

**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**

CONDENSED CONSOLIDATED INTERIM FINANCIAL  
INFORMATION (UNAUDITED)  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026  
AND REPORT ON REVIEW OF CONDENSED  
CONSOLIDATED INTERIM FINANCIAL INFORMATION

**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2026**

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## Report on review of condensed consolidated interim financial information

To the shareholders of United Carton Industries Company  
(A Saudi Joint Stock Company)

### Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of United Carton Industries Company (the "Company") and its subsidiaries (together the "Group") as of March 31, 2026 and the related condensed consolidated interim statements 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 condensed consolidated interim financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

### Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity", as 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, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

### PricewaterhouseCoopers

Ali A. Alotaibi  
License Number 379



April 29, 2026

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**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**Condensed consolidated interim statement of financial position**  
(All amounts in Saudi Riyals unless otherwise stated)

	Note	As at March 31, 2026 (Unaudited)	As at December 31, 2025 (Audited)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	399,495,880	397,852,759
Goodwill		38,228,526	38,228,526
Intangible assets		5,851,382	6,188,397
Right-of-use assets		51,623,054	53,738,337
Deferred tax assets		5,804,848	5,620,402
<b>Total non-current assets</b>		<b>501,003,690</b>	<b>501,628,421</b>
<b>Current assets</b>			
Inventories	5	180,845,375	200,782,993
Trade receivables	6	287,938,243	260,710,823
Advances, prepayments and other receivables		23,043,558	29,556,941
Cash and cash equivalents	7	51,952,972	85,159,556
<b>Total current assets</b>		<b>543,780,148</b>	<b>576,210,313</b>
<b>Total assets</b>		<b>1,044,783,838</b>	<b>1,077,838,734</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital		400,000,000	400,000,000
Retained earnings		212,988,323	188,835,558
Foreign currency translation reserve		(520,497)	(520,497)
<b>Total equity</b>		<b>612,467,826</b>	<b>588,315,061</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities		160,654	162,322
Lease liabilities		46,793,466	48,184,086
Employee benefit obligations		67,921,275	67,574,859
<b>Total non-current liabilities</b>		<b>114,875,395</b>	<b>115,921,267</b>
<b>Current liabilities</b>			
Trade payables		232,354,441	262,582,809
Accrued and other liabilities		66,358,730	69,166,152
Short-term borrowings	8	4,616,749	30,096,073
Current portion of lease liabilities		9,219,162	9,473,741
Zakat and income tax payable		4,891,535	2,283,631
<b>Total current liabilities</b>		<b>317,440,617</b>	<b>373,602,406</b>
<b>Total liabilities</b>		<b>432,316,012</b>	<b>489,523,673</b>
<b>Total equity and liabilities</b>		<b>1,044,783,838</b>	<b>1,077,838,734</b>

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



**Adib Abdullah AlZamil**  
Chairman, Board of Directors



**Mohnish Rikhy**  
Chief Executive Officer




**Abdul Ghani**  
Chief Financial Officer

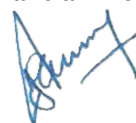
**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**Condensed consolidated interim statement of profit or loss and other comprehensive income**  
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended March 31,	
		2026 (Unaudited)	2025 (Unaudited)
Revenue	10	<b>353,489,388</b>	349,829,822
Cost of revenue		<b>(295,839,749)</b>	(298,475,076)
<b>Gross profit</b>		<b>57,649,639</b>	51,354,746
Selling and distribution expenses		<b>(7,331,187)</b>	(6,987,279)
General and administrative expenses		<b>(23,254,367)</b>	(22,820,004)
Impairment loss on financial assets		<b>(97,971)</b>	(64,494)
Fair value losses on financial assets		<b>(588,077)</b>	(693,824)
Other income		<b>811,475</b>	1,746,041
Other expenses		<b>(496)</b>	-
<b>Operating profit</b>		<b>27,189,016</b>	22,535,186
Finance income		<b>795,307</b>	-
Finance costs		<b>(1,409,768)</b>	(1,506,846)
<b>Profit before zakat and income tax</b>		<b>26,574,555</b>	21,028,340
Zakat expense	9	<b>(1,011,758)</b>	(913,991)
Income tax expense	9	<b>(1,410,032)</b>	(1,461,126)
<b>Profit for the period</b>		<b>24,152,765</b>	18,653,223
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive income for the period</b>		<b>24,152,765</b>	18,653,223
<b>Earnings per share attributable to the shareholders of the Company</b>			
Basic and diluted	11	<b>0.60</b>	0.47

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

  
**Adib Abdullah AlZamil**  
Chairman, Board of Directors

  
**Mohnish Rikhy**  
Chief Executive Officer

  
**Abdul Ghani**  
Chief Financial Officer

**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**Condensed consolidated interim statement of changes in equity**  
(All amounts in Saudi Riyals unless otherwise stated)

	<b>Share capital</b>	<b>Retained earnings</b>	<b>Foreign currency translation reserve</b>	<b>Total</b>
<b>Balance as at January 1, 2025 (Audited)</b>	400,000,000	146,069,391	(544,932)	545,524,459
Profit for the period	-	18,653,223	-	18,653,223
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	-	18,653,223	-	18,653,223
<b>Balance as at March 31, 2025 (Unaudited)</b>	400,000,000	164,722,614	(544,932)	564,177,682
<b>Balance as at January 1, 2026 (Audited)</b>	400,000,000	188,835,558	(520,497)	588,315,061
Profit for the period	-	24,152,765	-	24,152,765
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	-	24,152,765	-	24,152,765
<b>Balance as at March 31, 2026 (Unaudited)</b>	400,000,000	212,988,323	(520,497)	612,467,826

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



**Adib Abdullah AlZamil**  
Chairman, Board of Directors



**Mohnish Rikhy**  
Chief Executive Officer



**Abdul Ghani**  
Chief Financial Officer


**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**Condensed consolidated interim statement of cash flows**  
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended March 31,	
		2026 (Unaudited)	2025 (Unaudited)
<b>Operating activities</b>			
Profit before zakat and income tax		26,574,555	21,028,340
<u>Adjustments for:</u>			
Depreciation of property, plant and equipment	4	16,017,517	17,594,427
Depreciation of right-of-use assets		2,295,772	2,376,863
Amortization of intangible assets		596,115	506,057
Provision for employee benefits obligations		2,306,307	2,152,114
Provision for slow-moving and damaged inventories	5	426,670	-
Gain on disposal of property, plant and equipment		(9,171)	(8,718)
Finance costs on short-term borrowings and others		506,303	751,875
Finance costs on lease liabilities		903,465	754,971
Exchange losses		496	-
Impairment loss on financial assets		97,971	64,494
Finance income		(795,307)	-
		<b>48,920,693</b>	<b>45,220,423</b>
<u>Changes in working capital:</u>			
Inventories		19,510,948	25,477,178
Trade receivables		(27,325,391)	(31,671,901)
Advances, prepayments and other receivables		2,513,671	(1,934,419)
Trade payables		(30,228,368)	3,221,914
Accrued and other liabilities		(2,791,107)	6,001,232
<b>Cash generated from operations</b>		<b>10,600,446</b>	<b>46,314,427</b>
Zakat and income tax paid		-	(2,603,368)
Employee benefit obligations paid		(1,959,891)	(649,286)
Finance costs paid		(1,409,768)	(1,506,846)
<b>Net cash generated from operating activities</b>		<b>7,230,787</b>	<b>41,554,927</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	4	(17,661,189)	(15,208,547)
Proceeds from disposal of property, plant and equipment		9,722	11,192
Purchase of intangible assets		(259,100)	(75,000)
Proceeds from insurance compensation		4,031,990	8,272,451
Finance income received		763,029	-
<b>Net cash used in investing activities</b>		<b>(13,115,548)</b>	<b>(6,999,904)</b>
<b>Cash flows from financing activities</b>			
Repayment of principal portion of lease liabilities		(1,842,499)	(1,075,159)
Changes in short-term borrowings		(25,479,324)	(11,477,563)
<b>Cash used in financing activities</b>		<b>(27,321,823)</b>	<b>(12,552,722)</b>
<b>Net change in cash and cash equivalents</b>		<b>(33,206,584)</b>	<b>22,002,301</b>
Cash and cash equivalents at beginning of the period		85,159,556	38,005,164
<b>Cash and cash equivalents at end of the period</b>		<b>51,952,972</b>	<b>60,007,465</b>
<b>Supplemental information for non-cash transactions</b>			
Additions to right-of-use assets and lease liabilities		180,489	7,272,136

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

  
**Adib Abdullah AlZamil**  
Chairman, Board of Directors

  
**Mohanish Rikhy**  
Chief Executive Officer

  
**Abdul Ghani**  
Chief Financial Officer

**UNITED CARTON INDUSTRIES COMPANY****(A Saudi Joint Stock Company)****Notes to the condensed consolidated interim financial information for the three-month period ended March 31, 2026**

(All amounts in Saudi Riyals unless otherwise stated)

**1 General information**

United Carton Industries Company (the “Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration number 4030065231 dated Ramadan 18, 1409H (corresponding April 24, 1989) and the unified number 7014502426. The Company’s shares were listed on Saudi Exchange on May 27, 2025. The Company’s registered office is located at Industrial Area-Phase No. 5, P.O. Box 31503, Jeddah 21418, Kingdom of Saudi Arabia.

The Company and its subsidiaries (together referred to as the “Group”) are primarily engaged in the manufacturing and sale of corrugated carton containers and plates, folding carton (duplex) and pulp products, paper and packaging material.

This condensed consolidated interim financial information includes the financial information of the Company and the following subsidiaries in which the Group exercises control.

<b>Subsidiary name</b>	<b>Country of incorporation</b>	<b>Principal business activity</b>	<b>Ownership interest percentage</b>	
			<b>March 31, 2026</b>	<b>December 31, 2025</b>
Integrated Packaging Industries Company	Kingdom of Saudi Arabia	Manufacturing of folding cartons and pulp products	<b>100%</b>	100%
United Paper Industries Company FZCO	United Arab Emirates	Manufacturing of paper, packing and packaging material	<b>100%</b>	100%
Ras Al Khaimah Packaging Company LLC (“RAK”)	United Arab Emirates	Manufacturing of corrugated cartons and sheets	<b>100%</b>	100%
Integrated Paper Industry Company	Kingdom of Saudi Arabia	Manufacturing of paper and paper-based containers	<b>100%</b>	100%

During the three-month period ended March 31, 2026, the increase in gross profitability is mainly due to increased sales volumes and marginal reduction in raw material prices.

The Group continues to monitor the regional geopolitical developments and their potential impact on the Kingdom of Saudi Arabia and other Gulf Cooperation Council countries given that the majority of the Group’s operations are conducted within the Kingdom of Saudi Arabia. While the situation remains evolving the Group maintains a robust operational framework to manage associated risks relating to financial reporting, potential supply chain and business disruptions. These developments have not had a material impact on Group’s condensed consolidated interim financial information for the three-month period ended March 31, 2026. However, given the evolving nature of the conflict, the potential impact on the Group’s business will continue to be assessed on future reporting dates.

## UNITED CARTON INDUSTRIES COMPANY

(A Saudi Joint Stock Company)

### Notes to the condensed consolidated interim financial information for the three-month period ended March 31, 2026

(All amounts in Saudi Riyals unless otherwise stated)

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## 2 Basis of preparation

This condensed consolidated interim financial information of the Group has been prepared in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

This condensed consolidated interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended December 31, 2025. IAS 34 states that the interim financial information is intended to provide an update on the latest complete set of annual financial statements. Hence, IAS 34 requires less disclosure in interim financial information than International Financial Reporting Standards, that are endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by SOCPA, require in annual financial statements. An interim period is considered as an integral part of the whole fiscal year, however, the results of operations for the interim periods may not be a fair indication of the results of the full year's operations.

The condensed consolidated interim financial information is prepared on a going concern basis.

### 2.1 Basis of measurement

This condensed consolidated interim financial information has been prepared under the historical cost basis, except as explained in the relevant accounting policies in the annual consolidated financial statements for the year ended December 31, 2025.

This condensed consolidated interim financial information is presented in Saudi Arabian Riyals ("Saudi Riyals"), which is the functional and presentation currency of the Company. The condensed consolidated interim financial information has been rounded-off to the nearest Saudi Riyals, unless otherwise stated.

### 2.2 New standards and amendments

#### *a) New and amended standards adopted by the Group*

Certain amendments to existing standards became applicable for the current reporting period. The amendments did not have any impact on the condensed consolidated interim financial information of the Group and accordingly, the Group did not have to change its accounting policies or make any retrospective adjustments.

<b>Title</b>	<b>Effective date</b>
Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	January 1, 2026
Annual improvements to IFRS - Volume 11	January 1, 2026
Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity	January 1, 2026

**UNITED CARTON INDUSTRIES COMPANY**

**(A Saudi Joint Stock Company)**

**Notes to the condensed consolidated interim financial information for the three-month period ended March 31, 2026**

(All amounts in Saudi Riyals unless otherwise stated)

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***b) Standards and interpretations issued but not yet effective***

Certain new accounting standards and interpretations have been published that are not mandatory for March 31, 2026 reporting periods and have not been early adopted by the Group. The standards, interpretations and amendments issued that are relevant to the Group, but are not yet effective are disclosed below.

<b>Standard interpretation</b>	<b>Effective date</b>
Amendments to IAS 21 - Translation to a Hyperinflationary Presentation Currency	January 1, 2027
IFRS 18 -Presentation and Disclosure in Financial Statements	January 1, 2027
IFRS 19 -Subsidiaries without Public Accountability	January 1, 2027

Management is in the process of assessing the impact, if any, these pronouncements may have in future reporting periods.

**2.3 Material accounting policies**

The material accounting policies adopted by the Group for the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2025.

**3 Critical accounting estimates and judgements**

The preparation of the condensed consolidated interim financial information in conformity with IFRS requires the use of certain critical estimates and judgments that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amount of revenue and costs during the reporting period. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Group makes estimates and judgments concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised or in the revision period and future periods if the changed estimates affect both current and future periods.

Management has concluded that the Group's critical accounting judgements, estimates and assumptions remain appropriate under the current circumstances for the purpose of preparation of the condensed consolidated interim financial information. Management believes all sources of estimation uncertainty remain similar to those disclosed in the annual consolidated financial statements for the year ended December 31, 2025.

**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**

**Notes to the condensed consolidated interim financial information for the three-month period ended March 31, 2026**

(All amounts in Saudi Riyals unless otherwise stated)

**4 Property, plant and equipment**

	<b>Land</b>	<b>Buildings</b>	<b>Motor vehicles</b>	<b>Machinery and equipment</b>	<b>Furniture, fixtures and office equipment</b>	<b>Capital work-in-progress ("CWIP")</b>	<b>Total</b>
<b>As at December 31, 2025</b>							
<b>(Audited):</b>							
Cost	5,427,488	326,922,272	2,688,106	1,055,125,565	101,240,132	43,568,363	1,534,971,926
Accumulated depreciation and impairment	-	(181,776,010)	(1,831,109)	(858,275,085)	(95,236,963)	-	(1,137,119,167)
<b>Net book value</b>	<b>5,427,488</b>	<b>145,146,262</b>	<b>856,997</b>	<b>196,850,480</b>	<b>6,003,169</b>	<b>43,568,363</b>	<b>397,852,759</b>
<b>Three-month period ended March 31, 2026 (Unaudited)</b>							
Opening net book value	5,427,488	145,146,262	856,997	196,850,480	6,003,169	43,568,363	397,852,759
Additions	-	145,554	180,000	3,380,530	1,054,541	12,900,564	17,661,189
Disposals	-	-	-	-	(551)	-	(551)
Transfers to/(from) capital work-in-progress	-	-	-	2,438,430	211,672	(2,650,102)	-
Depreciation charge	-	(4,319,974)	(136,684)	(10,793,627)	(767,232)	-	(16,017,517)
<b>Closing net book value</b>	<b>5,427,488</b>	<b>140,971,842</b>	<b>900,313</b>	<b>191,875,813</b>	<b>6,501,599</b>	<b>53,818,825</b>	<b>399,495,880</b>
<b>As at March 31, 2026</b>							
<b>(Unaudited):</b>							
Cost	<b>5,427,488</b>	<b>327,067,826</b>	<b>2,868,106</b>	<b>1,052,998,238</b>	<b>102,503,830</b>	<b>53,818,825</b>	<b>1,544,684,313</b>
Accumulated depreciation and impairment	-	<b>(186,095,984)</b>	<b>(1,967,793)</b>	<b>(861,122,425)</b>	<b>(96,002,231)</b>	-	<b>(1,145,188,433)</b>
<b>Net book value</b>	<b>5,427,488</b>	<b>140,971,842</b>	<b>900,313</b>	<b>191,875,813</b>	<b>6,501,599</b>	<b>53,818,825</b>	<b>399,495,880</b>

**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**Notes to the condensed consolidated interim financial information for the three-month**  
**period ended March 31, 2026**  
(All amounts in Saudi Riyals unless otherwise stated)

**5 Inventories**

	<b>March 31, 2026</b>	<b>December 31, 2025</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Raw materials	<b>137,413,614</b>	128,382,454
Spare parts	<b>55,735,664</b>	58,820,911
Work in progress	<b>3,435,341</b>	2,638,864
Finished goods	<b>1,091,054</b>	1,275,733
Goods-in-transit	<b>30,611,560</b>	56,680,219
	<b>228,287,233</b>	247,798,181
Less: provision for slow-moving and damaged inventories	<b>(47,441,858)</b>	(47,015,188)
	<b>180,845,375</b>	200,782,993

Movement in the provision for slow-moving and damaged inventories is as follows:

	<b>March 31, 2026</b>	<b>December 31, 2025</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Opening balance	<b>47,015,188</b>	46,613,261
Provision for the period/year	<b>426,670</b>	401,927
Closing balance	<b>47,441,858</b>	47,015,188

**6 Trade receivables**

	<b>Note</b>	<b>March 31, 2026</b>	<b>December 31, 2025</b>
		<b>(Unaudited)</b>	<b>(Audited)</b>
<b>At amortized cost</b>			
Trade receivables - third parties		<b>276,902,810</b>	253,269,918
Trade receivables - related parties	12	<b>12,952,713</b>	12,388,845
		<b>289,855,523</b>	265,658,763
Less: allowance for impairment of trade receivables		<b>(9,606,900)</b>	(9,508,929)
		<b>280,248,623</b>	256,149,834
<b>At fair value</b>			
Trade receivables at fair value*		<b>7,689,620</b>	4,560,989
		<b>287,938,243</b>	260,710,823

\*This represents trade receivables which are subject to factoring arrangement with commercial banks but are not factored at the period-end. The trade receivables portfolio subject to factoring is initially classified at fair value through profit or loss.

Due to the short-term nature of trade receivables at amortised cost, their carrying amount is considered to be the same as their fair value.

Movement in allowance for impairment of trade receivables is as follows:

	<b>March 31, 2026</b>	<b>December 31, 2025</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Opening balance	<b>9,508,929</b>	9,341,824
Impairment allowance for the period / year	<b>97,971</b>	167,105
Closing balance	<b>9,606,900</b>	9,508,929

As at March 31, 2026, the top 30 customer balances accounted for approximately 44% (December 31, 2025: 44%) of the Group's total outstanding trade receivables.

**UNITED CARTON INDUSTRIES COMPANY**  
**(A Saudi Joint Stock Company)**  
**Notes to the condensed consolidated interim financial information for the three-month period ended March 31, 2026**  
(All amounts in Saudi Riyals unless otherwise stated)

**7 Cash and cash equivalents**

Cash and cash equivalents include bank deposits amounting to Saudi Riyals 44.1 million (December 31, 2025: Saudi Riyals 76.7 million), which represents shariah-compliant Murabaha and conventional deposits placed with commercial banks, with a maturity period of three months or less from date of placement. These deposits yield finance income at prevailing market rates.

**8 Short-term borrowings**

Short-term borrowings are obtained, under Islamic financing arrangements from local banks and under conventional financing arrangements from foreign banks, to finance the working capital of the Group.

These are denominated in Saudi Riyals and United Arab Emirates dirham, bear financial charges based on the prevailing market rates based on Saudi Interbank Offer Rate (SAIBOR) in the Kingdom of Saudi Arabia and Emirates Interbank Offer Rate (“EIBOR”) in the UAE and are collateralised by demand promissory notes and corporate guarantees from the Company. The unused funded balance of the Group’s facilities as at March 31, 2026 amounted to Saudi Riyals 289.8 million (December 31, 2025: Saudi Riyals 264.4 million). The facilities agreements contain covenants to maintain certain financial ratios and non-financial metrics.

The Group’s management assessed that the fair value of the borrowings is approximately equal to their carrying amounts due to the short-term maturities of three months to six months and financial charges payable on those borrowings being at current market rates.

**9 Zakat and income tax matters**

**9.1 Components of the zakat base**

The Company and the subsidiaries file separate zakat and income tax declarations on an unconsolidated basis, including foreign subsidiaries where applicable. The significant components of the zakat base of each company under the zakat and income tax regulations are principally comprised of shareholder’s equity, provisions and other adjustments, less deductions for the net book value of the deductible assets.

**9.2 Charge for the period**

	<b>For the three-month period ended March 31,</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Zakat charge	<b>1,011,758</b>	913,991
Income tax charge	<b>1,596,146</b>	1,715,819
Deferred tax income	<b>(186,114)</b>	(254,693)
	<b>1,410,032</b>	1,461,126
	<b>2,421,790</b>	2,375,117

**9.3 Status of final assessments**

There are no changes to the status of open zakat assessments, as at March 31, 2026, as disclosed in the annual consolidated financial statements for the year ended December 31, 2025.

The Company and its subsidiaries based in the Kingdom of Saudi Arabia have submitted their respective zakat and income tax returns for the year ended December 31, 2024 to ZATCA and have obtained the certificates valid up to April 30, 2026. The subsidiaries in the United Arab Emirates have also submitted their corporate tax returns for the year ended December 31, 2024.

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**10 Revenue**

The Group derives revenue from the following streams:

	<b>For the three-month period ended March 31,</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Revenue from:		
- Corrugated cartons and plates	<b>291,839,314</b>	287,208,496
- Duplex cartons	<b>23,009,274</b>	22,462,980
- Paper and packaging material	<b>24,720,628</b>	26,064,761
- Transportation services	<b>13,920,172</b>	14,093,585
	<b>353,489,388</b>	349,829,822

The revenue for the Group by geographical region is as follows:

	<b>For the three-month period ended March 31,</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Kingdom of Saudi Arabia	<b>311,312,831</b>	311,959,251
United Arab Emirates	<b>38,127,653</b>	33,969,670
Other countries	<b>4,048,904</b>	3,900,901
	<b>353,489,388</b>	349,829,822

Timing of revenue recognition

	<b>For the three-month period ended March 31,</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Over-time revenue recognition	<b>328,768,760</b>	323,765,061
Point-in-time	<b>24,720,628</b>	26,064,761
	<b>353,489,388</b>	349,829,822

**11 Earnings per share**

Basic earnings per share is calculated by dividing the profit for the period attributable to the shareholders of the Company, by the weighted average number of ordinary shares outstanding during the financial period. As the Company does not have any diluting potential shares, the diluted earnings per share is the same as the basic earnings per share. The basic and diluted earnings per share is computed as follows:

	<b>For the three-month period ended March 31,</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Profit for the period	<b>24,152,765</b>	18,653,223
Weighted average number of ordinary shares	<b>40,000,000</b>	40,000,000
Basic and diluted earnings per share	<b>0.60</b>	0.47

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**12 Related party transactions and balances**

Related parties comprise the shareholders, directors and key management personnel of the Group and entities controlled or jointly controlled by the shareholders, who have significant influence on the Group (other related party). The following are the details of the major related parties during the period:

**12.1 Related party transactions**

Significant transactions with related parties in the ordinary course of business included in the condensed consolidated interim financial information are summarized below:

<b>Related party</b>	<b>Relationship</b>	<b>Nature of transaction</b>	<b>For the three-month period ended</b>	
			<b>2026</b>	<b>2025</b>
			<b>(Unaudited)</b>	<b>(Unaudited)</b>
National Food Industries Company	Other related party	Sale of goods	<b>3,031,196</b>	3,116,660
		Staff and accommodation expenses reimbursement	<b>321,017</b>	383,779
National Biscuits and Confectionary Company	Other related party	Sale of goods	<b>8,663,209</b>	7,059,973
		Staff and accommodation expenses reimbursement	<b>317,830</b>	391,493
Zamil Air Conditioner and Home Appliances	Other related party	Sale of goods	<b>29,486</b>	1,081,113
Zamil Plastic Industries Company	Other related party	Sale of goods	<b>526,765</b>	535,865
Modern Plastics Industry Company	Other related party	Sale of goods	-	342,668
Zamil Central and Air Conditioner Company	Other related party	Sale of goods	<b>37,470</b>	41,756
Zamil Food Industries Limited	Other related party	Sale of goods	<b>2,044,351</b>	1,514,693
Techno Val Information System	Other related party	IT services	<b>206,250</b>	331,745
United Warehouse Company	Other related party	Purchase of goods	<b>99,500</b>	-
Founding shareholders of the Company	Shareholders	IPO related expenses *	-	1,545,709

\* The founding shareholders of the Company have reimbursed the Company for IPO related expenses.

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**12.2 Related party balances**

Significant period-end balances arising from transactions with related parties are as follows:

(i) Due from related parties - classified within trade receivables

	<b>March 31, 2026</b>	<b>December 31, 2025</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
National Biscuits and Confectionary Company	<b>8,643,025</b>	9,431,969
National Food Industries Company	<b>2,082,631</b>	2,075,913
Zamil Plastic Industries Company	<b>1,081,244</b>	711,843
Zamil Food Industries Limited	<b>1,069,002</b>	126,740
Zamil Central and Air Conditioner Company	<b>43,090</b>	41,430
Zamil Air Conditioner and Home Appliances	<b>33,003</b>	-
Modern Plastics Industry Company	<b>718</b>	950
	<b>12,952,713</b>	12,388,845

Sales and purchases (including services) carried out to/from related parties during the period are based on the prices in force and terms that would be available to third parties in the normal course of business. Outstanding balances are unsecured, interest free and settled in cash. There have been no guarantees provided or received for any related party receivables or payables. The balances are payable/receivable within normal commercial terms up to 3 months.

**12.3 Related party commitment**

During 2024, the Company and its founding shareholders have entered into an agreement wherein the foreign founding shareholder has committed to reimburse the Company for the increased income tax burden due to the foreign shareholding, effective from January 1, 2024 onwards.

**12.4 Key management personnel and Board of Directors' compensation**

Key management personnel comprise chief executive officer, chief financial officer, vice presidents and certain heads of departments. Compensation of the Group's key management personnel includes salaries and contributions to other employee benefits.

	<b>For the three-month period ended March 31,</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Short-term employee benefits (salaries and other allowances)	<b>2,716,857</b>	2,963,792
Post-employment benefit (end-of-service benefit)	<b>143,332</b>	178,469
	<b>2,860,189</b>	3,142,261
Board of Directors' ("BoD") remuneration	<b>641,250</b>	700,000

As at March 31, 2026, the outstanding balance due from key management personnel amount to Saudi Riyals 1.69 million (December 31, 2025: Saudi Riyals 1.56 million) and is secured by the end of service benefits.

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**13 Segment information**

An operating segment is a component of an entity:

- that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity),
- whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- for which discrete financial information is available.

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ("CODM"). For management purposes, the Group is organised into business units based on their products and has the following reportable segments:

**Corrugated**

Corrugated segment which manufactures and sells corrugated boxes, digital printing products, retail boxes etc.

**Duplex**

Duplex segment involves manufacturing of folding cartons and pulp products.

**Paper and packaging material**

Paper segment involves manufacturing of paper, packing and packaging material.

The Group's CODM (CEO and BoD) 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 profit/(loss) before zakat and tax for each segment. The management has identified that revenue from transportation services is not an operating segment, and such revenue has been allocated to corrugated and duplex segments.

The Group's consolidated assets and liabilities by business segments, were as follows:

	<b>Corrugated</b>	<b>Duplex</b>	<b>Paper and packaging material</b>	<b>Total</b>
<b>March 31, 2026 (Unaudited)</b>				
Total assets	<b>780,584,463</b>	<b>121,314,691</b>	<b>142,884,684</b>	<b>1,044,783,838</b>
Total liabilities	<b>354,725,969</b>	<b>33,166,793</b>	<b>44,423,250</b>	<b>432,316,012</b>
<b>December 31, 2025 (Audited)</b>				
Total assets	804,745,336	121,348,671	151,744,727	1,077,838,734
Total liabilities	382,227,458	65,590,344	41,705,871	489,523,673

**For the three-month period ended March 31, 2026 (Unaudited)**

	<b>Corrugated</b>	<b>Duplex</b>	<b>Paper and packaging material</b>	<b>Total</b>
Segment revenue	<b>305,962,892</b>	<b>23,819,124</b>	<b>24,959,099</b>	<b>354,741,115</b>
Inter-segment revenue	<b>(1,013,256)</b>	-	<b>(238,471)</b>	<b>(1,251,727)</b>
Revenue from external customers	<b>304,949,636</b>	<b>23,819,124</b>	<b>24,720,628</b>	<b>353,489,388</b>
Gross profit	<b>54,550,540</b>	<b>2,398,636</b>	<b>700,463</b>	<b>57,649,639</b>
Depreciation and amortization	<b>14,628,059</b>	<b>2,838,857</b>	<b>1,442,488</b>	<b>18,909,404</b>
Finance income	<b>652,573</b>	-	<b>142,734</b>	<b>795,307</b>
Finance costs	<b>680,192</b>	<b>436,812</b>	<b>292,764</b>	<b>1,409,768</b>
Profit/ (loss) before zakat and income tax	<b>28,697,227</b>	<b>(995,571)</b>	<b>(1,127,101)</b>	<b>26,574,555</b>
Additions to property, plant and equipment	<b>4,581,617</b>	<b>9,554,730</b>	<b>3,524,842</b>	<b>17,661,189</b>

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**For the three-month period ended March 31, 2025 (Unaudited)**

	<b>Corrugated</b>	<b>Duplex</b>	<b>Paper and packaging material</b>	<b>Total</b>
Segment revenue	300,984,367	23,180,364	28,276,491	352,441,222
Inter-segment revenue	(399,670)	-	(2,211,730)	(2,611,400)
Revenue from external customers	300,584,697	23,180,364	26,064,761	349,829,822
Gross profit	47,340,360	2,580,822	1,433,564	51,354,746
Depreciation and amortization	15,445,978	3,365,237	1,666,131	20,477,346
Finance costs	548,914	670,974	286,958	1,506,846
Profit (loss) before zakat and income tax	22,240,246	(693,916)	(517,990)	21,028,340
Additions to property, plant and equipment	7,896,540	6,274,387	1,037,620	15,208,547

Refer to Note 10 for the geographical analysis of revenue.

**14 Commitments**

The capital expenditure contracted by the Group but not incurred until March 31, 2026 was Saudi Riyals 42.3 million (December 31, 2025: Saudi Riyals 15.6 million).

**15 Contingencies**

At March 31, 2026, the Group has outstanding letters of guarantees amounting to Saudi Riyals 3.6 million (December 31, 2025: Saudi Riyals 3.6 million) and bills of exchange amounting to Saudi Riyals 2.9 million (December 31, 2025: 3.1 million) issued in the normal course of business.

**16 Fair value measurement of financial instruments**

At March 31, 2026 and December 31, 2025, the fair values of all financial assets and liabilities, measured at amortised cost, are considered to approximate their carrying amounts. There were no transfers into or out of Level 3 fair value measurements.

The table below presents the financial assets measured at their fair values as at March 31, 2026 and December 31, 2025, based on the fair value hierarchy:

<b>March 31, 2026 (Unaudited)</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at fair value through profit or loss	-	-	7,689,620	7,689,620
	-	-	7,689,620	7,689,620
<b>December 31, 2025 (Audited)</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at fair value through profit or loss	-	-	4,560,989	4,560,989
	-	-	4,560,989	4,560,989

**17 Subsequent event**

Subsequent to the three-month period ended March 31, 2026, the Board of Directors approved a cash dividend of Saudi Riyals 0.5 per share amounting to Saudi Riyals 20 million relating to the fourth quarter of the year ended December 31, 2025. The dividend will be paid on April 30, 2026.

**18 Approval of the condensed consolidated interim financial information**

This condensed consolidated interim financial information was authorised for issue by the Group's Board of Directors on April 27, 2026.