

AL OBEIKAN GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025
WITH THE INDEPENDENT AUDITOR'S REVIEW REPORT

AL OBEIKAN GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

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

TO THE SHAREHOLDERS OF AL OBEIKAN GLASS COMPANY
(A Saudi Joint Stock Company)

INTRODUCTION

We have reviewed the accompanying interim condensed consolidated statement of financial position of **Al Obeikan Glass Company** (the "Company") and its subsidiary (the "Group") as at 30 June 2025 and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended, and the related interim condensed consolidated statements of changes in equity and cash flows for the six-month period ended 30 June 2025, and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 – "Interim Financial Reporting" ("IAS 34") 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 Engagement 2410, "Review of 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.

OTHER MATTER

The interim condensed consolidated financial statements of the Company for the six-month period ended 30 June 2024 were reviewed by another auditor who had expressed an unqualified conclusion thereon vide his report dated 27 August 2024 (corresponding to 23 Safar 1446H). In addition, the Company's consolidated financial statements for the year ended 31 December 2024 were also audited by another auditor who expressed an unmodified opinion in his report dated 9 April 2025 (corresponding to 11 Shawwal 1446H). Furthermore, the three-month period ended 30 June 2024 figures were neither reviewed nor audited and presented for comparative purposes only.

For PKF Al Bassam
Chartered Accountants



Ahmed A. Mohandis
Certified Public Accountant
License No. (477)
Jeddah: 19 Safar 1447H
Corresponding to: 13 August 2025



AL OBEIKAN GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(UNAUDITED)**


As of 30 June 2025

(All amounts in Saudi Riyals, unless otherwise stated)

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
	Note		
<u>Assets</u>			
Non-current assets			
Property, plant and equipment	4	422,571,608	420,112,942
Right-of-use assets	5	20,097,733	20,914,754
Financial asset at fair value through other comprehensive income		117,854	117,854
Total non-current assets		442,787,195	441,145,550
Current assets			
Inventories		44,723,039	50,595,045
Trade receivables	6	151,776,502	115,906,060
Prepayments and other receivables	7	51,646,807	58,717,099
Cash and cash equivalents	8	54,401,117	34,057,670
Total current assets		302,547,465	259,275,874
Total assets		745,334,660	700,421,424
<u>Shareholders' equity and liabilities</u>			
Shareholders' equity			
Share capital	11	320,000,000	320,000,000
Treasury shares	9	(757,204)	(1,028,256)
Statutory reserve	18	-	43,628,927
Fair value reserve		(2,337,990)	(2,337,990)
Retained earnings		238,270,378	176,279,349
Equity attributable to shareholders of the Company		555,175,184	536,542,030
Non-controlling interests		17,494,840	20,695,358
Total equity		572,670,024	557,237,388
<u>Liabilities</u>			
Non-current liabilities			
Long term loans	12	2,664,110	2,753,657
Lease liabilities - non-current portion	5	21,454,280	21,541,035
Employee end of service benefits		23,203,985	21,610,695
Total non-current liabilities		47,322,375	45,905,387
Current liabilities			
Loans and borrowings	12	81,332,668	57,297,924
Lease liabilities— current portion	5	710,513	2,105,416
Trade payables	13	23,567,537	16,026,123
Accrued and other liabilities		18,636,270	18,326,022
Zakat Provision	15	1,095,273	3,523,164
Total current liabilities		125,342,261	97,278,649
Total liabilities		172,664,636	143,184,036
Total equity and liabilities		745,334,660	700,421,424



Chief Financial Officer



Chief Executive Officer




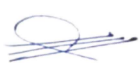
Chairman

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDING 30 JUNE 2025
(All amounts in Saudi Riyals, unless otherwise stated)

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2025 (Unaudited)	2024 (Unaudited) (Unreviewed)	2025 (Unaudited)	2024 (Unaudited)
Revenue		89,139,117	82,865,487	174,163,589	167,132,253
Cost of revenue		(58,106,024)	(50,480,570)	(116,560,473)	(107,259,032)
Gross profit		31,033,093	32,384,917	57,603,116	59,873,221
Other operating income		901,307	3,136,099	1,708,479	4,216,760
Selling and distributing expenses		(10,421,183)	(10,775,025)	(21,066,173)	(19,903,662)
General and administrative expenses		(8,200,812)	(11,415,811)	(16,814,214)	(19,238,724)
Net movement on expected credit loss on trade and other receivables		-	876,375	(1,196,036)	876,375
Operating profit		13,312,405	14,206,555	20,235,172	25,823,970
Finance cost		(1,553,994)	(1,169,612)	(2,551,057)	(2,270,758)
Finance income		-	447,417	-	447,417
Net profit for the period before zakat		11,758,411	13,484,360	17,684,115	24,000,629
Zakat expense	15	(900,000)	(2,151,895)	(2,039,041)	(3,051,895)
Net profit for the period		10,858,411	11,332,465	15,645,074	20,948,734
Other comprehensive income:					
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Equity investments at FVOCI – Change in fair value		-	3,613,410	-	3,613,410
Total comprehensive income for the period		10,858,411	14,945,875	15,645,074	24,562,144
Profit / (loss) for the period attributable to:					
Shareholders of the Company		12,713,943	12,481,417	18,845,592	23,073,250
Non-controlling interests		(1,855,532)	(1,148,952)	(3,200,518)	(2,124,516)
		10,858,411	11,332,465	15,645,074	20,948,734
Total comprehensive income / (loss) for the period attributable to:					
Shareholders of the Company		12,713,943	16,094,827	18,845,592	26,686,660
Non-controlling interests		(1,855,532)	(1,148,952)	(3,200,518)	(2,124,516)
		10,858,411	14,945,875	15,645,074	24,562,144
Earnings per share:					
Basic and diluted earnings per share (SR)	16	0.40	0.39	0.59	0.72


Chief Financial Officer


Chief Executive Officer


Chairman

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

AL OBEIKAN GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

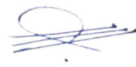
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(All amounts in Saudi Riyals, unless otherwise stated)

	Share capital	Statutory reserve	Fair value reserve	Treasury shares	Retained earnings	Equity attributable to the shareholders of the Company	Non-controlling interests	Total equity
For the six-month period ended 30 June 2025:								
Balance at 31 December 2024 (Audited)	320,000,000	43,628,927	(2,337,990)	(1,028,256)	176,279,349	536,542,030	20,695,358	557,237,388
Total comprehensive income for the period								
Profit / (loss) for the period	-	-	-	-	18,845,592	18,845,592	(3,200,518)	15,645,074
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	-	-	-	18,845,592	18,845,592	(3,200,518)	15,645,074
Net movement of treasury shares	-	-	-	271,052	-	271,052	-	271,052
Loss on treasury shares	-	-	-	-	(483,490)	(483,490)	-	(483,490)
	-	-	-	271,052	(483,490)	(212,438)	-	(212,438)
Transfer of statutory reserve – (note 18)	-	(43,628,927)	-	-	43,628,927	-	-	-
Balance as of 30 June 2025 (Unaudited)	320,000,000	-	(2,337,990)	(757,204)	238,270,378	555,175,184	17,494,840	572,670,024
For the six-month period ended 30 June 2024:								
Balance at 31 December 2023 (Audited)	320,000,000	43,628,927	(486,185)	-	238,849,523	601,992,265	25,567,764	627,560,029
Total comprehensive income for the period								
Profit / (loss) for the period	-	-	-	-	23,073,250	23,073,250	(2,124,516)	20,948,734
Other comprehensive income	-	-	3,613,410	-	-	3,613,410	-	3,613,410
Total comprehensive income / (loss) for the period	-	-	3,613,410	-	23,073,250	26,686,660	(2,124,516)	24,562,144
Dividends	-	-	-	-	(64,000,000)	(64,000,000)	-	(64,000,000)
Balance as of 30 June 2024 (Unaudited)	320,000,000	43,628,927	3,127,225	-	197,922,773	564,678,925	23,443,248	588,122,173



Chief Financial Officer



Chief Executive Officer



Chairman

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

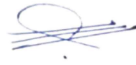
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDING 30 JUNE 2025

(All amounts in Saudi Riyals, unless otherwise stated)

	Note	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
<u>OPERATING ACTIVITIES</u>			
Net profit for the period before zakat		17,684,115	24,000,629
Adjustments:			
Depreciation on property, plant and equipment	4	21,785,341	19,440,314
Amortization on right-of-use assets	5	817,021	567,306
Net movement on expected credit loss on trade and other receivables		1,196,036	(876,375)
Finance costs		1,891,102	1,640,650
Finance costs on lease liabilities		659,955	630,108
Finance income		-	(447,417)
Provision for employee end of service benefits		1,909,828	1,180,279
		45,943,398	46,135,494
<u>Changes in operating assets and liabilities</u>			
Inventories		5,872,006	(11,395,806)
Trade receivables		(16,958,630)	(21,123,669)
Prepayments and other receivables		(1,501,147)	(9,539,051)
Due from related parties		(11,536,409)	(4,835,128)
Due to related parties		(1,378,155)	815
Trade payables		8,919,569	17,690,586
Accrued and other liabilities		128,626	2,144,951
Cash generated from operating activities		29,489,258	19,078,192
Finance cost paid		(1,709,480)	(283,918)
Finance income received		-	447,417
Zakat payment		(4,466,932)	(5,935,524)
Employee end of service benefits paid		(316,538)	(156,955)
Net cash generated from operating activities		22,996,308	13,149,212
<u>INVESTING ACTIVITIES</u>			
Purchase of property, plant and equipment	4	(24,244,007)	(42,776,575)
Net cash used in investing activities		(24,244,007)	(42,776,575)
<u>FINANCING ACTIVITIES</u>			
Receipts from loans and borrowings	12	65,976,987	40,436,628
Repayments of loans and borrowings	12	(42,031,790)	(6,159,375)
Net movement in treasury shares		(212,438)	-
Repayment of lease liabilities		(2,141,613)	-
Dividends paid		-	(64,000,000)
Net cash generated from / (used in) financing activities		21,591,146	(29,722,747)
Net change in cash and cash equivalents balance		20,343,447	(59,350,110)
Cash and cash equivalents at the beginning of the period		34,057,670	82,839,192
Cash and cash equivalents at the end of the period	8	54,401,117	23,489,082



Chief Financial Officer



Chief Executive Officer



Abdallah (Aug 13, 2025 17:25:47 GMT+3)

Chairman

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

AL OBEIKAN GLASS COMPANY
(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**
(All amounts in Saudi Riyals, unless otherwise stated)

1. GENERAL

Al Obeikan Glass Company (the “Company” or the “Parent Company”) is a Saudi joint stock Company formed pursuant to the Ministerial Resolution No. 224/Q dated 27 Shaban 1428H (corresponding to 9 September 2007) and registered in Riyadh under commercial registration No 1010241520 and unified number 7013334276 dated 30 Dhul-Qadah 1428H (corresponding to 10 December 2007). The Company started its commercial activity on 1 July 2011.

The Company is engaged in the wholesale of chemicals and the wholesale and retail sale of glass panels. The Company also carries out its activities through the branch registered with Commercial Register No. 4700010945 dated 9 Jumada Al-Ula 1429H (corresponding to May 14, 2008) issued in Yanbu city. The branch’s activity is represented in the operation of quarries, sand or gravel mines, including crushers, and the manufacturing of insulating glass used in construction.

On 2 Shaban 1442H (corresponding to March 15, 2021), the Board of Directors of Obeikan Glass Company decided to recommend to the General Assembly of the Company’s shareholders the registration and direct listing of the Company’s shares in the Parallel Market “Nomu”, after obtaining the necessary approvals from the Saudi Capital Market Authority and the Saudi Exchange Company “Tadawul”. Based on the Extraordinary General Assembly meeting held on Shaaban 19, 1442H (corresponding to April 1, 2021), the General Assembly voted unanimously and with 100% attendance on the registration and direct listing of the Company’s shares in Nomu. The Company obtained the approval of the Saudi Capital Market Authority on request of direct listing of the Company’s shares in the Nomu on 26 Dhu al-Qa’dah 1442H (corresponding to July 6, 2021) and obtained the Authority’s approval of the request to register the Company’s shares in Nomu on 26 Rabi’ al-Akhir 1443H (corresponding to 1 December 2021).

On Jumada Al-Akhir 1443H (corresponding to January 17, 2022), the Registration Document was published and announced by the financial advisor on the Tadawul to make it available to qualified investors during the specified period in accordance with The Rules on the Offer of Securities and Continuing Obligations. Tadawul has announced that the shares of the Company have been listed ready for trading in the Nomu starting on Rajab 6, 1443H (corresponding to February 7, 2022) as a direct listing with Tadawul ISIN 9531.

Subsequent to the period ended 30 June 2025, in reference to the approval of Saudi Tadawul Group on Obeikan Glass Company request for transition from the Parallel Market to the Main Market which was issued on 29 June 2025 (corresponding to 04 Muharram 1447H), Obeikan Glass Company announces the publication of the transfer document for the process of transferring the Company’s shares from the Parallel Market to the Main Market, with a capital of 320,000,000 Saudi Riyals and a total of 32,000,000 shares. The Saudi Exchange announces that the listing and trading of Obeikan Glass Co. shares in the Main Market will commence on Monday dated 21 July 2025 (corresponding to 26 Muharram 1447H) with the symbol (4145) in the sector (Capital Goods), and the daily fluctuation limits of the share price will be 10%.

The registered address of the Company is P.O. Box 62807, Riyadh 11595, Kingdom of Saudi Arabia. The Company’s branch is located in Industrial Yanbu at Light Industrial Area.

This accompanying interim condensed consolidated financial statements comprise the condensed financial statements of Parent Company and its subsidiary (as mentioned below), collectively referred to as the “Group”.

Details of the subsidiary is as follows:

Name of Subsidiary	Country of Incorporation	Principal business activity	Effective Ownership Interest	
			30 June 2025	31 December 2024
Al Misbak Al Saoudi Lassab Al Alam Company	Saudi Arabia	Manufacturing	60%	60%

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)**

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts in Saudi Riyals, unless otherwise stated)

1. GENERAL (CONTINUED)

On 24 October 2023, the Group owns 60% shareholding through establishment of Al Misbak Al Saoudi Lassab Al Alam Company based in Al-Madinah Al-Munawarah, Kingdom of Saudi Arabia. The principal activity of the Company includes the casting of non-ferrous metals, the production of metal shapes directly from powder, the manufacturing of metal patterns, fluid bumps, automotive spare parts and the military equipment.

2. BASIS OF PREPARATION

2/1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with the International Accounting Standards (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") (collectively referred to as "IFRS as endorsed in KSA") and should be read in conjunction with the Group's last annual financial statements as at and for the year ended 31 December 2024 ("last annual financial statements").

These interim condensed consolidated financial statements do not include all the information and disclosures required to prepare a complete set of consolidated financial statements in accordance with the International Financial Reporting Standards adopted in the Kingdom of Saudi Arabia. However, selected accounting policies and explanatory notes have been included to explain the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the last annual financial statements.

2/2 Basis of measurement

These interim condensed consolidated financial statements have been prepared on the basis of the historical cost basis, except for the following major items included in the condensed consolidated statement of financial position:

- Investments in equity instruments are measured at fair value through other comprehensive income (FVOCI).
- Employees' end-of service benefits obligations are recognized at the present value of the future obligations using the projected unit credit method.

2/3 Basis of consolidation

These interim condensed consolidated financial statements comprising the consolidated statements of financial position, consolidated statement of profit or loss and other comprehensive income, changes in equity, cash flows, and notes to the consolidated financial statements of the Group, which comprise the assets, liabilities, and results of operations of the Company and its subsidiary as set out in Note (1). The Company and its subsidiary are referred to collectively as "the Group". Subsidiaries are companies that the Group controls. Subsidiaries are consolidated from the date control is acquired and until control ceases to be exercised. The Group accounts for business combinations using the acquisition method when control transferred to the Group. The cost of acquisition is measured at the fair value of the identifiable assets acquired and the fair value of the previously existing equity interest in the subsidiary. Any excess of the cost of acquisition over the fair value of non-controlling interests is registered as goodwill in the consolidated statement of financial position. Non-controlling interests are measured at their share of the net assets of the owned Company at the date of establishment. If a business combination is achieved in stages, then the carrying amount at the date of acquisition of previously held interests in the acquired Company is remeasured at fair value at the date of acquisition and any resulting profits or losses are recognized in consolidated statement of profit or loss. All transactions and balances, as well as unrealized income and expenses resulting from transactions between Group companies are disposed

The accounting policies of subsidiaries are adjusted when necessary to ensure their compliance with the policies followed by the Group. The Company and its subsidiaries have the same reporting periods.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025**
(All amounts in Saudi Riyals, unless otherwise stated)

2. BASIS OF PREPARATION (CONTINUED)

The interim condensed consolidated financial statements are prepared under the historical cost convention using the accruals basis of accounting and going concern concept, unless otherwise stated.

2/4 Functional and presentation currency

These interim condensed consolidated financial statements are presented in Saudi Arabian Riyals (SR), which is the Company's functional currency and presentation currency. All financial information presented in SR has been rounded off to the nearest Saudi Arabian Riyals, unless otherwise stated.

2/5 Significant accounting judgements, estimates and assumptions

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

The Group based its assumptions and estimates on parameters available when the interim condensed consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

The significant judgments exercised in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements for the year ended 31 December 2024.

2/6 Going concern

The management assessed the Company's ability to continue as going concern basis, and concluded that the Company has the necessary resources to continue operating for the foreseeable future. In addition, the management did not notice any significant cases of uncertainty that might question the Company's ability to continue as an existing entity, and therefore the interim condensed consolidated financial statements were prepared on the basis of going concern.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied in these interim condensed consolidated financial statements are in accordance with the International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia and other standards and publications issued by the Saudi Organization for Chartered and Professional Accountants, and they are the same policies applied in the annual consolidated financial statements of the Company for the year ending 31 December 2024.

The principal accounting policies applied in the preparation of these interim condensed consolidated financial statements have been consistently applied to the annual consolidated financial statements of the Company for the year ending 31 December 2024.

3/1 New Standards, Amendments, and Interpretations

New standards and amendments to standards effective from 1 January 2025, have been issued and disclosed in the annual consolidated financial statements, but they do not have a material impact on the Company's interim condensed consolidated financial statements.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)**

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts in Saudi Riyals, unless otherwise stated)

4. PROPERTY, PLANT AND EQUIPMENT

a) The following is a statement of the net book value of property, plant and equipment:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Property, plant and equipment	946,823,448	822,960,228
Work in progress	25,080,910	124,700,123
Accumulated depreciation	(549,332,750)	(527,522,412)
Disposals during the period / year	-	(24,997)
Net carrying amount	422,571,608	420,112,942

b) The above property, plant and equipment are built on land leased from the Royal Commission for Jubail and Yanbu under a contract with the Royal Commission from 30 August 2008, until 30 August 2042, and the contract can be renewed for an additional period or periods of years under the terms and conditions that may be agreed upon between the two parties. The Company has obtained a quotation for the estimated cost of dismantling and restoring the site. Following an assessment of the obligation, management has concluded that the potential provision is immaterial to the financial statements and, therefore, no provision has been recognized.

c) Property, plant and equipment related to Al Misbak Al Saoudi Lassab Al Alam Company are pledged for the benefit of the SIDF (Note 12).1427H, under an annual lease. The lease is renewable for a similar period with the same terms or other conditions as agreed upon by the concerned parties.

d) Capital work in progress represents the following projects:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Plant maintenance	10,252,062	32,212,609
New machinery & equipment	8,619,129	33,739,605
Electrical equipment & work	1,985,126	5,971,768
Building improvement	1,271,583	2,124,001
Solar project-pv glass KSA	1,177,752	1,177,752
Float second line project	1,060,066	50,000
Silica sand mine in Taymmaa Mi	471,211	383,260
Tools & supplies	126,785	580,467
Furniture & fixtures	62,100	257,804
Lab equipment	35,000	667,269
New equipment	11,256	548,251
Offline cutting machine	8,840	-
Store & spares	-	350
New building	-	37,156,717
Software implementation	-	9,830,270
	25,080,910	124,700,123

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(UNAUDITED)**

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2025

(All amounts in Saudi Riyals, unless otherwise stated)

5. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

The Group has lease contracts (lease as a lessee) for leasehold land. Leasehold land has lease term of 36 years. The Group also has certain leases for apartments and sales offices with lease terms of 12 months or less and with low value. The Group applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

a) Right-of-use-assets:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at beginning of period / year	20,914,754	22,150,759
Amortization charge for the period / year	(817,021)	(1,236,005)
Balance at ending of period / year	20,097,733	20,914,754

b) Lease liabilities:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at beginning of the period / year	23,646,451	24,487,253
Interest for the period / year	659,955	1,300,812
Payments during the period / year	(2,141,613)	(2,141,614)
Balance at end of period / year	22,164,793	23,646,451

Lease liabilities are presented in the interim condensed consolidated statement of financial position as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Non-current portion of lease liabilities	21,454,280	21,541,035
Current portion of lease liabilities	710,513	2,105,416
	22,164,793	23,646,451

6. TRADE RECEIVABLES

a) Trade receivables comprise of the following:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Trade receivable from related parties (note 10)	102,626,198	80,955,399
Other trade receivables	55,172,462	38,213,832
	157,798,660	119,169,231
Less: Allowance for expected credit loss (see below)	(6,022,158)	(3,263,171)
	151,776,502	115,906,060

b) Expected credit loss:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at beginning of the period / year	3,263,171	4,237,396
Charge / (reversal) during the period / year	2,758,987	(878,241)
Write off during the period / year	-	(95,984)
Balance at end of period / year	6,022,158	3,263,171

Subsequent to the reporting date, the Company collected SR 22.25 million (31 December 2024: SR 28.84 million) from trade receivables and SR 12 million (31 December 2024: SR 2.08 million) from a related party. Furthermore, the Company maintains an export credit insurance policy covering its receivables from international customers.

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7. PREPAYMENTS AND OTHER RECEIVABLES

Prepayments and other receivables comprise of the following

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Prepayments and other receivables from related parties (note 10)	40,702,016	50,836,406
Prepayments and other receivables	38,881,840	37,380,693
Allowance for impairment loss (see below)	(27,937,049)	(29,500,000)
	51,646,807	58,717,099
Expected credit loss:		
Balance at beginning of the period / year	29,500,000	-
Provided during the period / year	-	29,500,000
Reversal during the period / year	(1,562,951)	-
Balance at end of the period / year	27,937,049	29,500,000

Subsequent to the reporting date, the Company collected SR 5 million (31 December 2024: SR 5.95 million) from a related party.

8. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise of the following:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cash in hand	12,213	3,088
Cash at bank	53,530,330	32,983,570
Demand deposit (note 8.1)	858,574	1,071,012
	54,401,117	34,057,670

8.1 This amount relates to balance held with Al Rajhi capital and is redeemable on demand (note 9).

9. TREASURY SHARES

On 4 April 2024 (corresponding to 25 Ramadan 1445H), the Group Board of Directors has decided to appoint Al Rajhi Capital as a market maker for the Group shares to support liquidity levels in stock trading. This decision is subject to the approval of the relevant authorities.

10. RELATED PARTIES TRANSACTIONS AND BALANCES

a) Related parties include the Group's shareholders, associates and affiliates companies (entities controlled and jointly controlled, or significantly influenced by shareholders) and management personnel of the Group. Terms and conditions of these transactions are approved by the Company's Board of Directors. All outstanding balances with these related parties are priced on mutually agreed terms. Significant related party transactions for the period / year and balance arising there from are described as under:

Name of party	Relationship
Al Obeikan Group for Investment Company	Parent Company
Al Esra Aluminium Manufacturing and Casting Factory	Shareholder in subsidiary
Al Obeikan AGC Glass	Investee Company by the Group
Al Obeikan Flexible Plastic Factory	Affiliate
Al Obeikan Digital Solutions Company	Affiliate
Al Obeikan Technical Fabrics Company	Affiliate
Al Obeikan for Education	Affiliate
Madar Digital Logistics Solution Company	Affiliate
Saned Al Marafiq Company	Affiliate

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10. RELATED PARTIES TRANSACTIONS AND BALANCES – (CONTINUED)

b) Key management personnel transactions are as follows:

Name	Relationship	Nature of transactions	Amount of transactions for the six-month period ended		Closing balance	
			30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Key management personnel	Employees	Short term benefits	2,077,181	1,642,650	303,063	586,500
		Long term benefits	3,121	245,375	2,063,092	1,868,994
Board of Directors	Board of Directors	Board of Directors' remuneration – (short term benefits)	1,966,750	1,567,000	983,375	1,567,000

c) Significant related party transactions and balances arising are as follows:

			Amount of transactions for the six-month period ended		Closing balance	
			30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Name	Relationship	Nature of transactions				
<u>Due from a related party – Trade receivables</u>						
Al Obeikan AGC Glass	Investee Company by the Group	Sales	35,949,051	34,342,495	102,626,198	80,955,399
<u>Due from related parties - prepayments and other receivables</u>						
Al Obeikan AGC Glass	Investee Company by the Group	Support expenses	4,816,138	5,093,915	39,867,710	50,062,186
Al Esra Aluminum Manufacturing and Casting Factory	Shareholder in subsidiary	Shared service	117,000	189,686	117,000	-
Al Obeikan Digital Solutions Company	Affiliate	Services and consultation	-	558,504	-	-
Al Obeikan Group for Investment Company	Parent Company	Consulting and other services	219,978	-	652,713	774,220
Saned Al Marafiq Company	Affiliate	Shared Services	64,593	-	64,593	-
					40,702,016	50,836,406

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10. RELATED PARTIES TRANSACTIONS AND BALANCES – (CONTINUED)

c) Significant related party transactions and balances arising are as follows: - (continued)

			Amount of transactions for the six-month period ended		Closing balance	
			30 June 2025 (Unaudited)	30 June 2024 (Unaudited)	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Name	Relationship	Nature of transactions				
<u>Due to related parties – Trade payables</u>						
Al Obeikan AGC Glass	Investee Company by the Group	Purchase of glass	289,809	-	-	79,736
Al Esra Aluminum Manufacturing and Casting Factory	Shareholder in subsidiary	Shared services	-	-	436,208	436,206
Al Obeikan Digital Solutions Company	Affiliate	Services and consultation	397,592	254,366	182,233	749,327
Al Obeikan for Education	Affiliate	Robots software services and consultancy	-	-	24,905	24,905
Madar Digital Logistics Solutions	Affiliate	Shared services	6,006,190	3,682,520	583,561	683,209
Al Obeikan Flexible Plastic Factory	Affiliate	Purchase of packing material	-	-	-	480,007
Saned Al Marafiq Company	Affiliate	Shared services	26,887	33,109	6,622	158,291
					1,233,529	2,611,681

11. SHARE CAPITAL

At 30 June 2025, the Group's authorized, issued, and paid-up share capital is SR 320 million (31 December 2024: SR 320 million) consisting of 32 million shares (31 December 2024: 32 million shares) fully paid and issued shares of SR 10 each.

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12. LOANS AND BORROWINGS

Loans and borrowings comprise of the following:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Long-term loan – SIDF (Note12.1)	7,485,016	8,645,468
Short term borrowings	76,914,724	52,147,289
	84,399,740	60,792,757
Less: Unamortized transaction cost	(402,962)	(741,176)
	83,996,778	60,051,581
Long-term loan – SIDF (Note12.2)	7,485,016	8,645,468
Less: Current portion of long-term loan	(4,820,906)	(5,891,811)
Non-current portion of long-term loan	2,664,110	2,753,657
	30 June 2025 (Unaudited)	31 December 2024 (Audited)
<u>Loans and borrowings</u>		
Opening balance	60,051,581	15,875,749
Drawdown during the period / year	65,976,987	110,803,269
Repayment during the period / year	(42,031,790)	(66,627,437)
Closing balance	83,996,778	60,051,581
<u>Loans – current portions</u>		
Current portion of long-term loan	4,820,906	5,891,811
Short term borrowings	76,511,762	51,406,113
Closing balance	81,332,668	57,297,924

12.1 The agreement with SIDF is guaranteed by the shareholders of the Company. The loan is secured by a mortgage over the property, plant and equipment of the Company.

12.2 As at 30 June 2025, the long-term loan balance SR 7.48 million (31 December 2024: SR 8.6 million) related to subsidiary Company (Saudi Aluminum Casting Factory Company) from the principle amount SR 11.89 million obtained from the Saudi Industrial Development Fund (the “SIDF”) for the purpose of financing of subsidiary’s projects. The loan is secured by a mortgage over the property, plant and equipment of the Group.

Short term borrowings

The short-term loans represent Murabaha facilities for the purpose of purchasing raw materials used in the production of float glass that the Group obtained from Saudi EXIM Bank with total revolving facilities of SR 25 million each, i.e. that the amount of the facilities becomes available again after payment, and with a repayment period of 12 months from the date of withdrawal. These facilities are available until October 2025. These facilities are secured by a joint pledge with the same term loan mortgage given by the Saudi Industrial Development Fund.

During 16 October 2024, the Group obtained a new Murabaha facilities for the purpose of finance its working capital that the Group obtained from Alrajhi bank and Riyadh Bank with total revolving facilities of SR 50 million each, i.e. that the amount of the facilities becomes available again after payment, and with a repayment period of 3 months for Alrajhi bank and Riyadh Bank from the date of withdrawal. These facilities are available until 8 May 2025 and 16 October 2027. However, the facility renewal is under process with Alrajhi Bank.

As at 30 June 2025, the short-term loans amounted to a total balance of SR 76.5 million (31 December 2024: SR 51.4 million).

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13. TRADE PAYABLES

Trade payables comprise of the following:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Payable to related parties (note 10)	1,233,526	2,611,681
Payables to third parties	22,334,011	13,414,442
	23,567,537	16,026,123

14. CONTINGENCIES AND COMMITMENT

At 30 June 2025, capital commitments related to the project under progress amounted to SR 15.33 million (31 December 2024: SR 11.70 million).

15. ZAKAT

a) Charge for the period

Zakat for the period ended comprise the following:

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Charge for the period / year	2,039,041	3,051,895

b) Zakat

The movement in the accrued Zakat during the period / year is analyzed as under:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period / year	3,523,164	4,883,279
Charge for the period / year	2,039,041	4,575,409
Payments during the period / year	(4,466,932)	(5,935,524)
Balance at the end of the period / year	1,095,273	3,523,164

c) Status of zakat

Al Obeikan Glass Company

The Company has filed Zakat declaration up to the financial year ended 31 December 2024 with the Zakat, Tax and Customs Authority (ZATCA). The Company has also obtained Zakat certificate valid until April 2026. The Zakat return is under review by ZATCA for the year ended 31 December 2024, and no assessment has been issued yet.

Saudi Aluminum Casting Factory

The Company has filed Zakat declaration up to the financial year ended 31 December 2024 with the Zakat, Tax and Customs Authority (ZATCA). The Company has also obtained Zakat certificate valid until April 2026.

d) Status of assessment

Al Obeikan Glass Company

No assessment proceedings have been initiated by ZATCA till date for the years ended 31 December 2019 till 2022. On 19 June 2025, the Company got a clearance from ZATCA for 2023 Zakat assessment with no comments/ amendments. On 17 July 2025, ZATCA initiated a request for preliminary information, which the Company has submitted in relation to the year ended 31 December 2024.

Saudi Aluminum Casting Factory

- For the years up to 31 December 2023 to 2024, no assessment proceedings have been initiated by ZATCA till date

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16. EARNINGS PER SHARE

Basic EPS is calculated by dividing the profit for the period attributable to equity holders of the Parent Company by the weighted average number of shares outstanding during the period. The calculation of diluted earnings per share ('EPS') is not applicable to the Group.

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
<i>For the six-month period</i>		
Net profit attributable to equity holders of the Parent Company	18,845,592	23,073,250
Weighted average number of shares for basic and diluted EPS	31,978,536	32,000,000
Earnings per share (in Saudi Riyals)	0.59	0.72

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025 (Unaudited)	2024 (Unaudited) (Unreviewed)	2025 (Unaudited)	2024 (Unaudited)
Earnings per share attributable to the shareholders of the Parent Company	0.40	0.39	0.59	0.72

17. SEGMENTAL INFORMATION

The Group has two reportable segments, as described below, which are the Group's strategic business unit. The strategic business unit offers two products i.e., Glass and Aluminum. The Group's Board of Directors and CEO monitor the results of the Company's operations for the purpose of making decisions about resource allocation and performance assessment. They are collectively the Chief Operating Decision Makers (CODM) for the Group.

The operating segment described below have been prepared in accordance with IFRS 8. The Group operates in two main business segments, which are the manufacturing and sale of glass panels and manufacturing of Aluminum.

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025 (Unaudited)	2024 (Unaudited) (Unreviewed)	2025 (Unaudited)	2024 (Unaudited)
<u>Geographical distribution of sales</u>				
Kingdom of Saudi Arabia	55,756,991	51,680,260	112,984,028	110,435,597
Other countries	33,382,126	31,185,227	61,179,561	56,696,656
Total revenue	89,139,117	82,865,487	174,163,589	167,132,253

Revenue from two major customers represented approximately 31% (30 June 2024: 37%) of the Group's total revenue.

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025 (Unaudited)	2024 (Unaudited) (Unreviewed)	2025 (Unaudited)	2024 (Unaudited)
Sales to related party	14,304,877	13,770,176	25,101,843	29,863,039
Sales to other than related party	74,834,240	69,095,311	149,061,746	137,269,214
Total revenue	89,139,117	82,865,487	174,163,589	167,132,253

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17. SEGMENTAL INFORMATION - (CONTINUED)

*As disclosed in note 1 to the interim condensed consolidated financial statements, the Company's sole subsidiary, Saudi Aluminum Casting Foundry Company, which manufactures Aluminum and incorporated in Kingdom of Saudi Arabia and the operations are also expected to be in Kingdom of Saudi Arabia. Moreover, the revenue from subsidiary was SR 653,124 for the six-month period ended 30 June 2025 (30 June 2024: SR nil).

Nature of the business:

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

	Glass	Aluminum	Total
Total revenue	88,485,993	653,124	89,139,117
Total expenses	(75,108,494)	(3,172,212)	(78,280,706)
Profit / (loss) for the period after zakat	13,377,499	(2,519,088)	10,858,411

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

	Glass	Aluminum	Total
Total revenue	173,510,466	653,123	174,163,589
Total expenses	(149,864,096)	(8,654,419)	(158,518,515)
Profit / (loss) for the period after zakat	23,646,370	(8,001,296)	15,645,074

As at 30 June 2025 – (Unaudited)

	Glass	Aluminum	Total
Total assets	648,138,494	97,196,166	745,334,660
Total liabilities	119,205,570	53,459,066	172,664,636

For the three-month period ended 30 June 2024 (Unaudited) - (Unreviewed)

	Glass	Aluminum	Total
Total revenue	82,865,487	-	82,865,487
Total expenses	(71,361,923)	(171,099)	(71,533,022)
Profit / (loss) for the period before zakat	11,503,564	(171,099)	11,332,465

For the six-month period ended 30 June 2024 (Unaudited)

	Glass	Aluminum	Total
Total revenue	167,132,253	-	167,132,253
Total expenses	(140,872,229)	(5,311,290)	(146,183,519)
Profit / (loss) for the period before zakat	26,260,024	(5,311,290)	20,948,734

As at 31 December 2024 – (Audited)

	Glass	Aluminum	Total
Total assets	614,730,124	85,691,300	700,421,424
Total liabilities	109,231,132	33,952,904	143,184,036

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18. STATUTORY RESERVE

During the period, on 28 May 2025 the Company in its Extra Ordinary General Meeting, approved the transfer of the entire statutory reserve balance amounting to SR 43,628,927 to retained earnings.

19. SUBSEQUENT EVENTS

No other events or matters have occurred up to and including the date of the approval of these interim condensed consolidated financial statements by the Board of Directors except disclosed in the interim condensed consolidated financial statements which could materially affect these interim condensed consolidated financial statements and the related disclosure for the six-month period ended 30 June 2025.

20. COMPARATIVE FIGURES

Some comparative figures have been reclassified to ensure consistency with current period figures.

21. APPROVAL OF THE FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were authorized for issue by the Board of Directors on 12 Safar 1447H, corresponding to 06 August 2025.