

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

**CONDENSED INTERIM
FINANCIAL INFORMATION (UNAUDITED)**

For the three-month and nine-month periods ended 30 September 2025
together with the
INDEPENDENT AUDITORS' REVIEW REPORT

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the three-month and nine-month periods ended 30 September 2025

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KPMG Professional Services Company

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Kingdom of Saudi Arabia
Commercial Registration No 2051062328

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

الطابق ١٦، برج البرغاش
٦١٨٩ طريق الأمير تركي، الكورنيش
ص.ب ٤٨٠٣
الخبير ٣١٤٦ - ٣٤٤١٢
المملكة العربية السعودية
سجل تجاري رقم ٢٠٥١٠٦٢٣٢٨

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed interim financial information

To the Shareholders of The Fourth Milling Company (A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying 30 September 2025 condensed interim financial information of The Fourth Milling Company ("the Company"), which comprises:

- the condensed statement of financial position as at 30 September 2025;
- the condensed statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2025;
- the condensed statement of changes in equity for the nine-month period ended 30 September 2025;
- the condensed statement of cash flows for the nine-month period ended 30 September 2025; and
- the notes to the condensed interim financial information.

Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' that is endorsed in the Kingdom of Saudi Arabia. A review of condensed 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 30 September 2025 condensed interim financial information of The Fourth Milling Company are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

Independent auditor's report on review of condensed interim financial information (continued)

To the Shareholders of The Fourth Milling Company (A Saudi Joint Stock Company) (continued)

Other Matter

The condensed interim financial information of the Company for the three-month and nine-month periods ended 30 September 2024, and three-month period ended 31 March 2025 were reviewed by another auditor who expressed an unmodified conclusion on those condensed interim financial information on 27 Rabi Al Thani 1446H (corresponding to 30 October 2024) and 10 Dhul-Qi'dah 1446H (corresponding to 8 May 2025) respectively. In addition, the financial statements of the Company as at and for the year ended 31 December 2024 were audited by the same auditor who expressed an unmodified opinion on those financial statements on 16 Ramadan 1446H (corresponding to 16 March 2025).

KPMG Professional Services Company



Mohammed Najeeb Alkhelaiwi
License no:481



Al Khobar, 5 November 2025G
Corresponding to: 14 Jumada Al-Awwal 1447H

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

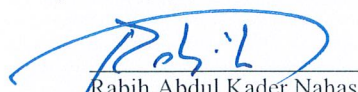
CONDENSED STATEMENT OF FINANCIAL POSITION

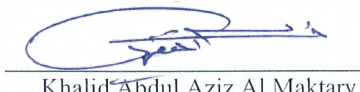
As at 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

		30 September 2025 (Unaudited)	31 December 2024 (Audited)
	Notes		
Assets			
Property, plant and equipment	7	496,885,053	504,554,482
Right-of-use assets	8	332,898,982	349,801,424
Intangible assets	9	57,623,966	57,668,007
Advances to suppliers	10	31,863,279	9,430,802
Non-current assets		919,271,280	921,454,715
Inventories	11	65,662,167	56,935,999
Trade receivables	12	15,983,307	8,409,070
Due from related parties	26	2,542,641	3,048,480
Prepayments and other current assets	13	13,011,468	10,954,152
Short-term Murabaha deposits		44,377,708	74,060,069
Cash and cash equivalents		122,131,913	122,414,701
Current assets		263,709,204	275,822,471
Total assets		1,182,980,484	1,197,277,186
Equity and liabilities			
Equity			
Share capital	14	540,000,000	540,000,000
Actuarial reserve		(928,027)	(596,990)
Retained earnings		194,035,315	173,970,022
Total equity		733,107,288	713,373,032
Liabilities			
Lease liabilities	16	349,843,162	370,006,806
Deferred tax liabilities	21	6,602,904	8,789,489
Employees' defined benefit obligations	17	7,415,672	5,621,768
Non-current liabilities		363,861,738	384,418,063
Trade and other payables		21,701,562	33,563,502
Due to related parties	26	105,925	58,008
Current portion of lease liabilities	16	23,688,327	23,724,851
Advances from customers		6,642,014	9,858,000
Dividend payable	15	102,313	289,015
Accrued expenses and other current liabilities	18	29,976,868	24,513,667
Zakat and income tax payable	23	3,794,449	7,479,048
Current liabilities		86,011,458	99,486,091
Total liabilities		449,873,196	483,904,154
Total equity and liabilities		1,182,980,484	1,197,277,186

The condensed interim financial information was approved by the Board of Directors and have been signed on their behalf by:


Rabih Abdul Kader Nahas
(Chief Financial Officer)


Khalid Abdul Aziz Al Maktary
(Chief Executive Officer)


Bader Hamed Al Aujan
(Chairman Board of Directors)

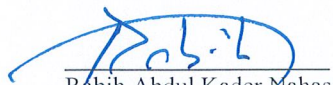
The accompanying notes from 1 to 30 form an integral part of the condensed interim financial information.

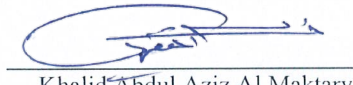
THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(UNAUDITED)**

For the three-month and nine-month periods ended 30 September 2025
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

		For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2025	2024	2025	2024
	Notes	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	19	169,030,774	159,927,525	479,775,793	462,288,370
Cost of revenue	20	(89,539,653)	(82,736,832)	(255,946,378)	(248,622,778)
Gross profit		79,491,121	77,190,693	223,829,415	213,665,592
Selling and distribution expenses	21	(12,325,730)	(8,489,984)	(36,522,591)	(27,131,176)
General and administrative expense	22	(14,262,830)	(17,041,258)	(42,690,566)	(41,458,834)
Expected credit loss on trade receivables	12	103,686	1,205,557	310,144	(273,081)
Operating profit		53,006,247	52,865,008	144,926,402	144,802,501
Finance costs		(2,767,273)	(2,890,313)	(8,383,489)	(8,577,837)
Finance income		2,292,847	1,912,994	7,250,453	4,890,252
Other (expenses) / income, net		1,003,650	15,931	1,064,736	138,543
Profit before zakat and income tax		53,535,471	51,903,620	144,858,102	141,253,459
Zakat expense	23	537,683	(1,223,623)	(2,346,291)	(3,191,749)
Income tax	23	(2,187,264)	(2,859,830)	(5,833,103)	(7,499,437)
Deferred income tax		231,171	(758,084)	2,186,585	(1,735,444)
Profit for the period		52,117,061	47,062,083	138,865,293	128,826,829
Other comprehensive income for the period					
<i>Items that will not be reclassified to profit or loss:</i>					
Remeasurement loss on employees' defined benefit obligations		(321,589)	(310,249)	(331,037)	(346,209)
Total comprehensive income for the period		51,795,472	46,751,834	138,534,256	128,480,620
Earnings per share for the period attributable to shareholders of the Company (SR):					
Basic and diluted	25	0.10	0.09	0.26	0.24


Rabih Abdul Kader Mahas
(Chief Financial Officer)


Khalid Abdul Aziz Al Maktary
(Chief Executive Officer)


Bader Hamed Al Aujan
(Chairman Board of Directors)

The accompanying notes from 1 to 30 form an integral part of the condensed interim financial information.

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the Nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	Share capital	Proposed increase in share capital	Actuarial reserve	Retained earnings	Total
<u>Nine-month period ended 30 September 2025:</u>						
As at 31 December 2024 (audited)		540,000,000	-	(596,990)	173,970,022	713,373,032
Profit for the period		-	-	-	138,865,293	138,865,293
Other comprehensive loss for the period		-	-	(331,037)	-	(331,037)
Total comprehensive income for the period		-	-	(331,037)	138,865,293	138,534,256
Dividends distribution	15	-	-	-	(118,800,000)	(118,800,000)
As at 30 September 2025 (unaudited)		540,000,000	-	(928,027)	194,035,315	733,107,288
<u>Nine-month period ended 30 September 2024:</u>						
As at 31 December 2023 (audited)		473,903,170	66,096,830	(425,315)	143,438,669	683,013,354
Profit for the period		-	-	-	128,826,829	128,826,829
Other comprehensive loss for the period		-	-	(346,209)	-	(346,209)
Total comprehensive income for the period		-	-	(346,209)	128,826,829	128,480,620
Transfer to share capital	14	66,096,830	(66,096,830)	-	-	-
Dividends distribution	15	-	-	-	(81,000,000)	(81,000,000)
As at 30 September 2024 (unaudited)		540,000,000	-	(771,524)	191,265,498	730,493,974



Rabi Abdul Kader Nahas
(Chief Financial Officer)



Khalid Abdul Aziz Al Maktary
(Chief Executive Officer)



Bader Hamed Al Aujan
(Chairman Board of Directors)

The accompanying notes from 1 to 30 form an integral part of the condensed interim financial information.

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

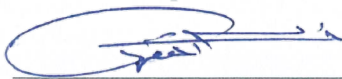
For the nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)


	Notes	30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
Cash flows from operating activities			
Profit before zakat and income tax		144,858,102	141,253,459
Adjustments:			
Depreciation on property, plant and equipment	7	27,826,971	26,935,742
Depreciation of right-of-use assets	8	12,657,355	12,224,851
Amortisation of intangible assets		622,014	417,980
Provision for legal cases		131,213	949,706
Finance cost on lease liabilities	16	8,383,489	8,577,837
Loss on disposal of property, plant and equipment	7	261,541	-
Write-off of property, plant and equipment	7	-	2,662,471
Gain on termination of lease		(840,487)	-
Expected credit loss on trade receivables	12	(310,144)	273,081
Provision for employees' defined benefit obligations	17	2,090,204	1,860,062
Finance income		(7,250,453)	(1,912,994)
Changes in working capital:			
Inventories		(8,726,168)	3,172,812
Trade receivables		(7,264,093)	(1,572,237)
Prepayments and other current assets		(2,205,191)	1,991,695
Due from related parties		505,839	18,104,305
Trade payables		(11,861,940)	15,682,840
Due to related parties		47,917	(1,435,442)
Advances from customers		(3,215,986)	(1,877,139)
Accrued expenses and other liabilities		5,331,985	(573,655)
Cash generated from operating activities		161,042,168	226,735,374
Employees' defined benefit obligations paid	17	(627,337)	(628,957)
Zakat and income tax paid	23	(11,863,993)	(4,077,246)
Net cash from operating activities		148,550,838	222,029,171
Cash flows from investing activities			
Additions to property, plant and equipment	7	(20,487,079)	(9,699,192)
Additions to intangible assets		(577,974)	(1,578,350)
Advances to suppliers	10	(22,432,477)	(2,128,763)
Finance income received		7,398,328	1,447,981
Proceeds from disposal of property, plant and equipment	7	68,000	-
Net movement in short-term murabaha deposits		29,682,361	(73,484,993)
Net cash used in investing activities		(6,348,841)	(85,443,317)
Cash flows from financing activities			
Repayment of lease liabilities	16	(15,114,594)	(15,193,562)
Finance costs paid on lease liabilities	16	(8,383,489)	(8,577,837)
Dividends paid	15	(118,986,702)	(81,000,000)
Net cash used in financing activities		(142,484,785)	(104,771,399)
Net change in cash and cash equivalents		(282,788)	31,814,455
Cash and cash equivalents as at 1 January		122,414,701	32,283,401
Cash and cash equivalents as at 30 September		122,131,913	64,097,856
Significant non-cash transactions:			
Modification in right of use assets against lease liabilities		131,305	3,736,067
Gain on termination of lease		840,487	-



Rabih Abdul Kader Nahas
(Chief Financial Officer)



Khalid Abdul Aziz Al Maktary
(Chief Executive Officer)



Bader Hamed Al Aujan
(Chairman Board of Directors)

The accompanying notes from 1 to 30 form an integral part of the condensed interim financial information.

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

1. COMPANY INFORMATION

The Fourth Milling Company (the “Company”) is a Saudi Joint Stock Company registered in Dammam, Kingdom of Saudi Arabia under commercial registration numbered 2050110856 dated 10 Safar 1438H (corresponding to 10 November 2016) and unified number 7003698870.

The national address of the Company is Building no. 6729, King Saud Road, As Safa District, Dammam 34222, Kingdom of Saudi Arabia. The Company’s licensed activities include packing and milling of wheat, maize and barley products.

The Company was formed by the Public Investment Fund (the “Former Owner”) pursuant to the resolution of the Council of Ministers no. (35) of 27 Muharram 1437H (corresponding to 9 November 2015) approving the adoption of the necessary actions to establish four Joint Stock Flour Milling Companies according to the proposed geographical distribution. The Public Investment Fund, in coordination with the General Food Security Authority (“GFSA”) (formerly Saudi Grains Organization (“SAGO")), completed so in accordance with Royal Decree no. 62 dated 4 Shawwal 1435H (corresponding to 31 July 2014).

On 17 Shawwal 1441H (corresponding to 9 September 2020), Cabinet Resolution No. (631) was issued to transfer the ownership of the Company to the National Center for Privatisation (the “NCP”) and for the NCP to carry out the tasks assigned to the Public Investment Fund by Cabinet Resolution No. (118) and dated 30 October 2018 (corresponding to 21 Safar 1440H). On 25 Rabi Al-Thani 1443H (corresponding to 30 November 2021), the Company’s share capital of 47,390,317 shares, the value of each share is 10 SR, were wholly sold to Gulf Flour Milling Industrial Company (“the Shareholder”) for the purchase price specified in the share sale and purchase agreement on the same date.

The Company has entered into a subsidised wheat purchase agreement with GFSA, as GFSA imports wheat to Saudi Arabia for the purpose of producing subsidised flour. This agreement was entered into force on 3 Rabi Al Thani 1438H (corresponding to 1 January 2017). The agreement stipulates that the purchase price of the subsidised wheat is calculated according to the monetary value per metric ton of subsidised wheat specified by the Government of the Kingdom of Saudi Arabia at SR 180 per metric ton since 2017. The Company also has an option to import the wheat directly or to source it from the open market.

On 15 Rabi' Al Thani 1442H (corresponding to 30 November 2020), the wheat purchase agreement was extended, and it will be in force until the date of expiry of the Company’s milling operating license, subject to an automatic extension of the contract term to match the term of the Company’s license. This license shall remain valid for a period of twenty-five (25) Gregorian years, counted from the date of completion of the transfer of ownership of all shares of the licensee to the private sector that was completed on 31 December 2020 (corresponding to 16 Jumada Al Awal 1442H).

On 19 Ramadan 1445H (corresponding to 24 March 2024), the General Assembly of Partners decided to go for an Initial Public Offering (“IPO”) on Saudi Stock Exchange (“Tadawul”), which was approved by Capital Market Authority (“CMA”) on 20 Duh Al-Hijjah 1445H (corresponding to 26 September 2024). On 2 Rabi Al-Awwal 1446H (corresponding to 5 September 2024), formal announcement was published in this regard. The allotment of shares to new shareholders was completed and the Company’s ordinary shares began trading on Tadawul on 24 Rabi Al-Thani 1446H (corresponding to 27 October 2024).

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

1. COMPANY INFORMATION (continued)

The Company operates through its Head Office in Dammam and three branches in Kingdom of Saudi Arabia as follows:

<u>Branch Location</u>	<u>Date</u>	<u>Commercial Registration No.</u>
Head Office (Dammam)	10 Safar 1438H (corresponding to 10 November 2016)	2050110856
Dammam	30 Jumada Al-Ula 1438H (corresponding to 27 February 2017)	2050111821
Madinah	30 Jumada Al-Ula 1438H (corresponding to 27 February 2017)	4650082090
Al-Kharj	30 Jumada Al-Ula 1438H (corresponding to 27 February 2017)	1011024354

2. BASIS OF PREPARATION

2.1 Statement of compliance

The condensed interim financial information have been prepared in accordance with the International Accounting Standards (IAS 34) “Interim Financial Reporting” as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and professional Accountants (“SOCPA”) (collectively referred to as “IFRS as endorsed in KSA”) and should be read in conjunction with the Company’s last annual financial statements as at and for the year ended 31 December 2024 (“last annual financial statements”).

The condensed interim financial information does not include all the information and disclosures required to prepare a complete set of consolidated financial information in accordance with the International Financial Reporting Standards adopted in the Kingdom of Saudi Arabia. However selected accounting policies and explanatory notes have been included to explain the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the last annual financial statements. In addition, the results for the nine-month period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the year ended 31 December 2025.

2.2 Basis of measurement

The condensed interim financial information has been prepared using accrual basis of accounting, going concern concept and under the historical cost basis, except employee benefits which are recognised at the present value of future obligation using the Projected Unit Credit Method.

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

2. BASIS OF PREPARATION (continued)

2.3 Functional and presentation currency

The condensed interim financial information is presented in Saudi Arabian Riyals (SR) which is the functional and presentation currency of the Company. All amounts have been rounded to the nearest SR, unless otherwise stated.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

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

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

4. MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted in the preparation of the condensed interim financial information are consistent with those followed in the preparation of the Company's annual financial information for the year ended 31 December 2024, except for the adoption of new standards, interpretations and amendments effective as at 1 January 2025, as mentioned in note 5.1. The Company has not early adopted any standard, interpretation, or amendment that has been issued but is not yet effective.

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

5.1 Standards, interpretations and amendments issued

This table lists the recent changes to the Standards that are required to be applied for an annual period beginning after 1 January 2025 and that are available for early adoption in annual periods beginning on 1 January 2025.

<i>Standards, amendments, interpretations</i>	<i>Description</i>	<i>Effective from periods beginning on or after the following date</i>
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Amendments to IAS 21 Lack of Exchangeability

1 January 2025

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

5.1 Standards, interpretations and amendments issued but not yet effective (continued)

The standards, interpretations and amendments issued, but not yet effective up to the date of issuance of the condensed consolidated interim financial information are disclosed below. The Company intends to adopt these standards, where applicable, when they become effective.

<i>Standards, amendments, interpretations</i>	<i>Description</i>	<i>Effective from periods beginning on or after the following date</i>
Amendments to IFRS 9 and IFRS 7	Amendments to the classification and measurement of Financial Instruments - disclosures	1 January 2026
IFRS 18	Presentation and disclosure in financial statements	1 January 2027

The standards, interpretations, and amendments with an effective date of 1 January 2025 will not have any material impact on the Company's condensed interim financial information, whereas, for other above-mentioned standards, interpretations, and amendments, the Company is currently assessing the implications on the Company's financial information on adoption.

6. SEGMENT INFORMATION

The Company operates in three regions in the Kingdom of Saudi Arabia, which are its reportable segments. These regions are identified as a separate reportable segment because the Company managed them separately.

The management has identified these business units based on their geographical locations. The following summary describes the operations of each reportable segment.

<u>Reportable segments</u>	<u>Operations</u>
Dammam	Production of flour, feed and bran
Madinah	Production of flour and bran
Al-Kharj	Production of flour and bran

The management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on income and is measured consistently in the financial statements.

Transfer prices between operating segments are on cost and any transmission and distribution costs are recovered from the segments in a manner similar to transactions with third parties.

THE FOURTH MILLING COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)

For the nine-month period ended 30 September 2025

(Expressed in Saudi Arabian Riyals, unless otherwise specified)

6. SEGMENT INFORMATION (continued)

The selected financial information for these business units is set out below. All unallocated amounts are related to the head office and are not allocatable to the operating segments. Segment profit before tax is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

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

	Dammam	Madinah	Al-Kharj	Total segments
Total revenue	60,760,376	57,035,008	51,235,390	169,030,774
Cost of material consumed	(20,113,371)	(15,312,312)	(22,604,553)	(58,030,236)
Employee benefits expenses	(5,019,222)	(5,185,781)	(3,235,952)	(13,440,955)
Depreciation and amortization	(4,009,134)	(5,641,931)	(3,497,203)	(13,148,268)
Finance costs	(1,470,324)	(1,091,285)	(115,431)	(2,677,040)
Other expenses	(8,345,525)	(6,208,017)	(5,398,896)	(19,952,438)
Segment profit before zakat and income tax	21,802,800	23,595,682	16,383,355	61,781,837

**For the three-month period
ended 30 September 2024
(Unaudited)**

	Dammam	Madinah	Al-Kharj	Total segments
Total revenue	63,773,411	53,040,732	43,113,382	159,927,525
Cost of material consumed	(21,245,987)	(13,612,298)	(18,692,035)	(53,550,320)
Employee benefits expenses	(4,398,010)	(4,464,502)	(2,970,246)	(11,832,758)
Depreciation and amortization	(3,907,573)	(5,558,846)	(3,457,254)	(12,923,673)
Finance costs	(1,528,113)	(1,135,109)	(126,777)	(2,789,999)
Other expenses	(7,520,671)	(5,162,548)	(3,478,343)	(16,161,562)
Segment profit before zakat and income tax	25,173,057	23,107,429	14,388,727	62,669,213

**For the nine-month period
ended 30 September 2025
(Unaudited)**

	Dammam	Madinah	Al-Kharj	Total segments
Total revenue	172,895,740	163,971,896	142,908,157	479,775,793
Cost of material consumed	(55,590,417)	(48,705,092)	(58,802,698)	(163,098,207)
Employee benefits expenses	(15,416,991)	(15,659,116)	(10,025,736)	(41,101,843)
Depreciation and amortization	(11,957,541)	(16,861,286)	(10,507,490)	(39,326,317)
Finance costs	(4,389,473)	(3,273,855)	(346,292)	(8,009,620)
Other expenses	(20,330,695)	(16,905,933)	(19,349,714)	(56,586,342)
Segment profit before zakat and income tax	65,210,623	62,566,614	43,876,227	171,653,464

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6. SEGMENT INFORMATION (continued)

For the nine-month period
ended 30 September 2024
(Unaudited)

	Dammam	Madinah	Al-Kharj	Total segments
Total revenue	188,406,951	147,632,333	126,249,086	462,288,370
Cost of material consumed	(63,347,534)	(35,946,569)	(55,602,159)	(154,896,262)
Employee benefits expenses	(14,885,744)	(15,268,466)	(10,458,146)	(40,612,356)
Depreciation and amortization	(11,670,512)	(17,484,850)	(9,413,388)	(38,568,750)
Finance costs	(4,566,868)	(3,382,049)	(363,746)	(8,312,663)
Other expenses	(20,408,742)	(18,402,691)	(12,996,950)	(51,808,383)
Segment profit before zakat and income tax	73,527,551	57,147,708	37,414,697	168,089,956

At 30 September 2025
(Unaudited)

	Dammam	Madinah	Al-Kharj	Total segments
Total assets	283,621,959	403,135,493	261,092,745	947,850,197
Total liabilities	179,574,933	206,874,695	35,335,910	421,785,538
Other disclosures:				
Property, plant and equipment	94,063,142	203,169,923	196,872,816	494,105,881
Right-of-use assets	145,081,210	167,186,880	17,491,607	329,759,697
Intangible assets	12,879	10,516	10,517	33,912
Inventories	33,499,021	22,625,757	9,437,602	65,562,380

At 31 December 2024
(Audited)

	Dammam	Madinah	Al-Kharj	Total segments
Total assets	275,191,243	408,959,699	238,411,386	922,562,328
Total liabilities	208,288,529	224,555,488	48,876,138	481,720,155
Other disclosures:				
Property, plant and equipment	87,148,335	210,664,929	203,365,263	501,178,527
Right-of-use assets	150,743,130	173,087,594	18,108,959	341,939,683
Intangible assets	14,798	11,929	11,929	38,656
Inventories	27,927,108	20,128,913	8,839,343	56,895,364

6.1 Reconciliations of information on reportable segments to the amounts reported in the financial statements

i) Profit before tax

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Total profit before tax for reportable segments	61,781,837	62,669,213	171,653,464	168,089,956
Unallocated amounts				
Employee benefits expenses	(5,987,186)	(9,685,036)	(23,544,218)	(24,586,256)
Depreciation	(574,340)	(410,870)	(1,780,023)	(1,009,824)
Finance costs	(90,233)	(100,314)	(373,869)	(265,174)
Finance income	2,292,846	1,912,994	7,250,453	4,890,252
Other expenses	(3,887,453)	(2,482,367)	(8,347,705)	(5,865,495)
Profit before zakat and income tax	53,535,471	51,903,620	144,858,102	141,253,459

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6. SEGMENT INFORMATION (continued)

6.2 Reconciliations of information on reportable segments to the amounts reported in the financial statements

ii) Total assets

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Total assets for reportable segments	947,850,197	922,562,328
Unallocated amounts	235,130,287	274,714,858
	<u>1,182,980,484</u>	<u>1,197,277,186</u>

iii) Total liabilities

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Total liabilities for reportable segments	421,785,538	481,720,155
Unallocated amounts	28,087,658	2,183,999
	<u>449,873,196</u>	<u>483,904,154</u>

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7. PROPERTY, PLANT AND EQUIPMENT

7.1 Property, plant and equipment comprise of the following:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Buildings	174,979,472	179,531,655
Plant and equipment	300,346,226	315,000,297
Furniture and fittings	2,846,348	1,601,076
Computer equipment	4,476,972	4,488,198
Motor vehicles	10	172,914
Projects under progress (note 7.5)	14,236,025	3,760,342
	496,885,053	504,554,482

7.2 During the nine-month period ended 30 September 2025, the Company acquired assets having cost of SR 20.49 million (30 September 2024: SR 9.70 million). The Company has written off assets with a carrying value of SR 0.33 million (30 September 2024: Nil). Depreciation charge amounts to SR 27.83 million (30 September 2024: SR 26.94 million) during the nine-month period ended 30 September 2025.

7.3 For the purposes of preparing the condensed interim statement of cash flows, the movement in property, plant and equipment during the nine-month period ended 30 September is as follows:

	For the nine-month period ended 30 September 2025 (Unaudited)	2024 (Unaudited)
Additions	20,487,079	9,699,192
Depreciation	27,826,971	26,935,742
Transfer from CWIP	4,870,781	5,753,458
Write-off	-	2,662,471
Loss on disposal	(261,541)	-
Proceed from disposal	68,000	-

7.4 Buildings are built on lands leased from the General Food Security Authority (“GFSA”) (formerly Saudi Grains Organization (“SAGO”)) with an annual rental value of SR 12.84 million. The initial term of the land lease is 25 calendar years commencing from 1 January 2017 (corresponding to 3 Rabi Al-Thani 1438H), which was adjusted in 2021 to match with the duration of flour milling license up to 30 November 2046. The lease is renewable automatically subject to renewal of Company’s milling license.

7.5 The Company’s capital work in progress as at 30 September 2025 amounts to SR 14.24 million (31 December 2024: SR 3.76 million). During the period ended 30 September 2025, additions of SR 15.35 million were incurred, and SR 4.87 million was capitalized upon completion of related assets. Projects under progress, as at 30 September 2025, mainly consist of the following projects:

- i) Expansion of Flour Mill & feed production plant for Al-Kharj Branch which is expected to be completed by June 2027 and June 2026 respectively.
- ii) Project of implementing security and safety works in Dammam Branch, which is expected to be completed by December 2025. Further, during the year ended 31 December 2024 and the period ended 30 September 2024, SR 4.40 million and SR 2.60 million respectively, related to this project has been written off, as it did not meet requirements of High Commission for Industrial Security (“HCIS”), Kingdom of Saudi Arabia.

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7. PROPERTY, PLANT AND EQUIPMENT (Continued)

- iii) Installation of elevator lifts in Dammam, which is expected to be completed by November 2025.
- iv) Internal and external warehouse air-conditioning and improvements in Dammam, which is expected to be completed by December 2025.
- v) The replacement of the impact detacher with a Matador unit in the flour processing line at the Dammam branch is currently in progress and is expected to be completed by December 2025.

Capital commitments relating to these projects amount to SR 12.84 million (31 December 2024: SR 17.63 million).

8. RIGHT-OF-USE ASSETS

The Company entered into lease agreements with the General Food Security Authority (“GFSA”) (formerly Saudi Grains Organization (“SAGO”)) for the rental of silos, lands and building for the. The initial term of the lease was 25 calendar years commencing from 3 Rabi Al-Thani 1438H (corresponding to 1 January 2017), which was adjusted in December 2021 to match with the duration of flour milling license up to 30 November 2046 and is renewable automatically subject to renewal of Company’s milling license. These leases do not transfer ownership of the assets to the lessor at the end of the lease. The estimated useful lives of right-of-use assets are 25 years and ending on 30 November 2046. The Company’s obligations under its leases are secured by the lessor’s title to the leased assets. Generally, the Company is restricted from assigning and subleasing the leased assets.

The Company leases office and staff accommodation with contractual terms of one year. These leases are classified as short-term leases. The Company has elected not to recognise right-of-use assets and lease liabilities for these leases. Below are the carrying amounts of right-of-use assets recognised and the movements during the year/period:

	<u>Silos</u>	<u>Lands</u>	<u>Buildings</u>	<u>Total</u>
<u>Cost</u>				
As at 31 December 2023 (audited)	203,756,283	230,251,917	5,304,743	439,312,943
Additions during the year	-	-	3,767,142	3,767,142
At 31 December 2024 (audited)	203,756,283	230,251,917	9,071,885	443,080,085
Impact of modification	-	-	(131,305)	(131,305)
Disposal (note 8.1)	-	(5,542,229)	-	(5,542,229)
At 30 September 2025 (unaudited)	203,756,283	224,709,688	8,940,580	437,406,551
<u>Accumulated depreciation</u>				
At 31 December 2023 (audited)	41,447,916	34,556,998	816,982	76,821,896
Charge for the year	7,056,885	9,006,719	393,161	16,456,765
As at 31 December 2024 (audited)	48,504,801	43,563,717	1,210,143	93,278,661
Charge for the period	5,292,664	6,756,016	608,675	12,657,355
Disposal (note 8.1)	-	(1,428,447)	-	(1,428,447)
At 30 September 2025 (unaudited)	53,797,465	48,891,286	1,818,818	104,507,569
<u>Net book Value</u>				
At 31 December 2024 (audited)	155,251,482	186,688,200	7,861,742	349,801,424
At 30 September 2025 (unaudited)	149,958,818	175,818,402	7,121,762	332,898,982

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8. RIGHT-OF-USE ASSETS (Continued)

- 8.1** During the period ended 30 September 2025, the Company terminated its lease agreement with the General Food Security Authority (“GFSA”) for the Old Head Office Land at Dammam Port. The right-of-use asset associated with this lease, having a carrying amount of SR 4.11 million, and the related lease liability of SR 4.95 million, were derecognized upon termination of the lease arrangement.
- 8.2** For the purposes of preparing the condensed interim statement of cash flows, the movement in right of use assets during the nine-month period ended 30 September is as follows:

	For the nine-month period ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Depreciation	12,657,355	12,224,851
Disposal (note 8.1)	4,113,782	-
Modification	131,305	-

9. INTANGIBLE ASSETS

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Trademark (note 9.1)	50,102,500	50,102,500
Software	7,003,589	7,565,507
Software under development (note 9.2)	517,877	-
	57,623,966	57,668,007

During the nine-month period ended 30 September 2025, the Company made additions amounting to SR 0.58 million (30 September 2024: SR 1.58 million). Amortization charge amounts to SR 0.62 million (30 September 2024: SR 0.42 million) during the nine-month period ended 30 September 2025.

9.1 Trademark

The Company has acquired the trademark name (“FOOM”) from the General Food Security Authority (“GFSA”) (formerly Saudi Grains Organization (“SAGO”) in March 2022. After the acquisition, the Company is selling the products under the trademark name across the Kingdom with the exclusive rights. The acquired trademark has been designated as indefinite useful life and is stated at cost less accumulated impairment, if any.

9.2 Software under development

Software under development represents costs incurred in relation to the SAC Project involving the implementation of a new ERP system designed to generate financial and management reports from the existing SAP ERP platform.

10. ADVANCES TO SUPPLIERS

Advances to suppliers classified as non-current assets represent payments for machinery, equipment including installation and engineering works, and other project-related services. These amounts are recognised as advances until the related assets or services are received by the Company.

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11. INVENTORIES

11.1 Inventories comprise of the following:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Raw materials	35,896,869	30,213,738
Finished goods	9,570,875	8,575,096
Goods in transit	114,169	54,461
Spare parts and others	33,206,209	30,845,725
Less: adjustment for net realizable value of inventories	(13,125,955)	(12,753,021)
	65,662,167	56,935,999

11.2 During the nine-month period ended 30 September 2025, the Company has recognized the adjustment for net realizable value of plastic pallets amounting to SR 0.373 million (30 September 2024: Nil). The amount is included in selling and distribution expenses.

12. TRADE RECEIVABLES

Trade receivables comprise of the following:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Trade receivables	16,340,987	9,076,894
Less: provision for expected credit loss on trade receivables	(357,680)	(667,824)
	15,983,307	8,409,070

13. PREPAYMENTS AND OTHER CURRENT ASSETS

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Prepaid expenses	4,906,125	3,809,753
Advance to suppliers (note 13.1)	3,992,965	2,894,305
Margin against letter of guarantees	3,447,914	3,447,914
Accrued interest on deposits	568,551	716,426
Others	95,913	85,754
	13,011,468	10,954,152

13.1 Advances to suppliers represent payments made in advance for the procurement of materials, consumables, and services to be received within the normal operating cycle of the Company.

14. SHARE CAPITAL

The authorized, issued and fully paid-up share capital of the Company as at 30 September 2025 amounted to SR 540,000,000 (31 December 2024: SR 540,000,000) consists of 540,000,000 shares (31 December 2024: 540,000,000 shares) at SR 1 each share.

During the period ended 30 September 2024, the shareholder of the Company passed a resolution of the extraordinary General Assembly of the Company at their meeting held on 14 Jumada Al-Akhirah 1445H (corresponding to 27 December 2023) on the increase in the Company's share capital from SR 473,903,170 to SR 540,000,000 through the transfer of SR 40,017,406 from the account of "retained earnings" and SR 26,079,424 from the account of "statutory reserve" respectively. Legal formalities in this regard have been completed after the year-end on 27 Jumada Al-Akhirah 1445H (corresponding to 9 January 2024).

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15. DIVIDENDS PAYABLE

In its meeting held on 29 Dul-Qi'dah 1446H (corresponding to 27 May 2025), the Ordinary General Assembly of the Company has authorised the Board of Directors to distribute interim dividends on a quarterly or semi-annual basis for fiscal year 2025.

15.1 On 7 Ramadan 1446H (corresponding to 7 March 2025), the Board of Directors resolved to distribute interim cash dividend of SR 0.11 per share amounting to SR 59.4 million for the second half of the year ended 31 December 2024. The amount has been paid on 9 April 2025.

15.2 On 5 Safar 1447H (corresponding to 30 July 2025), the Board of Directors resolved the distribution of interim cash dividends of SR 0.11 per share amounting to SR 59.4 million for the first half of the year ended 31 December 2025. The amount has been paid on 4 September 2025.

15.3 For the nine-month period ended 30 September 2024, the Board of Directors resolved to distribute interim cash dividends as below:

- SR 14 million on 27 Rajab 1445H (corresponding to 8 February 2024); and
- SR 67 million on 1 Thul-Qi'dah 1445H (corresponding to 9 May 2024).

15.4 Movement in dividends payable is as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
At the beginning of the period/year	289,015	-
Declared during the period/year	118,800,000	140,400,000
Paid during the period/year	(118,986,702)	(140,110,985)
At the end of the period/year	102,313	289,015

16. LEASE LIABILITIES

Movement in lease liabilities during the year is as follows:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
At the beginning of the period/year	393,731,656	402,254,418
Addition during the period/year	-	3,767,142
Impact of modification	(131,305)	-
Termination (note 8.1)	(4,954,268)	-
Finance cost on lease liabilities	8,383,489	11,434,948
Payments during the period/year	(23,498,083)	(23,724,851)
At the end of the period/year	373,531,489	393,731,657
Less: current portion	(23,688,327)	(23,724,851)
Non – Current portion	349,843,162	370,006,806

17. EMPLOYEES' DEFINED BENEFIT OBLIGATIONS

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Net liability at the beginning of the period/year	5,621,768	3,919,993
Current service and finance cost	2,090,204	2,480,083
Actuarial loss recognized in other comprehensive income	331,037	171,675
Amount paid during the period/year	(627,337)	(949,983)
Net liability at the end of the period/year	7,415,672	5,621,768

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18. ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Accrued employees' costs	11,539,267	11,591,805
Accrued customer rebates	4,170,199	1,209,322
Accrued fines and penalties (note 18.1)	4,000,000	4,000,000
Value added tax ("VAT") payable	4,022,034	226,129
Accrued transport costs	2,697,093	1,848,832
Accrued utilities expense	1,719,813	1,386,041
Accrued Board and committees' expenses, rewards and allowances	876,000	2,975,952
Accrued professional fees	462,350	308,000
Other accruals	490,112	967,586
	29,976,868	24,513,667

- 18.1** Fines and penalties relate to the claim received from GFSA on 18 Sha'ban 1446H (corresponding to 17 February 2025) for inspection made on 21 Rabi Al Thani 1446H (corresponding to 24 October 2024) alleging that the Company did not comply with the Flour Mills Production Regulation. The management has objected to the claim and shared their response on 4 Ramadan 1446H (corresponding to 4 March 2025). The Company's management took a prudent view of the matter and made a provision of full amount of SR 4 million in the financial statements for the year ended 31 December 2024. The matter is still under review with GFSA as on the date of approval of the condensed interim financial information.

19. REVENUE

The Company sells its goods based on sale orders from customers, majority of which is secured by the advance receipts of value of goods. Revenue is disaggregated by type of goods as shown below:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025 (Unaudited)	2024 (Unaudited)	2025 (Unaudited)	2024 (Unaudited)
Type of goods				
Flour	112,541,826	96,524,994	319,260,650	292,971,239
Bran	46,865,502	48,524,962	126,399,149	132,896,683
Feed	9,623,446	14,877,569	34,115,994	36,420,448
	169,030,774	159,927,525	479,775,793	462,288,370
Type of sectors				
Corporate	158,702,482	150,175,495	448,303,974	434,481,745
Individual	6,710,783	6,954,039	20,749,338	18,156,012
Hypermarket	3,617,509	2,797,991	10,722,481	9,650,613
	169,030,774	159,927,525	479,775,793	462,288,370

Timing of revenue recognition

The sale of the goods is recognised by the Company at a point in time, and the performance obligation is fulfilled when the goods are dispatched from the warehouses.

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20. COST OF REVENUE

Cost of revenue comprises the following:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Materials consumed	58,050,724	53,586,431	163,129,239	154,905,369
Salaries and other benefits	9,923,413	10,303,894	30,849,850	32,165,178
Depreciation and amortization	12,278,968	12,058,531	36,659,492	35,867,577
Fuel and power	5,366,041	4,475,060	13,179,860	12,808,093
Transportation	1,964,839	1,517,019	4,622,501	4,635,695
Maintenance	1,151,376	965,236	2,749,337	2,069,994
Insurance	581,822	725,983	1,927,953	2,217,024
Subscriptions	1,305,035	414,954	2,517,775	1,107,337
Other expenses	351,196	76,250	1,306,150	2,089,291
	90,973,414	84,123,358	256,942,157	247,865,558
Finished goods inventory at the beginning of the period	8,137,114	5,492,768	8,575,096	7,636,514
Finished goods available for sale during the period	99,110,528	89,616,126	265,517,253	255,502,072
Finished goods inventory at the end of the period	(9,570,875)	(6,879,294)	(9,570,875)	(6,879,294)
	89,539,653	82,736,832	255,946,378	248,622,778

21. SELLING AND DISTRIBUTION EXPENSES

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Transportation and shipping charges	7,455,310	5,704,117	21,710,711	16,104,170
Salaries and other benefits	2,677,408	1,915,072	7,537,878	5,899,022
Marketing and advertising costs	890,576	-	3,686,756	2,221,454
Sales support services	398,962	331,672	1,136,561	947,402
Insurance	216,119	111,013	521,027	305,401
Fuel and power	104,714	42,734	301,206	441,825
Depreciation	68,722	67,901	207,123	462,192
Other expenses	513,919	317,475	1,421,329	749,710
	12,325,730	8,489,984	36,522,591	27,131,176

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22. GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Salaries and other benefits	8,579,320	8,395,222	26,258,333	24,794,948
Depreciation and amortization	1,374,920	1,208,111	4,239,725	3,248,804
Board and committees' expenses, rewards and allowances	881,761	923,022	2,633,760	2,346,523
Professional and consultancy services	1,185,714	881,816	2,607,174	2,589,090
Fuel and power	704,745	236,465	1,884,026	521,594
Insurance	525,733	487,704	1,527,885	1,252,825
Maintenance	82,994	238,569	1,081,342	680,475
Communication	268,958	189,954	765,934	643,585
Other expenses	658,685	4,480,395	1,692,387	5,380,990
	14,262,830	17,041,258	42,690,566	41,458,834

23. ZAKAT, INCOME TAX AND DEFERRED TAX

Movement in zakat and income tax provision during the year/period were as follows:

	Zakat	Income tax	Total
At 1 January 2024 (audited)	2,745,766	(1,826,183)	919,583
Charge for the year	3,445,688	8,769,868	12,215,556
Payments during the year	(2,745,766)	(2,910,325)	(5,656,091)
At 31 December 2024(audited)	3,445,688	4,033,360	7,479,048
Charge for the period	2,346,291	5,833,103	8,179,394
Payments during the period	(3,445,688)	(8,418,305)	(11,863,993)
At 30 September 2025 (unaudited)	2,346,291	1,448,158	3,794,449

Zakat status

The Company was subject to zakat and income tax from 1 December 2021 as previously its share capital was from public funds in accordance with the decision of the Zakat, Tax and Customs Authority ("ZATCA"). The Company has submitted its zakat and income tax return for a period from 1 December 2021 to 31 December 2021 and for the year ended 31 December 2022, 31 December 2023 and 31 December 2024, however assessment has not been raised by ZATCA.

During the period, the Company received a communication from the Zakat, Tax and Customs Authority (ZATCA) requesting additional information related to the zakat declaration for the year ended 31 December 2024. As of the date of approval of these financial statements, ZATCA has not issued any assessment.

Income tax

The Company is subject to income tax at the rate of 20% of taxable income related to non-Saudi shareholder calculated in accordance with articles of association and income tax regulations enforced in the Kingdom of Saudi Arabia.

Deferred tax

Deferred taxes are recognised for all taxable temporary differences and all deductible temporary differences, carry forward of unused tax credits and unused tax losses only to the extent that it is probable that taxable profit will be available against which these assets can be utilised.

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24. CONTINGENCIES

The Company has contingent liabilities in respect of legal proceedings and claims initiated by employees and regulatory authorities. These contingent liabilities arose in the normal course of business. No additional significant obligations are expected to be incurred from these potential claims, apart from the amount recorded under accrued expenses.

As of 30 September 2025, the Company has provided bank guarantees amounting to SR 3.45 million (31 Dec 2024: SR 3.45 million) in favor of GFSA for lease of silos and land in Dammam, Madinah and Al-Kharj.

25. EARNINGS PER SHARE

25.1 Basic and diluted earnings per share

The calculation of basic and diluted earnings per share has been based on the distributable earnings attributable to shareholders of ordinary shares and the weighted average number of ordinary shares outstanding at the date of the condensed interim financial information.

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit for the period	52,117,061	47,062,083	138,865,293	128,826,829
Weighted average number of ordinary shares	540,000,000	540,000,000	540,000,000	540,000,000
Earnings per share – basic and diluted	0.10	0.09	0.26	0.24

26. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent the shareholders, subsidiary, associated companies and key management personnel of the Company, and entities controlled or significantly influenced by such parties. The terms of the transactions with related parties are approved by the Company's management. Transactions with related parties are on the basis of contractual arrangements made with them.

TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL

For the purposes of the disclosure requirements contained in IAS 24 Disclosures Related to Related Parties, the phrase "key management personnel" (i.e., those persons who have the authority and responsibility to plan, direct and control the activities of the Company) refers to the board of directors, chief executive officer and other executives of the Company.

The compensation of the senior management personnel includes salaries and other benefits. The amounts disclosed in the table represent the amounts recognised as an expense during the financial period in respect of key management personnel.

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26. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)

OTHER RELATED PARTY TRANSACTIONS (continued)

Compensation of key management personnel of the Company for the three-month and nine-month periods ended 30 September:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Short-term employee benefits	1,395,449	1,399,444	4,393,118	3,925,482
Post-employment benefits	66,046	56,245	185,270	195,284
Total compensation paid to key management personnel	1,461,495	1,455,689	4,578,388	4,120,766

Board and committees' fees, rewards and allowances during the period amounting to SR 2.63 million (30 September 2024: SR 2.35 million).

OTHER RELATED PARTY TRANSACTIONS

Transactions with related parties arise mainly from services provided/ received and payments made on behalf of each other and are undertaken at mutually agreed terms. Due to related parties are the balances payable on demand, interest free and unsecured.

The aggregate value of related parties' transactions and outstanding balances including those related to key management personnel, and entities over which they have control or significant influence are as follows:

Name	Relationship	Nature of transactions	Amount of transactions		Closing balance	
			For the nine-month period ended		30 September	31 December
			30 September	30 September	2025	2024
			2025	2024	(Unaudited)	(Audited)
<i><u>Due from related parties</u></i>						
Abdullah Al-Othaim Markets Company	(Partner in the shareholder)	Sales	9,597,732	6,951,679		
		Rebates	(3,991,129)	(1,313,808)		
		Collections	5,831,623	6,273,845	1,691,388	1,916,408
United Feed Manufacturing Company	(Partner in the shareholder)	Sales	29,976,798	37,253,087		
		Rebates	(358,271)	-		
		Collections	29,618,526	34,375,000	-	-
Pure Food Corporation	Other related party	Sales	3,625,681	3,803,834		
		Rebates	(712,550)	(254,928)		
		Collections	2,704,861	2,982,210	851,253	642,983
Gulf flour Milling Industrial Company	Shareholder	Expenses incurred on behalf of shareholder	2,500	-		
		IPO costs charged	-	4,837,620		
		Collections	405,977	24,728,215	-	403,477
Riyadh Food Industries Company	Other related party	Collections	-	47,507	-	-
		Sales	169,059	863,511		
Zod Factory for Pastries and Bakeries	Other related party	Returns	(169,059)	-		
		Collections	85,612	347,881	-	85,612
					2,542,641	3,048,480

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26. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)

OTHER RELATED PARTY TRANSACTIONS (continued)

Name	Relationship	Nature of transactions	Amount of transactions		Closing balance	
			For the nine-month period ended		30 September	31 December
			30 September	2024	2025	2024
			2025	2024	(Unaudited)	(Audited)
<i><u>Due to related parties</u></i>						
Abdulaziz Al-Othaim Markets Company	Other related party	Sales	27,852	11,499		
United Feed Company Limited	Other related party	Rebates	(78,575)	(66,700)	105,925	55,201
		Collections	2,807	-	-	2,807
					105,925	58,008

27. FINANCIAL INSTRUMENTS – FAIR VALUES

Financial assets

Set out below is an overview of financial assets held by the Company:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Financial assets at amortised cost:		
Bank balances and short-term deposits	166,403,978	196,401,502
Trade receivables	16,340,987	9,076,894
Due from related parties	2,542,641	3,048,480
Other current financial assets	8,009,430	7,058,645
	193,297,036	215,585,521

Financial liabilities

Set out below is an overview of financial liabilities held by the Company:

	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Financial liabilities at amortised cost:		
Lease liabilities	373,531,489	393,731,657
Trade payables	21,701,562	33,563,502
Due to related parties	105,925	58,008
Advance from customers	6,642,014	9,858,000
Accrued expenses and other current liabilities	29,976,868	24,513,667
	431,957,858	461,724,834

Fair value hierarchy

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Financial instruments comprise of financial assets and financial liabilities. The Company's financial assets consist of bank balances and short-term deposits, trade receivables, amounts due from related parties and other current assets. Its financial liabilities consist of trade and other payables, certain accrued expense and other liabilities, long-term loans, obligations under finance lease, long-term payable and amounts due to related parties.

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27. FINANCIAL INSTRUMENTS – FAIR VALUES (Continued)

Fair value hierarchy (continued)

The management assessed that fair value of bank balances and short-term deposits, trade receivables, amounts due from related parties, other current assets, trade and other payables, certain accrued expense and other liabilities, lease liabilities and amounts due to related parties approximate their carrying amounts, largely due to the short-term maturities of these instruments.

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole, as follows:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; or

Level 3 -Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There are no financial instruments recognised at fair value and there were no transfers between levels of fair value measurements in 2025 and 2024. No transfers between any levels of the fair value hierarchy took place in the equivalent comparative period.

28. RECLASSIFICATION

Certain comparative figures have been reclassified to comply with the current year presentation of the condensed interim financial information, where necessary. Below financial information in the comparative period has been reclassified to conform with current period presentation, as shown below:

	Previously reported nine months ended 30 September 2024	Amount of reclassification	Reclassified amount nine months ended 30 September 2024
Condensed statement of profit or loss and other comprehensive income			
Selling and distribution expenses	(27,404,257)	273,081	(27,131,176)
Expected credit loss on trade receivables	-	(273,081)	(273,081)
	Previously reported three months ended 30 September 2024	Amount of reclassification	Reclassified amount three months ended 30 September 2024
Statement of profit or loss and other comprehensive income			
Selling and distribution expenses	(7,284,427)	(1,205,557)	(8,489,984)
Expected credit loss on trade receivables	-	1,205,557	1,205,557

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28. RECLASSIFICATION (CONTINUED)

	Previously reported year ended 31 December 2024	Amount of reclassification	Reclassified amount year ended 31 December 2024
Condensed statement of financial position			
Trade and other payables	33,340,949	222,553	33,563,502
Accrued expenses and other current liabilities	24,736,220	(222,553)	24,513,667
Advances to suppliers	-	9,430,802	9,430,802
Prepayments and other current assets	20,384,954	(9,430,802)	10,954,152

29. SUBSEQUENT EVENTS

No matter has occurred up to and including the date of the approval of the condensed interim financial information by the Board of Directors which could materially affect the condensed interim financial information and the related disclosures for the nine-month period ended 30 September 2025.

30. APPROVAL OF THE CONDENSED INTERIM FINANCIAL INFORMATION

The condensed interim financial information was approved and authorised for issuance by the Company's Board of Directors on 8 Jumada Al-Awwal 1447H, corresponding to 30 October 2025.