UNITED MINING INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

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

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE SHAREHOLDERS OF
UNITED MINING INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed financial statements of United Mining Industries Company, a Saudi Joint Stock Company ("the Company") which comprises the interim condensed statement of financial position as at 30 June 2026 and the related interim condensed statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34"), that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed 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 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 financial statements are not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

For BDO Dr. Mohamed Al-Amri & Co.

Maher Al-Khatieb
Certified Public Accountant
Registration No. 514

د. محمد العمري وشركاه - محاسبون قانونيون
شركة مهنية رقم ٣٢٣/١١/٦٦
س.ت ٤٠٣٠٢٧٥٣٣٠
Jeddah
Certified Public Accountants
Dr. Mohamed Al-Amri & Co.

Jeddah, on 18 Rabi-ul-Awwal 1448 (H)
Corresponding to: 31 August 2026 (G)

UNITED MINING INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026
(EXPRESSED IN ⃁, UNLESS OTHERWISE STATED)

	Note	30 June 2026 Unaudited	31 December 2025 Audited
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	3	**244,076,940**	248,688,714
Right-of-use assets	4.1	**1,503,814**	1,664,779
Intangible assets		**972,767**	1,236,802
Investments at fair value through other comprehensive income (FVTOCI)		**62,005**	61,202
TOTAL NON-CURRENT ASSETS		**246,615,526**	251,651,497
CURRENT ASSETS			
Inventories	5	**59,231,787**	55,631,404
Trade receivables	6	**55,034,486**	46,565,326
Prepayments, advances and other receivables		**9,657,349**	13,269,691
Cash and cash equivalents	7	**17,455,826**	29,611,853
TOTAL CURRENT ASSETS		**141,379,448**	145,078,274
TOTAL ASSETS		**387,994,974**	396,729,771
EQUITY AND LIABILITIES			
EQUITY			
Share capital		**140,000,000**	140,000,000
Discretionary / statutory reserve		**12,409,323**	12,409,323
General reserve		**1,101,707**	1,101,707
Fair value reserve		**22,139**	21,336
Retained earnings		**54,852,488**	45,742,876
TOTAL EQUITY		**208,385,657**	199,275,242
LIABILITIES			
NON-CURRENT LIABILITIES			
Long-term loans	8	**41,282,253**	40,533,952
Lease liability	4.2	**1,233,589**	1,674,063
Employees' benefits obligation		**14,152,358**	13,033,824
Decommissioning obligations		**345,490**	339,059
Deferred tax liabilities	11.3	**1,613,442**	-
TOTAL NON-CURRENT LIABILITIES		**58,627,132**	55,580,898
CURRENT LIABILITIES			
Trade payables and other liabilities	9	**35,580,556**	40,475,900
Current portion of long-term loans	8	**16,655,611**	20,330,775
Current portion of lease liability	4.2	**1,033,830**	516,915
Short-term loans	10	**65,247,022**	79,116,004
Advances from customers		**2,192,694**	870,597
Zakat provision	11.2	**272,472**	563,440
TOTAL CURRENT LIABILITIES		**120,982,185**	141,873,631
TOTAL LIABILITIES		**179,609,317**	197,454,529
TOTAL EQUITY AND LIABILITIES		**387,994,974**	396,729,771

Chairman **Chief Executive Officer** For: **Chief Financial Officer**

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

UNITED MINING INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(EXPRESSED IN ⃁, UNLESS OTHERWISE STATED)

		For the six-month period ended 30 June	
		2026	2025
	Note	Unaudited	Unaudited
Revenue from contracts with customers	14.1	118,328,282	99,267,609
Cost of revenue		(92,140,457)	(72,511,650)
Gross profit		26,187,825	26,755,959
Selling and marketing expenses		(4,171,600)	(3,198,005)
General and administrative expenses		(7,688,283)	(8,173,606)
Allowance for expected credit losses	6.2	(98,199)	(821,545)
Profit from operations		14,229,743	14,562,803
Finance costs		(3,611,045)	(3,091,482)
Other non-operating income / (expenses) - net		405,247	(1,012,666)
Profit before zakat and income tax		11,023,945	10,458,655
Zakat and income tax	11.1	(1,914,333)	(502,060)
Profit for the period		9,109,612	9,956,595
Other comprehensive income for the period			
Item that will not be reclassified subsequently to profit or loss:			
Change in fair value of investment at fair value through other comprehensive income		803	499
Total comprehensive income for the period		9,110,415	9,957,094
Earnings per share			
Basic and diluted earnings per share	15	0.65	0.71
Weighted average number of shares outstanding	15	14,000,000	14,000,000

Chairman

Chief Executive Officer

Chief Financial Officer

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

UNITED MINING INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(EXPRESSED IN ⃁, UNLESS OTHERWISE STATED)

	Share capital	Discretionary / statutory reserve	General reserve	Fair value reserve	Retained earnings	Total equity
As at 1 January 2026 (Audited)	140,000,000	12,409,323	1,101,707	21,336	45,742,876	199,275,242
Profit for the period	-	-	-	-	**9,109,612**	**9,109,612**
Other comprehensive income for the period	-	-	-	**803**	-	**803**
Total comprehensive income for the period	-	-	-	**803**	**9,109,612**	**9,110,415**
Balance as at 30 June 2026 (Unaudited)	**140,000,000**	**12,409,323**	**1,101,707**	**22,139**	**54,852,488**	**208,385,657**

	Note	Share capital	Discretionary / statutory reserve	General reserve	Fair value reserve	Retained earnings	Total equity
As at 1 January 2025 (Audited)		140,000,000	12,409,323	1,101,707	20,270	37,022,922	190,554,222
Profit for the period		-	-	-	-	9,956,595	9,956,595
Other comprehensive income for the period		-	-	-	499	-	499
Total comprehensive income for the period		-	-	-	499	9,956,595	9,957,094
Dividend	12	-	-	-	-	(10,500,000)	(10,500,000)
Balance as at 30 June 2025 (Unaudited)		140,000,000	12,409,323	1,101,707	20,769	36,479,517	190,011,316

Chairman | Chief Executive Officer | for: Chief Financial Officer

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

UNITED MINING INDUSTRIES COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
(EXPRESSED IN ⃁, UNLESS OTHERWISE STATED)

	Note	For the six-month period ended 30 June 2026 Unaudited	For the six-month period ended 30 June 2025 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before zakat and income tax		**11,023,945**	10,458,655
Adjustments for non-cash items:			
Depreciation of property, plant and equipment	3	**9,736,141**	8,165,069
Depreciation of right-of-use assets	4.1	**160,965**	163,995
Amortization of intangible assets		**264,035**	243,298
Provision for employee benefits obligation		**1,011,505**	722,628
Allowance for expected credit losses	6.2	**98,199**	821,545
Allowance for slow-moving of inventories		**(413,677)**	1,436,023
Finance costs		**3,611,045**	3,091,482
Gain on disposal of property, plant and equipment		**-**	(20,000)
		25,492,158	25,082,695
Changes in working capital:			
Inventories		**(3,186,706)**	(3,909,241)
Trade receivables		**(8,567,359)**	11,110,896
Prepayments, advances and other receivables		**5,348,123**	(2,677,546)
Trade payables and other liabilities		**(4,834,671)**	3,893,047
Advances from customers		**1,322,097**	539,033
Cash generated from operations		**15,573,642**	34,038,884
Zakat paid	11.2	**(591,859)**	(1,059,119)
Employee benefits paid		**(237,716)**	(811,436)
Net cash generated from operating activities		**14,744,067**	32,168,329
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		**(6,920,821)**	(25,879,695)
Proceeds from property, plant and equipment		**-**	20,000
Purchase of intangible assets		**-**	(345,185)
Net cash used in investing activities		**(6,920,821)**	(26,204,880)
FINANCING ACTIVITIES			
Proceeds from short-term loans		**48,697,672**	46,644,980
Repayment of short-term loans		**(61,727,035)**	(40,155,482)
Proceeds from long-term loans		**1,730,787**	16,755,279
Repayment of long-term loans		**(5,536,151)**	(17,555,842)
Dividend paid	12	**-**	(10,500,000)
Finance costs paid		**(3,144,546)**	(3,947,050)
Net cash used in financing activities		**(19,979,273)**	(8,758,115)
Net decrease in cash and cash equivalents		**(12,156,027)**	(2,794,666)
Cash and cash equivalents at the beginning of the period		**29,611,853**	11,891,556
Cash and cash equivalents at the end of the period		**17,455,826**	9,096,890
NON-CASH TRANSACTIONS:			
Capitalization of borrowing costs		**-**	589,144
Change in fair value of investment at fair value through other comprehensive income		**803**	499

Chairman	Chief Executive Officer	Chief Financial Officer

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

1. CORPORATE INFORMATION

United Mining Industries Company (the "Company") is a Saudi Joint Stock company registered in the Kingdom of Saudi Arabia under commercial registration no. 4030216779 (Unified number: 7001521447) issued in Jeddah, Saudi Arabia on 5 Muharram 1428H (Corresponding to 24 January 2007G). The registered address of the Company is P.O. Box 127398, Salama District, Jeddah 3889, Kingdom of Saudi Arabia.

The Company is engaged in manufacturing and selling raw materials extracted from mines and mining of gypsum and anhydrite based on the license from the Ministry of Industry and Mineral Resources.

The financial statements include the assets, liabilities, and operations of the head office and its branch, factory of United Mining Industries Company with Commercial Registration No. 4700012262 (Unified Number: 7006204338) issued in Yanbu dated 22 Safar 1431H (Corresponding to 6 November 2010G).

On 22 October 2023, the Company's shares were listed on the secondary capital market "Nomu" with code 9583.

1.1. Acquisition by Knauf International GmbH

On 25 Dhul-Qidah 1447H (Corresponding to 12 May 2026G), Knauf acquired 63.2% of the Company's shareholding, comprising 8,850,669 shares, through a private transaction and became the Company's Controlling Foreign Shareholder. Following the transaction, the Company updated its commercial registration, and the Articles of Association are currently in the process of being updated.

On 7 Moharram 1448H (Corresponding to 22 June 2026G), Knauf announced its firm intention to make a tender offer to acquire up to 100% of the remaining shares of the Company, in accordance with the Merger and Acquisitions Regulations. The tender offer remains subject to the applicable regulatory procedures and the publication of the offer document.

1.2. Geopolitical tensions

During the period, the Gulf region witnessed escalating geopolitical tensions, leading to a significant increase in global oil prices and volatility in regional and global financial markets, as well as disruptions to transportation, shipping, and supply chains in the region.

As of the date of approval of the financial statements, the geopolitical situation remains evolving and unstable, and these developments may have a potential impact on the Company's operations, supply chains, or operating costs in future periods. Management continues to monitor these developments on an ongoing basis and take appropriate action when necessary, however, the financial impact of these developments cannot currently be reliably estimated.

2. BASIS OF PREPARATION AND BASIS OF MEASUREMENT

2.1. Statement of compliance

These interim condensed financial statements have been prepared in accordance with International Accounting Standard 34, “Interim Financial Reporting” (IAS 34) that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

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

2.2. Basis of measurement

These interim condensed financial statements have been prepared on a historical cost basis using the accrual basis of accounting except for financial instruments that have been measured at fair value and for employees’ benefits obligations, Projected Unit Credit Method is used and decommissioning obligations recognised at present value discounted using the prevailing market interest rates. These interim condensed financial statements are presented in Saudi Riyals (“⃁”), which is also the functional currency of the Company. Figures have been rounded off to the nearest Saudi Riyal (“⃁”) unless otherwise stated.

2. BASIS OF PREPARATION AND BASIS OF MEASUREMENT (CONTINUED)

2.2.Basis od measurement (continued)

The methods of computation and accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2025.

2.3. Significant accounting judgments, estimates and assumptions

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

In preparing these interim condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that were applied to the annual financial statements as at and for the year ended 31 December 2025.

2.4. New standards, interpretations and amendments adopted by the Company

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

2.4.1. New standards issued but not yet effective

IFRS 18 – Presentation and Disclosure in Financial Statements

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

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

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

3. PROPERTY, PLANT AND EQUIPMENT

	30 June 2026	31 December 2025
Cost:	**Unaudited**	Audited
Balance at the beginning of the period / year	**490,584,335**	440,228,080
Additions	**5,124,367**	50,404,255
Disposals	**-**	(48,000)
Balance at the end of the period / year	**495,708,702**	490,584,335
Accumulated depreciation:		
Balance at the beginning of the period / year	**241,895,621**	225,254,562
Additions	**9,736,141**	16,689,059
Disposals	**-**	(48,000)
Balance at the end of the period/ year	**251,631,762**	241,895,621
Net book value at the end of the period / year	**244,076,940**	248,688,714

3. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

3.1. The Company's buildings and plant are located in the city of Yanbu with a net book value ⃁ 239.29 million as at 30 June 2026 (31 December 2025: ⃁ 244.04 million). It is constructed on land leased from the Royal Commission for Jubail and Yanbu for 25 years ending on 25 February 2031.

3.2. The Company surrendered its beneficial interest in the insurance policy on its factory as a guarantee against long-term loans.

3.3. Property, plant and equipment are pledged as security against long-term loans. (Refer to note 8).

4. LEASES

4.1. Right-of-use assets

	30 June 2026 Unaudited	31 December 2025 Audited
Cost:		
Balance as at the beginning and end of the period / year	**2,638,567**	2,638,567
Accumulated amortization:		
Balance as at the beginning of the period / year	**973,788**	649,192
Amortization charge	**160,965**	324,596
Balance as at the end of the period / year	**1,134,753**	973,788
Net book value for the period / year	**1,503,814**	1,664,779

4.1.1. The Company leases the land on which the plant is constructed on from the Royal Commission for Jubail and Yanbu. The lease term is 25 years expiring on 25 February 2031.

4.2. Lease liabilities

The movement in lease liabilities for the period / year ended is as follows:

	30 June 2026 Unaudited	31 December 2025 Audited
Balance as at beginning of the period / year	**2,190,978**	2,533,534
Unwinding of discount	**76,441**	174,359
Payment	**-**	(516,915)
Balance at the ending of the period / year	**2,267,419**	2,190,978
Less: current portion of lease liabilities	**(1,033,830)**	(516,915)
Non-current portion of lease liabilities	**1,233,589**	1,674,063

5. INVENTORIES

	30 June 2026 Unaudited	31 December 2025 Audited
Raw material	**31,611,999**	32,762,170
Consumables	**22,759,559**	19,105,077
Finished goods	**12,262,250**	11,579,855
	66,633,808	63,447,102
Less: provision for slow-moving	**(7,402,021)**	(7,815,698)
	59,231,787	55,631,404

5.1. During the six-month period ended 30 June 2026, a reversal of an expense amounting to ⃁ 0.41 million (2025: recognized an expense amounting to ⃁ 1.44 million) was recognized to write down cost of inventory to net realizable value. This was recognized in cost of revenue.

6. TRADE RECEIVABLES

	Note	30 June 2026 Unaudited	31 December 2025 Audited
Trade receivables		**52,227,674**	48,245,501
Due from related parties	16.3	**5,518,272**	933,086
	6.1	**57,745,946**	49,178,587
less: allowance for expected credit losses	6.2	**(2,711,460)**	(2,613,261)
		55,034,486	46,565,326

6.1. Trade receivables are non-interest bearing and are generally on the term of 30 to 180 days.

6.2. Movement in the allowance for expected credit losses is as follows:

	30 June 2026 Unaudited	31 December 2025 Audited
Balance as at beginning of the period / year	**2,613,261**	2,133,229
Charged during the period / year	**98,199**	480,032
Balance as at end of the period / year	**2,711,460**	2,613,261

6.3. The following table provides information about the exposure to credit risk and expected credit losses (ECLs) for trade receivables:

As at 30 June 2026 (Unaudited)	ECL Rate	Exposure	ECL
Current (not past due)	**0.3%**	**41,499,219**	**138,817**
1 - 90 days past due	**0.3%**	**4,849,435**	**16,318**
91 - 180 days past due	**9.6%**	**2,038,164**	**194,890**
181 - 270 days past due	**17.9%**	**1,024,249**	**183,140**
271 - 360 days past due	**30.3%**	**960,567**	**290,949**
More than 360 days past due	**100%**	**1,887,346**	**1,887,346**
		52,258,980	**2,711,460**

As at 31 December 2025 (Audited)	ECL Rate	Exposure	ECL
Current (not past due)	0.3%	33,355,805	84,391
1 - 90 days past due	0.3%	5,286,316	13,340
91 - 180 days past due	5.9%	84,553	4,980
181 - 270 days past due	13.0%	3,813	495
271 - 360 days past due	0%	-	-
More than 360 days past due	100%	2,510,055	2,510,055
		41,240,542	2,613,261

6.4. The trade receivable balance including amount of ⃁ 5.49 million (31 December 2025: ⃁ 7.94 million) represents secured trade receivables that are not subject to credit loss.

7. CASH AND CASH EQUIVALENTS

	Note	30 June 2026 Unaudited	31 December 2025 Audited
Cash in hand		**38,979**	182,236
Cash at bank	7.1	**17,416,847**	29,429,617
		17,455,826	29,611,853

7.1. Cash at bank is held in a current account with commercial banks in Saudi Arabia. Balances in current account bears no interest.

8. LONG-TERM LOANS

	Note	**30 June 2026 Unaudited**	31 December 2025 Audited
Loans from commercial banks	8.1	**8,736,534**	12,541,898
Loans from Saudi Industrial Development Fund (SIDF)	8.2	**50,683,500**	50,683,500
		59,420,034	63,225,398
Add: Accrued borrowing cost		**723,974**	290,116
Less: Prepaid upfront fee		**(2,206,144)**	(2,650,787)
		57,937,864	60,864,727
Less: current portion included in current liabilities		**(16,655,611)**	(20,330,775)
Non - current portion included in non-current liabilities		**41,282,253**	40,533,952

8.1. LOANS FROM COMMERCIAL BANKS

The Company has obtained various long-term financing facilities from commercial banks to meet its working capital requirements and fund the expansion of its gypsum board plant. The key terms and outstanding balances of these facilities as at 30 June 2026 are as follows:

	Note	**30 June 2026 Unaudited**	31 December 2025 Audited
Saudi Awwal Bank (SAB)	8.1.1	**8,736,534**	7,134,792
Arab National Bank (ANB)	8.1.2	**-**	5,407,106
		8,736,534	12,541,898
Add: Accrued borrowing cost		**146,360**	142,034
Total		**8,882,894**	12,683,932

8.1.1. Saudi Awwal Bank (SAB)

The Company has obtained a funded credit facility from Saudi Awwal Bank (SAB) in the form of Islamic Murabaha to finance its working capital requirements and the expansion of its existing gypsum board plant. The facility is secured by promissory notes and is utilized through multiple drawdowns. Each drawdown carries a separate repayment schedule for the period of 6.5 years, with repayments commencing from 28 October 2024 and the final installment due on 07 November 2032. Repayments are made on a semi-annual basis. The facility carries an interest rate of six-month SAIBOR plus a spread of 1.5% per annum, as stipulated in the agreement. The outstanding balance under this facility amounted to ⃁ 8.88 million as at 30 June 2026 (31 December 2025: ⃁ 7.28 million), ⃁ 7.88 million classified as a non-current and ⃁ 1 million classified as a current liability. As at 30 June 2026, the entity has not complied with certain covenants as stipulated in the loan agreement. However, the loan covenants need to be assessed and complied at the end of the year ending 31 December 2026, therefore, ⃁ 7.88 million loan amount is classified as non-current.

8.1.2. Arab National Bank (ANB)

The Company had obtained a funded credit facility from Arab National Bank (ANB) in the form of Islamic Tawarruq to finance its working capital requirements. The facility was secured by the surrendering proceeds from of all risk insurance policy of the factory. Only a single drawdown had been utilized under this facility, with the term commencing on 25 July 2022 and maturing on 30 March 2027. Repayments were made on a quarterly basis. The facility bears an interest rate of three-month SAIBOR plus a spread of 2% per annum as stipulated in the agreement. During the period ended 30 June 2026, the Company has paid full outstanding facility amount; therefore, the outstanding balance under this facility is Nil as at 30 June 2026 (31 December 2025: ⃁ 5.41 million).

8.2. Loans from Saudi Industrial Development Fund (SIDF)

The Company has obtained long-term financing facilities from the SIDF for the establishment of its production facilities as well as to support working capital requirements. The key terms and outstanding balances of these facilities as at 30 June 2026 are as follows:

8. LONG-TERM LOANS (CONTINUED)

8.2. Loans from Saudi Industrial Development Fund (SIDF) (CONTINUED)

8.2.1 During 2025, the Company has obtained long-term financing facilities from the SIDF for the establishment of its production facilities as well as to support working capital requirements a working capital loan from the SIDF for an amount of □ 20.68 million. The Company has paid an upfront fee totaling to ⃁ 1.60 million which was treated as an adjustment to interest cost for valuation of the loan using the EIR method under IFRS 9. The term of the facility is from 14 November 2025 to 31 December 2033. Repayments are made on a semi-annually basis starting from 15 August 2027. The outstanding balance as at 30 June 2026 is ⃁ 19.29 million (31 December 2025: ⃁ 19.09 million), ⃁ 0.17 million classified as a current and □19.12 million classified as a non-current liability. As at 30 June 2026, the entity has complied with all covenants as stipulated in the loan agreement.

8.2.2. During 2025, the Company has obtained a working capital loan from the SIDF for an amount of ⃁ 30 million. The Company has paid an upfront fee totaling to ⃁ 1.15 million which was treated as an adjustment to interest cost for valuation of the loan using the EIR method under IFRS 9. The term of the facility is from 14 November 2025 to 8 November 2027. Repayments are made on a quarterly basis starting from 13 November 2026. The outstanding balance as at 30 June 2026 was ⃁ 29.76 million (31 December 2025: ⃁ 29.09 million), ⃁ 15.48 million classified as a current and ⃁ 14.28 million classified as a non-current liability. As at 30 June 2026, the entity has complied with all covenants as stipulated in the loan agreement.

8.3. The maturity schedule for long-term loans as at 30 June 2026 and 31 December 2025 is as follows:

	30 June 2026	31 December 2025
	Unaudited	Audited
Less than one year	**16,655,611**	20,330,775
More than one year and less than five years	**39,446,128**	31,461,002
More than five years	**1,836,125**	9,072,950
	57,937,864	60,864,727

9. TRADE PAYABLES AND OTHER LIABILITIES

	Note	**30 June 2026**	31 December 2025
		Unaudited	Audited
Trade payables		**27,694,053**	33,993,075
Due to related parties	16.4	**484,361**	297,315
Accrued expenses		**6,132,382**	5,720,782
Others		**1,269,760**	464,728
		35,580,556	40,475,900

10. SHORT-TERM LOANS

The Company has funded credit facilities with local banks and Saudi EXIM bank in Saudi Riyals in the form of Islamic Murabaha and short-term Tawarruq for financing working capital and export financing. These facilities are secured by corporate promissory notes to the order of the banks. These credit facilities carry finance costs at prevailing market rates based on SAIBOR plus a fixed margin. The management intends to roll over short-term loans as they become due.

11. PROVISION FOR ZAKAT AND INCOME TAX

11.1 Amount recognized in statement of profit or loss and other comprehensive income:

	Note	2026	2025
Zakat expense			
Current period		**226,264**	133,688
Prior period charge		**74,627**	368,372
Total zakat expense		**300,891**	502,060
Income tax expense			
Deferred tax impact	11.3	**1,613,442**	-
Total income tax expense		**1,613,442**	-
Total zakat and income tax		**1,914,333**	502,060

11.2 The movements in provision for zakat and income tax were as follows:

	Note	For the period ended 30 June 2026		
		Zakat	**Income tax**	**Total**
Balance at the beginning of the period		**563,440**	**-**	**563,440**
Provided during the period	11.1	**300,891**	**-**	**300,891**
Payments during the period		**(591,859)**	**-**	**(591,859)**
Balance at the end of the period		**272,472**	**-**	**272,472**

	For the period ended 31 December 2025		
	Zakat	Income tax	Total
Balance at the beginning of the year	690,747	-	690,747
Provided during the year	1,307,483	-	1,307,483
Payments during the year	(1,434,790)	-	(1,434,790)
Balance at the end of the year	563,440	-	563,440

11.3 The deferred tax liabilities in the interim condensed statement of financial position and movement thereof in the interim condensed statement of profit or loss and other comprehensive income are attributable to the following items:

2026	**Balance at the beginning of the period**	**Charged / (reversal)**	**OCI**	**Balance at the end of the period**
Property, plant and equipment and intangible assets	**-**	**5,766,550**	**-**	**5,766,550**
Right-of-use assets	**-**	**190,139**	**-**	**190,139**
Allowance for expected credit losses	**-**	**(342,832)**	**-**	**(342,832)**
Provision for slow-moving	**-**	**(935,897)**	**-**	**(935,897)**
Employees' benefit liabilities	**-**	**(1,789,396)**	**-**	**(1,789,396)**
Lease liabilities	**-**	**(286,688)**	**-**	**(286,688)**
Decommissioning obligations	**-**	**(43,682)**	**-**	**(43,682)**
Unused tax losses	**-**	**(944,752)**		**(944,752)**
	-	**1,613,442**	**-**	**1,613,442**

11.4 Status of zakat assessments

The Company has finalized its zakat status up to 2017. The Company submitted its zakat returns for the years from 2018 until 2025 and obtained the zakat certificates and those years are still under review by ZATCA. The Company received the final assessment relating to 2024 on 10 June 2026 amounting to ⃁ 0.07 million from ZATCA which the Company paid in full during the current period.

The Company received zakat, VAT and withholding tax requirements from ZATCA in relation to the 2025 assessment, however, no initial assessment has been received from ZATCA to date.

12. DIVIDENDS

On 26 March 2025, the Board of Directors, authorized by the General Assembly, approved interim dividends of ⃁ 10.5 million (⃁ 0.75 per share) which was paid in period ended 30 June 2025.

13. CONTINGENCIES AND COMMITMENTS

13.1. Contingencies

The Company is contingently liable for bank guarantees issued in the normal course of business amounting to ⃁ 0.85 million as at 30 June 2026 (31 December 2025: ⃁ 0.64 million).

13.2. Commitments

There were no commitments as at 30 June 2026 (31 December 2025: Nil).

14. REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers represents sales and delivery of gypsum products and cement boards. Revenue from contracts with customers is recognized at a point in time when the goods are delivered to the customers.

14.1. Disaggregated revenue information

	For the six-month period ended 30 June	
	2026	2025
	Unaudited	Unaudited
Product type		
Gypsum boards and gypsum powder	**77,557,965**	62,303,674
Cement boards	**31,822,250**	28,901,448
Others*	**8,948,067**	8,062,487
Total revenue from contracts with customers	**118,328,282**	99,267,609

* Others include transportation revenue amounting to ⃁ 6.64 million (2025: ⃁ 5.26 million).

Geographical markets		
Local sales	**56,682,769**	53,872,574
Export sales	**61,645,513**	45,395,035
Total revenue from contracts with customers	**118,328,282**	99,267,609

15. EARNINGS PER SHARE

Basic and diluted earnings per share is calculated by dividing net profit for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. There was no dilutive component affecting the weighted average number of ordinary shares.

16. RELATED PARTY 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 include the shareholders and their affiliates and key management personnel.

The Company transacts a significant part of its business with related parties. Terms and conditions of these transactions are approved by the Company's management.

16. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

During the period, the Company transacted with the following related parties:

Name	Relationship
Factory of USG Middle East Ltd. Co.	Affiliate
Al Rashed Wood Product Factory	Common key management personnel
Masdar Building Materials	Common key management personnel
Rashed Abdulrahman Al Rashed & Sons	Common key management personnel
Al Rashed Tires Company	Common key management personnel
Al Rashed Cement Company	Common key management personnel
Board of directors	Board members
Executive management	Executive employees

16.1. The significant related parties' transactions for the period ended 30 June 2026 and balances arising there-from are as follows:

		For the six-month period ended 30 June	
		Unaudited	
Name of related parties	**Nature of transactions**	**2026**	2025
Factory of USG Middle East Ltd. Co.	Sales	**2,424,803**	-
	Purchases	**6,904**	-
Al Rashed Wood Products Factory	Sales	**405,419**	1,155,074
Masdar Building Materials	Sales	**1,602,754**	1,632,604
Al Rashed Tires Company	Purchases	**4,860**	69,611
Al Rashed Cement Company	Purchases	**849,187**	676,679

16.2. Remunerations of key management personnel

The remunerations of directors and other members of key management personnel during the period was as follows:

	For the six-month period ended 30 June	
	2026	2025
	Unaudited	Unaudited
Short term employee benefits	**3,093,247**	2,951,492
Employees' benefits obligation	**3,340,781**	3,489,796
Total remuneration of key management personnel	**6,434,028**	6,441,288

16.3. Due from related parties

Due from related parties is comprised of balance as follows:

	Note	30 June 2026 Unaudited	31 December 2025 Audited
Factory of USG Middle East Ltd. Co.		**4,508,736**	-
Al Rashed Wood Products Factory		**453,437**	362,230
Masdar Building Materials		**556,099**	570,856
	16.3.1	**5,518,272**	933,086

16.3.1. As at 30 June 2026, the balance of due from related parties is included in trade receivables (Refer to note 6).

16. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

16.4. Due to related parties

Due to related parties is comprised of balance as follows:

	Note	30 June 2026 Unaudited	31 December 2025 Audited
Factory of USG Middle East Ltd. Co.		**7,940**	-
Al Rashed Wood Products Factory		**2,400**	2,400
Rashed Abdulrahman Al Rashed & Sons		**-**	10,396
Al Rashed Cement Company		**474,021**	284,519
	16.4.1	**484,361**	297,315

16.4.1. As at 30 June 2026, the balance of due to related parties is included in trade payables and other liabilities (Refer to note 9).

17. OPERATING SEGMENTS

The Company is divided into business segments according to the nature of their products and services for the purpose of managing them.

The following is a summary of some of the financial information by business segments as at and for the six-month period ended 30 June 2026 and for the year ended 31 December 2025, which have been summarized by business segments mentioned above:

17.1. Financial information by business segments as at and for the six-month period then ended 30 June 2026:

For the six-month period ended 30 June 2026 (Unaudited):

	Gypsum products	Cement products	Others	Total
Revenue	**77,557,965**	**31,822,250**	**8,948,067**	**118,328,282**
Cost of revenue	**(58,941,045)**	**(25,114,479)**	**(8,084,933)**	**(92,140,457)**
Expenses	**(12,053,902)**	**(5,024,311)**	**-**	**(17,078,213)**
Net profit	**6,563,018**	**1,683,460**	**863,134**	**9,109,612**
Capital expenditure	**2,042,803**	**2,841,917**	**239,647**	**5,124,367**

As at 30 June 2026 (Unaudited):

	Gypsum products	Cement products	Others	Total
Total assets	**278,661,252**	**102,472,695**	**6,861,027**	**387,994,974**
Total liabilities	**132,538,623**	**47,070,694**	**-**	**179,609,317**

17.2. Financial information by business segments as at 31 December 2025 and for the six-month period then ended 30 June 2025:

For the six-month period ended 30 June 2025 (Unaudited):

	Gypsum products	Cement products	Others	Total
Revenue	62,303,674	28,901,448	8,062,487	99,267,609
Cost of revenue	(46,368,402)	(19,816,304)	(6,326,944)	(72,511,650)
Expenses	(10,736,817)	(5,062,339)	(1,000,208)	(16,799,364)
Net profit	5,198,455	4,022,805	735,335	9,956,595
Capital expenditure	43,156,724	-	239,836	43,396,560

As at 31 December 2025 (Audited):

	Gypsum products	Cement products	Others	Total
Total assets	263,197,642	99,756,602	33,775,527	396,729,771
Total liabilities	136,243,625	61,210,904	-	197,454,529

17. OPERATING SEGMENTS (CONTINUED)

17.3. Geographical segments:

The Company's factory is located in the city of Yanbu in the Kingdom of Saudi Arabia and the Company conducts its business in the Kingdom of Saudi Arabia.

18. FAIR VALUE MEASUREMENT

The Company’s financial assets consist of cash and bank balances, trade receivables and investment designated at fair value through other comprehensive income. Its financial liabilities consist of trade payables and other liabilities, long-term loans and short-term loans. The fair values of the financial instruments are not materially different from their carrying amounts.

19. EVENTS AFTER THE REPORTING DATE

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

20. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and for better presentation.

21. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements of the Company were approved by the Company’s Board of Directors on 13 Rabi-ul-Awwal 1448H (Corresponding to 26 August 2026G).