

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

**CONDENSED INTERIM FINANCIAL
STATEMENTS (UNAUDITED)
FOR SIX MONTHS PERIOD ENDED JUNE 30, 2025
WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
AND INDEPENDENT AUDITOR'S REVIEW REPORT

Index	Page
Independent auditor's review report on condensed interim financial statements	1
Interim statement of financial position	2
Interim statement of profit or loss and other comprehensive income	3
Interim statement of changes in equity	4
Interim statement of cash flows	5
Notes to the condensed interim financial statements	6 – 12

INDEPENDENT AUDITOR'S REVIEW REPORT ON CONDENSED INTERIM FINANCIAL STATEMENTS**TO THE SHAREHOLDERS OF BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)****DAMMAM, KINGDOM OF SAUDI ARABIA****INTRODUCTION**

We have reviewed the accompanying interim statement of financial position of Bena Steel Industries Company (the "Company"), a Saudi Joint Stock Company as at June 30, 2025, the related interim statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six months period then ended and notes to the condensed interim financial statements. Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with International Accounting Standard No. 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed interim 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 condensed 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 condensed interim financial statements are not prepared in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.


For PKF Albassam Chartered Accountants

Ahmed Abdul Majeed Mohandis
Certified Public Accountant
License No. 477
Khobar, Kingdom of Saudi Arabia
5 Rabi Al Awwal, 1447H
Corresponding to: 28 August, 2025




BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

	Note	June 30, 2025 (Unaudited) SR	December 31, 2024 (Audited) SR
ASSETS			
Current assets			
Cash and cash equivalents		2,299,518	2,764,776
Trade receivables	6	113,444,955	102,497,153
Inventories	7	129,650,043	94,761,778
Prepayments and other assets		13,605,843	9,685,830
Total current assets		259,000,359	209,709,537
Non-current assets			
Property, plant and equipment	8	68,063,126	65,269,228
Right-of-use assets		2,704,537	3,139,361
Total non-current assets		70,767,663	68,408,589
TOTAL ASSETS		329,768,022	278,118,126
LIABILITIES AND EQUITY			
LIABILITIES			
Current liabilities			
Trade payables		69,419,640	63,637,007
Short-term borrowings	13	144,267,433	86,577,656
Term loan - current	14	8,515,385	8,515,385
Lease liabilities - current		614,845	844,268
Accruals and other liabilities		6,559,580	8,767,470
Zakat payable	10	600,000	1,200,000
Total current liabilities		229,976,883	169,541,786
Non-current liabilities			
Term loan - non-current	14	-	4,257,692
Lease liabilities - non-current		1,666,453	2,106,483
Employee benefits obligations		9,038,082	9,126,214
Total non-current liabilities		10,704,535	15,490,389
Total liabilities		240,681,418	185,032,175
EQUITY			
Share capital	11	60,000,000	60,000,000
Actuarial reserve		(628,582)	(628,582)
Revaluation surplus		12,387,596	12,387,596
Retained earnings		17,327,590	21,326,937
Total equity		89,086,604	93,085,951
TOTAL LIABILITIES AND EQUITY		329,768,022	278,118,126


Khalid Bin Mohammed Bin Saad
Albawardi
Chairman



Fawaz Khalid Mohammed
Albawardi
Chief Executive Officer


Mahmoud Abbas Said
Alkurdi
Chief Financial Officer


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

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

		Six months period ended June 30,	
	Note	2025	2024
		SR	SR
Revenue	9	179,977,855	191,378,721
Cost of revenue	9	(163,607,045)	(171,666,095)
Gross profit		16,370,810	19,712,626
Selling and distribution expenses		(5,288,897)	(5,031,861)
General and administrative expenses		(3,952,085)	(4,030,749)
Operating profit		7,129,828	10,650,016
Finance costs	13,14	(5,728,621)	(5,028,089)
Other income		4,502	-
Profit before zakat		1,405,709	5,621,927
Zakat	10	(425,056)	(601,514)
Profit for the period		980,653	5,020,413
Other comprehensive income:			
Other comprehensive income		-	-
Total comprehensive income for the period		980,653	5,020,413
Earnings per share - basic and diluted:			
Earnings per share of profit for the period	17	0.16	0.84


Khalid Bin Mohammed Bin Saad
Albawardi
Chairman


Fawaz Khalid Mohammed
Albawardi
Chief Executive Officer


Mahmoud Abbas Said
Alkurdi
Chief Financial Officer

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

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

	Share capital	Contribution from shareholders	Statutory reserve	Actuarial reserve	Revaluation surplus	Retained earnings	Total equity
	SR	SR	SR	SR	SR	SR	SR
January 1, 2025 (Audited)	60,000,000	-	-	(628,582)	12,387,596	21,326,937	93,085,951
Profit for the period	-	-	-	-	-	980,653	980,653
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-
Transaction with current owners in their capacity as owners:							
Dividends (note 12)	-	-	-	-	-	(4,980,000)	(4,980,000)
June 30, 2025 (Unaudited)	60,000,000	-	-	(628,582)	12,387,596	17,327,590	89,086,604
January 1, 2024 (Audited)	50,000,000	216,832	2,946,776	(605,962)	6,324,944	21,978,883	80,861,473
Profit for the period	-	-	-	-	-	5,020,413	5,020,413
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	5,020,413	5,020,413
June 30, 2024 (Unaudited)	50,000,000	216,832	2,946,776	(605,962)	6,324,944	26,999,296	85,881,886



Khalid Bin Mohammed Bin Saad
Albawardi
Chairman



Fawaz Khalid Mohammed
Albawardi
Chief Executive Officer



Mahmoud Abbas Said
Alkurdi
Chief Financial Officer

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

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

	Six months period ended June 30,	
	2025	2024
	SR	SR
OPERATING ACTIVITIES		
Profit before zakat	1,405,709	5,621,927
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment and right-of-use assets	2,514,567	2,129,529
Provision for employee benefits obligations	497,854	433,538
Finance costs	5,728,621	5,028,089
<i>Changes in working capital:</i>		
Trade receivables	(10,947,802)	(13,949,893)
Inventories	(37,261,678)	5,313,530
Prepayments and other assets	(3,920,013)	(1,274,401)
Trade payables	5,782,633	(24,232,633)
Accruals and other liabilities	(3,068,447)	264,662
Cash used in operations	(39,268,556)	(20,665,652)
Employee benefits obligations paid	(585,986)	(241,957)
Zakat paid	(1,025,056)	(1,001,514)
Finance costs paid	(4,810,914)	(4,665,359)
Net cash flows used in operating activities	(45,690,512)	(26,574,482)
INVESTING ACTIVITY		
Purchases of property, plant and equipment	(2,500,228)	(1,906,798)
Net cash flows used in investing activity	(2,500,228)	(1,906,798)
FINANCING ACTIVITIES		
Movement in short term borrowing, net	57,689,777	35,361,264
Repayment of term loan	(4,257,692)	(4,257,693)
Lease liabilities payments	(726,603)	(20,000)
Dividends paid	(4,980,000)	-
Net cash flows generated from financing activities	47,725,482	31,083,571
Net change in cash and cash equivalents	(465,258)	2,602,291
Cash and cash equivalents at the beginning of the period	2,764,776	458,753
Cash and cash equivalents at the end of the period	2,299,518	3,061,044
Non-cash transaction:		
Transfer from spare parts to property, plant and equipment.	2,373,413	-


Khalid Bin Mohammed Bin Saad
Albawardi
Chairman


Fawaz Khalid Mohammed
Albawardi
Chief Executive Officer


Mahmoud Abbas Said
Alkurdi
Chief Financial Officer

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

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

1. GENERAL INFORMATION

Bena Steel Industries Company ("the Company") is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration No. 2050023902 issued in Dammam on 31 August 1992 (corresponding to 2 Rabi al Awal 1413H) and its unified number is 7013612366. The registered address of the Company is P.O. Box 112 Dammam 11411, Kingdom of Saudi Arabia.

The principal activities of the Company are production of galvanized metal sheets, ribbed and non-ribbed metal structures and metal sheets, ribbed and non-ribbed aluminum sheets and chromed metal sheets, electro plated steel, silicon steel, as well as aluminum. Pre-painted Corrugated Steel Sheets. Manufacture of ERW pipes & tubes and producing Wheelbarrow . The Company was licensed under industrial license number OLC-24-07-24002075 dated 24 July 2024 which got expired on 24 July 2025. The Company is in the process of renewing the license with the relevant authorities.

The Company has the following branches, which are registered under separate commercial registration numbers:

Commercial registration number	Unified number	Date of issue	Place of issue
2050056369	7009357562	4 September 2007	Dammam
2050142163	7021456608	4 February 2021	Dammam

The results, assets and liabilities of these branches are included in these financial statements.

2. BASIS OF PREPARATION

Statement of compliance

These condensed interim financial statements of the Company for the six months period ended 30 June 2025 have been prepared in accordance with International Accounting Standard ("IAS 34"), "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA).

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2024. In addition, results for the six months period ended June 30, 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

Basis of measurement

These condensed interim financial statements have been prepared on historical cost basis, except as otherwise stated and are presented in Saudi Riyal (SR) which is also the functional currency of the Company.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2024. The Company has not early adopted any other standard, interpretation or amendment that has been issued but not yet effective.

4. APPLICATION OF NEW AND REVISED IFRS

Certain amendments to existing standards became applicable for the current reporting period. These amendments did not have an impact on the condensed interim financial statements of the Company and accordingly, the Company did not have to change its accounting policies or make any retrospective adjustment.

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2025 reporting period and have not been early adopted by the Company. These standards are not expected to have a material impact on the Company in the current or future periods and on foreseeable future transactions.

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

5. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Company's condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of asset or liability affected in future periods.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were consistent with those described in the last annual financial statements.

6. TRADE RECEIVABLES

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Trade receivables - third parties	103,931,118	96,724,847
Trade receivables - related parties (note 9)	11,836,642	8,095,111
	115,767,760	104,819,958
Less: allowance for expected credit losses	(2,322,805)	(2,322,805)
	113,444,955	102,497,153

Trade receivables are unsecured and non-interest bearing. Trade receivables are generally on terms of 30 to 120 days.

An aged analysis of trade receivable as follows:

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
0 - 90 days	83,207,216	72,924,916
91 - 180 days	23,398,397	24,164,844
181 - 365 days	5,436,550	5,651,504
Above 365 days	3,725,597	2,078,694
	115,767,760	104,819,958
Less: allowance for expected credit losses	(2,322,805)	(2,322,805)
	113,444,955	102,497,153

The Company records an allowance for expected credit losses considering various factors including age of the receivable balances.

7. INVENTORIES

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Raw materials	103,195,268	74,050,641
Work in progress	12,547,947	9,615,090
Finished goods	13,716,435	8,434,209
Spare parts	190,393	2,661,838
	129,650,043	94,761,778

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

8. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings and leasehold improvements	Machinery and equipment	Vehicles	Furniture, fixtures and office equipment	Capital work in progress	Total
	SR	SR	SR	SR	SR	SR	SR
Cost:							
At 1 January 2024 (Audited)	23,477,000	35,927,018	60,294,876	2,121,056	4,810,321	3,387,553	130,017,824
Addition	-	118,600	903,762	587,894	264,425	3,687,398	5,562,079
Transfer	-	-	4,717,381	-	-	(4,717,381)	-
Revaluation	6,062,652	-	-	-	-	-	6,062,652
At 31 December 2024 (Audited)	29,539,652	36,045,618	65,916,019	2,708,950	5,074,746	2,357,570	141,642,555
Addition	-	-	3,060	-	58,782	2,438,386	2,500,228
Transfer	-	-	61,541	-	90,225	(151,766)	-
Transfer from spare parts	-	-	2,373,413	-	-	-	2,373,413
At 30 June 2025 (Unaudited)	29,539,652	36,045,618	68,354,033	2,708,950	5,223,753	4,644,190	146,516,196
Accumulated depreciation:							
At 1 January 2024 (Audited)	-	16,801,181	49,839,326	1,663,317	4,334,659	-	72,638,483
Charge for the year	-	1,245,660	2,096,441	244,589	148,154	-	3,734,844
At 31 December 2024 (Audited)	-	18,046,841	51,935,767	1,907,906	4,482,813	-	76,373,327
Charge for the period	-	628,581	1,211,184	137,711	102,267	-	2,079,743
At 30 June 2025 (Unaudited)	-	18,675,422	53,146,951	2,045,617	4,585,080	-	78,453,070
Carrying amount:							
At 30 June 2025 (Unaudited)	29,539,652	17,370,196	15,207,082	663,333	638,673	4,644,190	68,063,126
At 31 December 2024 (Audited)	29,539,652	17,998,777	13,980,252	801,044	591,933	2,357,570	65,269,228

8.1 Capital work in progress mainly represents the costs incurred for the expansion of hangers in factory building, leasehold improvement (renovation works), Software ERP, machinery under installation and base work for machinery. The total unpaid capital commitment as of 30 June 2025 amounted to SR 0.14 million (31 December 2024: SR 1.48 million) (note 15).

8.2 As of 30 June 2025, included within the property, plant and equipment fully depreciated assets with total cost amounting to SR 62.36 million (31 December 2024: SR 61.85 million).

BENA STEEL INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

9. RELATED PARTIES TRANSACTIONS AND BALANCES

The Company entered into transactions with related parties based on terms and conditions approved by the management of the Company.

Name	Relationship
Albawardi Group Holding Company (SCJSC)	Shareholder / Parent Company
M&A Albawardi Company	Affiliate
Albawardi Building Materials Company	Affiliate
Albawardi Tools and Hardware Company	Affiliate
Albawardi Woodwork Industries	Affiliate
Albawardi Grain Terminal Company	Affiliate

(a) Sales to related parties:

	For the six months period ended	
	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
	SR	SR
Albawardi Building Materials Company	52,597,268	51,113,670
Albawardi Tools and Hardware Company	-	169,000
Albawardi Grain Terminal Company	-	146,818

(b) Purchases from related parties:

	For the six months period ended	
	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
	SR	SR
Albawardi Building Materials Company	51,179,195	45,273,458
Albawardi Tools and Hardware Company	-	153,381

(c) Expenses paid by a related party on behalf of the Company:

	For the six months period ended	
	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
	SR	SR
Albawardi Building Materials Company	138,000	1,302,396

(d) Expenses paid by the Company on behalf of a related party:

	For the six months period ended	
	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
	SR	SR
Albawardi Building Materials Company	4,534,702	-

(e) Collections from a related party:

	For the six months period ended	
	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
	SR	SR
Albawardi Building Materials Company	2,285,955	2,078,385

BENA STEEL INDUSTRIES COMPANY
(A SAUD JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

9. RELATED PARTIES TRANSACTIONS AND BALANCES (Continued)

(f) Trade receivables from related parties:

	June 30, 2025 (Unaudited)	31 December, 2024 (audited)
	SR	SR
Albawardi Building Materials Company	11,836,642	8,095,111

Related parties balances bear no interest and are as per the standard credit terms. The Company has determined that balances with related parties are collectible and fully recoverable and that the financial position of the related entities is sound.

(g) Compensation of key management personnel of the Company

Key management includes the Board of Directors (executive and non-executive) and all members of Company's top management. The Compensation of key management for employee services is shown below:

	For the six months period ended	
	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
	SR	SR
Salary and allowances	607,688	678,375
Bonus and commission	140,392	126,593
Employee benefits obligations	49,858	53,917
	797,938	858,885

10. ZAKAT

The movement in the zakat payable is as follows:

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Opening	1,200,000	1,000,000
Charge for the period/ year	425,056	1,593,492
Payment	(1,025,056)	(1,393,492)
Closing	600,000	1,200,000

Zakat charged to profit or loss is as follows:

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Zakat for the period / year	600,000	1,200,000
(Excess)/ under accrual from prior year	(174,944)	1,514
Zakat assessment for the year 2023	-	391,978
	425,056	1,593,492

Status of certificates

The Company has submitted its zakat returns up to the year ended December 31, 2024 and obtained the required certificate.

BENA STEEL INDUSTRIES COMPANY
(A SAUD JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

11. SHARE CAPITAL

As of 30 June 2025, authorized, issued and paid-up capital comprise of 6,000,000 shares of Saudi Riyal 10 each (31 December 2024: 6,000,000 shares of Saudi Riyal 10 each). On 29 November 2023, the Board of Directors recommended to the extraordinary General Assembly to increase the share capital through issuing the bonus shares. This recommendation is subject to the approval of the authorities and the extraordinary General Assembly of shareholders. On 8 May 2024, Saudi Tadawul Group approved the application for listing new securities of a class already listed increase the capital from SR 50,000,000 to SR 60,000,000 through the issuance of bonus shares, on a conditional basis subject to the issuer obtaining the Authority's approval for the capital increase under the applicable rules and regulations. On 13 May 2024, the Capital Market Authority has issued its resolution approving Bena Steel Industries Company's request to increase its capital from SR 50,000,000 to SR 60,000,000 through issuing 1 bonus share for every 5 existing shares owned by the shareholders. The proposed bonus share issuance was approved by Company's shareholders in an Extraordinary General Assembly Meeting held on 17 September, 2024. During the year ended 31 December 2024, bonus shares were distributed, share capital was increased and accordingly all the legal formalities have been finalized.

12. DIVIDENDS

In its meeting held on May 12, 2025 (corresponding to Dhu al-Hijjah 14, 1446 H) the Company's board of directors resolved to distribute dividends to shareholders in the amount of SR 4,980,000 at SR 0.83 per share. The number of shares eligible for dividends is 6,000,000 shares. The ordinary general assembly meeting approved the board of directors' decision to distribute dividends on June 18, 2025 (corresponding to Dhul Hijjah 22, 1446 H).

13. SHORT TERM BORROWINGS

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Short-term loans	144,267,433	84,840,003
Bank overdrafts	-	1,737,653
	144,267,433	86,577,656

These represent borrowing facilities in the form of short-term loans and bank overdrafts obtained from local commercial banks to finance the working capital requirements and bear financial charges on commercial rates prevailing in the market. These loans are guaranteed by signed promissory notes, personal and corporate guarantees.

14. TERM LOAN

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Term loan - current	8,515,385	8,515,385
Term loan - non-current	-	4,257,692
	8,515,385	12,773,077

In 2022, the Company entered into a SR 36.9 million medium term loan facility with a local commercial bank. The facility is repayable in 52 monthly installments commenced from March 2022. The facility carries an interest rate of SIBOR plus a fixed margin. This loan is secured against signed promissory note and personal guarantees.

Term loan requires the maintenance of debt covenants. As at June 30, 2025 and December 31, 2024, none of the conditions require to cause the loan to be payable on demand by the loan agreement.

Following is the repayment schedule of the loan:

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
2025	4,257,693	8,515,385
2026	4,257,692	4,257,692
	8,515,385	12,773,077

BENA STEEL INDUSTRIES COMPANY
(A SAUD JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

15. CONTINGENCIES AND COMMITMENTS

(a) As of June 30, 2025, the Company's outstanding contingencies and commitments are as follows:

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	SR	SR
Letter of credits	43,113,948	28,559,164
Letter of guarantees	69,907,417	56,237,999

(b) As of June 30, 2025, the Company has outstanding capital commitments amounting to SR 0.14 million (December 31, 2024: SR 1.48 million) related to property, plant and equipment.

16. SEGMENTAL REPORTING

The Company operates solely in the Kingdom of Saudi Arabia. For management purposes, the Company is organized into a single business unit based on its single stream of revenue, i.e. sale of steel.

17. EARNINGS PER SHARE

	Six months period ended June 30, 2025 (Unaudited)	2024 (Unaudited)
	SR	SR
Earnings per share attributable to ordinary shareholders	0.16	0.84
Profit for the period	980,653	5,020,413
Weighted average number of shares	6,000,000	6,000,000

The weighted average of shares have been retrospectively adjusted for prior period to reflect the distribution of 1 million bonus shares during the year ended December 31, 2024.

18. SUBSEQUENT EVENTS

There have been no significant subsequent events since the period end that would have a material impact on the financial results of the Company as reflected in these condensed interim financial statements.

19. APPROVAL OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were authorized for issue by the Company's Board of Directors on 28 August 2025 (corresponding to 5 Rabi Al Awwal, 1447H).