-end reports (mainly our 8X reports) establishing themselves as a uniquely efficient tool to differentiate higher-end LGD products from commoditised ones.

These two growth engines contributed increased revenues and mitigated the impact of the ongoing challenging industry conditions, resulting in H1 2026 revenues decreasing by only 6% as compared to H1 2025, despite a significantly greater contraction in rough diamond supply, the primary market underpinning the Group's business. MVP-related revenues more than doubled and grading reports income grew by just over 50%.

The Group reported revenues of US$ 14.4 million in H1 2026, a loss from operations of US$ 2.2 million, and a net loss of US$ 3.5 million, as compared to revenues of US$ 15.3 million, a profit from operations of US$ 0.1 million and a net loss of US$ 0.2 million in H1 2025. The Group had negative EBITDA for H1 2026 in the amount of US$ 0.8 million, as compared to positive EBITDA of US$ 1.6 million in H1 2025.

The decreased profitability for the six months ended June 30, 2026 compared to the six months ended June 30, 2025, was driven by several factors, most significant of which was the weakening of the US dollar against the Israeli Shekel, in which the Group incurs a significant portion of its operating expenses. This factor alone accounted for nearly half of the operational loss incurred by the Group in the first half of 2026. Other significant factors included the cessation of capitalisation of development costs relating to LGD grading technology, following the deployment of the technology, and the absence of the one-off positive impact of a lease termination recognised in H1 2025. Additional contributing factors included tax expenses related to previous years, tax asset write-downs, and the impact of losses by Kitov.ai, in which the Group invested in H2 2025.

The Group's business continues to pivot to deriving mostly recurring revenues from its proprietary services, including the inclusion mapping software (which processes the Galaxy® platforms' output), the MVP rough diamond planning cloud-based solution, LGD rough planning solutions, GCAL's diamond and jewellery grading reports and other pay-per-use services and reports, These service-based revenues now constitute most of the Group's revenues.

Our partially owned (33%) Kitov subsidiary H1 2026 revenue reached US$ 1.5 million, more than double its H2 2025 performance. Growth continues to be driven primarily by repeat orders from the core aerospace and defence client base in Israel and abroad. Alongside this solid foundation, Kitov has expanded into the aircraft engine related Maintenance, Repair and Overhaul (MRO) market, where it has already secured its initial order.

Balance Sheet and Cash Flow Highlights

As at June 30, 2026, cash, cash equivalents, short-term investments (bank deposits) ("Cash Balances") decreased to US$ 19.7 million as compared to US$ 22.0 million as of December 31, 2025. The decrease in Cash Balances was primarily due to cash used for operating activities, due to operating losses, further affected by tax payments and deductions at source.

Revenues

Revenues for H1 2026 of US$ 14.4 million, decreased by 6%, as compared to revenues of US$ 15.3 million reported in H1 2025. The decrease in revenues, was due to the continued decline in capital equipment sales coupled with a decline in recurring revenues due to lower quantities of rough natural diamonds entering the pipeline offset by increased revenues derived from our expanding MVP and GCAL grading endeavors.

Cost of sales and gross profit

Cost of sales for H1 2026 of US$ 5.9 million decreased by 12%, as compared to US$6.7 million reported in H1 2025 (on a decrease in revenues of 6%), with a gross profit margin of 59% in H1 2026 compared to 57% in H1 2025. The increase in gross profit margin was primarily due to product mix.

Research and development expenses

Due to the Group achieving the required technological development benchmark for capitalisation of some of its LGD grading related development costs, a sum of US$0.7 million was capitalised in H1 2025. Due to the commercial deployment of these developments, no capitalisation was done in H1 2026. As a result, Research and Development expenses for H1 2026 totaled US$ 3.5 million, an increase of 23% as compared to the US$ 2.9 million spent in H1 2025.

Sales and marketing expenses

Sales and Marketing expenses for H1 2026 of US$ 4.8 million increased by 8% as compared to US$ 4.5 million in H1 2025. The increase in these expenses was due primarily to salary costs and the US$ to NIS currency conversion rates impact.

General and administrative expenses

General and Administrative expenses for H1 2026 of US$ 2.4 million increased by 33%, as compared to US$ 1.8 million in H1 2025. The increase in general and administrative expenses was primarily due to costs relating to our previous CEO cessation of employment, and the US$ to NIS currency conversion rates impact, and the one-time successful collection in H1 2025 of debts previously classified as doubtful.

Gain from lease termination

During H1 2025 the group terminated an office lease agreement in line with reduced staffing needs, prior to its contractual termination date, resulting in a US$0.6 million cost savings windfall in H1 2025.

Loss from operations

The Group reported a loss from operations of US$ 2.2 million in H1 2026 compared to US$0.1 million in H1 2025, as a result of the increase in costs and the H1 2025 windfall as detailed above.

Net finance expense

A minimal net finance expense for H1 2026, as compared to a minimal net finance income in H1 2025, was mainly due to reduced interest-bearing cash balances.

Income tax expense

The Group recorded an income tax expense of US$ 0.7 million for H1 2026, as compared to US$ 0.3 million in H1 2025. The income tax expense was primarily due to taxes assessed for previous years and a write-down of tax assets in light of currently generated losses .

Loss for the period

The Group reported a net loss of US$ 3.5 million in H1 2026 compared to US$ 0.2 million in H1 2025 due to the exchange rate driven cost increases, ceased development capitalisation, windfall income increased taxes and Kitov.ai recognized loss, all as detailed above.

7. Where a forecast, or a prospect statement, has been previously disclosed to shareholders any variance between it and the actual results.

Not applicable.

8. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

We expect the following industry trends to continue influencing our business (also refer to section 6 above, the Overview commentary):

a. Demand for natural diamonds in the primary retail market, s based on anecdotal reports, is seemingly remaining stable at the current levels, given the market share of LGD along with the ongoing cutback in consumer spending in China.

b. The adoption of and derived revenues from our revolutionary cloud-based MVP solution for optimising natural rough diamond utilisation significantly accelerated in H1 2026, as noted in section 6 above (more than doubled). We expect the adoption to continue growing in H2 2026 with the continued introduction of enhanced automation features and optimisation capabilities. We are bolstering the development team's abilities to bring features to market on a shorter cycle, both by recruiting additional talent and by implementing AI-based development tools.

c. The erosion in LGD retail prices and margin volatility is accelerating both manufacturer and retailer marketing efforts to emphasise differentiation between rarer natural stones and LGD, as well as driving segmentation between premium LGD and mainstream lower-quality products. With high-quality LGD clearly generating higher retail revenues, the need to clearly present this quality-edge to the consuming public has become acute. This has driven significant expansion of our grading revenues during H1 2026 (as aforementioned in section 6, by just over 50%, as compared to H1 2025). We expect to further capture market-share with GCAL's unique reports.

d. Our new GCAL jewellery evaluation and documentation service centre in India is set to open in H2 2026 at SEEPZ, the Mumbai free trade zone, supporting our customers in streamlining their supply chain. This new facility, in addition to our existing diamond grading labs already fully functional and expanding to meet the growing demand, as noted above, is aimed at serving an additional growing demand for jewellery grading services. We are opening this facility at the behest of a key U.S. customers. We expect it to further expand the reach of GCAL by Sarine grading services and support future business growth.

e. On top of our subsidiary Kitov's significant growth in H1 2026, as detailed in section 6 above, Kitov is looking ahead to the launch of its new advanced inspection solution, designed for the highly intricate inspection of single-material parts. Target applications include jet-engine compressor blades, where every surface feature must be inspected with exceptional precision. The solution is already generating strong interest through early pilot projects with leading international aerospace companies, and Kitov expects to launch the product in late 2026 or early 2027.

f. The Group continues to explore opportunities related to industrial applications of LGD, including potential applications in thermal management for AI data centres and the semiconductor industry. These activities remain at an evaluation stage as the Group continues to assess potential use cases, market opportunities and collaboration models.

9. Dividend

(a) Current Financial Period Reported
Any dividend declared/recommended for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year?

Not applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived.

Not applicable.

(d) Date Payable
Not applicable

(e) Record Date

Not applicable

10. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been recommended.

11. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions under Rule 920(1)(a)(ii). If no IPT mandate has been obtained a statement to that effect.

The Group has not obtained a general mandate from its shareholders for IPTs.

12. Negative confirmation pursuant to Rule 705(5) (not required for announcement of full year results).

Not applicable.

13. Confirmation pursuant to Rule 720 (1) of the Listing Manual.

The Company confirms that it has procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720 (1) of the Listing Manual.

On behalf of the Directors

Daniel Benjamin Glinert
Executive Chairman of the Board

10 August 2026