

**EASTERN PROVINCE CEMENT COMPANY**  
**(A Saudi Joint Stock Company)**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS (UN-AUDITED) FOR THE  
THREE-MONTH PERIOD ENDED MARCH 31, 2026  
AND INDEPENDENT AUDITOR'S REVIEW REPORT**

**EASTERN PROVINCE CEMENT COMPANY**  
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026 AND  
INDEPENDENT AUDITOR'S REVIEW REPORT**

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

To the shareholders of  
Eastern Province Cement Company  
(A Saudi Joint Stock Company)

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Eastern Province Cement Company ("the Company") and its subsidiary (together "the Group") as of March 31, 2026, and the related interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-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 – ("IAS 34") "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

### Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

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

For Dr. Mohammed Al-Amri & Co.

Ahmed Aljumah  
Certified Public Accountant  
Registration No.621



Dammam, on: 19 Dhul-Qi'dah, 1447 (H)  
Corresponding to: 06 May, 2026 (G)

**EASTERN PROVINCE CEMENT COMPANY**  
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT MARCH 31, 2026**  
(ALL AMOUNTS IN THOUSANDS SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

	<u>Notes</u>	<u>March 31, 2026 (Un-Audited)</u>	<u>December 31, 2025 (Audited)</u>
<b><u>ASSETS</u></b>			
<b>Non – current assets</b>			
Property, plant and equipment	3	1,441,282	1,396,151
Intangible assets		7,904	7,938
Investment properties		84,513	84,922
Right-of-use assets		4,561	5,364
Investments at FVTOCI	4	266,454	258,790
Investment in an associate	5	82,716	93,112
Prepayments and other assets – non-current portion	7	22,043	18,037
		<u>1,909,473</u>	<u>1,864,314</u>
<b>Current Assets</b>			
Inventories, net		452,499	485,700
Trade receivables and retention’s receivables, net	6	470,858	442,170
Prepayments and other assets – current portion, net	7	103,110	113,855
Investment at fair value through profit and loss	8	299,075	130,885
Cash and cash equivalents	9	95,877	207,481
		<u>1,421,419</u>	<u>1,380,091</u>
<b>TOTAL ASSETS</b>		<u><b>3,330,892</b></u>	<u><b>3,244,405</b></u>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Equity</b>			
Share Capital		860,000	860,000
Voluntary reserve		834,639	834,639
Retained earnings		752,838	732,406
Reserve of valuation of investments at FVTOCI		(62,191)	(69,855)
Actuarial reserve		(15,185)	(16,178)
		<u>2,370,101</u>	<u>2,341,012</u>
<b><u>LIABILITIES</u></b>			
<b>Non – current liabilities</b>			
Employees’ end of service benefits		111,564	110,969
Other provisions		37,865	37,649
Lease liabilities		3,232	2,679
Loans – non-current portion	10	387,465	364,479
		<u>540,126</u>	<u>515,776</u>
<b>Current liabilities</b>			
Trade payable and other liabilities	11	262,873	290,932
Due to related parties	12	278	332
Dividend’s payables		112,845	61,349
Lease liabilities		1,110	2,526
Loans – current portion	10	7,277	3,446
Provision for zakat	13	36,282	29,032
		<u>420,665</u>	<u>387,617</u>
<b>Total liabilities</b>		<u><b>960,791</b></u>	<u><b>903,393</b></u>
<b>TOT EQUITY AND LIABILITIES</b>		<u><b>3,330,892</b></u>	<u><b>3,244,405</b></u>

  
Finance Manager

  
Chief Executive Officer

  
Authorized Board Member

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

**EASTERN PROVINCE CEMENT COMPANY**  
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPERHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**  
(ALL AMOUNTS IN THOUSANDS SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

	<u>Note</u>	<u>March 31, 2026 (Un-audited)</u>	<u>March 31, 2025 (Un-audited)</u>
Revenue, net	14	354,313	298,524
Cost of revenue		<u>(254,758)</u>	<u>(201,495)</u>
<b>Gross profit</b>		<b>99,555</b>	97,029
General and administration expenses		<b>(15,389)</b>	(15,972)
Sales and marketing expenses		<u>(3,560)</u>	<u>(4,056)</u>
<b>Operating profit</b>		<b>80,606</b>	77,001
Dividends and Murabaha income		<b>1,541</b>	1,348
Impairment of investment in an associate	5	<b>(5,639)</b>	(5,042)
Share of profit / (loss) in an associate	5	<b>1,164</b>	(757)
Gain of revaluation of investments at FVTPL	8	<b>3,190</b>	1,936
Other income		<b>2,807</b>	3,429
Other expenses		<b>(2,708)</b>	(6,410)
Finance charges		<b>(1,560)</b>	(1,338)
Losses from exchange of foreign currency		<b>(119)</b>	(122)
Losses on disposal of property, plant and equipment		<u>-</u>	<u>(414)</u>
<b>Profit before zakat</b>		<b>79,282</b>	69,631
Zakat expenses	13	<u>(7,250)</u>	<u>(7,550)</u>
<b>Net profit for the period</b>		<u><b>72,032</b></u>	<u>62,081</u>
<b>Items of other comprehensive income</b>			
<i>Items that will not be reclassified to profit or loss:</i>			
Remeasurement of employees' end of service benefits and loans		<b>993</b>	115
Unrealized gain / (losses) from investments at FVTOCI	4	<u>7,664</u>	<u>(2,790)</u>
<b>Other comprehensive income / (loss) for period</b>		<u><b>8,657</b></u>	<u>(2,675)</u>
<b>Total comprehensive income</b>		<u><b>80,689</b></u>	<u>59,406</u>
<b>Basic and diluted earning per share</b>			
Earnings per share from profit of the period	16	<b>0.84</b>	0.72

  
Finance Manager

  
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Authorized Board Member

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**EASTERN PROVINCE CEMENT COMPANY**  
(A Saudi Joint Stock Company)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**  
(ALL AMOUNTS IN THOUSANDS SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

	<b>Capital</b>	<b>Voluntary reserve</b>	<b>Retained earnings</b>	<b>Reserve of valuation of investments at FVTOCI</b>	<b>Actuarial Reserve</b>	<b>Total equity</b>
Balance as at January 1, 2025 (audited)	860,000	834,639	667,541	(55,318)	(13,226)	2,293,636
Net profit for the period	-	-	62,081	-	-	62,081
Other comprehensive loss for the period	-	-	-	(2,790)	115	(2,675)
Total comprehensive income for the period	-	-	62,081	(2,790)	115	59,406
Dividends (note 19)	-	-	(86,000)	-	-	(86,000)
Balance as at March 31, 2025 (un-audited)	860,000	834,639	643,622	(58,108)	(13,111)	2,267,042
<b>Balance as at January 1, 2026 (audited)</b>	<b>860,000</b>	<b>834,639</b>	<b>732,406</b>	<b>(69,855)</b>	<b>(16,178)</b>	<b>2,341,012</b>
<b>Net profit for the period</b>	<b>-</b>	<b>-</b>	<b>72,032</b>	<b>-</b>	<b>-</b>	<b>72,032</b>
<b>Other comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,664</b>	<b>993</b>	<b>8,657</b>
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>72,032</b>	<b>7,664</b>	<b>993</b>	<b>80,689</b>
<b>Dividends (note 19)</b>	<b>-</b>	<b>-</b>	<b>(51,600)</b>	<b>-</b>	<b>-</b>	<b>(51,600)</b>
<b>Balance as at March 31, 2026 (un-audited)</b>	<b>860,000</b>	<b>834,639</b>	<b>752,838</b>	<b>(62,191)</b>	<b>(15,185)</b>	<b>2,370,101</b>



Finance Manager



Chief Executive Officer



Authorized Board Member

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**EASTERN PROVINCE CEMENT COMPANY**  
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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**  
(ALL AMOUNTS IN THOUSANDS SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

	<b>March 31, 2026</b>	March 31, 2025
	<b>(Un-audited)</b>	(Un-audited)
<b>Cash flows from operating activities:</b>		
Profit before zakat	<b>79,282</b>	69,631
<b>Adjustments for:</b>		
Depreciation of Property, Plant and Equipment and amortization of intangible assets	<b>28,601</b>	27,257
Losses from disposal of Property, Plant and Equipment	-	414
Dividends and Murabaha income	<b>(1,541)</b>	-
Depreciation of investments property	<b>409</b>	408
Depreciation of right-of-use assets	<b>803</b>	583
Provision for slow moving inventory of spare parts	<b>1,806</b>	1,807
Finance charges	<b>1,560</b>	1,338
Impairment of investment in an associate	<b>5,639</b>	5,042
Share of (profit) / loss in an associate	<b>(1,164)</b>	757
Gain from revaluation of investments at FVTPL	<b>(3,190)</b>	(1,936)
Employees’ end of service benefits	<b>1,977</b>	1,811
	<b>114,182</b>	107,112
<b>Changes in working capital:</b>		
Trade receivables, retention’s receivables, prepayments and other assets	<b>(15,800)</b>	4,566
Inventories	<b>31,395</b>	(13,247)
Trade payable and other liabilities	<b>(28,059)</b>	2,121
Due to related parties	<b>(54)</b>	(508)
Employees’ end of service benefits paid	<b>(1,808)</b>	(270)
Finance charges paid	<b>(127)</b>	-
<b>Net cash generated from operating activities</b>	<b>99,729</b>	99,774
<b>Cash flows from investing activities</b>		
Additions to Property, Plant and Equipment and intangible assets	<b>(71,661)</b>	(55,770)
Proceed from disposal of property, plant and equipment	-	299
Proceed from dividends income and interests on Murabaha deposits	<b>1,541</b>	-
Net movement in investment at FVTPL	<b>(165,000)</b>	(30,000)
<b>Net cash used in investing activities</b>	<b>(235,120)</b>	(85,471)
<b>Cash flows from financing activities</b>		
Dividends paid	<b>(104)</b>	(140)
Loans received	<b>24,780</b>	-
Prepayment of lease liabilities	<b>(889)</b>	(353)
<b>Net cash generated from / (used in) financing activities</b>	<b>23,787</b>	(493)
Net change in cash and cash equivalents	<b>(111,604)</b>	13,810
Cash and cash equivalent at the beginning of the period	<b>207,481</b>	154,751
<b>Cash and cash equivalent at the end of the period</b>	<b>95,877</b>	168,561
<b>Non-cash transactions:</b>		
Unpaid dividends	<b>51,600</b>	86,000
Associate dividends charged to prepayments and other assets	<b>5,921</b>	-
Additions to property, plant and equipment, and intangible assets through capital work in progress	<b>11,669</b>	5,288
Unrealized gain / (losses) on investments at FVTOCI	<b>7,663</b>	(2,790)

  
Finance Manager

  
Chief Executive Officer

  
Authorized Board Member

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

## EASTERN PROVINCE CEMENT COMPANY

(A Saudi Joint Stock Company)

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

(ALL AMOUNTS IN THOUSANDS OF SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

#### 1- ORGANIZATION AND MAIN ACTIVITIES

Eastern Province Cement Company (“the Company”) or (“the Holding Company”) is a Saudi joint stock company established pursuant to the Royal Decree No. M/11 dated 14 Rabi’ Al-Awwal 1402 -H (corresponding to January 9, 1982) and Resolution of His Royal Highness the Minister of Commerce No. 939 dated Rabi’ Al-Thani 3, 1403 H (corresponding to January 17, 1983), and registered in Dammam under the Commercial Registration No. 2050013400 dated Jumada Al-Awwal 22, 1403 H (corresponding to March 7, 1983) and unified national No: 7000306196.

The Holding Company's head office is located in Dammam, Saudi Arabia.

The main activity of the Holding company is operating quarries, mining gypsum and anhydrite, and wholesale of cement and gypsum.

The Holding Company obtained by Royal Decree No. M/6 dated 17 Rabi Al Thani 1405 H (Corresponding to 9 January 1985 G) the mining franchise for exploitation of limestone and clay in Al-Khurasania area for a renewable period of thirty years. The Holding Company has completed the legal procedures to renew the Franchise license. Ministerial Decree No. Q/5334 dated Rajab 12, 1438 H has been issued to renew the Holding company’s rights in utilizing the limestone and clay for its factory located in Al-Tawy site near to Al-Khurasania in Al-Jubail Governorate for thirty Hijri years starting from Rabi Alawwal 18, 1436 H.

The Holding Company also obtained, pursuant to Ministerial Resolution No. 14/Q dated Safar 24, 1433 H (Corresponding to January 18, 2012), the mining franchise for the exploitation of limestone and clay in Al-Najabia valley at Al-Ahsa Governorate in the Eastern region valid till December 31, 2035. In addition, the holding company obtained, under Ministerial Resolution No. 211/1/1447 dated 8/1/1447, a small mine license to exploit gypsum and anhydrite ore from the gypsum ore complex site in Umm Huwaidh in Al-Ahsa Governorate, which belongs to the Eastern Province.

The Group’s interim condensed consolidated financial statements for the group as at March 31, 2026 include the interim condensed financial statements of the Holding Company, its branch, its subsidiary and its branch:

#### Branch of the Holding Company:

Branch Commercial Registration No	Date	Place of issue	Commercial Name of Branch
2055022383 (Unified national No:7013234245)	Jumada Al-Thani 16, 1435H	Al-Jubail	Eastern Province Cement Company Factory

The main activities of the branch are quarry operation, gypsum and anhydrite mining, and wholesale cement and gypsum trading. The holding company has a branch commercial registration in Jubail for the Eastern Province Cement Company Factory No. 2055022383 dated Jumada Al-Thani 16, 1435-H (corresponding to April 16, 2014) and its activity is represented in the manufacture of ordinary cement (Portland), the manufacture of salt-resistant cement, and the manufacture of compact cement (clinker) under the National Industrial License No. 1300.

#### The subsidiary

The Board of Directors of the Eastern Province Cement Company decided in its meeting held on December 11, 2018, to start the procedures for converting the branch of Prainsia Saudi Arabia for Precast, registered in the Commercial Register under No. 2051035184 and unified national No. 7011762981, into a limited liability company. The legal procedures for changing the legal structure of the branch were completed during the second quarter of 2023 with the same commercial register number.

Name of subsidiary	Date of CR	Commercial activity	Effective percentage of ownership
Prainsa Saudi Arabia for Precast Concrete	Ragab 21, 1428-H (August 3, 2007-G)	Production of Precast under industrial license #3031328 issued Rabi’ Al-Awwal 3, 1437H	100%

The Board of Directors of Eastern Province Cement Company resolved on December 25, 2024, to increase the share capital of the subsidiary from ﷲ 55 million to ﷲ 145 million and to initiate the necessary legal procedures in this regard. On January 16, 2025, the Commercial Registration was amended, and the share capital became SAR 145 million in accordance with the Commercial Register.

## EASTERN PROVINCE CEMENT COMPANY

(A Saudi Joint Stock Company)

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026

(ALL AMOUNTS IN THOUSANDS OF SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

#### 1- ORGANIZATION AND MAIN ACTIVITIES (CONTINUED)

Branch of the subsidiary:

Branch Commercial Registration No*	Date	Place of issue	Commercial Name of Branch
4042100240 Unified national No:7004567793	Dhu al-Hijjah 2, 1439H	ASFAN	Factory of Prainsa Saudi Arabia for Precast Concrete

The main activities of the branch are the construction of precast buildings, concrete and steel buildings, light and heavy prefabricated buildings, infrastructure works, and import of all building materials and precast.

\* During 2024, the holding company transferred ownership of the commercial registration of the Eastern Province Cement Company plant in Asfan to its subsidiary.

#### 2- BASIS OF PREPARATION

These interim condensed consolidated financial statements of the Group have been prepared in accordance with the requirements of International Accounting Standard (34) “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants, which should be read in conjunction with the Group’s latest annual consolidated financial statements for the year ended December 31, 2025 (“Latest Annual Consolidated Financial Statements”). These interim condensed consolidated financial statements do not include all the information required for a complete set of consolidated financial statements.

##### 2-1 MATERIAL ACCOUNTING POLICIES

The Group has applied the same accounting policies and methods of calculation in its interim condensed consolidated financial statements as in its most recent annual consolidated financial statements, except for the following amendments which apply for the first time in 2026. However, not all of them are expected to impact the Group as they are either not relevant to the Group’s activities or require accounting that is consistent with the Group’s current accounting policies.

##### 2-1-1 Standards and amendments issued, applied and effective in the current period

There are no new standards issued, however, there are amendments to the following standards, which are effective for the current period and do not have a material impact on the Group’s interim condensed consolidated financial statements.

Amendment of standard	Description	Effective for the year started on or after
IFRS 9, and IFRS7	Amendments to the classification and measurement of financial instruments	January 01, 2026

##### 2-1-2 The impact of accounting standards to be applied in future periods

There are a number of standards and interpretations issued by the International Accounting Standards Board that are effective for annual periods beginning after 31 December 2026 (the date of the Group's next annual financial statements) that the Group has decided not to early adopt. The Group does not believe that these standards and interpretations will have a material impact on the financial statements once adopted.

#### 3- PROPERTY, PLANT AND EQUIPMENT

	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
Book values to:		
Operating fixed assets (note 3-1)	619,650	632,078
Capital work in progress (note 3-2)	821,632	764,073
	<u>1,441,282</u>	<u>1,396,151</u>

**EASTERN PROVINCE CEMENT COMPANY**  
(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**  
(ALL AMOUNTS IN THOUSANDS OF SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

**3- PROPERTY, PLANT AND EQUIPMENT (CONTINUED)**

**3-1 Operating fixed assets**

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Net book value at the beginning of the period / year	<b>632,078</b>	670,092
Transfer from capital work in progress during the period / year	<b>11,669</b>	55,352
Additions during the period / year	<b>4,470</b>	14,510
Disposal during the period / year	-	(2,076)
Depreciation charge during the period / year	<b>(28,567)</b>	(105,800)
Net book value at the end of the period / year	<b>619,650</b>	632,078

**3-2 Capital works in progress**

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
As at the beginning of the period / year	<b>764,073</b>	225,425
Additions during the period / year	<b>69,228</b>	594,612
Charged to statement of profit & loss during the period/year	-	(612)
Transfer to operating fixed assets during the period/year	<b>(11,669)</b>	(55,352)
As at the end of the period / year	<b>821,632</b>	764,073

**4- INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME “FVTOCI”**

The Group classified all equity investments listed below as investments at fair value through other comprehensive income, as these securities represent investments that the Group intends to hold for the long term for strategic purposes.

A- Investments at fair value through other comprehensive income consist of the following:

	Note	<b>March 31, 2026 (Un-audited)</b>		December 31, 2025 (Audited)	
		Number of shares	Value	Number of shares	Value
<b><u>Quoted securities</u></b>					
Saudi Arabian Oil Company (Aramco)	4-A-1	<b>2,147</b>	<b>58,818</b>	2,147	51,154
			<b>58,818</b>		51,154
<b><u>Unquoted securities</u></b>					
Industrialization and Energy Services Company	4-A-2	<b>27,187</b>	<b>207,636</b>	27,187	207,636
			<b>207,636</b>		207,636
			<b>266,454</b>		258,790

**4-A-1** The share price on March 31, 2026, was 27.4 ﷲ per share (On December 31, 2025: 23.83 ﷲ per share). The Group received during the period dividends from Saudi Arabian Oil Company (Aramco) amounting to 728.3 thousand ﷲ.

**4-A-2** Industrialization and Energy Services Company (a Saudi closed joint stock company), in which the Group owns 3.79 % of the investee's shares. The Group's management determined the value of the investment in Industrialization and Energy Services Company, based on a report from an independent valuer based on the investee's interim condensed consolidated financial statements as at September 30, 2025 (which represents the latest available financial information) at 7.64 ﷲ per share (December 31, 2025: 7.64 ﷲ per share). To determine fair value, the group used the Comparable Companies Method (“CCM”) under the market approach using an EBITDA multiple.

**EASTERN PROVINCE CEMENT COMPANY**

(A Saudi Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**

(ALL AMOUNTS IN THOUSANDS OF SAUDI RIYALS “ﷲ” UNLESS OTHERWISE STATED)

**5- INVESTMENT IN AN ASSOCIATE**

The Group has a 31.58 % investment in the Arab Yemen Cement Company (“the Associate”), a limited liability company registered in the Republic of Yemen. The Associate was established to carry out cement production activity and started production in 2009. The movement on the investment during the period / year is as follows:

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Opening balance	257,135	253,744
Dividends	(5,921)	-
Share of profit of an associate for the period / year	1,164	3,391
	<b>252,378</b>	257,135
Less: impairment of investment	(169,662)	(164,023)
Closing balance	<b>82,716</b>	93,112

During the period ending March 31, 2026, the Company updated the study previously prepared by an independent consulting firm for the year ending December 31, 2025, regarding the possibility of an impairment in the value of the investment in the Arab Yemen Cement Company due to a decrease in the profits of the associate company, by calculating the expected future discounted cash flows and comparing them to the book value of the investee company. As a result of this study, an additional impairment in the value of the investment was recognized during the period amounting to 5.6 million ﷲ (2025: 25.8 million ﷲ). The Group used the discounted cash flow method to determine the fair value as at March 31, 2026.

The movement in the provision for impairment of investment during the period / year is as follows:

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Opening balance	164,023	138,245
Impairment of investment in associate	5,639	25,778
Closing balance	<b>169,662</b>	164,023

The auditor’s report on the audit of the audited financial statements for the year ending December 31, 2025 of the associate company includes a state of uncertainty regarding the ability of the company to continue as a going concern in light of the economic situation and the current security events in the Republic of Yemen.

**6- TRADE RECEIVABLES AND RETENTION’S RECEIVABLES, NET**

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Trade receivables	485,941	459,646
Less: provision for trade receivables	(52,468)	(52,468)
	<b>433,473</b>	407,178
Retention’s receivables	48,294	45,901
Less: provision for retention’s receivable	(10,909)	(10,909)
	<b>37,385</b>	34,992
	<b>470,858</b>	442,170

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**7- PREPAYMENTS AND OTHER ASSETS, NET**

The prepayments and other assets balance, net, as of March 31, 2026, amounted to 103,110 thousand ﷲ (December 31, 2025: 113,855 thousand ﷲ), including 37,411 thousand ﷲ as at March 31, 2026 (December 31, 2025: 54,121 thousand ﷲ), representing the contract assets balance, and an amount of 26,956 thousand ﷲ as at March 31, 2026 (December 31, 2025: 26,479 thousand ﷲ) representing the employee’ receivables balance.

**8- INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

A- Investment at fair value through profit or loss consists of the following:

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Investments in investment funds	<b>185,599</b>	19,015
Investments in Discretionary Portfolios Management*	<b>113,476</b>	111,870
	<b>299,075</b>	130,885

\* During the year ended December 31, 2022, the Group’s management entered into agreements for locally managed discretionary portfolios managed by an investment manager, which include investments in cash discretionary portfolios amounting to 2.2 million ﷲ as of March 31, 2026 (December 31, 2025: 1.8 million ﷲ).

B- Movement in investments as follows:

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Opening balance	<b>130,885</b>	202,018
Change in fair value	<b>2,205</b>	(4,251)
Realized profits from sale of investments	<b>985</b>	1,757
Disposals	<b>(20,000)</b>	(168,639)
Additions	<b>185,000</b>	100,000
Closing balance	<b>299,075</b>	130,885

**9- CASH AND CASH EQUIVALENT**

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Cash at banks	<b>95,785</b>	77,481
Cash in hand	<b>92</b>	-
Short term Murabaha deposits (*)	<b>-</b>	130,000
	<b>95,877</b>	207,481

\* The group invests part of its cash surplus in term deposits with a maturity period of three months or less with financial institutions.

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**10- CREDIT FACILITIES**

		<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Credit facilities (Tawarruq)	Saudi National Bank (10-1)	<b>119,329</b>	117,628
Credit facilities (Tawarruq)	Banque Saudi Fransi (10-2)	<b>119,249</b>	117,589
Loan	Saudi Industrial Development Fund (10-3)	<b>168,776</b>	143,996
		<b>407,354</b>	379,213
Unearned finance cost		<b>(12,612)</b>	(11,288)
		<b>394,742</b>	367,925
		<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Balance at the beginning of the period / year		<b>367,925</b>	-
Proceeds from loans during the period / year		<b>24,780</b>	678,996
Finance interests during the period / year		<b>4,019</b>	4,800
Repayment of loans during the period / year		<b>(1,982)</b>	(315,871)
Balance at the end of the period / year		<b>394,742</b>	367,925
Current portion		<b>7,277</b>	3,446
Non-current portion		<b>387,465</b>	364,479
		<b>394,742</b>	367,925

**10-1** Under the agreement signed on August 21, 2024, between the Group and the Saudi National Bank, with a credit limit of 850 million ﷲ, the outstanding balance as at March 31, 2026, was 119.2 million ﷲ (December 31, 2025, 117.6 million ﷲ). Financing costs are charged at the treasury cost rate plus an agreed profit margin. Financing costs charged during the period amounted to 1.7 million ﷲ (December 31, 2025: 2.3 million ﷲ), which were capitalized under the Capital work in progress item.

The company promised to transfer the insurance policies to the bank upon completion of the fifth line project and committed to mortgage the machinery and equipment for the fifth line, valued at 700 million ﷲ, upon its completion. In return, the company issued a promissory note to the bank as collateral for the granted credit facilities. The facility agreement also includes several financial commitments that the company must adhere to throughout the facility's term.

**10-2** Under the agreement signed on October 10, 2023, between the Group and Banque Saudi Fransi, with a credit limit of 965 million ﷲ, the outstanding balance as at March 31, 2026, was 119.3 million ﷲ (December 31, 2025, 117.6 million ﷲ). Financing costs are charged at the treasury cost rate plus an agreed profit margin. Financing costs incurred during the period amounted to 1.7 million ﷲ (December 31, 2025: 2.3 million ﷲ), which were capitalized under the Capital work in progress item. The Group issued a promissory note in favor of the Bank as collateral for the granted credit facility. The facility agreement also includes undertakings that the Group must comply with throughout the facility's term.

**10-3** Under the agreement signed on September 11, 2025, between the Group and the Saudi Industrial Development Fund, with a credit limit of 300 million ﷲ, the outstanding balance as at March 31, 2026, was 156.2 million ﷲ (December 31, 2025: 133 million ﷲ), after deducting 12.6 million ﷲ representing unearned financing costs. Financing costs incurred during the period amounted to 658 thousand ﷲ (December 31, 2025: 232 thousand ﷲ), which were capitalized under the Capital work in progress item.

The Group issued a promissory note in favor of the fund as collateral for the granted credit facilities, in addition to mortgaging the company's entire plant located on Al-Khurasania, including all fixed and movable assets. The facility agreement also includes several financial commitments that the company must comply with throughout the facility's term.

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**11- TRADE PAYABLE AND OTHER LIABILITIES**

The trade payable and other liabilities balance as at March 31, 2026 amounted to 262,873 thousand ﷲ (December 31, 2025: 290,932 thousand ﷲ), which includes an amount of 109,785 thousand ﷲ as at March 31, 2026 (December 31, 2025: 130,449 thousand ﷲ) representing the trade payable balance, and an amount of 94,936 thousand ﷲ as at March 31, 2026 (December 31, 2025: 83,948 thousand ﷲ) representing the accrued expenses balance.

**12- RELATED PARTIES' TRANSACTIONS AND BALANCES**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties consist of shareholders, directors and businesses in which the shareholders and the Board of directors, individually or collectively, have significant influence. The Group's transactions with related parties are conducted on at arm's length basis in the ordinary course of business and are to be approved by management.

The transactions represent amounts received by the Group from the account of the Arab Yemen Cement Company (an associate company) in a bank in the state of Oman until they are paid to the suppliers and creditors of the associate on its behalf, as the associate company faces difficulties in bank transfers to and from the Republic of Yemen.

<u>Company</u>	<u>Relationship</u>
Arab Yemen Cement Company	Associate
Al Dawaa Medical Services Company	Related party
Walaa Cooperative Insurance Company	Related party
Classic Travel and Tourism Agency	Related party

Significant transactions with related parties during the period are as follows:

		<b>For the three-month period ended on March 31, 2026 (Un-audited)</b>	<b>For the three-month period ended on March 31, 2025 (Un-audited)</b>
	Payment to suppliers of		
Arab Yemen Cement Company	Yemeni company	<b>60</b>	34
	Dividends	<b>5,921</b>	-
Al Dawaa Medical Services Company	Rental revenue	<b>780</b>	868
Walaa Cooperative Insurance Company	Services	-	471
Classic Travel and Tourism Agency	Bookings of tickets	<b>89</b>	-

A- The balances due to related parties are as follows:

	<b>March 31, 2026 (Un-audited)</b>	<b>December 31, 2025 (Audited)</b>
Classic Travel and Tourism Agency	<b>37</b>	31
Arab Yemen Cement Company	<b>241</b>	301
	<b>278</b>	332

B- Remuneration of members of Board of Directors and key management personnel

	<b>March 31, 2026 (Un-audited)</b>		<b>March 31, 2025 (Un-audited)</b>	
	<b>Members of Board of directors</b>	<b>Key management personnel</b>	<b>Members of Board of directors</b>	<b>Key management personnel</b>
Board of directors' remuneration	<b>1,383</b>	-	1,384	-
Salaries, wages and allowances	<b>105</b>	<b>5,321</b>	63	5,031
End of service expenses	-	<b>585</b>	-	646
	<b>1,488</b>	<b>5,906</b>	1,447	5,677

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**13- PROVISION FOR ZAKAT**

Movement of zakat provision

	<b>March 31, 2026 (Un-audited)</b>	December 31, 2025 (Audited)
Balance at the beginning of the period / year	29,032	32,374
Zakat charges during period / year	7,250	26,591
Paid during period / year	-	(29,366)
Adjustments during period / year	-	(567)
Balance at the end of the period / year	<b>36,282</b>	<b>29,032</b>

**Zakat status**

The Group submitted its Zakat returns for the years up to 2025 at the consolidated level to the Zakat, Tax and Customs Authority and obtained the required certificate. During 2025, the Group paid the Zakat accrued balance for the 2024 return at the amount of 29,366 thousand ﷲ.

The Group has finalized its zakat assessments with the Zakat, Tax and Customs Authority (the “Authority”) up to 2022. During 2024, the assessments for the years 2021 and 2022 were issued, and the related amounts were settled with the Authority. Additionally, on May 8, 2025, the Group received the final assessment for the year 2023, which included an additional zakat liability of ﷲ 567,641.

**14- REVENUES, NET**

The Group’s revenue from contracts with customers during the period has been classified based on the timing of revenue recognition as follows:

	<b>March 31, 2026 (Un-audited)</b>	March 31, 2025 (Un-audited)
<b>Timing of revenue recognition</b>		
At point in time	269,428	226,383
Over a period of time	84,885	72,141
	<b>354,313</b>	<b>298,524</b>

**15- SEGMENTAL REPORTING**

The Group has separated the business segments into two main divisions for the purpose of preparing segment reports, which are as follows:

<b>Segment</b>	<b>Business</b>
Cement	Manufacturing and wholesale ordinary cement, salt-resistant cement and clinker cement.
Precast concrete	Manufacture of partitions, frames and prefabricated buildings from prefabricated concrete.

<b>As at March 31, 2026 (un-audited)</b>	<b>Cement</b>	<b>Precast concrete</b>	<b>intersegment adjustments</b>	<b>Total</b>
<b>Total assets</b>	2,893,708	472,380	(35,196)	3,330,892
<b>Total liabilities</b>	814,683	181,304	(35,196)	960,791

**For the three-month period ended on  
March 31, 2026 (un-audited)**

<b>Revenue, net</b>	270,208	84,885	(780)	354,313
<b>Net profit</b>	65,814	6,218	-	72,032

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**15- SEGMENTAL REPORTING (CONTINUED)**

As at December 31, 2025 (audited)	Cement	Precast concrete	intersegment adjustments	Total
Total assets	2,808,619	471,449	(35,663)	3,244,405
Total liabilities	757,667	181,389	(35,663)	903,393
For the three-month period ended on March 31, 2025 (un-audited)				
Revenue, net	227,735	72,140	(1,351)	298,524
Net profit	52,946	9,135	-	62,081

The revenues generated by geographical segments are as follows:

	<b>For the three-month period ended</b>	
	<b>March 31, 2026</b> <b>(Un-audited)</b>	<b>March 31, 2025</b> <b>(Un-audited)</b>
K.S. A	<b>352,807</b>	296,757
Other countries	<b>1,506</b>	1,767
	<b>354,313</b>	298,524

**16- EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the net income for the period attributable to ordinary shareholders of the Group by the weighted average number of outstanding ordinary shares during the period. The calculation of basic and diluted earnings per share is as follows:

	<b>For the three-month period ended</b>	
	<b>March 31, 2026</b> <b>(Un-audited)</b>	<b>March 31, 2025</b> <b>(Un-audited)</b>
Net profit of the period (in thousands ﷲ)	<b>72,032</b>	62,081
Number of outstanding shares (in thousands of shares)	<b>86,000</b>	86,000
Earnings per share Basic and Diluted	<b>0.84</b>	0.72

**17- CAPITAL LIABILITIES**

As of March 31, 2026, future capital projects approved by the Group’s management amounted to 285 million ﷲ, of which 283.7 million ﷲ includes the amount of the letter of credit issued to the Group contracted to design, supply, construct and operate the new cement production line (as of December 31, 2025, amounting to 333.6 million ﷲ).

**18- CONTINGENT LIABILITIES**

As of March 31, 2026, the Group’s contingent liabilities against letters of credit and bank guarantees amounted to 794 million ﷲ, of which 390.6 million ﷲ was for the implementation, design, supply, construction and operation of a new cement production line (December 31, 2025: 436.1 million ﷲ).

**19- DIVIDENDS**

On March 25, 2025, the Company’s Board of Directors approved the distribution of cash dividends to shareholders amounting to ﷲ 86 million for the second half of 2024, representing ﷲ 1 per share for the 86 million shares eligible for dividends.

On March 26, 2026, the Company’s Board of Directors approved the distribution of cash dividends to shareholders amounting to ﷲ 51.6 million for the second half of 2025, representing SAR 0.6 per share for the 86 million shares eligible for dividends.

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#### 20- FAIR VALUE

For the purposes of financial reporting, the Group used the fair value hierarchy classified at levels 1, 2 and 3 based on the degree of observance of the inputs in the fair value measurement and the importance of these inputs in measuring the fair value in its entirety, as shown below:

- Level 1: Quoted market prices in an active market for similar assets or liabilities that the Group can value at the measurement date.
- Level 2: Inputs other than quoted prices in Level 1 that can be observed either directly (similar prices) or indirectly.
- Level 3: Inputs for assets and liabilities that are not based on observable market information cannot be observed either directly or indirectly from the market.

Investments in quoted equity instruments in the Saudi market are valued according to the market closing price on the date of the interim condensed consolidated financial statements and those instruments have been classified under Level 1.

Investments in unquoted investment funds in the Saudi market are valued according to closing price provided by fund manager on the date of the interim condensed consolidated financial statements and those instruments have been classified under Level 2.

Investments in unquoted equity instruments are evaluated based on approved valuation methods that depend on income approach and market approach, and those instruments are classified under level 3.

	Book Value	Fair value		
		Level 1	Level 2	Level 3
<b>As at March 31, 2026 (un-audited)</b>				
Investments at fair value through other comprehensive income	266,454	58,818	-	207,636
Investments at fair value through profit or loss	299,075	46,024	253,051	-
<b>Total</b>	<b>565,529</b>	<b>104,842</b>	<b>253,051</b>	<b>207,636</b>
<b>As at December 31, 2025 (audited)</b>				
Investments at fair value through other comprehensive income	258,790	51,154	-	207,636
Investments at fair value through profit or loss	130,885	47,131	83,754	-
<b>Total</b>	<b>389,675</b>	<b>98,285</b>	<b>83,754</b>	<b>207,636</b>

The valuation models used for the main investment in Level (3) (Industrialization and Energy Services Company) are the “Market Multiples Adjusted by Price to Book Value Ratio” method, which is based on market multiples of the quoted prices of companies similar to the investee company adjusted for the effect of the non-marketability of the investee company’s securities, where price to book value was used. The method used relies heavily on observable market inputs. None of the investments included in Level (2) have moved to either Level (1) or Level (3) during the period ended March 31, 2026.

#### **Fair value of financial instruments stated at amortized cost**

Management believes that the book values of financial assets and liabilities stated at amortized cost in the interim condensed consolidated financial statements approximates their fair value.

#### 21- APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved by the Group’s Board of Directors on May 3, 2026.