



AL JOUF CEMENT COMPANY
(Saudi Joint Stock Company)
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026
AND THE INDEPENDENT AUDITOR'S REVIEW REPORT

AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026

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

**To the Shareholders of
Al Jouf Cement Company
(A Saudi Joint Stock Company)
Riyadh, the Kingdom of Saudi Arabia**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Jouf Cement Company - A Saudi Joint Stock Company (the "Company") and its subsidiaries (together the "Group"), as at 31 March 2026, and the related interim condensed consolidated statement of profit or loss and other comprehensive income, changes in equity and cash flows for the three-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

Except as explained in the following paragraph, 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.

Basis for Qualified Conclusion

During the year ended 31 December 2025, management recognized inventory loss of ~~97.8~~ 97.8 million relating to work in-progress inventory. This loss resulted from discrepancies between management's inventory records and management's expert report related to inventory year-end physical count. Consequently, management has engaged an external consultant to investigate this matter. The investigation is still ongoing as of the date of our report. Accordingly, we were unable to ascertain whether this loss pertains to the 2025 or prior years.

Qualified Conclusion

Except for the adjustments to the interim condensed consolidated financial information that we might have become aware of had it not been for the situation described above, 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.

**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION – (CONTINUED)**

**To the Shareholders of
Aljouf Cement Company
(A Saudi Joint Stock Company)
Riyadh, the Kingdom of Saudi Arabia**

Other Matter

The interim condensed consolidated financial information of the Group for the three-month period ended 31 March 2025 were reviewed by another auditor who expressed an unmodified conclusion on those interim condensed consolidated financial information on 24 Dhul Qaddah 1446H corresponding to 22 May 2025.

RSM Allied Accountants Professional Services



Abdullah Bin Ahmed Al Faddaghi
License No, 706
Riyadh, Saudi Arabia
1 Thul-Hijjah 1447 AH (corresponding to 18 May 2026)



AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Assets			
Non-current assets			
Property, plant, and equipment	6	1,660,725,350	1,669,203,636
Intangible assets		3,055,517	3,367,488
Right-of-use assets		522,799	-
Investment in equity instruments at fair value through other comprehensive income	7	-	-
Total non-current assets		1,664,303,666	1,672,571,124
Current assets			
Inventory	8	118,389,793	112,890,301
Trade receivables	9	12,756,386	20,016,770
Prepayments and other receivables		10,997,611	8,848,658
Cash at banks		641,968	1,860,312
Total current assets		142,785,758	143,616,041
Total assets		1,807,089,424	1,816,187,165
Equity and Liabilities			
Equity			
Share capital	1	1,087,000,000	1,087,000,000
Changes in fair value in other comprehensive income	7	(46,000,000)	(46,000,000)
Accumulated losses		(152,449,012)	(130,845,274)
Foreign currency translation reserve		(63,150)	(63,150)
Total equity		888,487,838	910,091,576
Liabilities			
Non-current liabilities			
Long-term banks facilities - non-current portion	11	119,374,084	126,264,389
Quarry exploitation fees - non-current portion	12	13,566,397	16,539,778
Employees' end-of-service benefits		11,079,314	10,949,247
Lease liability - non-current portion		295,935	-
Total non-current liabilities		144,315,730	153,753,414
Current liabilities			
Long-term banks facilities - current portion	11	416,376,993	406,969,793
Short term banks facilities	11	175,448,315	168,352,588
Trade and other payables	13	130,019,517	124,501,880
Quarry exploitation fees - current portion	11	18,659,847	18,143,238
Current portion of lease liability		179,008	-
Provision for zakat	14	33,602,176	34,374,676
Total current liabilities		774,285,856	752,342,175
Total liabilities		918,601,586	906,095,589
Total equity and liabilities		1,807,089,424	1,816,187,165

The accompanying notes 1 to 23 form an integral part of this interim condensed consolidated financial information.

Acting Chief Financial Officer



Managing Director and Chief Executive Officer



Chairman



AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN ₪ UNLESS OTHERWISE STATED)

	Note	For the three-month period ended	
		31 March 2026 (Unaudited)	31 March 2025 (Unaudited)
Net Revenue	16	40,193,974	68,498,213
Cost of revenue		(39,562,473)	(62,557,486)
Gross profit		631,501	5,940,727
Selling and marketing expenses		(2,048,259)	(4,162,850)
General and administrative expenses		(5,269,477)	(8,051,112)
Operating loss		(6,686,235)	(6,273,235)
Finance cost		(14,242,682)	(14,538,440)
Reversal of allowance for expected credit losses		-	2,000,000
Other income, net		75,179	1,676,586
Loss for the period before zakat		(20,853,738)	(17,135,089)
Zakat (charge) / reversal for the period	14	(750,000)	1,900,000
Net loss for the period		(21,603,738)	(15,235,089)
Other comprehensive income:			
Items that will not be subsequently reclassified to profit or loss		-	-
Total comprehensive loss for the period		(21,603,738)	(15,235,089)
Loss per share			
Basic and diluted loss per share for the period - ₪ / share	15	(0.20)	(0.14)

The accompanying notes 1 to 23 form an integral part of this interim condensed consolidated financial information.

Acting Chief Financial Officer

Managing Director and Chief Executive Officer

Chairman

AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN \$ UNLESS OTHERWISE STATED)

	Changes in Fair Value					Total Equity
	Share Capital	Statutory Reserve	Comprehensive Income	(Accumulated losses) / Retained Earnings	Foreign Currency Translation Reserve	
Balance as at 31 December 2025 (Audited)	1,087,000,000	-	(46,000,000)	(130,845,274)	(63,150)	910,091,576
Net loss for the period	-	-	-	(21,603,738)	-	(21,603,738)
Other comprehensive income items	-	-	-	(21,603,738)	-	(21,603,738)
Total comprehensive loss for the period	-	-	-	(46,000,000)	-	(46,000,000)
Balance as at 31 March 2026 (Unaudited)	1,087,000,000	-	(46,000,000)	(152,449,012)	(63,150)	888,487,838
Balance as of 31 December 2024 (Audited)	1,087,000,000	62,947,016	(46,000,000)	12,600,195	(63,150)	1,116,484,061
Net loss for the period	-	-	-	(15,235,089)	-	(15,235,089)
Other comprehensive income items	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	(62,947,016)	(15,235,089)	-	(15,235,089)
Transferred from statutory reserve	-	-	-	62,947,016	-	62,947,016
Balance as at 31 March 2025 (Unaudited)	1,087,000,000	-	(46,000,000)	60,312,122	(63,150)	1,101,248,972

The accompanying notes 1 to 23 form an integral part of this interim condensed consolidated financial information.

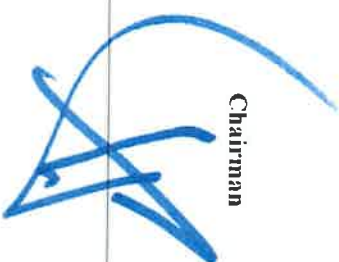
Acting Chief Financial Officer



Managing Director and Chief Executive Officer



Chairman



AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

	Note	For the three-month period ended	
		31 March 2026	31 March 2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss for the period before Zakat		(20,853,738)	(17,135,089)
Adjustments for:			
Depreciation of property, plant and equipment	6	8,508,123	6,887,331
Reversal of expected credit losses		-	(2,000,000)
Depreciation of right-of-use assets		47,527	47,141
Amortization of intangible assets		311,971	94,131
Provision for slow moving inventory		-	(2,859,208)
Finance cost		14,242,682	14,538,440
Employees' benefit obligations		381,026	459,781
		<u>2,637,591</u>	<u>32,527</u>
Changes in:			
Inventory		(5,499,492)	13,471,747
Trade receivables		7,260,384	(389,685)
Prepayments and other receivables		(2,148,953)	(241,992)
Trade and other payables		5,517,637	9,679,600
Cash generated from operations		<u>7,767,167</u>	<u>22,552,197</u>
Payment of quarry exploitation fees	12	(3,000,000)	(2,800,000)
Employees' benefit obligations paid		(250,959)	(207,894)
Zakat paid	14	(1,522,500)	-
Net cash generated from operating activities		<u>2,993,708</u>	<u>19,544,303</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	6	(29,837)	(139,019)
Net cash used in investing activities		<u>(29,837)</u>	<u>(139,019)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Banks facilities repayments	11	(4,332,688)	(18,738,889)
Receipt of banks facilities	11	4,801,000	1,323,982
Payment of lease liabilities		(104,502)	-
Finance costs paid	11	(4,546,025)	(12,999,444)
Net cash used in financing activities		<u>(4,182,215)</u>	<u>(30,414,351)</u>
Net decrease in cash and cash equivalents		<u>(1,218,344)</u>	<u>(11,009,067)</u>
Cash and cash equivalents at beginning of the period		1,860,312	11,959,909
Cash and cash equivalents at end of the period		<u>641,968</u>	<u>950,842</u>
Supplemental non-cash financial information	21		

The accompanying notes 1 to 23 form an integral part of this interim condensed consolidated financial information.

Acting Chief Financial Officer



Managing Director and Chief Executive Officer



Chairman



AL JOUF CEMENT COMPANY

(SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED) (ALL AMOUNTS IN ~~ﷲ~~ UNLESS OTHERWISE STATED)

1. CORPORATE INFORMATION

Al Jouf Cement Company (the “Company”) is a Saudi joint stock company, established under License No. 25 of the Ministry of Commerce and Industry dated 11 Muharram 1426 (corresponding to 20 February 2006) and registered in the city of Riyadh under Commercial Registry No. 1010225259 dated 1 Dhul-Qi’dah 1427 (corresponding to 22 November 2006) and Industrial License No. 25 dated 11 Muharram 1426 (corresponding to 20 May 2005) and renewed under No. 1042 dated 8 Rabi’ al-Thani 1437 (18 January 2016). The Company operates under a materials quarry license in accordance with the mining system issued by Royal Decree No. 59/Q, dated 3 Rajab 1428 (corresponding to 17 July 2007). Its duration is (30) thirty Hijri years starting from the date of the license, and the Company has the right to request renewal of this license for a similar period with the approval of the Ministry of Industry and Mineral Resources.

This interim condensed consolidated financial information includes the assets, liabilities, and business results of the Company and its subsidiaries and branch (the “Group”) which are as follows:

<u>Company Name</u>	<u>Relationship</u>	<u>Country of incorporation</u>	<u>Ownership percentage</u>	<u>Main activities</u>
Al-Jouf Cement Company	Subsidiary	The Hashemite Kingdom of Jordan	100%	Import, export, wholesale and retail trade.
Al-Jouf Investments Company	Subsidiary	Kingdom of Saudi Arabia	100%	Wholesale and retail trade of cement and its derivatives, commercial undertakings, import and export services, and marketing for others.
Jahez Al-Jouf Company	Subsidiary	Kingdom of Saudi Arabia	100%	Wholesale of cement and the like, and land transportation of goods.

The above subsidiaries has not started the operations as at 31 March 2026.

The Company's activity is the production of ordinary portland cement, salt-resistant cement, white cement, the agglomerated cement (clinker), pozzolanic cement and green cement.

1.1 Recent Geopolitical Developments in the Middle East

During the three-month period ended 31 March 2026, geopolitical tensions in parts of the Middle East intensified, leading to economic instability. Given that the majority of the Group’s operations are conducted within the region, management continues to monitor these developments closely as the situation remains evolving, and any further escalation or prolonged continuation of the conflict could potentially affect Group’s business.

2. GOING CONCERN

The Group has a net loss for the three-month period ended 31 March 2026 amounting to ~~ﷲ~~21,603,738 (three-month period ended 31 March 2025: ~~ﷲ~~15,235,089), and as of that date the Group has accumulated losses of ~~ﷲ~~152,449,012 (31 December 2025: ~~ﷲ~~130,845,274). The Group’s current liabilities exceeded its current assets, which led to a deficit in working capital amounted to ~~ﷲ~~631,500,098 as at 31 March 2026 (31 December 2025: ~~ﷲ~~608,726,134).

AL JOUF CEMENT COMPANY

(SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED) (ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

2. GOING CONCERN – CONTINUED

During 2024, the Group successfully signed an agreement with the National Electricity Transmission Company to deliver electricity to the factory by the third quarter of 2026. An agreement was also signed with Engie to build a 22-megawatt solar power plant (operational contract) that will start in the fourth quarter of 2026, with no capital costs for the Group. Such agreement will help the Group to reduce its operational cost and move towards environment friendly tools. Management expects to complete the factory's connection to the natural gas grid by 2027. All of these factors will help utilize the factory's full capacity, thus significantly reducing production costs, which will contribute to improving the Group's profit margins. On 29 September 2025, the Group held a meeting with the Ministry regarding the Liquid Fuel Displacement Program, which is designed to compensate the Group for costs incurred in internal modifications necessary to implement an alternative energy initiative.

The Group participated in the Industrial Sector Competitiveness Program through an agreement aimed at enhancing energy efficiency and quality in its industrial facilities. The program contributed to reducing production costs, complementing ongoing initiatives to improve operational efficiency. As a result, the Group received the financial compensation starting in 2024.

On 18 May 2025, the Group obtained initial approvals for revolving credit facilities from the Saudi Export-Import Bank, amounting to ﷲ30,000,000 which will support the operating expenses of the products.

Furthermore, the Group has developed a 7-year business plan, approved by the Board of Directors on 26 August 2025. The plan projects improved operational performance and profitability through optimal utilization of existing production capacity and an increase in production and sales of cement and clinker. Key initiatives include the revision of selling prices in line with market trends, expansion into regional export markets and planned transition from heavy fuel oil to natural gas is expected to significantly lower production costs and improve gross profit margins. Based on business plan the Group will generate sufficient cashflows and meet its current liabilities within 12 months of the reporting period.

In addition, the Board of Directors and management are actively engaged in strengthening the Group's financial position by pursuing banks facilities restructuring arrangements and rollover existing short term banks facilities through deferred sale agreements (note 10). These initiatives, coupled with management's ongoing efforts to enhance operational efficiency and cost control, are expected to support improved liquidity, reduce net losses, and ensure the Group's continued financial stability.

The Group management has confidence in the financial position of the Group in the coming period, accordingly this interim condensed consolidated financial information have been prepared on the going concern basis.

3. BASIS OF PREPARATION

3.1 Statement of Compliance

This interim condensed consolidated financial information has been prepared in accordance with IAS 34 'Interim Financial Reporting' as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncement issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). The interim condensed consolidated financial information does not include all the information and disclosures required in the annual statements to prepare a complete set of financial statements; however, the accounting policies and explanatory notes are mentioned to explain events and the important transaction to understand the changes in the Group's financial position and its performance since the last annual financial statement of the Group.

The interim condensed consolidated financial information does not include all of the information required for full annual financial statements and should be read in conjunction with the annual consolidated financial statements as of and for the year ended 31 December 2025.

The results for the three-month period ended 31 March 2026 are not necessarily indicative of the results that can be expected for the financial year ending 31 December 2026.

AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

3. BASIS OF PREPARATION - CONTINUED

3.2 Basis of Consolidation

The interim condensed consolidated financial information includes the financial statements of the Company, its branch and its subsidiaries (together referred to as the “Group”) located in the Kingdom of Saudi Arabia as on 31 March 2026 as disclosed in note 1.

Subsidiaries are entities controlled by the Group. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through the exercise of its power over the investee. In particular, the Group controls an investee only when it has:

- Has power over the investee (having rights to give the group the ability to direct the activities related to the investee company),
- Is exposed to risk, or has rights to variable returns from its involvement with the investee; and
- Has the ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement(s) with the other vote holders of the investee;
- Rights arising from other contractual arrangements;
- The Group’s voting rights and potential voting rights.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the interim condensed consolidated financial information from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Group.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group’s accounting policies.

All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

3. BASIS OF PREPARATION - CONTINUED

3.3 Significant accounting judgements, estimates and assumptions

The preparation of this interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, revenue and expenses. These estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The significant estimates made by the management when applying the Group's accounting policies and the significant sources of the estimation uncertainty were similar to those disclosed in the last issued annual consolidated financial statements.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

4.1 Material accounting policy information

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those used in preparing the annual consolidated financial statements for the Group for the year ended 31 December 2025.

5. NEW AMENDED STANDARDS AND INTERPRETATIONS

New standards and a set of amendments to standards have been issued and are effective from 1 January 2026. These standards do not have a material impact on the Group's interim condensed interim consolidated financial information as disclosed in annual consolidated financial statements.

AL JOUF CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)
(ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

6. PROPERTY, PLANT AND EQUIPMENT

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Cost:		
Balance at the beginning of the period / year	2,347,167,961	2,346,206,090
Additions during the period / year	29,837	1,998,538
Disposals during the period / year	-	(1,036,667)
Balance at the end of the period / year	2,347,197,798	2,347,167,961
Accumulated Depreciation:		
Balance at the beginning of the period / year	677,964,325	651,051,029
Charge for the period / year	8,508,123	27,038,094
Disposals during the period / year	-	(124,798)
Balance at the end of the period / year	686,472,448	677,964,325
Net book value for the period / year	1,660,725,350	1,669,203,636

All property, plant and equipment are pledged as guarantee against several loans (note 11).

7. INVESTMENT IN EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	Ownership Percentage		31 March 2026 (Unaudited)	31 December 2025 (Audited)
	2026	2025		
Eastern Industrial Company (EIC) - Closed Saudi Joint Stock Co.(7.1)	10%	10%	46,000,000	46,000,000
Less: Fair value reserve for investment in Eastern Industrial Company (7.2)			(46,000,000)	(46,000,000)
			-	-

7.1 The Group holds 10% ownership in Eastern Industrial Company (EIC), a Closed Saudi Joint Stock Company in which the Group does not have effective control or influence.

7.2 In previous years, the Group devalued its investment in EIC to zero because EIC was incurring losses and went into liquidation and the decision by shareholders to liquidate EIC. Despite the appointment of a liquidator to oversee the liquidation process, the Group has not received any financial statements from EIC since 2019.

7.3 On 21 Jumada Al-Thani 1443 H, corresponding to 24 January 2022 the Group received a payment request from Saudi Industrial Development Fund (SIDF) amounting to ﷲ49,549,920 as a result of EIC defaulting on a guaranteed loan that the Group had a share in since 2013. The Group had already recognized a liability for this amount in its financial statements in the year ended 31 December 2021 under "provision for a loan guarantee" and had made partial payments in the previous years (2022 and 2023) by an amount of ﷲ9,955,000 and ﷲ3,913,920 respectively. A lawsuit was filed by SIDF against the Group to recover the outstanding balance, and a court ruling initially ordered the seizure of funds to settle the debt, but this ruling was later lifted due to a defect in the guarantee provided by the Group. The remaining amount owed to SIDF is ﷲ35,681,000, which the Group anticipates settling through the liquidation process.

AL JOUF CEMENT COMPANY

(SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2026 (UNAUDITED)****(ALL AMOUNTS IN ₪ UNLESS OTHERWISE STATED)****7. INVESTMENT IN EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME - CONTINUED**

7.4 Shareholders of EIC have announced the company's liquidation, and the bankruptcy trustee has initiated the liquidation process following a ruling by the Commercial Court in Dammam. The Group's general assembly has authorized legal action against former board members for losses arising from the investment in EIC.

7.5 The Group has commenced the liquidation process for EIC and has received confirmation of approval for a proportional payment of ₪ 50,658,222 from the surplus of the liquidation proceeds to cover the Group's payments to date for the loans of EIC to Bank Al-Jazira and SIDF, which were guaranteed by the Group.

7.6 Despite recording a liability of ₪ 35,681,000 for guarantees made to SIDF for the EIC loan, during the year 2024, the management of the Group has decided to reverse this liability in the Group's books and disclose it as a contingent liability (note 19). This decision had been taken based on the updated information indicating SIDF's priority as a secured creditor in the liquidation of EIC's assets which has been supported by the Group's expert lawyer and the Group's assessment that the expected sale proceeds from EIC's assets will be sufficient to settle the outstanding amounts owed to SIDF. The Group's management believes that the recorded liability to SIDF is remote and cannot be reliably estimated, hence they reversed the liability and treated it as a contingent liability.

8. INVENTORIES

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Raw materials		5,895,213	8,483,463
Work in progress*		38,067,098	27,031,267
Finished products		8,338,245	9,533,605
Spare parts		63,076,218	62,794,091
Fuel and consumables		10,098,479	12,133,335
		125,475,253	119,975,761
Less: Provision for slow moving inventory	8.1	(7,085,460)	(7,085,460)
		118,389,793	112,890,301

*During the year 2025, the management identified significant differences in work-in-progress inventory balances during the year-end physical inventory count. Accordingly, management recognized an inventory loss of ₪97.8 million arising from discrepancies between quantities recorded in the management's inventory records and quantities determined by management's expert report.

Management has initiated a detailed review and engaged an external consultant to investigate the matter, with preliminary findings indicating possible accumulations from prior periods and inconsistencies in certain inventory measurement and recording processes. As sufficient evidence was not available to determine the specific periods to which the differences relate, the full adjustment has been recognized during the year 2025 consolidated financial statements.

The investigation is still ongoing and may result in further accounting adjustments or disclosures in future years.

8.1 The movement on the provision for slow moving inventory during the period / year is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	7,085,460	6,507,585
Charge for the period / year	-	577,875
Balance at the end of the period / year	7,085,460	7,085,460

8.2 During the year 2025, an assessment for the net realizable value of inventory has been conducted by the management, which resulted in an impairment for finished products by an amount of ₪577,875 which has been directly charged to cost of sales.

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9. TRADE RECEIVABLES

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Receivable from a related party (note 18)	14,092,688	21,421,838
Trade receivables	12,278,217	12,209,451
	26,370,905	33,631,289
Less: Provision for expected credit losses	(13,614,519)	(13,614,519)
	12,756,386	20,016,770

The movement of provision for expected credit losses is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	13,614,519	12,530,232
Charged during the period / year	-	1,084,287
Balance at the end of the period / year	13,614,519	13,614,519

10. STATUTORY RESERVE

In accordance with the Group's By-laws and the provisions of the new Companies Law implemented in the Kingdom of Saudi Arabia in January 2023 and its implementing regulations, the Ordinary General Assembly may decide to establish other reserves to the extent that serves the Group's interests or ensures the distribution of fixed dividends, as far as possible, to shareholders. The said Assembly may also deduct amounts from net profits to achieve special purposes for the Group's employees.

In the extraordinary general assembly meeting held on 6 March 2025, the shareholders of the Group approved to transfer the statutory reserve amounted to ﷲ62,947,016 to the retained earnings within the statement of changes in equity. This is in light of the amendments made to the Company's by-laws, which include the cancellation of the requirement to transfer to the statutory reserve. Accordingly, the statutory reserve has no balance as at 31 March 2026 and 31 December 2025.

11. BANKS FACILITIES

The movement on banks facilities is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	701,586,770	729,086,797
Payments of the principal of the loan	(4,332,688)	(40,923,465)
Additions to the principal of the loan	4,801,000	3,923,978
Financing costs accrued during the period / year	13,690,335	55,650,732
Financing cost paid during the period / year	(4,546,025)	(46,151,272)
Balance at the end of the period / year	711,199,392	701,586,770

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11. BANKS FACILITIES - CONTINUED

The sources of outstanding facilities were as follows:

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Long-term banks facilities		518,539,655	515,261,693
Short-term banks facilities	11.6	163,848,905	161,038,263
Total banks facilities - local commercial banks		682,388,560	676,299,956
Saudi Industrial Development Fund facilities	11.3	17,211,422	17,972,489
	11.4		
Financing companies	&		
	11.6	11,599,410	7,314,325
		711,199,392	701,586,770

Banks facilities - local commercial banks

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Bank facilities – SAB Al Awwal Bank (long-term)	11.1	141,815,926	139,536,815
Bank facilities - Alinma Bank (long-term)	11.2	273,583,461	272,055,221
Bank facilities - Alinma Bank (short-term)	11.6	112,752,050	110,873,465
Bank facilities - Alrajhi Bank (long-term)	11.5	103,140,268	103,669,657
Bank facilities - Alrajhi Bank (short-term)	11.6	51,096,855	50,164,798
		682,388,560	676,299,956
Saudi Industrial Development Fund facilities		17,211,422	17,972,489
		699,599,982	694,272,445

The current and non-current portion of the banks facilities are presented as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Long-term banks facilities – non-current portion	119,374,084	126,264,389
Long term banks facilities – current portion	416,376,993	406,969,793
Short term banks facilities	175,448,315	168,352,588
	711,199,392	701,586,770

The maturity schedule for discounted banks facilities as at 31 March 2026 is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Less than one year	591,825,308	575,322,381
From one to two years	30,891,951	30,891,951
From two to three years	23,168,963	30,891,951
More than three years	65,313,170	64,480,487
	711,199,392	701,586,770

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11. BANKS FACILITIES - CONTINUED

11.1 The Group has total facilities amounting to ~~ﷲ~~154,459,754 from SAB Al Awwal Bank, where the outstanding balance as at 31 March 2026 amounting to ~~ﷲ~~141,815,926 (31 December 2025: ~~ﷲ~~ 139,536,815). These facilities are secured by a promissory note signed by chairman for the full value of the facilities and a mortgage of a portion of the Group's assets. These facilities are repayable in quarterly instalments. The facilities were rescheduled during the third quarter of year 2024. The last instalment of these facilities (after rescheduling) is due in June 2031. The outstanding balance of the SAB Al Awwal Bank loan before rescheduling amounted to ~~ﷲ~~154,459,754, however, due to discounting the rescheduled instalments according to the terms before the rescheduling and the present value of future cash flows on the date of rescheduling, a difference of ~~ﷲ~~14,853,730 was recognized as extinguishment modification gain at 31 December 2024.

11.2 The Group has bank facilities amounting to ~~ﷲ~~746,115,000 from Alinma Bank, where the outstanding balance of which as of 31 March 2026, amounted to ~~ﷲ~~273,583,461 (31 December 2025: ~~ﷲ~~272,055,221), part of where repaid by Al Rajhi Bank. These facilities are secured by a promissory note signed by chairman and a second mortgage on the Group's property, plant and equipment (note 6). These facilities are repayable in quarterly instalments. The facilities were rescheduled during the third quarter of year 2024. The last instalment of these facilities (after rescheduling) is due in May 2031. The outstanding balance of the Alinma loan before the rescheduling split into two loans amounted to ~~ﷲ~~250,000,000 and ~~ﷲ~~28,250,000 respectively. However, due to the discounting of the rescheduled instalments according to the terms before the rescheduling and the present value of future cash flows at the date of rescheduling, differences amounting to ~~ﷲ~~1,262,838 and ~~ﷲ~~643,822 respectively (net ~~ﷲ~~619,016), was recognized as extinguishment modification (loss) and gain respectively as at 31 December 2024.

Due to the rescheduling agreements, the Group has a rescheduling fee amounting to ~~ﷲ~~2,087,124, and according to the requirements of the IFRS 9 "Financial Instruments" the rescheduling fee has been capitalized to the contractual cashflow and will be amortized over the agreement's terms.

11.3 The Group has a loan from the Saudi Industrial Development Fund (SIDF) with outstanding balance of ~~ﷲ~~ 17,211,422 as at 31 March 2026 (31 December 2025: ~~ﷲ~~17,972,489). This loan is secured by a mortgage on all properties, machinery and equipment that are being established in the concession area granted to the Group, located southeast of Turaif Governorate, where the Group's factory is located, with an area of 22.6 square kilo meters, along with the entire factory, its equipment, machinery and all its accessories (note 6), with a net book value of ~~ﷲ~~1,660,725,350 as at 31 March 2026 (31 December 2025: ~~ﷲ~~1,669,203,636). According to the agreement, the last instalment of this loan was due in 2017. On 14 April 2019, the Group obtained a schedule for the remaining dues instalments to SIDF amounting to ~~ﷲ~~87,500,000 divided on 11 instalments, with the last instalment amounting to ~~ﷲ~~61,500,000 to be paid in year 2020. During the third quarter of year 2024, the Group obtained a rescheduling of the remaining dues instalments to SIDF by an amount of ~~ﷲ~~52,700,000 divided into 10 monthly instalments. The last instalment of this loan is due in June 2025. Therefore, no extinguishment modification gain or loss had been recognized.

11.4 During the year 2023, the Group obtained facilities from Sukuk Financial Company by an amount of ~~ﷲ~~ 10,000,000 to be paid on quarterly instalments. The last instalment of these facilities is due in September 2025 to support the Group's operational activities. The facility was fully settled as of 31 December 2025.

The Group also obtained another facility from Manafa Finance Company amounting to ~~ﷲ~~7,500,000 during 2023, to be paid on monthly instalments, the last installment is due in November 2025, which is renewable facility, to support the Group's operational activities. On 11 March 2026, facility was renewed with facility limit amounting to ~~ﷲ~~12,500,000.

During the second quarter of year 2024, the Group obtained another facility from Lendo Company by an amount of ~~ﷲ~~7,500,000 to be paid on monthly instalments starting after four months from the date of obtaining the facility, and the last installment is due in July 2025. Facility had been obtained to support operational activities. The facility was fully settled as of 31 December 2025.

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11.5 During the third quarter of year 2024, the Group obtained long-term facilities from Al Rajhi Bank by an amount of ﷲ100,000,000, for the purpose of repaying part of the existing loan of Alinma Bank. These facilities are secured by a promissory note signed by chairman and a mortgage of part of the Group's property, plant and equipment (note 6). These facilities are repayable in semi-annual instalments. The last instalment of these facilities is due in August 2032.

11.6 Short-term banks facilities

During the third quarter of year 2024, the Group obtained bank facilities from Alinma Bank, with a total limit of ﷲ95,750,000. The total balance of the facility has been received during the year 2024. These facilities are subject to a commission according to the prevailing market prices.

Short-term banks facilities also included credit facilities from Manafa Finance Company amounting to ﷲ7,500,000 obtained during the year 2023, and credit facilities from Lendo Company amounting to ﷲ7,500,000 obtained during the year 2024. These facilities are subject to commissions according to the prevailing interest rates in the market.

During the third quarter of year 2024, the Group obtained additional bank facility to support the Group's operational activities from Al Rajhi Bank, with a credit limit of ﷲ 50,000,000. This facility is subject to commission according to prevailing interest rates in the market.

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Alinma Bank	112,752,050	110,873,465
Al Rajhi Bank	51,096,855	50,164,798
Manafa Finance Company	11,569,400	6,908,595
Lendo Company	30,010	405,730
Short term credit facilities	175,448,315	168,352,588

11.7 Rescheduling of banks facilities

As a result of the rescheduling of the banks facilities referred to above, and as a result of the Group's management signing rescheduling agreements for banks facilities with all of Alinma Bank, SAB Al Awwal Bank and SIDF bank, which led to a change in the repayment terms as a result of extending the repayment period, as well as changing the commission rates as a result of renegotiation, the Group's management performed 10% corridor test for the commitment of banks facilities in accordance with the requirements of IFRS 9 "Financial Instruments", as a result of the change in the pattern of cash flows, and this test resulted in net extinguishment modification gain at 31 December 2024 amounting to ﷲ14,234,714. This amount represents the difference between the present value of the banks facilities according to the terms before the rescheduling and the present value of future cash flows according to the terms of the banks facilities after modification, which are discounted at the original effective interest rate of the facility. Since the difference rate is less than 10%, the modification in the terms is not considered substantial and is not accounted for as a derecognition of the old facilities and the recognition of a new financial obligation. Accordingly, the present value of future cash flows under the terms of the modification was recognized using the original effective interest rate of those facilities, and the difference was recognized as a extinguishment modification gain for the year ended 31 December 2024.

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11. BANKS FACILITIES - CONTINUED

11.7 Rescheduling of banks facilities - continued

The extinguishment modification gains from banks facilities are as follows: -

	Balance before rescheduling	Balance after rescheduling	Extinguishment modification gain / (loss)
Bank facilities – SAB Al Awwal Bank	154,459,754	139,606,024	14,853,730
Bank facilities – Alinma Bank	278,250,000	278,869,016	(619,016)
Credit facilities – SIDF	54,700,000	54,700,000	-
	487,409,754	473,175,040	14,234,714

11.8 Financial covenants

These bank facilities contain financial covenants, the breach of which may lead to renegotiation with the lenders. These covenants are monitored on a periodic basis by management. In the event of a breach or potential breach of these covenants, management ensures the compliance with these covenants. Some of these covenants are linked to financial ratios. The Group was unable to comply with financial covenant of Al Rajhi Bank and Alinma Bank, accordingly, an amount of ₪100,000,000 and ₪250,000,000 has been reclassified as long term banks facility-current portion.

12. QUARRY EXPLOITATION FEES

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance as of 1 January		34,683,016	36,811,759
Finance cost of the period / year		543,228	2,671,257
		35,226,244	39,483,016
Paid during the period / year	12.1	(3,000,000)	(4,800,000)
Balance at the end of the period / year		32,226,244	34,683,016

The current and non-current portion of quarrying fees are presented as follows: -

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Quarry exploitation fees - non-current portion	13,566,397	16,539,778
Quarry exploitation fees - current portion	18,659,847	18,143,238
	32,226,244	34,683,016

12.1 On 27 Rabi' al-Awwal 1445H (corresponding to 12 October 2023), and in accordance with the arrangement signed between the Group and the Ministry of Industry and Mineral Resources, it has been agreed to reschedule the due balance of quarry exploitation fee to the Ministry of Industry and Mineral Resources as at 31 December 2022, amounting to ₪48,915,768 where the first instalment will be due on 1 September, 2023, and the last instalment will be due on 1 March 2028. These instalments have been recognized at their discounted value. During the year ended 31 December 2025, the Group has submitted request to the Ministry of Industry and Mineral Resources to reschedule outstanding dues amounting to ₪32,226,244. As of the 31 March 2026, formal approval had not yet been received. However, existing classification of the outstanding dues between current and non-current liabilities has been considered based on the latest signed reschedule agreement.

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13. TRADE AND OTHER PAYABLES

	Note	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Trade creditors		84,868,924	88,408,673
Accrued expenses	13.1	33,175,117	26,132,582
Accrued salaries, wages and other benefits		8,847,572	7,112,519
Provision for rehabilitation of areas		2,541,000	2,541,000
Other payables		448,041	168,243
Retention execution of works		138,863	138,863
		130,019,517	124,501,880

13.1 Accrued expenses include provision against legal claims as of 31 March 2026 amounting to ﷲ5,621,155 (31 December 2025: ﷲ5,621,155).

14. ZAKAT PROVISION

14.1 Zakat movement

The movement of zakat payable by the Group is as follows:

	31 March 2026 (Unaudited)	31 December 2025 (Audited)
Balance at the beginning of the period / year	34,374,676	28,656,653
Charged during the period / year	750,000	6,243,023
Paid during the period / year	(1,522,500)	(525,000)
Balance at the end of the period / year	33,602,176	34,374,676

14.2 Zakat assessment status

The Company and its subsidiaries submitted their zakat returns until the year ended 31 December 2025, and is yet to obtain the related zakat certificate. Currently, the Group has a zakat certificate valid until 30 April 2025.

The Company received partial zakat assessments from ZATCA for the years from 2014 to 2018, totaling additional zakat by ﷲ34,300,000. The Company objected to those assessments before the General Secretariat of the Tax Committees (the "Committees").

For the years 2014 and 2015, the Committees cancelled ZATCA procedure for 2014 due to the statute of limitations and partially upheld the decision for 2015. ZATCA then filed an appeal, but the Court of Appeal upheld the Committees' decision for both 2014 and 2015, dismissing the ZATCA appeal. For the years 2016 to 2018, the Committees partially accepted the assessment for 2016 and 2017, while rejecting the objection for 2018. The Company appealed the decisions for those years, but the appeals were rejected, and the Adjudication Committee's decision was upheld. The Company had submitted requests for reconsideration for 2016 and 2017, but these requests were rejected. The Group agreed with ZATCA, and the amount was settled.

The Company received zakat assessments for the years 2019 and 2020 with additional zakat amounting to ﷲ 3,700,000. It was objected to by ZATCA and an advance payment was paid as a guarantee to complete the objection procedures. The objection was rejected by ZATCA and the objection was submitted to the Committees. The objection was rejected before the Committees. The Company appealed the Committees' decision, and a decision was issued to uphold the Committees' decision. The Company submitted an appeal on the Committees' decision, and the appeal was rejected. The Group agreed with ZATCA, and the case is considered finalized.

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14. ZAKAT PROVISION - CONTINUED

14.2 Zakat assessment status - continued

During the year 2025, the Company received zakat assessments for the years 2021, 2022 and 2023, with additional zakat amounts of ﷲ756,877, ﷲ22,712 and ﷲ 1,025,107, respectively. The Company has accepted the assessments for the years 2021 and 2022 with ZATCA, and these cases are considered finalized. However, the Company has submitted an objection with ZATCA regarding the assessment for the year 2023, which is currently under review. Management is confident that the outcome of the objection will be in favour of the Company.

The zakat return for the year 2024 and 2025 are still not reviewed by ZATCA, as of 31 March 2026.

On 15 October 2025, the Group has submitted request to the ZATCA for instalment plan and to settle its outstanding liabilities and the approval is still awaited.

The Group had maintained adequate provisions to cover these assessments.

15. BASIC AND DILUTED LOSS PER SHARE

Basic loss per share was calculated by dividing net loss for the period by the weighted average number of shares during the period. Diluted loss per share is same as basic loss per share as the Group has no potential ordinary shares in issue as at 31 March 2026 and 31 March 2025.

	For the three-month period ended 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Net loss for the period	(21,603,738)	(15,235,089)
Weighted average number of shares	108,700,000	108,700,000
Basic and diluted loss per share based on net loss of the period	(0.20)	(0.14)

16. NET REVENUE

The Group has one business segment, which is mainly represented in the production and sale of ordinary cement (Portland), salt-resistant cement, agglomerated cement (clinker) and pozzolanic cement. The Group factory is located in the city of Turaif, Kingdom of Saudi Arabia.

	For the three-month period ended 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Cement and clinker sales	40,193,974	68,498,213
Net revenue	40,193,974	68,498,213

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16. NET REVENUE - CONTINUED

	For the three-month period ended 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Geographical information of net revenue		
Sale revenues within the Kingdom of Saudi Arabia	34,343,850	68,129,393
Sales revenues from export outside the Kingdom of Saudi Arabia	5,850,124	368,820
	40,193,974	68,498,213
	For the three-month period ended 31 March	
	2026	2025
	(Unaudited)	(Unaudited)
Type of products		
Cement sales	37,105,302	68,271,528
Clinker sales	3,088,672	226,685
	40,193,974	68,498,213

Revenue has been recognized at a point in time and the Group is considered principal in all sale transactions.

Sales to three major customers amounted to 51% of total sales for the three-month period ended 31 March 2026 and receivable balances as of 31 March 2026 amounting to ﷲ14,092,688 (sales to two major customers amounted to 61% for the three-month period ended 31 March 2025 and receivable balances as of 31 March 2025 amounting to ﷲ37,250,501). The rest of sales is derived from various customers whose individual share is less than 10% of net sales.

17. SEGMENT REPORTING

The Group is engaged in one significant operating segment, i.e. manufacturing cement and operates in entirety from the Kingdom of Saudi Arabia and certain foreign jurisdictions. Accordingly, the consolidated financial information was divided into business segment as stated in note 15. Further, significant amount of liabilities of the Group are payable in Saudi Arabia.

18. TRANSACTIONS WITH RELATED PARTIES

Related parties are subsidiaries, associates, joint ventures, shareholders who have representation on the Company's board of directors, their close relatives, members of the board of directors, partners of subsidiaries, members of the Group's senior management, and companies that they control, are under common control, or over which they have a significant influence.

Related party transactions primarily involve salaries, allowances, and bonuses of key executives, and sales of cement to shareholders.

Key management personnel are those who exercise authority and responsibility for planning, directing, and controlling the Group's activities, directly or indirectly, including members of the Board of Directors (whether executive or otherwise).

Members of the Board of Directors are not paid any compensation for their role in managing the Group unless approved by the General Assembly. Board members are paid an attendance allowance for Board and Board committee meetings.

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18. TRANSACTIONS WITH RELATED PARTIES - CONTINUED

(a) Major Shareholders

Following are the major shareholders of the Group:

	Ownership Percentage	
	31 March 2026	31 December 2025
Suleiman bin Saleh Al-Muhailib and Sons Company	5.19%	5.19%
Ali Suleiman Mohammed Al-Rashid	5.15%	-

(b) Transactions with related parties

Shareholder Name	Nature of the transactions	Volume of transactions for the period ended 31 March	
		2026	2025
Suleiman bin Saleh AlMuhailib and Sons Company	Sale of Cement (net) Selling and marketing expenses (inclusive VAT)	7,198,254 -	33,011,927 1,150,000

As at 31 March 2026, the Shareholder (Suleiman bin Saleh Al-Muhailib and Sons Company), has a receivable balance amounting to ﷲ14,092,688 (31 December 2025: ﷲ21,421,838). This balance is recorded under trade receivables (note 8).

(c) Details of the compensation and bonuses paid to non-executive directors and senior management staff:

Related parties	Nature of the transaction	For the period ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
Key Management Personnel	Salaries, wages, and other benefits	1,281,644	1,851,554
Board of Directors	Board remuneration and attendance allowances	1,047,000	1,987,749

19. CONTINGENCIES

The Group has a contingent liability of ﷲ35,681,000 due to SIDF guarantee on behalf of Eastern Industrial Company. This liability has been considered contingent based on the circumstances stated in note (7.3).

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(ALL AMOUNTS IN ﷲ UNLESS OTHERWISE STATED)

20. RECLASSIFICATION OF COMPARATIVE FIGURES

Certain comparative figures for the three-month period ended 31 March 2025 have been reclassified in line with the presentation for the current three-month period ended 31 March 2026.

	<u>Balance previously presented</u>	<u>Reclassification</u>	<u>Balance after reclassification</u>
Cost of sales	66,490,892	(3,933,406)	62,557,486
General and administrative expenses	5,174,689	2,876,423	8,051,112
Selling and marketing expenses	3,105,867	1,056,983	4,162,850

21. SUPPLEMENTAL NON-CASH FINANCIAL INFORMATION

	<u>For the three-month period ended</u>	
	<u>31 March 2026</u>	<u>31 March 2025</u>
Accrued discounts have been settled against the trade receivables	-	60,351,738
Addition to right-of-use assets	570,326	-
Addition to lease liability	(570,326)	-

22. SUBSEQUENT EVENTS

There are no significant subsequent events since the end of the period that would require disclosure or adjustment to this interim condensed consolidated financial information.

23. DATE OF APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information were approved by the Board of Directors on 12 May 2026.