YANBU CEMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) AND INDEPENDENT AUDITOR'S REVIEW REPORT FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026

YANBU CEMENT COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) AND INDEPENDENT AUDITOR'S REVIEW REPORT
For the three-month and six-month periods ended 30 June 2026

Content	**Page No.**

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE SHAREHOLDERS OF
YANBU CEMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)
Jeddah – Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Yanbu Cement Company, a Saudi Joint Stock Company ("the Company" or "the Parent Company") and its Subsidiary (together "the Group") which comprises the interim condensed consolidated statement of financial position as at 30 June 2026 and the related interim condensed consolidated statements of profit or loss, comprehensive income for the three-month and six-month periods then ended, and interim condensed consolidated statement of changes in equity and cash flows for the six-month periods then ended and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34"), that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review 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 interim condensed consolidated 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 consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

For BDO Dr. Mohamed Al-Amri & Co.

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شركة مهنية رقم ٣٢٣/١١/٦١
س.ت ٤٠٣٠٢٧٥٣٣٠
Jeddah
Certified Public Accountants
Dr. Mohamed Al-Amri & Co.

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Certified Public Accountant
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26/02/1448 (H)
09/08/2026 (G)

YANBU CEMENT COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
For the three-month and six-month periods ended 30 June 2026

	Note	**For the three-month period ended 30 June 2026**	For the three-month period ended 30 June 2025	**For the six-month period ended 30 June 2026**	For the six-month period ended 30 June 2025
		⃁	⃁	**⃁**	⃁
		Unaudited	Unaudited	**Unaudited**	Unaudited
Revenue	4	**233,245,797**	274,295,650	**487,331,114**	540,739,121
Cost of revenue		**(165,708,928)**	(204,721,528)	**(344,108,512)**	(396,079,529)
GROSS PROFIT		**67,536,869**	69,574,122	**143,222,602**	144,659,592
Selling and distribution expenses		**(15,577,393)**	(24,152,736)	**(33,821,735)**	(50,334,352)
General and administrative expenses		**(16,119,721)**	(17,485,280)	**(30,809,566)**	(30,509,312)
PROFIT FROM OPERATIONS		**35,839,755**	27,936,106	**78,591,301**	63,815,928
Other income / (expense) – net		**245,050**	(45,436)	**458,528**	853,803
Loss on derivative instruments at fair value through profit or loss (FVTPL)		**(100,838)**	(275,758)	**(231,912)**	(590,409)
Gain from investment at fair value through profit or loss (FVTPL)		**-**	95,455	**-**	182,409
Finance income		**812,811**	731,101	**1,589,840**	1,680,070
Finance cost		**(1,666,758)**	(3,434,914)	**(3,372,291)**	(7,711,146)
PROFIT BEFORE ZAKAT		**35,130,020**	25,006,554	**77,035,466**	58,230,655
Zakat	5	**(3,869,011)**	(3,387,747)	**(8,238,022)**	(6,704,273)
NET PROFIT FOR THE PERIOD		**31,261,009**	21,618,807	**68,797,444**	51,526,382
EARNINGS PER SHARE					
Basic and diluted earnings per share	15	**0.20**	0.14	**0.44**	0.33

YANBU CEMENT COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the three-month and six-month periods ended 30 June 2026

	For the three-month period ended 30 June 2026	For the three-month period ended 30 June 2025	**For the six-month period ended 30 June 2026**	For the six-month period ended 30 June 2025
	⃁	⃁	**⃁**	⃁
	Unaudited	Unaudited	**Unaudited**	Unaudited
NET PROFIT FOR THE PERIOD	**31,261,009**	21,618,807	**68,797,444**	51,526,382
Other comprehensive income	**-**	-	**-**	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**31,261,009**	21,618,807	**68,797,444**	51,526,382

The accompanying notes from 1 to 21 form an integral part of these unaudited interim condensed consolidated financial statements.

YANBU CEMENT COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 June 2026

	Note	30 June 2026 Unaudited ⃁	31 December 2025 Audited ⃁
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	1,940,690,342	1,990,503,928
Intangible assets		19,216,827	20,668,630
Investment in an associate		292,628	292,628
TOTAL NON-CURRENT ASSETS		**1,960,199,797**	**2,011,465,186**
CURRENT ASSETS			
Inventories	7	808,261,952	744,966,895
Trade receivables	8	156,805,848	166,771,286
Prepayments, advances and other receivables		46,120,842	38,635,009
Financial derivatives	18	104,544	336,456
Investment at fair value through profit or loss (FVTPL)	9	-	5,002,375
Cash at banks	10	41,645,197	75,364,663
TOTAL CURRENT ASSETS		**1,052,938,383**	**1,031,076,684**
TOTAL ASSETS		**3,013,138,180**	**3,042,541,870**
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	1,575,000,000	1,575,000,000
Statutory reserve	12	-	787,500,000
Contractual reserve	12	393,750,000	-
Retained earnings		494,285,167	149,862,723
TOTAL EQUITY		**2,463,035,167**	**2,512,362,723**
LIABILITIES			
NON-CURRENT LIABILITIES			
Bank borrowings	11(A)	5,250,000	8,750,000
Provision for employees’ defined benefits obligations		114,133,500	115,095,164
Provision for site restoration	13	21,299,762	11,626,344
TOTAL NON-CURRENT LIABILITIES		**140,683,262**	**135,471,508**
CURRENT LIABILITIES			
Trade payables		48,677,189	45,324,701
Current portion of bank borrowings	11(A)	17,178,921	27,199,960
Short term financing	11(B)	180,847,444	120,195,912
Dividends payable		87,582,711	86,137,015
Accrued expenses and other current liabilities		62,492,981	95,515,644
Zakat payable	5	12,640,505	20,334,407
TOTAL CURRENT LIABILITIES		**409,419,751**	**394,707,639**
TOTAL LIABILITIES		**550,103,013**	**530,179,147**
TOTAL EQUITY AND LIABILITIES		**3,013,138,180**	**3,042,541,870**

The accompanying notes from 1 to 21 form an integral part of these unaudited interim condensed consolidated financial statements.

	Share capital ⃁	**Statutory reserve ⃁**	**Contractual reserve ⃁**	**Retained earnings ⃁**	**Total equity ⃁**
As at 1 January 2026 (Audited)	**1,575,000,000**	**787,500,000**	**-**	**149,862,723**	**2,512,362,723**
Net profit for the period	**-**	**-**	**-**	**68,797,444**	**68,797,444**
Other comprehensive income for the period	**-**	**-**	**-**	**-**	**-**
Total comprehensive income for the period	**-**	**-**	**-**	**68,797,444**	**68,797,444**
Transfer from statutory reserve (Note 12)	**-**	**(787,500,000)**	**393,750,000**	**393,750,000**	**-**
Dividends (Note 14)	**-**	**-**	**-**	**(118,125,000)**	**(118,125,000)**
Balance as at 30 June 2026 (Unaudited)	**1,575,000,000**	**-**	**393,750,000**	**494,285,167**	**2,463,035,167**

	Share capital ⃁	Statutory reserve ⃁	Contractual reserve ⃁	Retained earnings ⃁	Total equity ⃁
As at 1 January 2025 (Audited)	1,575,000,000	787,500,000	-	243,586,225	2,606,086,225
Net profit for the period	-	-	-	51,526,382	51,526,382
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	51,526,382	51,526,382
Balance at 30 June 2025 (Unaudited)	1,575,000,000	787,500,000	-	295,112,607	2,657,612,607

	Note	**For the six-month period ended 30 June 2026 ⃁ Unaudited**	For the six-month period ended 30 June 2025 ⃁ Unaudited
OPERATING ACTIVITIES			
Profit before zakat		77,035,466	58,230,655
Adjustments to reconcile operating income to net cash flows:			
Depreciation of property, plant and equipment	6	71,838,478	84,114,761
Amortization of intangible assets		1,451,803	349,050
Finance cost		3,372,291	7,711,146
Loss on derivative instruments		231,912	590,409
Gain on investment at FVTPL		-	(182,409)
Provision against spare parts		2,880,515	2,377,331
Allowance / (reversal of allowance) for expected credit losses		4,478,483	(109,023)
Provision for employees' defined benefits obligations		4,857,058	9,968,012
		166,146,006	**163,049,932**
Working capital changes:			
Inventories		(66,175,572)	23,564,431
Trade receivables		5,486,955	(37,851,084)
Prepayments, advances and other receivables		(7,485,833)	1,695,754
Trade payables		3,352,488	53,509,954
Accrued expenses and other current liabilities		(33,022,663)	(25,703,877)
		68,301,381	**178,265,110**
Zakat paid	5	(15,931,924)	(12,387,218)
Employees benefits paid		(5,818,722)	(8,695,060)
Finance cost paid		(3,004,945)	(12,832,357)
Net cash generated from operating activities		**43,545,790**	**144,350,475**
INVESTING ACTIVITIES			
Purchase of property, plant and equipment	6	(12,718,820)	(7,566,035)
Proceeds from investment at FVTPL	9	5,002,375	**-**
Net cash used in investing activities		**(7,716,445)**	**(7,566,035)**
FINANCING ACTIVITIES			
Repayment of bank borrowings		(13,521,039)	(13,500,000)
Repayment of short-term financing		(174,348,468)	(299,300,000)
Proceeds from short-term financing		235,000,000	199,300,000
Dividend paid		(116,679,304)	(304,190)
Net cash used in financing activities		**(69,548,811)**	**(113,804,190)**
NET CHANGES IN CASH AT BANKS		**(33,719,466)**	**22,980,250**
Cash at banks at the beginning of the period	10	**75,364,663**	**54,950,226**
CASH AT BANKS AT THE END OF THE PERIOD	10	**41,645,197**	**77,930,476**
NON-CASH ITEM:			
Decommissioning Cost	6	**9,306,072**	-
Provision for site restoration	13	**9,306,072**	-

The accompanying notes from 1 to 21 form an integral part of these unaudited interim condensed consolidated financial statements.

1 CORPORATE INFORMATION

Yanbu Cement Company ("the Company" or "the Parent Company") - a Saudi Joint Stock Company – has been established in the Kingdom of Saudi Arabia by the Royal Decree No. M/10 dated on 4 Rabi' I 1397H (Corresponding to 22 February 1977G), and it is registered in Yanbu city under Commercial Registration (CR) No. 4700000233 (Unified Number: 7000275540) dated on 21 Dhul-Qi'dah 1398H (Corresponding to 24 October 1978G). The Company's shares are listed in the Stock Exchange of the Kingdom of Saudi Arabia. These consolidated financial statements comprise the financial statements of the Company and its fully owned subsidiary, Yanbu Saudi Paper Products Company Limited (the "Subsidiary") (together referred to as the "Group").

The Parent Company's authorized and paid-up share capital is divided into 157,500,000 shares as at 30 June 2026 (31 December 2025: 157,500,000 shares) stated at ⃁ 10 per share.

The Company is mainly engaged in manufacturing, producing and trading in cement and its related products as per industrial license No. 451110128256 renewed on 5 Muharram 1445H (Corresponding to 23 July 2023G) which ends on 13 Rabi ul Awal 1450H (Corresponding to 4 August 2028G). The Subsidiary is mainly engaged in manufacturing and wholesale trading of cement paper as per industrial license No. 431110118935 issued on 23 Sha'ban 1425H (Corresponding to 7 October 2004G) and ending on 26 Dhu'l-Hijjah 1448H (Corresponding to 01 June 2027G) and registered in Yanbu city under Commercial Registration (CR) No. 4700009036 (Unified Number: 7001473409) dated on 17 Dhul-Qi'dah 1425H (Corresponding to 29 December 2004G).

The registered address of the Company is Yanbu Cement building located at Al Baghdadiyah Al Gharbiyah District, P. O. Box 5330, Jeddah 21422, Kingdom of Saudi Arabia. The Company has branch in Jeddah with CR number 4030021367 (Unified Number: 7012137845). The financial results of this Branch are included in these consolidated financial statements.

Investment in associate
During the year ended 31 December 2020, the Company had invested 49% interest in Knowledge Center for Cement Training Limited (the associate company), a mixed limited liability company registered in the Kingdom of Saudi Arabia and have a share capital of ⃁ 500,000. The Company is established to conduct short term cement training programs. The remaining 51% shareholding is held by FL Smidth Company. On 20 Dhul-Qadah 1447 (Corresponding to 07 May 2026) the Board of directors passed resolution for voluntary liquidation of its associate company.

The liquidation is not expected to have a material financial impact on the Group's interim condensed consolidated financial statements. Any financial impact, if any, will be reflected in the Group's consolidated financial statements upon completion of the liquidation process.

Non-profit training organisation
On 11 Jumada Al Oula 1447H (Corresponding to 2 November 2025G), the Company established the National Academy of Industrial Minerals (the "Organisation"), a non-profit training organisation, under a joint agreement with the Technical and Vocational Training Corporation. The Organisation was established to train and qualify Saudi nationals and enhance their technical knowledge and skills, with the objective of supporting the localization of technical occupations in the industrial minerals and construction materials sectors within the Kingdom's industry and mineral resources sector. As of the reporting date, the Organisation has not commenced operations that would have a material impact on these interim condensed consolidated financial statements.

2 BASIS OF PREPARATION AND BASIS OF MEASUREMENT

2.1 Statement of compliance
These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" "IAS 34" that is 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").

These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and therefore should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025. In addition, results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2 BASIS OF PREPARATION AND BASIS OF MEASUREMENT (CONTINUED)

2.2 Basis of measurement

These interim condensed consolidated financial statements have been prepared on a historical cost basis except for financial derivatives and investment that have been measured at fair value and for employees' benefits obligations, Projected Unit Credit Method is used. These interim condensed consolidated financial statements are presented in Saudi Riyals ("⃁"), which is the functional currency of the Company and the presentation currency of the Group. Figures have been rounded off to the nearest Saudi Riyal ("⃁") unless otherwise stated.

2.3 Significant accounting judgments, estimates and assumptions

The preparation of the Group's interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Group's key sources of estimation uncertainty were the same as those described in the annual consolidated financial statements of the Group for the year ended 31 December 2025. The Group will continue to monitor the situation, and any changes required will be reflected in future reporting periods.

2.3.1 Change in useful life of property, plant and equipment

During the current period, the Parent Company reviewed the estimated useful lives of property, plant and equipment relating to its fourth production line and revised those estimates. This change is accounted for prospectively as a change in accounting estimate in accordance with IAS 8 "*Accounting Policies, Changes in Accounting Estimates and Errors*". The impact of this change on depreciation expense is disclosed in Note 6.2.

2.3.2 Change in provision for site restoration

During the current period, the Parent Company revised the estimates in provision for site restoration. This change is accounted for prospectively as a change in accounting estimate in accordance with IAS 8 "*Accounting Policies, Changes in Accounting Estimates and Errors*". The impact of this change in provision for site restoration is disclosed in Note 13.

2.4 New standards, interpretations and amendments adopted by the Group

There are new standards and number of amendments to standards which are effective from 1 January 2026 and have been explained in Group's annual Consolidated Financial Statements for the year ended 31 December 2025, but they do not have a material effect on the Group's interim condensed consolidated financial statements.

New standards issued but not yet effective

IFRS 18 – Presentation and Disclosure in Financial Statements

The Group is assessing the potential impact of IFRS 18 *Presentation and Disclosure in Financial Statements*, which will become effective for annual reporting periods beginning on or after 1 January 2027.

The Group has initiated a preliminary assessment of the requirements of IFRS 18. At the reporting date, the assessment of the impact of adopting the standard has not been completed. Based on the work performed to date, management expects that the standard will primarily affect the presentation and disclosure of information within the consolidated financial statements, including the structure of the consolidated statement of profit or loss and related notes.

Management continues to evaluate the implications of the standard and is unable at this stage to reasonably estimate the full impact of its adoption on the Group's interim condensed consolidated financial statements.

3 SEGMENT INFORMATION

The Group is engaged in one operating segment, i.e., manufacturing cement and operates completely from the Kingdom of Saudi Arabia. Accordingly, the financial information was not divided into different geographic or business segments. The financial information of the Subsidiary is not significant to Group's interim condensed consolidated financial statements for segment information.

4 REVENUE

The Group's revenue is described below:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026	2025	**2026**	2025
	⃁	⃁	**⃁**	⃁
Product type	**Unaudited**	Unaudited	**Unaudited**	Unaudited
Cement	**175,026,662**	172,512,336	**360,193,677**	342,765,707
Cement bags	**7,356,094**	6,957,364	**13,742,666**	18,005,860
Clinker	**50,863,041**	94,825,950	**113,394,771**	179,967,554
Total revenue (*)	**233,245,797**	274,295,650	**487,331,114**	540,739,121
Geographical markets				
Total revenue inside the Kingdom of Saudi Arabia	**182,382,756**	179,469,700	**373,936,343**	360,771,567
Total revenue outside the Kingdom of Saudi Arabia	**50,863,041**	94,825,950	**113,394,771**	179,967,554
Total revenue	**233,245,797**	274,295,650	**487,331,114**	540,739,121

(*) The timing of the revenue recognition from the above goods is at a point in time.

5 ZAKAT PAYABLE

The movement in zakat payable of the Group is as follows:

	30 June 2026	31 December 2025
	⃁	⃁
	Unaudited	Audited
Balance at beginning of the period / year	20,334,407	16,558,536
Charged during the period / year	8,238,022	16,163,089
Paid during the period / year	(15,931,924)	(12,387,218)
Balance at the end of the period / year	**12,640,505**	**20,334,407**

Status of zakat assessments

Parent Company:

The Company has submitted its Zakat returns to the Zakat, Tax and Customs Authority ("ZATCA") up to the year ended 31 December 2025 and obtained Zakat certificate. During the year 2024, the Company received an assessment order from the ZATCA for the year ended 31 December 2024 and claimed additional amount ⃁ 3.72 million and duly paid the full amount and, accordingly, the zakat status has been finalized for the year 2024.

Subsidiary:

The Subsidiary has submitted the zakat returns to ZATCA up to the year ended 31 December 2025 and obtained the Zakat certificate. The Subsidiary has also finalized its status until the year ended 31 December 2020.

6 PROPERTY, PLANT AND EQUIPMENT

	For the six-month period ended 30 June 2026 ⃁ Unaudited	2025 ⃁ Unaudited
Depreciation	71,838,478	84,114,761
Additions to property, plant and equipment	22,024,892	7,566,035

6.1 The plants are situated on land leased from Ministry of Industries and Mineral Resources of Ras Baridi in Yanbu, for 30 Hijri years commencing 4 Rabi' I 1398H (Corresponding to 12 February 1978G). The lease has been renewed for a similar period for 30 years on 3 Rabi' I 1428H (Corresponding to 22 March 2007G). The lease is renewable for further similar periods subject to the agreement of both parties.

6.2 During the six-month period ended 30 June 2026, the Group reviewed the estimated useful lives of property, plant and equipment attributable to the Parent Company's fourth production line and changed those estimates with effect from 1 January 2026, as shown in the table below. The revised estimates were based on an external assessment obtained by the Group and on other information available to management. The revised useful lives have been applied prospectively to the remaining carrying amount of the affected assets.

Had the useful lives not been changed, property, plant and equipment for the six-month period ended 30 June 2026 would have been decreased by ⃁ 10.44 million for the reduction of depreciation, the inventories' work in process balance would have been increased by ⃁ 8.38 million, and net profit for the period would have been decreased by ⃁ 2.06 million. The category-wise impact on accumulated depreciation is as follows (unaudited):

	The new rates used in 2026	The old rates used in 2025	Impact for the three-month period ended 30 June 2026 ⃁ Unaudited	Impact for the six-month period ended 30 June 2026 ⃁ Unaudited
Factory buildings on leasehold land	41 years	32 years	124,035	246,724
Buildings and other constructions	23 years	14 years	5,143	10,230
Machinery and equipment	18 - 42 years	09 - 33 years	5,116,849	10,178,151
			5,246,027	**10,435,105**

7 INVENTORIES

	Note	30 June 2026 ⃁ Unaudited	31 December 2025 ⃁ Audited
Spare parts		234,634,645	271,091,760
Less: provision against spare parts	7.1	(89,559,476)	(120,150,733)
Spare parts, net		**145,075,169**	**150,941,027**
Finished goods		8,923,593	10,991,188
Work in process		573,533,450	519,301,127
Raw materials		28,799,674	27,338,157
Fuel		32,601,635	22,426,278
Packaging materials		6,914,032	5,589,514
Fuel in transit		6,599,025	3,616,622
Raw materials in transit		4,779,706	3,390,392
Other materials		1,035,668	1,372,590
		663,186,783	**594,025,868**
		808,261,952	**744,966,895**

7.1 During the six-month period ended 30 June 2026, the Parent Company write-off inventories amounting to ⃁ 33.47 million (31 December 2025: Nil), for which the provision had already been recognized.

8 TRADE RECEIVABLES

	30 June 2026 ⃁ **Unaudited**	31 December 2025 ⃁ Audited
Trade receivables	172,526,643	178,013,598
Allowance for expected credit losses	(15,720,795)	(11,242,312)
	156,805,848	**166,771,286**

8.1 Trade receivables are non-interest bearing and are generally on the term of 30 to 90 days.

9 INVESTMENT AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	Note	**30 June 2026** ⃁ **Unaudited**	31 December 2025 ⃁ Audited
Balance at the beginning of the period / year		5,002,375	15,380,757
Purchases during the period / year		-	5,000,000
Sales during the period / year		(5,002,375)	(15,578,616)
Fair value gain	9.1	-	200,234
Balance at the end of the period / year		**-**	**5,002,375**

9.1 FAIR VALUE GAIN ON INVESTMENT AT FVTPL

	2026 ⃁ **Unaudited**	2025 ⃁ Audited
Unrealized gain	-	2,375
Realized gain	-	197,859
	-	**200,234**

10 CASH AT BANKS

	30 June 2026 ⃁ **Unaudited**	31 December 2025 ⃁ Audited
Bank balances	**41,645,197**	**75,364,663**

11 LOANS

A) BANK BORROWINGS

	30 June 2026 ⃁ **Unaudited**	31 December 2025 ⃁ Audited
Saudi Awwal Bank Loan (Note I and II)	22,428,921	35,949,960
Current portion	(17,178,921)	(27,199,960)
Non-current portion	**5,250,000**	**8,750,000**

I. During 2022, the Parent Company entered into a Shariah-compliant banking facility agreement with Saudi Awwal Bank (SAB) amounted to ⃁ 35 million to cover the acquisition of 40% of the remaining shares of the Subsidiary Company. The loan is subject to repayment of quarterly installments of ⃁ 1.75 million each, starting from June 2023 to February 2028. The loan entails financing costs as per prevailing Saudi rates (SAIBOR) in addition to a fixed commission rate.

II. During 2023, the Parent Company entered into a Shariah-compliant banking facility agreement with SAB amounted to ⃁ 70 million. The loan is repayable in quarterly installments of ⃁ 5 million each, starting from September 2023 until November 2026. The loan entails financing costs as per prevailing Saudi rates (SAIBOR) in addition to a fixed commission rate.

11 LOANS (CONTINUED)

B) SHORT TERM FINANCING

The Parent Company has entered into un-secured Shariah-compliant financing facilities agreements with various banks at SAIBOR plus agreed commission rate to meet its working capital requirements. The facilities availed during the period amounted to ⃁ 430 million (31 December 2025: ⃁ 430 million). As at 30 June 2026, the outstanding amounts of ⃁ 180.85 million (31 December 2025: ⃁ 120.20 million) were classified under current liabilities since these are due within 12 months period.

12 STATUTORY RESERVE

In accordance with the Company's previous By-laws, the Company was required to allocate at least 10% of its annual net income to the statutory reserve until the reserve reached 30% of the share capital. As part of its financial policy, the Company had decided to continue maintaining the statutory reserve at 50% of the share capital. However, following recent amendments to the Companies Law, the Company has discontinued the creation of the statutory reserve and By-laws have been updated in this regard.

Accordingly, during the period the Shareholders approved the Board of Directors' recommendation to transfer of the entire statutory reserve balance of ⃁ 787.50 million, comprising ⃁ 393.75 million to be transferred to the contractual reserve and ⃁ 393.75 million to be transferred to the retained earnings in accordance with the By-laws, in a manner that best serves the interests of the Company and its shareholders in accordance with the amended By-laws.

13 PROVISION FOR SITE RESTORATION

During the period, the Parent Company, through its external consultant, conducted a study to re-estimate cost of restoration of the Company's quarry after the end of the mining period and accordingly recorded the provision for its quarry's site restoration amounting to ⃁ 9.31 million. The estimated amount is recognized by discounting it to its present value.

14 DIVIDENDS

On 23 Dhu al-Qa'dah 1447H (Corresponding to 10 May 2026G), the Board of Directors of the Parent Company decided to distribute cash dividends amounting to ⃁ 118.13 million (⃁ 0.75 per share) for the first half of the year ending 31 December 2026, equivalent to 7.5% of the nominal value of the share.

15 EARNINGS PER SHARE

Basic earnings per share (EPS) is calculated by dividing the net profit for the period by the weighted average number of ordinary shares which are 157.50 million shares.

The table below reflects the details of the net profit for the period and the number of shares used in calculating basic and diluted earnings per share:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 **⃁** **Unaudited**	2025 ⃁ Unaudited	**2026** **⃁** **Unaudited**	2025 ⃁ Unaudited
Net profit for the period	**31,261,009**	21,618,807	**68,797,444**	51,526,382
Weighted average number of outstanding ordinary shares	**157,500,000**	157,500,000	**157,500,000**	157,500,000
Basic and diluted earnings per share	**0.20**	0.14	**0.44**	0.33

There has been no item of dilution affecting the weighted average number of ordinary shares.

16 CONTINGENCIES AND COMMITMENTS

As at 30 June 2026, the contingencies against banks' letters of guarantees issued on behalf of the Group are amounted to ⃁ 99.06 million (31 December 2025: ⃁ 62.57 million).

As at 30 June 2026, the Group has letters of credit amounted to Nil (31 December 2025: Nil).

17 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent major shareholders, Board of Directors, the Group's key management personnel and entities managed or significantly influenced by those parties. The following are the details of major-related parties' transactions during the three-month and six-month periods ended 30 June 2026:

Allowances and compensation of the Board of Directors and senior executives

The Group's senior management includes key management personnel and executives, Board of Directors, having authorities and responsibilities for planning, directing and controlling the activities of the Group.

Board of Directors and committees' compensation charged and accrued during the six-month period ended 30 June 2026 amounted to ⃁ 2.35 million (30 June 2025: ⃁ 2.6 million).

Key management personnel compensation comprised the following:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 ⃁ **Unaudited**	2025 ⃁ Unaudited	**2026** ⃁ **Unaudited**	2025 ⃁ Unaudited
Short term employee benefits	**5,572,541**	**3,131,002**	**9,427,024**	**8,774,924**
Post-employment benefits	**243,695**	**309,355**	**442,566**	**687,216**
	5,816,236	**3,440,357**	**9,869,590**	**9,462,140**

The Group entered into transaction with its associate under mutually agreed terms and conditions:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2026 ⃁ **Unaudited**	2025 ⃁ Unaudited	**2026** ⃁ **Unaudited**	2025 ⃁ Unaudited
Knowledge Centre for Cement Training - (the "associate")				
(Nature of transaction)				
Paid on behalf of associate	**-**	1,071	**-**	1,071

18 FAIR VALUE MEASUREMENT

All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

Suppose the inputs used to measure the fair value of an asset or liability falls into different levels of the fair value hierarchy. In that case, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest input level that is significant to the entire measurement. Set out below is a comparison, by class, of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

			Fair value measurement using		
Assets measured at fair value	**Date of valuation**	**Total** ⃁	**Quoted prices in active markets (Level 1)** ⃁	**Significant observable inputs (Level 2)** ⃁	**Significant unobservable inputs (Level 3)** ⃁
Financial derivatives	**30 June 2026 (Unaudited)**	**104,544**	**-**	**104,544**	**-**
Financial derivatives	31 December 2025 (Audited)	336,456	-	336,456	-
Investment at FVTPL	31 December 2025 (Audited)	5,002,375	-	5,002,375	-

18 FAIR VALUE MEASUREMENT (CONTINUED)

Financial derivatives

The Group enters into derivative financial instrument principally with financial institutions having investment-grade credit ratings. Derivatives valued using valuation techniques with observable market inputs is interest rate swaps. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations.

Investments at FVTPL

This represents investment in mutual funds. The fund manager limits market risk by monitoring the developments in the relevant markets for these instruments.

During the six-month period ended 30 June 2026 and year ended 31 December 2025, there were no movements between the levels.

19 EVENTS AFTER THE REPORTING PERIOD

Management believes that there are no significant subsequent events that either require disclosure or adjustments to the accompanying interim condensed consolidated financial statements.

20 COMPARATIVE FIGURES

During the period, the Group reclassified an amount of ⃁ 0.62 million related to unwinding discounts from other income to finance income. This was done to achieve proper classification of income, and the comparative figures have also been reclassified. The reclassification does not affect the net profit and retained earnings of the Group in prior period.

21 APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements of the Group were approved by the Board of Directors on 22 Safar 1448H (Corresponding to the 05 August 2026G).