THE NATIONAL AGRICULTURAL DEVELOPMENT COMPANY (NADEC)

(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE MONTHS PERIOD ENDED
31 MARCH 2025

THE NATIONAL AGRICULTURAL DEVELOPMENT COMPANY (NADEC)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(A SAUDI JOINT STOCK COMPANY)

INDEX

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF NATIONAL AGRICULTURAL DEVELOPMENT COMPANY (NADEC) (A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of the National Agricultural Development Company ("the Company") and its subsidiaries (collectively referred to as "the Group") as at 31 March 2025, and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as endorsed in the Kingdom of Saudi Arabia. A review of interim financial statement 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 as endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young Professional Services

Ahmed Ibrahim Reda
Certified Public Accountant
License No. (356)

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سجل تجاري ١٠١٠٣٨٣٨٢١
CR. 1010383821
شركة ارنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

Riyadh: 9 Thul-Qi'dah 1446
7 May 2025

	Note	**31 March 2025 ⃁ (Unaudited)**	31 December 2024 ⃁ (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	10	**1,819,210,079**	1,774,945,824
Right-of-use assets	11	**255,340,588**	45,911,025
Biological assets		**666,699,484**	695,858,509
Intangible assets		**24,524,130**	26,657,322
Investment in joint venture	12	**38,250,000**	2,550,000
Equity investment at FVOCI		**272,759,450**	273,026,552
TOTAL NON-CURRENT ASSETS		**3,076,783,731**	2,818,949,232
CURRENT ASSETS			
Biological assets		**136,871,506**	85,273,609
Inventories		**454,683,103**	662,169,811
Trade receivables, prepayments, and other receivables		**585,372,933**	472,173,058
Term deposits		**-**	300,000,000
Cash and cash equivalents		**1,908,122,331**	1,365,364,080
TOTAL CURRENT ASSETS		**3,085,049,873**	2,884,980,558
TOTAL ASSETS		**6,161,833,604**	5,703,929,790
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital	7	**3,016,400,000**	3,016,400,000
Share premium		**78,719**	78,719
Statutory reserve		**193,787,812**	193,787,812
Other reserves		**(29,993,676)**	(29,760,699)
Retained earnings		**1,219,842,688**	1,116,424,086
TOTAL SHAREHOLDERS' EQUITY		**4,400,115,543**	4,296,929,918
NON-CURRENT LIABILITIES			
Murabaha loans and borrowings	8	**1,667,414**	1,667,414
Lease liabilities	11	**197,987,692**	25,636,302
Deferred income		**3,342,242**	3,475,813
Employee' defined benefits obligation		**130,207,960**	131,422,371
TOTAL NON-CURRENT LIABILITIES		**333,205,308**	162,201,900
CURRENT LIABILITIES			
Trade and other payables		**831,140,545**	822,821,340
Murabaha loans and borrowings – short term	8	**337,577,327**	205,285,107
Murabaha loans and borrowings - current portion	8	**833,707**	833,707
Lease liabilities	11	**45,584,609**	13,776,418
Undistributed rights issue compensation	13	**82,796,882**	82,980,982
Dividend payables		**31,900,988**	31,946,723
Provision for Zakat		**98,678,695**	87,153,695
TOTAL CURRENT LIABILITIES		**1,428,512,753**	1,244,797,972
TOTAL LIABILITIES		**1,761,718,061**	1,406,999,872
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		**6,161,833,604**	5,703,929,790

The accompanying notes 1 to 16 are an integral part of these interim condensed consolidated financial statements
The interim condensed consolidated financial statements appearing on pages 2 to 13 were approved by the Board of Directors and were signed on its behalf by

Hassan Aqrouq Chief Financial Officer	Solaiman Al-Twaijri Chief Executive Officer	Abdulaziz Saleh Alrebdi Chairman

	Note	**Three months period ended 31 March 2025 ⃁ (Unaudited)**	Three months period ended 31 March 2024 ⃁ (Unaudited)
Revenue	9	**1,011,451,013**	857,580,825
Cost of revenue		**(685,698,636)**	(534,873,221)
GROSS PROFIT		**325,752,377**	322,707,604
Selling and marketing expenses		**(154,350,740)**	(153,698,706)
General and administrative expenses		**(55,713,389)**	(58,963,311)
Impairment losses for trade receivables, prepayments and other receivables		**(6,240,957)**	(506,637)
Other expenses, net		**(10,167,925)**	(12,217,000)
OPERATING PROFIT		**99,279,366**	97,321,950
Treasury income		**24,902,884**	21,220,501
Financing cost		**(9,238,648)**	(9,553,673)
Share of results of Joint Venture		**-**	8,938,495
PROFIT BEFORE ZAKAT		**114,943,602**	117,927,273
Zakat for current period		**(11,525,000)**	(16,600,000)
PROFIT FOR THE PERIOD		**103,418,602**	101,327,273
EARNINGS PER SHARE, BASED ON THE PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE SHAREHOLDERS OF THE COMPANY			
Basic and diluted	6	**0.34**	0.34

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The interim condensed consolidated financial statements appearing on pages 2 to 13 were approved by the Board of Directors and were signed on its behalf by

Hassan Aqrouq	Solaiman Al-Twaijri	Abdulaziz Saleh Alrebdi
Chief Financial Officer	Chief Executive Officer	Chairman

	Three months period ended 31 March 2025 ⃁ (Unaudited)	Three months period ended 31 March 2024 ⃁ (Unaudited)
PROFIT FOR THE PERIOD	**103,418,602**	101,327,273
ITEMS THAT WILL NOT BE RECLASSIFIED TO PROFIT OR LOSS		
Movement in equity investment at fair value through other comprehensive income (FVOCI)	**(267,102)**	-
TOTAL ITEMS THAT WILL NOT BE RECLASSIFIED TO PROFIT OR LOSS	**(267,102)**	-
ITEMS THAT ARE OR MAY BE RECLASSIFIED TO PROFIT OR LOSS		
Foreign operations – foreign currency translation differences	**34,125**	1,546,029
TOTAL ITEMS THAT ARE OR MAY BE RECLASSIFIED TO PROFIT OR LOSS	**34,125**	1,546,029
TOTAL OTHER COMPREHENSIVE (LOSS) INCOME	**(232,977)**	1,546,029
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**103,185,625**	102,873,302

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The interim condensed consolidated financial statements appearing on pages 2 to 13 were approved by the Board of Directors and were signed on its behalf by

Hassan Aqrouq	Solaiman Al-Twaijri	Abdulaziz Saleh Alrebdi
Chief Financial Officer	Chief Executive Officer	Chairman

The Interim Condensed Consolidated Statement of Changes in Shareholders' Equity for the three months period ended 31 March 2025

	Share capital ⃁	Share premium ⃁	Statutory reserve ⃁	Other reserves ⃁	Retained earnings ⃁	Total shareholders' equity ⃁
Balance as at 1 January 2025 (Audited)	**3,016,400,000**	**78,719**	**193,787,812**	**(29,760,699)**	**1,116,424,086**	**4,296,929,918**
Profit for the period	-	-	-	-	**103,418,602**	**103,418,602**
Other comprehensive loss for the period	-	-	-	**(232,977)**	-	**(232,977)**
Total comprehensive income for the period	**-**	**-**	**-**	**(232,977)**	**103,418,602**	**103,185,625**
Balance as at 31 March 2025 (Unaudited)	**3,016,400,000**	**78,719**	**193,787,812**	**(29,993,676)**	**1,219,842,688**	**4,400,115,543**
Balance as at 1 January 2024 (Audited)	**3,016,400,000**	**78,719**	**193,787,812**	**38,985,456**	**343,592,118**	**3,592,844,105**
Profit for the period	-	-	-	-	101,327,273	101,327,273
Other comprehensive income for the period	-	-	-	1,546,029	-	1,546,029
Total comprehensive income for the period	**-**	**-**	**-**	**1,546,029**	**101,327,273**	**102,873,302**
Expenses relating to issue of new shares	-	-	-	-	(1,800,000)	(1,800,000)
Balance as at 31 March 2024 (Unaudited)	**3,016,400,000**	**78,719**	**193,787,812**	**40,531,485**	**443,119,391**	**3,693,917,407**

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The interim condensed consolidated financial statements appearing on pages 2 to 13 were approved by the Board of Directors and were signed on its behalf by

Hassan Aqrouq Chief Financial Officer	Solaiman Al-Twaijri Chief Executive Officer	Abdulaziz Saleh Alrebdi Chairman

	Three months period ended 31 March 2025 ⃁ (Unaudited)	Three months period ended 31 March 2024 ⃁ (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before Zakat	**114,943,602**	117,927,273
Adjustments for:		
Depreciation of property plant and equipment, net	**39,797,486**	37,384,140
Depreciation of right-of-use assets	**10,412,319**	4,112,625
Change in biological assets	**15,789,492**	16,747,556
Amortization of intangible assets	**2,796,009**	2,213,287
Deferred income	**(133,571)**	(133,514)
Employee benefits obligation	**5,458,235**	2,941,358
Write off/ Impairment losses on trade receivables and other receivables	**6,240,957**	506,637
Treasury income on term deposit	**(5,512,500)**	(5,397,500)
Financing cost	**9,238,723**	9,872,593
Share of results from joint venture	**-**	(8,938,495)
Loss on sale of property plant and equipment and biological assets, net	**12,253,515**	17,165,879
	211,284,267	194,401,839
Changes in:		
Inventories	**207,489,381**	(6,785,157)
Biological assets	**(51,597,897)**	(37,725,074)
Trade receivables, prepayments, and other receivables	**(119,419,928)**	(144,573,378)
Trade and other payables	**8,326,019**	203,269,289
	256,081,842	208,587,519
Employee benefits paid	**(6,662,274)**	(7,460,235)
Net cash from operating activities	**249,419,568**	201,127,284
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment and biological assets	**(88,327,723)**	(61,995,687)
Acquisition of intangible assets	**(662,817)**	(5,822,704)
Proceeds from sales of property, plant and equipment and biological assets	**5,382,000**	21,718,974
Interest proceeds from investment in term deposits	**5,512,500**	5,397,500
Investment in joint venture	**(35,700,000)**	-
Proceeds from investment in term deposits	**300,000,000**	300,000,000
Net cash from investing activities	**186,203,960**	259,298,083
CASH FLOWS FROM FINANCING ACTIVITIES		
Expenses relating to issue of new shares	**-**	(1,800,000)
Proceeds from Murabaha loans and borrowings	**485,000,000**	296,762,000
Repayment of Murabaha loans and borrowings	**(355,000,000)**	(235,784,958)
Finance cost paid	**(4,039,626)**	(9,493,334)
Payment of lease liabilities	**(18,589,178)**	(4,631,794)
Undistributed rights issue compensation	**(184,100)**	(340,349)
Dividend paid	**(45,735)**	(128,587)
Net cash from financing activities	**107,141,361**	44,582,978
Net change in cash and cash equivalent	**542,764,889**	505,008,345
Cash and cash equivalent at beginning of the period	**1,365,364,080**	834,686,320
Effect of exchange rates fluctuations on cash held	**(6,638)**	62,223
CASH AND CASH EQUIVALENT AT END OF THE PERIOD	**1,908,122,331**	1,339,756,888

The accompanying notes 1 to 16 are an integral part of these interim condensed consolidated financial statements
The interim condensed consolidated financial statements appearing on pages 2 to 13 were approved by the Board of Directors and were signed on its behalf by

Hassan Aqrouq Chief Financial Officer	Solaiman Al-Twaijri Chief Executive Officer	Abdulaziz Saleh Alrebdi Chairman

1. THE COMPANY, ITS SUBSIDIARIES AND ITS OPERATIONS

The National Agricultural Development Company (NADEC) (the "Company") is a Saudi Joint Stock Company formed under the Royal Decree No. M/41 dated 17 Shawwal 1401H (corresponding to 17 August 1981). NADEC was formerly known as Haradh Agriculture and Livestock Company which was registered in Riyadh under Commercial Registration No. 1010018795 dated 26 Dhul-Hijjah 1398H (corresponding to 26 November 1978).

The Company and its subsidiaries (together, the "Group") are engaged in agricultural and livestock production, reclamation of agricultural land, food processing and marketing and distribution of its products.

The Group's financial year begins on January 1 and ends at the end of December of the same year.

The Company's Head office is located at the following address:
Building No. 7049, Sub No. 2467,
Prince Abdulrahman Bin Abdulaziz Road, Al Murabba District,
Riyadh 11461 – Kingdom of Saudi Arabia.

Details of subsidiary companies are as follows:

Name of the subsidiary	Country of incorporation	Business activity	Effective ownership interest		Share capital paid ⃁	Number of shares issued
			31 March 2025	31 December 2024		
The National Seeds Agricultural Production Company (NSPC)*	Saudi Arabia	Agricultural Seeds and production	**100%**	100%	5,000,000	500,000
NADEC Management Company**	Saudi Arabia	Management services and consultation	**100%**	100%	500,000	50,000

* The National Seeds Agricultural Production Company (NSPC) was officially established in 2023, with NADEC initially proposing to hold a 51% ownership stake in the NSPC's capital. Later during 2024, NADEC decided for 100% shareholding. However, as of balance sheet date, the NSPC didn't commence any operational activities.

**During 2024, the Group established NADEC Management Company as a fully owned subsidiary, to provide management services and consultation with paid capital amounting to ⃁ 500,000.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These Interim Condensed Consolidated Financial Statements of the Company have been prepared in accordance with the requirements of the International Accounting Standard- IAS 34 - "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia (KSA) and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). Collectively referred as (International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia).

These Interim Condensed Consolidated Financial Statements should be read in conjunction with the Consolidated Financial Statements of the Company for the year ended 31 December 2024 (last annual Consolidated financial statements). They do not include all the information required to present a complete set of Consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRS) that are endorsed in the KSA. However, accounting policies and specific explanatory notes have been included to interpret significant events and transactions in order to understand the changes in the financial position and financial performance of the Company, since the last annual Consolidated financial statements.

2. BASIS OF PREPARATION (CONTINUED)

2.2 Basis of Measurement

These Interim Condensed Consolidated Financial Statements for the three months period ended 31 March 2025 have been prepared under the historical cost except for the following items included in the Consolidated Statement of Financial Position

- Equity Investments at FVOCI are valued at fair value in accordance with the requirements of IFRS 13 first and second level of valuation method.
- Biological assets are measured at fair value less cost to sell except when fair value cannot be measured reliably. In case the fair value of biological assets cannot be measured reliably, it is measured at historical cost less accumulated depreciation and accumulated impairment losses.

2.3 Functional and Presentation Currency

These Interim Condensed Consolidated Financial Statements have been presented in Saudi Riyal ("⃁") unless otherwise stated, which is also the functional currency of the Group.

2.4 Material Accounting Policies

New Standards, Amendment to Standards and Interpretations:

There are no new standards issued, however, there are number of amendments to standards which are effective from 1 January 2025 and has been explained in Company's annual Financial Statements, but they do not have a material effect on the Company's Interim Condensed Financial Statements. Material accounting policies are the same as those applied in in Company's annual Financial Statements.

3. BASIS OF CONSOLIDATION

These Interim Condensed Consolidated Financial Statements comprising the Interim Condensed Consolidated Statement of Financial Position, Interim Condensed Consolidated Statement of Profit or Loss, Interim Condensed Consolidated Statement of Comprehensive Income, Interim Condensed Consolidated Statement of Changes in Equity, Interim Condensed Consolidated Statement of Cash Flows and notes to the Interim Condensed Consolidated Financial Statements of the Group include assets, liabilities and the results of the operations of the Company and its subsidiaries, as set out in note (1). The Company and its subsidiaries are collectively referred to as the "Group". Subsidiaries are entities controlled by the Group. Subsidiaries are consolidated from the date on which control commences until the date on which control ceases. The Group accounts for the business combinations using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identified net assets acquired and fair value of pre-existing equity interest in the subsidiary

Intra-group balances and transactions and any unrealised income and expenses arising from intra-group transactions, are eliminated. Accounting policies of subsidiaries are aligned, where necessary, to ensure consistency with the policies adopted by the Group. The Company and its subsidiaries have the same reporting periods.

4. SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

The preparation of the Company's Consolidated Financial Statements requires management to make judgments, estimates and assumptions that affect the reported amounts of Revenues, Expenses, Assets and Liabilities, and the accompanying Disclosures, and the disclosure of Contingent Liabilities. 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 key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period, are consistent with those disclosed in the last annual Consolidated financial statements. The Company based its assumptions and estimates on parameters available when the Consolidated 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 Company. Such changes are reflected in the assumptions when they occur. The significant judgments made by management in applying the Company's accounting policies are consistent with those disclosed in the last annual Consolidated financial statements.

5. OPERATING SEGMENTS

IFRS 8 requires operating segments to be identified based on internal reports that are regularly reviewed by the Company's chief operating decision makers and used to allocate resources to segments and assess their performance. The operating segments described below has been prepared in accordance with IFRS 8. The Company operates in three main business segments: Dairy and Foods, Agriculture, and Protein. Most of the Company's revenues, profits and assets relate to its operations in Saudi Arabia and arise from these reportable business segments. The chief operating decision makers monitors the operational results of these operating segments separately for making decisions about resource allocation and performance evaluation. The performance of the segment is evaluated on a profit or loss basis and is measured in a manner consistent with the profit or loss recognized in the Interim Condensed Consolidated Financial Statements.

The following is a summary of the operating segments as at and for the three months period ended 31 March 2025 (Unaudited)

	Dairy and Food	Agriculture	Protein	Elimination of Inter-Segment Sales	Total
	⃁	⃁	⃁	⃁	⃁
Revenue					
External Revenue	**806,986,812**	**109,134,422**	**95,329,779**	**-**	**1,011,451,013**
Inter-Segment Revenue	**29,961,575**	**-**	**-**	**(29,961,575)**	**-**
Total Revenue	**836,948,387**	**109,134,422**	**95,329,779**	**(29,961,575)**	**1,011,451,013**
Expenses					
Depreciation and Amortization	**(59,931,811)**	**(8,834,674)**	**(28,821)**	**-**	**(68,795,306)**
Impairment losses for trade receivables, prepayments and other receivables	**(6,240,957)**	**-**	**-**	**-**	**(6,240,957)**
Operating Profit (Loss)	**110,388,078**	**(12,990,516)**	**1,881,804**	**-**	**99,279,366**
Treasury Income	**24,902,884**	**-**	**-**	**-**	**24,902,884**
Financing Cost	**(8,105,022)**	**(949,241)**	**(184,385)**	**-**	**(9,238,648)**
Profit (loss) before Zakat	**126,185,692**	**(12,754,558)**	**1,512,468**	**-**	**114,943,602**
Zakat for current period	**(11,525,000)**	**-**	**-**	**-**	**(11,525,000)**
Profit (loss) for the period	**114,660,692**	**(12,754,558)**	**1,512,468**	**-**	**103,418,602**
Total Assets					
As at 31 March 2025	**5,178,958,091**	**860,853,259**	**122,022,254**	**-**	**6,161,833,604**
As at 31 December 2024	**4,742,670,747**	**892,719,617**	**68,539,426**	**-**	**5,703,929,790**

The following is a summary of the operating segments as at and for the three months period ended 31 March 2024 (Unaudited).

	Dairy and Food	Agriculture	Protein	Elimination of Inter-Segment Sales	Total
	⃁	⃁	⃁	⃁	⃁
Revenue					
External Revenue	794,265,865	14,432,870	48,882,090	-	857,580,825
Inter-Segment Revenue	10,471,000	2,497,468	-	(12,968,468)	-
Total Revenue	804,736,865	16,930,338	48,882,090	(12,968,468)	857,580,825
Expenses					
Depreciation and Amortization	(53,286,898)	(7,169,204)	(1,505)	-	(60,457,607)
Impairment losses for trade receivables, prepayments and other receivables	(506,637)	-	-	-	(506,637)
Operating Profit (Loss)	101,148,407	(4,241,182)	414,725	-	97,321,950
Treasury Income	21,220,501	-	-	-	21,220,501
Financing Cost	(8,739,610)	(814,063)	-	-	(9,553,673)
Share of results from joint venture	-	8,938,495	-	-	8,938,495
Profit before Zakat	113,629,298	3,883,250	414,725	-	117,927,273
Zakat for current period	(16,600,000)	-	-	-	(16,600,000)
Profit for the period	97,029,298	3,883,250	414,725	-	101,327,273
Total Assets					
As at 31 March 2024	4,746,295,625	658,004,281	78,656,701	-	5,482,956,607
As at 31 December 2023	4,591,362,752	461,094,834	-	-	5,052,457,586

6. EARNINGS PER SHARE

	Three months period ended 31 March 2025 (Unaudited)	Three months period ended 31 March 2024 (Unaudited)
Profit for the period attributable to the shareholders of the company (⃁)	**103,418,602**	101,327,273
Number of Shares	**301,640,000**	301,640,000
Earnings per share (⃁/Share)	**0.34**	0.34

Earnings per share has been calculated by dividing profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

7. SHARE CAPITAL

The Company has 301,640,000 shares as at 31 March 2025 (31 December 2024: 301,640,000) issued and fully paid with a value of ⃁ 10 per share.

8. MURABAHA LOANS AND BORROWINGS

				31 March 2025 (Unaudited)		31 December 2024 (Audited)	
	Currency	**Interest Rate**	**Due Date**	**Nominal Value ⃁'000**	**Book Value ⃁'000**	Nominal Value ⃁'000	Book Value ⃁'000
Islamic Banking Facilities (Murabaha) (8.1)	⃁	SIBOR + bank margin	2025	**335,000**	**337,577**	205,000	205,285
Agricultural Development Fund Loan (8.2)	⃁	Fixed	2025-2027	**2,501**	**2,501**	2,501	2,501
Total Loans				**337,501**	**340,078**	207,501	207,786

*The weighted average interest rate on bank loans during the three months period ended 31 March 2025 was 7.10% per annum (three months period ended 31 March 2024: 6.37% per annum), however, the rates varied between medium and short-term loans. Loans from local banks were granted against promissory note given by the Company.

Loans are presented in the Interim Condensed Consolidated Financial Statements as follows:

	31 March 2025 (Unaudited) ⃁'000	31 December 2024 (Audited) ⃁'000
Non-current liabilities		
Agricultural Development Fund	**1,667**	1,667
Islamic Banking Facilities (Murabaha)	**-**	-
	1,667	1,667
Current liabilities		
Agricultural Development Fund	**834**	834
Islamic Banking Facilities (Murabaha)	**337,577**	205,285
	338,411	206,119

8.1 Islamic Banking Facilities (Murabaha) from Local Banks

The borrowing under Islamic banking facilities (Murabaha) from local banks against a promissory note issued by the Company. The maturity dates of these facilities is 2025 as agreed with the respective banks and are mostly of a revolving nature. The amount of unused facilities as at 31 March 2025 amounted to ⃁ 1.7 Billion (31 December 2024: ⃁ 2.1 Billion).

8.2 Agricultural Development Fund Loans

During the three months ended 31 March 2025, the Company has obtained an initial approval of a new facility agreement with the Agricultural Development Fund with a total facility amounting to ⃁ 220 million. The new facility is secured by a mortgage of specific assets owned by the Company. The balance of loans from Agricultural Development Fund as of 31 March 2025 amounted to ⃁ 2.5 million (31 December 2024: ⃁ 2.5 million).

9. REVENUE

	Three months period ended 31 March 2025 ⃁ **(Unaudited)**	Three months period ended 31 March 2024 ⃁ (Unaudited)
Saudi Arabia	**930,225,157**	769,015,782
Other Countries	**81,225,856**	88,565,043
	1,011,451,013	857,580,825

The main sources of the Company's revenues from contracts with customers includes dairy and food sales as well as the agricultural products, calves' sales, raw milk, protein and others. The control of the products is transferred to the customer as soon as it is delivered to them and the delivery has been acknowledged.

10. PROPERTY, PLANT AND EQUIPMENT

The carrying amount of Property, Plant and Equipment as at 31 March 2025 amounted to ⃁ 1.82 Billion (31 December 2024: ⃁ 1.74 Billion). During the three months period ended 31 March 2025, the Company added Property, Plant and Equipment amounting to ⃁ 81.4 Million (Three months period ended 31 March 2024: ⃁ 20.3 Million).

During the three months ended 31 March 2025, AlRai National Livestock Company – joint venture - has signed a facility agreement amounting to ⃁ 1.1 billion from the Saudi Agricultural Development Fund to establish an intensive livestock farming project (sheep and goats) for breeding and meat production in Hail. NADEC has mortgaged one of its lands in the Wadi Al-Dawasir region, in addition to corporate guarantees provided by the partners in accordance with the format approved by the Agricultural Development Fund.

Land

The following matters related to Lands held by the Group at the reporting date:

Land Used by Saudi Arabian Oil (Saudi Aramco)

As per the Royal Order No. (151) dated 5 Ramadan, 1401H, NADEC was granted the Haradh project, which was invested by NADEC for Agricultural and Livestock Production, including agricultural land, facilities, fixed and movable assets, and energy sources, and it is considered among its properties starting from the date of issuance of Royal Decree No. (M/ 41) on 17 Shawwal, 1401H approving its establishment.

The title deed was issued by Notary Public at Haradh with No. (87) on 15 Jumada Al-Awwal, 1403H, with a length of seventy-five kilometers from north to south and five kilometers from east to west, with an area of 375 square kilometers.

NADEC entered into a legal dispute with Saudi Arabian Oil (Saudi Aramco) in respect of some portion of the land and the Supreme Court issued its final judgment on 13 Muharram, 1442H (corresponding to 1 September, 2020) to cancel the title deed No. (87) issued to NADEC on Jumada Al-Awwal 15, 1403H, and this decision did not oblige the Group to leave or vacate the revived areas which its operational business is located, no essential operations of the Group are located on the disputed land, and NADEC has raised its objections to the decision of the supreme court to the concerned authorities and clarified its position towards the decision.

Based on NADEC's assessment of its legal status and based on discussions with the concerned authorities, the management largely believes that the ownership of the revived lands that are subject to the use and control of the Group is valid, and it is expected that a new title will be issued to the Group for the revived lands which are under the Group control and use. It is also expected that this will lead to a reduction in the land area, which is currently used by Saudi Arabian Oil (Saudi Aramco) and a small piece of land in the southern region that is not suitable for agricultural production and is not currently used by the Group. Accordingly, the Group recorded a provision of ⃁ 2.5 million during year 2022.

11. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

During the three months period ended 31 March 2025, the Company added leases amounting to ⃁ 220 Million related to Building amounting of ⃁ 76.4 million for new main warehouse in Riyadh and Vehicles amounting to ⃁ 143.6 (Three months period ended 31 March 2024: ⃁ 2.2 Million).

12. INVESTMENT IN JOINT VENTURE

During 2024, The Group signed a partnership agreement with the United Feed Company (a limited liability company) (One of Al Muhaidib Group's companies) to establish a AlRai National Livestock Company (a limited liability company) for an intensive animal livestock project specializing in (sheep and goats) and meat production, where NADEC's ownership stake will be equivalent to 51% of the company's capital and paid capital of ⃁ 2,550,000.

During the three months ended 31 March 2025, the Group has paid amounting to ⃁ 35,700,000 represent its ownership percentage of capital increase in the AlRai National Livestock Company. NADEC's ownership is 51% as of 31 March 2025 (31 December 2024: 51%).

13. UNDISTRIBUTED RIGHTS ISSUE COMPENSATION

This represents the undistributed rights issue compensation to eligible investors who have not exercised their right to subscribe to new shares. The Company were unable to transfer this amount of compensation to the beneficiaries as a result of the lack of sufficient information about the beneficiaries' account numbers.

14. FINANCIAL INSTRUMENTS

Financial Assets and Liabilities are measured at amortized cost except for Equity Investments at Fair value through Other Comprehensive Income (FVOCI) which are measured at fair value. The 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 under market conditions. In the absence of an active market, the asset or liability is measured in the most advantageous market for the asset or liability and relies on the perceptions of market participants to maximize the benefits of using the asset. The Company relied on valuation methods for Equity Investments at FVOCI based on the performance of similar financial assets in an active market considering the performance of the asset itself to maximize benefits from the asset.

The book value and the fair value of all financial assets and financial liabilities does not vary significantly.

	31 March 2025 **⃁ (in thousand)** **(Unaudited)**	31 December 2024 ⃁ (in thousand) (Unaudited)	**FV level**
Financial Assets at Fair Value			
Equity Investment at FVOCI - Arabian Mills for Food Products Company	**261,760**	262,028	Level 1
Equity Investment at FVOCI – Other investment	**10,999**	10,999	Level 2
Total Financial Assets at Fair Value	**272,759**	273,027	
Financial Assets at Amortized Cost			
Trade receivable, prepayments and Other Receivables	**545,735**	432,419	
Term deposit	**-**	300,000	
Cash and Bank Balances	**1,908,122**	1,365,365	
Total Financial Assets at Amortized Cost	**2,453,857**	2,097,784	
Total Financial Assets	**2,726,616**	2,370,811	
Financial Liabilities at Amortized Cost			
Trade payables, accrued expenses and Other Payables	**773,584**	781,824	
Loans	**340,078**	207,786	
Lease Liabilities	**243,572**	39,413	
Total Financial Liabilities at Amortized Cost	**1,357,234**	1,029,023	
Total Financial Liabilities	**1,357,234**	1,029,023	

15. EVENTS AFTER THE REPORTING PERIOD

There have been no other significant subsequent events since the period ended 31 March 2025 which would require either a disclosure or have a material impact on the Company's interim condensed consolidated financial statements except the below:

On 16th of April 2025, the shareholders approved transferring the balance of the statutory reserve amounting to ⃁ 193.8 million as at 31 December 2024 to the retained earnings in accordance with the new Companies Law in the Kingdom of Saudi Arabia which became effective as at 19 January 2023 in annual general meeting.

16. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved by the Board of Directors and authorized for issue on 5 Thul-Qi'dah 1446 (corresponding to 3 May 2025).