



# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Interim Condensed Consolidated  
Financial Statements

(Unaudited)

and review report for the three-month  
and year ended 31 December 2025

<u>INDEX</u>	<u>PAGE</u>
Independent auditor's report on review of interim condensed consolidated financial statements	1
Interim condensed consolidated statement of financial position	2
Interim condensed consolidated statement of profit or loss	3
Interim condensed consolidated statement of other comprehensive income	4
Interim condensed consolidated statement of cash flows	5
Interim condensed consolidated statement of changes in equity	6
Notes to the interim condensed consolidated financial statements	7-21



**Shape the future  
with confidence**

**ERNST & YOUNG PROFESSIONAL SERVICES (PROFESSIONAL LLC)**  
**Paid-Up Capital: ₡ 5,500,000 (Five Million Five Hundred Thousand Saudi Riyals)**

Head Office  
Financial Boulevard 3126, Al Aqeeq Dist. 6717, Riyadh 13519  
KAFD 1.11 B, South Tower, 8<sup>th</sup> Floor  
P.O. Box 2732, Riyadh 11461  
Kingdom of Saudi Arabia

C.R. No. 1010383821  
Unified No. 7000117205  
Tel: +966 11 215 9898  
+966 11 273 4740  
Fax: +966 11 273 4730  
ey.ksa@sa.ey.com  
ey.com

**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA  
(A SAUDI JOINT STOCK COMPANY)**

**Introduction**

We have reviewed the accompanying interim condensed consolidated statement of financial position of The National Shipping Company of Saudi Arabia ("the Company") and its subsidiaries (collectively referred to as "the Group") as at 31 December 2025, and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and year ended 31 December 2025, and the related interim condensed consolidated statements of changes in equity and cash flows for the year then ended, and 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") as 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" as endorsed in the Kingdom of Saudi Arabia. A review of 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.

**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 as endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young Professional Services

Waleed G. Tawfiq  
Certified Public Accountant  
License No. (437)



Riyadh: 23 Sha'ban 1447H  
(11 February 2026)

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA  
 (A Saudi Joint Stock Company)  
 Interim condensed consolidated statement of financial position  
 As at 31 December 2025  
 (All amounts in thousands of Saudi Riyals - unless otherwise stated)

	Notes	31 December 2025 (Unaudited)	31 December 2024 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	6	20,600,428	16,616,175
Projects under construction	7	886,664	2,291,663
Right-of-use assets		523,118	948,623
Intangible assets		243,128	283,205
Equity accounted investees	8	2,475,425	2,175,143
Other non-current financial assets		32,115	49,346
<b>TOTAL NON-CURRENT ASSETS</b>		<b>24,760,878</b>	<b>22,364,155</b>
<b>CURRENT ASSETS</b>			
Inventories		447,083	468,063
Trade receivables and contract assets	9	1,992,337	1,273,381
Prepayments and other current assets		875,174	681,834
Short term deposits	10	1,825,400	-
Cash and cash equivalents	10	1,082,871	1,821,500
<b>TOTAL CURRENT ASSETS</b>		<b>6,222,865</b>	<b>4,244,778</b>
<b>TOTAL ASSETS</b>		<b>30,983,743</b>	<b>26,608,933</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	1	9,228,515	7,382,812
Share premium		1,489,103	1,489,103
Other reserves		(11,221)	37,793
Retained earnings		4,562,862	4,715,506
<b>Equity attributable to equity holders of the Parent Company</b>		<b>15,269,259</b>	<b>13,625,214</b>
Non-controlling interests		968,536	960,008
<b>TOTAL EQUITY</b>		<b>16,237,795</b>	<b>14,585,222</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Loans and borrowings	11	10,671,269	8,288,484
Employees' end of service benefits		141,772	131,579
Lease liabilities		335,185	540,215
Other liabilities		26,324	2,943
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>11,174,550</b>	<b>8,963,221</b>
<b>CURRENT LIABILITIES</b>			
Loans and borrowings	11	1,028,571	459,585
Lease liabilities		209,970	436,317
Trade and other payables	12	2,138,874	1,938,914
Provision for zakat and income tax	13	193,983	225,674
<b>TOTAL CURRENT LIABILITIES</b>		<b>3,571,398</b>	<b>3,060,490</b>
<b>TOTAL LIABILITIES</b>		<b>14,745,948</b>	<b>12,023,711</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>30,983,743</b>	<b>26,608,933</b>



Chief Financial Officer



Chief Executive Officer



Authorized Board Member

The accompanying notes 1 to 20 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA  
 (A Saudi Joint Stock Company)  
 Interim condensed consolidated statement of profit or loss  
 For the three-month and year ended 31 December 2025  
 (All amounts in thousands of Saudi Riyals - unless otherwise stated)

Notes	For the three-month period ended 31 December		For the year ended 31 December	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Audited)
Revenue	5 3,262,968	2,216,469	10,346,721	9,482,387
Operating costs	(2,155,908)	(1,714,640)	(7,550,132)	(7,119,252)
<b>Gross profit before bunker subsidy</b>	<b>1,107,060</b>	<b>501,829</b>	<b>2,796,589</b>	<b>2,363,135</b>
Bunker subsidy	62,228	68,555	301,115	337,222
<b>Gross profit</b>	<b>1,169,288</b>	<b>570,384</b>	<b>3,097,704</b>	<b>2,700,357</b>
General and administrative expenses	(161,875)	(122,107)	(451,802)	(321,167)
Reversal/ (provision) on trade receivables and contract assets	9 5,244	2,426	(27,777)	(20,390)
Other income	48,089	45,486	107,410	245,191
<b>Total operating profit</b>	<b>1,060,746</b>	<b>496,189</b>	<b>2,725,535</b>	<b>2,603,991</b>
Finance cost	(181,805)	(143,427)	(707,729)	(621,649)
Finance income	10 23,472	18,270	67,404	86,076
Share of results of equity accounted investees	8 125,494	179,040	566,425	432,563
<b>Profit before zakat and income tax</b>	<b>1,027,907</b>	<b>550,072</b>	<b>2,651,635</b>	<b>2,500,981</b>
Zakat and income tax	13 (12,969)	(41,400)	(92,166)	(115,180)
<b>Profit for the period / year</b>	<b>1,014,938</b>	<b>508,672</b>	<b>2,559,469</b>	<b>2,385,801</b>
<b>Profit for the period / year attributable to:</b>				
Equity holders of the Parent Company	977,711	474,255	2,431,341	2,169,392
Non-controlling interests	37,227	34,417	128,128	216,409
	<b>1,014,938</b>	<b>508,672</b>	<b>2,559,469</b>	<b>2,385,801</b>
<b>Earnings per share (Saudi Riyal):</b>				
Basic & diluted	14 1.06	0.51	2.63	2.35



Chief Financial Officer



Chief Executive Officer



Authorized Board Member

The accompanying notes 1 to 20 form an integral part of these interim condensed consolidated financial statements.

## THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Interim condensed consolidated statement of other comprehensive income

For the three-month and year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

	For the three-month period ended 31 December		For the year ended 31 December	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Audited)
<b>Profit for the period / year</b>	<b>1,014,938</b>	508,672	<b>2,559,469</b>	2,385,801
Other comprehensive income				
<b>Items that will not be reclassified to profit or loss in subsequent periods:</b>				
Changes in fair value of investments				
through OCI	(3,482)	11,644	(4,178)	11,644
Re-measurement of employees' end of service benefits	1,974	1,357	1,416	517
<b>Items that are or may be reclassified to profit or loss in subsequent periods:</b>				
Equity accounted investees share of OCI	<b>7,628</b>	20,090	<b>(45,851)</b>	11,079
<b>Total comprehensive income for the period / year</b>	<b>1,021,058</b>	<b>541,763</b>	<b>2,510,856</b>	<b>2,409,041</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Parent Company	<b>983,431</b>	507,406	<b>2,382,328</b>	2,192,692
Non-controlling interests	<b>37,627</b>	34,357	<b>128,528</b>	216,349
<b>Total comprehensive income for the period / year</b>	<b>1,021,058</b>	<b>541,763</b>	<b>2,510,856</b>	<b>2,409,041</b>



Chief Financial Officer



Chief Executive Officer



Authorized Board Member

The accompanying notes 1 to 20 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA  
 (A Saudi Joint Stock Company)  
 Interim condensed consolidated statement of cash flows  
 For the year ended 31 December 2025  
 (All amounts in thousands of Saudi Riyals - unless otherwise stated)

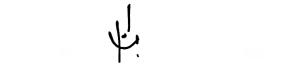
	Notes	For the year ended 31 December	
		2025 (Unaudited)	2024 (Audited)
<b>OPERATING ACTIVITIES</b>			
Profit before zakat and income tax		2,651,635	2,500,981
<b>Adjustments for non-cash items:</b>			
Depreciation of property and equipment	6	1,507,571	1,167,756
Depreciation of right-of-use assets		385,887	452,163
Amortization of intangible assets		47,799	50,527
Provision on trade receivables and contract assets	9	27,777	20,390
Finance cost		707,729	621,649
Finance income		(67,404)	(86,076)
Share of results of equity accounted investees	8	(566,425)	(432,563)
Gain on disposal of property and equipment		(5,814)	(215,924)
Employees' end of service benefits		21,868	37,710
		4,710,623	4,116,613
<b>Changes in working capital:</b>			
Inventories		20,980	30,313
Trade receivables and contract assets		(746,733)	4,230
Prepayments and other current assets		(161,831)	(81,156)
Trade and other payables		269,182	59,407
		4,092,221	4,129,407
Finance cost paid		(701,260)	(577,450)
Zakat and income tax paid	13	(123,857)	(140,495)
Employees' end of service benefits paid		(10,259)	(5,939)
<b>Net cash flows generated from operating activities</b>		<b>3,256,845</b>	<b>3,405,523</b>
<b>INVESTING ACTIVITIES</b>			
Additions of property and equipment	6	(293,841)	(245,972)
Additions of projects under construction	7	(3,948,938)	(5,223,356)
Additions of intangible assets		(7,722)	(9,195)
Proceeds from disposal of property and equipment		161,768	524,181
Short term investment	10	(1,825,400)	-
Dividends from equity accounted investee		225,450	225,450
Proceeds from finance income		46,095	84,343
Other non-current financial assets		3,396	1,536
<b>Net cash flows used in investing activities</b>		<b>(5,639,192)</b>	<b>(4,643,013)</b>
<b>FINANCING ACTIVITIES</b>			
Proceeds from loans and borrowings	11	4,943,829	2,526,873
Repayment of loans and borrowings	11	(2,002,258)	(1,459,666)
Dividends paid to equity holders of the parent		(738,282)	(406,055)
Payment of lease liabilities		(439,571)	(455,279)
Dividends paid to non-controlling interests	16	(120,000)	(60,000)
<b>Net cash flows from financing activities</b>		<b>1,643,718</b>	<b>145,873</b>
Net decrease in cash and cash equivalents		(738,629)	(1,091,617)
Cash and cash equivalents at beginning of the year		1,821,500	2,913,117
<b>Cash and cash equivalents at end of the year</b>		<b>1,082,871</b>	<b>1,821,500</b>
<b>Details of other non-cash transactions:</b>			
Projects under construction transferred to property and equipment	6,7	5,353,937	3,836,728
(Termination)/ additions to right-of-use assets		(39,618)	739,402



Chief Financial Officer



Chief Executive Officer



Authorized Board Member

The accompanying notes 1 to 20 form an integral part of these interim condensed consolidated financial statements.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA  
 (A Saudi Joint Stock Company)  
 Interim condensed consolidated statement of changes in equity  
 For the year ended 31 December 2025  
 (All amounts in thousands of Saudi Riyals - unless otherwise stated)

Attributable to equity holders of the Parent Company

	Share capital	Share premium	Other reserves	Retained earnings	Total	Non-controlling interests	Total equity
Balance as at 1 January 2024 (audited)	7,382,812	1,489,103	14,493	2,952,169	11,838,577	803,659	12,642,236
Profit for the year	-	-	-	2,169,392	2,169,392	216,409	2,385,801
Other comprehensive loss	-	-	23,300	-	23,300	(60)	23,240
Total comprehensive income for the year	-	-	23,300	2,169,392	2,192,692	216,349	2,409,041
Dividends paid to equity holder of the parent (note 16)	-	-	-	(406,055)	(406,055)	-	(406,055)
Dividends to non-controlling interest (note 16)	-	-	-	-	-	(60,000)	(60,000)
Balance as at 31 December 2024 (audited)	7,382,812	1,489,103	37,793	4,715,506	13,625,214	960,008	14,585,222
 Balance as at 1 January 2025 (audited)	 7,382,812	 1,489,103	 37,793	 4,715,506	 13,625,214	 960,008	 14,585,222
Profit for the year	-	-	-	2,431,341	2,431,341	128,128	2,559,469
Other comprehensive loss	-	-	(49,014)	-	(49,014)	400	(48,614)
Total comprehensive income for the year	-	-	(49,014)	2,431,341	2,382,327	128,528	2,510,855
Transferred from retained earnings (note 1)	1,845,703	-	-	(1,845,703)	-	-	-
Dividends paid to equity holder of the parent (note 16)	-	-	-	(738,282)	(738,282)	-	(738,282)
Dividends to non-controlling interest (note 16)	-	-	-	-	-	(120,000)	(120,000)
Balance as at 31 December 2025 (unaudited)	9,228,515	1,489,103	(11,221)	4,562,862	15,269,259	968,536	16,237,795



Chief Financial Officer



Chief Executive Officer



Authorized Board Member

The accompanying notes 1 to 20 form an integral part of these interim condensed consolidated financial statements

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements

For the year ended 31 December 2025

## 1. CORPORATE INFORMATION

The National Shipping Company of Saudi Arabia (the “Company” or “Bahri” or “Parent Company”), a Saudi Joint Stock Company, was established under the Royal Decree No. M/5 dated 12 Safar 1398H (corresponding to 21 January 1978) and registered under Commercial Registration No. 1010026026 and Unified number 7000312574 dated 1 Dhul Hijjah 1399H (corresponding to 22 October 1979) issued in Riyadh. The Company’s head office is located in Olaya district, Olaya Towers (Tower B), Floors 12-15, P.O Box 5101, Riyadh, 1142, Kingdom of Saudi Arabia.

The Company and its subsidiaries listed below (the “Group”) are primarily engaged in purchasing, selling and operating vessels for the coordination of transport & storage on board vessels, transportation of cargo, cargo clearance, agencies for maritime shipping companies and all marine transport activities. The Group performs its operations through four distinct segments which are crude oil transportation, chemicals transportation, logistics and dry bulk transportation. The Group is also engaged in the ownership of land, properties inside or outside the Kingdom, ownership of shares in other existing companies or merging with them and participating with others in establishing companies with similar activities or complementary activities.

The Company’s share capital amounting to SAR 9,228,515,620 as at 31 December 2025 is divided into 922,851,562 shares (31 December 2024: SAR 7,382,812,500 divided into 738,218,250 shares) with a par value of SAR 10 each.

On 4 Muharram 1447H (corresponding to 29 June 2025), the Company’s shareholders approved a resolution at the Extraordinary General Assembly to increase the share capital from SAR 7,382,812 thousand to SAR 9,228,515 thousand by granting one bonus share for every four shares owned. The increase of SAR 1,845,703 thousand was effected through a transfer from “retained earnings” to “share capital”. This transaction did not result in any change to the total equity of the Company.

The subsidiaries whose financial information are incorporated into these interim condensed consolidated financial statements are as follows:

Subsidiary	Date of incorporation	Effective Ownership %		Principal activity	Location
		31 December 2025	31 December 2024		
National Chemical Carriers Company limited (“NCC”)	1990	80	80	Petrochemical transportation	KSA
NSCSA Inc. – USA	1991	100	100	Company's ship agent	USA
Mideast Ship Management Limited (“JLT”)	2010	100	100	Ships technical management	UAE
Bahri Dry Bulk Company (“BDB”)	2010	60	60	Dry bulk transportation	KSA
Bahri Logistics Company	2017	100	100	Logistics services	KSA
Bahri Logistics Company DWC-LLC <sup>a</sup>	2024	100	100	Logistics services	UAE
Bahri Logistics Company (“SILZ”) LLC <sup>a</sup>	2024	100	100	Logistics services	KSA
Bahri Shipping Pte. Ltd. <sup>b</sup>	2025	100	-	Company's ship agent	Singapore
Bahri High Seas <sup>c</sup>	2025	100	-	Acquisition and operating of vessels	KSA
Bahri Dry Ship Management FZCO <sup>c</sup>	2025	100	-	Ship Management and Operation	UAE
Bahri Chemical Ship Management FZCO <sup>c</sup>	2025	100	-	Ship Management and Operation	UAE

- a) The Group holds an effective equity ownership interest of 100% in Bahri Logistics Company DWC-LLC and Bahri Logistics Company (“SILZ”) LLC through its shareholding in Bahri Logistics Company.
- b) During this year, the Group has established a new subsidiary (Bahri Shipping Pte. Ltd) in Singapore the primary activity of which is to engage in shipping operations, including the chartering of ships and boats with crew.
- c) The Group incorporated a new subsidiary, (Bahri High Seas) in KSA whose principal activity is the acquisition and operation of vessels. In addition, the Group incorporated two other subsidiaries in UAE, (Bahri Dry Ship Management FZCO) and (Bahri Chemical Ship Management FZCO), whose principal activities are ship management and operations.

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

## 1. CORPORATE INFORMATION (continued)

The equity accounted investee companies' financial information incorporated in these interim condensed consolidated financial statements are as follows:

Equity accounted investees	Nature of relationship	Date of incorporation	Effective Ownership %		Principal activity	Location
			31 December 2025	31 December 2024		
Petredec' group limited (note a)	Joint Venture	2012	<b>40.08</b>	40.08	Liquefied petroleum gas transportation	BVI
International Maritime Industries Company (note b)	Associate	2017	<b>19.9</b>	19.9	Maritime industries	KSA
National Grain Company (note c)	Joint Venture	2021	<b>50</b>	50	Packing and storage of grain	KSA

a) The Group share of Petredec results for the financial period are recorded as per the latest financial statements prepared by Petredec. The difference between the latest financial statements prepared by Petredec and the Group interim condensed consolidated financial statements is two months.

b) International Maritime Industries Company (IMI) was established in KSA with capital of SAR 1,107 million between the Company, ARAMCO, Maritime Offshore Limited (Lamprell), and Korea Shipbuilding & Offshore Engineering Company Ltd.

c) During August 2020, the Company entered a joint venture ("JV") agreement to establish the National Grain Company with United Farmers Investment Company ("UFIC"). The JV aims to build and establish a terminal for handling grains at Yanbu Commercial Port, to meet the future needs of the Kingdom of Saudi Arabia for major crops and cereals.

The Company operates through the following branches:

Trade Name	Registration No.	Registration Date	City
The National Shipping Company of Saudi Arabia	1010026026	22/10/1979	Riyadh
The National Shipping Company of Saudi Arabia	4030033402	21/2/1982	Jeddah
The National Shipping Company of Saudi Arabia	2050013881	30/7/1983	Dammam
The National Shipping Company of Saudi Arabia	2055001309	25/7/1984	Jubail
The National Shipping Company of Saudi Arabia	JLT-65807	06/12/2010	Dubai
The National Shipping Company of Saudi Arabia	F06135	26/08/2016	New Delhi

### Group Fleet:

As at 31 December 2025, the Group operated 104 owned vessels and 9 under lease contract (31 December 2024: 93 owned vessels and 16 under lease contract) operating in the following sectors:

**Oil transportation sector:** Consists of 50 vessels (31 December 2024: 41 vessels) all of which are very large crude carriers (VLCCs) operating in the spot market.

**Chemicals transportation sector:** This sector is fully operated by NCC. It owns 33 vessels and 9 under lease contract (31 December 2024: owned 33 vessels and 16 under lease contract). Specialized tankers distributed as follows:

- 34 tankers operate in the spot market.
- 8 tankers are under charter agreements.

**Logistics sector:** This sector consists of 6 RoCon vessels and 2 MPP vessels (31 December 2024: 6 RoCon vessels and 1 MPP vessel) operating on commercial lines between North America, Europe, Middle East, the Indian Subcontinent and Asia.

**Dry bulk transportation sector:** This sector is fully operated by BDB, and it owns 13 vessels (31 December 2024: 12 vessels) specialized in transporting dry bulk cargo. 5 of them are chartered to the Arabian Agricultural Services Company ("ARASCO") and 8 vessels are operating in the spot market.

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

---

## 2. BASIS OF PREPARATION

### 2.1 Statement of Compliance

These interim condensed consolidated financial statements for the Group have been prepared in accordance with International Accounting Standard 34 ("IAS 34") Interim Financial Reporting as endorsed in the Kingdom of Saudi Arabia ("KSA").

### 2.2. Preparation of interim condensed consolidated financial statements

The interim condensed consolidated financial statements do not include all of the information and disclosures required in a full set of annual consolidated financial statements and should be read in conjunction with the last annual consolidated financial statements as at 31 December 2024. However, selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group financial position and performance since the last annual consolidated financial statements. The interim results may not be an indicator of the annual results of the Group.

#### (i) Historical cost convention

These interim condensed consolidated financial statements have been prepared on a historical cost basis, except for:

- Derivative financial instruments and quoted equity shares which are measured at fair value.
- Employees' end-of-service benefits are recognized at the present value of future obligations using the projected unit credit method.

#### (ii) Functional and presentation currency

These interim condensed consolidated financial statements are presented in Saudi Riyal ("SAR"), which is the Company's functional and presentation currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

## 3. BASIS OF CONSOLIDATION

The Company and its subsidiaries are referred to collectively as the "Group". Subsidiaries are entities controlled by the Group. 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 in the investee.
- The ability to use its power over the investee to affect its returns.

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 or disposed of during the period are included in these interim condensed consolidated 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, even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the interim condensed consolidated financial statements to bring the accounting policies of the subsidiaries in line with the Group accounting policies. All intra-group assets and liabilities, income and expenses and cash flows relating to transactions are eliminated in full on consolidation.

Non-controlling interests are measured at their proportionate share of the acquiree's identifiable net assets at the date of acquisition.

A change in the 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:

- De-recognizes the assets and liabilities of the subsidiary.
- De-recognizes the carrying amount of any non-controlling interest.
- De-recognizes the cumulative translation differences, recorded in equity.
- Recognizes the fair value of the consideration received.
- Recognizes the fair value of any investment retained; and
- Recognizes any surplus or deficit in the interim condensed consolidated statement of profit or loss.

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

---

## 4. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in preparing the Group's annual consolidated financial statements for the year ended 31 December 2024.

### 4.1. Material accounting judgments, estimates and assumptions

The preparation of interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Therefore, actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In the process of applying the Group's accounting policies, management has made the following estimates and judgments, which are significant to the interim condensed consolidated financial statements:

- Impairment assessment of vessels.
- Measurement of defined benefit obligations; key actuarial assumptions; and
- Measurement of ECL allowance for trade receivables and contract assets: key assumptions in determining the weighted average loss rate.
- Useful life of property and equipment
- Incremental borrowing rate on leases

### 4.2. Standards, interpretations and amendments adopted by the Group

#### 4.2.1 New and amended standards and interpretations

Following are the standards and amendments effective on 1 January 2025 or after (unless otherwise stated) and do not have a material impact on the Company's financial statements. The Company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

#### Lack of exchangeability - Amendments to IAS 21

For annual reporting periods beginning on or after 1 January 2025, Lack of Exchangeability - Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of the entity's financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flow.

The amendments had no impact on the Company's financial statements.

#### 4.2.2 New and amended standards and interpretations not yet effective

The new amended, issued standards and interpretations, which are not effective yet have not been adopted early by the Company and will be adopted on their effective date as applicable. The adoption of these standards and interpretations is not expected to have any material impact on the Company on the effective date, except IFRS 18, which the Company is currently evaluating the impact of its adoption on the financial statements.

Standard, Amendment or Interpretation	Effective date
- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7	1 January 2026
- Annual Improvements to IFRS Accounting Standards - Volume 11	1 January 2026
- IFRS 18 - Presentation and Disclosure in Financial Statements	1 January 2027
- IFRS 19 - Subsidiaries without Public Accountability: Disclosures	1 January 2027

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**5. OPERATING SEGMENTS**

The Group has the following four strategic divisions, which are its reportable segments. These divisions offer different services and are managed separately because they have different economic characteristics – such as trends in sales growth, rates of return and level of capital investment – and have different marketing strategies.

a) The following schedule illustrates the Group's activities according to the operating segments for the year:

31 December 2025 (Unaudited)	Transportation of oil	Transportation of chemicals	Logistics	Transportation of dry bulk	Subtotal	Others	Total
<b>Revenue</b>	<b>5,860,009</b>	<b>2,856,471</b>	<b>1,120,486</b>	<b>402,689</b>	<b>10,239,655</b>	<b>107,066</b>	<b>10,346,721</b>
<b>Operating costs</b>	<b>(3,919,142)</b>	<b>(2,121,839)</b>	<b>(1,035,514)</b>	<b>(323,073)</b>	<b>(7,399,568)</b>	<b>(150,564)</b>	<b>(7,550,132)</b>
<b>Bunker subsidy</b>	<b>250,630</b>	<b>32,516</b>	<b>17,118</b>	<b>851</b>	<b>301,115</b>	<b>-</b>	<b>301,115</b>
<b>Gross profit / (loss)</b>	<b>2,191,497</b>	<b>767,148</b>	<b>102,090</b>	<b>80,467</b>	<b>3,141,202</b>	<b>(43,498)</b>	<b>3,097,704</b>
<b>General and administrative expenses</b>	<b>(85,294)</b>	<b>(19,779)</b>	<b>(30,022)</b>	<b>(21,979)</b>	<b>(157,074)</b>	<b>(294,728)</b>	<b>(451,802)</b>
<b>Reversal / (provision) on trade receivables and contract assets</b>	<b>3,553</b>	<b>(32,003)</b>	<b>689</b>	<b>(16)</b>	<b>(27,777)</b>	<b>-</b>	<b>(27,777)</b>
<b>Other income</b>	<b>72,610</b>	<b>9,235</b>	<b>2,505</b>	<b>379</b>	<b>84,729</b>	<b>22,681</b>	<b>107,410</b>
<b>Finance cost</b>	<b>(400,107)</b>	<b>(128,356)</b>	<b>(5,630)</b>	<b>(39,893)</b>	<b>(573,986)</b>	<b>(133,743)</b>	<b>(707,729)</b>
<b>Finance income</b>	<b>23</b>	<b>37,360</b>	<b>1,310</b>	<b>327</b>	<b>39,020</b>	<b>28,384</b>	<b>67,404</b>
<b>Share of results of equity accounted investees</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>566,425</b>	<b>566,425</b>
<b>Profit before zakat and income tax</b>	<b>1,782,282</b>	<b>633,605</b>	<b>70,942</b>	<b>19,285</b>	<b>2,506,114</b>	<b>145,521</b>	<b>2,651,635</b>

The Group's vessels are deployed throughout the world and are not concentrated in certain geographical areas. The Group's management does not consider the geographical distribution of the group's operations to be relevant for their internal management analysis and therefore no geographical segment information has been disclosed.

All operating segment results are reviewed regularly by the Group's management to make decisions about resources to be allocated to the segment and assess the performance of segments for which discrete financial information is available.

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**5. OPERATING SEGMENTS (continued)**

31 December 2024 (Audited)	Transportation of oil	Transportation of chemicals	Logistics	Transportation of dry bulk	Subtotal	Others	Total
Revenue	4,603,578	3,252,244	1,083,833	489,345	9,429,000	53,387	9,482,387
Operating costs	(3,445,044)	(2,194,807)	(968,374)	(407,535)	(7,015,760)	(103,492)	(7,119,252)
Bunker subsidy	278,225	33,710	23,175	2,112	337,222	-	337,222
Gross profit / (loss)	1,436,759	1,091,147	138,634	83,922	2,750,462	(50,105)	2,700,357
General and administrative expenses	(16,375)	(17,946)	(25,407)	(18,969)	(78,697)	(242,470)	(321,167)
Reversal/ (provision) on trade receivables and contract assets	14,446	(15,791)	(18,173)	(869)	(20,387)	(3)	(20,390)
Other income	81,415	141,499	3,626	571	227,111	18,080	245,191
Finance cost	(267,571)	(141,573)	(8,798)	(38,389)	(456,331)	(165,318)	(621,649)
Finance income	131	23,770	-	793	24,694	61,382	86,076
Share of results of equity accounted Investees	-	-	-	-	-	432,563	432,563
Profit before zakat and income tax	1,248,805	1,081,106	89,882	27,059	2,446,852	54,129	2,500,981

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**5. OPERATING SEGMENTS (continued)**

b) The following schedule illustrates the distribution of the Group's assets and liabilities according to the operating segments:

31 December 2025 (Unaudited)	Transportation of oil	Transportation of chemicals	Logistics	Transportation of dry bulk	Others	Total
Property and equipment	13,693,632	3,459,669	1,206,025	1,301,763	939,339	20,600,428
Other assets	2,126,308	2,493,080	878,284	144,280	4,741,363	10,383,315
<b>Total assets</b>	<b>15,819,940</b>	<b>5,952,749</b>	<b>2,084,309</b>	<b>1,446,043</b>	<b>5,680,702</b>	<b>30,983,743</b>
<b>Total liabilities</b>	<b>8,094,192</b>	<b>2,426,173</b>	<b>450,819</b>	<b>787,991</b>	<b>2,986,773</b>	<b>14,745,948</b>
31 December 2024 (Audited)	Transportation of oil	Transportation of chemicals	Logistics	Transportation of dry bulk	Others	Total
Property and equipment	9,885,804	3,742,526	1,153,105	1,208,141	626,599	16,616,175
Other assets	3,089,735	2,187,020	753,198	418,851	3,543,954	9,992,758
<b>Total assets</b>	<b>12,975,539</b>	<b>5,929,546</b>	<b>1,906,303</b>	<b>1,626,992</b>	<b>4,170,553</b>	<b>26,608,933</b>
<b>Total liabilities</b>	<b>5,505,475</b>	<b>2,410,344</b>	<b>484,456</b>	<b>986,572</b>	<b>2,636,864</b>	<b>12,023,711</b>

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**6. PROPERTY AND EQUIPMENT**

31 December 2025 (Unaudited)	Buildings and improvements	Fleet and equipment	Containers and trailers	Furniture and fixtures	Tools and office equipment	Motor vehicles	Computer equipment	Container yards - equipment	Total
<b>Cost:</b>									
At 1 January 2025	38,377	25,632,013	6,210	9,842	1,380	3,067	23,933	7,731	25,722,553
Additions*	3,100	5,635,370	596	1,783	7	-	6,922	-	5,647,778
Disposals	(477)	(458,968)	(76)	(533)	-	(282)	(3,010)	-	(463,346)
At 31 December 2025	<b>41,000</b>	<b>30,808,415</b>	<b>6,730</b>	<b>11,092</b>	<b>1,387</b>	<b>2,785</b>	<b>27,845</b>	<b>7,731</b>	<b>30,906,985</b>
<b>Accumulated depreciation:</b>									
At 1 January 2025	22,386	9,048,230	5,239	5,889	1,250	2,954	14,781	5,649	9,106,378
Charge for the year	3,733	1,498,008	542	824	57	52	3,993	362	1,507,571
Disposals	(28)	(304,245)	(60)	(331)	-	(282)	(2,446)	-	(307,392)
At 31 December 2025	<b>26,091</b>	<b>10,241,993</b>	<b>5,721</b>	<b>6,382</b>	<b>1,307</b>	<b>2,724</b>	<b>16,328</b>	<b>6,011</b>	<b>10,306,557</b>
<b>Net book value:</b>									
At 31 December 2025	<b>14,909</b>	<b>20,566,422</b>	<b>1,009</b>	<b>4,710</b>	<b>80</b>	<b>61</b>	<b>11,517</b>	<b>1,720</b>	<b>20,600,428</b>

\* During 2025, 12 vessels were received, and other projects were completed with total capitalized amount SAR 5,354 million which was transferred from projects under construction (refer note 7). In addition, the Group disposed a vessel and equipment at net book value of SAR 156 million (31 December 2024: SAR 308 million) and this has resulted in a gain of SAR 5.8 million (31 December 2024: SAR 216 million).

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**6. PROPERTY AND EQUIPMENT (continued)**

31 December 2024 (Audited)	Buildings and improvements	Fleet and equipment	Containers and trailers	Furniture and fixtures	Tools and office equipment	Motor vehicles	Computer equipment	Container yards - equipment	Total
<b>Cost:</b>									
At 1 January 2024	29,030	22,854,930	7,962	7,775	1,376	3,067	20,295	5,954	22,930,389
Additions*	9,347	4,064,962	5	2,181	9	-	6,176	20	4,082,700
Disposals	-	(1,287,879)	-	(114)	(5)	-	(2,538)	-	(1,290,536)
Transfer	-	-	(1,757)	-	-	-	-	1,757	-
<b>At 31 December 2024</b>	<b>38,377</b>	<b>25,632,013</b>	<b>6,210</b>	<b>9,842</b>	<b>1,380</b>	<b>3,067</b>	<b>23,933</b>	<b>7,731</b>	<b>25,722,553</b>
<b>Accumulated depreciation:</b>									
At 1 January 2024	19,865	8,867,425	4,133	5,040	1,135	2,902	14,515	5,886	8,920,901
Charge for the year	2,521	1,160,437	507	953	120	52	2,804	362	1,167,756
Disposals	-	(979,632)	-	(104)	(5)	-	(2,538)	-	(982,279)
Transfer	-	-	599	-	-	-	-	(599)	-
<b>At 31 December 2024</b>	<b>22,386</b>	<b>9,048,230</b>	<b>5,239</b>	<b>5,889</b>	<b>1,250</b>	<b>2,954</b>	<b>14,781</b>	<b>5,649</b>	<b>9,106,378</b>
<b>Net book value:</b>									
<b>At 31 December 2024</b>	<b>15,991</b>	<b>16,583,783</b>	<b>971</b>	<b>3,953</b>	<b>130</b>	<b>113</b>	<b>9,152</b>	<b>2,082</b>	<b>16,616,175</b>

\* During 2024, 11 new vessels were received, and other projects were completed with total capitalized amount SAR 3,837 million which was transferred from projects under construction (refer note 7).

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**7. PROJECTS UNDER CONSTRUCTION**

The movement in projects under construction is as follows:

	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
Beginning balance	2,291,663	905,035
Additions	3,948,938	5,223,356
Transferred to property and equipment (note 6)	<u>(5,353,937)</u>	<u>(3,836,728)</u>
Ending balance	<b>886,664</b>	<b>2,291,663</b>

On 19 August 2024, the Company entered into an agreement to acquire nine second-hand Very Large Crude Carriers (VLCCs) from Capital Maritime & Trading Corporation for a total consideration of approximately SAR 3.75 billion (USD 1 billion). all the nine VLCCs have been delivered and capitalized during the year.

Projects under construction include SAR 23 million of borrowing costs capitalized during the year (31 December 2024: SAR 85 million).

**8. EQUITY ACCOUNTED INVESTEES**

The balance of equity accounted investees contains investments in the following companies:

	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
Petredec group limited	2,475,425	2,138,202
National Grain Company ("NGC")	<u>-</u>	<u>36,941</u>
	<b>2,475,425</b>	<b>2,175,143</b>

Liabilities associated with equity accounted investees

	Note	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
International Maritime Industries Company ("IMI")	12	<b>128,126</b>	<b>122,966</b>

The share of results of equity accounted investees is as follows:

	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
Share of profit in Petredec group limited	607,014	619,340
Share of loss in IMI	(3,648)	(170,005)
Share of loss in NGC	<u>(36,941)</u>	<u>(16,772)</u>
	<b>566,425</b>	<b>432,563</b>

**9. TRADE RECEIVABLES AND CONTRACT ASSETS**

Trade receivables and contract assets include the following items:

	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
Trade receivables	807,072	648,272
Due from related parties (note 17)	<u>992,683</u>	<u>505,259</u>
	<b>1,799,755</b>	<b>1,153,531</b>
Contract assets	<u>401,327</u>	<u>302,675</u>
	<b>2,201,082</b>	<b>1,456,206</b>
Less: Provision on trade receivables and contract assets (note a)	<u>(208,745)</u>	<u>(182,825)</u>
Trade receivables and contract assets	<b>1,992,337</b>	<b>1,273,381</b>

THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

**9. TRADE RECEIVABLES AND CONTRACT ASSETS (continued)**

a- The movement of provision of trade receivables and contract assets is as follows:

	<b>31 December 2025 (Unaudited)</b>	31 December 2024 (Audited)
Opening balance	182,825	163,626
Charge for the year	27,777	20,390
Write-off	(1,857)	(1,191)
Ending balance	<b>208,745</b>	<b>182,825</b>

**10. CASH AND SHORT-TERM DEPOSITS**

**10.1 Cash and cash equivalents**

Cash and cash equivalents represent bank balances, cash, investments in Murabaha and short-term deposits for a period of less than 3 months, as follows:

	<b>31 December 2025 (Unaudited)</b>	31 December 2024 (Audited)
Bank balances and cash	868,871	889,711
Murabaha deposits	214,000	931,789
<b>Cash and cash equivalents</b>	<b>1,082,871</b>	<b>1,821,500</b>

Murabaha and short-term deposits yield finance income at prevailing market rates and maturity date of less than three months. The finance income on Murabaha and short-term during the year amounted to SAR 67 million (31 December 2024: SAR 86 million).

**10.2 Short Term deposits**

	<b>31 December 2025 (Unaudited)</b>	31 December 2024 (Audited)
<b>Short term deposits</b>	<b>1,825,400</b>	-

The Group invests part of its excess cash in Murabaha deposits that have maturity of more than three months but less than a year with local banks.

**11. LOANS AND BORROWINGS**

	Note	<b>31 December 2025 (Unaudited)</b>	31 December 2024 (Audited)
Sukuk	11.1	3,900,000	3,900,000
Murabaha loans	11.2	7,811,139	4,869,569
<b>Total loans and borrowings</b>		<b>11,711,139</b>	8,769,569
Less: total current portion		(1,028,571)	(459,585)
<b>Non-current loans and borrowings</b>		<b>10,682,568</b>	8,309,984
Less: prepaid financing		(11,299)	(21,500)
<b>Net non-current loans and borrowings</b>		<b>10,671,269</b>	8,288,484
 <b>Current portion</b>		 <b>1,028,571</b>	 459,585
<b>Non-current portion</b>		<b>10,671,269</b>	8,288,484
		<b>11,699,840</b>	8,748,069

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

## **11. LOANS AND BORROWINGS (continued)**

### **11.1 Sukuk**

On 6 Dhul-Hajjah 1443H (corresponding to 5 July 2022), the Company completed the issuance and offering of a local Sukuk denominated in Saudi Riyal for public offering with nominal value amounting to SAR 3,900 million, and a nominal value of SAR 1 million for each Sukuk. The Sukuk issuance bears a variable rate of return at SIBOR plus a predetermined margin, payable semi-annually. The Sukuk is due to mature at par value on its expiry date of 23 Safar 1451H (corresponding to 5 July 2029). The balance in the prepaid financing account related to Sukuk as at 31 December 2025 is SAR 4.1 million (31 December 2024: SAR 5.2 million).

### **11.2 Murabaha loans**

The Group obtained Murabaha long term loans during the year ended 31 December 2025 for a total of SAR 4,944 million (31 December 2024: SAR 2,527 million). Loans are secured by promissory notes and mortgages against vessels. These loans are repayable over 10 years on a quarterly or semi-annual basis and a repayment of SAR 2,002 million was made during the year ended 31 December 2025 (31 December 2024: SAR 1,460 million). The loans carry commission at normal commercial rates. The balance of loans against which profit is to be paid based on SOFR as of 31 December 2025 is SAR 5,885 million (31 December 2024: 1,919 million) and the balance of loans against which profit is to be paid based on SIBOR as at 31 December 2025 totaled to SAR 1,927 million (31 December 2024: SAR 2,950 million). The balance in the prepaid financing account related to Murabaha loans as at 31 December 2025 is SAR 7.2 million (31 December 2024: SAR 16.3 million).

### **11.3 Covenants**

Borrowing agreements include covenants mainly related to maintaining certain ratios of leverage and debt to equity ratio. Under the terms of these agreements, lenders are entitled to demand immediate repayment of loans if these covenants are not met. As at 31 December 2025, the Group was in compliance with all applicable loan covenants.

## **12. TRADE AND OTHER PAYABLES**

	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
Accrued expenses	<b>890,081</b>	565,837
Trade payables	<b>408,700</b>	488,434
Due to related parties (note 17)	<b>355,897</b>	387,057
Accrued finance cost	<b>212,135</b>	215,323
Liabilities associated with equity accounted investees (note 8)	<b>128,126</b>	122,966
Dividends payables	<b>65,305</b>	65,592
Others	<b>78,630</b>	93,705
	<b>2,138,874</b>	1,938,914

## **13. ZAKAT AND INCOME TAX**

The movement in the provision for zakat and income tax is as follows:

	<b>31 December 2025 (Unaudited)</b>	<b>31 December 2024 (Audited)</b>
Opening balance	<b>225,674</b>	250,989
Charge for the year, net	<b>92,166</b>	115,180
Payments during the year	<b>(123,857)</b>	(140,495)
Ending balance	<b>193,983</b>	225,674

The Company's Zakat is based on the financial statements of the Company and its wholly owned subsidiaries (excluding Bahri Logistics Company, which submit its Zakat return separately), in accordance with the regulations of Zakat, Tax and Customs Authority ("ZATCA"). Partially owned subsidiaries submit their Zakat and tax returns separately.

The Company has filed its zakat returns up to 2024 and obtained the zakat certificate for the year 2024.

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

## **13. ZAKAT AND INCOME TAX (continued)**

The Company has cleared and settled all zakat assessments issued by ZATCA up to 2023.

Based on the settlement of the zakat assessments with ZATCA, the Company reassessed the Zakat and income tax provision and ensured that adequate provisions have been made against any potential Zakat and tax liabilities.

The Company did not receive the zakat assessment for the year 2024 from ZATCA.

## **14. EARNINGS PER SHARE**

	<b>For the three-month period ended on 31 December 2025</b>	<b>For the three-month period ended on 31 December 2024</b>	<b>For the year ended on 31 December 2025</b>	<b>For the year ended on 31 December 2024</b>
Profit for the period / year	<b>977,711</b>	474,255	<b>2,431,341</b>	2,169,392
Average number of shares outstanding during the period / year	<b>922,852</b>	922,852	<b>922,852</b>	922,852
Earnings per share - Basic and Diluted (Saudi Riyals)	<b>1.06</b>	0.51	<b>2.63</b>	2.35

The basic and diluted earnings per share is calculated by dividing the profit of the period/year for ordinary shareholders of the Parent company by the weighted average number of ordinary shares in place during the period/year. The calculation of the basic and diluted earnings per share for the three-month period and the year ended 31 December 2025 and 31 December 2024 was restated retrospectively based on the number of shares issued after the increase of the company's capital shares to 922,852 thousand shares (note 1).

## **15. FINANCIAL INSTRUMENTS**

### **Fair values of financial instruments**

	<b>31 December 2025 (Unaudited)</b>			
	<b>Quoted prices in the active market (Level 1)</b>	<b>Significant observable inputs (Level 2)</b>	<b>Significant Unobservable inputs (Level 3)</b>	<b>Total</b>
<b>FVOCI – equity instrument:</b>				
Quoted equity shares	<b>22,282</b>	-	-	<b>22,282</b>
<b>Financial instruments measured at FVTPL</b>				
CAP commission option				
Assets	-	<b>9,737</b>	-	<b>9,737</b>
Liabilities	-	-	-	-
	<b>31 December 2024 (Audited)</b>			
	<b>Quoted prices in the active market (Level 1)</b>	<b>Significant observable inputs (Level 2)</b>	<b>Significant Unobservable inputs (Level 3)</b>	<b>Total</b>
<b>FVOCI – equity instrument:</b>				
Quoted equity shares	<b>26,461</b>	-	-	<b>26,461</b>
<b>Financial instruments measured at FVTPL</b>				
CAP commission option				
Assets	-	<b>22,802</b>	-	<b>22,802</b>
Liabilities	-	<b>2,943</b>	-	<b>2,943</b>

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

## **15. FINANCIAL INSTRUMENTS (continued)**

Derivative financial instruments include interest rate cap and floor. These derivatives are valued using widely recognized valuation models. The Group relies on the counterparty for the valuation of these derivatives. The valuation techniques applied by the counterparties include the use of standard models using present value calculations and mid-market valuations. Where applicable, these models project future cash flows and discount the future amounts to present value using market-based observable inputs including cap/floor volatility, interest rate curves, credit spreads, foreign exchange rates, and forward and spot prices.

Management believes that the fair value of other assets and liabilities are approximate to their carrying values.

## **16. DIVIDENDS**

The Board of Directors in their meeting held on 18 March 2025, recommended to the General Assembly to distribute cash dividends of SAR 738 million amounting to SAR 1 per share. The General Assembly had approved the recommendation in its meeting held on 29 June 2025. These dividends were paid on 17 July 2025.

The Board of Directors decided in its meeting held on 18 March 2024, recommended to the General Assembly of the Company the distribution of cash dividends of SAR 406 million to the shareholders for the financial year ended 31 December 2023 amounting to SAR 0.55 per share. The General Assembly approved the recommendation in its meeting held on 4 June 2024. These dividends were paid on 1 July 2024.

On 11 March 2025, the Board of Directors of the National Chemical Carriers Company (a subsidiary) recommended to the General Assembly the distribution of cash dividends totaling SAR 600 million, comprising SAR 480 million to The National Shipping Company of Saudi Arabia (the parent company) and SAR 120 million to the non-controlling interests. This recommendation was approved by the General Assembly in its meeting held on 5 May 2025, and the dividends were paid on 28 May 2025. During 2024, cash dividends totaling SAR 300 million were distributed, of which SAR 240 million were paid to The National Shipping Company of Saudi Arabia (the Parent company), and SAR 60 million to the non-controlling interests.

## **17. RELATED PARTIES**

Related parties represent major shareholders, government related entities, directors and key management personnel of the Group, and companies of which they are principal owners and any other entities controlled, jointly controlled or significantly influenced by them. The Group has claimed exemption from the requirements of para 18 of IAS 24 ("Related Party Disclosure").

A government-related entity is an entity that is controlled, jointly controlled or significantly influenced by a government. The Group's majority shareholder, PIF and Aramco, are fully/majorly owned by the Government of the Kingdom of Saudi Arabia. PIF and Aramco exercise significant influence over the Group.

### **Trading transactions and balances with related parties**

The Group transacts with related parties in the ordinary course of its activities, as many of the Group's transactions and arrangements are based on signed agreements between the Group and those companies. The balances are unsecured, interest-free, and repayable on demand unless otherwise stated.

The transactions with related parties during the period / year were as follows:

<b>Related parties</b>	<b>Nature of the transaction</b>	<b>For the year ended 31 December</b>	
		<b>2025 (Unaudited)</b>	<b>2024 (Audited)</b>
ARAMCO and its subsidiaries – shareholder	Revenue	<b>4,911,698</b>	4,238,859
ARAMCO and its subsidiaries – shareholder	Bunker purchase	<b>738,016</b>	789,794
SABIC and its subsidiaries - government related entities	Revenue	<b>101,455</b>	319,730
International Maritime Industries ("IMI") – associate	Revenue	<b>14,277</b>	8,163

# THE NATIONAL SHIPPING COMPANY OF SAUDI ARABIA

(A Saudi Joint Stock Company)

Notes to the interim condensed consolidated financial statements (continued)

For the year ended 31 December 2025

(All amounts in thousands of Saudi Riyals - unless otherwise stated)

## **17. RELATED PARTIES (continued)**

**Related parties balances included in trade receivables and contract assets (note 9) are as follows:**

	<b>31 December 2025</b> <u>(Unaudited)</u>	31 December 2024 <u>(Audited)</u>
ARAMCO and its subsidiaries	<b>976,608</b>	495,237
International Maritime Industries (“IMI”)	<b>9,839</b>	4,063
SABIC and its subsidiaries	<b>6,236</b>	5,959
	<b>992,683</b>	<b>505,259</b>

**Payables due to related parties are as follows:**

	<b>31 December 2025</b> <u>(Unaudited)</u>	31 December 2024 <u>(Audited)</u>
ARAMCO and its subsidiaries (note 12)	<b>355,897</b>	<b>387,057</b>

## **18. CAPITAL COMMITMENTS AND CONTINGENCIES**

### **Capital Commitments**

The Group’s capital commitment related to projects under construction and the purchase of property and equipment was SAR 915 million as at 31 December 2025 (31 December 2024: SAR 3 billion).

### **Contingencies**

The Group has outstanding bank letters of guarantee for SAR 363 million as at 31 December 2025 (31 December 2024: SAR 345 million) issued for the Group’s normal course of business.

## **19. SUBSEQUENT EVENTS**

In the opinion of management there have been no significant subsequent events for the year ended 31 December 2025 that would have material impact on the financial position of the Group as reflected in these interim condensed consolidated interim financial statements.

## **20. DATE OF AUTHORIZATION**

These interim condensed consolidated financial statements were authorized for issuance on 20 Shaban 1447AH (corresponding to 8 February 2026).