



FIRST المطاحن
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THE FIRST MILLING COMPANY (A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)**
For the three-month period ended 31 March 2026

**TOGETHER WITH THE
INDEPENDENT AUDITORS' REPORT**

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS (UNAUDITED)**
For the three-month period ended 31 March 2026
together with the
INDEPENDENT AUDITORS' REVIEW REPORT

THE FIRST MILLING COMPANY

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

For the three-month period ended 31 March 2026

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KPMG Professional Services Company

Zahran Business Center
Prince Sultan Street
P. O. Box 55078
Jeddah 21534
Kingdom of Saudi Arabia
Commercial Registration No 4030290792

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

مركز زهران للأعمال
شارع الأمير سلطان
ص. ب. 55078
جده 21534
المملكة العربية السعودية
سجل تجاري رقم 4030290792

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed consolidated interim financial statements To the Shareholders of The First Milling Company

Introduction

We have reviewed the accompanying 31 March 2026 condensed consolidated interim financial statements of **The First Milling Company ("the Company") and its subsidiaries ("the Group")**, which comprises:

- the condensed consolidated statement of financial position as at 31 March 2026;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2026;
- the condensed consolidated statement of changes in equity for the three-month period ended 31 March 2026;
- the condensed consolidated statement of cash flows for the three-month period ended 31 March 2026; and
- the notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' that is endorsed in the Kingdom of Saudi Arabia. A review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for 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 that are endorsed in the Kingdom of Saudi Arabia, 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.

Independent auditor's report on review of condensed consolidated interim financial statements

To the Shareholders of The First Milling Company (continued)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 31 March 2026 condensed consolidated interim financial statements of **The First Milling Company and its subsidiaries** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services Company

Ebrahim Oboud Baeshen
Regional Managing Partner - Jeddah
License No. 382



Jeddah, 5 May 2026
Corresponding to 18 Dhul Qadah 1447H

THE FIRST MILLING COMPANY

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Goodwill		1,138,694,626	1,138,694,626
Property, plant and equipment	7	825,347,700	820,277,260
Right-of-use assets		284,663,507	288,097,198
Intangible assets		11,615,966	11,108,663
Margins against letter of guarantees		2,232,315	2,232,315
Non-current assets		2,262,554,114	2,260,410,062
Derivative financial instrument	8	4,220,030	7,928,860
Inventories	9	147,688,135	162,899,736
Trade receivables	10	44,575,154	40,319,907
Prepayments and other current assets		59,035,312	34,070,975
Cash and cash equivalents		201,939,363	93,307,099
Current assets		457,457,994	338,526,577
Total assets		2,720,012,108	2,598,936,639
Equity and liabilities			
Equity			
Share capital	11	555,000,000	555,000,000
Treasury shares	13	--	(25,318,388)
Shareholders' contributions		6,751,214	6,751,214
Reserves		73,336,236	97,954,514
Retained earnings		417,960,677	433,311,387
Equity attributable to owners of the Company		1,053,048,127	1,067,698,727
Non-controlling interests		3,390,869	3,613,921
Total equity		1,056,438,996	1,071,312,648
Liabilities			
Long-term loans	15	822,308,240	778,488,902
Lease liabilities		290,956,112	301,824,368
Long-term payables		42,285,072	42,148,019
Employees' defined benefit obligations		9,156,311	7,989,291
Non-current liabilities		1,164,705,735	1,130,450,580
Trade and other payables		83,390,533	73,372,341
Accrued expenses and other current liabilities		160,468,771	92,614,094
Current portion of long-term loans	15	132,089,274	122,262,474
Current portion of lease liabilities		39,224,701	25,047,877
Current portion of long-term payables		16,729,932	16,413,077
Short-term loan	16	40,000,000	40,000,000
Advances from customers		18,835,988	20,443,714
Due to a related party	24	97,565	85,868
Accrued zakat	21	8,030,613	6,933,966
Current liabilities		498,867,377	397,173,411
Total liabilities		1,663,573,112	1,527,623,991
Total equity and liabilities		2,720,012,108	2,598,936,639

The accompanying notes from 1 to 27 form an integral part of these condensed consolidated interim financial statements.

Tariq Mutlaq Abdullah AlMutlaq
Chairman

Abdullah Abdul-Aziz Abdullah Ababtain
CEO

Alaaeldin Mohammed Shousha
CFO

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME (UNAUDITED)**

For the three-month period ended 31 March 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	For the three-month period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
Revenue from contracts with customers	17	332,751,810	283,596,100
Cost of revenue	18	(195,511,229)	(160,350,799)
Gross profit		137,240,581	123,245,301
General and administrative expenses		(18,367,171)	(16,544,807)
Selling and distribution expenses		(19,188,763)	(12,374,914)
Expected credit (loss) / reversal on trade receivables		(840,518)	336,599
Other income		797,392	--
Operating profit		99,641,521	94,662,179
Finance costs	19	(19,860,551)	(20,573,083)
Interest income	20	4,180,097	7,617,781
Profit before zakat		83,961,067	81,706,877
Zakat expense	21	(1,096,647)	(2,042,672)
Profit for the period		82,864,420	79,664,205
Other comprehensive loss for the period			
<i>Items that are or may not be reclassified subsequently to profit or loss:</i>			
Cash flow hedge and cost of hedging reserve	8	(2,554,072)	(4,074,599)
Total comprehensive income for the period		80,310,348	75,589,606
Profit attributable to:			
Owners of the Company		80,087,472	79,664,205
Non-controlling interests		2,776,948	--
		82,864,420	79,664,205
Total comprehensive income attributable to:			
Owners of the Company		77,533,400	75,589,606
Non-controlling interests		2,776,948	--
		80,310,348	75,589,606
Earnings per share for the period attributable to shareholders of the Parent Company (SR):			
Basic	23.1	1.45	1.44
Diluted	23.2	1.45	1.43

The accompanying notes from 1 to 27 form an
integral part of these condensed consolidated interim financial statements.

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Chairman

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Alaaeldin Mohammed Shousha
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THE FIRST MILLING COMPANY
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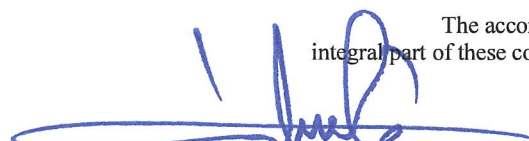
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the three-month period ended 31 March 2026

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

Notes	Attributable to owners of the Company												Non-controlling interests	Total equity
	Share capital	Treasury shares	Shareholders' contribution	Statutory reserve	General reserve	Employees' share based payments reserve	Merger reserve	Cashflow hedge reserve	Total reserves	Retained earnings	Total			
Three-month period ended 31 March 2026														
As at 31 December 2025 (audited)	555,000,000	(25,318,388)	6,751,214	82,823,399	25,090,172	22,064,206	(37,554,503)	5,531,240	97,954,514	433,311,387	1,067,698,727	3,613,921	1,071,312,648	
Profit for the period	--	--	--	--	--	--	--	--	--	80,087,472	80,087,472	2,776,948	82,864,420	
Other comprehensive loss for the period	--	--	--	--	--	--	--	(2,554,072)	(2,554,072)	--	(2,554,072)	--	(2,554,072)	
Total comprehensive income for the period	--	--	--	--	--	--	--	(2,554,072)	(2,554,072)	80,087,472	77,533,400	2,776,948	80,310,348	
Dividends distribution	14	--	--	--	--	--	--	--	--	(92,184,000)	(92,184,000)	(3,000,000)	(95,184,000)	
Equity-settled share-based payment	13	--	25,318,388	--	--	(22,064,206)	--	--	(22,064,206)	(3,254,182)	--	--	--	
As at 31 March 2026 (unaudited)		555,000,000	--	6,751,214	82,823,399	25,090,172	(37,554,503)	2,977,168	73,336,236	417,960,677	1,053,048,127	3,390,869	1,056,438,996	
Three-month period ended 31 March 2025														
As at 31 December 2024 (audited)	555,000,000	(25,318,388)	6,751,214	82,823,399	--	10,165,117	(37,554,503)	19,972,563	75,406,576	333,209,421	945,048,823	--	945,048,823	
Profit for the period	--	--	--	--	--	--	--	--	--	79,664,205	79,664,205	--	79,664,205	
Other comprehensive loss for the period	--	--	--	--	--	--	--	(4,074,599)	(4,074,599)	--	(4,074,599)	--	(4,074,599)	
Total comprehensive income for the period	--	--	--	--	--	--	--	(4,074,599)	(4,074,599)	79,664,205	75,589,606	--	75,589,606	
Dividends distribution	14	--	--	--	--	--	--	--	--	(71,208,000)	(71,208,000)	--	(71,208,000)	
Equity-settled share-based payment		--	--	--	--	2,532,839	--	--	2,532,839	--	2,532,839	--	2,532,839	
As at 31 March 2025 (unaudited)		555,000,000	(25,318,388)	6,751,214	82,823,399	--	12,697,956	(37,554,503)	15,897,964	73,864,816	341,665,626	951,963,268	951,963,268	

The accompanying notes from 1 to 27 form an integral part of these condensed consolidated interim financial statements.


Tariq Mutlaq Abdullah AlMutlaq
Chairman


Abdullah Abdul-Aziz Abdullah Ababtain
CEO


Alaaeldin Mohammed Shousha
CFO

THE FIRST MILLING COMPANY
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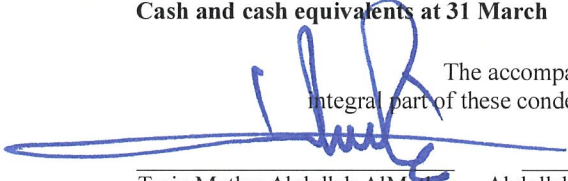
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the three-month period ended 31 March 2026

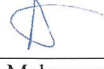
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Cash flows from operating activities			
Profit before zakat		83,961,067	81,706,877
<i>Adjustments:</i>			
Depreciation of property, plant and equipment	7.2	11,395,836	10,836,204
Depreciation of right-of-use assets		4,004,156	3,959,976
Amortization of intangible assets		363,416	200,843
Finance cost on lease liabilities	19	3,259,957	3,297,541
Interest on loans	19	10,522,596	14,109,636
Interest income	20	(4,180,097)	(7,617,781)
Amortisation of loan transaction cost	19	4,117,966	1,424,451
Finance cost on long-term payable	19	805,274	585,878
Adjustment for net realizable value for inventories	18	17,923	(1,670,438)
Provision for employees' defined benefit obligations		1,332,292	883,851
Employees' share based payments plan expense		--	2,532,839
Expected credit loss/(reversal) on trade receivables		840,518	(336,599)
Amortisation of cost of hedging	19	1,154,758	1,155,577
		<u>117,595,662</u>	<u>111,068,855</u>
<i>Changes in working capital:</i>			
Inventories		15,193,678	15,130,387
Trade receivables		(5,095,765)	(10,526,293)
Prepayments and other current assets		(24,964,337)	(3,408,349)
Trade and other payables		10,018,192	1,999,825
Accrued expenses and other current liabilities		(24,329,324)	(19,400,486)
Advances from customers		(1,607,726)	(495,611)
Due to a related party		11,697	67,709
Cash generated from operating activities		<u>86,822,077</u>	<u>94,436,037</u>
Employees' defined benefit obligations paid		(165,272)	(93,422)
Interest paid		(9,775,843)	(14,109,636)
Interest income received		4,180,097	5,819,690
Net cash from operating activities		<u>81,061,059</u>	<u>86,052,669</u>
Cash flows from investing activities			
Additions to property, plant and equipment	7.2	(17,026,939)	(28,896,450)
Additions to intangible assets		(606,152)	(1,449,861)
Advance against purchase of subsidiary		--	(15,000,000)
Net cash used in investing activities		<u>(17,633,091)</u>	<u>(45,346,311)</u>
Cash flows from financing activities			
Dividends paid	14	(3,000,000)	--
Proceeds from long-term loans	15	48,545,000	--
Repayment of lease liabilities		(340,704)	(6,619,664)
Net cash generated from/(used in) financing activities		<u>45,204,296</u>	<u>(6,619,664)</u>
Net change in cash and cash equivalents during the period		<u>108,632,264</u>	<u>34,086,694</u>
Cash and cash equivalents at 1 January		<u>93,307,099</u>	<u>192,540,441</u>
Cash and cash equivalents at 31 March		<u>201,939,363</u>	<u>226,627,135</u>

The accompanying notes from 1 to 27 form an integral part of these condensed consolidated interim financial statements.


Tariq Mutlaq Abdullah AlMutaq
Chairman


Abdullah Abdul-Aziz Abdullah Ababtain
CEO


Alaaeldin Mohammed Shousha
CFO

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)**

For the three-month period ended 31 March 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

1. COMPANY INFORMATION

The First Milling Company (the “Company” or the “Parent Company”) is a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia under unified number 7003698904 and commercial registration number 4030291813 dated 10 November 2016 (corresponding to 10 Safar 1438H).

The Company was established as part of the Kingdom’s flour milling privatization program and was fully acquired by Al Raha Al Safi Food Company on 31 December 2020 (corresponding to 16 Jumada Al Awal 1442H). The Company was listed on the Saudi Exchange (Tadawul) on 22 June 2023 (corresponding to 4 Dhul Hijjah 1444H).

The Company is principally engaged in flour production and related wheat products, feed and bran within the Kingdom of Saudi Arabia. Selling prices for certain flour products (45kg and above) are regulated by General Food Security Authority (“GFSA”).

The registered address of the Company is as follows:

Building No. 7859,
Abu Bakr Al Siddiq
Ash Sharafiyah District, 4542
Jeddah 22234
Kingdom of Saudi Arabia

The Company is the ultimate controlling party of the Group. As at 31 March 2026, the Company has an investment in the following subsidiaries:

<u>Subsidiary name</u>	<u>Country of incorporation</u>	<u>Principal business activity</u>	<u>Effective ownership interest (%)</u>	
			<u>31 March 2026</u>	<u>31 December 2025</u>
First Food Supplies Company Limited	Saudi Arabia	Distribution	100	100
Al-Manar Feed Company Limited	Saudi Arabia	Feed Production	100	100
Al-Kenan Arabia Trading Company	Saudi Arabia	Distribution	60	60

These accompanying condensed consolidated interim financial statements comprise the condensed financial statements of The First Milling Company (the “Company” (or) the “Parent Company”) and its subsidiaries (collectively referred to as the “Group”). The Company and its subsidiaries have the same reporting periods.

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)**

For the three-month period ended 31 March 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

1. COMPANY INFORMATION (continued)

The Group operates through four branches, which are as follows:

<u>Branch Location</u>	<u>Date</u>	<u>Commercial Registration No.</u>
Jeddah	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	4030294014
Qassim	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	1131057624
Al Ahsa	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	2250067938
Tabuk	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	3550038652

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with the International Accounting Standards (IAS 34) “Interim Financial Reporting” as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and professional Accountants (“SOCPA”) (collectively referred to as “IFRS as endorsed in KSA”) and should be read in conjunction with the Group’s last annual financial statements as at and for the year ended 31 December 2025 (“last annual financial statements”).

These condensed consolidated interim financial statements do not include all the information and disclosures required to prepare a complete set of consolidated financial statements in accordance with the International Financial Reporting Standards adopted in the Kingdom of Saudi Arabia. However selected accounting policies and explanatory notes have been included to explain the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the last annual financial statements. In addition, the results for the three-month period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the year ending 31 December 2026.

2.2 Basis of measurement

These condensed consolidated interim financial statements have been prepared using accrual basis of accounting, going concern concept and under the historical cost basis, except employees’ defined benefit obligations which are recognised at the present value of future obligation using the Projected Unit Credit Method and derivative financial instrument which is recognised at fair value through other comprehensive income.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)**

For the three-month period ended 31 March 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

2. BASIS OF PREPARATION (continued)

2.3 Basis of consolidation

The condensed consolidated interim financial statements comprise the financial statements of the Company and its subsidiaries as at and for the three-month period ended 31 March 2026 (note 1). Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee;
- Rights arising from other contractual arrangements; and
- The Group's voting rights and potential voting rights.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired during the year are included in the condensed consolidated interim financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Parent Company and to the non-controlling interests. All intra-group assets and liabilities, equity, income and expenses relating to transactions between members of the Group are eliminated in full on consolidation. A change in ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary;
- Derecognises the carrying amount of any non-controlling interest;
- Derecognises the cumulative translation differences recorded in equity;
- Recognises the fair value of consideration received;
- Recognises the fair value of any investment retained;
- Recognises any surplus or deficit in profit or loss; and
- Reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

2.4 Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Arabian Riyals (SR) which is the functional and presentation currency of the Company and its subsidiaries. All amounts have been rounded to the nearest SR, unless otherwise stated.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)**

For the three-month period ended 31 March 2026

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group's condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of revenues, expenses, assets, liabilities and accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

The Group based its assumptions and estimates on parameters available when the condensed consolidated interim financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

The significant judgments exercised in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements for the year ended 31 December 2025.

4. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards, interpretations and amendments effective as at 1 January 2026, as mentioned in note 5.1. The Group has not early adopted any standard, interpretation, or amendment that has been issued but is not yet effective.

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

5.1 Standards, interpretations and amendments issued

Several amendments and interpretations apply for the first time in 2026, which are effective for annual periods beginning on or after 1 January 2026 which do not have a material effect on these condensed consolidated interim financial statements.

<i><u>Standards / Interpretations and amendments</u></i>	<i><u>Description</u></i>	<i><u>Effective from periods beginning on or after the following date</u></i>
IFRS 9 and IFRS 7	Classification and measurement of financial instruments – disclosures (amendments to IFRS 9 and IFRS 7)	1 January 2026
IFRS 9 and IFRS 7	Contracts referencing nature-dependent electricity (amendments to IFRS 9 and IFRS 7)	1 January 2026
Volume 11	Annual improvements to IFRS accounting standards	1 January 2026

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)**

For the three-month period ended 31 March 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

5.2 Standards, interpretations and amendments issued but not yet effective

The standards, interpretations and amendments issued, but not yet effective up to the date of issuance of the condensed consolidated interim financial statements are disclosed below. The Group intends to adopt these standards, where applicable, when they become effective.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

<u>Standards / Interpretations and amendments</u>	<u>Description</u>	<u>Effective from periods beginning on or after the following date</u>
IFRS 18	Presentation and disclosure in financial statements	1 January 2027
IFRS 19	Subsidiaries without public accountability - disclosures	1 January 2027
IFRS 10 and IAS 28	Sale or contribution of assets between investor and its associate or joint venture (amendments to IFRS 10 and IAS 28)	Available for optional adoption / effective date deferred indefinitely

The Group is currently assessing the implications for other above-mentioned standards, interpretations and amendments on the Group's condensed consolidated interim financial statements on adoption.

6. SEGMENT INFORMATION

The Group operates in four regions in the Kingdom of Saudi Arabia, which are its reportable segments. These regions are identified as a separate reportable segment because the Group managed them separately.

The management has identified these business units based on their geographical locations. The following summary describes the operations of each reportable segment.

<u>Reportable segments</u>	<u>Operations</u>
Jeddah	Production of flour, feed and bran
Qassim	Production of flour, feed and bran
Tabuk	Production of flour and bran
Al Ahsa	Production of flour and bran

The management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on income and is measured consistently in the financial statements.

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6. SEGMENT INFORMATION (continued)

Transfer prices between operating segments are on cost and any transmission and distribution costs are recovered from the segments in a manner similar to transactions with third parties.

The Group's executive committee of the Board of Directors reviews the internal management reports for each segment at least quarterly.

The selected financial information for these business units is set out below. Intercompany transactions, if any, within the reportable segments have been appropriately eliminated. There were no inter-segment sales during the period presented below. All unallocated amounts relate to the head office and are not allocable to the operating segments. Segment profit before zakat is used to measure performance because management believes that this measure provides the most relevant information for evaluating the results of the respective segments relative to other entities operating in the same industries. During the period ended 31 March 2026, the Group has allocated goodwill to the identified segments. Consequently, the Group has disclosing this information in its condensed consolidated interim financial statements, given the focus of IFRS 8 – Operating Segments on disclosure of information used by the CODM.

For the three-month period ended 31 March 2026 (Unaudited)	<u>Jeddah</u>	<u>Qassim</u>	<u>Tabuk</u>	<u>Al Ahsa</u>	<u>Total segments</u>
Total revenue	169,268,476	104,843,715	31,440,968	27,198,651	332,751,810
Cost of inventories	(74,052,555)	(53,753,560)	(9,625,105)	(7,049,571)	(144,480,791)
Salaries and other benefits	(10,524,604)	(5,386,727)	(2,999,985)	(3,155,160)	(22,066,476)
Depreciation and amortization	(8,241,159)	(1,529,725)	(1,427,817)	(3,953,890)	(15,152,591)
Other expenses	(15,705,821)	(6,942,812)	(3,220,245)	(2,846,837)	(28,715,715)
Finance costs	(2,374,285)	(447,200)	(30,499)	(403,959)	(3,255,943)
Segment profit	<u>58,370,052</u>	<u>36,783,691</u>	<u>14,137,317</u>	<u>9,789,234</u>	<u>119,080,294</u>

For the three-month period ended 31 March 2025 (Unaudited)	<u>Jeddah</u>	<u>Qassim</u>	<u>Tabuk</u>	<u>Al Ahsa</u>	<u>Total segments</u>
Total revenue	130,367,463	88,669,878	29,785,934	34,772,825	283,596,100
Cost of inventories	(52,750,791)	(42,688,623)	(10,540,803)	(12,506,171)	(118,486,388)
Salaries and other benefits	(8,078,358)	(4,412,941)	(2,735,286)	(2,906,137)	(18,132,722)
Depreciation and amortization	(7,242,506)	(1,634,628)	(1,472,138)	(3,984,529)	(14,333,801)
Other expenses	(8,662,498)	(5,366,415)	(2,984,588)	(3,152,564)	(20,166,065)
Finance costs	(2,389,414)	(456,603)	(31,022)	(412,555)	(3,289,594)
Segment profit	<u>51,243,896</u>	<u>34,110,668</u>	<u>12,022,097</u>	<u>11,810,869</u>	<u>109,187,530</u>

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6. SEGMENT INFORMATION (continued)

At 31 March 2026 (Unaudited)	<u>Jeddah</u>	<u>Qassim</u>	<u>Tabuk</u>	<u>Al Ahsa</u>	<u>Total segments</u>
Total assets	1,210,815,142	588,662,127	202,224,515	382,389,335	2,384,091,119
Total liabilities	354,882,757	151,777,853	16,805,655	65,209,950	588,676,215
Other disclosures:					
Property, plant and equipment with right- of-use assets	550,890,455	175,051,145	98,564,716	250,404,573	1,074,910,889
Inventories	86,784,400	38,367,662	11,343,808	11,192,265	147,688,135
Intangible assets	459,432	765,272	--	--	1,224,704
At 31 December 2025 (Audited)	<u>Jeddah</u>	<u>Qassim</u>	<u>Tabuk</u>	<u>Al Ahsa</u>	<u>Total segments</u>
Total assets	1,245,230,887	622,378,099	202,919,386	381,104,632	2,451,633,004
Total liabilities	298,981,044	162,140,771	16,657,835	57,411,494	535,191,144
Other disclosures:					
Property, plant and equipment with right- of-use assets	556,197,030	161,800,907	99,813,577	253,539,088	1,071,350,602
Inventories	99,785,065	40,706,505	11,313,186	11,094,980	162,899,736
Intangible assets	459,425	794,705	--	--	1,254,130

6.1 Reconciliations of information on reportable segments to the amounts reported in the condensed consolidated interim financial statements

i) Profit before zakat

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Total profit before zakat for reportable segments	119,080,294	109,187,530
Unallocated amounts		
Salaries and other benefits	(14,067,644)	(12,516,068)
Depreciation and amortization	(610,817)	(663,222)
Other expenses	(7,973,129)	(4,972,254)
Finance costs	(16,604,608)	(17,283,489)
Interest income	4,180,097	7,617,781
Other income	797,392	--
Expected credit (loss) / reversal on trade receivables	(840,518)	336,599
	<u>83,961,067</u>	<u>81,706,877</u>

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6. SEGMENT INFORMATION (continued)

6.1 Reconciliations of information on reportable segments to the amounts reported in the condensed consolidated interim financial statements (continued)

ii) Total assets

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Total assets for reportable segments	2,384,091,119	2,451,633,004
Unallocated amounts	<u>335,920,989</u>	<u>147,303,635</u>
	<u>2,720,012,108</u>	<u>2,598,936,639</u>

iii) Total liabilities

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Total liabilities for reportable segments	588,676,215	535,191,144
Unallocated amounts	<u>1,074,896,897</u>	<u>992,432,847</u>
	<u>1,663,573,112</u>	<u>1,527,623,991</u>

All revenue is generated from external customers. Revenue from one customer of the Group represented approximately SR 15.96 million (31 March 2025: SR 51.50 million) which represents 4.8% (31 March 2025: 18.16%) of the Group's total revenues.

7. PROPERTY, PLANT AND EQUIPMENT

7.1 Property, plant and equipment comprise of the following:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Buildings	335,322,732	340,151,228
Plant and equipment	328,144,589	333,373,973
Furniture and fittings	4,988,617	2,816,733
Computer equipment	883,282	642,759
Motor vehicles	4,372,611	4,395,207
Projects under progress	<u>151,635,869</u>	<u>138,897,360</u>
	<u>825,347,700</u>	<u>820,277,260</u>

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7. PROPERTY, PLANT AND EQUIPMENT (continued)

7.2 The movement in property, plant and equipment during the three-month period ended 31 March is as follows:

	For the three-month period ended 31 March	
	<u>2026</u> (Unaudited)	<u>2025</u> (Unaudited)
Depreciation	(11,395,836)	(10,836,204)
Additions	17,026,939	28,896,450
Transfer to intangible assets	(264,567)	--
Other reclassification	(296,096)	--

7.3 The buildings are constructed on land leased from the GFSA with an annual rental of SR 8.39 million. The lease term is twenty-five calendar years commenced from 1 January 2017 (corresponding to 3 Rabee Thani 1438H) and is renewable for a similar period. In 2020, the lease term was extended by an additional three years.

7.4 As at 31 March 2026, projects under progress mainly consists of the following which is expected to be completed during Q3 2026:

- i) Bran Tower in Jeddah
- ii) New Mill C in Qassim

Capital commitments relating to these projects amount to SR 53.54 million (31 December 2025: SR 48.9 million).

8. DERIVATIVE FINANCIAL INSTRUMENT

To hedge the variability in interest rate on Term Murabaha facility with a maturity date of 31 December 2035, the Group entered into a profit rate cap agreement with Gulf International Bank.

The profit rate cap agreement requires the Group to pay floating rate of SAIBOR until it reaches to 2%, post which the Group will pay only the cap rate of 2%. The maturity date of the agreement is 30 June 2026.

For the purpose of hedge accounting, profit rate cap has been designated into cash flow hedge. The fair value and notional amount of the profit rate cap derivative is as follows:

	<u>31 March 2026</u> (Unaudited)	<u>31 December 2025</u> (Audited)
<u>Profit Rate Cap</u>		
Notional amount	<u>588,124,835</u>	<u>622,582,778</u>
Positive fair value - current	<u>4,220,030</u>	<u>7,928,860</u>

The hedge has been assessed to be effective and as at 31 March 2026, net un-realised loss of SR 2.55 million (31 March 2025: net un-realised loss of SR 4.07 million) has been recognized in other comprehensive income.

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8. DERIVATIVE FINANCIAL INSTRUMENT (continued)

The components of other comprehensive income are as follows:

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Cash flow hedge – effective portion of changes in fair value	(3,708,830)	(5,230,151)
Cost of hedging reserve – changes in fair value	--	(25)
Cost of hedging reserve – reclassified to profit or loss	1,154,758	1,155,577
	<u>(2,554,072)</u>	<u>(4,074,599)</u>

The amount of SR 2.98 million shown as cash flow hedging reserve in the condensed consolidated statement of financial position as at 31 March 2026 will affect the profit or loss in forthcoming years.

The table below summaries the maturity profile of the derivative financial instruments based on contractual undiscounted payments.

	Maturity		
	Less than 12 months	1 – 5 years	Total
31 March 2026	4,276,554	--	4,276,554
31 December 2025	8,079,889	--	8,079,889

9. INVENTORIES

Inventories comprise of the following:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Spare parts	75,136,069	73,864,690
Raw materials	70,293,661	85,488,098
Finished goods	17,810,905	19,051,616
Goods in transit	228,582	272,256
Others	368,686	354,921
Less: adjustment for net realizable value of inventories	(16,149,768)	(16,131,845)
	<u>147,688,135</u>	<u>162,899,736</u>

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10. TRADE RECEIVABLES

Trade receivables comprise of the following:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables	46,721,695	41,625,930
Allowance for expected credit loss on trade receivables	(2,146,541)	(1,306,023)
	<u>44,575,154</u>	<u>40,319,907</u>

The settlement period of these trade receivables is 30 – 90 days and the Group holds no security against these receivables.

11. SHARE CAPITAL

The authorized, issued and fully paid-up share capital of the Parent Company as at 31 March 2026 amounted to SR 555,000,000 (31 December 2025: SR 555,000,000) consists of 55,500,000 shares (31 December 2025: 55,500,000 shares) of SR 10 each share.

12. GENERAL RESERVE

In accordance with the By-laws of the Parent Company, the Parent Company is required to transfer an amount not exceeding 10% of the Company's profit, into the general reserve.

13. EMPLOYEES' SHARE BASED PAYMENTS RESERVE

The Parent Company has established a share based compensation scheme for its key management that entitles them to the shares of the Parent Company subject to successfully meeting certain service and performance conditions. Under the share based remuneration scheme, the Group has only one outstanding plan which has matured during the year ended 31 December 2025. Significant features of the scheme are as follows:

<u>Nature of plan</u>	<u>Equity based long term bonus plan</u>
Grant date	10 January 2024
Maturity date	31 December 2025
Vesting period	25 months (1 December 2023 – 31 December 2025)
Method of settlement	Equity-settled transaction
Fair value per share on grant date	SR 75.1

The shareholders of the Parent Company, at the Extraordinary General Assembly Meeting held on 10 January 2024 (corresponding to 28 Jumada Al-Thani 1445H), approved the purchase of up to 300,000 shares to be allocated to employees under the employee share scheme. The purchase was to be funded from the Company's existing resources, and the Board of Directors was authorized to complete the acquisition within twelve months from the date of the Extraordinary General Assembly resolution.

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13. EMPLOYEES' SHARE BASED PAYMENTS RESERVE (continued)

During the period ended 31 March 2026, the Group settled the vested share-based payment awards by transferring shares held as treasury shares to eligible employees. Accordingly, the cumulative balance recognised in the share-based payment reserve amounting to SR 22.06 million was reclassified within equity against treasury shares. The treasury shares were derecognised at their carrying amount of SR 25.32 million, resulting in a corresponding increase in equity. The resulting difference of SR 3.25 million between the carrying amount of the share-based payment reserve and the cost of treasury shares transferred has been recognised directly in retained earnings, in accordance with IFRS 2 Share-based Payment.

14. DIVIDENDS

14.1 On 12 March 2025 (corresponding to 12 Ramadan 1446H), the Board of Directors resolved and approved the distribution of the interim (half yearly) dividends to shareholders for the period of the last six months of 2024 ended on 31 December 2024 (corresponding to 30 Jumada Al Thani 1446H), with a total amount of SR 71,595,000. The dividends were distributed on 22 April 2025 (corresponding to 24 Shawwal 1446H).

14.2 On 23 July 2025 (corresponding to 28 Muharram 1447H), the Board of Directors resolved and approved the distribution of the interim (half yearly) dividends to shareholders for the period of the first six months of 2025 ended on 30 June 2025 (corresponding to 5 Muharram 1447H), with a total amount of SR 81,696,000. The dividends were distributed on 20 August 2025 (corresponding to 26 Safar 1447H).

14.3 On 08 March 2026 (corresponding to 19 Ramadan 1447H), the Board of Directors resolved and approved the distribution of the interim (half yearly) dividends to shareholders for the period of the last six months of 2025 ended on 31 December 2025 (corresponding to 11 Rajab 1447H), with a total amount of SR 92,184,000. The distribution date will be on 20 April 2026 (corresponding to 3 Dhul Qadah 1447H).

On 2 April 2026 (corresponding to 14 Shawal 1447H), the Board of Directors approved a revision to the above dividend distribution to reflect the transfer of 300,000 treasury shares to employees under the long-term incentive program. Accordingly, the total interim dividend for the six-month period ended 31 December 2025 increased to SR 92,685,000.

14.4 On 20 January 2026, the Board of Directors of the subsidiary, Al-Kenan Arabia Trading Company, approved the distribution of annual cash dividends amounting to SR 7,500,000 for the year ended 31 December 2025. The dividends were subsequently paid during the period.

14.5 Movement in dividends payable is as follows:

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period/year	19,907	19,907	19,907
Declared during the period/year	95,184,000	71,595,000	153,735,000
Paid during the period/year	(3,000,000)	--	(152,904,000)
Dividends on treasury shares	--	(387,000)	(831,000)
At the end of the period/year	92,203,907	71,227,907	19,907

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14. DIVIDENDS (continued)

The dividend payable has been presented within accrued expenses and other current liabilities in these condensed consolidated interim financial statements.

15. LONG-TERM LOANS

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Term Murabaha facility – Alinma Bank	785,054,580	785,054,580
Long-term loan – SIDF	75,000,000	75,000,000
Long-term loan – SAB	103,145,000	54,600,000
Accrued interest	1,250,788	267,616
Less: unamortised loan transaction cost	<u>(10,052,854)</u>	<u>(14,170,820)</u>
	<u>954,397,514</u>	<u>900,751,376</u>
Current portion	132,089,274	122,262,474
Non-current portion	<u>822,308,240</u>	<u>778,488,902</u>
	<u>954,397,514</u>	<u>900,751,376</u>

The Group has a term Murabaha facility with Alinma Bank amounting to SR 1,371 million, of which SR 1,300 million was utilised as at 31 March 2026. The facility carries interest at SAIBOR plus a margin, is subject to financial covenants, and is secured by promissory notes and certain pledged assets. The utilised amount is repayable in 30 unequal instalments commencing from 30 June 2021.

During the year ended 31 December 2024, the Group obtained an interest-free loan from the Saudi Industrial Development Fund (SIDF) amounting to SR 150 million to finance working capital requirements. The loan is subject to financial covenants and secured by promissory notes. It is repayable in four equal instalments of SR 37.5 million over 24 months from the date of first disbursement (5 August 2024).

During the year ended 31 December 2025, the Group obtained a term finance facility from Saudi Awwal Bank (SAB) amounting to SR 630 million. Out of this facility, SR 54.6 million was utilized during 2025 to finance the acquisition of Al-Manar Feed Company, while a further SR 48.55 million was drawn down during the three-month period ended 31 March 2026 to finance the development of the Mill C project in Al-Qassim.

The SR 54.6 million loan is repayable in ten unequal semi-annual instalments commencing from 21 June 2026, while the SR 48.5 million loan is repayable in ten equal semi-annual instalments commencing from 14 March 2027.

These loan facilities have certain covenants including leverage and debt service cover ratio to be maintained during the period of facility agreement.

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15. LONG TERM LOANS (continued)

Movement in loan balance as on 31 March 2026 is as follows:

	Term Murabaha facility	SIDF loan	SAB loan	Total
At the beginning of the period	785,054,580	75,000,000	54,600,000	914,654,580
Acquired during the period	--	--	48,545,000	48,545,000
At the end of the period (unaudited)	<u>785,054,580</u>	<u>75,000,000</u>	<u>103,145,000</u>	<u>963,199,580</u>

Movement in loan balance as on 31 March 2025 is as follows:

	Term Murabaha Facility	SIDF Loan	Total
At the beginning of the period	877,751,786	150,000,000	1,027,751,786
At the end of the period (unaudited)	<u>877,751,786</u>	<u>150,000,000</u>	<u>1,027,751,786</u>

Movement in loan balance as on 31 December 2025 is as follows:

	Term Murabaha facility	SIDF loan	SAB loan	Total
At the beginning of the year	877,751,786	150,000,000	--	1,027,751,786
Acquired during the year	--	--	54,600,000	54,600,000
Paid during the year	<u>(92,697,206)</u>	<u>(75,000,000)</u>	--	<u>(167,697,206)</u>
At the end of the year (audited)	<u>785,054,580</u>	<u>75,000,000</u>	<u>54,600,000</u>	<u>914,654,580</u>

Maturity analysis - contractual undiscounted cash flow

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Within one year	183,259,913	216,709,249
One to five years	620,794,363	579,997,430
More than five years	<u>433,336,267</u>	<u>438,693,357</u>
	<u>1,237,390,543</u>	<u>1,235,400,036</u>

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16. SHORT-TERM LOAN

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Short-term loan	<u>40,000,000</u>	<u>40,000,000</u>

Short-term loan comprise of revolving finance facility from Saudi Awwal Bank for a period of one year, repayable in 90 days from the date of drawdown, to finance the working capital needs of the Group. The facility carries interest at SAIBOR plus 1 % margin.

17. REVENUE FROM CONTRACTS WITH CUSTOMERS

The Group generates revenue primarily from the sale of flour, feed and bran, and is recognized at point in time.

17.1 Revenue is disaggregated by type of goods as shown below:

Type of goods	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Flour	176,121,373	170,334,394
Feed	129,313,585	80,625,632
Bran	27,316,852	32,636,074
	<u>332,751,810</u>	<u>283,596,100</u>

Revenue from flour includes semolina and flour mixes.

18. COST OF REVENUE

Cost of revenue comprises the following:

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Raw materials consumed	143,240,080	113,728,446
Salaries and other benefits	18,750,079	14,593,722
Depreciation and amortization	14,225,058	13,292,766
Fuel and power	8,844,962	7,367,026
Adjustment for net realizable value of inventories	17,923	(1,670,438)
Other expenses	9,192,416	8,281,335
	<u>194,270,518</u>	<u>155,592,857</u>
Finished goods inventory at the beginning of the period	19,051,616	18,839,216
Finished goods available for sale during the period	213,322,134	174,432,073
Finished goods inventory at the end of the period	(17,810,905)	(14,081,274)
	<u>195,511,229</u>	<u>160,350,799</u>

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19. FINANCE COSTS

Finance costs comprise the following:

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Interest on loans	10,522,596	14,109,636
Finance cost on lease liabilities	3,259,957	3,297,541
Amortisation of loan transaction cost	4,117,966	1,424,451
Finance cost on long-term payable	805,274	585,878
Amortisation of cost of hedging	1,154,758	1,155,577
	<u>19,860,551</u>	<u>20,573,083</u>

20. INTEREST INCOME

Interest income comprise the following:

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Interest income on cash flow hedge (Profit rate cap)	4,180,097	5,719,739
Interest income on bank deposits	--	1,898,042
	<u>4,180,097</u>	<u>7,617,781</u>

21. ZAKAT

21.1 Movement in provision for Zakat during the period/year

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period/ year	6,933,966	5,936,643	5,936,643
Charged during the period/ year	1,096,647	2,042,672	6,978,402
Acquisition through business combinations	--	--	191,347
Paid during the period/ year	--	--	(6,172,426)
At end of the period/ year	<u>8,030,613</u>	<u>7,979,315</u>	<u>6,933,966</u>

21.2 Zakat status

The Parent Company has filed its Zakat returns up to year ended 31 December 2024 and related zakat assessment have been finalized.

During the year ended 31 December 2025, Zakat Tax and Customs Authority (ZATCA) issued an assessment for the year ended 31 December 2024, resulting in additional Zakat of SR 0.35 million and withholding tax (WHT) of SR 0.16 million. The Group has settled the additional Zakat and withholding tax (WHT) liabilities.

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(UNAUDITED)**

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22. CAPITAL COMMITMENTS AND CONTINGENCIES

22.1 Contingencies

- a) The Parent Company has provided bank guarantees, issued by Banque Saudi Fransi, amounting to SR 2,232,315 in favour of GFSA for lease of silos in Jeddah, Qassim and Al-Ahsa. These guarantees are valid up to 31 December 2041 (corresponding to 7 Muharram 1464H).
- b) The Parent Company has provided bank guarantees, issued by Banque Saudi Fransi, amounting to SR 329,494 in favour of GFSA for lease of lands in Qassim, Tabuk and Al-Ahsa. These guarantees are valid up to 22 June 2026 (corresponding to 7 Muharram 1448H).
- c) The Parent Company has provided bank guarantees, issued by Saudi Awwal Bank, in favour of SIDF as a condition precedent for the proposed loan, amounting to SR 69,400,000 and SR 44,000,000. These guarantees are valid up to 18 June 2026 (corresponding to 3 Muharram 1448H) and 08 March 2027 (corresponding to 1 Dhul Qadah 1448H), respectively.
- d) The Parent Company has provided bank guarantees, issued by Saudi Awwal Bank, amounting to SR 329,494 in favor of GFSA for lease of lands in Qassim, Tabuk and Al-Ahsa. These guarantees are valid up to 22 June 2026 (corresponding to 7 Muharram 1448H).

22.2 Commitments

The following LCs are outstanding as at 31 March 2026:

- a) Import LC amounting to SR 29,366,883 (CHF 6,264,548) with an outstanding amount of SR 23,493,507 (CHF 5,011,638) in favour of Buhler AG for supply of machines and equipment for five projects in Jeddah. The LC will remain valid till 28 February 2028 (corresponding to 3 Shawwal 1449H).
- b) Import LC amounting to SR 61,670,475 (CHF 13,155,526) and fully outstanding balance in favour of Buhler AG for upgrade of Mill A and Mill B. The LC will remain valid till 16 August 2031 (corresponding to 17 Rabi Al-Akhar 1453H).
- c) Import LC amounting to SR 3,072,471 (CHF 655,420) and fully outstanding balance in favour of Wingmen GMBH equipment for Swing Mill Project The LC will remain valid till 15 December 2026 (corresponding to 6 Rajab 1448H).

23. EARNINGS PER SHARE

23.1 Basic earnings per share

The calculation of basic earnings per share has been based on the distributable earnings attributable to shareholders of ordinary shares and the weighted average number of ordinary shares outstanding at the date of the condensed consolidated interim financial statements.

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23. EARNINGS PER SHARE (continued)

23.1 Basic earnings per share (continued)

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Profit attributable to the owners of the Company	80,087,472	79,664,205
Weighted average number of ordinary shares for basic EPS	55,212,344	55,200,000
Earnings per share – basic	1.45	1.44

23.2 Diluted earnings per share

The calculation of diluted earnings per share has been based on the earnings attributable to shareholders of ordinary shares and the weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares if any. The diluted earnings per share is adjusted with the impact of the employees' share based payments plan.

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Profit attributable to the owners of the Company	80,087,472	79,664,205
Weighted average number of ordinary shares for diluted EPS	55,212,344	55,484,296
Earnings per share - diluted	1.45	1.43

24. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent the shareholders, with significant influence, key management personnel of the Group and entities controlled or significantly influenced by such parties. The terms of the transactions with related parties are approved by the Group's management. Transactions with related parties are on the basis of contractual arrangements made with them.

TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL

For the purposes of the disclosure requirements contained in IAS 24 Disclosures Related to Related Parties, the phrase "key management personnel" (i.e., those persons who have the authority and responsibility to plan, direct and control the activities of the Group) refers to the board of directors, chief executive officer and other executives of the Group.

The compensation of the senior management personnel includes salaries and other benefits. The amounts disclosed in the table represent the amounts recognised as an expense during the financial period in respect of key management personnel.

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24. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL (continued)

Compensation of key management personnel of the Group for the three-month period ended 31 March:

	31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Short-term employee benefits	3,381,869	2,603,821
Post-employment benefits	1,322,843	863,872
Share-based payments	--	979,496
Total compensation of key management personnel	<u>4,704,712</u>	<u>4,447,189</u>

Short-term employee benefits include SR 1.31 million (31 March 2025: SR 0.80 million) board and committees' fees, rewards and allowances.

OTHER RELATED PARTY TRANSACTIONS

Transactions with related parties arise mainly from services provided/ received and payments made on behalf of each other and are undertaken at mutually agreed terms. Due to related parties are the balances payable on demand, interest free and unsecured.

The aggregate value of related parties' transactions and outstanding balances including those related to key management personnel, and entities over which they have control or significant influence are as follows:

<u>Name</u>	<u>Relationship</u>	<u>Nature of transactions</u>	<u>Amount of transactions</u>		<u>Closing balance</u>	
			For the three-month period ended		31 March	31 December
			<u>2026</u>	<u>2025</u>	<u>2026</u>	<u>2025</u>
					(Unaudited)	(Audited)
<i>Due to a related party</i>						
Al Mutlaq Group Industrial Investment Company	Shareholder	Expenses incurred on behalf of the Company	11,697	67,709	<u>97,565</u>	<u>85,868</u>
					<u>97,565</u>	<u>85,868</u>

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25. FINANCIAL INSTRUMENTS – FAIR VALUES

Financial assets

Set out below is an overview of financial assets held by the Group:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Financial assets at amortised cost:		
Bank balances	200,639,498	93,129,887
Trade receivables	44,575,154	40,319,907
Margins against letter of guarantees	2,561,809	2,561,809
Other current financial assets	10,422	5,938,948
	<u>247,786,883</u>	<u>141,950,551</u>
	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Financial assets at fair value – hedging instrument:		
Derivative financial instrument	4,220,030	7,928,860

Financial liabilities

Set out below is an overview of financial liabilities held by the Group:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Financial liabilities at amortised cost:		
Trade and other payables	83,390,533	73,372,341
Accrued expenses and other current liabilities	93,387,288	14,648,474
Long-term loans	964,450,368	914,922,196
Short-term loan	40,000,000	40,000,000
Lease liabilities	330,180,813	326,872,245
Long-term payables	59,015,004	58,561,096
Due to a related party	97,565	85,868
	<u>1,570,521,571</u>	<u>1,428,462,220</u>

Fair value hierarchy

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Financial instruments comprise of financial assets and financial liabilities. The Group's financial assets consist of bank balances, trade receivables, margins against letter of guarantees, and other current assets. Its financial liabilities consist of trade and other payables, certain accrued expenses and other current liabilities, long-term loans, short-term loan, obligations under finance lease, long-term payables and amounts due to a related party.

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25. FINANCIAL INSTRUMENTS – FAIR VALUES (continued)

Fair value hierarchy (continued)

The management assessed that fair value of bank balances, trade receivables, margins against letter of guarantees, other current assets, trade and other payables, certain accrued expense and other current liabilities, long-term loans, short-term loan, obligations under finance lease, long-term payables and amounts due to a related party approximate their carrying amounts, largely due to the short-term maturities of these instruments except for the long-term loans which carries floating rate based on the market terms.

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole, as follows:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; or

Level 3 -Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

	31 March 2026 (unaudited)			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial asset</u>				
Derivative financial instrument	--	4,220,030	--	4,220,030
	31 December 2025 (audited)			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial asset</u>				
Derivative financial instrument	--	7,928,860	--	7,928,860

Derivative financial instrument has been valued using the present value technique under income approach as per IFRS 13. The fair value of the hedge instrument has been calculated as the present value of the intrinsic value that has been treated based on the difference between implied SAIBOR 3-months curve and cap rate at reporting periods in order to reflect the market conditions as at the date.

There were no transfers between levels of fair value measurements in 2026 and 2025. No transfers between any levels of the fair value hierarchy took place in the equivalent comparative period.

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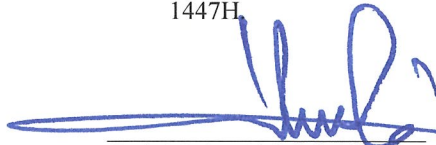

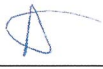
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26. SUBSEQUENT EVENTS

No matter has occurred up to and including the date of the approval of these condensed consolidated interim financial statements by the Board of Directors which could materially affect these condensed consolidated interim financial statements and the related disclosures for the three-month period ended 31 March 2026.

27. APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved and authorised for issuance by the Company's Board of Directors on 29 April 2026, corresponding to 12 Dhul Qadah 1447H.

		
Tariq Mutlaq Abdullah AlMutlaq Chairman	Abdullah Abdul-Aziz Abdullah Ababtain CEO	Alaaeldin Mohammed Shousha CFO



FIRST المطاحن
MILLS الأولى