

**NATIONAL METAL MANUFACTURING
AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025
WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

INDEX	PAGE
Independent auditor's review report on the interim condensed consolidated financial statements	1
Interim consolidated statement of financial position	2
Interim consolidated statement of profit or loss and other comprehensive income	3
Interim consolidated statement of changes in equity	4
Interim consolidated statement of cash flows	5
Notes to the interim condensed consolidated financial statements	6 – 14

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

**TO THE SHAREHOLDERS OF NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
AL-JUBAIL, KINGDOM OF SAUDI ARABIA**

(1 / 1)

INTRODUCTION

We have reviewed the accompanying condensed interim consolidated statement of financial position of National Metal Manufacturing and Casting Company ("MAADANIYAH") (the "Company"), a Saudi Joint Stock Company, and its subsidiaries (collectively referred to as the "Group") as at March 31, 2025 and the related interim consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three-month period then ended, and a summary of material accounting policies and other explanatory notes (the "interim condensed consolidated financial statements"). Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard No. 34 - "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

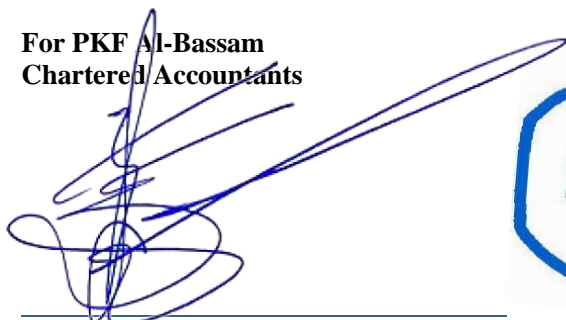
SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", that is endorsed in the Kingdom of Saudi Arabia. A review of interim 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 on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

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

**For PKF Al-Bassam
Chartered Accountants**



Ibrahim Ahmed Al Bassam

Certified Public Accountant

License No. 337

Khobar, Kingdom of Saudi Arabia

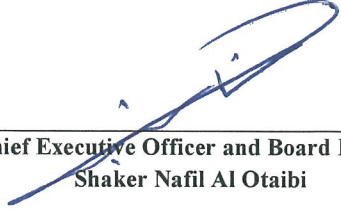
May 8, 2025G


Corresponding to: Dhu al-Qadah 10,1446H



NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025
Expressed in Saudi Riyal

		March 31, 2025	December 31, 2024
ASSETS		(Unaudited)	(Audited)
Non-current assets	Note		
Property, plant and equipment	6,12	160,594,813	159,111,832
Intangible assets		20,440,991	20,076,776
Right-of-use assets		9,032,273	8,845,244
Investment properties	7	1,179,461	1,229,750
Equity instruments designated at fair value through other comprehensive income (FVOCI)		3,750,000	3,750,000
Total non-current assets		194,997,538	193,013,602
Current assets			
Inventories, net		79,459,444	86,785,591
Trade receivables, net		66,740,159	61,623,344
Prepayments and other assets		9,005,415	5,073,966
Cash and cash equivalents	9	24,654,631	25,587,396
Current assets excluding assets classified as held for sale		179,859,649	179,070,297
Assets classified as held for sale		1,637,867	2,032,323
Total current assets		181,497,516	181,102,620
TOTAL ASSETS		376,495,054	374,116,222
EQUITY AND LIABILITIES			
Equity			
Share capital		354,000,000	354,000,000
Accumulated losses		(111,715,814)	(108,521,913)
Total equity		242,284,186	245,478,087
Non-current liabilities			
Employees' benefit obligations		27,929,915	28,752,142
Lease liabilities – non current portion		7,193,171	7,887,451
Total non-current liabilities		35,123,086	36,639,593
Current liabilities			
Trade and other payables	11	49,280,135	50,117,187
Short term borrowings	10	23,987,839	14,873,144
Accrued expenses and other liabilities		16,543,361	18,929,584
Lease liabilities - current portion		1,426,447	956,258
Long term loans - current portion	10	4,550,000	4,522,369
Zakat provision		3,300,000	2,600,000
Total current liabilities		99,087,782	91,998,542
Total liabilities		134,210,868	128,638,135
TOTAL EQUITY AND LIABILITIES		376,495,054	374,116,222


Chief Executive Officer and Board Member
Shaker Nafil Al Otaibi


Chief Financial Officer
Fathalrahman Abdullah Othman

The accompanying notes from 1 to 20 form an integral part of these interim condensed consolidated financial statements.

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025
Expressed in Saudi Riyal

	Note	For the three-month period ended March 31,	
		2025 (Unaudited)	2024 (Unaudited)
Revenue	14	70,141,561	62,328,632
Cost of revenue		(64,326,648)	(59,217,759)
Gross profit		5,814,913	3,110,873
Selling and distribution expenses		(3,944,214)	(3,562,597)
Administrative expenses		(5,186,063)	(4,218,797)
Reversal of expected credit losses	8	1,055,801	829,414
Other income, net		455,586	204,063
Loss before finance cost and zakat		(1,803,977)	(3,637,044)
Finance cost		(678,197)	(548,275)
Finance income		78,796	249,512
Loss before zakat		(2,403,378)	(3,935,807)
Zakat		(700,000)	(1,350,000)
Loss from continuing operations		(3,103,378)	(5,285,807)
Loss from discontinued operations	16	(90,523)	(2,102,778)
Loss for the period		(3,193,901)	(7,388,585)
Other comprehensive income		-	-
Total comprehensive loss for the period		(3,193,901)	(7,388,585)
Loss per share			
Basic and diluted losses per share	15		
- From continuing operations		(0.09)	(0.15)
- From continuing and discontinued operations		(0.09)	(0.21)



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NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025
Expressed in Saudi Riyal

	Share capital	Statutory reserve	Accumulated losses	Total equity
Balance at January 1, 2024 - (audited)	354,000,000	27,173,232	(96,892,869)	284,280,363
Loss for the period	-	-	(7,388,585)	(7,388,585)
Balance at March 31, 2024 - (unaudited)	354,000,000	27,173,232	(104,281,454)	276,891,778
Balance at January 1, 2025 - (audited)	354,000,000	-	(108,521,913)	245,478,087
Loss for the period	-	-	(3,193,901)	(3,193,901)
Balance at March 31, 2025 - (unaudited)	354,000,000	-	(111,715,814)	242,284,186

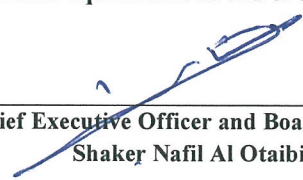

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NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025
Expressed in Saudi Riyal

	Note	For the three-month period ended March 31,	
		2025 (Unaudited)	2024 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before zakat from continuing operations		(2,403,378)	(3,935,807)
Loss before zakat from discontinued operations		(90,523)	(2,102,778)
Loss before zakat		(2,493,901)	(6,038,585)
Adjustments for:			
Depreciation of property, plant and equipment		3,017,383	3,472,049
Depreciation of right-of-use assets		151,910	210,991
Depreciation of investment properties		50,289	50,289
Amortization of intangible assets		18,381	13,722
Finance cost		686,983	570,469
Finance income		(78,796)	(249,512)
Provision for employees' benefit obligations		587,065	822,485
Reversal of allowance for expected credit losses	8	(1,055,801)	(829,414)
Gain on disposal of property, plant and equipment		(28,259)	-
Write off inventory		(162,929)	-
		692,325	(1,977,506)
Working capital changes			
Inventories		7,883,532	11,543,968
Trade receivables		(4,061,014)	(6,799,586)
Prepayments and other assets		(4,122,427)	(5,039,825)
Trade and other payables		(837,052)	5,445,725
Accrued expenses and other liabilities		(2,418,291)	(756,331)
Cash (used in) / generated from operations		(2,862,927)	2,416,445
Employees' benefits obligations paid		(1,409,292)	(220,623)
Finance cost paid		(448,268)	(471,333)
Finance income received		119,774	359,257
Net cash (used in) / generated from operating activities		(4,600,713)	2,083,746
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment	6	(4,387,356)	(3,904,579)
Additions to intangible assets		(382,596)	(261,650)
Proceeds from disposal of property, plant and equipment		28,261	-
Net cash used in investing activities		(4,741,691)	(4,166,229)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from short term borrowings		23,791,300	18,698,220
Repayment of short term borrowings		(14,781,601)	(9,000,000)
Repayment of lease liability		(600,060)	-
Net cash generated from financing activities		8,409,639	9,698,220
Net change in cash and cash equivalents		(932,765)	7,615,737
Cash and cash equivalents at beginning of the period		25,587,396	47,017,690
Cash and cash equivalents at end of the period		24,654,631	54,633,427


Chief Executive Officer and Board Member
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Chief Financial Officer
Fathalrahman Abdullah Othman

The accompanying notes from 1 to 20 form an integral part of these interim condensed consolidated financial statements.

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025
Expressed in Saudi Riyal

1. ORGANIZATION AND ACTIVITIES

National Metal Manufacturing and Casting Company ("MAADANIYAH") ("the Company") was incorporated pursuant to Council of Ministerial Resolution Number 253 dated 13 Rabi 'I, 1411-H corresponding to October 2, 1990G and registered as a Saudi Joint Stock Company under Commercial Registration Number 2055002251 dated 16 Jumada 'I, 1411-H corresponding to December 3, 1990 G issued in Al-Jubail. The registered office of the Company is situated in Al-Jubail, Kingdom of Saudi Arabia.

The Company and its subsidiaries as disclosed below are collectively referred as "the Group".

As at March 31, 2025 and December 31, 2024, the Group has the following branches:

Branch name	Commercial Registration Number	Date
Axles, Foundries and Spare Parts Factory	2050016156	29/5/1406-H
Wire Drawing and Related Products Factory (ASLAK)	2055013867	25/8/1432-H
Branch of National Metal Manufacturing and Casting Company (MAADANIYAH)	1010389002	25/11/1434-H
Gulf Baas Industries	2050116884	04/11/1439-H
Arabian Axles Manufacturing Co.	2056149638	01/03/1443-H

On June 10, 2024, the shareholders of the Group in extraordinary general assembly meeting resolved to transfer the statutory reserve of SR 27.17 million to off-set a portion of the Group's accumulated losses amounting to SR 96.89 million which represents 27.37% of the share capital as reported in the consolidated financial statements for the year ended December 31, 2024.

The financial results of these branches are included in these interim condensed consolidated financial statements. The Group and its branches objectives are as follows:

- Production of drawn steel wires, pre-stressed concrete strands, spring wires, steel structures for bed mattresses, aluminum conductor steel reinforce strand, galvanized reinforcement wires, concrete nails, common nails, bolts and nuts , welding wires.
- Production of castings and commercial, industrial, and military metal parts of various types.
- Manufacturing cars and trailers, assembling them, producing various types of axles, different suspension systems, truck parts, vehicles, and equipment.
- Manufacturing military ground and amphibious vehicles, military vehicle parts, armored vehicle plating, and manufacturing mobile military shelters.
- Manufacturing valves and accessories of all sizes.
- Repair and maintenance of company products.
- Wholesale and retail trade in company products, construction materials, and industrial materials, including their import and export.
- Ownership of lands and real estate and construction of buildings on them, and disposal of them in any form.
- Ownership of patents and benefiting from them to achieve its industrial purposes inside and outside the Kingdom.
- Commercial agencies and representation of local or foreign companies inside and outside the Kingdom.
- Commercial tenders and contracts.
- Establishing industrial, service, and commercial projects inside and outside the Kingdom of Saudi Arabia.

Structure of the Group

The interim condensed consolidated financial statements as at March 31, 2025 include the financial statements of the Company and its following subsidiaries:

<u>Name of subsidiaries</u>	<u>Principal activities</u>	<u>Effective ownership</u>	
		<u>2025</u>	<u>2024</u>
PC Strand Bahrain Co.WLL.	Manufacturing / trading of steel wire strand (PC strand) products	100%	100%
Vair National Casting Company	Non-ferrous metal casting including aluminum and zinc etc.	51%	51%

1. ORGANIZATION AND ACTIVITIES (Continued)

Structure of the Group (Continued)

- PC Strand Bahrain Co.WLL.

On November 29, 2021, a new subsidiary company has been registered with CR number 149926 issued in Bahrain under the name PC Strand Bahrain Co.WLL. The issued capital of the said Company is 20,000 Bahrain Dinar (SR 200,000) which was paid in fourth quarter of the year 2022. The activities of this Company will be to manufacture / trade steel wire strand (PC strand) products. As at March 31, 2025, the Company is yet to commence its operation. The Company will establish a plant specialized in PC Stranding with estimated cost of SR 55.5 million.

- Vair National Casting Company

On February 28, 2021, the Group has signed a MOU with IGL Group to establish a plant for Aluminum Foundry, as part of the Group's plans to develop its projects. The duration of MOU was initially six months from the date of signing which was subsequently extended till end of August 2023. On August 30, 2023, the Group has registered a new subsidiary company with CR number 2050174852 issued in the Kingdom of Saudi Arabia under the name of Vair National Casting Company – Limited Liability Company. The share capital of the said company is SR 7.5 million which is still to be paid by both Companies. The ownership of Maadaniyah is 51% of the share capital and IGL share is 49% of the share capital.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard No.34 - "Interim Financial Reporting" ("IAS 34") that are endorsed in Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants.

The disclosures in these interim condensed consolidated financial statements do not include the information reported for full annual consolidated financial statements and should, therefore, be read in conjunction with the annual consolidated financial statements of the Group for the year ended December 31, 2024. In addition, results for the three-month period ended March 31, 2025 are not necessarily indicative of the expected results for the full year ending December 31, 2025.

2.2 Basis of measurement

These interim condensed consolidated financial statements are prepared under the historical cost convention, using the accruals basis of accounting, except for those required to be recorded on other basis of accounting as mentioned in annual consolidated financial statements of the Group for the year ended December 31, 2024.

2.3 Functional and presentation currency

These interim condensed consolidated financial statements are presented in Saudi Riyals (SR) which is also the functional currency of the Group. Figures have been rounded off to nearest Saudi Riyals, unless otherwise stated.

3. USE OF ESTIMATES AND JUDGMENTS

In preparing these interim condensed consolidated financial statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the annual consolidated financial statements of the Group for the year ended December 31, 2024.

4. MATERIAL ACCOUNTING POLICES

The material accounting policies, risk management policies and methods of computation adopted for the preparation of these interim condensed consolidated financial statements are same as those applied in the annual consolidated financial statements of the Group for the year ended December 31, 2024, except for the adoption of certain new standards / amendments that have become effective in the current period.

5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

5.1 Standards and amendments issued and applied effective in current period

There are no new standards issued, however, there are amendments to the following standards, which are effective in current period and have no material impact on Group's interim condensed consolidated financial statements;

Amendments to standard	Description	Effective for annual years beginning on or after	Summary of the amendment
IAS 21	Lack of Exchangeability	January 1, 2025	The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. The amendments introduce new disclosures to help financial statement users assess the impact of using an estimated exchange rate.

5.2 New standards, amendments and revised IFRS issued but not yet effective

Amendments to standard	Description	Effective for annual years beginning on or after	Summary of the amendment
IFRS 9 and IFRS 7	Classification and Measurement of Financial Instruments	January 1, 2026	These amendments clarify financial assets and financial liabilities are recognized and derecognized at settlement date except for regular way purchases or sales of financial assets and financial liabilities meeting conditions for new exception. The new exception permits companies to elect to derecognize certain financial liabilities settled via electronic payment systems earlier than the settlement date. They also provide guidelines to assess contractual cash flow characteristics of financial assets, which apply to all contingent cash flows, including those arising from environmental, social, and governance (ESG)-linked features. Additionally, these amendments introduce new disclosure requirements and update others.
IFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027	IFRS 18 replaces IAS 1, which sets out presentation and base disclosure requirements for financial statements. The changes, which mostly affect the income statement, include the requirement to classify income and expenses into three new categories – operating, investing and financing – and present subtotals for operating profit or loss and profit or loss before financing and income taxes. Further, operating expenses are presented directly on the face of the income statement – classified either by nature (e.g. employee compensation), by function (e.g. cost of sales) or using a mixed presentation. Expenses presented by function require more detailed disclosures about their nature. IFRS 18 also provides enhanced guidance for aggregation and disaggregation of information in the financial statements, introduces new disclosure requirements for management-defined performance measures (MPMs)* and eliminates classification options for interest and dividends in the statement of cash flows.

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)

(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025****Expressed in Saudi Riyal****5. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (Continued)****5.2 New standards, amendments and revised IFRS issued but not yet effective (Continued)**

Amendments to standard	Description	Effective for annual years beginning on or after	Summary of the amendment
IFRS 19	Subsidiaries without Public Accountability	January 1, 2027	IFRS 19 permits an eligible subsidiary to provide reduced disclosures when applying IFRS Accounting Standards in its financial statements. A subsidiary is eligible for the reduced disclosures if it does not have public accountability and its ultimate or any intermediate parent produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

Management anticipates that these new interpretations and amendments will be adopted in the Group's consolidated financial statements as and when they are applicable and adoption of these interpretations and amendments are expected to have no material impact on the consolidated financial statements of the Group in the period of initial application.

6. PROPERTY, PLANT AND EQUIPMENT

During the three-month period ended March 31, 2025 additions to property, plant and equipment were amounted to SR 4.5 million (December 31, 2024: SR 15.3 million).

7. INVESTMENT PROPERTIES

The investment properties were valued on December 31, 2024 at fair value, determined by an independent, professionally qualified valuer "Fair value Company for Professional Consultation" who is licensed by Saudi Authority for Accredited Valuers (License number "1210000841"). As at December 31, 2024, the fair valuation of the investment properties amounted to SR 9.39 million using level 2 valuation techniques. Management believes that there has not been any material change in fair value of these investment properties as at March 31, 2025.

8. ALLOWANCE FOR EXPECTED CREDIT LOSSES

The movement of the allowance for expected credit losses against trade receivables during the period / year is as follows:

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
As at beginning of the period / year	18,561,716	18,977,956
(Reversal) / charge for the period / year	(1,055,801)	85,538
Write offs	-	(501,778)
As at end of the period / year	17,505,915	18,561,716

9. CASH AND CASH EQUIVALENTS

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
Cash at Banks	24,611,631	14,023,237
Demand and time deposits	-	11,542,824
Cash in hand	43,000	21,335
	24,654,631	25,587,396

Term deposits with the local banks have original maturities of less than three months and carry profit at prevailing commercial rates ranging from 5.21% to 5.29 % per annum (2024: 5.21% to 6.12% per annum).

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)

(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025****Expressed in Saudi Riyal****10. BORROWINGS**

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
Saudi Industrial Development Fund (SIDF)	4,550,000	4,550,000
Less: deferred financial charges	-	(27,631)
Less: current portion	(4,550,000)	(4,522,369)
Long term loans –non current portion	-	-
Long term loans –current portion	4,550,000	4,522,369
Short term loans	23,987,839	14,873,144
	28,537,839	19,395,513

10.1 The Group has obtained various facilities from local banks (“the Facilities”) which comprise of letter of credits, import finance, letter of guarantees and term finance facilities. The Facilities are secured by promissory notes and mortgage of properties. The Facilities carry charges at commercial rates.

10.2 The Group is required to comply with certain covenants. As at March 31, 2025, it is complying with all the covenants.

11. TRADE AND OTHER PAYABLES

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
Trade payables	14,111,531	12,220,719
Note payables	35,168,604	37,896,468
	49,280,135	50,117,187

12. CONTINGENCIES AND COMMITMENTS

(a) The Group’s outstanding contingencies and commitments were as follows:

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
Letter of credits	15,722,121	24,156,364
Letter of guarantees	404,567	389,042

(b) As at March 31, 2025, the Group has outstanding capital commitments amounted to SR 45.99 million (December 31, 2024: SR 43.04 million) related to expansion projects and development of production lines.

13. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties consist of major shareholders, parties controlled and influenced by them, Board of Directors and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the Group. The transactions are dealt with on mutually agreed terms and the terms and conditions on these transactions are approved by the Group’s management. The Group have no significant transaction with any of its related parties except for key management personnel and Directors.

Transactions with key management personnel:

	For the three- month period ended March 31, 2025 (unaudited)	For the three- month period ended March 31, 2024 (unaudited)
Key management executive’ remuneration	1,426,535	1,649,015
Directors’ allowances and expenses	366,500	367,500

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025**Expressed in Saudi Riyal****13. TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)**

Payable to key management personnel in respect of the remuneration, allowances and other expenses classified under accrued and other liabilities are as follows:

		March 31, 2025	December 31, 2024
	Nature of balance	(Unaudited)	(Audited)
Board of Directors	Board remuneration	366,500	1,479,000

14. SEGMENT INFORMATION

The Group identified industrial valve as new operating segment as per IFRS as at the reporting period December 31, 2024 which was previously classified under the transformation industries segment. As at March 31, 2025, the Group has the following three strategic divisions disclosed as reportable segments. These reportable segments provide distinct products and services and are managed independently due to the need for unique marketing strategies.

The Group's Chief Financial Officer (CFO) reviews internal management reports on at least a quarterly basis.

The following table describes the operations of each reportable segments.

Reportable segments	Activities
Transformation industries	Manufacture and sells PC Strand wires, single wires and spring wire.
Engineering and metal forming industries	Assembly of axles for trailers, spare parts and metal casting.
Industrial valves	Manufactures high pressure industrial valves.

All of the Group's operations are located in the Kingdom of Saudi Arabia.

2025	Transformation industries	Engineering and metal forming industries	Industrial valves	Corporate	Total
For the three-month period ended March 31, 2025 (Unaudited)					
Revenue	49,847,014	20,294,547	-	-	70,141,561
Cost of revenue	(44,063,667)	(20,262,981)	-	-	(64,326,648)
Gross profit	5,783,347	31,566	-	-	5,814,913
Selling and distribution expenses	(2,527,949)	(1,416,265)	-	-	(3,944,214)
General and administrative expenses	(1,605,233)	(2,182,284)	(598,119)	(800,427)	(5,186,063)
Reversal of expected credit losses	800,000	255,801	-	-	1,055,801
Other income, net	480,543	(24,957)	-	-	455,586
Operating loss	2,930,708	(3,336,139)	(598,119)	(800,427)	(1,803,977)
Finance income	78,796	-	-	-	78,796
Finance cost	(576,700)	(99,925)	(1,240)	(332)	(678,197)
Loss before zakat	2,432,804	(3,436,064)	(599,359)	(800,759)	(2,403,378)
Zakat expense	(250,000)	(450,000)	-	-	(700,000)
Loss from continuing operations	2,182,804	(3,886,064)	(599,359)	(800,759)	(3,103,378)

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Expressed in Saudi Riyal

14. SEGMENT INFORMATION (Continued)

As at March 31, 2025 (Unaudited)	Transformation industries	Engineering and metal forming industries	Industrial valves	Corporate	Total
Total assets	198,648,588	110,476,574	59,161,989	8,207,903	376,495,054
Total liabilities	84,710,154	32,535,297	7,984,220	8,981,197	134,210,868

2024	Transformation industries	Engineering and metal forming industries	Industrial valves	Corporate	Total
For the three-month period ended March 31, 2024 (Unaudited)					
Revenue	38,927,838	23,400,794	-	-	62,328,632
Cost of revenue	(38,560,984)	(20,656,775)	-	-	(59,217,759)
Gross profit	366,854	2,744,019	-	-	3,110,873
Selling and distribution expenses	(2,016,427)	(1,546,170)	-	-	(3,562,597)
General and administrative expenses	(1,584,289)	(2,134,208)	(248,935)	(251,365)	(4,218,797)
Reversal of expected credit losses	-	829,414	-	-	829,414
Other income, net	218,131	(14,068)	-	-	204,063
Operating loss	(3,015,731)	(121,013)	(248,935)	(251,365)	(3,637,044)
Finance income	249,512	-	-	-	249,512
Finance cost	(451,067)	(97,208)	-	-	(548,275)
Loss before zakat	(3,217,286)	(218,221)	(248,935)	(251,365)	(3,935,807)
Zakat expense	(750,000)	(600,000)	-	-	(1,350,000)
Loss from continuing operations	(3,967,286)	(818,221)	(248,935)	(251,365)	(5,285,807)

As at December 31, 2024 (Audited)	Transformation industries	Engineering and metal forming industries	Industrial valves	Corporate	Total
Total assets	195,616,093	116,493,036	53,951,277	8,055,816	374,116,222
Total liabilities	78,499,822	37,971,075	4,788,122	7,379,116	128,638,135

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Expressed in Saudi Riyal

15. LOSS PER SHARE

	Three-month period ended	
	March 31, 2025	March 31, 2024
	(Un-audited)	(Un-audited)
Loss for the period from continuing operations	(3,103,378)	(5,285,807)
Weighted average number of ordinary shares	35,400,000	35,400,000
Basic and diluted loss per share	(0.09)	(0.15)
Loss for the year from continuing and discontinued operations	(3,193,901)	(7,388,585)
Weighted average number of ordinary shares	35,400,000	35,400,000
Basic and diluted loss per share	(0.09)	(0.21)

16. DISCONTINUED OPERATIONS

As at December 31, 2024, the Group classified one of its production line of engineering and metal forming division as a discontinued operation in accordance with IFRS 5 – Non-current Assets Held for Sale and Discontinued Operations. This decision was based on the formal approval of the Board and the satisfaction of the classification criteria under IFRS 5.

The results of the discontinued operations for the three-month period ended March 31, 2025 and the comparative period ended March 31, 2024 are as follows

	Three-month period ended	
	March 31, 2025	March 31, 2024
	(Un-audited)	(Un-audited)
Revenue	510,259	1,977,358
Cost of revenue	(394,456)	(3,475,168)
Gross loss	115,803	(1,497,810)
Selling and distribution expenses	(71,269)	(159,492)
General and administrative expenses	(126,271)	(450,111)
Other income / (expense), net	-	26,829
Operating loss	(81,737)	(2,080,584)
Finance cost	(8,786)	(22,194)
Loss before zakat	(90,523)	(2,102,778)
Zakat expense	-	-
Loss from discontinued operation	(90,523)	(2,102,778)
Loss per share		
– basic and diluted	(0.00)	(0.06)

17. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

As of March 31, 2025 and December 31, 2024, the carrying values of the financial assets and financial liabilities of the Group approximate to their fair values. Regarding equity investment at FVOCI, the management believes that cost is the best estimates of its fair value as the investee company is in formation stages as of March 31, 2025. The management also believes that the fair value of investment property is not materially different with that disclosed in annual consolidated financial statements of the Group for the year ended December 31, 2024.

18. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to comply with the current period presentation of the interim condensed consolidated financial statements.

NATIONAL METAL MANUFACTURING AND CASTING COMPANY (MAADANIYAH)**(A SAUDI JOINT STOCK COMPANY)****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025****Expressed in Saudi Riyal**

19. NON-CASH TRANSACTIONS:

Following are the non-cash transactions:

	March 31, 2025 (Un-audited)	March 31, 2024 (Un-audited)
Finance cost related to lease liability transferred to capital work in progress	55,092	54,492
Rental paid in advance against modon factory against capital work in progress	150,000	-
Depreciation expense related to right of use assets transferred to capital work in progress	57,918	56,831

20. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements have been approved and authorized for issue by the Board of Directors on May 8, 2025 G corresponding to Dhu Al-Qadah 10, 1446.