

**ARABIAN PLASTIC INDUSTRIAL COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED FINANCIAL
STATEMENTS (UNAUDITED)**

**FOR THE SIX-MONTHS
PERIOD ENDED 30 JUNE 2025 AND
INDEPENDENT AUDITOR'S REVIEW REPORT**

ARABIAN PLASTIC INDUSTRIAL COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT (UNAUDITED)
For the six months period ended 30 June 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE SHAREHOLDERS OF
ARABIAN PLASTIC INDUSTRIAL COMPANY
(A SAUDI JOINT STOCK COMPANY)
Jeddah - Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed statement of financial position of ARABIAN PLASTIC INDUSTRIAL COMPANY - A Saudi Joint Stock Company - ("the Company"), as at 30 June 2025, and the related interim condensed statement of profit or loss and other comprehensive income for the six months period ended, interim condensed statements of changes in equity and cash flows for the six months 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"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

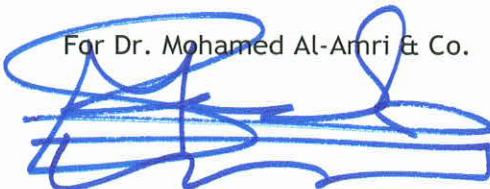
Scope of review

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

Conclusion

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

For Dr. Mohamed Al-Amri & Co.



Maher Al-Khatieb
Certified Public Accountant
License Number 514



Jeddah on: 20 August 2025(G)
Corresponding to: 26 Safar 1447(H)

ARABIAN PLASTIC INDUSTRIAL COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
(Expressed in saudi riyals)

	Note	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant, and equipment	6	120,906,630	114,816,476
Right of use assets		2,840,436	3,649,297
TOTAL NON-CURRENT ASSETS		123,747,066	118,465,773
CURRENT ASSETS			
Trade receivables	7	50,494,377	49,389,515
Other current assets		8,115,583	9,454,781
Due from related parties	9-2	173,253	176,398
Inventory		48,670,411	47,333,381
Cash and cash equivalent		5,456,675	7,000,598
TOTAL CURRENT ASSETS		112,910,299	113,354,673
TOTAL ASSETS		236,657,365	231,820,446
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	75,000,000	50,000,000
Statutory reserve	12	-	7,338,799
Aditoinal capital		385,957	385,957
Retained earnings		44,282,711	51,341,901
TOTAL EQUITY		119,668,668	109,066,657
NON-CURRENT LIABILITIES			
Lease liability - non current portion		1,887,118	2,047,674
Employees defined benefits' obligations		3,800,270	3,574,902
TOTAL NON-CURRENT LIABILITIES		5,687,388	5,622,576
CURRENT LIABILITIES			
Loan	8	76,212,462	89,621,682
Lease liability - current portion		1,379,994	1,931,554
Trade payables		27,495,420	19,231,175
Due to related parties	9-1	411,750	871,154
Other current liabilities		4,968,326	4,794,878
Zakat	10	833,357	680,770
TOTAL CURRENT LIABILITIES		111,301,309	117,131,213
TOTAL LIABILITIES		116,988,697	122,753,789
TOTAL EQUITY AND LIABILITIES		236,657,365	231,820,446

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Signature

Member of board of director

Khalid Balubaid

Chief Executive Officer

Signature

Financial Manager

Signature

The attached notes from (1) to (17) form an integral part of these interim condensed financial statements.

ARABIAN PLASTIC INDUSTRIAL COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(Expressed in saudi riyals)

	Note	For the six-months period ended 30 June	
		2025	2024
		(Unaudited)	(Unaudited)
Revenue	5	99,527,506	86,424,838
Cost of revenue		(74,435,610)	(71,712,034)
GROSS PROFIT		25,091,896	14,712,804
Selling and distribution expenses		(6,711,310)	(4,716,314)
General and administrative expenses		(3,660,516)	(2,544,717)
profit from Operating		14,720,070	7,451,773
Expected credit losses		(750,000)	(300,000)
Finance expenses		(2,978,774)	(1,627,713)
Other income		110,715	84,556
Net Profit before Zakat		11,102,011	5,608,616
Zakat expenses	10	(500,000)	(306,000)
NET PROFIT FOR THE PERIOD		10,602,011	5,302,616
ITEMS OF OTHER COMPREHENSIVE INCOME:			
<i>Items will not be reclassified as profit or loss in subsequent periods</i>			
Total other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME		10,602,011	5,302,616
Basic and diluted earnings per share	11	1,41	,71

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Member of board of director

Khalid Balubaid

Chief Executive Officer

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Financial Manager

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The attached notes from (1) to (17) form an integral part of these interim condensed financial statements.

ARABIAN PLASTIC INDUSTRIAL COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
(Expressed in saudi riyals)

	Share capital	Statutory reserve	Additional capital	Retained earnings	Total Equity
Balance at 1 January 2024 (Audited)	50,000,000	7,338,799	385,957	38,264,280	95,989,036
Net profit for the period	-	-	-	5,302,616	5,302,616
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	5,302,616	5,302,616
Balance at 30 June 2024 (Unaudited)	50,000,000	7,338,799	385,957	43,566,896	101,291,652
Balance at 1 January 2025 (Audited)	50,000,000	7,338,799	385,957	51,341,901	109,066,657
Capital increase	25,000,000	-	-	(25,000,000)	-
Transfer statutory reserve to retained earning (note12)	-	(7,338,799)	-	7,338,799	-
Net profit for the period	-	-	-	10,602,011	10,602,011
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	10,602,011	10,602,011
Balance at 30 June 2025 (Unaudited)	75,000,000	-	385,957	44,282,711	119,668,668

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Member of board of director

Khalid Balubaid

Chief Executive Officer

7/1/2025

Financial Manager

The attached notes from (1) to (17) form an integral part of these interim condensed financial statements.

ARABIAN PLASTIC INDUSTRIAL COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
(Expressed in saudi riyals)

	For the six-months period ended 30 June	
	2025 (Unaudited)	2024 (Unaudited)
OPERATING ACTIVITIES		
Net Profit before zakat for the period	11,102,011	5,608,616
Adjustments to reconcile operating income:		
Depreciation of property, plant and equipment	6,240,003	4,997,581
Amortization on right-of-use assets	808,861	177,767
Expected credit losses	750,000	300,000
Provision for employees' benefits obligations	611,683	360,000
Impairment of inventory provision	750,000	261,000
Finance expenses	2,978,774	1,627,713
	<u>23,241,332</u>	<u>13,332,677</u>
CHANGES IN OPERATING ASSETS AND LIABILITIES		
Trade receivables	(1,854,862)	(1,512,791)
Other current assets	1,339,198	4,893,834
Inventory	(2,087,030)	8,496,246
Due from related parties	3,145	(837,879)
Trade payables	8,264,245	3,523,191
Other current liabilities	173,448	(669,352)
Due to related parties	(459,404)	(15,215,979)
	<u>28,620,072</u>	<u>12,009,947</u>
Employees' benefits paid	(386,315)	(465,807)
Zakat paid	(347,413)	(541,101)
Financing expense paid	(2,978,774)	(1,627,713)
Net cash generated from operating activities	<u>24,907,570</u>	<u>9,375,326</u>
INVESTING ACTIVITIES		
Additions to projects under construction	(12,330,157)	(11,800,417)
Additions to Purchase of property, plant, and equipment	-	(10,269,739)
Net cash used in investing activities	<u>(12,330,157)</u>	<u>(22,070,156)</u>
FINANCING ACTIVITIES		
Payments for lease liabilities	(712,116)	58,508
Net changes in loan	(13,409,220)	16,640,891
Net cash used in /generated from financing activities	<u>(14,121,336)</u>	<u>16,699,399</u>
NET CHANGE IN CASH AND CASH EQUIVALENT	<u>(1,543,923)</u>	<u>4,004,569</u>
Cash and cash equivalent at the beginning of the period	7,000,598	1,788,424
CASH AND CASH EQUIVALENT AT THE END OF THE PERIOD	<u>5,456,675</u>	<u>5,792,993</u>
Non Cash Transaction		
Capital increase from Retained Earning	25,000,000	-
Transfers from Projects under construction	(8,488,907)	-

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Member of board of director

Khalid Balubaid

Chief Executive Officer

TK (Khalid)

Financial Manager

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The attached notes from (1) to (17) form an integral part of these interim condensed financial statements.

1 CORPORATE INFORMATION

Arabian Plastic Industrial Company is a Saudi joint stock company established in accordance with the Companies Law in the Kingdom of Saudi Arabia. The company operates under Commercial Registration No. 4030093238 issued in Jeddah on 4 Shaaban 1413 corresponding to 27 January 1993. Address: Jeddah Industrial Zone, Phase 3. The company's unified number is 7001364004.

The company obtained the approval of the Capital Market Authority issued on 01-05-1443 (corresponding to 05 December 2021), to list one million shares representing 20% of the capital in Nomu (Parallel Market), and the approval of the Capital Market Authority on 30-11-1443 (corresponding to 29 June 2022) to register the company's shares for subscription in Nomu (Parallel Market), and the company's shares were listed and traded on 09-03-1444 (corresponding to 05 October 2022).

On June 19, 2025, the Extraordinary General Assembly of the Company's shareholders approved an increase in the Company's share capital from SAR 50,000,000 divided into 5,000,000 shares to SAR 75,000,000, and the amendment of the number of shares so that the total number of shares after the increase becomes 7,500,000 shares. The nominal value per share at SAR 10 per share. This capital increase was executed through the transfer of SAR 25,000,000 from retained earnings to share capital.

The company's main activity is in the manufacture of plastics (plastics) in its primary forms, the manufacture of cans and boxes from plastics, the manufacture of bottles in various forms of plastics, the manufacture of bags from plastics, the wholesale sale of primary plastics, rubber and synthetic fibers, the sale of tools and plastics (including bags), General stores that include a variety of goods. The company carries out its activities in accordance with the applicable regulations and after obtaining the necessary licenses from private authorities, if any.

The company's financial year starts from the beginning of January of each calendar year and ends at the end of December of the same year.

The company has branches in Jeddah and Riyadh under commercial registration numbers 4030402778 and 1010793227 respectively.

2. BASIS OF PREPARATION

2.1 Statement of commitment

The interim condensed financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" "IAS 34" as is endorsed in the Kingdom of Saudi Arabia.

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

2.2 Measurement basis

The interim condensed financial statements have been prepared on a historical cost basis except for employee benefit obligations where current actuarial value calculations are used.

2.3 Functional currency and display currency

The interim condensed financial statements are presented in Saudi Riyals ("SAR"), which is the functional currency of the Company -(unless otherwise noted).

3. SIGNIFICANT ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGMENTS

The preparation of the financial statements requires the company's management to make judgments, estimates and assumptions that affect the amounts of revenues, expenses, assets and liabilities and the disclosure of potential liabilities. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's uncertainty estimate uncertainty were similar to those described in the Company's financial statements for the year ended December 31, 2024.

4. MATERIAL ACCOUNTING POLICIES**4.1 ACCOUNTING POLICIES**

The accounting policies applied when preparing the initial condensed financial statements are consistent with those used in preparing the company's financial statements for the fiscal year ending on 31 December 2024.

4.2 New Standards Amendment to Standards and Interpretations

There are number of amendments to standards which are effective from 1 January 2025 and has been explained in the Company annual Financial Statements, but they do not have a material impact on the Company Condensed Interim Financial Statements.

4.3 Going concern assessment

The Company's management has made an assessment of the Company's ability to continue to carry out its business in accordance with the basis of going concern and the Company is convinced that it has the resources to continue its business in the foreseeable future. Also, management is not aware of any material uncertainties that may affect the Company's ability to continue its business. Accordingly, these initial condensed financial statements have been prepared on a going concern basis.

5. SEGMENT REPORTING

The company's revenues represent sales resulting from the sale of plastic and there are no other products of the company, and the company's products are sold within the Kingdom of Saudi Arabia at one point in time.

	30 June 2025 (Unaudited)	30 June 2024 (Unaudited)
Kingdom of Saudi Arabia	94,605,753	85,258,161
Foreign sales	4,921,753	1,166,677
	99,527,506	86,424,838
Client type		
Corporate clients	99,527,506	86,424,838
	99,527,506	86,424,838

Revenues for the Period ended 30 June 2025 from a key customers amounted to SR 38.8 million (30 June 2024: SR 31 million) representing 39% of total sales (2024: 36%).

6. PROPERTY, PLANT AND EQUIPMENT

For the purpose of preparing the condensed cash flow statement, the movement of property, plant and equipment during the six-months period ended 30 June is as follows:

	For the Six-month period ended June 30	
	2025 (Unaudited)	2024 (Audited)
Depreciation	6,240,003	4,997,581
Additions to property, plant, and equipment	-	(10,269,739)
Additions to projects under construction	(12,330,157)	(11,800,417)

A. The company's buildings are built on leased land from the Saudi authority for industrial cities and technology zones in Jeddah.

B. The company mortgaged buildings and equipment's as collateral for the Saudi Industrial Development Fund loan (note 8).

7. TRADE RECEIVABLES

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Trade receivables	53,821,262	50,624,868
Due from related parties (Note 9)	1,006,917	2,348,449
Expected credit losses	(4,333,802)	(3,583,802)
	<u>50,494,377</u>	<u>49,389,515</u>

8. LOANS

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Current portion of loans		
Saudi Industrial Development Fund Loan (A)	16,646,250	22,195,000
The Saudi Investment Bank (B)	59,566,212	57,512,387
Saudi National Bank (C)	-	9,914,295
	<u>76,212,462</u>	<u>89,621,682</u>

(A) Saudi Industrial Development Fund

During the year 2023, the company requested credit facilities from the Saudi Industrial Development Fund to finance the planned investment expansions by establishing a factory in the Riyadh region. On January 17, 2024, the company announced the signing of a working capital financing facility worth SR 23 million from the Saudi Industrial Development Fund No. (8803), while maintaining the mortgage on loan instrument No. (2978) until the full installments of loan No. (8803) are paid. A facility amounting to SR 22.2 million was obtained on 13 March 2024 to be repaid in 4 quarterly installments from the date of disbursement of the first installment. On March 13, 2025, the Loan was renewed for another year under the same terms and conditions.

This loan is secured by a mortgage on all existing or future buildings at the factory located on land in the First Industrial City in Jeddah, leased from the Saudi Authority for Industrial Cities and Technology Zones. The factory is established on a 20,377 square meter plot and includes all project assets, equipment, machinery, and all related attachments or those acquired for the project.

(B) Loan from The Saudi Investment Bank

On 5 May 2019, the company signed a banking facilities agreement with The Saudi Investment Bank for SR 42 million, with a financing ceiling of SR 42 million. These facilities were obtained in the form of short-term loans financed by a term sale with a profit margin estimated at the Saudi Interbank Internal Borrowing Rate plus a profit margin. In the financial period, an addendum to the contract was signed and the financing ceiling was amended under the annex in the amount of SAR 45 million.

The company has issued a bond for an order of SR 52.6 million in addition to an irrevocable continuous Takaful and solidarity guarantee provided independently by: the shareholder Omar Abu Bakr Balubaid Company Ltd., the shareholder Khalid Omar Abu Bakr Balubaid and the shareholder Ahmed Omar Abu Bakr Balubaid (covering all facilities), Note that the terms of the loan agreement dated 5 May 2019, its amendment dated 15 December 2021, and the annex to its second amendment dated 8 March 2023, according to which the personal guarantees were canceled and the guarantee provided by Omar Abu Bakr Balubaid Company Ltd., one person company was approved, and the agreement also includes other financial commitments, including maintaining certain financial ratios.

8. LOANS (Continued)**(B) Loan from The Saudi Investment Bank (Continued)**

On 8 March 2023, the company signed a banking facilities agreement with The Saudi Investment Bank for SR 19.8 million, with a financing limit of SR 22 million. These facilities were obtained in the form of short-term loans with a forward sale financing with a profit margin estimated at the Saudi Interbank Internal Borrowing Rate plus a profit margin. This is under guarantees provided by Omar Abu Bakr Balubaid Company Ltd., unconditional and irrevocable as a guarantee for all credit facilities provided to the Arab Plastic Industry Company.

On 8 March 2023, the company signed a banking facility with The Saudi Investment Bank for SR 30.1 million, with a financing cap of SR 33.5 million. These facilities were obtained in the form of short-term loans to finance a future sale with a profit margin estimated according to the Saudi interbank internal borrowing rate plus a profit margin, under guarantees provided by Omar Abu Bakr Balubaid Company Ltd. One Person Company unconditional and irrevocable as a guarantee for all credit facilities provided to the Arab Plastic Industry Company.

It is worth noting that all of the above agreements remain valid, and the Company continues to benefit from and operate under them with the Saudi Investment Bank to date, in accordance with the terms and conditions set out in each agreement and its appendices.

(C) Saudi National Bank

On 17 January 2024 the company signed a banking facility with The Saudi Investment Bank for SR 25 million, with a financing cap of SR 25 million. These facilities were obtained in the form of short-term loans to finance a future sale with a profit margin estimated according to the Saudi interbank internal borrowing rate plus a profit margin, under guarantees provided by Omar Abu Bakr Balubaid Company Ltd. One Person Company a guarantee for all credit facilities provided to the Arab Plastic Industry Company.

9. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent major shareholders, board members, and key management personnel of the Company and entities controlled or significantly influenced by such parties. The Company's related parties are described as follows:

9.1 Due to related parties

	Nature of the transaction	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Saudi Finance House Company Ltd	Payments on behalf	-	148,128
Arabian Plant For Lubricants and Greases	Payments on behalf	69,797	381,073
Hijaz Mall Trading Company	Payments on behalf	242,339	242,339
Omar Abu Bakr Balubaid Company Ltd *	Transfers	99,614	99,614
		411,750	871,154

* Money transfers consist in the payment of the expenses, purchases and obligations of the company.

9.2 Due from related parties

	Nature of the transaction	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balubaid Group Companies	Payments on behalf	138,253	141,398
Awtad Arabian Industrial Company	Payments on behalf	35,000	35,000
		173,253	176,398

9. RELATED PARTIES TRANSACTIONS AND BALANCES (Continued)

9.3 Amounts due from a related party (receivables) are as follows:

	30 June 2025 Unaudited)	31 December 2024 (Audited)
Arabian Plant For Lubricants and Greases (Note 7)	665,279	1,931,811
Awtad Arabian Industrial Company (Note 7)	341,638	416,638
	1,006,917	2,348,449

9.4 Board of directors and key management's allowances and remunerations

The compensation of senior executive management and the Board of Directors during the period is as follows:

	For the six-month period ended June 30	
	2025 (Unaudited)	2024 (Unaudited)
Salaries and other benefits	424,200	262,200
End of service benefits	30,350	23,598
Rewards and allowances for attending the meetings	81,000	81,000
	535,550	366,798

10. ZAKAT

Movement in zakat provision as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Balance at the beginning of the period /year	680,770	1,216,676
Charge during the period /year	500,000	363,297
Refund during the period / year	-	(358,102)
Paid during the period /year	(347,413)	(541,101)
Balance at the end of the period/year	833,357	680,770

Zakat was calculated for the period ending on 30 June 2025 according to management's estimates, which may not represent an accurate indication of Zakat for the year ending 31 December 2025.

The Company has submitted its zakat returns to the Zakat, Tax and Customs Authority ("the Authority") up to the year ended December 31, 2024.

During the year 2022, the company submitted a request to submit an independent Zakat declaration and it was approved by the Zakat, Tax and Customs Authority.

The company submitted Zakat returns through Balubaid Group Holding Company to the Zakat, Tax and Customs Authority (the Authority) the payable amount was settled by Omar Abu Bakr Balubaid Co. Ltd. (the shareholder) with no obligation on the Company for the year 2021 and prior years, except for the assessments related to 2015 and 2016.

Zakat was issued to the company for the years 2015 and 2016 with Zakat differences of SR 283,583 and SR 60,151 respectively, the company paid SR 60,151 for the final assessment differences for the year 2016. The objection and escalation was made to the General Secretariat of the Tax Committees for Zakat assessment for the year 2015 and a decision was issued by the Committee with Zakat differences of SR 137,044.68, and it was paid.

Zakat assessments were issued to the Company for the years 2019 to 2022, with no zakat differences identified.

10. ZAKAT (continued)

The Zakat, Tax and Customs Authority is still in the process of reviewing the Company's zakat return for the financial year ended December 31, 2023, and no final assessment has been issued as of the date of this certificate.

The Company holds a valid zakat certificate that is valid until April 30, 2026

11. BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share are calculated based on the profit attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding

	For the six-month period ended June 30	
	2025	2024
Profit on common shares	10,602,011	5,302,616
Average number of shares ended the period	7,500,000	7,500,000
Basic diluted earnings per share	1,41	,71

There was no reduction element affecting the weighted average number of common shares.

During the period, the number of shares increased from 5,000,000 to 7,500,000 shares through a capital increase using retained earnings. Accordingly, the number of shares has been retrospectively adjusted for comparative presentation purposes.

12. STATUTORY RESERVE

On June 19, 2025, the Extraordinary General Assembly approved the transfer of the statutory reserve balance amounting to SAR 7,338,799 as of December 31, 2024, to retained earnings.

13. FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Company's financial assets consist of Cash and cash equivalent, Trade receivables and other current assets, and due from related parties, while its financial liabilities consist of trade payables and Accrued expenses and other current liabilities, due to related parties, lease liabilities and Loans as below:

13.1 Financial assets

	As at June 30, 2025 (Unaudited)	As at December 31, 2024 (Audited)
Amortized cost		
Trade receivables	50,494,377	49,389,515
Other current assets	8,115,583	9,454,781
Due from related parties	173,253	176,398
Cash and cash equivalent	5,456,675	7,000,598
	64,239,888	66,021,292

13. FAIR VALUES OF FINANCIAL INSTRUMENTS (Continued)

13.2 Financial liability

	As at June 30, 2025 (Unaudited)	As at December 31, 2024 (Audited)
Amortized cost		
Trade payables	27,495,420	19,231,175
Due to related parties	411,750	871,154
Other current liabilities	4,968,326	4,794,878
Loan	76,212,462	89,621,682
Lease contract obligations	3,267,112	3,979,228
	112,355,070	118,498,117

The fair value of trade receivables as of 30 June 2025 is the book value because the balances of these receivables are short-term in nature.

14. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

The company has potential obligations represented in letter of credits.

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Letter of credits	7,108,695	4,489,952
	7,108,695	4,489,952

The company has capital contractual commitments under existing contracts for the supply of fixed assets, the details of the capital commitments are as follows:

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Total Capital Contracts	37,621,766	31,161,769
(Less) advance payments for the purchase of Property, plant and equipment / projects under construction	(30,513,071)	(26,671,817)
	7,108,695	4,489,952

15. TRANSACTIONS WITH A MAJOR SUPPLIER

Purchases for the Period ended 30 June 2025 from Saudi Basic Industries Corporation (SABIC) amounted to SR 31.7 million, representing 60% of total purchases (30 June 2024: SR 39.6 million, representing 86% of total purchases).

16. SUBSEQUENT EVENTS

On August 20, 2025, the Company's Board of Directors resolved to distribute cash dividends to the shareholders for half year 2025, with a total amount of SAR 7.5 million, at SAR 1 per share, to be paid after ganaral metting approval .

17. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements for the Company for the period ended 30 June 2025, were approved by the Board of Directors on 20 Safer1447H (13/08/2025G).