



CENTURY 21.
Saudi Arabia

Real Estate Appraisal Report Submitted to/Al Jazira REIT



الجزيرة كابيتال
aljazira capital

العالم في خدمتك

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(Warehouse Land) in Jeddah – Al-Wadi District

Report number: | R260506 Report date : 2026/07/29 | Deposit code :1817349



Real Estate Valuation Report

(Warehouse Land)

Jeddah – Al Wadi District

Prepared for:

Al Jazira REIT



License number 752/18/323

License Registration Date: 01/03/1437 AH

Commercial Registration 1010608364



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Introduction

Al Jazira REIT
Dear Sir,

In accordance with your instructions, we now take pleasure in enclosing our report and Fair Valuation of the Warehouse land located in Jeddah Al-Wadi neighborhood.

We reviewed the documents received from the client (title deed, lease contracts, Kroki, building permit, areas and dimensions of warehouses) and assumed their validity and the absence of any encumbrances that might affect the appraisal process. In this summary, we have endeavored to provide our opinion on the property's market value based on the information provided by the client.

The estimated property is a plot of land with warehouses built on it, with a total land area of (33,591.63) square meters only, according to the deed, and a total building area of (15,104.69) square meters only, according to the building permit, and a total building area of (27,024) square meters only, according to the client's statement.

We estimate the fair value of the property in its current state as at the date of the valuation, 30th June 2026 and taking into account the location, at an amount of only **SAR 49,085,825 (Forty-Nine Million Eighty-Five Thousand Eight Hundred Twenty-Five Saudi Riyals Only)**

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Scope of work - Components

Client	Al Jazira REIT
Users of Report	Al Jazira REIT
Other User	A public report published for shareholders of Aljazira REIT Fund, used by the Fund Manager (Aljazira Capital) for the periodic valuation of the Fund only.
Property Valuation	Warehouse Land
Property Location	Jeddah – Al Wadi District
Valuation Purpose	Periodic valuation of Al-Jazira REIT Fund in accordance with the requirements of the Capital Market Authority
Valuation Method	Fair value
Value-in-use assumption	Current Value
Plot no.	39 to 54
Plan No.	503 / ص/ج
Block No.	-
Deed No.	393836017952
Deed Date	1447/07/29 هـ
Ownership Type	Freehold
Owner	AlJazira Mawtin Real Estate Fund Co.
Public Notary	First Notary Public Office in Jeddah
Type of Property- Building Permit	Warehouses
Inspection Date	05/07/2026
Report Date	30/06/2026
Report Publish Date	29/07/2026
Property Value	SAR 49,085,825 (Forty-Nine Million Eighty-Five Thousand Eight Hundred Twenty-Five Saudi Riyals Only)



Scope of Work



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Scope of work

The Scope of work clauses meet the general requirements of Scope of Work Standard No. 101 of the International Valuation Standards as stated in the version of the International Assessment Standards 2025 issued by the Saudi Authority for Accredited Valuers.

Components				
ID of Valuator	1. Al-Waleed Bin Zouman Membership 1210000038	2. Hamza Al-Din Riad Membership 1220001578	3. Mohamed Al Khatlan Membership 1210002327	4. Murad Al Masri Membership 1220001641
Professional Registration Number	1010608364			
End Date	1448/08/13			
Client	Al Jazira REIT			
Report user	A public report published for unit holders of Aljazira REIT Fund, used by the Fund Manager (Aljazira Capital) for the periodic evaluation of the Fund only.			
Valuation Topic	The estimated property is a plot of land with warehouses built on it, with a total land area of (33,591.63) square meters only, according to the deed, and a total building area of (15,104.69) square meters only, according to the building permit, and a total building area of (27,024) square meters only, according to the client's statement.			
Currency of Valuation	The valuation and all accounts are in Saudi Riyals.			
Purpose of Valuation	Periodic Valuation of Fund as required by Capital Market Authority			
Basis of Valuation	Fair value: defined as the price received for the sale of an asset or paid for the transfer of a liability in an orderly transaction between market participants at the measurement date (Source: International Valuation Standards 2025).			
Research Scope	The field survey of the properties under valuation and similar properties was conducted, and we worked as much as possible to collect and analyze data to produce results that serve this report and its intended purpose.			
Nature & Source of Information	In preparing this report, we relied on the information provided to us by the client. We assume that the information is correct. Reliance was placed on this information in order to arrive at the value. We also relied on the information and data from Century 21 and from the previous valuation work, ongoing field survey and the company's research department.			
Contract number	260622			

Scope of work - Components	Description
Report type	The report contains an integrated explanation of all valuation works including steps and data, information, and accounts, and otherwise.
Restrictions on the use of Report	This report is prepared for the exclusive use of the client only and it may not be used except for the mentioned purpose. The report should not be distributed or published or part thereof only after written consent from Century 21 Real Estate Appraisal. As intended the valuation report may be traded on the Tadawul website, the Fund Manager's website and/or in such manner as the Fund Manager deems appropriate.
Standards Followed	The valuation has been prepared in accordance with the International Valuation Standards (IVS) – 2025 Edition, as issued by the Saudi Authority for Accredited Valuers (TAQEEM).
Inspection & Valuation	There were no restrictions affecting the inspection, investigation, or analytical work carried out during the valuation assignment.
Conflict of interest	We acknowledge that we (Century 21 Real Estate Appraisal) do not have any interest in the real estate, and there is no conflict of interest with the parties and the participating real estate, whether at the present time or possible in the future.
Limitation of Liability and Independence	We acknowledge that there is no conflict of interest with the parties to the valuation process and the property subject to valuation. The valuation process was carried out completely independently and without any prejudice

Important and special assumptions

Important assumptions:	- The valuation is based on documents provided by the client, and their accuracy and authenticity have been assumed to be correct. - The property has been valued on the assumption that it is free from any amendments, encroachments, or overlapping rights affecting ownership or use. - This report has been prepared on the assumption that no hazardous or contaminated materials exist on the site that could materially affect its value. Should there be any concern regarding such matters, it is recommended that qualified specialists be engaged to conduct the necessary investigations and confirm the site's environmental condition.
Special assumptions:	- The property consists of land with warehouses built on it. - A field survey of similar land was conducted, but no comparable properties were found. Therefore, the income method (remaining value of raw land) was used to determine the fair value of the land. - The cost method (replacement method) was used to determine the value of the buildings. The warehouses' dimensions and areas were provided and used as the basis for this valuation. - The income method (direct market capitalization method) was used to determine the fair value of the property. - An 8% capitalization rate was applied to the property based on the comparisons included in the valuation process and the property's location.

Work Plan

Scope of work

01

Meeting the client and determine the scope of work which involves the purpose of valuation and the basis of value, the parties concerned, valuation date, any special or important assumptions, includes clarity of mandate and its expected outputs.

Site Inspection & Analysis

02

Property inspection and identify its characteristics & specifications, matching documents, and analysis of the property and the surrounding real estate site uses specifying the geographical scope of the research projects and activities appropriate thereof.

Data collection and Analysis

03

Collecting field and market data and analyze market trends and current market indicators that will be relied upon when applying valuation methods.

Application of Valuation Methods

04

Based on the scope of work and analysis of the market the appropriate valuation method is determined. The assumptions and inputs are used to determine the market value.

Estimated Value

05

The valuation methods used to reach at the final market value of the property are reconciled to arrive at our final estimate of value

Report Preparation

06

Prepare the valuation report in accordance with the scope of work to include data & results and outputs that have been reached through the previous stages of work.

Subject Property



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Site Inspection & Analysis



Location of the property:

The property is located in Jeddah - Al-Wadi district

Location Coordinates

N 21.328472

E 39.188722

[Site](#)



Legal Description:

The estimated property is a plot of land with warehouses built on it, with a total land area of (33,591.63) square meters only, according to the deed, and a total building area of (15,104.69) square meters only, according to the building permit, and a total building area of (27,024) square meters only, according to the client's statement.

#	Deed No.	Plot No.	Plan No.	Area – sqm	Use
1	393836017952	39 to 54	ص / ج / 503	33,591.63	Warehouse

Borders and lengths		
Direction	Lengths	Border
North	107.42 m	Street width 42m
South	107.07 m	Street width 32m
East	296.78 m	Street width 32m
West	309.43 m	Street width 25m

Legal Description:

Building components according to the permit.

Detailed as follows:

Building components		
Components	Area - sqm	use
Ground Floor	15,104.69	Other units
Total Built Up Area - sqm	15,104.69	
Fences	840.7021	Service
Building Age	11	
License No.	3400085081	
Date	1434/06/27 هـ	
Expiry Date	1437/06/27 هـ	
License type	-	
Note	-	

Legal Description:

Building components as per client's statement.
Detailed as follows:

Construction Components	
Components	Area - sqm
Warehouse	27,024
Total Built Up Area - sqm	27,024
Fences	802.70
Building Age	11
Note	-

Services And Facilities Available on the Property

Phone network	Sewage network	Water	Electricity
✓	✓	✓	✓
Parks	Water drainage network	Public markets	Mosque
✓	✓	✓	✓
Hotel	Government Services	Health Services	Commercial Center
✓	✓	✓	✓
Civil Defense	Fuel Station	Restaurants	Banks
✓	✓	✓	✓

Inspection:

Upon inspecting the property, we found that it matched the data received from the client as warehouse land.

Pictures





PROPERTY VALUATION

Property Valuation

Market study

1. The overall landscape of the logistics sector in the Kingdom:

Structural transformation of the sector:

Logistics real estate has transformed from a traditional service-oriented real estate asset into one of the most attractive and profitable real estate sectors, benefiting from the initiatives of "Vision 2030" and the National Transport and Logistics Strategy.

Targeted growth rates:

The logistics and warehousing market in the Kingdom is recording a compound annual growth rate (CAGR) of between 7.5% and 8%, supported by the Kingdom's goal of becoming a global logistics hub connecting three continents.

Entry of investment funds:

The Kingdom is witnessing a large turnout from real estate and direct investment funds to acquire and develop logistics assets through long-term lease contracts.

Supply shortage of premium (Grade A):

The market is experiencing a clear gap between supply and demand; there is a shortage of high-specification smart warehouses (heights exceeding 10-12 meters, super-level concrete floors, and advanced fire and cooling systems), compared to an abundance of traditional old warehouses (Grade B/C).

2. Key drivers of market demand:

Expansion of e-commerce:

The continued rise in online shopping and express delivery rates is increasing demand for two types of assets: comprehensive collection and distribution centers and last-mile centers located near residential areas.

Government initiatives and economic zones:

Investments by the Saudi Industrial Cities Authority "MODON", the Ports Authority "Mawani", and the launch of special logistics zones and customs bonded zones have provided a flexible and attractive environment for the flow of foreign and local capital.

Food and drug supply chains:

Increased FDA requirements and stricter storage regulations have created a high demand for refrigerated and frozen warehouses.

3. Field analysis of the logistics real estate market in Jeddah:

Jeddah enjoys a unique status as the Kingdom's primary maritime and logistical gateway on the Red Sea via Jeddah Islamic Port and King Abdulaziz International Airport.



1. Performance indicators and investment returns in Jeddah:

Occupancy Rates:

Warehouses that meet the requirements of the Civil Defense and the Food and Drug Authority (Grade A) record very high occupancy rates ranging from 90% to 95%.

Net return on investment (Cap Rate / Yield):

The net returns for logistics properties in Jeddah range between 8.5% and 9.5%, which is higher compared to traditional offices and commercial centers.

2. Future investment trends:

Build-to-Suit:

Developers are approaching agreements with anchor tenants to build warehouses with specific engineering and technological specifications in exchange for binding lease contracts that extend from 10 to 15 years.

Sale-Leaseback strategy:

Operating companies sell their logistics assets to real estate funds and immediately lease them back, to provide liquidity and focus on the main operating activity.

Brownfield Redevelopment:

A viable investment opportunity involving the purchase of old warehouses in central locations such as Al-Khamra, and their reconstruction and upgrading into Class A smart warehouses.

Green warehouses and automation:

Increasing tenant reliance on warehouses equipped with smart lighting, solar panels and automation technologies to reduce operating costs and carbon emissions.

3. Key risks and challenges:

High land and financing costs:

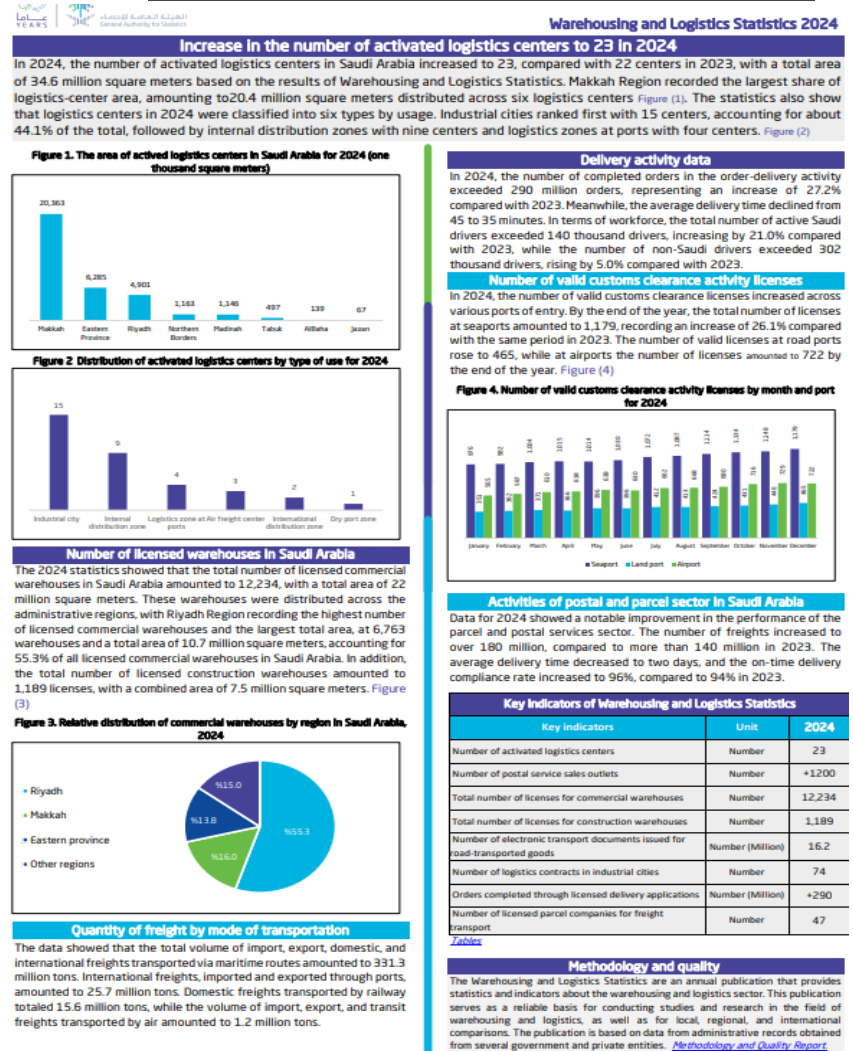
High prices for serviced land designated for logistical use near Jeddah's urban area, coupled with high financing costs.

Green warehouses and automation:

Strict regulatory requirements approved by municipalities, civil defense, and the Food and Drug Authority necessitate significant initial capital (Capex) to secure licensing and operation.

Technological obsolescence:

Traditional warehouses that do not offer high storage heights or sufficient space for truck turnaround face the risk of declining rental value and difficulty in securing occupancy.





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Valuation Methods

01

Market Method

The market method is an indicator of value by comparing the asset with identical or comparable (similar) assets for which price information is available, and the market method contains the following methods:

- **Comparable Transactions Method.**
- **Indicative method for trade comparable**

02

Income method

The income approach provides an indication of value by converting future cash flows into a single present value. According to this method, the value of the asset is determined by referring to the value of the revenues and cash flows that the asset generates or the costs that it absorbs. The income method contains the following methods:

- **Cash flow method(DCF).**

03

Cost method

The cost approach provides an indication of value using the economic principle that a buyer will pay no more for an asset than it would cost to acquire an asset of similar utility by either purchasing or building unless time, inconvenience, risk or other factors are involved. The method provides an indication of value by calculating the current cost of replacing or reproducing the asset, then deducting physical wear and tear and all other forms of obsolescence. The cost method contains the following methods:

- **Replacement cost method.**
- **Reproduction cost method.**
- **Combination method.**

Valuation Methods Used

Valuation Methods	Market	Income	Cost
Method Used	The purpose of the valuation is not appropriate.	The purpose of the valuation is appropriate.	The purpose of the valuation is appropriate.
Valuation Methods used	-	Residual Value + Direct capitalization	Replacement
Reasons for use	-	Nature of the property and its uses	A basic method for determining the construction costs of the property

Market Value Calculation

Calculating the average price per square meter for main warehouse land:

#	District	Area m ²	SAR/sqm	Coordinates	Link
1	Al Wadi	6,600	1,623	21.318725, 39.172455	Location
2	Al Wadi	10,510.50	1,379	21.319480, 39.172466	Location
Average Price per sqm - SAR					1,501
Market adjustment				0%	SAR 0
Site adjustment				5%	SAR 75
Average price per square meter after adjustments					SAR 1,576
Average price per square meter after rounding					SAR 1,600



Calculating the average price per square meter for internal warehouse land:

#	District	Area m ²	SAR/sqm	Coordinates	Link
1	Al Wadi	1,701	1,461	21.311569, 39.184784	Location
2	Al Wadi	2,473	1,520	21.324622, 39.165651	Location
Average Price per sqm - SAR					1,491
Market adjustment			0%		SAR 0
Site adjustment			5%		SAR 75
Average price per square meter after adjustments					SAR 1,416
Average price per square meter after rounding					SAR 1,400



Residual Value Calculation

Calculating land value using the income method and the residual value method:

Residual Value Method Static Model

Gross Development Value			
Area Distribution and price per sqm		Project selling value	
Land Area	33,591.63 sqm	Saleable Land Area	30,232 sqm
Service ratio	10%		
Main warehouse area ratio	16%	Land area of main warehouses	4,789 sqm
Average Price per sqm	SAR 1,600	Sale Value - SAR	7,662,400
Internal warehouse ratio	84%	Land area of Internal warehouses	25,443 sqm
Average Price per sqm	SAR 1,400	Sale Value - SAR	35,620,200
Total land sales	SAR 43,282,600		

Discount rate	
Government bond yield rate	5.125%
Inflation rate	1.80%
Market risks	2.00%
Property risks	1.50%
Discount rate	10.43%

Third: Building cost			
Building construction cost			
Cost ratios - Per sqm		Cost value	
Land development cost	100	Land development	3,359,163
Subdivision Fees	2%	Subdivision Fees	67,183
Professional fees	2%	Professional fees	67,183
Advertising and marketing Fees	2%	Advertising and marketing Fees	67,183
Contingency costs	5%	Contingency costs	167,958
Financing cost	7.0%	Financing cost	117,571
Implementation period	1	Implementation period	
Developers profit	20%	Developers profit	671,833
Total land development costs	4,518,074		

Land value	
Land value after deducting development costs; future value	SR 38,764,526
Cash discount factor 10.43% %	0.91
Fair value of the land	SR 35,104,846
fair value per square meter of land	SR 1,045.05
Fair value per meter of land after rounding	SR 1,046.00

Replacement cost Calculation

Calculating the value of a building using the replacement cost method:

Replacement cost

First: Estimating the value of the land		
Land area	33,591.63	m2
Price per sqm	1,046.00	SAR / m2
Land cost	35,136,845	SAR

Second: BUA		m2
Warehouses	27,024.00	
Fences	820.70	
Total BUA	27,024.00	

Third: Building cost			
Building construction cost			
Costs per sqm - SAR		Cost value	
Warehouse Construction	550	Warehouse Construction	14,863,200
Fences	400	Fences Construction	328,280
Total Construction Cost		15,191,480	
Other costs			
Costs		Cost value	
Professional consultations	2%	Professional consultations	303,830
Management	2%	Management	303,830
Service Fee	2%	Service Fee	303,830
Financing cost	7.0%	Financing cost	531,702
Implementation period	1		
Developers profit	10%		
Total other costs		2,962,339	
Total building costs		18,153,819	

Fourth: Depreciation cost		
Actual Age	11 Years	Based on the resident's opinion
Economic Life	30 Years	
Depreciation Rate	37%	40%
Depreciated Value	SAR 6,656,400	SAR 7,261,527

Fifth: Property value	
Replacement Cost of the Building	SAR 10,892,291.2
Land Value	SAR 35,136,845.0
Capital Value of the Property	SAR 46,029,136.1
Rounded Capital Value of the Property	SAR 46,030,000

Average Rent Calculation:

Warehouses					
No.	Location	Area	Rent/sqm	Coordinate	Location link
1	Al Wadi	13,000	140	21.317316, 39.162522	Click here
2	Al Wadi	13,000	115	21.305086, 39.188101	Click here
3	Al Wadi	12,142	130	21.318144, 39.180978	Click here
Average rent per meter					128
Market adjustment				0%	0
Site adjustment				-10%	-13
Average rent per meter after adjustments					116
Average rent per square meter after rounding					120



Income Summary

Income Summary:

Estimated Market Rental Income			
Property Type	Leasable Area	Rental Rate	Annual Rental Value
Warehouse	33,591.63 sqm	SAR 120/sqm	SAR 4,030,996
Total Income			SAR 4,030,996

Market Value Calculation

Calculating income using the direct capitalization method:

Calculating income using the direct capitalization method: (according to the market)

Location	Property	Cap Rate
Al Khabeer REIT	Warehouse	8.50%
Deraya REIT	Warehouse	8.00%
Deraya REIT	Warehouse	8.30%
Average rate of return		8.00%

Calculating income using the direct capitalization method			
#	Rental Area - sqm	Price per sqm - SAR	Total
Warehouse	33,591.63	120	4,030,996
Total Income			4,030,996
Vacancy rate		0%	0
Total actual income			4,030,996
Opex		0%	0
Net operating income (NOI)			4,030,996
Cap rate			8.00%
Total Property Value - SAR			50,387,445

Income Summary

Income Summary: (As per contract)

Estimated Fair Rental Income			
Property Type	Leasable Area	Rental Rate	Annual Rental Value
Warehouse	33,591.63 sqm	SAR 116.9/sqm	SAR 3,926,866
Total Income			SAR 3,926,866

Calculating income using the direct capitalization method:

Calculating income using the direct capitalization method: (according to the contract)

Location	Property	Cap Rate
Al Khabeer REIT	Warehouse	8.50%
Deraya REIT	Warehouse	8.00%
Deraya REIT	Warehouse	8.30%
Average rate of return		8.00%

Calculating income using the direct capitalization method			
#	Rental Area - sqm	Price per sqm - SAR	Total
Warehouse	33,591.63	116.9	3,926,866
Total Income			3,926,866
Vacancy rate		0%	0
Total actual income			3,926,866
Opex		0%	0
Net operating income (NOI)			3,926,866
Cap rate			8.00%
Total Property Value - SAR			49,085,825



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Final Value of Property

Value Summary:

Based on the application of the income method to arrive at value, the fair value of the property in its current condition in Saudi Riyals is:

SAR 49,085,825 Saudi Riyal

Final value in words

Forty-Nine Million Eighty-Five Thousand Eight Hundred Twenty-Five Saudi Riyals

Valuation Approval

General Manager
Al-Waleed Bin Zouman
Membership
1210000038


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شركة القرن الواحد والعشرين وشريكة
سجل تجاري 1010608364

Valuer & Reviewer

Project valuation Manager
Hamza Al-Din Riad
Membership
1220001578



Associate Valuer

Real estate appraiser
Mohamed Al Khatlan
Membership
1210002327



Property inspection

Real estate appraiser
Murad Al Masri
Membership
1220001641



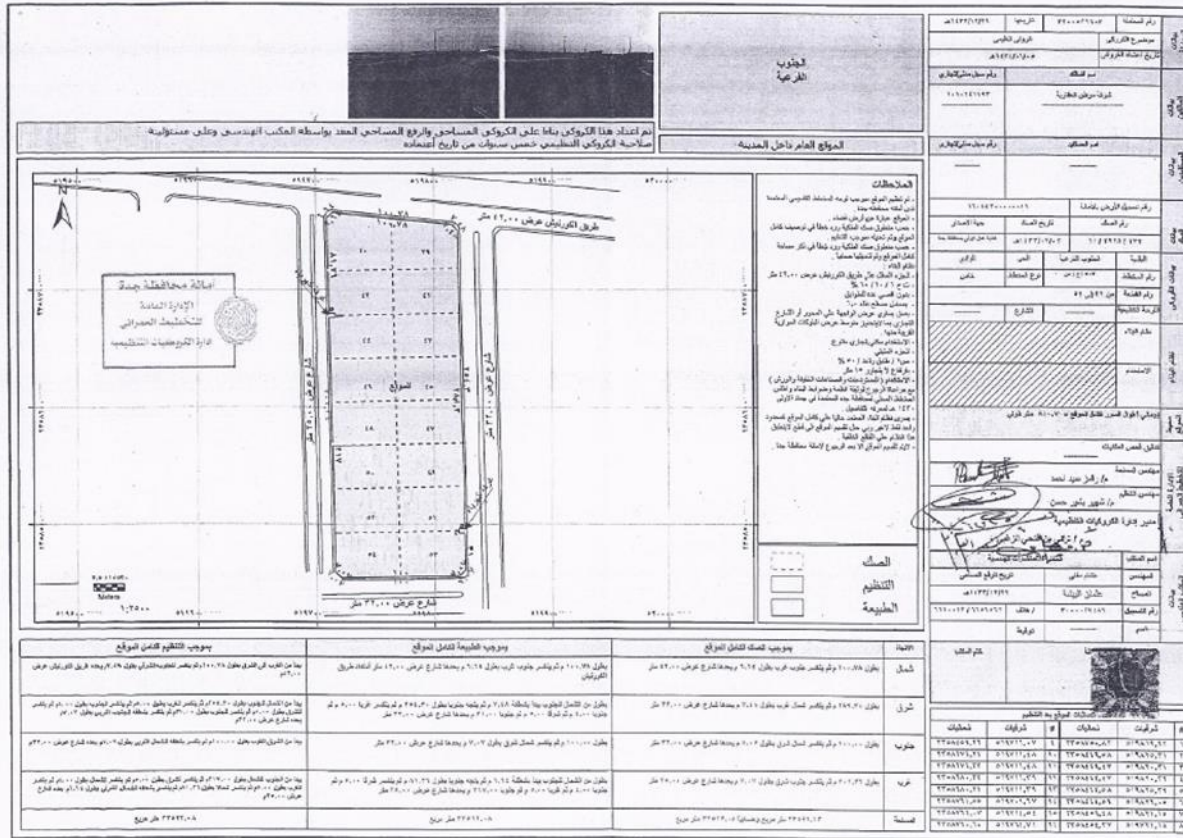
ATTACHMENTS



Attachments



Attachments

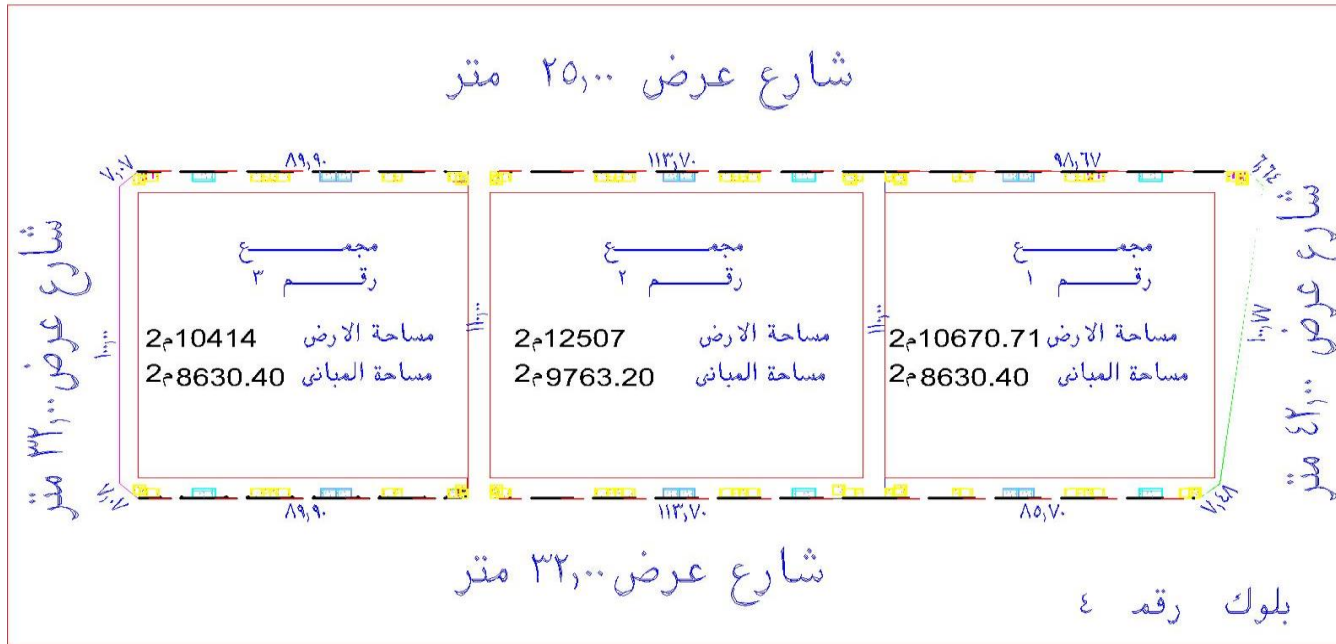




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Attachments



Warehouse spaces and dimensions



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Attachments

بوابة الخدمات الالكترونية

رقم التقرير:	1817349
منشأه التقييم:	شركة القرن الواحد والعشرين وشريكه للتقييم العقاري
العميل:	الجزيرة ريت
الغرض من التقييم:	أخرى
عدد الأصول:	1
نوع التقرير:	تقرير مفصل
تاريخ إصدار التقرير:	Wed 29 Jul, 2026



للتحقق من صحة شهادة
التسجيل:

Deposit code

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