

National Gas and Industrialization Company
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AND REVIEW REPORT FOR THE THREE AND NINE MONTH
PERIODS ENDED 30 SEPTEMBER 2025 (UNAUDITED)**

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Financial Statements
For the three and nine month periods ended 30 September 2025

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Report on review of interim condensed consolidated financial statements to the Shareholders of National Gas and Industrialization Company (A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Gas and Industrialization Company (the “Company”) and its subsidiaries (collectively referred to as the “Group”) as of 30 September 2025 and the related interim condensed consolidated statement of comprehensive income for the three and nine month periods then ended, and the related interim condensed consolidated changes in equity and cash flows for the nine month period 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), 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, as 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.

PricewaterhouseCoopers



Adel Alqah

License Number 614

10 November 2025

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Financial Position
As of 30 September 2025

		30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
	Note		
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	992,897,940	927,506,783
Intangible assets		71,543,497	55,777,152
Investment properties		33,442,174	33,442,174
Right-of-use assets	5.1	21,704,053	12,199,718
Investments in associates	6	96,604,254	91,947,353
Financial assets held at fair value through other comprehensive income (FVTOCI)	7	681,844,771	657,591,019
Financial assets held at amortised cost	8	38,659,345	148,146,865
Prepayments and other assets - non current portion		32,417,699	36,383,131
TOTAL NON-CURRENT ASSETS		1,969,113,733	1,962,994,195
CURRENT ASSETS			
Financial assets held at fair value through profit or loss (FVTPL)	9	108,761,845	116,272,717
Financial assets held at amortised cost	8	-	100,716,421
Inventories		305,619,110	265,699,254
Accounts receivable	10	61,184,793	50,775,719
Contract assets		30,135,731	44,627,416
Prepayments and other current assets	11	108,992,563	81,056,709
Cash and cash equivalents	12	69,852,600	75,133,500
TOTAL CURRENT ASSETS		684,546,642	734,281,736
TOTAL ASSETS		2,653,660,375	2,697,275,931
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	750,000,000	750,000,000
Statutory reserve		225,000,000	225,000,000
Retained earnings		552,499,235	455,861,045
Share of other comprehensive loss from associates		(2,262,334)	(1,484,393)
Unrealised gains from financial assets held at fair value through other comprehensive income (FVTOCI)		501,119,595	476,865,843
NET EQUITY		2,026,356,496	1,906,242,495
LIABILITIES			
NON-CURRENT LIABILITIES			
Lease liabilities	5.2	17,150,749	6,561,201
Employees' defined benefits liabilities	14	97,528,410	86,495,930
TOTAL NON-CURRENT LIABILITIES		114,679,159	93,057,131
CURRENT LIABILITIES			
Trade payable		245,767,994	288,412,056
Contract liabilities		59,329,653	53,520,670
Lease liabilities	5.2	10,191,495	9,826,128
Accrued expenses and other current liabilities	15	156,575,319	204,850,621
Term loan	13	24,167,327	119,656,723
Zakat payable	16	16,592,932	21,710,107
TOTAL CURRENT LIABILITIES		512,624,720	697,976,305
TOTAL LIABILITIES		627,303,879	791,033,436
TOTAL EQUITY AND LIABILITIES		2,653,660,375	2,697,275,931

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



Mr. Malik Sumair Hassan
Chief Financial Officer



Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Comprehensive Income
For the three and nine month periods ended 30 September 2025

	Note	For the three month period ended 30 September		For the nine month period ended 30 September	
		2025		2025	
		(Unaudited)	SR	(Unaudited)	SR
Revenues	17	795,369,976		2,373,085,359	
Cost of revenues		(699,396,824)		(2,057,370,267)	
Gross profit		95,973,152		315,715,092	
Selling and distribution expenses		(18,512,782)		(72,052,869)	
General and administrative expenses		(29,423,364)		(101,479,402)	
Reversal of / (provision for) expected credit losses		4,666		(643,412)	
Operating income		48,041,672		141,539,409	
Investments income	18	21,487,196		44,789,941	
Loss on disposal of a finance asset held at amortised cost		-		(6,551,114)	
Finance income		920,585		4,627,132	
Finance costs	6	(807,719)		(3,920,943)	
Share of results from associates	19	1,291,435		6,709,842	
Other income	20	826,783		236,041	
Other expense		(171,739)		(581,747)	
Income before zakat		71,588,213		186,908,561	
Zakat (provision)/reversal for the period	16	(1,881,611)		(1,333,090)	
Net income for the period		69,706,602		185,575,471	
Other comprehensive (loss) / income for the period					
<i>Other comprehensive (loss) / income that will not be reclassified to profit or loss in subsequent periods:</i>					
Re-measurement loss on employees' defined benefits liabilities	6	(196,802)		(2,687,281)	
Share of other comprehensive (loss) / income from associates		(216,992)		(777,941)	
Change in fair value of financial assets held at fair value through other comprehensive income		28,884,227		24,253,752	
Other comprehensive (loss) / income for the period		28,470,433		20,788,530	
Total comprehensive income for the period		98,177,035		206,364,001	
Weighted average number of outstanding shares	21	75,000,000		75,000,000	
Basic and diluted earnings per share		0.93		2.47	

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Mr. Malik Sumair Hassan
Chief Financial Officer

Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Changes in Equity
For the nine month period ended 30 September 2025

	Share capital SR	Statutory reserve SR	Retained earnings SR	Share of other Comprehensive loss from associates SR	Unrealised gains from financial assets held at fair value through other comprehensive income (FVTOCI) SR	Total equity SR
Balance as of 1 January 2025 (Audited)	750,000,000	225,000,000	455,861,045	(1,484,393)	476,865,843	1,906,242,495
Net income for the period	-	-	185,575,471	-	-	185,575,471
Other comprehensive (loss) / income	-	-	(2,687,281)	(777,941)	24,253,752	20,788,530
Total comprehensive income / (loss) for the period	-	-	182,888,190	(777,941)	24,253,752	206,364,001
Declared dividends (note 22)	-	-	(86,250,000)	-	-	(86,250,000)
Balance as of 30 September 2025 (Unaudited)	750,000,000	225,000,000	552,499,235	(2,262,334)	501,119,595	2,026,356,496
Balance as of 1 January 2024 (Audited)	750,000,000	225,000,000	372,469,073	(480,868)	498,705,104	1,845,693,309
Net income for the period	-	-	188,673,782	-	-	188,673,782
Other comprehensive (loss) / income	-	-	(1,109,801)	154,107	(322,873)	(1,278,567)
Total comprehensive income / (loss) for the period	-	-	187,563,981	154,107	(322,873)	187,395,215
Realised gain transferred to retained earnings	-	-	(2,053,992)	-	2,053,992	-
Declared dividends (note 22)	-	-	(82,500,000)	-	-	(82,500,000)
Balance as of 30 September 2024 (Unaudited)	750,000,000	225,000,000	475,479,062	(326,761)	500,436,223	1,950,588,524

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Mr. Malik Sumair Hassan
Chief Financial Officer



Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Cash Flows
For the nine month period ended 30 September 2025

		30 September 2025 (Unaudited) SR	30 September 2024 (Unaudited) SR
	Notes		
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before zakat		186,908,561	184,807,234
<i>Adjustments to reconcile profit before zakat to net cash flows:</i>			
Depreciation of property, plant and equipment		43,066,475	76,075,550
Amortisation of intangible assets		4,418,395	5,539,671
Depreciation of right-of-use assets	5.1	4,831,259	3,885,669
Finance costs		3,920,943	3,332,365
Loss on disposal of a financial asset held at amortised cost		6,551,114	-
Share of results from associates	6	(6,769,842)	(2,934,674)
Loss / (Gain) on disposal of property, plant and equipment		190,579	(105,318)
Gain from replacement of plant and equipment - Land	19	-	(4,752,000)
Provision for / (reversal of) expected credit losses	10	643,412	(941,243)
Provision for employees' defined benefits liabilities	14	11,696,148	11,965,902
Provision for slow moving inventories		935,507	429,426
Provision for / (reversal of) replacing cylinders and others		1,974,245	(321)
Change in fair value of financial assets held at fair value through profit or loss	18	255,272	(8,581,225)
Dividends income received from financial assets held at fair value through other comprehensive income	18	(35,633,219)	(35,875,197)
Finance income		(4,627,132)	(9,656,439)
		<u>218,361,717</u>	<u>223,189,400</u>
Changes in working capital:			
Financial assets held at fair value through profit or loss (FVTPL)		7,255,600	1,145,810
Inventories		(42,829,608)	(31,346,979)
Accounts receivable		(11,052,486)	40,915
Contract assets		14,491,685	(32,268,687)
Prepayments and other current assets		(23,970,422)	(56,881,066)
Trade payable		(42,644,062)	52,766,186
Contract liabilities		5,808,983	-
Accrued expenses and other current liabilities		<u>32,790,602</u>	<u>2,802,993</u>
		158,212,009	159,448,572
Zakat paid	16	(6,450,265)	(9,689,264)
Employees' defined benefits liabilities paid	14	(3,350,949)	(11,245,765)
Net cash generated from operating activities		<u>148,410,795</u>	<u>138,513,543</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal and maturity of financial assets held at amortised cost		203,348,886	10,376,202
Finance income received		4,931,073	9,656,439
Additions to property, plant and equipment		(108,648,211)	(162,949,951)
Additions to intangible assets		(20,184,740)	(15,461,726)
Proceeds from disposal of property, plant and equipment		-	2,703,233
Dividends income received from financial assets held at fair value through other comprehensive income		35,633,219	35,875,197
Dividends income received from associates	6	1,335,000	2,602,990
Net cash generated from / (used in) investing activities		<u>116,415,227</u>	<u>(117,197,616)</u>

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Cash Flows (continued)
For the nine month period ended 30 September 2025

	30 September 2025 (Unaudited) SR	30 September 2024 (Unaudited) SR
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(167,315,904)	(158,058,354)
Principal element of lease payments	(3,380,679)	(2,353,066)
Finance costs element of lease payments	(539,890)	(4,153)
Repayment of loans	(216,500,000)	(26,500,000)
Proceeds from short term loan	120,000,000	90,000,000
Finance cost paid on short term loans	(2,370,449)	(1,620,140)
Net cash used in financing activities	(270,106,922)	(98,535,713)
Net change in cash and cash equivalents	(5,280,900)	(77,219,786)
Cash and cash equivalents at the beginning of the period	75,133,500	129,638,298
Cash and cash equivalents at the end of the period	69,852,600	52,418,512
NON-CASH TRANSACTIONS:		
Change in fair value of financial assets held at fair value through other comprehensive income	(24,253,752)	(322,875)
Additions to right-of-use assets and the corresponding lease liabilities	14,335,594	-
Property, plant and equipment transferred to intangible assets	-	2,029,070
Current service cost charge to capital work in progress	-	80,238
Transfer of realised gains from financial assets held at FVTOCI to retained earnings	-	2,053,992

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



Mr. Malik Sumair Hassan
Chief Financial Officer



Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Notes to the Interim Condensed Consolidated Financial Statements
For the nine month period ended 30 September 2025

1 CORPORATE INFORMATION

A) ESTABLISHMENT OF THE COMPANY

National Gas and Industrialization Company (the “Company”) is a Saudi joint stock company. The Company is registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010002664 dated 22 Rajab 1383H (corresponding to 9 December 1963). The share capital of the Company amounts to SR 750 million and is divided into 75 million shares of SR 10 each. As of 30 September 2025, Mr. Abdulaziz Abdulrahman Al-Mohsen owns 6.667% (31 December 2024 and 30 September 2024: 6.667%) of the total Company’s shares, and the remaining shares are publicly traded.

The Company was established in accordance with the Royal Decree No. 713 dated 03/12/1380H (corresponding to 19 May 1961), to merge the Saudi Gas and Manufacturing Company and National Gas Company with the approval of the General Assembly of both companies, under the letter of H.H. the Minister of Commerce No. 2843/H dated 01/01/1381H (corresponding to 15 June 1961), and the actual merge commenced in 1383H. Later to this date on 13/06/1384H (corresponding to 20 October 1964), the Council of Ministers Decree No. 820 was issued to merge all the entities involved in gas activities in the Kingdom of Saudi Arabia into the National Gas and Industrialization Company.

B) GROUP ACTIVITIES

The activities of the Company and its subsidiaries (the “Group”) include carrying out all work related to the exploitation, manufacturing and marketing of all kinds of gas and its derivatives and industrial gases inside and outside the Kingdom of Saudi Arabia, selling, manufacturing and maintaining cages, cylinders, tanks and accessories, maintenance of gas networks and accessories, carrying out all work related to the manufacturing, transporting and marketing of petroleum, chemical, petrochemical and glass products, establishment or participation in the production of energy, water treatment and environmental services, in addition to the acquisition of real estate and purchase of land for the construction of buildings thereon and investing it through sale or lease in favor of the Group. The Group is also incorporated to provide technical and engineering consulting services and training related to all gas and energy works. In addition, the Group is specialised in establishing, building and maintenance of liquefied petroleum gas (LPG) networks and tanks, developing LPG products and solution. Currently the Group is engaged in selling gas and its derivatives and industrial gases inside the Kingdom of Saudi Arabia and maintaining cages, cylinders, tanks and accessories, maintenance of gas networks and accessories.

Subsequent to period-end, the shareholders approved, through an extraordinary general assembly meeting held on 4 November 2025, to convert the Company’s legal form into a holding company and currently the Company is in the process of making the required legal procedures.

The registered address of the Company is P.O. Box 564, Riyadh 11421, Kingdom of Saudi Arabia.

The Group has the following subsidiaries:

Subsidiary	Commercial registration number	Nature of activities	Country of incorporation	Effective shareholding percentage	
				2025	2024
1. Gas Solutions Company	1010693275	Gas networks	Saudi Arabia	100%	100%
2. Best Gas Distributor Company	1010851646	Distribution	Saudi Arabia	100%	100%
3. National Carrier Transportation Company	1010851708	Transportation	Saudi Arabia	100%	100%
4. National Gas Supply Company	1010882359	Retail sales	Saudi Arabia	100%	100%
5. National Storage for Storage Company	1010924126	Storage and filling	Saudi Arabia	100%	100%
6. Mubtech for Communications and Information Technology*	1009161653	Communications and IT	Saudi Arabia	100%	100%
7. Aman Al-Mutqadma Industrial Company**	1009143782	Cylinder maintenance	Saudi Arabia	100%	-
8. Company Alastwana Alamina***	7050057202	Manufacturing	Saudi Arabia	100%	-

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Notes to the Interim Condensed Consolidated Financial Statements
For the nine month period ended 30 September 2025

1 CORPORATE INFORMATION (continued)

B) GROUP ACTIVITIES (continued)

- * In December 2024, the Company completed the formal procedures of the newly established subsidiary which have been established based on the Board of Directors' approval in its meeting held on 16 December 2024. The Company started its operation in April 2025.
- ** In March 2025, the Group completed the legal and regulatory procedures required to formally establish a wholly owned ultimate subsidiary, Aman Al-Mutqadma Industrial Company ("ultimate subsidiary"). The ultimate subsidiary is 100% owned by the National Storage for Storage Company.
- *** In May 2025, the Group completed the legal and regulatory procedures required to formally establish a wholly owned ultimate subsidiary, Company Alastwana Alamina ("ultimate subsidiary"). The ultimate subsidiary is 100% owned by the National Storage for Storage Company and it did not start its operations as at 30 September 2025.

As part of the ongoing Group reorganization, assets and liabilities are being reallocated from the parent company to each subsidiary based on their respective operational activities. This reallocation has no impact on the Group's consolidated financial statements.

The Group has the following branches existed as of 30 September 2025 and 31 December 2024:

Sr.	Branch	Commercial registration number	Issuing date
1	Riyadh	1010672640	23/04/1442 H
2	Riyadh	1010672641	23/04/1442 H
3	Riyadh	1010828231	25/02/1444 H
4	Riyadh	1009105305	22/03/1446 H
5	Riyadh	1010681388	04/06/1442 H
6	Riyadh	1010672639	23/04/1442 H
7	Dammam	2050001551	07/08/1383 H
8	Buraidah	1131004089	06/04/1402 H
9	Al-Madinah Al-Munawwarah	4650006707	18/03/1402 H
10	Jeddah	4030032503	19/02/1402 H
11	Khamis Mushait	5855004366	25/12/1402 H
12	Taif	4032007367	20/09/1402 H

The assets, liabilities and results of operations of these branches are included in these interim condensed consolidated financial statements.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These interim condensed consolidated financial statements for the three and nine month periods ended 30 September 2025 were prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants.

The interim condensed consolidated financial statements are presented in Saudi Riyals ("SR"), which represents the Group's functional and presentation currency.

These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and they must be read in conjunction with the Group's last annual audited financial statements for the year ended 31 December 2024. In addition, the results for the three and nine month periods ended 30 September 2025, are not an accurate indication of the results that can be expected for the fiscal year ending 31 December 2025.

2 BASIS OF PREPARATION (continued)

2.2 Judgments, estimates and assumptions

Preparing the interim condensed consolidated financial statements requires management to use certain judgments, estimates and assumptions that affect the application of accounting policies and the amounts presented for assets and liabilities, revenues, and expenses. Actual results may differ from these estimates. The significant judgments taken by management in applying the Group's accounting policies and the main sources of uncertainty estimates are the same as those applied to the annual financial statements for the year ended 31 December 2024 except for the change in the estimate of certain assets as mentioned in note 4.

2.3 Historical cost convention

These interim condensed consolidated financial statements were prepared under the historical cost convention, except for financial instruments, which are measured at fair value at the end of each reporting period and employees defined benefit liability, which has been actuarially valued using the Projected Unit Credit Method. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services at the time of the transaction.

2.4 Basis of consolidation

These interim condensed consolidated financial statements include the assets, liabilities, and the results of operations of the Company and its subsidiaries (the "Group") as stated in note 1.

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/year are included (or derecognised) in the interim condensed consolidated financial statements from the date the Group gains control until the date when the Group ceases to control the subsidiary.

The Company and its subsidiaries have the same reporting period. All subsidiaries within the Group apply accounting policies that are consistent with those adopted by the Group.

All inter-group accounts and transactions have been eliminated on consolidation.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied during the preparation of these interim condensed consolidated financial statements are the same accounting policies applied during the preparation of the annual financial statements of the Group for the year ended 31 December 2024, unless otherwise stated:

3.1 New and amended standards adopted by the group

The Group has applied the following standards and amendments for the first time for its annual reporting period commencing 1 January 2025:

1 Amendments to IAS 21 - Lack of Exchangeability

The amendment listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

3 MATERIAL ACCOUNTING POLICY INFORMATION (continued)

3.2 New standards and interpretations not yet adopted by the group

Certain new accounting standards and amendments to accounting standards have been published that are not mandatory for 1 January 2025 reporting periods and have not been early adopted by the Group. The Group's assessment of the impact of these new standards and amendments is set out below:

1 Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2026)

On 30 May 2024, the IASB issued targeted amendments to IFRS 9 and IFRS 7 to respond to recent questions arising in practice, and to include new requirements not only for financial institutions but also for corporate entities. These amendments:

- clarify the date of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
- add new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and
- update the disclosures for equity instruments designated at fair value through other comprehensive income (FVTOCI).

The Group does not expect these amendments to have a material impact on its operations or financial statements.

2 IFRS 18 “Presentation and Disclosure in Financial Statements” (effective for annual periods beginning on or after 1 January 2027)

IFRS 18 will replace IAS 1 “Presentation of financial statements”, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though IFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of financial performance and providing management-defined performance measures within the financial statements. Management is currently assessing the detailed implications of applying the new standard on the group's consolidated financial statements.

The Group will apply the new standard from its mandatory effective date of 1 January 2027.

Retrospective application is required, and so the comparative information for the financial year ending 31 December 2026 will be restated in accordance with IFRS 18.

3 IFRS 19 Subsidiaries without Public Accountability: Disclosures (effective for annual periods beginning on or after 1 January 2027)

Issued in May 2024, IFRS 19 allows for certain eligible subsidiaries of parent entities that report under IFRS Accounting Standards to apply reduced disclosure requirements. The Group does not expect this standard to have an impact on its operations or financial statements.

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Notes to the Interim Condensed Consolidated Financial Statements
For the nine month period ended 30 September 2025

3 MATERIAL ACCOUNTING POLICY INFORMATION (continued)

3.2 New standards and interpretations not yet adopted by the group (continued)

- 4 Annual improvements to IFRS – Volume 11 (effective for annual periods beginning on or after 1 January 2026)

Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards:

IFRS 1 First-time Adoption of International Financial Reporting Standards;

IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;

IFRS 9 Financial Instruments;

IFRS 10 Consolidated Financial Statements; and

IAS 7 Statement of Cash Flows.

4 PROPERTY, PLANT AND EQUIPMENT

Property, plant, and equipment includes the following:

- a) Two plots of land with an aggregate value of SR 2.7 million as of 30 September 2025 (31 December 2024: SR 2.7 million) that have been pledged to the Saudi Industrial Development Fund (SIDF). The loan was fully paid in the current period and the Group is in the process of releasing the pledge (note 13).
- b) Capital working in progress amounted to SR 387.7 million as of 30 September 2025 (31 December 2024: SR 340.4 million) mainly represent projects to develop the Group's stations and production lines in accordance with the Group's needs and public safety requirements.
- c) The Group has disposed property, plant and equipment during the period ended 30 September 2025 with a cost of SR 0.7 million and accumulated depreciation of SR 0.6 million. As a result, a loss of SR 0.2 million has been included the Group's statement of comprehensive income for the period ended 30 September 2025.
- d) During the period, the Group reviewed the estimated useful lives of certain assets, which resulted in a change in the estimate of the below items:

Nature of assets	Previous useful life (years)	Revised estimated useful life (years)
Buildings	20	33
Motor vehicles and trucks	5	5-10
Machine and equipment	10	20
Cages	5	10
Devices and equipment	5	3-5
Tools and equipment	10	5

The change in estimates of useful lives related to the above items resulted in a decrease in depreciation expense for the nine month period ended 30 September 2025, as follow:

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4 PROPERTY, PLANT AND EQUIPMENT (continued)

Nature of assets	(Decrease) / increase in depreciation expense for the period ended 30 September 2025
Buildings	(5,578,032)
Motor vehicles and trucks	(15,889,775)
Machine and equipment	(11,658,495)
Cages	(628,918)
Devices and equipment	756,131
Tools and equipment	118,008
	<u>(32,881,081)</u>

Had the estimated useful lives not changed, the estimated annualized impact on the consolidated financial statements for the year ending 31 December 2025 would have been as follows:

Nature of assets	(Increase) / decrease in annual depreciation
Buildings	(7,614,017)
Motor vehicles and trucks	(21,504,371)
Machine and equipment	(15,661,171)
Cages	(838,567)
Devices and equipment	810,642
Tools and equipment	109,716
	<u>(44,697,768)</u>

5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

Group as a lessee

The Group has lease contracts for various plots of land and machineries. Leases of land generally have lease terms between 3 and 99 years. The Group's obligations under its leases are secured by the lessor's title to the leased plots of land. Generally, the Group is restricted from assigning and subleasing the leased assets. There are several lease contracts that include extension and termination options and variable lease payments, which are further discussed below.

5.1 Right-of-use assets

The Group has certain leases of equipment with lease terms of 12 month or less and leases of office equipment with low value. The Group applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

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5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (continued)

5.1 Right-of-use assets (continued)

Below are the carrying amounts of right-of-use assets recognised and the movements during the period / year:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period / year	12,199,718	17,853,616
Additions during the period / year	14,335,594	-
Termination of lease	-	(442,036)
Depreciation charge for the period / year	(4,831,259)	(5,211,862)
At the end of the period / year	21,704,053	12,199,718

5.2 Lease liabilities

Below are the carrying amounts of lease liabilities recognised and the movements during the period/year:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period/year	16,387,329	19,597,898
Additions during the period/year	14,335,594	-
Terminations during the period/year	-	(442,036)
Paid during the period/year	(3,920,569)	(3,358,009)
Finance cost for the period/year	539,890	589,476
At the end of the period/year	27,342,244	16,387,329
Current portion	(10,191,495)	(9,826,128)
Non-current portion	17,150,749	6,561,201

The following are the amounts recognised in profit or loss:

	For the three month period ended 30 September 2025 (Unaudited) SR	2024 (Unaudited) SR	For the nine month period ended 30 September 2025 (Unaudited) SR	2024 (Unaudited) SR
Depreciation expense of right-of-use assets	2,169,812	1,295,225	4,831,259	3,885,669
Finance costs on lease liabilities	309,285	140,804	539,890	457,692
Expense relating to short-term and low- value assets	644,072	186,512	1,030,968	579,319
Total amount recognised in profit or loss	3,123,169	1,622,541	6,402,117	4,922,680

The Group has lease contracts that include extension options. These options are negotiable by management to provide flexibility in managing the leased-asset portfolio and align with the Group's business needs. Management exercises significant judgement in determining whether this extension option is reasonably certain to be exercised.

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5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (continued)

Group as a lessor

The Group has entered into leases contracts on plots of land, which are long term in nature. Rent income recognised by the Group during the period amounting to SR 9 million (30 September 2024: SR 9 million).

6 INVESTMENTS IN ASSOCIATES

Investments in associates comprise the following:

	Ownership percentage		30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
	2025	2024		
Saudi Gas Cylinder Factory Company	33.1%	33.1%	41,085,394	39,125,594
Natural Gas Distribution Company	35.0%	35.0%	21,044,464	20,791,688
East Gas Company	35.0%	35.0%	34,474,396	32,030,071
			96,604,254	91,947,353

The movement of investments in associates is as follows:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period / year	91,947,353	89,407,944
Amount recognised in profit or loss		
Share of results from associates	5,938,498	7,109,690
Prior year adjustment	831,344	(23,766)
	6,769,842	7,085,924
Amount recognised in other comprehensive income		
Share of other comprehensive loss from associates	(777,941)	(1,003,525)
Dividends	(1,335,000)	(3,542,990)
At the end of the period / year	96,604,254	91,947,353

Share of results from associates comprises the following:

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025 (Unaudited) SR	2024 (Unaudited) SR	2025 (Unaudited) SR	2024 (Unaudited) SR
Saudi Gas Cylinders				
Factory Company	110,552	1,515,714	2,737,741	680,347
Natural Gas				
Distribution Company	396,193	235,686	1,127,776	748,800
East Gas Company	784,690	186,521	2,904,325	1,505,527
	1,291,435	1,937,921	6,769,842	2,934,674

The figures related to the investments in associates and share of results (including the share of other comprehensive gain/loss from associates) are based on accounts prepared by the respective entities' managements.

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7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

Financial assets held at fair value through other comprehensive income comprises the following:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Investment in equity instruments – unquoted (notes a, b, and c)	564,744,000	535,250,000
Closed REITs	39,477,900	41,136,600
Investments in equity instruments – quoted	77,622,871	81,204,419
	681,844,771	657,591,019

- a) Represents unquoted investment in equity instruments have been evaluated by management through an independent expert valuer who issued a report on the valuation of investments in the National Industrial Gases Company as of 30 September 2025, using the similar companies' method (Market Method).
- b) During the nine-month period ended 30 September 2025, the General Assembly of National Industrial Gases Company approved the distribution of dividends to the shareholders amounting to SR 390 million (30 September 2024: SR 390 million). The Group's share is 9%, equivalent to SR 35.1 million (30 September 2024: SR 35.1 million).
- c) The significant unobservable inputs used in the fair value measurement of equity instruments categorised within Level 3 of the fair value hierarchy as of 30 September 2025 and 31 December 2024 are as follows:

Unquoted equity investment	Valuation technique	Significant unobservable inputs	Description of valuation technique
National Industrial Gases Company	Market Method	Comparable entities	This approach establishes value by comparison to recent sales of comparable assets or other multiple such as expected value over earnings before interest, tax, depreciation, and amortization (EV/EBITDA). The market approach is a general way of determining the value of a business, business ownership interest, security, or intangible asset by using one or more methods that compare the subject to similar businesses, business ownership interests, securities, or intangible assets that have been sold.
		Discount factor	

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7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI) (continued)

Sensitivity analysis

Description	Fair value at		Unobservable inputs	Range of inputs		Sensitivity
	30 September 2025	31 December 2024		30 September 2025	31 December 2024	
National Industrial Gases Company	564,744,000	535,250,000	EV/EBITDA	10.12X	9.74X	Change by +/-1% will change FV increase/decrease by SR 6.5 million (31 December 2024: increase/decrease SR 6.2 million).
			Discount factor	10%	10%	Change by +/-1% will change FV decrease/increase by SR 7.3 million (31 December 2024: decrease/increase 7.2 million).

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

All assets and liabilities for which fair value is measured or disclosed in these consolidated financial statements are categorised 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 prices (unadjusted) 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.

For assets and liabilities that are recognised in these interim condensed consolidated financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

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7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI) (continued)

Sensitivity analysis (continued)

The following table shows the fair values of the investments at fair value through other comprehensive income and including their levels in the fair value hierarchy:

	Opening balance	Change in fair value	Sale of investments	Ending balance	Fair value			
					Level 1	Level 2	Level 3	Total
30 September 2025								
National Industrial Gases Company	535,250,000	29,494,000	-	564,744,000	-	-	564,744,000	564,744,000
Arabian United Floating Glass Company	66,151,275	(1,740,823)	-	64,410,452	64,410,452	-	-	64,410,452
Closed REITs	41,136,600	(1,658,700)	-	39,477,900	-	39,477,900	-	39,477,900
Saudi Arabian Oil Company investment	15,053,144	(1,840,725)	-	13,212,419	13,212,419	-	-	13,212,419
	657,591,019	24,253,752	-	681,844,771	77,622,871	39,477,900	564,744,000	681,844,771
	Opening balance	Change on fair value	Sale of investments	Ending balance	Fair value			
					Level 1	Level 2	Level 3	Total
31 December 2024								
National Industrial Gases Company	547,624,176	(12,374,176)	-	535,250,000	-	-	535,250,000	535,250,000
Arabian United Floating Glass Company	79,083,070	(8,689,239)	(4,242,556)	66,151,275	66,151,275	-	-	66,151,275
Closed REITs	41,310,000	(173,400)	-	41,136,600	-	41,136,600	-	41,136,600
Saudi Arabian Oil Company investment	17,709,582	(2,656,438)	-	15,053,144	15,053,144	-	-	15,053,144
	685,726,828	(23,893,253)	(4,242,556)	657,591,019	81,204,419	41,136,600	535,250,000	657,591,019

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8 FINANCIAL ASSETS HELD AT AMORTISED COST

Financial assets held at amortised cost comprise the following:

	30 September 2025 SR	31 December 2023 SR
<i>Investments at amortized cost</i>		
Sukuk (Notes a and b)	38,659,345	248,863,286
Less: current portion	-	(100,716,421)
Non-current portion	38,659,345	148,146,865

- a) The above represents investment in Sukuk issued by a local bank in Saudi Arabia which has a perpetual maturity date.
- b) During the period ended 30 September 2025, there has been an early redemption of an investment at amortised cost amounting to SR 110 million which resulted in a loss of SR 7 million. In addition to this, a bank sukuk was matured during the period ended 30 September 2025 amounting to SR 100 million.

9 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

Financial assets at fair value through profit or loss comprise the following:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Portfolio of traded securities	108,761,845	116,272,717

All financial assets at fair value through profit or loss mentioned above are listed and therefore the fair value of these assets falls within Level 1.

10 ACCOUNTS RECEIVABLE

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Trade receivables*	58,984,918	52,344,663
Other receivables	7,078,838	2,666,607
	66,063,756	55,011,270
Provision for expected credit losses	(4,878,963)	(4,235,551)
	61,184,793	50,775,719

- * This amount includes retention receivable amounting to SR 7.5 million as at 30 September 2025 (31 December 2024: SR 6.7 million).

The movement in provision for expected credit loss on accounts receivable is as follows:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period/year	4,235,551	8,554,288
Provision for the period / year	968,384	-
Reversal for the period / year	(324,972)	(4,318,737)
At the end of the period / year	4,878,963	4,235,551

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11 PREPAYMENTS AND OTHER CURRENT ASSETS

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Accrued rent	32,417,699	36,383,131
Advances to suppliers and contractors	66,451,524	57,007,812
Prepaid expenses	23,626,577	9,417,557
Value added tax receivable	9,639,788	8,221,623
Employees' receivable	5,467,510	3,773,428
Dividends receivable	-	875,000
Others	3,807,164	1,761,289
	141,410,262	117,439,840
Less: non-current accrued rent	(32,417,699)	(36,383,131)
	108,992,563	81,056,709

12 CASH AND CASH EQUIVALENTS

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Bank balances	56,702,711	65,443,621
Cash with portfolio managers	13,149,889	9,689,879
	69,852,600	75,133,500

13 TERM LOAN

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Principal amount due at beginning of the period/year	119,500,000	53,000,000
Additions during the period/year	120,000,000	286,053,127
Less: repayment	(216,500,000)	(219,553,127)
Principal amount at end of the period/year	23,000,000	119,500,000
Add: accrued interest	1,167,327	267,805
Less: Un-amortised portion of transaction cost	-	(111,082)
Net amount	24,167,327	119,656,723

On 17 Muharram 1440 H (corresponding to 27 September 2018), the Group signed an agreement to obtain a loan from the Saudi Industrial Development Fund (SIDF) amounting to SR 203 million. The loan is for the purpose of developing the filling plants and distribution of gas in all regions with a production capacity of 1,648 thousand tons in all branches of the Group. The terms of the loan span over a tenure of 5 years. The loan carries only an upfront fee amount of SR 16.2 million that was paid at the start of the loan and incur to follow-up charges which are paid on semi-annual basis over the term of the loan. Further, this loan carries certain conditions / covenants, such as maintaining required current asset ratios during the term of the loan and a specific ratio of liabilities to net tangible value. During the period ended 30 September 2025, the Group complied any all covenants. The agreement also contains undertaking pledges of seven plots of land with a total cost of SR 17.6 million, of which the Group has pledged two plots as at the reporting period with a total cost of SR 2.7 million (note 4). The loan was fully paid in the current period, and the Group is in the process of releasing the pledge.

On 26 March 2025, the Group signed a loan agreement with Alinma bank amounting to SR 75 million, at a rate of 6.35% per annum and maturing within 3 months. The loan is not attached to any covenants or collaterals.

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14 EMPLOYEES' DEFINED BENEFITS LIABILITIES

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period/year	86,495,930	116,044,000
Amount recognised in profit or loss		
Current service cost	7,805,148	2,999,055
Finance costs	3,891,000	6,708,000
Amount recognised in other comprehensive income		
Re-measurements loss/(gain) on employees defined benefit liabilities	2,687,281	(1,696,726)
Current service cost charge to capital work in progress	-	80,238
Paid during the period/year	(3,350,949)	(37,638,637)
At the end of the period/year	97,528,410	86,495,930

The most recent actuarial valuation was performed by an independent, qualified actuary using the Projected Unit Credit Method.

The principal assumptions used for the purposes of the actuarial valuation were as follows:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Discount rate	5.8%	5.8%
Future salary increases	4.0%	4.0%
Retirement age	60	60

Sensitivity analysis

The sensitivity analyses presented below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant:

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Discount rate		
Increase 1%	(9,548,410)	(7,675,930)
Decrease 1 %	8,975,590	8,979,070
The future increase in the salaries		
Increase 1%	9,022,590	9,054,070
Decrease 1%	(9,738,410)	(7,870,930)

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15 ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Accrued expenses	78,134,112	47,719,078
Dividends payable	41,956,147	123,022,051
Accrued employees' benefits	28,188,798	25,520,654
Cash deposits from customers	3,205,271	2,522,991
Board of Directors and committees' remunerations	2,524,796	3,341,846
Others	2,566,195	2,724,001
	156,575,319	204,850,621

16 ZAKAT PAYABLE

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period/year	21,710,107	47,278,106
Charge for the period/year	6,681,611	8,548,979
Reversal during the period/year	(5,348,521)	(17,976,199)
Paid during the period/year	(6,450,265)	(16,140,779)
At the end of the period/year	16,592,932	21,710,107

Status of assessments

The Group obtained final assessments for zakat until the end of the year 2010 and for the years 2014 until 2020.

2011 to 2013 status:

The Group did not receive zakat assessments for the years 2011 until 2013.

2021 to 2024 status:

The Group has submitted its consolidated zakat returns for the years 2021 until 2024. For the years 2021 and 2022, the assessments have been raised by ZATCA subsequent to the year ended 2024, which resulted in an additional amount of SR 1.4 million. The Group has submitted objection against the assessments with the relevant Appeal Committee. No assessment has been raised by ZATCA for the years 2023 and 2024.

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17 REVENUES

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025 (Unaudited) SR	2024 (Unaudited) SR	2025 (Unaudited) SR	2024 (Unaudited) SR
Gas sales	745,829,171	662,933,946	2,217,552,227	1,907,880,617
Gas cylinders and tanks, and extension parts' sales	34,934,624	32,226,177	85,164,475	75,422,133
Commercial projects	7,963,472	20,499,874	45,083,046	64,500,525
Service, transportation and installation revenue	5,192,744	4,461,193	16,072,886	16,757,430
Scrap sales	1,449,965	928,464	9,212,725	6,203,690
	795,369,976	721,049,654	2,373,085,359	2,070,764,395

18 INVESTMENTS INCOME

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025 (Unaudited) SR	2024 (Unaudited) SR	2025 (Unaudited) SR	2024 (Unaudited) SR
Dividends income from financial assets held at FVTOCI	12,233,219	11,958,399	35,633,219	35,875,197
Rent income from investment properties	3,139,440	3,116,764	9,411,994	9,347,119
Change in fair value of financial assets held at FVTPL	6,114,537	6,206,765	(255,272)	8,581,225
Others	-	-	-	244,900
	21,487,196	21,281,928	44,789,941	54,048,441

19 OTHER INCOME

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025 (Unaudited) SR	2024 (Unaudited) SR	2025 (Unaudited) SR	2024 (Unaudited) SR
Gain from replacement of property, plant and equipment (Land)	-	-	-	4,752,000
Gain/(loss) on disposal of property, plant, and equipment	301,595	(202,240)	365,975	105,318
Net foreign currency exchange differences	340,501	(1,218,288)	(1,293,026)	(1,184,333)
Others	184,687	(29,374)	1,163,092	3,730,173
	826,783	(1,449,902)	236,041	7,403,158

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20 OTHER EXPENSES

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	SR	SR	SR	SR
Loss on disposal of property, plant and equipment	(146,546)	-	(556,554)	-
Others	(25,193)	-	(25,193)	-
	(171,739)	-	(581,747)	-

21 EARNINGS PER SHARE

Earnings per share are calculated based on the weighted average number of shares outstanding. The diluted earnings per share are the same as the basic earnings per share, as the Group has not issued any discounted instruments as of 30 September:

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	SR	SR	SR	SR
Net income for the period	69,706,602	52,071,041	185,575,471	188,673,782
Weighted average number of outstanding shares	75,000,000	75,000,000	75,000,000	75,000,000
Basic and diluted earnings per share	0.93	0.69	2.47	2.52

22 DIVIDENDS

The Company's Board of Directors decided on 27 Dhul-Hijjah 1446H (corresponding to 23 June 2025), to distribute interim cash dividends to the shareholders for the first half of 2025 of SR 1.15 per share, amounting to SR 86.3 million in accordance with the authorization granted by the Ordinary General Assembly held on 29 Dhul-Qidah 1446H (corresponding to 27 May 2025) (2024: the Company's Board of Directors decided on 26 Dhul-Qidah 1445H (corresponding to 3 June 2024), to distribute interim cash dividends to shareholders for the first half of 2024 of SR 1.10 per share, amounting to SR 82.5 million in accordance with the authorization granted by the Ordinary General Assembly held on 18 Dhul-Qidah 1445H (corresponding to 26 May 2024)).

23 COMMITMENTS AND CONTINGENCIES

Contingencies

The Group received a claim for the rent of one of the branches for the period from 9 April 1976 to 13 November 2021 amounting to SR 18.3 million. Based on the legal advice, the Group believes that the expected outcome from this matter will be in favor of the Group and management filed an objection to comply with the basis of the contractual terms.

Guarantees and letters of credit

The Group has submitted a bank guarantee to Saudi Arabian Oil Company ("Saudi Aramco") amounting to SR 560 million (31 December 2024: SR 280 million) relating to the supply of liquefied gas products.

The Group has other outstanding letters of guarantee as of 30 September 2025 amounting to SR 14.4 million (31 December 2024: SR 25.5 million).

The Group has no outstanding letters of credit as of 30 September 2025 (31 December 2024: SR 34.3 million).

Commitments

As of 30 September 2025, the Group has commitments of SR 70.4 million (31 December 2024: SR 89.6 million) related to capital work in progress under property, plant and equipment and intangible assets.

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24 OPERATING SEGMENTS

For management purposes, the Group is organised into business units based on its geographical regions, as follows:

	Central region SR	Western region SR	Eastern region SR	Southern region SR	Eliminations SR	Total SR
30 September 2025 (Unaudited)						
Revenues	2,915,320,528	999,351,127	452,451,586	323,992,857	(2,318,030,739)	2,373,085,359
Cost of revenues	(2,758,292,192)	(887,792,541)	(389,128,198)	(294,312,514)	2,313,235,545	(2,016,289,900)
Depreciation and amortisation of assets	(26,603,604)	(10,483,117)	(1,912,535)	(8,485,614)	-	(47,484,870)
Depreciation of right-of-use assets	(1,985,203)	(1,679,228)	(589,569)	(577,259)	-	(4,831,259)
Selling and distribution expenses	(54,616,994)	(19,497,383)	(8,997,363)	(6,029,794)	20,603,080	(68,538,454)
General and administrative expenses	(42,303,959)	(28,517,611)	(12,239,861)	(11,492,448)	795,824	(93,758,055)
Provision for expected credit losses	(255,625)	(243,416)	(107,449)	(36,922)	-	(643,412)
Operating income	31,262,951	51,137,831	39,476,611	3,058,306	16,603,710	141,539,409

30 September 2025 (Unaudited)

Total operating assets	2,557,985,000	593,927,502	226,932,695	230,753,536	(1,915,250,747)	1,694,347,986
Total operating liabilities	1,307,072,440	386,882,126	162,317,120	141,471,206	(1,370,439,013)	627,303,879

	Central region SR	Western region SR	Eastern region SR	Southern region SR	Eliminations SR	Total SR
30 September 2024 (Unaudited)						
Revenues	909,042,268	726,976,951	340,847,693	237,655,762	(143,758,279)	2,070,764,395
Cost of revenues	(771,206,803)	(611,587,106)	(282,438,761)	(210,557,507)	143,758,279	(1,732,031,898)
Depreciation and amortisation of assets	(21,195,120)	(36,075,355)	(11,943,865)	(12,400,881)	-	(81,615,221)
Depreciation of right-of-use assets	(1,286,239)	(1,494,012)	(554,602)	(550,816)	-	(3,885,669)
Selling and distribution expenses	(24,925,104)	(14,977,529)	(6,729,206)	(4,741,308)	-	(51,373,147)
General and administrative expenses	(40,047,984)	(27,094,380)	(12,702,206)	(8,858,246)	-	(88,702,816)
Reversal of expected credit losses	438,194	336,588	107,925	58,536	-	941,243
Operating income	50,819,212	36,085,157	26,586,978	605,540	-	114,096,887

31 December 2024 (Audited)

Total operating assets	1,111,051,963	329,874,740	73,205,162	110,684,685	(75,657,168)	1,549,159,382
Total operating liabilities	493,600,840	135,747,333	52,820,067	40,774,506	75,657,168	798,599,914

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24 OPERATING SEGMENTS (continued)

The top management of the Group monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the interim condensed consolidation financial statements. In addition, the Group's other costs (including finance costs, salaries and benefits of the management, directors, finance and IT departments, legal and HR departments, administrative and support department, other expenses, and other income) and zakat are managed on a Group basis and are not allocated to operating segments.

The revenue information above is based on the regional location of the customers. Segment revenue reported above represents revenue generated from external customers. There were revenues between the Group of SR 2,318,030,739 for the period ended 30 September 2025 (30 September 2024: SR 143,758,279) which were eliminated at consolidation. No single customer contributed 10% or more to the Group's revenues. Zakat provision, term loan and certain financial assets and liabilities are not allocated to those segments as they are also managed on a Group basis.

Inter-company revenues are eliminated upon consolidation and reflected in the elimination's column. All other adjustments and eliminations are part of detailed reconciliations presented further below:

Reconciliation of profit

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	SR	SR	SR	SR
Segment				
operating income	48,041,672	30,520,897	141,539,409	114,096,887
Investments income	21,487,196	21,281,928	44,789,941	54,048,441
Loss on disposal of a financial asset held at amortised cost	-	-	(6,551,114)	-
Finance income	920,585	3,229,844	4,627,132	9,656,439
Finance costs	(807,719)	(1,649,625)	(3,920,943)	(3,332,365)
Share of results from associates	1,291,435	1,937,921	6,769,842	2,934,674
Other income	826,783	(1,449,902)	236,041	7,403,158
Other expense	(171,739)	-	(581,747)	-
Zakat	(1,881,611)	(1,800,000)	(1,333,090)	3,866,548
Net income for the period	69,706,602	52,071,063	185,575,471	188,673,782

Reconciliation of assets

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Segment operating assets	1,694,347,986	1,549,159,382
Investments in associates	96,604,254	91,947,353
Financial assets held at fair value through other comprehensive income (FVTOCI)	681,844,771	657,591,019
Financial assets held at amortised cost	38,659,345	248,863,286
Financial assets held at fair value through profit or loss (FVTPL)	108,761,845	116,272,717
Investment properties	33,442,174	33,442,174
Total assets	2,653,660,375	2,697,275,931

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24 OPERATING SEGMENTS (continued)

Reconciliation of liabilities

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Segment operating liabilities	586,543,620	649,666,606
Term loan	24,167,327	119,656,723
Zakat payable	16,592,932	21,710,107
Total liabilities	627,303,879	791,033,436

25 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent associated companies, shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

- a) Transactions with related parties included in the condensed consolidated statement of comprehensive income are as follows:

Name	Relationship
Saudi Gas Cylinder Factory Company	Associate

- b) The significant transactions for the periods are as follows:

	For the nine month period ended 30 September 2025 (Unaudited) SR	2024 (Unaudited) SR
Purchases of gas cylinders and tanks	39,447,294	50,141,590

- c) Amounts due to related parties

	30 September 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Saudi Gas Cylinder Factory Company*	14,516,907	15,257,367
Board of directors' members remuneration payable	3,553,500	3,448,000
Key management personnel end of service benefits payable	3,980,062	1,784,305

The above balances are unsecured, interest free and have no fixed repayments.

- * This balance is presented as part of trade payables.

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25 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

d) *Key management personnel compensation*

Key management personnel of the Group comprise of key members of the management having authority and responsibility for planning, directing and controlling the activities of the Group. The compensation to key management is shown below:

	For the nine month period ended 30 September	
	2025 (Unaudited) SR	2024 (Unaudited) SR
Key management personnel salaries and benefits – short term	18,318,749	14,021,666
Board of directors' members remunerations	4,547,517	4,018,092
Post-retirement benefits	1,015,855	425,487
Total	23,882,121	18,465,245

The amounts disclosed in the above table are the amounts recognised as an expense during the reporting period related to key management personnel.

26 EVENTS SUBSEQUENT TO THE REPORTING DATE

In the opinion of management, there have been no significant subsequent events that may require adjustments or disclosures in the interim condensed consolidated financial statements other than those disclosed in note 1.

27 APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were approved by the Audit Committee in accordance with the authorisation of the Board of Directors on 3 November 2025.