

**YAMAMA CEMENT COMPANY
(SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND SIX-MONTH
PERIODS ENDED JUNE 30, 2025**

YAMAMA Cement Company
(Saudi Joint Stock Company)
INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE MONTH AND SIX MONTH -PERIOD ENDED JUNE 30, 2025

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REPORT ON THE REVIEW OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

To the **Shareholders of YAMAMA Cement Company**
(A Saudi Joint Stock Company)

Introduction:

We have reviewed the interim condensed financial statements of **YAMAMA Cement Company** (the Company), which comprise the interim condensed statement of financial position as at June 30, 2025, and the interim condensed statements of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month and six-month period then ended, and notes to the interim condensed financial statements, including a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation and presentation for these interim condensed financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of review:

We conducted our review in accordance with 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 condensed financial statements 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 in Auditing, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion:

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

For Al-Kharashi Co.



Abdullah S. Al Misned
License No. (456)

Riyadh:

Safar 9, 1447H
August 3, 2025



YAMAMA Cement Company

(Saudi Joint Stock Company)

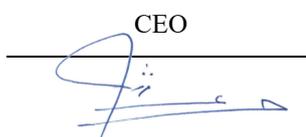
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT JUNE 30, 2025

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

	Note	June 30, 2025 (unaudited)	December 31, 2024 (audited)
ASSETS			
Non-current assets			
Property, plant and equipment, Net	(3)	4,541,644,728	4,627,497,336
Capital works in progress	(4)	1,406,593,544	1,144,587,119
Intangible assets	(5)	8,225,837	8,683,558
Right of use assets, Net	(6)	5,813,590	6,664,360
Investments in associates using equity method, Net	(7)	53,361,972	52,778,664
Financial assets at fair value through other comprehensive income	(8)	426,906,363	442,085,017
Total non-current assets		6,442,546,034	6,282,296,054
Current assets			
Trade receivables		268,481,335	234,910,806
Inventory		606,202,105	559,922,722
Prepayments and other debit balances		105,930,073	178,668,789
Financial assets at fair value through profit or loss	(10)	75,000,000	0
Cash and cash equivalents		62,190,127	61,033,582
Total current assets		1,117,803,640	1,034,535,899
Total Assets		7,560,349,674	7,316,831,953
Shareholders' Equity and liabilities			
Shareholders' Equity			
Share capital	(1)	2,025,000,000	2,025,000,000
Statutory reserve		726,883,763	726,883,763
Additional Reserve		579,936,772	579,936,772
Retained earnings		1,470,923,790	1,410,340,907
Cumulative change in fair value of other comprehensive income		100,993,072	101,171,726
Total Shareholders' Equity		4,903,737,397	4,843,333,168
Non-current liabilities			
Long term loans- non current portion	(11)	1,563,869,468	1,412,280,673
Lease liabilities – non-current portion	(6)	3,512,594	3,460,363
Provision for land restoration cost		38,799,988	33,644,343
Employees' defined benefits obligations		146,210,714	143,509,571
Total non-current liabilities		1,752,392,764	1,592,894,950
CURRENT LIABILITIES:			
Trade payable		347,526,282	328,781,876
Long term loans- current portion	(11)	406,940,056	375,481,233
Lease liabilities – current portion	(6)	1,678,921	1,653,956
Due to Related Parties	(9)	7,350,363	6,698,276
Dividends payable		67,608,829	75,555,138
Accrued expenses and other credit balances		58,152,579	72,970,740
Provision for Zakat		14,962,483	19,462,616
Total current liabilities		904,219,513	880,603,835
TOTAL LIABILITIES		2,656,612,277	2,473,498,785
Total Shareholder's Equity and Liabilities		7,560,349,674	7,316,831,953

 EVP for Finance

 CEO

 Chairman

The accompanying notes are an integral part of these interim condensed financial statements. (UNAUDITED)

YAMAMA Cement Company

Saudi Joint Stock Company

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

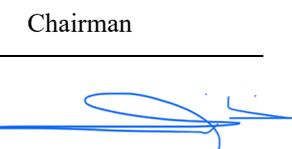
FOR THE THREE MONTH AND SIX MONTH -PERIOD ENDED JUNE 30, 2025

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2025	2024	2025	2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue, Net		362,386,859	243,722,030	711,416,029	517,431,383
Cost of revenue		(205,391,540)	(133,355,058)	(383,584,776)	(270,158,821)
Gross profit		156,995,319	110,366,972	327,831,253	247,272,562
Expenses and charges:					
Selling and distribution expenses		(4,156,955)	(5,020,026)	(7,988,006)	(8,509,212)
General and administrative expenses		(18,764,706)	(18,538,446)	(37,220,675)	(34,410,729)
Total expenses		(22,921,661)	(23,558,472)	(45,208,681)	(42,919,941)
Profit from main activities		134,073,658	86,808,500	282,622,572	204,352,621
Other (expenses) / income:					
Investment income		907,600	9,940,979	1,980,446	13,494,246
Gain from sale of property, plant and equipment	12	1,216,820	3,322,545	10,754,790	9,294,553
Finance Cost		(15,779,880)	(13,831,022)	(29,803,751)	(23,793,650)
Other income		3,385,589	775,826	4,028,826	1,702,709
Profit before zakat		123,803,787	87,016,828	269,582,883	205,050,479
Zakat expense		(2,800,000)	(2,400,000)	(6,500,000)	(5,400,000)
Net profit for the period		121,003,787	84,616,828	263,082,883	199,650,479
Other comprehensive income / (Other comprehensive loss):					
Gain / (loss) of change in fair value of financial assets at fair value through other comprehensive income		133,990	(2,501,150)	(178,654)	(3,126,437)
Other comprehensive income / (Other comprehensive loss)		133,990	(2,501,150)	(178,654)	(3,126,437)
Total comprehensive income for the period		121,137,777	82,115,678	262,904,229	196,524,042
Earnings per share:					
From net income for the period	17	0.60	0.42	1.30	0.99


EVP for Finance


CEO


Chairman

The accompanying notes are an integral part of these interim condensed financial statements. (UNAUDITED)

YAMAMA Cement Company
Saudi Joint Stock Company
INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

	Equity attributable to shareholders of the parent					Total
	Share capital	Legal reserve	Additional Reserve	Retained Earnings	Change in accumulated fair value	
Balance at January 1, 2024 (audited)	2,025,000,000	726,883,763	579,936,772	1,213,900,105	187,585,810	4,733,306,450
Net profit for the period	-	-	-	199,650,479	-	199,650,479
Dividends to shareholders (Note 14)	-	-	-	(202,500,000)	-	(202,500,000)
Other comprehensive loss for the period	-	-	-	-	(3,126,437)	(3,126,437)
Balance at June 30, 2024 (unaudited)	2,025,000,000	726,883,763	579,936,772	1,211,050,584	184,459,373	4,727,330,492
Balance at January 1, 2025 (audited)	2,025,000,000	726,883,763	579,936,772	1,410,340,907	101,171,726	4,843,333,168
Net profit for the period	-	-	-	263,082,883	-	263,082,883
Dividends to shareholders (Note 14)	-	-	-	(202,500,000)	-	(202,500,000)
Other comprehensive loss for the period	-	-	-	-	(178,654)	(178,654)
Balance at June 30, 2025 (unaudited)	2,025,000,000	726,883,763	579,936,772	1,470,923,790	100,993,072	4,903,737,397

EVP for Finance


CEO


Chairman


The accompanying notes are an integral part of these interim condensed financial statements. (UNAUDITED)

YAMAMA Cement Company

Saudi Joint Stock Company

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

	For the Six-month period ended	
	June 30,2025	June 30, 2024
	(unaudited)	(unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net profit before zakat	269,582,883	205,050,479
Adjustments to reconcile net profit to net cash generated from operating activities:		
Depreciation and amortization	89,632,664	89,268,194
Employees' defined benefit obligations	4,728,648	4,700,201
Change in provision of land restoration cost	5,155,645	24,012
Gain from sale of property, plant and equipment	(10,754,790)	(9,294,553)
Realized gain from financial assets at fair value through other comprehensive income	(1,020,305)	3,126,437
Realized gain from financial assets at fair value through profit or loss	(376,832)	(11,668,429)
Share of results from associate companies using equity method	(583,309)	(1,825,817)
	356,364,604	279,380,524
Changes in working capital:		
Trade receivable	(33,570,529)	(21,017,955)
Inventories	(46,279,383)	(95,204,437)
Due from related parties	-	(56,742)
Prepayments and other debit balances	72,738,716	(49,898,003)
Trade payable	18,744,406	(8,400,527)
Due to related parties	652,087	(5,412,146)
Accrued expenses and other credit balances	(14,818,161)	(3,696,379)
The change in leasing obligations	77,196	(1,703,575)
Zakat paid	(11,000,133)	-
Employees' defined benefits obligations paid	(2,470,935)	(2,345,658)
Net cash generated from operating activities	340,437,868	91,645,102
INVESTING ACTIVITIES		
Change in financial investment at fair value through profit or loss	(75,000,000)	-
Change in the property, plant, equipment and Intangible	14,390,305	(4,140,853)
Proceeds from sale of property, plant, and equipment	9,671,195	9,294,553
Change in the right of use assets	850,770	850,771
Change in capital works in progress	(263,192,045)	(168,444,502)
Proceeds from investment income	1,397,137	8,541,992
Net cash used in investing activities	(311,882,638)	(153,898,039)
FINANCING ACTIVITIES		
Repayment of long-term loans	(181,952,381)	(138,619,047)
Received from long-term loans	365,000,000	320,000,000
Dividends payable	(210,446,304)	(200,003,645)
Net cash (used in) / generated from financing activities	(27,398,685)	(18,622,692)
Change in cash and cash equivalents	1,156,545	(80,875,629)
Cash and cash equivalents at beginning of period	61,033,582	160,160,794
Cash and cash equivalents at end of period	62,190,127	79,285,165

The disclosure of non-cash activities in the Note (13).

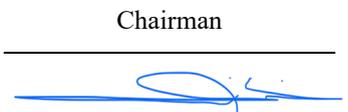
EVP for Finance



CEO



Chairman



The accompanying notes are an integral part of these interim condensed financial statements. (UNAUDITED)

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

1. THE COMPANY AND NATURE OF ITS BUSINESS:

1.1 Establishment of Company

YAMAMA Cement Company is a Saudi Joint Stock Company - formed by Royal Decree No. 15 dated 13/3/1381H – and registered in Riyadh city under Commercial Registration No. 1010001578 dated 18-4-1379H.

1.2 Nature of Company's Activity

The nature of the company's activity is the production of ordinary Portland cement, salt-resistant cement, clinker cement and finishing cement with industrial license No. (2370) dated 22/09/1439 H.

1.3 Company's Capital

YAMAMA Cement Company is a public joint stock company listed on the Saudi stock market. With a capital of SAR 2,025 billion divided into 202,5 million shares with a value of 10 SAR per share.

2. BASIS OF PREPARATION:

2.1 Statement of compliance

The preliminary condensed financial statements of the company have been prepared in accordance with International Accounting Standard (IAS) No. 34 "Interim Financial Reporting" as adopted in the Kingdom of Saudi Arabia. These preliminary condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the company's annual financial statements as of December 31, 2024. Additionally, the results of operations for the six-month period ending on June 30, 2025, do not necessarily indicate the results of operations for the year ending December 31, 2025.

2.2 Basis of measurement

Financial statements are prepared in accordance with the principle of historical cost and using Accrual basis and the concept of continuity of activity, excluding financial assets at fair value through other comprehensive income and financial assets at fair value through profit or loss and investments in Islamic Murabaha that are proven at fair value through the statement of profits or losses and investments in associate companies which are recorded in accordance with the method of equity.

2.3 Functional and presentation currency

The financial statements are prepared in Saudi Riyals, which is the functional and presentation currency for the Company, all the numbers are rounded to the nearest Saudi Riyal, unless otherwise indicated.

2.4 Significant accounting policies

The accounting policies applied in the preparation of the preliminary condensed financial statements for the six-month period ending June 30, 2025, are the same as those applied in the financial statements for the year ending December 31, 2024.

2.5 Significant accounting estimates, judgements, and assumptions

The preparation of the preliminary condensed financial statements requires management to make estimates, judgments, and assumptions that affect the amounts disclosed for revenues, expenses, assets, liabilities, related disclosures, and the disclosure of contingent liabilities. Uncertainty regarding these assumptions and estimates may result in outcomes that require material adjustments to the carrying amounts of assets or liabilities that are affected in future periods. The estimates and key assumptions are reviewed continuously. Adjustments to accounting estimates are recognized in the period in which the estimate is revised, and in any future periods affected by these adjustments.

The significant accounting estimates and judgments applied in the preparation of the preliminary condensed financial statements for the six-month period ending June 30, 2025, are the same as those applied in the financial statements for the year ending December 31, 2024.

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

3. PROPERTY, PLANT, AND EQUIPMENT :

	<u>Land</u>	<u>Building, Construction</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Tools</u>	<u>Furniture & Office Equipment</u>	<u>Total</u>
Cost							
Balance at January 1,2025 (audited)	12,234,510	2,854,120,814	3,969,498,278	20,895,925	14,340,708	55,407,014	6,926,497,249
Additions	-	1,281,543	2,823,642	108,190	1,468,642	83,369	5,765,386
Transferred from capital work in progress during the period	-	-	-	-	-	127,515	127,515
Disposals during the period	-	-	(26,127,386)	(3,825,809)	-	-	(29,953,195)
Balance at June 30,2025 (unaudited)	<u>12,234,510</u>	<u>2,855,402,357</u>	<u>3,946,194,534</u>	<u>17,178,306</u>	<u>15,809,350</u>	<u>55,617,898</u>	<u>6,902,436,955</u>
Accumulated depreciation							
Balance at January 1,2025 (audited)	-	730,978,595	1,496,378,484	19,829,593	8,752,542	43,060,699	2,298,999,913
Depreciation during the period	-	42,149,586	42,667,756	359,176	374,491	2,039,874	87,590,883
Disposals during the period	-	-	(21,972,760)	(3,825,809)	-	-	(25,798,569)
Balance at June 30,2025 (unaudited)	<u>-</u>	<u>773,128,181</u>	<u>1,517,073,480</u>	<u>16,362,960</u>	<u>9,127,033</u>	<u>45,100,573</u>	<u>2,360,792,227</u>
Net Book Value							
Balance at June 30,2025 (unaudited)	<u>12,234,510</u>	<u>2,082,274,176</u>	<u>2,429,121,054</u>	<u>815,346</u>	<u>6,682,317</u>	<u>10,517,325</u>	<u>4,541,644,728</u>
Balance at December 31,2024 (audited)	<u>12,234,510</u>	<u>2,123,142,219</u>	<u>2,473,119,794</u>	<u>1,066,332</u>	<u>5,588,166</u>	<u>12,346,315</u>	<u>4,627,497,336</u>

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

4. CAPITAL WORKS IN PROGRESS:

	June 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Capital works in progress*	1,405,889,571	1,142,381,612
Information systems projects	703,973	2,205,507
	1,406,593,544	1,144,587,119

*Capital work in progress as at June 30, 2025, includes an amount of SAR 1.382 million, representing the production line project (December 31, 2024: SAR 1.126 million).

5. INTANGIBLE ASSETS:

Intangible assets represent value of licenses and computer programs as follows:

	June 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Cost:		
Balance at beginning of the period/year	21,559,741	20,089,328
Transferred from capital work in progress during the period/year	1,501,535	-
Additions during the period/year	82,525	1,470,413
Balance at end of the period/year	23,143,801	21,559,741
Accumulated amortization:		
Balance at beginning of the period/year	12,876,183	9,166,744
Amortized during the period/year	2,041,781	3,709,439
Balance at end of the period/year	14,917,964	12,876,183
Net book value as at the end of the period/year	8,225,837	8,683,558

6. Right of use assets

	June 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Right to use assets		
Cost:		
Balance at beginning of the period/year	15,056,123	15,056,123
Balance at end of the period/year	15,056,123	15,056,123
Accumulated depreciation:		
Balance at beginning of the period/year	8,391,763	6,690,223
Depreciation during the period/year	850,770	1,701,540
Balance at end of the period/year	9,242,533	8,391,763
Net book value as at the end of the period/year	5,813,590	6,664,360

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

6. Right of use assets (continued)

Leasing obligations

	June 30, 2025	December 31, 2024
	(Unaudited)	(Audited)
Present value of obligations		
Cost:		
Balance at beginning of the period/year	5,114,319	8,524,452
Interest charged during the period/year	77,196	199,867
Payments made during the period/year		(3,610,000)
Balance at end of the period/year	5,191,515	5,114,319
The current portion of leasing obligations	1,678,921	1,653,956
Non-current portion of leasing obligations	3,512,594	3,460,363
	5,191,515	5,114,319

7. INVESTMENTS IN ASSOCIATE COMPANIES USING EQUITY METHOD:

	Percentage	June 30, 2025	December 31, 2024
	equity %	(Unaudited)	(Audited)
Saudi Yamani Cement Co. (closed joint Stock)	20%	75,060,000	75,060,000
Less: Provision for Investments		(75,060,000)	(75,060,000)
Net, Investment in Saudi Yamani Cement Co. (closed joint stock)		-	-
Cement Product Industry Co. (A Saudi Limited Liability Company)	33.33%	53,361,972	52,778,664
Total		53,361,972	52,778,664

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME:

	Percentage	June 30, 2025	December 31, 2024
	equity %	(Unaudited)	(Audited)
Industrialization & Energy Service Co. (Joint Stock Co.)	%3.92	389,746,431	389,746,431
Investments in real estate funds and sukuk		37,159,932	52,338,586
Total		426,906,363	442,085,017

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

9. RELATED PARTIES:

Dealing with related parties are in ordinary scope of work for the Company. Determining the value of those transactions by fair value.

Due to Related Parties:	Nature of relationship	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Sahl Al-Madar Trading Co. Ltd.	Development of logistics services	4,985,595	682,720
Cement Product Industry Co. Ltd.	Associate	2,364,768	5,574,096
Arabian Shield Co-operative Insurance Co (Saudi Joint Stock)	Insurance	-	441,460
		7,350,363	6,698,276

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

Name of related party	Type of Transactions	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Cement Product Industry Co. Ltd.	Purchasing Packing Paper Bags	12,255,912	25,028,251
Arabian Shield Co-operative Insurance Co (Saudi Joint Stock)	Insurance	7,502,326	17,380,792
Saudi Yamani Cement (Joint Stock Co.)	Payments on behalf	202,650	56,742
Obeikan Digital Solutions Co. Ltd.	Purchasing services development	-	747,500
Sahl Al-Madar Trading Co. Ltd.	Development of logistics services	3,741,630	5,129,430

The Chairman of the Board of Directors of the Arabian Shield Cooperative Insurance Company is the Chairman of the Board of Directors of the company.

Board member of Arabian Shield Co-operative Insurance Company He is Vice Chairman of the Company's Board of Directors.

Board member of Obeikan Digital Solutions Company He is Vice Chairman of the Company's Board of Directors.

Board member of Sahl Al-Madar Trading Company He is Vice Chairman of the Company's Board of Directors.

10. Financial assets at fair value through profit or loss

	June 30, 2025 (Unaudited)	December 31, 2024 (Audited)
Islamic Murabaha	75,000,000	-
Total	75,000,000	-

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

11. LONG TERM LOANS:

	June 30, 2025 (unaudited)	December 31, 2024 (Audited)
Local Banks (a)	1,770,809,524	1,492,761,906
Saudi Industrial Development Fund (b)	200,000,000	295,000,000
Total	1,970,809,524	1,787,761,906
Classified as follows:		
Long term loans – Current portion	406,940,056	375,481,233
Long term loans – Non-current portion	1,563,869,468	1,412,280,673
	1,970,809,524	1,787,761,906

(a) Loan from Local Banks:

The company obtained Islamic facilities and long, medium and short-term loans (Islamic Murabaha compatible with Islamic Sharia) from local banks amounting to 2,810,610,970 Saudi riyals to finance projects, refinance loans, finance working capital, and enhance liquidity. The Islamic banking facilities (Islamic Murabaha) that are not used and available for use amounted to 799 million as of June 30, 2025, AD. These facilities are subject to a commission according to the commission rates accepted between banks in Saudi Arabia (SIBOR), plus an agreed upon margin, and these facilities are guaranteed by promissory notes. The loan agreement includes certain pledges with the banks. Under the terms of this agreement, the management monitors the pledges periodically.

(b) Loan from Saudi Industrial Development Fund:

On December 20, 2016, the company obtained long-term financing compatible with Sharia regulations in the amount of 900 million Saudi riyals from the Saudi Industrial Development Fund for the purpose of financing the construction of the new Yamama Cement Factory in the northern Al-Halal region of Al-Kharj Governorate affiliated of Riyadh Region, the financing is secured by a pledge of the new factory's assets in addition to promissory notes. The loan will be repaid in 12 semi-annual payments, with repayments started in September 2020. The loan agreement includes certain commitments with the Saudi Industrial Development Fund. Under the terms of this agreement, the management monitors the pledges periodically.

12. GAINS FROM THE SALE OF PROPERTY, PLANT AND EQUIPMENT:

The value of profits from the sale of property, plant and equipment represents the profits resulting from the sale of some accessories to old production lines during the first three month and six month of 2025, which have been disposed from books during 2022.

13. NON-CASH ACTIVITIES:

	June 30, 2025 (unaudited)	June 30, 2024 (unaudited)
Loss of change in fair value of financial assets designated at fair value through other comprehensive income	(178,654)	(3,126,437)
Transfer from employee defined benefits obligations to capital work-in-progress	443,431	21,766,872
Transfer from capital work-in-progress to assets	127,515	332,860
Transfer from capital work-in-progress to intangible assets	1,501,535	-

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

14. DIVIDENDS TO SHAREHOLDERS:

As approved by the Extraordinary General Assembly held on June 25, 2024, and based on the recommendation of the Board of Directors made during its meeting on February 12, 2024, the Company distributed cash dividends amounting to SAR 202,500,000 to shareholders for the fiscal year ended December 31, 2023. The approved dividend equated to SAR 1.00 per share, representing 10% of the nominal value of each share. The actual distribution of dividends commenced on April 21, 2024.

As approved by the Extraordinary General Assembly held on April 14, 2025, and based on the recommendation of the Board of Directors made during its meeting on February 18, 2025, the Company distributed cash dividends amounting to SAR 202,500,000 to shareholders for the fiscal year ended December 31, 2024. The approved dividend equated to SAR 1.00 per share, representing 10% of the nominal value of each share. The actual distribution of dividends commenced on May 4, 2025.

15. FAIR VALUE OF FINANCIAL TOOLS:

Fair value is the amount received when an asset is sold or paid to transfer a liability in an organized transaction between market participants on the date of measurement. The company's financial instruments consist of financial assets and financial liabilities.

The company's financial assets consist of cash and its equivalents, trade receivables, advance payments to suppliers, other debit balances and due from related parties.

Financial liabilities consist of trade payables, due to related parties and other credit balances.

The fair value of financial instruments is not significantly different from their book value, unless otherwise indicated.

16. RISK MANAGEMENT:

Credit risk

Credit risk represents one party's inability to meet its obligations, resulting in the other party incurring financial loss. The Company is committed to managing customer-related credit risk by setting credit limits for each customer and monitoring existing debits.

Special commission price risk

Special commission price risk relates to the risks resulting from the fluctuation of the value of a financial instrument as a result of the change in the prevailing commission rates in the market, and the company is subject to the risk of special commission rates on its assets associated with special commissions such as murabaha deposits and credit facilities.

Liquidity risk

Liquidity risks represent the company's difficulties in providing funds to meet financial instrument obligations. Liquidity risk results from the inability to sell a financial asset quickly at an amount equivalent to its fair value. The Company manages liquidity risks by maintaining cash balances with banks and ensuring that adequate facilities can be obtained, if necessary, to continuously cover its short-term obligations.

The terms of collection include the collection of the value of the sales within a period of 30 to 90 days from the date of sale and that the purchases are paid within a period of 30 to 60 days from the date of purchase.

Currency risk

Currency risk resulting from the fluctuating value of financial instruments is the result of changes in foreign exchange rates. The company is subject to fluctuations in foreign exchange rates during its normal business cycle. The company did not conduct any significant transactions in currencies other than the Saudi riyal, US dollar and euro during the period.

YAMAMA CEMENT COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2025
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17. EARNINGS PER SHARE FOR THE PERIOD:

Earnings per share for the period is calculated by dividing net profit for the period by the weighted average of the number of outstanding shares during the period which is as follows:

	June 30, 2025 (Unaudited)	June 30, 2024 (Unaudited)
Net income for the period attributable to Shareholders of the Company	263,082,883	199,650,479
Weighted average number of shares	202,500,000	202,500,000
Earnings per share from net income for the period*	<u>1.30</u>	<u>0.99</u>

* During the period, there were no dilutive shares, so the diluted earnings per share does not differ from the basic earnings per share.

18. GEOGRAPHICAL DISTRIBUTION:

All of the company's assets and liabilities are located in Saudi Arabia except for investments in The Yemen-Saudi Cement Company, which is headquartered in Republic of Yemen.

19. SEGMENT INFORMATION:

The company's main activities consist of the manufacture and production of cement, its derivatives, by-products, and components. All of these are sold to local customers; therefore, the company does not report on operating segments in terms of multiple products or different geographical areas.

20. CONTINGENCIES AND COMMITMENTS:

A. The company's capital expenditure obligations related to projects under implementation as of June 30, 2025 amounted to SAR 309 million (as of December 31, 2024: SAR 408 million).

B. The potential liabilities are the value of the letters of guarantee issued to third parties by the Company, which amounted to SAR 88.5 million as of June 30, 2025, for third-party services (as at December 31, 2024: SAR 76 million).

21. Subsequent Events:

There have been no significant subsequent events since the end of the financial period that require disclosure or adjustment in the financial statements, except for those already disclosed in the accompanying financial statements.

22. APPROVAL THE INTERIM CONDENSED FINANCIAL STATEMENTS:

These interim condensed financial statements were approved by the Company's Board of Directors on July 30, 2025, Safar 5, 1447H.