

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
AND INDEPENDENT AUDITOR'S REVIEW REPORT

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UN AUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

<u>INDEX</u>	<u>Page</u>
Independent Auditor's Review Report on The Interim Condensed Financial Statements	1
Interim Condensed Statement of Financial Position (unaudited)	2
Interim Condensed Statement of Profit or Loss and Other Comprehensive Income (unaudited)	3
Interim Condensed Statement of Changes in Shareholders' Equity (unaudited)	4
Interim Condensed Statement of Cash Flows (unaudited)	5
Notes to the Interim Condensed Financial Statements	6 – 15

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

TO THE SHAREHOLDERS OF ARABIAN UNITED FLOAT GLASS COMPANY
(A Saudi Joint Stock Company)

(1/1)

INTRODUCTION

We have reviewed the accompanying interim condensed statement of financial position of **Arabian United Float Glass Company (the "Company") - A Saudi Joint Stock Company as at 30 June 2025** and the related interim Condensed statements of comprehensive income for the three month and six-month periods ending, statements of changes in equity and cash flows for the six-months period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim Condensed financial statements based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Condensed Financial Information Performed by the Independent Auditor of the Entity", that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed 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.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

For PKF Al Bassam
Chartered Accountants



Ahmed A. Mohandis
Certified Public Accountant
License No. (477)
Jeddah: Safar 9 1447H
Corresponding to: August 3, 2025



ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS OF 30 JUNE 2025

(All amounts are in Saudi Riyals)

	Note	30 June 2025 (Unaudited)	31 December 2024 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment, Net	4	453,823,782	460,003,189
Intangible assets, Net		826,632	988,295
Right-of-use assets, Net	5	23,020,898	23,333,420
Investment Properties		817,000	817,000
TOTAL NON-CURRENT ASSETS		478,488,312	485,141,904
CURRENT ASSETS			
Trade receivables, Net	6	26,506,514	23,253,137
Inventories, Net	7	74,262,008	87,189,859
Prepayments and other receivables	8	10,625,442	7,612,008
Cash and cash equivalents		24,072,054	25,559,123
TOTAL CURRENT ASSETS		135,466,018	143,614,127
TOTAL ASSETS		613,954,330	628,756,031
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital	9	170,038,510	170,038,510
Statutory reserve	16	--	26,310,998
Retained earnings		284,765,032	238,186,437
TOTAL SHAREHOLDERS' EQUITY		454,803,542	434,535,945
LIABILITIES			
NON-CURRENT LIABILITIES			
Non-current portion of long-term loans	10	21,428,572	31,360,009
Lease liabilities- Non-current portion	5	25,598,082	24,936,174
Employee benefits		13,832,063	12,804,720
Liability of dismantling and removing property, plant and equipment		2,673,702	2,608,628
TOTAL NON-CURRENT LIABILITIES		63,532,419	71,709,531
CURRENT LIABILITIES			
Current portion of long-term loans	10	23,324,294	26,785,714
Short term loans	10	33,400,000	40,000,000
Lease liabilities -Current portion	5	1,570,275	1,570,275
Accrued expenses and other credit balances		13,875,636	16,555,930
Trade payables		22,698,872	34,406,756
Due to related party	11	--	1,693,295
Accrued Zakat		749,292	1,498,585
TOTAL CURRENT LIABILITIES		95,618,369	122,510,555
TOTAL LIABILITIES		159,150,788	194,220,086
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		613,954,330	628,756,031

Vice President of Finance

Hatem Al-Sharif

Chief Executive Officer

Mohammad Khaled Al-Ali

Chairman of Board of

Directors

Abdul Aziz Suleiman Al-Hadithi

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

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME (UNAUDITED)

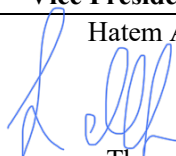
FOR THE THREE AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

	<i>Note</i>	<i>For the three months period ended 30 June</i>		<i>For the six-months period ended 30 June</i>	
		2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Sales		71,154,158	53,538,073	156,093,717	127,743,622
Cost of sales		(40,019,764)	(31,212,267)	(89,047,450)	(75,416,711)
GROSS PROFIT		31,134,394	22,325,806	67,046,267	52,326,911
Selling and distribution expenses		(7,840,220)	(5,708,469)	(15,882,173)	(12,139,115)
Administration and general expenses		(4,856,122)	(5,304,524)	(9,485,751)	(9,797,859)
Allowance for expected credit losses	6	(237,790)	--	(360,881)	--
OPERATING PROFIT		18,200,262	11,312,813	41,317,462	30,389,937
Financial charges		(1,881,196)	(2,350,254)	(3,887,455)	(4,426,094)
Other income		216,538	267,546	590,733	708,697
NET PROFIT BEFORE ZAKAT		16,535,604	9,230,105	38,020,740	26,672,540
Zakat expense		(374,646)	(343,390)	(749,292)	(686,780)
NET PROFIT FOR THE PERIOD AFTER ZAKAT		16,160,958	8,886,715	37,271,448	25,985,760
OTHER COMPREHENSIVE INCOME					
Items that will not be subsequently reclassified to interim condensed statement of profit or loss		--	--	--	--
TOTAL COMPREHENSIVE INCOME		16,160,958	8,886,715	37,271,448	25,985,760
Profit per share for the period					
Basic	12	0.95	0.52	2.19	1.53

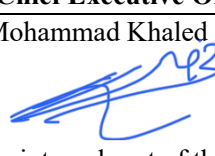
Vice President of Finance

Hatem Al-Sharif



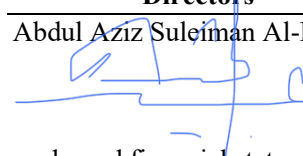
Chief Executive Officer

Mohammad Khaled Al-Ali



**Chairman of Board of
Directors**

Abdul Aziz Suleiman Al-Hadithi



The accompanying notes form an integral part of these interim condensed financial statement

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

	<u>Share Capital</u>	<u>Statutory Reserve</u>	<u>Retained Earnings</u>	<u>Total</u>
<u>2024</u>				
Balance at 1 January 2024 (audited)	170,038,510	20,863,053	189,315,231	380,216,794
The comprehensive income for the period				
Net profit for the period	--	--	25,985,760	25,985,760
Other comprehensive income	--	--	--	--
Total comprehensive income for the period (unaudited)	--	--	25,985,760	25,985,760
Balance at 30 June 2024 (Unaudited)	<u>170,038,510</u>	<u>20,863,053</u>	<u>215,300,991</u>	<u>406,202,554</u>
<u>2025</u>				
Balance at 1 January 2025 (audited)	170,038,510	26,310,998	238,186,437	434,535,945
The comprehensive income for the period				
Net profit for the period	--	--	37,271,448	37,271,448
Other comprehensive income	--	--	--	--
Total comprehensive income for the period (unaudited)	--	--	37,271,448	37,271,448
Dividends (Note 17)	--	--	(17,003,851)	(17,003,851)
Transfer to Statutory Reserve (Note 16)	--	(26,310,998)	26,310,998	--
Balance at 30 June 2025 (Unaudited)	<u>170,038,510</u>	<u>--</u>	<u>284,765,032</u>	<u>454,803,542</u>

Vice President of Finance

Hatem Al-Sharif



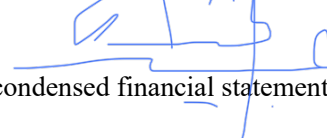
Chief Executive Officer

Mohammad Khaled Al-Ali



Chairman of Board of Directors

Abdul Aziz Suleiman Al-Hadithi



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

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025
(All amounts are in Saudi Riyals)

	<i>Not e</i>	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
<u>OPERATING ACTIVITIES:</u>			
Net profit for the period before zakat		38,020,740	26,672,540
Adjustment for:			
Depreciation of property plant and equipment	4	10,181,925	9,479,718
Amortizations of intangible assets		161,663	142,337
Amortizations of right of use asset	5	312,522	312,522
Expected credit losses	6	360,881	--
Provision for employees' defined benefits		1,337,395	1,110,530
Finance cost		3,887,455	4,426,094
		<u>54,262,581</u>	<u>42,143,741</u>
Change in operation assets and liability			
Trade Receivables		(3,614,259)	(1,346,415)
Inventory		12,927,851	(15,845,931)
Prepayments and other debit balances		(3,013,434)	905,601
Trade Payables		(11,707,884)	12,249,726
Accrued expenses and other credit balances		(118,699)	(1,109,861)
Due to related party	11	(1,693,295)	(1,525,231)
Cash generated from operation activities		47,042,861	35,471,630
Zakat paid		(1,498,585)	(1,373,560)
Employees' defined benefits paid during the period		(310,051)	(206,369)
Net cash generated from operation activities		<u>45,234,225</u>	<u>33,891,701</u>
<u>INVESTING ACTIVITIES:</u>			
Purchase of property, plant and equipment	4	(4,002,518)	(6,030,255)
Purchase of intangible assets		--	(41,500)
Net cash (used in) investing activities		<u>(4,002,518)</u>	<u>(6,071,755)</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>			
Paid from long term loans		(13,392,857)	(4,900,000)
Paid from short term loans		(6,600,000)	--
Proceeds from long term loans		--	40,000,000
Proceeds from loans against letters of credit		--	5,067,983
Paid from loans against letters of credit		--	(22,345,517)
Paid for the loan from the Saudi Industrial Development Fund		--	(40,000,000)
Dividends Paid	17	(17,003,851)	--
Finance cost		(5,722,068)	(3,685,004)
Net cash generated from (used in) financing activities		<u>(42,718,776)</u>	<u>(25,862,538)</u>
Change in cash and cash equivalents during the period		(1,487,069)	1,957,408
Cash and cash equivalents at beginning of period		25,559,123	6,240,368
CASH AND CASH EQUIVALENTS AT END OF PERIOD		<u>24,072,054</u>	<u>8,197,776</u>
<u>NON-CASH TRANSACTIONS:</u>			
Lease liabilities	5	661,908	111,845
Accrued expenses and other credit balances		133,935	785,137
Provision of restructuring and dismantling		65,074	67,798
Financing cost		(860,917)	(964,780)

Vice President of Finance

Hatem Al-Sharif

Chief Executive Officer

Mohammad Khaleel Al-Ali

Chairman of Board of

Directors

Abdul Aziz Suleiman Al-Hadithi

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

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

1. ACTIVITIES

Arabian United Float Glass (The Company), is a Saudi joint stock Company registered in the Riyadh, Kingdom of Saudi Arabia under the Commercial Registration No. 1010221369 (Unified number 7001515936), dated 20 Jumada Al-Akhira 1427H (corresponding to July 16, 2006) The Company has been established under Ministry of Trade decree was formed pursuant to the ministerial resolution No. (157), dated 2 Jumada Al-Akhira 1427H corresponding to September 28, 2006.

On Wednesday 25 Shaaban 1442H corresponding to April 7, 2021, the Company's Board of Directors decided to recommend to the General Assembly of the Company's shareholders for the registration and direct listing of the Company's shares in the parallel market (Nomu), after obtaining the necessary approvals from the Saudi Capital Market Authority and the Saudi Stock Market Company (Tadawul). Based on the meeting of the Extraordinary General Assembly held on Ramadan 24, 1442AH (corresponding to May 6, 2021), the General Assembly voted unanimously with an attendance rate of 97.06% on the direct registration and listing of the Company's shares in the parallel market (Nomu), whereby the Company announced on the Saudi Stock Exchange (Tadawul) that the shares of the United Arab Float Glass Company have been listed and trading commenced on the (Nomu) Market - the parallel market, effective from 15 Rabi' al-Awwal 1446 corresponding to 18 September 2024 with the trading symbol 9611 and the international symbol SA164G54M5H6

The main address registered with the Company is Al Thumama Road, Al Rabie District, P.O. 13316, Riyadh, Kingdom of Saudi Arabia, the Company's branch is located in Yanbu Al-Sinaiyah, light industries area.

The principle activities of the Company include manufacturing of wooden pallets, manufacturing of mirror glass, manufacturing of fiberglass, including (glass wool, etc.)

The Company has a branch (Branch of Arabian United Float Glass Company) in Yanbu Industrial City under Commercial Registration No. 4700010042 dated 19, Rabi' Al-awwal 1428, corresponding to April 6, 2007AD, and its activity is in the production of float glass, mirrors and pattern glass, manufactured under Industrial License No. (1524) dated 2 Rajab 1435H.

2. BASIS OF PREPARATION

2-1 Statement of compliance

These Interim Condensed Financial Statements for the six-month period ended and as at 30 June 2025 have been prepared in accordance with IAS 34 "Interim Financial Reporting" that is endorsed in Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants ("SOCPA") They do not include all of the information required for a complete set of IFRS Financial Statements however, accounting policies and selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since 31 December 2024.

The accounting policy applied in preparation of Interim Condensed financial statements are identical with these policies applied in preparation of annual financial statement of the Company for the year then ended at 31 December 2024

2-2 Basis of Measurement

The interim condensed financial statements have been prepared on a historical cost basis, unless it is allowed by the IFRS to be measured at other valuation method.

The preparation of interim condensed financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts in the financial statements. The estimate which is significant to the financial statements are disclosed in the annual financial statement for the year ended 31 December 2024.

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

2. BASIS OF PREPARATION (CONTINUED)

2-3 Functional and presentation currency

Items included in the interim condensed financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Saudi Riyals (SR) that is the presentation and functional currency.

2-4 Critical accounting estimates and judgments

The preparation of interim condensed financial statements requires management to use judgments and estimates that affect the application of accounting policies to the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and assumptions are based on historical experience and factors, including expectations of future events, that are considered appropriate in the circumstances and used to extend the carrying period of assets and liabilities that are not independent of other sources. Estimates and assumptions are continually evaluated. The accounting estimates proven in the period in which the estimates are revised are reviewed in the review period and future periods in the event that the changed estimates affect the current and future periods.

The significant judgments made by management in applying the company's accounting policies are consistent with those disclosed in the previous year's financial statements.

2-5 Going concern

The Board of Directors assessed the Company's ability to continue as going concern basis, and concluded that the Company has the necessary resources to continue operating for the foreseeable future. In addition, the management did not notice any significant cases of uncertainty that might question the Company's ability to continue as an existing entity, and therefore the financial statements were prepared on the basis of going concern.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied in these interim condensed financial statements are in accordance with the International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia and other standards and publications issued by the Saudi Organization for Chartered and Professional Accountants, and they are the same policies applied in the annual financial statements of the Company for the year ending 31 December 2024.

The principal accounting policies applied in the preparation of these interim condensed financial statements have been consistently applied to the annual financial statements of the Company for the year ending 31 December 2024.

3/1 New Standards, Amendments, and Interpretations

New standards and amendments to standards effective from January 1, 2025, have been issued and disclosed in the annual financial statements, but they do not have a material impact on the Company's condensed interim financial statements.

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

4. PROPERTY, PLANT AND EQUIPMENT, NET

The following is a statement of the net book value of property, plant and equipment:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cost	821,623,381	803,477,226
Work in Progress	1,117,810	15,261,447
	822,741,191	818,738,673
Accumulated depreciation	(368,917,409)	(358,735,484)
Net book value	453,823,782	460,003,189

- During the six-month periods ended 30 June 2025, the Company has purchased a property, plant and equipment for an amount of SR 4 million (31 December 2024: SR 11.6 million).
- During the six-month periods ended 30 June 2025, depreciation expense of property, plant and equipment amounted to SR 10.1 million (30 June 2024: SR 9.4 million).
- The buildings of the Company include buildings with net book value amounting to SR 210.5 million as of 30 June 2025 (31 December 2024: SR 212.9 million) are constructed on lands leased from Royal Commission for Jubail and Yanbu for 35 years
- No financing charges were capitalized during the period or during a comparative period.

4/2 The following is a statement of projects under implementation:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Nitrogen and oxygen production unit	--	13,405,840
Reverse osmosis unit	--	591,835
oxygen propulsion system	--	538,890
Advance payments to suppliers and other projects	1,117,810	724,882
	1,117,810	15,261,447

- During the period, the nitrogen production unit project, the reverse osmosis unit, and the oxygen propulsion system, was capitalized at a value of 14.5 million Saudi riyals.
- The total estimated cost of work in progress is 1.7 million Saudi riyals, and management expects completion during the fourth quarter of 2025.

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

5. RIGHT OF USE ASSETS AND LEASE LIABILITIES, NET

The Company leased the factory land from the Royal Commission for Jubail and Yanbu at an amount of SR 1,570,275 annually for a period of 35 years and is being used. This has been applied to IFRS No (16) "lease contracts" and using a discount rate of 5%.

5/1 assets balance in addition charged depreciation:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cost:		
Balance at the beginning of the period / year	27,449,856	27,449,856
Balance at end of the period / year	27,449,856	27,449,856
Accumulated Amortizations:		
Balance at the beginning of the period / year	4,116,436	3,490,433
Amortizations during the period / year	312,522	626,003
Balance at end of the period / year	4,428,958	4,116,436
Net Balance at end of the period / year	23,020,898	23,333,420

5/2 Lease Liabilities

The movement on lease liability contracts are as follow:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance as at beginning of the period/year	26,506,449	27,646,133
Charged during the period/year (finance cost)	661,908	1,346,585
Transferred on accrued expenses/Paid during the period/year	--	(2,486,269)
	27,168,357	26,506,449

5/3 lease contracts obligation as presented in the financial statements

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Current portion of lease liabilities	1,570,275	1,570,275
Non-Current portion of lease liabilities	25,598,082	24,936,174
	27,168,357	26,506,449

5/4 The undiscounted future cash flows for lease obligations are as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
within one year	1,570,275	1,570,275
From 1 to 5 years	7,851,375	7,851,375
More than 5 years	51,819,072	51,819,072
	61,240,722	61,240,722

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

6. TRADE RECEIVABLES, NET

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Trade receivables	29,668,521	26,054,262
Provision for expected credit loss	(3,162,007)	(2,801,125)
	26,506,514	23,253,137

6/1 The movement in provision for expected credit losses during the period/year is as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance as at beginning of the period/year	2,801,126	2,570,255
Formed during the period/year	360,881	230,870
Net Balance at end of the period / year	3,162,007	2,801,125

6/2 The following is an analysis of the aging of trade receivables:

Duration	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Not due	19,551,171	21,532,074
From 1 to 90 days	6,072,870	1,400,758
Over 91 Days	4,044,480	3,121,430
	29,668,521	26,054,262
Provision for expected credit loss	(3,162,007)	(2,801,125)
	26,506,514	23,253,137

The credit period granted to the Company's customers ranges from 1 to 90 days, and subsequent collections from trade receivables amounted to SAR 5.4 million (2024: SAR 12.9 million).

7. INVENTORY, NET

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Finished goods	33,907,617	28,026,024
Raw materials	17,127,093	26,350,101
Packaging and consumables materials	11,975,233	16,674,705
Spare parts	14,002,274	12,934,558
Work in process	1,702,372	1,795,011
Goods in transit	--	5,862,041
	78,714,589	91,642,440
Less: provision for slow moving inventories items	(4,452,581)	(4,452,581)
	74,262,008	87,189,859

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

8. PREPAYMENTS AND OTHER DEBIT BALANCES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Advance payments to suppliers	10,400,294	5,185,005
Prepaid insurance expenses	169,711	1,798,551
Prepaid expenses	694,998	1,197,441
Advance Employee receivables	203,430	190,112
Others	22,809	106,699
	11,491,242	8,477,808
Provision for expected credit loss	(865,800)	(865,800)
	10,625,442	7,612,008

9. SHARE CAPITAL

The company's capital is SAR 170,038,510 as at 30 June 2025 (31 December 2024: SAR 170,038,510), and consists of 17,003,851 shares (2024: 17,003,851 shares) issued and paid in full, with a nominal value of SR 10 per share.

10. LOANS FACILITIES

	Note	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Loans and Facilities from Local Banks	10/1	78,152,866	98,145,723

10/1 Loans presented in balance sheet as follow:

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
Loans at ending balance of the period/ year			
Non-Current portion of loans and facilities	10/5	21,428,572	31,360,009
Current portion of loans and facilities		23,324,294	26,785,714
Short-term bank loans and facilities		33,400,000	40,000,000
		78,152,866	98,145,723

10/2 Loans facilities according to financing authorities

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Alinma Bank	35,714,286	42,857,143
Arab National Bank	42,438,580	55,288,580
	78,152,866	98,145,723

10/3 Movement in loans

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / year	98,145,723	137,188,294
Additions during the period / year	--	58,490,365
Payments during the period / year	(19,992,857)	(97,532,936)
Balance at end of the period / year	78,152,866	98,145,723

10/4 Bank facilities from local banks

The Company obtained loans and facilities from banks at an amount of SR **159.8** million as of 30 June 2025 (2024: 173.15 million Saudi riyals), with personal guarantees provided by some of the Company's shareholders on guarantees of concession of insurance policies, provided that those policies are valid. and the bank has the right, before executing any of the facilities, to request any other guarantees, and payment is made in semi-annual instalments, at an average interest rate of 1.25% to 1.8%, + SAIBOR rate.

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

10/5 The non-current portion of long-term bank facilities is due as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
2026	<u>7,142,857</u>	<u>17,047,294</u>
2027	<u>14,285,715</u>	<u>14,285,715</u>
	<u>21,428,572</u>	<u>31,360,009</u>

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

11. RELATED PARTIES:

Transactions with related parties mainly represent services, which are carried out according to agree upon terms and approved by management. Related party transactions, and balances arising there from during the period/year are described below:

11/1 DUE TO RELATED PARTIES:

	Nature of		Transaction volume		Balance as in	
	Relationship	Transaction	30 June 2025 (Unaudited)	31 December 2024 (Audited)	30 June 2025 (Unaudited)	31 December 2024 (Audited)
The related parties						
Al-Ayouni Investment and Contracting Co.	Main shareholder	Head office rent	91,200	103,392	--	--
Executive management members	Key management	Bonuses	--	1,693,295	--	1,693,295
					--	1,693,295

11/1 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the company, directly or indirectly, including any manager (whether executive or otherwise). Salaries, wages and other similar items during the period amounted to the following:

	Nature of		For the three months period ended 30 June		For the six months period ended 30 June	
	Relationship	Transaction	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
The related parties						
Executive management members	Key management	Salaries, Allowances and Bonuses	986,337	969,392	1,958,952	1,918,767

12. EARNINGS PER SHARE

12/1 Basic earnings per share

Basic earnings per share has been calculated based on the profit distributable to shareholders of ordinary shares and the weighted average number of ordinary shares outstanding on the date of the financial statements, which amounted to 17,003,851 shares.

	For the three months period ended 30 June		For the six months period ended 30 June	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Profit attributable to shareholders of Company	16,160,958	8,886,715	37,271,448	25,985,760
Number of the ordinary shares	17,003,851	17,003,851	17,003,851	17,003,851
Earnings per share attributable to Company's shareholders	0.95	0.52	2.19	1.53

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

12. EARNINGS PER SHARE (CONTINUED)

12/2 Diluted earnings per share

The calculation of diluted earnings per share has been based on the profit distributable to shareholders on ordinary shares and weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, if any.

During the period there were no diluted shares, accordingly the diluted earnings per share does not differ from the basic earnings per share.

13. FINANCIAL INSTRUMENTS- RISK MANAGEMENT

The financial instruments recorded in the Company's interim condensed statement of financial position mainly consist of cash and cash equivalents, trade receivables, some of other debit balances, loans, trade payables and some other credit balances.

Foreign Currencies

Currency risk results on volatility and fluctuations of the value of a financial instrument due to changes in the foreign exchange rate, the company did not carry out any operations of relative importance in currencies other than the Saudi riyal and the US dollar. the exchange rate of the Saudi riyal is fixed against the US dollar, the company's management believes that it is not exposed to currency risk in a substantial way.

Credit risk

Credit risk represents one of the counterparty's liabilities under a financial instrument does not meet its liabilities, resulting in financial loss, The Company's financial instruments that may be exposed to credit risk mainly include cash and cash equivalents and trade receivables. The company deposits its funds in banks of high reliability and credit capacity. The company also has a policy regarding the amount of funds deposited in each bank, and the management does not expect the existence of significant credit risks resulting from that. Also, the management does not expect to be exposed to significant credit risks from customer accounts, given that it has a wide base of customers that operate in different activities and multiple locations, and it also monitors the existing commercial debtors periodically to cover any debts that are expected to be uncollected.

Liquidity risk

Liquidity risk is represented in the company's inability to meet its obligations related to financial liabilities as they fall due. Liquidity needs are monitored on a monthly basis and management ensures that sufficient funds are available to meet any commitments as they fall due.

The company's financial liabilities consist of loans, facilities, trade payables and some other credit balances. The company operates to reduce liquidity risk by ensuring the availability of the necessary cash, in addition to making a harmonization between collection periods of trade receivable balances, loan repayment periods, trade payable balances and other credit balances.

Fair value

Fair value is the price to be received for the sale of an asset or payment to transfer an obligation in an traditionally organized transaction between market participants at the date of capital the differences may arise between book value and fair value estimate, the defection of fair value are outstand based on measurement attributable to the market and estimates used by market anticipate.

Fair values are classified to different levels in the fair value hierarchy based on the inputs used in evaluation methods as follows:

Level 1: the declared market prices in active markets for the same financial instruments.

Level 2: Valuation method that rely on inputs that affect the fair value that are directly or indirectly observable in the market.

Level 3: Valuation method that rely on inputs that affect fair value that are not directly or indirectly observable in the market.

All the company's financial assets and liabilities are listed at amortized cost, and the company's management believes that the fair value of current assets and liabilities does not differ materially from their book value.

ARABIAN UNITED FLOAT GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts are in Saudi Riyals)

14. SEGMENT REPORT

A segment represents an identifiable unit in the company as this unit is either engaged in providing products or services (business segment), or providing products or services within a specific economic environment (geographical segment), provided that each segment has risks and benefits different from the risks and benefits of other sectors.

The economic characteristics are reviewed and the operating segments are grouped on the basis of an organization conducted by the chief operating decision maker at least quarterly and reviewed by the Company's senior management.

From the company's management's point of view, all of the company's activities and main operations consist of a sector (glass products), and for the purpose of making decisions related to performance evaluation and resource distribution, the sector analysis is presented according to the geographical sector, and all of the company's operating assets are located in the company's branch in Yanbu city within the Kingdom of Saudi Arabia.

The company operates through the following main business segments:

- Local segment
- Foreign segment

Period ended 30 June 2025 (Unaudited)	<i>Segment reports</i>		
	Local segment	Foreign segment	Total
Sales	114,617,871	41,475,846	156,093,717

Period ended 30 June 2024 (Unaudited)	<i>Segment reports</i>		
	Local segment	Foreign segment	Total
Sales	94,585,147	33,158,475	127,743,622

15. CAPITAL COMMITMENTS AND CONTINGENCIES

15/1 Contingent liabilities

At 30 June 2025, the Contingent liabilities related to Letters of guarantee and documentary credits amounted to **5.7** Saudi Riyals (31 December 2024: SR 5.5 million).

15/2 Capital commitments

At 30 June 2025, Capital commitments related to the project under progress amounted to SR **1.54** million (31 December 2024: SR 2.3 million).

16. Reserves

On May 14, 2025, the United Arab Float Glass Company announced the Board of Directors' recommendation to transfer the outstanding statutory reserve as of December 31, 2024, to retained earnings. The General Assembly approved this recommendation on June 17, 2025. The company's articles of association were amended to comply with the new Companies Law.

17. Dividend Distributions

On May 14, 2025, the United Arab Float Glass Company announced the Board of Directors' recommendation to distribute cash dividends of SAR 17 million to shareholders for the fiscal year ending December 31, 2024. The General Assembly approved this recommendation on June 17, 2025, and the dividends were distributed on June 30, 2025.

18. Subsequent Events

Management believes that there have been no significant subsequent events since the period end that would affect the Company's financial position or the disclosures in the financial statements.

19. APPROVAL OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

The interim condensed financial statements were approved for issuance by the Board of Directors on 3 Safar 1447H (corresponding to 28 July 2025).