FIRST المطاحن الأولى MILLS

THE FIRST MILLING COMPANY

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

For the three-month and nine-month periods ended 30 September 2026.

together with

INDEPENDENT AUDITORS' REVIEW REPORT

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
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شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية
مركز زهران للأعمال
شارع الأمير سلطان
ص. ب. ٥٥٠٧٨
جدة ٢١٥٣٤
المملكة العربية السعودية
سجل تجاري رقم ٤٠٣٠٢٩٠٧٩٢

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed consolidated interim financial statements

To the Shareholders of The First Milling Company

Introduction

We have reviewed the accompanying 30 September 2026 condensed consolidated interim financial statements of **The First Milling Company ("the Company") and its subsidiaries ("the Group")**, which comprises:

- the condensed consolidated statement of financial position as at 30 September 2026;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2026;
- the condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2026;
- the condensed consolidated statement of cash flows for the nine-month period ended 30 September 2026; and
- the notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements 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 these condensed consolidated interim financial statements 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 consolidated interim 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 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.

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٢٠٢٦ © شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية، شركة مساهمة مهنية مقفلة مسجلة في المملكة العربية السعودية، رأس مالها (١١٠،٠٠٠،٠٠٠) ريال سعودي مدفوع بالكامل، وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المستقلة والتابعة لـ كي بي إم جي العالمية المحدودة، شركة انجليزية خاصة محدودة بالضمان. جميع الحقوق محفوظة.

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

To the Shareholders of The First Milling Company

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 September 2026 condensed consolidated interim financial statements of **The First Milling Company and its subsidiaries** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services Company



Mohammed Abdulaziz Almadhoun
License No. 554



Jeddah, 1 November 2026
Corresponding to 21 Jumada Al Awal 1448H

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 September 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	**30 September 2026 (Unaudited)**	31 December 2025 (Audited)
Assets			
Goodwill		**1,138,694,626**	1,138,694,626
Property, plant and equipment	7	**833,064,625**	820,277,260
Right-of-use assets		**277,388,585**	288,097,198
Intangible assets		**14,408,586**	11,108,663
Margins against letter of guarantees		**2,232,315**	2,232,315
Non-current assets		**2,265,788,737**	2,260,410,062
Derivative financial instrument	8	**--**	7,928,860
Inventories	9	**169,780,094**	162,899,736
Trade receivables	10	**32,708,779**	40,319,907
Prepayments and other current assets		**57,828,965**	34,070,975
Cash and cash equivalents		**136,010,865**	93,307,099
Current assets		**396,328,703**	338,526,577
Total assets		**2,662,117,440**	2,598,936,639
Equity and liabilities			
Equity			
Share capital	11	**555,000,000**	555,000,000
Treasury shares	13	**--**	(25,318,388)
Shareholders' contributions		**6,751,214**	6,751,214
Reserves		**(12,464,331)**	97,954,514
Retained earnings		**551,682,091**	433,311,387
Equity attributable to owners of the Company		**1,100,968,974**	1,067,698,727
Non-controlling interests		**9,280,928**	3,613,921
Total equity		**1,110,249,902**	1,071,312,648
Liabilities			
Long-term loans – non-current portion	15	**824,618,084**	778,488,902
Lease liabilities – non-current portion		**290,681,470**	301,824,368
Long-term payables – non-current portion		**34,347,429**	42,148,019
Employees' defined benefit obligations		**10,644,487**	7,989,291
Non-current liabilities		**1,160,291,470**	1,130,450,580
Trade and other payables		**83,786,690**	73,372,341
Accrued expenses and other current liabilities		**83,823,965**	92,614,094
Long-term loans – current portion	15	**76,286,322**	122,262,474
Lease liabilities – current portion		**21,958,568**	25,047,877
Long-term payables – current portion		**16,218,225**	16,413,077
Short-term loan	16	**80,000,000**	40,000,000
Advances from customers		**23,140,956**	20,443,714
Due to a related party	24	**--**	85,868
Accrued Zakat	21	**6,361,342**	6,933,966
Current liabilities		**391,576,068**	397,173,411
Total liabilities		**1,551,867,538**	1,527,623,991
Total equity and liabilities		**2,662,117,440**	2,598,936,639

The accompanying notes from 1 to 28 form an integral part of these condensed consolidated interim financial statements.

Abdullah Ahmed Sultan Al-Shehri	Abdullah Abdul-Aziz Abdullah Ababtain	Alaaeldin Mohammad Shousha
Chairman	CEO	CFO

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
For the three-month and nine-month periods ended 30 September 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Revenue from contracts with customers	17	**345,902,658**	286,268,253	**979,904,698**	807,630,165
Cost of revenue	18	**(187,842,424)**	(162,207,612)	**(541,378,070)**	(457,606,641)
Gross profit		**158,060,234**	124,060,641	**438,526,628**	350,023,524
General and administrative expenses		**(26,218,643)**	(19,301,384)	**(70,196,279)**	(58,138,723)
Selling and distribution expenses		**(22,618,512)**	(17,574,162)	**(71,675,512)**	(45,714,514)
Expected credit (loss) / reversal on trade receivables		**82,039**	108,528	**(1,132,399)**	436,442
Other (expense) / income		**(596,720)**	801,202	**(758,476)**	2,369,496
Operating profit		**108,708,398**	88,094,825	**294,763,962**	248,976,225
Finance costs	19	**(17,111,114)**	(20,756,662)	**(57,682,037)**	(60,854,748)
Interest income	20	**206,416**	5,683,594	**9,013,567**	19,549,942
Profit before zakat		**91,803,700**	73,021,757	**246,095,492**	207,671,419
Zakat expense	21	**(2,409,407)**	(1,363,882)	**(6,596,998)**	(4,943,628)
Profit for the period		**89,394,293**	71,657,875	**239,498,494**	202,727,791
Other comprehensive loss for the period					
Items that are or may be reclassified subsequently to profit or loss:					
Cash flow hedge and cost of hedging reserve	8	--	(3,470,386)	**(5,531,240)**	(10,459,297)
Total comprehensive income for the period		**89,394,293**	68,187,489	**233,967,254**	192,268,494
Profit attributable to:					
Owners of the Company		**84,797,190**	71,657,875	**230,831,487**	202,727,791
Non-controlling interests		**4,597,103**	--	**8,667,007**	--
		89,394,293	71,657,875	**239,498,494**	202,727,791
Total comprehensive income attributable to:					
Owners of the Company		**84,797,190**	68,187,489	**225,300,247**	192,268,494
Non-controlling interests		**4,597,103**	--	**8,667,007**	--
		89,394,293	68,187,489	**233,967,254**	192,268,494
Earnings per share for the period attributable to shareholders of the Parent Company (SR):					
Basic	23.1	**1.53**	1.30	**4.17**	3.67
Diluted	23.2	**1.53**	1.29	**4.17**	3.65

The accompanying notes from 1 to 28 form an integral part of these condensed consolidated interim financial statements.

Abdullah Ahmed Sultan Al-Shehri	Abdullah Abdul-Aziz Abdullah Ababtain	Alaaeldin Mohammad Shousha
Chairman	CEO	CFO

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the nine-month period ended 30 September 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	Share capital	Treasury shares	Shareholders' contribution	Statutory reserve	General reserve	Employees' share based payments reserve	Merger reserve	Cashflow hedge reserve	Total reserves	Retained earnings	Total	Non-controlling interests	Total equity
Nine-month period ended 30 September 2026														
As at 31 December 2025 (audited)		**555,000,000**	**(25,318,388)**	**6,751,214**	**82,823,399**	**25,090,172**	**22,064,206**	**(37,554,503)**	**5,531,240**	**97,954,514**	**433,311,387**	**1,067,698,727**	**3,613,921**	**1,071,312,648**
Profit for the period		**--**	**--**	**--**	**--**	**--**	**--**	**--**	**--**	**--**	**230,831,487**	**230,831,487**	**8,667,007**	**239,498,494**
Other comprehensive loss for the period		**--**	**--**	**--**	**--**	**--**	**--**	**--**	**(5,531,240)**	**(5,531,240)**	**--**	**(5,531,240)**	**--**	**(5,531,240)**
Total comprehensive income for the period		**--**	**--**	**--**	**--**	**--**	**--**	**--**	**(5,531,240)**	**(5,531,240)**	**230,831,487**	**225,300,247**	**8,667,007**	**233,967,254**
Transfer to retained earnings	12	**--**	**--**	**--**	**(82,823,399)**	**--**	**--**	**--**	**--**	**(82,823,399)**	**82,823,399**	**--**	**--**	**--**
Equity-settled share-based payment	13	**--**	**25,318,388**	**--**	**--**	**--**	**(22,064,206)**	**--**	**--**	**(22,064,206)**	**(3,254,182)**	**--**	**--**	**--**
Dividends distribution	14	**--**	**--**	**--**	**--**	**--**	**--**	**--**	**--**	**--**	**(192,030,000)**	**(192,030,000)**	**(3,000,000)**	**(195,030,000)**
As at 30 September 2026 (unaudited)		**555,000,000**	**--**	**6,751,214**	**--**	**25,090,172**	**--**	**(37,554,503)**	**--**	**(12,464,331)**	**551,682,091**	**1,100,968,974**	**9,280,928**	**1,110,249,902**
Nine-month period ended 30 September 2025														
As at 31 December 2024 (audited)		555,000,000	(25,318,388)	6,751,214	82,823,399	--	10,165,117	(37,554,503)	19,972,563	75,406,576	333,209,421	945,048,823	--	945,048,823
Profit for the period		--	--	--	--	--	--	--	--	--	202,727,791	202,727,791	--	202,727,791
Other comprehensive loss for the period		--	--	--	--	--	--	--	(10,459,297)	(10,459,297)	--	(10,459,297)	--	(10,459,297)
Total comprehensive income for the period		--	--	--	--	--	--	--	(10,459,297)	(10,459,297)	202,727,791	192,268,494	--	192,268,494
Transfer to general reserve		--	--	--	--	25,090,172	--	--	--	25,090,172	(25,090,172)	--	--	--
Equity-settled share-based payment		--	--	--	--	--	5,382,957	--	--	5,382,957	--	5,382,957	--	5,382,957
Dividends distribution	14	--	--	--	--	--	--	--	--	--	(152,904,000)	(152,904,000)	--	(152,904,000)
As at 30 September 2025 (unaudited)		555,000,000	(25,318,388)	6,751,214	82,823,399	25,090,172	15,548,074	(37,554,503)	9,513,266	95,420,408	357,943,040	989,796,274	--	989,796,274

. The accompanying notes from 1 to 28 form an integral part of these condensed consolidated interim financial statements.

Abdullah Ahmed Sultan Al-Shehri	Abdullah Abdul-Aziz Abdullah Ababtain	Alaaeldin Mohammad Shousha
Chairman	CEO	CFO

THE FIRST MILLING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
For the nine-month period ended 30 September 2026
(Expressed in Saudi Arabian Riyals, unless otherwise specified)

	Notes	**30 September 2026 (Unaudited)**	30 September 2025 (Unaudited)
Cash flows from operating activities			
Profit before zakat		**246,095,492**	207,671,419
Adjustments:			
Depreciation of property, plant and equipment	7.2	**36,095,960**	32,097,753
Depreciation of right-of-use assets		**11,965,503**	12,203,153
Amortization of intangible assets		**1,092,298**	842,556
Finance cost on lease liabilities	19	**9,727,764**	10,125,363
Interest on loans	19	**36,610,319**	41,275,093
Amortization of loan transaction cost	19	**6,869,474**	4,190,132
Finance cost on long-term payable	19	**2,076,861**	1,676,058
Amortization of cost of hedging	19	**2,397,619**	3,588,102
Interest income	20	**(9,013,567)**	(19,549,942)
Adjustment for net realizable value for inventories	18	**480,100**	884,938
Provision for employees' defined benefit obligations		**3,328,651**	2,328,989
Employees' share based payments plan expense		**--**	5,382,957
Expected credit loss / (reversal) on trade receivables	10	**1,132,399**	(436,442)
		348,858,873	302,280,129
Changes in working capital:			
Inventories		**(7,360,458)**	(24,742,797)
Trade receivables		**6,478,729**	(22,295,826)
Prepayments and other current assets		**(23,603,080)**	(25,415,183)
Trade and other payables		**10,414,349**	17,730,965
Accrued expenses and other current liabilities		**(9,301,344)**	7,216,995
Advances from customers		**2,697,242**	(8,880,418)
Due to a related party		**(85,868)**	82,734
Cash generated from operating activities		**328,098,443**	245,976,599
Employees' defined benefit obligations paid		**(673,455)**	(471,023)
Finance cost paid		**(47,565,980)**	(55,195,283)
Interest income received		**8,858,657**	19,549,942
Zakat paid	21	**(7,169,622)**	(6,172,426)
Net cash from operating activities		**281,548,043**	203,687,809
Cash flows from investing activities			
Additions to property, plant and equipment	7.2	**(49,443,988)**	(54,861,677)
Additions to intangible assets		**(4,127,655)**	(2,723,590)
Acquisition of subsidiary		**--**	(77,000,000)
Net cash used in investing activities		**(53,571,643)**	(134,585,267)
Cash flows from financing activities			
Dividends paid		**(194,518,785)**	(152,904,000)
Proceeds from long-term loans - net	15	**93,553,000**	--
Proceeds from short-term loans		**360,000,000**	80,000,000
Repayment of long-term loans	15	**(101,057,047)**	(82,980,330)
Repayment of short-term loan		**(320,000,000)**	--
Repayment of lease liabilities		**(13,528,865)**	(18,240,759)
Repayment of long-term payables		**(9,720,937)**	(4,225,749)
Net cash used in financing activities		**(185,272,634)**	(178,350,838)
Net change in cash and cash equivalents during the period		**42,703,766**	(109,248,296)
Cash and cash equivalents at 1 January		**93,307,099**	192,540,441
Cash and cash equivalents at 30 September		**136,010,865**	83,292,145

The accompanying notes from 1 to 28 form an integral part of these condensed consolidated interim financial statements.

Abdullah Ahmed Sultan Al-Shehri	Abdullah Abdul-Aziz Abdullah Ababtain	Alaaeldin Mohammad Shousha
Chairman	CEO	CFO

1. COMPANY INFORMATION

The First Milling Company (the "Company" or the "Parent Company") is a Saudi Joint Stock Company incorporated in the Kingdom of Saudi Arabia under unified number 7003698904 and commercial registration number 4030291813 dated 10 November 2016 (corresponding to 10 Safar 1438H).

The Company was established as part of the Kingdom's flour milling privatization program and was fully acquired by Al Raha Al Safi Food Company on 31 December 2020 (corresponding to 16 Jumada Al Awal 1442H). The Company was listed on the Saudi Exchange (Tadawul) on 22 June 2023 (corresponding to 4 Dhul Hijjah 1444H).

The Company is principally engaged in flour production and related wheat products, feed and bran within the Kingdom of Saudi Arabia. Selling prices for certain flour products (45kg and above) are regulated by General Food Security Authority ("GFSA").

The registered address of the Company is as follows:

Building No. 7859,
Abu Bakr Al Siddiq
Ash Sharafiyah District, 4542
Jeddah 22234
Kingdom of Saudi Arabia

The Company is the ultimate controlling party of the Group. As at 30 September 2026, the Company has an investment in the following subsidiaries:

Subsidiary name	Country of incorporation	Principal business activity	Effective ownership interest (%)	
			30 September 2026	31 December 2025
First Food Supplies Company Limited	Saudi Arabia	Distribution	**100**	100
Al-Manar Feed Company Limited	Saudi Arabia	Feed Production	**100**	100
Al-Kenan Arabia Trading Company	Saudi Arabia	Distribution	**60**	60

These accompanying condensed consolidated interim financial statements comprise the condensed financial statements of The First Milling Company (the "Company" (or) the "Parent Company") and its subsidiaries (collectively referred to as the "Group"). The Company and its subsidiaries have the same reporting periods.

1. COMPANY INFORMATION (continued)

The Group operates through four branches, which are as follows:

Branch Location	Date	Commercial Registration No.
Jeddah	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	4030294014
Qassim	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	1131057624
Al Ahsa	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	2250067938
Tabuk	28 March 2017 (corresponding to 29 Jumada Al Thani 1438H)	3550038652

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed consolidated interim financial statements 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 Group's last annual financial statements as at and for the year ended 31 December 2025 ("last annual financial statements").

These condensed consolidated interim financial statements do not include all the information and disclosures required to prepare a complete set of consolidated financial statements 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 Group since the last annual financial statements. In addition, the results for the three-month and nine-month periods ended 30 September 2026 are not necessarily indicative of the results that may be expected for the year ending 31 December 2026.

2.2 Basis of measurement

These condensed consolidated interim financial statements have been prepared using accrual basis of accounting, going concern concept and under the historical cost basis, except employees' defined benefit obligations which are recognised at the present value of future obligation using the Projected Unit Credit Method and derivative financial instrument which is recognised at fair value through other comprehensive income.

2. BASIS OF PREPARATION (continued)

2.3 Basis of consolidation

The condensed consolidated interim financial statements comprise the financial statements of the Company and its subsidiaries as at and for the three-month and nine-month periods ended 30 September 2026 (note 1). Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- Power over the investee (i.e., existing rights that give it the current ability to direct the relevant activities of the investee);
- Exposure, or rights, to variable returns from its involvement with the investee; and
- The ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

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

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired during the year are included in the condensed consolidated interim financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Parent Company and to the non-controlling interests. All intra-group assets and liabilities, equity, income and expenses relating to transactions between members of the Group are eliminated in full on consolidation. A change in ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary;
- Derecognises the carrying amount of any non-controlling interest;
- Derecognises the cumulative translation differences recorded in equity;
- Recognises the fair value of consideration received;
- Recognises the fair value of any investment retained;
- Recognises any surplus or deficit in profit or loss; and
- Reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

2.4 Functional and presentation currency

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

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

The significant judgments exercised in applying the Group'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 2025.

4. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards, interpretations and amendments effective as at 1 January 2026, as mentioned in note 5.1. The Group 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

Several amendments and interpretations apply for the first time in 2026, which are effective for annual periods beginning on or after 1 January 2026 which do not have a material effect on these condensed consolidated interim financial statements.

Standards / Interpretations and amendments	***Description***	***Effective from periods beginning on or after the following date***
IFRS 9 and IFRS 7	Classification and measurement of financial instruments – disclosures (amendments to IFRS 9 and IFRS 7)	1 January 2026
IFRS 9 and IFRS 7	Contracts referencing nature-dependent electricity (amendments to IFRS 9 and IFRS 7)	1 January 2026
Volume 11	Annual improvements to IFRS accounting standards	1 January 2026

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

5.2 Standards, interpretations and amendments issued but not yet effective

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

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Standards / Interpretations and amendments	***Description***	***Effective from periods beginning on or after the following date***
IFRS 18	Presentation and disclosure in financial statements	1 January 2027
IFRS 19	Subsidiaries without public accountability - disclosures	1 January 2027
IFRS 20	Regulatory Assets and Regulatory Liabilities	1 January 2029
Amendments to IFRS 10 and IAS 28	Sale or contribution of assets between investor and its associate or joint venture (amendments to IFRS 10 and IAS 28)	Available for optional adoption / effective date deferred indefinitely

The Group is currently assessing the implications for other above-mentioned standards, interpretations and amendments on the Group's condensed consolidated interim financial statements on adoption.

IFRS 18 Presentation and Disclosure in Financial Statements will replace IAS 1 Presentation of Financial Statements and applies for annual reporting periods beginning on or after 1 January 2027. The Group has not early adopted the new accounting standard in preparing these condensed consolidated interim financial statements; however, earlier application is permitted.

The Group is in the process of assessing the estimated impact that the initial application of IFRS 18 will have on its consolidated financial statements. The expected changes are primarily related to:

a) Structure of the Statement of Profit or Loss

IFRS 18 requires entities to classify all income and expenses into categories in the statement of profit or loss - namely operating, investing, financing, zakat/income tax and discontinued operations. Classification of income and expenses depends on the main business activities of an entity. The Group has determined that it does not have a specified main business activity of investing in assets and/or providing financing to customers.

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

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

a) Structure of the Statement of Profit or Loss (continued)

Neither net profit nor net assets will change as a result of the Group's adoption of IFRS 18. The Group will be required to present two newly defined subtotals, which are 'operating profit' and 'profit or loss before financing and zakat'. However, operating profit subtotal differs from the current operating profit subtotal presented by the Group. Based on the information currently available, the Group expects changes to the current structure of the statement of profit or loss to result from the following.

- Interest income and expenses are generally included in interest income and finance costs under the Group's current accounting policy. IFRS 18 provides specific guidance on the income and expenses classified in the investing and financing categories.

- Net foreign exchange losses are currently included in and presented in other (expense) / income. Under IFRS 18, foreign exchange differences are required to be presented in the same category as the income and expenses from the items that gave rise to the difference. Accordingly, the Group has determined that foreign exchange differences will be classified based on the nature of the underlying balances. For example, foreign exchange differences on trade payables and trade receivables will be classified in the operating category.

- Gains and losses on certain designated cash flow hedging instruments are currently included in and presented in interest income and finance costs. Under IFRS 18, gains and losses on designated hedging instruments are required to be classified in the same category as the income and expenses affected by the hedged risks. The Group has determined that gains or losses on these hedging instruments will be classified in the financing categories.

b) Management defined performance measures

Management-defined performance measures (MPMs) are subtotals of income and expenses used in public communications outside the financial statements that communicate to users management's view of an aspect of the financial performance of the entity as a whole. The Group will be required to disclose specific information about MPMs in single note in the financial statements.

The Group is in process to determine which public communications should be considered when identifying MPMs, MPMs relate to the same reporting period as the financial statements. Therefore, MPMs disclosed by the Group following adoption of IFRS 18 will be determined based on public communications issued by the Group relating to the 2027 interim reporting period.

c) Principles of aggregation and disaggregation

IFRS 18 provides enhanced principles on how to group information in the financial statements (i.e. the primary financial statements and the notes). It also introduces guidance on labelling and describing items presented in the primary financial statements or disclosed in the notes.

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

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

c) Principles of aggregation and disaggregation (continued)

The Group is assessing the grouping of items on the basis of similar and dissimilar characteristics. Based on this assessment, it will present line items in the primary financial statements that provide useful structured summaries and disclose additional material information in the notes.

The Group is also assessing line items currently labelled as 'other' and will use more informative labels.

d) Consequential amendments

IFRS 18 introduces consequential amendments to IAS 7, which require entities to use the newly defined operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method. The Group currently uses profit before zakat as the starting point of the reconciliation to cash flows from operating activities. Certain adjusting items included in the reconciliation will change as a result of the new starting point.

The consequential amendments also provide specific guidance on the classification of interest and dividend cash flows. The Group will classify cash flows from interest paid as financing activities rather than operating activities under this guidance. Cash flows from interest and dividends received and from dividends paid will continue to be classified as investing activities and financing activities, respectively.

6. SEGMENT INFORMATION

The Group operates in four regions in the Kingdom of Saudi Arabia, which are its reportable segments. These regions are identified as a separate reportable segment because the Group 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.

Reportable segments	Operations
Jeddah	Production of flour, feed and bran
Qassim	Production of flour, feed and bran
Tabuk	Production of flour and bran
Al Ahsa	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.

6. SEGMENT INFORMATION (continued)

The Group's Board of Directors reviews the internal management reports for each segment at least quarterly.

The selected financial information for these business units is set out below. Intercompany transactions, if any, within the reportable segments have been appropriately eliminated. All unallocated amounts relate to the head office and are not allocable to the operating segments. Segment profit before zakat is used to measure performance because management believes that this measure provides the most relevant information for evaluating the results of the respective segments relative to other entities operating in the same industries. During the period ended 30 September 2026, the Group has allocated goodwill to the identified segments. Consequently, the Group has disclosed this information in its condensed consolidated interim financial statements, given the focus of IFRS 8 – Operating Segments on disclosure of information used by the CODM.

For the three-month period ended 30 September 2026 (Unaudited)	**Jeddah**	**Qassim**	**Tabuk**	**Al Ahsa**	**Total segments**
Total revenue	**170,671,074**	**108,951,678**	**36,258,929**	**30,020,977**	**345,902,658**
Cost of inventories	**(74,953,620)**	**(44,295,181)**	**(11,931,421)**	**(9,872,906)**	**(141,053,128)**
Salaries and other benefits	**(10,416,542)**	**(2,985,211)**	**(2,795,988)**	**(2,772,805)**	**(18,970,546)**
Depreciation and amortization	**(8,892,150)**	**(1,905,943)**	**(1,439,755)**	**(3,981,087)**	**(16,218,935)**
Other expenses	**(7,485,052)**	**(10,325,427)**	**(3,181,740)**	**(3,221,875)**	**(24,214,094)**
Finance costs	**(2,412,333)**	**(452,047)**	**(31,177)**	**(412,936)**	**(3,308,493)**
Other (expense) / income	**(1,639,541)**	**1,682,066**	**3,266**	**4,137**	**49,928**
Expected credit loss on trade receivables	**(49,785)**	**(617,732)**	**--**	**--**	**(667,517)**
Segment profit	**64,822,051**	**50,052,203**	**16,882,114**	**9,763,505**	**141,519,873**

For the three-month period ended 30 September 2025 (Unaudited)	Jeddah	Qassim	Tabuk	Al Ahsa	Total segments
Total revenue	136,640,856	89,371,479	30,510,121	29,745,797	286,268,253
Cost of inventories	(54,811,659)	(44,811,499)	(11,029,394)	(10,249,791)	(120,902,343)
Salaries and other benefits	(6,760,051)	(4,170,821)	(2,803,444)	(3,024,430)	(16,758,746)
Depreciation and amortization	(7,394,765)	(1,481,269)	(1,444,525)	(3,957,011)	(14,277,570)
Other expenses	(7,859,125)	(5,183,870)	(3,322,753)	(3,226,257)	(19,592,005)
Finance costs	(2,508,561)	(480,434)	(32,260)	(431,824)	(3,453,079)
Segment profit	57,306,695	33,243,586	11,877,745	8,856,484	111,284,510

6. SEGMENT INFORMATION (continued)

For the nine-month period ended 30 September 2026 (Unaudited)	**Jeddah**	**Qassim**	**Tabuk**	**Al Ahsa**	**Total segments**
Total revenue	**496,273,058**	**300,628,089**	**98,396,043**	**84,607,508**	**979,904,698**
Cost of inventories	**(211,952,598)**	**(133,652,330)**	**(30,259,264)**	**(23,941,188)**	**(399,805,380)**
Salaries and other benefits	**(30,967,602)**	**(14,160,463)**	**(8,685,606)**	**(8,859,451)**	**(62,673,122)**
Depreciation and amortization	**(25,742,900)**	**(5,154,591)**	**(4,306,610)**	**(11,901,326)**	**(47,105,427)**
Other expenses	**(37,248,915)**	**(24,139,290)**	**(9,619,725)**	**(8,739,683)**	**(79,747,613)**
Finance costs	**(7,026,021)**	**(1,351,720)**	**(92,515)**	**(1,225,343)**	**(9,695,599)**
Other (expense) / income	**(1,610,035)**	**1,697,803**	**6,023**	**7,713**	**101,504**
Expected credit loss on trade receivables	**(49,785)**	**(617,732)**	**--**	**--**	**(667,517)**
Segment profit	**181,675,202**	**123,249,766**	**45,438,346**	**29,948,230**	**380,311,544**

For the nine-month period ended 30 September 2025 (Unaudited)	Jeddah	Qassim	Tabuk	Al Ahsa	Total segments
Total revenue	375,057,512	246,770,535	91,221,643	94,580,475	807,630,165
Cost of inventories	(146,062,313)	(116,964,656)	(32,234,059)	(34,017,421)	(329,278,449)
Salaries and other benefits	(22,330,978)	(13,224,646)	(8,514,209)	(8,975,567)	(53,045,400)
Depreciation and amortization	(21,992,305)	(4,579,580)	(4,374,037)	(11,904,139)	(42,850,061)
Other expenses	(28,224,927)	(15,159,378)	(9,202,430)	(8,741,903)	(61,328,638)
Finance costs	(7,343,935)	(1,402,668)	(94,918)	(1,265,090)	(10,106,611)
Segment profit	149,103,054	95,439,607	36,801,990	29,676,355	311,021,006

At 30 September 2026 (Unaudited)	**Jeddah**	**Qassim**	**Tabuk**	**Al Ahsa**	**Total segments**
Total assets	**1,160,911,131**	**683,728,895**	**199,137,176**	**380,256,624**	**2,424,033,826**
Total liabilities	**271,493,489**	**169,046,771**	**19,804,588**	**58,674,030**	**519,018,878**
Other disclosures:					
Property, plant and equipment with right-of-use assets	**533,840,017**	**202,961,740**	**96,304,995**	**242,522,263**	**1,075,629,015**
Inventories	**101,602,064**	**44,028,245**	**12,116,796**	**12,032,989**	**169,780,094**
Intangible assets	**--**	**706,419**	**--**	**--**	**706,419**

6. SEGMENT INFORMATION (continued)

At 31 December 2025 (Audited)	Jeddah	Qassim	Tabuk	Al Ahsa	Total Segments
Total assets	1,245,230,887	622,378,099	202,919,386	381,104,632	2,451,633,004
Total liabilities	298,981,044	162,140,771	16,657,835	57,411,494	535,191,144
Other disclosures:					
Property, plant and equipment with right-of-use assets	556,197,030	161,800,907	99,813,577	253,539,088	1,071,350,602
Inventories	99,785,065	40,706,505	11,313,186	11,094,980	162,899,736
Intangible assets	459,425	794,705	--	--	1,254,130

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

i) Profit before zakat

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Total profit before zakat for reportable segments	**141,519,873**	111,284,510	**380,311,544**	311,021,006
Unallocated amounts				
Salaries and other benefits	**(17,495,823)**	(14,813,183)	**(48,344,769)**	(43,903,087)
Depreciation and amortization	**(677,897)**	(868,647)	**(2,048,334)**	(2,293,401)
Other expenses	**(18,049,156)**	(11,870,664)	**(43,525,216)**	(28,760,842)
Finance costs	**(13,802,621)**	(17,303,583)	**(47,986,438)**	(50,748,137)
Interest income	**206,416**	5,683,594	**9,013,567**	19,549,942
Other (expense) / income	**(646,648)**	801,202	**(859,980)**	2,369,496
Expected credit (loss) / reversal on trade receivables	**749,556**	108,528	**(464,882)**	436,442
	91,803,700	73,021,757	**246,095,492**	207,671,419

ii) Total assets

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Total assets for reportable segments	**2,424,033,826**	2,451,633,004
Unallocated amounts	**238,083,614**	147,303,635
	2,662,117,440	2,598,936,639

6. SEGMENT INFORMATION (continued)

6.1 Reconciliations of information on reportable segments to the amounts reported in the condensed consolidated interim financial statements (continued)

iii) Total liabilities

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Total liabilities for reportable segments	**519,018,878**	535,191,144
Unallocated amounts	**1,032,848,660**	992,432,847
	1,551,867,538	1,527,623,991

All revenue is generated from external customers. Revenue from one customer of the Group represented approximately SR 55.41 million (30 September 2025: SR 160.78 million) which represents 5.65% (30 September 2025: 19.91%) of the Group's total revenues.

7. PROPERTY, PLANT AND EQUIPMENT

7.1 Property, plant and equipment comprise of the following:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Buildings	**417,204,398**	340,151,228
Plant and equipment	**341,765,624**	333,373,973
Furniture and fittings	**4,739,208**	2,816,733
Computer equipment	**703,923**	642,759
Motor vehicles	**4,026,747**	4,395,207
Projects under progress	**64,624,725**	138,897,360
	833,064,625	820,277,260

7.2 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	
	2026 (Unaudited)	2025 (Unaudited)
Depreciation	**(36,095,960)**	(32,097,753)
Additions	**49,443,988**	54,861,677
Acquisition through business combination	--	60,663,000
Others	**(560,663)**	**--**

7. PROPERTY, PLANT AND EQUIPMENT (continued)

7.3 The buildings are constructed on land leased from the GFSA with an annual rental of SR 8.39 million. The lease term is twenty-five calendar years commenced from 1 January 2017 (corresponding to 3 Rabee Thani 1438H) and is renewable for a similar period. In 2020, the lease term was extended for an additional three years.

8. DERIVATIVE FINANCIAL INSTRUMENT

To hedge the variability in interest rate on Term Murabaha facility, the Group entered into a profit rate cap agreement with Gulf International Bank.

The profit rate cap agreement requires the Group to pay floating rate of SAIBOR until it reaches to 2%, post which the Group will pay only the cap rate of 2%. The maturity date of the agreement was 30 June 2026 and accordingly, no profit rate cap agreements were outstanding as at the reporting date.

For the purpose of hedge accounting, profit rate cap has been designated into cash flow hedge. The fair value and notional amount of the profit rate cap derivative is as follows:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Profit Rate Cap		
Notional amount	--	622,582,778
Positive fair value - current	--	7,928,860

The net loss arising from the profit rate cap, amounting to SR 5.53 million (30 September 2025: net unrealised loss of SR 10.46 million) has been recognized in other comprehensive income.

The components of other comprehensive income are as follows:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Cash flow hedge – effective portion of changes in fair value	--	(4,667,444)	**(7,928,859)**	(14,047,350)
Cost of hedging reserve – changes in fair value	--	(2)	**--**	(49)
Cost of hedging reserve – reclassified to profit or loss	--	1,197,060	**2,397,619**	3,588,102
	--	(3,470,386)	**(5,531,240)**	(10,459,297)

8. DERIVATIVE FINANCIAL INSTRUMENT (continued)

The table below summaries the maturity profile of the derivative financial instruments based on contractual undiscounted payments.

	Maturity		
	Less than 12 months	**1 – 5 years**	**Total**
30 September 2026 (unaudited)	--	--	--
31 December 2025 (audited)	8,079,889	--	8,079,889

9. INVENTORIES

9.1 Inventories comprise of the following:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Spare parts	**78,071,287**	74,219,611
Raw materials	**92,840,732**	85,488,098
Finished goods	**15,251,438**	19,051,616
Goods in transit	**228,582**	272,256
	186,392,039	179,031,581
Less: adjustment for net realizable value of inventories	**(16,611,945)**	(16,131,845)
	169,780,094	162,899,736

9.2 Movement of adjustment for net realizable value of inventories during the period is as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)
At the beginning of the period	**16,131,845**	21,820,372
Charge during the period	**480,100**	884,938
At the end of the period	**16,611,945**	22,705,310

10. TRADE RECEIVABLES

10.1 Trade receivables comprise of the following:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Trade receivables	**35,147,201**	41,625,930
Allowance for expected credit loss on trade receivables	**(2,438,422)**	(1,306,023)
	32,708,779	40,319,907

The settlement period of these trade receivables is below 360 days, and the Group holds no security against these receivables.

10.2 The movement of allowance for expected credit losses during the period is as follows:

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)
At the beginning of the period	**1,306,023**	1,612,210
Charge / (reversal) during the period	**1,132,399**	(436,442)
At the end of the period	**2,438,422**	1,175,768

11. SHARE CAPITAL

The authorized, issued and fully paid-up share capital of the Parent Company as at 30 September 2026 amounted to SR 555,000,000 (31 December 2025: SR 555,000,000) consists of 55,500,000 shares (31 December 2025: 55,500,000 shares) of SR 10 each share.

12. STATUTORY RESERVE

The statutory reserve included in the condensed consolidated interim financial statements was required under the Company's previous By-laws. However, following amendments to the Company's By-laws during the year ended 31 December 2024, the requirement to set aside a statutory reserve has been removed as such reserve is no longer required under the new Companies Law and the amended By-laws of the Parent Company.

The Extraordinary General Assembly, in its meeting held on 28 June 2026 (corresponding to 13 Muharram 1448H), approved to transfer the statutory reserve balance, as presented in the consolidated statement of financial position as of 31 December 2025 amounting to SR 82.82 million to retained earnings.

13. TREASURY SHARES

The Parent Company has established a share based compensation scheme for its key management that entitles them to the shares of the Parent Company subject to successfully meeting certain service and performance conditions. Under the share based remuneration scheme, the Group has only one outstanding plan which has matured during the year ended 31 December 2025.

13. TREASURY SHARES (continued)

During the period ended 30 September 2026, the Group settled the vested share-based payment awards by transferring shares held as treasury shares to eligible employees. Accordingly, the cumulative balance recognised in the share-based payment reserve amounting to SR 22.06 million was reclassified within equity against treasury shares. The treasury shares were derecognised at their carrying amount of SR 25.31 million, resulting in a corresponding increase in equity. The resulting difference of SR 3.25 million between the carrying amount of the share-based payment reserve and the cost of treasury shares transferred, has been recognised directly in retained earnings.

14. DIVIDENDS

14.1 On 12 March 2025 (corresponding to 12 Ramadan 1446H), the Board of Directors resolved and approved the distribution of the interim (half yearly) dividends to shareholders for the period of the last six months of 2024 ended on 31 December 2024 (corresponding to 30 Jumada Al Thani 1446H), with a total amount of SR 71,595,000. The dividends were distributed on 22 April 2025 (corresponding to 24 Shawwal 1446H).

14.2 On 23 July 2025 (corresponding to 28 Muharram 1447H), the Board of Directors resolved and approved the distribution of the interim (half yearly) dividends to shareholders for the period of the first six months of 2025 ended on 30 June 2025 (corresponding to 5 Muharram 1447H), with a total amount of SR 81,696,000. The dividends were distributed on 20 August 2025 (corresponding to 26 Safar 1447H).

14.3 On 08 March 2026 (corresponding to 19 Ramadan 1447H), the Board of Directors resolved and approved the distribution of the interim (half yearly) dividends to shareholders for the period of the last six months of 2025 ended on 31 December 2025 (corresponding to 11 Rajab 1447H), with a total amount of SR 92,184,000.

On 2 April 2026 (corresponding to 14 Shawal 1447H), the Board of Directors approved a revision to the above dividend distribution to reflect the transfer of 300,000 treasury shares to employees under the long-term incentive program. Accordingly, the total interim dividend for the six-month period ended 31 December 2025 increased to SR 92,685,000. The dividends were distributed on 20 April 2026 (corresponding to 3 Dhul Qadah 1447H).

14.4 On 30 August 2026 (corresponding to 17 Rabi ul Awal 1448H), the Ordinary General Assembly of the Parent Company approved the Board of Directors' recommendation to distribute cash dividends amounting to SR 99,345,000 to shareholders for the first half of the financial year 2026. The dividends were distributed on 16 September 2026 (corresponding to 05 Rabi Al-Akhar 1448H).

14.5 On 20 January 2026, the Board of Directors of the subsidiary, Al-Kenan Arabia Trading Company, approved the distribution of annual cash dividends amounting to SR 7,500,000 for the year ended 31 December 2025.

15. LONG-TERM LOANS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Term murabaha facility – Alinma Bank	**754,669,528**	773,922,294
Long-term loan – SIDF	**46,284,659**	71,961,466
Long-term loan – SAB	**99,950,219**	54,867,616
	900,904,406	900,751,376
Current portion	**76,286,322**	122,262,474
Non-current portion	**824,618,084**	778,488,902
	900,904,406	900,751,376

The Group has a term Murabaha facility with Alinma Bank amounting to SR 1,371 million out of which SR 1,300 million was utilised as at 30 September 2026. The facility carries profit at SAIBOR plus a margin. The facility is subject to financial covenants, and is secured by promissory notes as well as certain pledged assets. The utilised amount is repayable in 30 unequal instalments commencing from 30 June 2021.

During the year ended 31 December 2024, the Group obtained an interest-free loan from the Saudi Industrial Development Fund (SIDF) amounting to SR 150 million to finance working capital requirements. The loan was fully repaid during the current period.

During the year ended 31 December 2025, the Group obtained a term finance facility from Saudi Awwal Bank (SAB) amounting to SR 630 million. Out of this facility, SR 54.6 million was utilized till 2025 to finance the acquisition of Al-Manar Feed Company, while a further SR 48.55 million was drawn down during the period ended 30 September 2026 to finance the development of the Mill C project in Al-Qassim.

The SR 54.6 million loan is repayable in ten unequal semi-annual instalments commencing from 21 June 2026, while the SR 48.5 million loan is repayable in ten equal semi-annual instalments commencing from 14 March 2027.

During the period ended 30 September 2026, the Group obtained an additional interest-free loan facility from SIDF amounting to SR 69.4 million for Jeddah plant. Out of this facility, SR 55.2 million had been drawn down as at 30 September 2026. The loan is subject to financial covenants and is repayable in 12 semi-annual instalments, comprising ten instalments of SR 5.78 million each and two final instalments of SR 5.80 million each, commencing from 15 February 2027.

These loan facilities have certain covenants including leverage and debt service cover ratio to be maintained during the period of facility agreement. The Group complied with the covenants during the nine-month period ended 30 September 2026 and as at that date. The Group expects to comply with the covenants for at least 12 months after the reporting date.

15. LONG-TERM LOANS (continued)

Movement in loan balance as on 30 September 2026 is as follows:

	Term murabaha facility – Alinma Bank	**SIDF loan**	**SAB loan**	**Total**
At the beginning of the period	**773,922,294**	**71,961,466**	**54,867,616**	**900,751,376**
Loan acquired during the period – net	**--**	**45,008,000**	**48,545,000**	**93,553,000**
Loan repaid during the period	**(21,807,047)**	**(75,000,000)**	**(4,250,000)**	**(101,057,047)**
Amortization of loan transaction cost	**2,554,281**	**4,315,193**	--	**6,869,474**
Accrued interest	--	--	**787,603**	**787,603**
At the end of the period (Unaudited)	**754,669,528**	**46,284,659**	**99,950,219**	**900,904,406**

Movement in loan balance as on 30 September 2025 is as follows:

	Term Murabaha Facility – Alinma Bank	SIDF Loan	Total
At the beginning of the period	864,706,443	145,931,476	1,010,637,919
Loan repaid during the period	(45,480,330)	(37,500,000)	(82,980,330)
Amortization of loan transaction cost	1,562,588	2,627,544	4,190,132
At the end of the period (Unaudited)	820,788,701	111,059,020	931,847,721

Maturity analysis - contractual undiscounted cash flow

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Within one year	**131,216,142**	216,709,249
One to five years	**674,339,064**	579,997,430
More than five years	**380,933,136**	438,693,357
	1,186,488,342	1,235,400,036

16. SHORT-TERM LOAN

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Short-term loan	**80,000,000**	40,000,000

16. SHORT-TERM LOAN (continued)

Short-term loan comprise of revolving finance facility from Saudi Awwal Bank to finance the working capital needs of the Group. The facility carries interest at SAIBOR plus 1 % margin.

17. REVENUE FROM CONTRACTS WITH CUSTOMERS

The Group generates revenue primarily from the sale of flour, feed and bran, and is recognized at point in time.

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	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Type of goods				
Flour	**179,374,994**	156,202,347	**526,074,033**	466,182,325
Feed	**138,061,447**	97,391,697	**369,278,009**	235,027,912
Bran	**28,466,217**	32,674,209	**84,552,656**	106,419,928
	345,902,658	286,268,253	**979,904,698**	807,630,165

Revenue from flour includes semolina and flour mixes.

18. 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	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Raw materials consumed	**131,482,252**	124,217,580	**396,005,202**	329,163,417
Salaries and other benefits	**11,163,418**	13,768,236	**43,096,231**	43,411,090
Depreciation and amortization	**14,648,868**	13,508,868	**42,602,769**	39,997,578
Fuel and power	**9,232,884**	7,736,474	**26,287,943**	21,498,167
Adjustment for net realizable value of inventories	**(442,250)**	823,439	**480,100**	884,938
Other expenses	**12,186,376**	5,468,252	**29,105,647**	22,536,419
	178,271,548	165,522,849	**537,577,892**	457,491,609
Finished goods inventory at the beginning of the period	**24,822,314**	15,408,947	**19,051,616**	18,839,216
Finished goods available for sale during the period	**203,093,862**	180,931,796	**556,629,508**	476,330,825
Finished goods inventory at the end of the period	**(15,251,438)**	(18,724,184)	**(15,251,438)**	(18,724,184)
	187,842,424	162,207,612	**541,378,070**	457,606,641

19. FINANCE COSTS

Finance costs comprise the following:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Interest on loans	**12,614,424**	14,296,219	**36,610,319**	41,275,093
Finance cost on lease liabilities	**3,333,880**	3,457,141	**9,727,764**	10,125,363
Amortization of loan transaction cost	**1,284,270**	1,284,120	**6,869,474**	4,190,132
Finance cost on long-term payable	**(121,460)**	522,122	**2,076,861**	1,676,058
Amortization of cost of hedging	**--**	1,197,060	**2,397,619**	3,588,102
	17,111,114	20,756,662	**57,682,037**	60,854,748

20. INTEREST INCOME

Interest income comprise the following:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Finance income on cash flow hedge (profit rate cap)	**--**	5,463,027	**8,456,651**	16,775,647
Finance income on bank deposits	**206,416**	220,567	**556,916**	2,774,295
	206,416	5,683,594	**9,013,567**	19,549,942

21. ZAKAT

21.1 Movement in provision for Zakat during the period

	30 September 2026 (Unaudited)	30 September 2025 (Unaudited)
At the beginning of the period	**6,933,966**	5,936,643
Charged during the period	**6,596,998**	4,943,628
Paid during the period	**(7,169,622)**	(6,172,426)
At the end of the period	**6,361,342**	4,707,845

21. ZAKAT (continued)

21.2 Zakat status

The Parent Company files a consolidated Zakat return with its wholly owned subsidiaries, namely First Food Supplies Company Limited and Al-Manar Feed Company Limited.

The consolidated return for the period ended 31 December 2025 was duly filed, and a Zakat certificate valid until 30 April 2027 has been obtained.

Zakat assessments for all years up to and including 2024 have been finalized. The Zakat, Tax and Customs Authority (ZATCA) reviewed the Company's Zakat return for the year 2025 and issued an initial assessment, resulting Zakat and withholding tax liabilities amounting to SR 215,981 and SR 16,706, respectively. The Company intends to submit a request for reconsideration of the assessment in accordance with the applicable regulations.

Al-Kenan Arabia Trading Company
The Al-Kenan Arabia Trading Company files a separate Zakat return with the Zakat, Tax and Customs Authority (ZATCA).

The Zakat return for the period ended 31 December 2025 was duly filed, and a Zakat certificate valid until 30 April 2027 has been obtained.

As of the reporting date, no Zakat assessment has been issued for the year 2022 through 2025.

22. CAPITAL COMMITMENTS AND CONTINGENCIES

22.1 Contingencies

In addition to the contingencies disclosed in note 21, the Group has the following contingencies as at 30 September 2026:

a) The Parent Company has provided bank guarantees, issued by Banque Saudi Fransi, amounting to SR 2,232,315 in favour of GFSA for lease of silos in Jeddah, Qassim and Al-Ahsa. These guarantees are valid up to 31 December 2041 (corresponding to 7 Muharram 1464H).

b) The Parent Company has provided bank guarantees, issued by Saudi Awwal Bank, in favour of SIDF in connection with the loan facility, amounting to SR 69,400,000 and SR 44,000,000. These guarantees are valid up to 18 June 2027 (corresponding to 13 Muharram 1449H) and 08 March 2027 (corresponding to 1 Dhul Qadah 1448H), respectively.

c) The Parent Company has provided bank guarantees, issued by Saudi Awwal Bank, amounting to SR 345,967 in favor of GFSA for lease of lands in Qassim, Tabuk and Al-Ahsa. These guarantees are valid up to 22 June 2029 (corresponding to 9 Safar 1451H).

22. CAPITAL COMMITMENTS AND CONTINGENCIES (continued)

22.2 Commitments

The following LCs are outstanding as at 30 September 2026:

a) Import LC amounting to SR 22,530,270 (CHF 5,011,638) with an outstanding amount of SR 16,897,702 (CHF 3,758,729) in favour of Buhler AG for supply of machines and equipment for five projects in Jeddah. The LC will remain valid till 28 February 2028 (corresponding to 3 Shawwal 1449H).

b) Import LC amounting to SR 59,141,851 (CHF 13,155,526) and fully outstanding balance in favour of Buhler AG for upgrade of Mill A and Mill B. The LC will remain valid till 16 August 2031 (corresponding to 27 Rabi Al-Akhar 1453H).

c) Import LC amounting to SR 38,456,785 (EUR 8,690,308) and fully outstanding balance in favour of Buhler AG for supply of machines and equipment. The LC will remain valid till 25 July 2032 (corresponding to 17 Rabi Al-Akhar 1454H).

d) Import LC amounting to SR 1,636,945 (CHF 364,123) and fully outstanding balance in favour of Wingmen GMBH equipment. The LC will remain valid till 15 December 2026 (corresponding to 6 Rajab 1448H).

23. EARNINGS PER SHARE

23.1 Basic earnings per share

The calculation of basic 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 consolidated interim financial statements.

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Profit attributable to the owners of the Company	**84,797,190**	71,657,875	**230,831,487**	202,727,791
Weighted average number of ordinary shares for basic EPS	**55,405,877**	55,200,000	**55,405,877**	55,200,000
Earnings per share – basic	**1.53**	1.30	**4.17**	3.67

23.2 Diluted earnings per share

The calculation of diluted earnings per share has been based on the earnings attributable to shareholders of ordinary shares and the weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares if any. The diluted earnings per share is adjusted with the impact of the employees' share based payments plan.

23. EARNINGS PER SHARE(continued)

23.2 Diluted earnings per share (continued)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Profit attributable to the owners of the Company	**84,797,190**	71,657,875	**230,831,487**	202,727,791
Weighted average number of ordinary shares for diluted EPS	**55,405,877**	55,434,432	**55,405,877**	55,434,432
Earnings per share - diluted	**1.53**	1.29	**4.17**	3.65

24. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent the Company's shareholders having control and significant influence and entities controlled or significantly influenced by such parties including key management personnel of the Group. The terms of the transactions with related parties are approved by the Group'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 Group) refers to the board of directors, chief executive officer and other executives of the Group.

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.

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

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Short-term employee benefits	**3,426,123**	2,963,071	**10,736,361**	8,889,213
Post-employment benefits	**91,606**	75,725	**328,082**	1,014,499
Share-based payments	--	830,836	--	2,800,712
Total compensation to key management personnel	**3,517,729**	3,869,632	**11,064,443**	12,704,424

Short-term employee benefits include SR 3.77 million (30 September 2025: SR 3.48 million) board and committees' fees, rewards and allowances.

24. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

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 For the nine-month period ended 30 September		Closing balance	
			2026	2025	**30 September 2026 (Unaudited)**	31 December 2025 (Audited)
Due to a related party						
Al Mutlaq Group Industrial Investment Company	Shareholder	Expenses incurred on behalf of the Company	**11,697**	82,734	--	85,868
					--	85,868

25. FINANCIAL INSTRUMENTS – FAIR VALUES

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

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Financial assets at amortised cost:		
Bank balances	**135,272,007**	93,129,887
Trade receivables	**32,708,779**	40,319,907
Margins against letter of guarantees	**2,232,315**	2,561,809
Other current assets	**392,294**	5,938,948
	170,605,395	141,950,551

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Financial assets at fair value – hedging instrument:		
Derivative financial instrument	--	7,928,860

25. FINANCIAL INSTRUMENTS – FAIR VALUES (continued)

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

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Financial liabilities at amortised cost:		
Trade and other payables	**83,786,690**	73,372,341
Accrued expenses and other current liabilities	**57,077,535**	54,246,261
Long-term loans	**918,717,752**	914,922,196
Short-term loan	**80,000,000**	40,000,000
Lease liabilities	**312,640,038**	326,872,245
Long-term payables	**50,565,654**	58,561,096
Due to a related party	--	85,868
	1,502,787,669	1,468,060,007

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 Group's financial assets consist of bank balances, trade receivables, margins against letter of guarantees, and other current assets. Its financial liabilities consist of trade and other payables, accrued expenses and other current liabilities, long-term loans, short-term loan, obligations under lease, long-term payables and amounts due to a related party.

The management assessed that fair value of bank balances, trade receivables, margins against letter of guarantees, other current assets, trade and other payables, accrued expense and other current liabilities, long-term loans, short-term loan, obligations under finance lease, long-term payables and amounts due to a related party approximate their carrying amounts, largely due to the short-term maturities of these instruments except for the long-term loans which carries floating rate based on the market terms.

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 Group 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.

25. FINANCIAL INSTRUMENTS – FAIR VALUES (continued)

Fair value hierarchy (continued)

	30 September 2026 (unaudited)			
	Level 1	**Level 2**	**Level 3**	**Total**
Financial asset				
Derivative financial instrument	--	--	--	--

	31 December 2025 (audited)			
	Level 1	Level 2	Level 3	Total
Financial asset				
Derivative financial instrument	--	7,928,860	--	7,928,860

Derivative financial instrument has been valued using the present value technique under income approach as per IFRS 13. The fair value of the hedge instrument has been calculated as the present value of the intrinsic value that has been treated based on the difference between implied SAIBOR 3-months curve and cap rate at reporting periods in order to reflect the market conditions as at the date.

There were no transfers between levels of fair value measurements in 2026 and 2025. No transfers between any levels of the fair value hierarchy took place in the equivalent comparative period.

26. GEOPOLITICAL AND SECURITY DEVELOPMENTS

The Middle East region has experienced rapid geopolitical and security developments that have led to increased instability in certain regional markets. However, these developments do not result in any adjustments to the balances or disclosures recognized in the condensed consolidated interim financial statements for the period ended 30 September 2026.

Based on the information available up to the date of approval of the condensed consolidated interim financial statements, management has not identified any material indicators that could adversely affect the company's ability to continue as a going concern. Management will continue to monitor relevant developments and take appropriate actions as necessary.

27. SUBSEQUENT EVENTS

There have been no significant subsequent events since the period end up to and including the date of the approval of these condensed consolidated interim financial statements that would require disclosures or adjustments in these condensed consolidated interim financial statements.

28. APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved and authorised for issuance by the Company's Board of Directors on 26 October 2026, corresponding to 15 Jumada Al Awal 1448H.


المطاحن الأولى
FIRST MILLS