

NORTHERN REGION CEMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED September 30, 2025

NORTHERN REGION CEMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025

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

To the shareholders of
Northern Region Cement Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Northern Region Cement Company ("the Company") and its subsidiaries (together "the Group") as of September 30, 2025 and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and the interim condensed consolidated statements of changes in equity and cash flows for the nine-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information 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 this interim condensed consolidated financial information 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 financial information 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 information is not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

RSM Allied Accountants Professional Services



Abdullah Bin Ahmed Al Faddaghi

License No, 706

Riyadh, Saudi Arabia

Jumada al-Awal 14, 1447 H (corresponding to November 5, 2025).



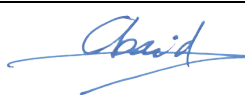
Northern Region Cement Company
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of financial position
As at September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

		September 30, 2025	December 31, 2024
Assets	Note	(Unaudited)	(Audited)
Non-current assets:			
Property, plant and equipment, net		2,188,937,899	2,130,263,439
Intangible assets, net	6	557,921,512	558,958,846
Right of use assets, net		9,759,086	11,548,537
Total non-current assets		2,756,618,497	2,700,770,822
Current assets:			
Inventory	8	727,266,999	681,879,308
Prepaid expenses and other debit balances		65,186,060	70,786,992
Trade receivables, net		58,890,026	43,979,941
Due from related party	9-1	413,071	413,071
Notes receivable		25,820,810	39,452,765
Cash and cash equivalents		24,458,892	26,987,432
Total current assets		902,035,858	863,499,509
Total assets		3,658,654,355	3,564,270,331
Equity and liabilities			
Equity:			
Share capital		1,800,000,000	1,800,000,000
Statutory reserve		161,703,317	161,703,317
Retained earnings		292,559,215	300,506,888
Employees defined benefit obligations remeasurement reserve		(4,357,219)	(4,357,219)
Foreign currency translation reserve		(5,719,001)	(5,639,265)
Total equity attributable to the shareholders of the parent company		2,244,186,312	2,252,213,721
Non-controlling interests		2,134,223	2,097,878
Total equity		2,246,320,535	2,254,311,599
Liabilities			
Non-current liabilities:			
Long-term borrowings - non-current portion	10	191,421,112	315,466,001
Leases liabilities - non-current portion		4,926,862	6,587,780
Zakat liability - non-current portion	11-1	23,340,311	30,925,912
Employees defined benefit obligations		27,211,245	24,148,962
Provision for site restoration		5,517,457	4,854,037
Total non-current liabilities		252,416,987	381,982,692
Current liabilities:			
Bank facilities	10	621,968,511	481,589,730
Long-term borrowings – current portion	10	185,466,669	173,050,059
Trade and notes payable		239,625,542	145,080,034
Accrued expenses and other credit balances		93,681,385	101,206,942
Leases liabilities - current portion		1,292,016	1,972,559
Zakat liability - current portion	11-1	9,336,124	16,697,533
Zakat and income tax provision	11-2	8,546,586	8,379,183
Total current liabilities		1,159,916,833	927,976,040
Total liabilities		1,412,333,820	1,309,958,732
Total equity and liabilities		3,658,654,355	3,564,270,331

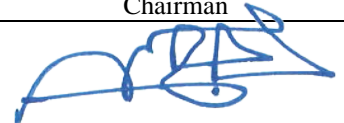
Chief Financial Officer



Chief Executive Officer



Chairman



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

Northern Region Cement Company
(A Saudi Joint Stock Company)

Interim condensed consolidated Statement of profit or loss and other comprehensive income
For the three-month and nine-month periods ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended		For the nine-month period ended	
		September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit or Loss					
Sales, net		176,841,813	163,230,228	502,666,949	449,879,219
Cost of sales		(125,277,421)	(107,583,147)	(349,446,387)	(302,419,877)
Gross profit		51,564,392	55,647,081	153,220,562	147,459,342
Selling and marketing expenses		(9,527,519)	(9,659,660)	(32,461,005)	(25,237,377)
General and administrative expenses		(8,674,293)	(11,091,587)	(28,143,989)	(34,159,875)
Profit from operations		33,362,580	34,895,834	92,615,568	88,062,090
Finance costs		(15,654,433)	(10,969,870)	(44,379,153)	(37,181,469)
Gain from the disposal of Investment in Associate Company	7	-	-	-	45,447,576
Other income, net		2,234,929	76,598	3,838,674	655,061
Profit before zakat and income tax		19,943,076	24,002,562	52,075,089	96,983,258
Zakat	11	(2,766,970)	(4,500,000)	(11,766,970)	(5,671,785)
Income tax and government contributions in non-Gulf subsidiaries	11	(881,618)	(1,342,008)	(2,966,508)	(1,916,952)
Zakat claims		(233,030)	-	(233,030)	(7,828,215)
Net profit for the period		16,061,458	18,160,554	37,108,581	81,566,306
Other comprehensive income:					
Items that may later be reclassified to profit or loss:					
Gain / (Losses) from translation of financial statements in foreign currencies		(2,116,776)	488,423	(79,886)	(223,110)
Total other comprehensive income / (loss) for the period		(2,116,776)	488,423	(79,886)	(223,110)
Total comprehensive income for the period		13,944,682	18,648,977	37,028,695	81,343,196
Net profit for the period attributable to:					
Shareholders of the parent company		16,045,002	18,128,417	37,052,327	81,520,514
Non-controlling interest		16,456	32,137	56,254	45,792
Net profit for the period		16,061,458	18,160,554	37,108,581	81,566,306
Total comprehensive income for the period attributable to:					
Shareholders of the parent company		13,930,894	18,616,237	36,972,591	81,297,680
Non-controlling interest		13,788	32,740	56,104	45,516
Total comprehensive income for the period		13,944,682	18,648,977	37,028,695	81,343,196
Earnings per share					
Basic and diluted earnings per share from net profit for the period attributable to the shareholders of the parent company.	12	0.09	0.10	0.21	0.45

Chief Financial Officer

Chief Executive Officer

Chairman

The accompanying notes form an integral part of these Interim condensed consolidated financial information.

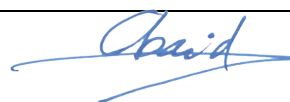
Northern Region Cement Company
(A Saudi Joint Stock Company)
Interim condensed consolidated Statement of Changes in equity
For the nine-month period ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Equity attributable to the shareholders of the Parent Company						Non-Controlling Interests	Total Equity
	Share Capital	Statutory Reserve	Retained Earnings	Employees defined benefit obligations remeasurement reserve	Foreign currency translation reserve	Total equity attributable to the shareholders of the parent company		
Balance as at January 1, 2024 (Audited)	1,800,000,000	161,703,317	289,707,238	(4,503,587)	(6,810,532)	2,240,096,436	2,137,153	2,242,233,589
Net profit for the period	-	-	81,520,514	-	-	81,520,514	45,792	81,566,306
Other comprehensive loss for the period	-	-	-	-	(222,834)	(222,834)	(276)	(223,110)
Total comprehensive income for the period	-	-	81,520,514	-	(222,834)	81,297,680	45,516	81,343,196
Dividends distributed to shareholders (Note 15-a)	-	-	(45,000,000)	-	-	(45,000,000)	-	(45,000,000)
Balance as at September 30, 2024 (Unaudited)	<u>1,800,000,000</u>	<u>161,703,317</u>	<u>326,227,752</u>	<u>(4,503,587)</u>	<u>(7,033,366)</u>	<u>2,276,394,116</u>	<u>2,182,669</u>	<u>2,278,576,785</u>
Balance as at January 1, 2025 (Audited)	1,800,000,000	161,703,317	300,506,888	(4,357,219)	(5,639,265)	2,252,213,721	2,097,878	2,254,311,599
Net profit for the period	-	-	37,052,327	-	-	37,052,327	56,254	37,108,581
Other comprehensive loss for the period	-	-	-	-	(79,736)	(79,736)	(150)	(79,886)
Total comprehensive income for the period	-	-	37,052,327	-	(79,736)	36,972,591	56,104	37,028,695
Dividends distributed to shareholders (Note 15-a)	-	-	(45,000,000)	-	-	(45,000,000)	-	(45,000,000)
Dividends distributed to non- controlling interests (Note 15-b)	-	-	-	-	-	-	(19,759)	(19,759)
Balance as at September 30, 2025 (Unaudited)	<u>1,800,000,000</u>	<u>161,703,317</u>	<u>292,559,215</u>	<u>(4,357,219)</u>	<u>(5,719,001)</u>	<u>2,244,186,312</u>	<u>2,134,223</u>	<u>2,246,320,535</u>

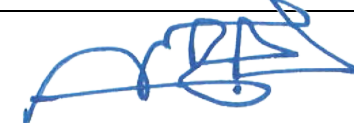
Chief Financial Officer



Chief Executive Officer



Chairman



The accompanying notes form an integral part of these Interim condensed consolidated financial information.

Northern Region Cement Company
(A Saudi Joint Stock Company)
Interim condensed consolidated Statement of cash flows
For the nine-month period ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	For the nine-month period ended	
		September 30, 2025	September 30, 2024
		(Unaudited)	
Cash flows from operating activities:			
Profit before zakat and income tax		52,075,089	96,983,258
Adjustments to non-cash transactions:			
Depreciation and amortization		40,084,750	38,616,466
Finance costs		44,379,153	37,181,469
Capital gain		(22,790)	-
Gain from disposal of investment in associate	7	-	(45,447,576)
Employees defined benefit obligation expenses		4,953,048	3,956,872
		141,469,250	131,290,489
Changes in working capital			
Trade and notes receivable, net		(1,278,130)	5,977,995
Inventory		(45,387,691)	(39,759,275)
Due from related parties		-	11,251,853
Prepaid expenses and other debit balances		5,600,932	(588,241)
Trade and notes payable		94,545,508	4,519,936
Accrued expenses and other credit balances		(52,525,557)	14,986,774
Zakat liabilities		(15,180,040)	(16,338,218)
Cash flows generated from operating activities		127,244,272	111,341,313
Paid zakat and income tax		(14,566,075)	(17,623,162)
Paid defined employee benefit obligations		(1,890,765)	(1,059,050)
Net cash flows generated from operating activities		110,787,432	92,659,101
Cash flows from investing activities:			
Additions to property, plant and equipment		(98,970,630)	(108,742,262)
Proceeds from sale of property, plant and equipment		22,790	-
Additions to intangible assets	6	(1,607,838)	(1,112,714)
Proceeds from disposal of an associate company		-	206,250,000
Net cash flows (used in) / generated from investing activities		(100,555,678)	96,395,024
Cash flows from financing activities:			
Repayments of borrowings and bank facilities	10	(960,442,781)	(365,601,290)
Proceeds from borrowings and bank facilities	10	989,193,283	250,000,000
Finance costs paid		(40,007,151)	(33,255,328)
Dividends paid to the Company's shareholders		-	(45,000,000)
Dividends paid to non-controlling Interests		(19,759)	-
Repayment of lease liabilities		(1,404,000)	(214,500)
Net cash flows used in financing activities		(12,680,408)	(194,071,118)
Net change in cash and cash equivalents		(2,448,654)	(5,016,993)
Cash and cash equivalents at the beginning of the period		26,987,432	42,918,096
Effect of exchange rate changes on the translation of Foreign Currency financial statements of subsidiaries		(79,886)	(223,110)
Cash and cash equivalents at the end of the period		24,458,892	37,677,993
Non-cash Transactions			
Dividends Declared		45,000,000	-
Financing costs capitalized to property, plant and equipment		4,372,002	3,926,141
Transferred from projects under construction to intangible assets		-	3,105,071
Transferred from intangible assets to property, plant and equipment		254,160	-


Chief Financial Officer



Chief Executive Officer



Chairman



The accompanying notes are an integral part of these Interim condensed consolidated financial information

Northern Region Cement Company
(A Saudi Joint Stock Company)
Notes to the Interim condensed consolidated financial information (Unaudited)
For the three-month and nine-month periods ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

1- Parent Company information:

A. Establishment of the Parent Company

Northern Region Cement Company (the "Company"), which is the parent company, is a Saudi joint stock company, registered in Turaif, Saudi Arabia under the Commercial Register No. 3451002618 on 19 Safar 1427 H (corresponding March 19, 2006), with Unified Number 7001494108.

B. The Company's capital

The Company's capital amounted to SAR 1,800 million, divided into 180 million shares with a par value of SAR 10 per share.

C. Nature of the Company's Business

The main activity of the Company is the production of ordinary Portland cement and resisting and managing and operating Portland cement factories of all kinds and wholesale and retail in the Company's products and building materials including import and export abroad, rock pieces under license 900 issued on 28 Rabi' II 1426 H (corresponding 5 June 2005). On Rabi' II 7, 1442 AH, the license was amended by Resolution No. 421102108487 to include white cement within the Company's activities.

D. Fiscal year

The Company's fiscal year is twelve months in duration, commencing on January 1 and ending on December 31 of each calendar year.

E. Presentation and functional currency

The interim condensed consolidated financial information is prepared in Saudi Riyals, which is both the functional and presentation currency of the Company, all the numbers are rounded to the nearest Saudi Riyal (SAR), unless otherwise indicated.

2- Group information

The interim condensed consolidated financial information includes the financial information of the Company, and the interim condensed consolidated financial information of all companies controlled by the Company, (its subsidiaries) (collectively, the "Group"), as follows:

<u>Company Name</u>	<u>Country</u>	<u>Legal entity</u>	<u>Percentage of ownership (%) As at</u>			
			<u>September 30, 2025</u>		<u>December 31, 2024</u>	
			<u>Direct</u>	<u>Indirect</u>	<u>Direct</u>	<u>Indirect</u>
	The Hashemite Kingdom of	Public				
North Cement Company (1)	Jordan	joint stock	83,89	15,56	83,82	15,56
Dyar Najed Contracting & Trading Ltd. Co. (2)	U.A.E	Limited liability	100	-	100	-
Sama Al Yamamah Limited (2)	U.A.E	Limited liability	100	-	100	-
North gulf Cement and Building Materials Trading Company Limited (2)	U.A.E	Limited liability	100	-	100	-
Trans North Cement, Derivatives and Building Materials Company Limited (2)	U.A.E	Limited liability	100	-	100	-
Al Hazm cement and Derivative Trading Company Limited (2)	U.A.E	Limited liability	100	-	100	-
Um-Qasr Northern Cement Co. Ltd. (3)	U.A. E	Limited liability	100	-	100	-
Um-Qasr Northern Cement Co. Ltd. (3)	IRAQ	Limited liability	-	99.89	-	99.88
Sarh Zamzam Company for Investment and Rehabilitation of Industrial Projects (4)	The Hashemite Kingdom of Jordan	Limited liability	100	-	100	-
White Stars Mining Investment Limited (1)	The Hashemite Kingdom of Jordan	Limited liability	-	99.45	-	99.38
Al-Fiha Cement Company for Cement Manufacturing and Industrial Projects Rehabilitation (1)	The Hashemite Kingdom of Jordan	Limited liability	-	99.45	-	99.38

Northern Region Cement Company
(A Saudi Joint Stock Company)
Notes to the Interim condensed consolidated financial information (Unaudited)
For the three-month and nine-month periods ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

2- Group information (Continued):

1- The interim condensed consolidated financial statements of Northern Cement - The Hashemite Kingdom of Jordan ("Northern Cement Jordan") include the interim Financial Statements of its wholly owned subsidiaries, which are 99.45% owned (White Stars Mining Investment Ltd and Al-Fiha Cement Company for Cement Manufacturing and Industrial Projects Rehabilitation). The subsidiary's activity includes clinker industry, grinding, cement industry and the implementation of industrial projects. During 2020, the Company's ownership in Northern Cement – Jordan was increased by acquiring shares through its subsidiaries, namely Diyar Najd for Contracting and trading limited and Sama Al-Yamamah limited, which are wholly owned by the Company.

During the period ended September 30, 2025, Northern Region Cement Company – Kingdom of Saudi Arabia purchased additional shares in Northern Cement Company – Hashemite Kingdom of Jordan, resulting in an increase in ownership percentage from 99.38% to 99.45%.

2- These subsidiaries are companies established in the United Arab Emirates for the purpose of owning stakes in North Cement Jordan.

3- During the first quarter of 2018, the Company acquired all shares of Umm Qasr Northern Cement Limited ("Umm Qasr – Emirates"), registered in the Jebel Ali area in Dubai, with a capital of AED 10,000, for an amount of SAR 6,064,527. Both of the following subsidiaries: (Umm Qasr – Emirates), (Northern Cement – Jordan), and (Sarh Zamzam – Jordan), own 70%, 20%, and 10%, respectively, of the equity of Umm Qasr Northern Cement Manufacturing Limited – Iraq, which holds the right to execute a contract for the rehabilitation, operation, and production-sharing of the Basra Cement Plant in the Republic of Iraq.

4- During the fourth quarter of the year ended December 31, 2023, the Company acquired 50% of Sarh Zamzam Investment and Industrial Projects Rehabilitation Company "Sarh Zamzam", registered in Amman with a capital of 100,000 Jordanian Dinars, for an amount of 1,125,000 Saudi Riyals. Meanwhile, the subsidiary, Northern Cement Jordan, owned 50% of Sarh Zamzam's shares as of December 31, 2023. The main objectives of Sarh Zamzam is management and development of industrial, administrative, and mining projects; investment in commercial and industrial projects and companies, including mining, cement, iron, and other companies; clinker production and grinding; and cement manufacturing.

During the year ended December 31, 2024, Northern Cement Jordan transferred its 50% share in Sarh Zamzam to the Company, making the Company the direct and sole owner of 100% of Sarh Zamzam's capital.

3- Basis of preparation of interim condensed consolidated financial information:

Applied Accounting Standards

These interim condensed consolidated financial information have been prepared in accordance with International Accounting Standard No. 34: "Interim Financial Reporting," as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements endorsed by the Saudi organization for chartered and professional Accountants. This interim condensed consolidated financial information does not include all the information and disclosures required for a full set of consolidated financial statements in accordance with International Financial Reporting Standards (IFRS), but selected accounting policies and explanatory notes have been included to explain significant events and transactions necessary to understand the changes in the financial position and performance of the group since December 31, 2024. Accordingly, this interim condensed consolidated financial information should be read in conjunction with the group's consolidated financial statements for the year ended December 31, 2024. In addition, the results for the three-month and nine-month period ended September 30, 2025, are not necessarily indicative of the results that may be expected for the year ending December 31, 2025.

Basis of measurement

The Interim condensed consolidated financial information are prepared in accordance with the principle of historical cost and using accrual basis and the concept of continuity of activity, except for the employee's defined benefits obligations, which is recognized at the present value of future obligation using one of the actuarial methods which is the projected unit credit method.

Northern Region Cement Company
(A Saudi Joint Stock Company)
Notes to the Interim condensed consolidated financial information (Unaudited)
For the three-month and nine-month periods ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

3- Basis of preparation of interim condensed consolidated financial information (Continued):

Going concern:

The Interim condensed consolidated financial information has been prepared on a going concern basis, which assumes that the Group will be able to manage liquidity to ensure, as far as possible, that it will have sufficient liquidity to meet its obligations as they fall due under both normal and abnormal conditions.

Significant Accounting Judgments and Estimates

The preparation of these interim condensed consolidated financial information requires management to use judgments and estimates that affect the application of accounting policies, and the amounts reported for assets, liabilities, revenues, and expenses. Actual results may differ from these estimates. The key areas of management's judgments in applying the Group's accounting policies and the key sources of estimates and uncertainties are similar to those disclosed in the consolidated financial statements for the previous year.

4- Material accounting policies:

Material accounting policies applied to these the Interim condensed consolidated financial information is the same as those applied to the consolidated financial statements for the fiscal year ended December 31, 2024.

4-1 New standards, interpretations, and amendments

There are new standards and number of amendments to standards which are effective from 1 January 2025 and have been explained in Group's annual Consolidated Financial Statements, but they do not have a material effect on the Group's Interim Condensed Consolidated Financial information.

Northern Region Cement Company
(A Saudi Joint Stock Company)
Notes to the interim condensed consolidated financial information (Unaudited)
For the three-month and nine-month periods ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

5- Segment information

The Group is managed as a single operational segment in the manufacture and production of cement of all kinds and the Group is operating in Saudi Arabia, The Hashemite Kingdom of Jordan and the Iraqi Republic as follows:

	Kingdom of Saudi Arabia	The Hashemite Kingdom of Jordan	The Iraqi Republic	Adjustments and eliminations	Total
As at September 30, 2025:					
Property, plant and equipment, net	1,920,320,181	159,787,025	108,830,693	-	2,188,937,899
Total assets	3,614,378,611	535,582,049	223,364,873	(714,671,178)	3,658,654,355
Total liabilities	1,370,179,013	163,818,916	147,484,549	(269,148,658)	1,412,333,820
As at December 31, 2024:					
Property, plant and equipment, net	1,883,558,487	156,420,686	90,284,266	-	2,130,263,439
Total assets	3,521,879,335	555,332,670	205,568,288	(718,509,962)	3,564,270,331
Total liabilities	1,270,836,882	184,616,813	139,307,344	(284,802,307)	1,309,958,732
For the nine-month period ended September 30, 2025:					
Sales, net	326,162,118	202,812,108	78,275,471	(104,582,748)	502,666,949
Depreciation and amortization	32,597,565	5,611,203	1,875,982	-	40,084,750
Finance cost	44,379,153	-	-	-	44,379,153
Net profit for the period	18,764,720	8,657,949	9,685,912	-	37,108,581
For the nine-month period ended September 30, 2024:					
Sales, net	266,146,547	201,327,454	91,964,670	(109,559,452)	449,879,219
Depreciation and amortization	30,706,491	6,145,896	1,764,079	-	38,616,466
Finance cost	37,181,469	-	-	-	37,181,469
Net profit for the period	70,095,229	6,394,286	5,076,791	-	81,566,306

Northern Region Cement Company
(A Saudi Joint Stock Company)
Notes to the interim condensed consolidated financial information (Unaudited)
For the three-month and nine-month periods ended September 30, 2025
(All amounts are in Saudi Riyals unless otherwise stated)

6- Intangible assets, net

	Goodwill *	Plant rehabilitation**	IT Software***	Licenses	Total
Cost					
Balance as at January 1, 2025 (Audited)	506,851,497	61,452,158	11,560,282	792,930	580,656,867
Additions during the period	-	356,370	1,080,843	170,625	1,607,838
Transfer to property, plant and equipment	-	-	(254,160)	-	(254,160)
Balance as at September 30, 2025 (Unaudited)	506,851,497	61,808,528	12,386,965	963,555	582,010,545
Accumulated amortization					
Balance as at January 1, 2025 (Audited)	-	11,421,176	9,485,782	791,063	21,698,021
Charged for the period	-	1,875,983	509,978	5,051	2,391,012
Balance as at September 30, 2025 (Unaudited)	-	13,297,159	9,995,760	796,114	24,089,033
Net book value					
As at September 30, 2025 (Unaudited)	506,851,497	48,511,369	2,391,205	167,441	557,921,512
As at December 31, 2024 (Audited)	506,851,497	50,030,982	2,074,500	1,867	558,958,846

***Goodwill:**

Goodwill resulted from the Group's acquisition of equity in Northern Cement Jordan during the third quarter of 2011. The management performs goodwill impairment testing at the end of each financial year to ensure there is no impairment loss. Management has concluded that no impairment loss was identified as of December 31, 2024. During the period ended September 30, 2025, the management of the Company believes that there are no indicators of impairment in the carrying amount of goodwill since the latest impairment assessment performed as at December 31, 2024.

**** Plant rehabilitation:**

The Company's subsidiary in Iraq "Um-Qasr Northern Cement Co. Ltd" has entered into an agreement with the General Cement Southern Company (one of the companies of the Ministry of Industry and Minerals in the Republic of Iraq) to rehabilitate and operate the Basra cement plant for 26 years from the end of the rehabilitation period, in exchange for free shares of cement produced for the Iraqi government. The cost of plant rehabilitation represents cost incurred by Um-Qasr Northern Cement Co. Ltd to rehabilitate the plant and make it ready for use and will be amortized over 26 years from the end of the rehabilitation period which was completed on September 1, 2018.

*****IT Software:**

Software Intangible assets are programs and payments for the development of these programs that are amortized over the estimated production life of 4 years.

7- Investment in associate company, net:

The Group's investment in associate company using the equity method is presented as follows:

Associate Company Name	Country of origin	Percentage of ownership	
		September 30, 2025	December 31, 2024
		(Unaudited)	(Audited)
Cement Experts Development Company	The Hashemite Kingdom of Jordan	0%	50%

The movement in the investment in the associate company during the period/year is as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	-	160,802,424
Disposal during the period / year*	-	(160,802,424)
Balance at the end of the period / year	-	-

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7- Investment in associate company, net (Continued):

The investment in the associate represents a 50% of the ownership rights of Cement Experts Development company (LTD) registered in Amman - Hashemite Kingdom of Jordan, this associate company had activity includes investment, management and development of industrial, administrative and mining projects. Cement Experts Development company invests indirectly in Pioneer Trading and Investment company, Rehabilitation of industrial projects limited "Pioneer" (Republic of Iraq) where Pioneer Company signed a contract with the Iraqi government to rehabilitate and operate the Kubaisa cement plant for 26 years in exchange for a free share in production, to be returned to the government after the end of the contract period.

***Disposal**

During the year ended December 31, 2024, and based on the decision of the board of directors' meeting held on February 7, 2024, the Company disposed its entire shares in Cement Experts Development Company at a value of SAR 206 million to AMP Global Trading Company Emirates. the Group realized gain from this sale transaction amounted to SAR 45.4 million in the consolidated statement of profit or loss and other comprehensive income for the nine-month period ended September 30, 2024.

8- Inventory

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Raw materials	327,776,765	322,662,088
Finished goods	178,153,590	158,548,356
Spare parts and consumables	173,022,786	151,775,655
Semi-finished goods	17,371,689	16,842,182
Goods in transit	22,807,200	22,794,731
Packing materials	8,932,513	11,056,296
Total	728,064,543	683,679,308
Provision for impairment	(797,544)	(1,800,000)
	727,266,999	681,879,308

9- Related Parties Balances, Transactions and Key Management Remuneration:

Related parties represent the major shareholders of the Group, and the entities that are controlled by, or subject to significant influence from, those parties.

Related Parties	Relationship
Pan Kingdom Investment Company	Founding Shareholder
Pan Kingdom Saudi Trading Company	Relationship with a shareholder

The significant transactions made with related parties during the period / year are as follows:

	Nature of transaction	September 30, 2025	September 30, 2024
		(Unaudited)	(Unaudited)
A. Transactions with a related party			
Pan Kingdom Investment Company	Sales	-	153,900
B. Transactions with senior management officers			
allowances of senior management officers, the Board of Directors and its committees	Benefits, and allowance	1,653,000	1,334,500

These transactions resulted in the following balances:

9-1 Due from a related party:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Pan Kingdom Investment Company	413,071	413,071

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9-2 Trade receivable from a related party

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Pan Kingdom Saudi Trading Company (Included in accounts receivable)	2,100,266	2,994,357

10- Borrowings and bank facilities

The Group obtained borrowing and bank facilities from some local commercial banks. These borrowings and bank facilities are secured by all property, plant and equipment.
Below is the borrowings and bank facilities for the Group:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Bank facilities *	621,968,511	481,589,730
Borrowings **:		
Long-term borrowings – current portion	185,466,669	173,050,059
Long-term borrowings – non-current portion	191,421,112	315,466,001
Total borrowings	376,887,781	488,516,060
Total borrowings and bank facilities	998,856,292	970,105,790

*** Bank facilities – Murabaha:**

The Group obtained banking facilities in the form of Murabaha from several local commercial banks, with total amount of SAR 621.9 million as at September 30, 2025 (December 31, 2024: SAR 481.6 Million) and incurs financing costs at prevailing prices in the market based on interbank offer rates in addition to fixed margin. The management intends to renew bank facilities when they are due. The bank facilities are secured by a promissory note. The related finance cost amounted to SAR 20,911,009 for the period (September 30, 2024: SAR 19,020,286).

**** Long term borrowings:**

The Group obtained long-term loans from Saudi Industrial Development Fund and several local commercial banks. The outstanding balance amounted of SAR 376.9 million as at September 30, 2025 (December 31, 2024: SAR 488.5 Million) and incurs financing costs at prevailing prices in the market based on interbank offer rates in addition to fixed margin.

In accordance with the long-term loan agreement with the Fund, all property, plant, and equipment constructed or to be constructed on a plot of land with a total area of 30 km² — located in the Northern Free Zone in Arar Governorate and granted to the Company by virtue of a ministerial resolution transferring Ore Quarry License No. S/8213 dated 24 Ramadan 1435H — have been mortgaged, along with all project assets, equipment, machinery, appurtenances, and related components or those acquired for the expansion of the white cement production line, and other guarantees include a promissory note related to loans from local commercial banks. The total financing cost on long-term borrowings amounted to SAR 22,975,321 (September 30, 2024: SAR 18,088,339).

The movements during the period / year of borrowings and bank facilities are as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of period \ year	970,105,790	953,239,850
Proceeds during the period \ year	989,193,283	1,304,455,670
Paid during the period \ year	(960,442,781)	(1,287,589,730)
Balance at the end of the period \ year	998,856,292	970,105,790

Northern Region Cement Company**(A Saudi Joint Stock Company)****Notes to the Interim condensed consolidated financial information (Unaudited)****For the three-month and nine-month periods ended September 30, 2025****(All amounts are in Saudi Riyals unless otherwise stated)****11-Zakat, income tax provision and zakat liability:****11-1 Zakat liability:**

The Zakat, Taxes, and Customs Authority (the "Authority") issued assessments for the years 2014 to 2019, requiring the Company to pay zakat differences totaling SAR 96,750,924. The Company submitted a settlement request to the Zakat and Tax Disputes Settlement Committee, resulting in Decision No. 1445/46 under Application No. 32322 dated August 10, 2023. This decision reduced the Authority's claim to SAR 58,350,777, which the Company subsequently approved through an electronically documented approval from the Chamber of Commerce. The Company has recognized the amount of these claims over past years and the zakat claims are currently being paid in equal quarterly installments of SAR 2,334,031, with payments scheduled until the year 2029, in accordance with the agreed-upon terms.

An assessment was issued in 2020 regarding the Company's zakat differences, amounting to SAR 9,665,149. The Company initially objected to this assessment; however, its objection was rejected. The dispute was then escalated to the General Secretariat of Tax Committees, which also dismissed the Company's objection in full. Subsequently, the case was brought before the Appeals Committee, which had not issued a decision as of December 31, 2023. However, during the year ended December 31, 2024, a decision was issued rejecting the company's objection, thereby confirming the outstanding amount related to the mentioned Zakat differences. The Authority approved the installment payment of the Zakat differences amounting to SAR 9,665,149 for the year 2020 over one year. During 2022, the company paid SAR 1.8 million to the Authority out of the SAR 9.6 million. Accordingly, the company recorded the remaining Zakat liability of SAR 7.8 million during the past year and the payment was completed during the current period.

During the year 2025, the Zakat, Tax and Customs Authority conducted an examination of the Company's Zakat returns for the financial years from 2021 to 2023. A final Zakat assessment was issued with a total amount of SAR 233,030. The full amount was paid during the period ended September 30, 2025, and there are currently no outstanding Zakat liabilities related to those years.

The table below shows the movement of the zakat liabilities as follow:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	47,623,445	58,350,777
Charged during the period / year	233,030	7,828,215
Paid during the period / year	(15,180,040)	(18,555,547)
Total	32,676,435	47,623,445

Zakat liability has been presented in interim condensed consolidated statement of financial position according to the maturity dates of the agreed installments as shown below:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Accrued zakat liability - Non - Current Portion	23,340,311	30,925,912
Accrued zakat liability - Current Portion	9,336,124	16,697,533
Total	32,676,435	47,623,445

11-2 Zakat and income tax:

The details of zakat, income tax provision and government contribution tax are as follows:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Accrued Zakat	7,303,887	5,794,119
Income tax for a non-Gulf subsidiaries	1,242,699	2,436,257
Government contribution tax non-Gulf subsidiaries	-	148,807
Total	8,546,586	8,379,183

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11- Zakat, income tax provision and zakat liability (Continued):

11-2 Zakat and income tax (Continued):

Below are the details of the movement of the zakat and income tax provision:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	8,379,183	15,867,585
Charged for the period / year	14,733,478	14,440,955
Paid during the period / year	(14,566,075)	(21,929,357)
Total	8,546,586	8,379,183

- Status of Zakat and income Tax:

The Zakat and tax returns for the Company and its subsidiaries have been filed up to the year 2024, and the corresponding Zakat and taxes have been duly settled.

12- Earnings per share:

The calculation of basic and diluted earnings per share is based on the net profit attributed to the Parent Company's shareholders and the weighted average number of existing common shares. Earnings per share as at September 30, 2025, was calculated based on the weighted average number of shares held during the period with a number of 180 million shares (September 30, 2024: 180 million shares). Diluted earnings per share is the same as the basic earnings per share as the Group has no convertible securities or reduced financial instruments to exercise it.

	For the three-month period ended		For the nine-month period ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	(Unaudited)		(Unaudited)	
Net profit for the period	16,045,002	18,128,417	37,052,327	81,520,514
Weighted average number shares	180,000,000	180,000,000	180,000,000	180,000,000
Basic and diluted earnings per share from net profit for the period	0.09	0,10	0.21	0,45

13- Capital management:

In order to manage the Group's capital, the capital includes equity and all other equity reserves belonging to the Group's owners. The main purpose of managing the Group's capital is to maximize the value of shareholders' shares. The Group manages and adjusts its capital structure considering changes in economic conditions and financial commitment requirements. To maintaining or modifying the capital structure, the Group may adjust dividends amounts paid to shareholders, return capital to shareholders or issue new shares. The Group monitors capital using the leverage ratio, which represents net debt divided by total equity. The Group's net debt includes the group's liabilities such as term loans, trade payable, accrued expenses and other payable less cash and cash equivalents.

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Borrowings and bank facilities	998,856,292	970,105,790
Trade and notes payable	239,625,542	145,080,034
Accrued expenses and other credit balances	93,681,385	101,206,942
Zakat liability	32,676,435	47,623,445
Zakat and income tax provision	8,546,586	8,379,183
Leases liabilities	6,218,878	8,560,339
Less: Cash and cash equivalents	(24,458,892)	(26,987,432)
Net debt	1,355,146,226	1,253,968,301
Total equity	2,246,320,535	2,254,311,599
Leverage ratio	60%	65%

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14- Contingent liabilities:

The contingent liabilities on the Group are shown in the table below:

	September 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Letters of guarantee	18,000,000	13,000,000

15- Dividends paid:

15-a Dividends distributed to Shareholders

The Board of Directors of Northern Region Cement Company, in its meeting held on September 28, 2025, and based on the prior approval of the Company's General Assembly, approved the distribution of cash dividends to the company's shareholders for the year 2025. The total amount distributed was SAR 45 million, allocated over 180 million shares. The dividend per share amounted to SAR 0.25, which represents a distribution ratio of 2.5% of the nominal value. The actual payment of the dividend was subsequently completed by the Company on October 16, 2025.

The Board of Directors of Northern Region Cement Company, in its meeting held on March 21, 2024, and based on the prior approval of the Company's General Assembly, approved the distribution of cash dividends to the Company's shareholders for the year 2023, amounting to SAR 45 million. The dividends were distributed over 180 million shares at a rate of SAR 0.25 per share, representing 2.5% of the nominal value. The distribution was executed by the Company on April 24, 2024.

15-b Dividends distributed to Non-controlling Interests

During the year 2025, Northern Cement Jordan Company, distributed dividends amounting to SAR 19,759 to the shareholders of non-controlling interests for the profits of the year 2024.

15- Subsequent events:

Group management considers that there are no significant subsequent events after the date of the report that require their modification or disclosure in this Interim condensed consolidated financial information.

16- Approval of the Interim condensed consolidated financial information

The accompanying Interim condensed consolidated financial information were approved by the Company's Board of Directors on Jumada al-Awal 14,1447 H (corresponding to November 5,2025).