

**Arabian Cement Company S.A.E.
Condensed Consolidated Interim Financial Statements
together with Limited Review Report
for the three months ended March 31, 2026**

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Limited Review Report

To: The Board of Directors of Arabian Cement Company

Introduction

We have conducted a limited review of the accompanying condensed consolidated interim financial position of Arabian Cement Company S.A.E. as of March 31, 2026, and the related condensed consolidated Interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the three months period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with the Egyptian Accounting Standard No. (30) - Interim Financial Statements. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

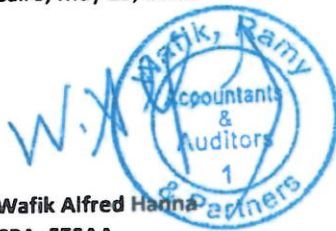
Scope of Review

We have conducted our limited review in accordance with the Egyptian Standard on Review Engagements No. (2410) – Limited Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of 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 the Egyptian Standards on Auditing 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 on these condensed consolidated interim financial statements.

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements as of March 31, 2026, are not prepared, in all material respects, in accordance with Egyptian Accounting Standard No. (30) - Interim Financial Statements.

Cairo, May 25, 2026



Wafik Alfred Hanna
CPA, FESAA
F.R.A. No. (132)
R.A.A. No. (9176)

Arabian Cement Company (S.A.E)
Condensed Consolidated Interim Statement of Financial Position
as of March 31, 2026

	Note No.	March 31, 2026 EGP	December 31, 2025 EGP
Assets			
Non-current assets			
Property, plant and equipment (net)	(10)	2 502 518 542	2 522 323 523
Assets under construction	(11)	502 790 421	391 543 753
Intangible assets (net)	(12)	99 856 980	106 799 617
Other assets (net)	(13)	--	--
Right of use assets (net)	(28-1)	411 015	822 030
Total non-current assets		3 105 576 958	3 021 488 923
Current assets			
Inventories	(14)	1 270 121 487	1053 646 218
Trade receivables (net)	(15)	174 310 424	244 416 417
Debtors and other debit balances (net)	(16)	1 194 014 035	1004 779 062
Cash and bank balances	(17)	4 379 627 379	3 459 391 229
Total current assets		7 018 073 325	5 762 232 926
Total assets		10 123 650 283	8 783 721 849
Equity and liabilities			
Equity			
Issued and paid-up capital	(18)	757 479 400	757 479 400
Treasury shares	(19)	(143 327 985)	(143 327 985)
Legal reserve	(20)	379 505 774	379 505 774
Retained earnings	(21)	2 571 319 120	3 648 917 046
Equity attributable to owners of the Parent Company		3 564 976 309	4 642 574 235
Non-controlling interests	(22)	180 432	158 005
Total Equity		3 565 156 741	4 642 732 240
Liabilities			
Non-current liabilities			
Borrowings	(23)	925 151 582	888 522 538
Deferred tax liabilities	(8-3)	265 231 462	255 316 160
Creditors and other credit balances- non current	(26)	101 636 730	103 020 835
Total non-current liabilities		1 292 019 774	1 246 859 533
Current liabilities			
Trade and notes payable	(24)	844 477 420	720 176 243
Credit facilities	(23)	99 783 509	99 916 937
Current income tax liability	(8-2)	1 421 267 662	1 102 259 109
Current portion of long term borrowings	(23)	234 899 124	145 493 141
Lease liabilities	(28-2)	674 874	1 176 042
Creditors and other credit balances	(26)	545 002 903	713 424 488
Dividends payable	(27)	2001 792 160	--
Provisions	(25)	118 576 116	111 684 116
Total current liabilities		5 266 473 768	2 894 130 076
Total Liabilities		6 558 493 542	4 140 989 609
Total equity and liabilities		10 123 650 283	8 783 721 849

- The accompanying notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

Sergio Alcantarilla Rodriguez
Chief Executive Officer

Arturo Gallart Mauri
Chief Financial Officer

- Auditor's report attached.




Arabian Cement Company (S.A.E)
Condensed Consolidated Interim Statement of Profit or Loss
for the three months ended March 31, 2026

	Note No.	<u>March 31, 2026</u> <u>EGP</u>	<u>March 31, 2025</u> <u>EGP</u>
Sales (net)	(3)	2 995 959 350	2 554 448 091
Cost of sales	(4)	(1 709 813 469)	(1 660 169 801)
Gross profit		1 286 145 881	894 278 290
<u>Add/(deduct):</u>			
General and administrative expenses	(5)	(102 281 789)	(76 483 746)
Provisions	(25)	(6 892 000)	(3 200 000)
Interest income		95 594 475	18 298 670
Other income		4 870 657	2 993 384
Finance costs	(6)	(11 168 843)	(24 095 330)
Gain on disposal of property, plant and equipment		--	1 140 000
Foreign currency exchange differences		6 765 849	(25 187 093)
Net profit for the period before tax		1 273 034 230	787 744 175
Income tax	(8-1)	(329 943 494)	(197 364 627)
Net profit for the period after tax		943 090 736	590 379 548
Profit attributable to:			
Owners of the Parent Company	(21)	943 068 309	590 347 133
Non-controlling interests	(22)	22 427	32 415
		943 090 736	590 379 548
Earnings per share	(9)	2.50	1.51

- The accompanying notes form an integral part of the condensed consolidated interim financial statements and to be read therewith

Sergio Alcantarilla Rodriguez
Chief Executive Officer



Arturo Gallart Mauri
Chief Financial Officer



*Translation of the consolidated financial statements
originally issued in Arabic*

Arabian Cement Company (S.A.E)
Condensed Consolidated Interim Statement of Comprehensive Income
for the three months ended March 31, 2026

	<u>March 31, 2026</u>	<u>March 31, 2025</u>
	<u>EGP</u>	<u>EGP</u>
Net profit for the period after tax	943 090 736	590 379 548
Items of other comprehensive income	--	--
Comprehensive income for the period	943 090 736	590 379 548
Comprehensive income attributable to:		
Owners of the Parent Company	943 068 309	590 347 133
Non-controlling interests	22 427	32 415
	943 090 736	590 379 548

- The accompanying notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

Sergio Alcantarilla Rodriguez
Chief Executive Officer



Arturo Gallart Mauri
Chief Financial Officer



Translation of the consolidated financial statements
originally issued in Arabic

Arabian Cement Company (S.A.E)
Condensed Consolidated Interim Statement of Changes in Shareholders' Equity
for the three months ended March 31, 2026

	Issued and paid-up capital		Treasury shares		Legal reserve		Retained earnings		Attributable to the owners of the Parent Company		Non-controlling interests		Total	
	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
Balance as of January 1, 2025	757 479 400	--	--	363 627 770	1 182 365 129	2 303 472 299	53 721	2 303 526 020						
Transferred to legal reserve	--	--	--	15 238 469	(15 238 469)	--	--	--						
Total comprehensive income for the period	--	--	--	--	590 347 133	590 347 133	32 415	590 379 548						
Balance at March 31, 2025	757 479 400	--	--	378 866 239	1 757 473 793	2 893 819 432	86 136	2 893 905 568						
Balance as of January 1, 2026	757 479 400	(143 327 985)		379 505 774	3 648 917 046	4 642 574 235	158 005	4 642 732 240						
Total comprehensive income for the period	--	--	--	--	943 068 309	943 068 309	22 427	943 090 736						
Dividends distributed to shareholders	(27)	--	--	--	(2 001 792 160)	(2 001 792 160)	--	(2 001 792 160)						
Dividends distributed to employees	(27)	--	--	--	(18 874 075)	(18 874 075)	--	(18 874 075)						
Balance at March 31, 2026	757 479 400	(143 327 985)		379 505 774	2 571 319 120	3 564 976 309	180 432	3 565 156 741						

The accompanying notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

Sergio Alcantarilla Rodriguez
Chief Executive Officer



Arturo Gallart Mauri
Chief Financial Officer



Arabian Cement Company (S.A.E)
Condensed Consolidated Interim Statement of Cash Flows
for the three months ended March 31, 2026

	<u>Note No.</u>	<u>March 31, 2026</u>	<u>March 31, 2025</u>
		<u>EGP</u>	<u>EGP</u>
<u>Cash flows from operating activities</u>			
Net profit for the period before tax		1 273 034 230	787 744 175
<u>Adjusted by:</u>			
Finance costs	(6)	11 168 843	24 095 330
Interest income		(95 594 475)	(18 298 670)
Foreign currency exchange losses from borrowings		128 992 968	--
Gain on disposal of property, plant and equipment		--	1 140 000
Depreciation of property, plant and equipment	(10)	72 264 077	58 755 996
Amortization of intangible assets	(12)	6 942 637	6 942 637
Amortization of right of use assets	(28-1)	411 015	812 326
Provisions formed during the period	(25)	6 892 000	3 200 000
		1 404 111 295	864 391 794
Increase in inventories		(216 475 269)	(14 728 983)
(Increase) / decrease in debtors and other debit balances		(189 234 973)	13 932 621
Decrease / (increase) in trade receivables		70 105 993	(181 311 720)
Decreases in amounts due from related parties		--	156 657
(Decrease) / increase in creditors and other credit balances		(176 626 517)	3 887 212
Increase / (decrease) in trade and notes payables		124 301 177	(23 649 090)
Provisions used	(25)	--	(11 412 500)
Cash flows generated from operating activities		1 016 181 706	651 265 991
Finance costs paid		(4 309 686)	(22 518 665)
Current income tax paid		(1 019 639)	--
Net cash flows generated from operating activities		1 010 852 381	628 747 326
<u>Cash flows from investing activities</u>			
Payments for purchase of property, plant and equipment		(52 459 096)	(22 531 032)
Proceeds from disposal of property, plant and equipment		--	(1 140 000)
Payments for assets under construction		(111 246 668)	(29 051 653)
Interest income received		95 594 475	18 298 670
Net cash flows (used in) investing activities		(68 111 289)	(34 424 015)
<u>Cash flows from financing activities</u>			
Net change in borrowings		(2 957 941)	4 349 048
Net change in credit facilities		(133 428)	(515 045 009)
Repayment for lease liabilities		(539 498)	(617 249)
Dividends paid		(18 874 075)	(600 302 425)
Net cash flows (used in) financing activities		(22 504 942)	(1 111 615 635)
Net change in cash and cash equivalents during the period		920 236 150	(517 292 324)
Cash and cash equivalents at the beginning of the period		3 459 391 229	1 687 062 873
Cash and cash equivalents at the end of the period	(17)	4 379 627 379	1 169 770 549

- The accompanying notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

Sergio Alcantarilla Rodriguez
Chief Executive Officer



Arturo Gallart Mauri
Chief Financial Officer



1. The Company's general information

Arabian Cement Company S.A.E. (The Company or the Parent Company), a joint stock Company incorporated in Cairo, Egypt, is a public company whose shares are traded at the EGX Egyptian Exchange. The Company was established on March 5, 1997 under the provisions of the Investment Law No. 230 of 1989 and the Capital Market Law No. 95 of 1992 according to the decree of the Chairman of the General Authority for Investment and Free Zone (GAFI) No. 167 of 1997.

The Company was registered in the Commercial Register under No. 13105 in Cairo, on April 3, 2005, which was changed to No. 53445 on August 16, 2011, as the Company changed its registered office from 72 Gameat El Dowal Street, Mohandiseen, Giza - Egypt to be Villa 56 El Gihaz Street, Fifth Settlement, New Cairo, Egypt. The admin office changed to be on Gamal Abdel Nasser square (west Arabella), Fifth Settlement Arabella Plaza, Office Building (A), 5th floor.

The Company's objective is the manufacturing and sale of clinker, cement and the other related products and usage of mines and extraction of all mining materials required for the production of construction materials and road transportation for all the company's product. The Company may carry out other projects or amend its purpose according to the Investment Incentives and Guarantees Law.

The main shareholder of the Company is Aridos Jativa – Spanish Company, and it owns 60% of the Company's capital.

The Company's term is 25 years starting from the date of its registration at the Commercial Register.

The principal activities of the Company and its subsidiaries (the Group) are as follows:

Arabian Cement Company: a cement producer with a clinker capacity of 4.2 million tons per annum that can produce 5 million tons per annum of cement.

Andalus Concrete Company: a producer of concrete products and other constructions materials. The company owns 99.99% of the issued and paid-up capital of Andalus Concrete Company.

ACC Management and Trading Company: providing managerial restructuring services for companies, transportation of goods, projects management, general trading and preparation of feasibility studies. The Company owns 99% of the issued and paid-up capital of ACC Management and Trading Company.

Evolve for Investment and Project Management Principal Activities is Alternative Fuel - Construct and operate factories for recycling. The Company owns 99.99% of the issued and paid-up capital of Evolve for Investment and Project Management.

Egypt Green for environmental services, clean energy production and development: establishment and operate factory for recycle for the wastes of production and services activity. The Company owns 99.99% of the issued and paid-up capital of Egypt Green.

The condensed consolidated interim financial statements were approved by the Board of Directors and authorized for issue on May 25, 2026.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

The condensed consolidated interim financial statements have been prepared in accordance with Egyptian Accounting Standards (EASs) No. (30) Interim financial reporting. These condensed consolidated interim financial statements do not include all the information required in the preparation of the full set annual consolidated financial statements and must be read in conjunction with the annual consolidated financial statements as of December 31, 2025.

2.2 Basis of preparation

The condensed consolidated interim financial statements have been prepared on the historical cost basis except for financial instruments that are measured at fair value or amortized cost, as appropriate. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The principal accounting policies are set out below.

2.3 Basis of consolidation

The condensed consolidated interim financial statements of the Group incorporate the condensed interim financial statements of the Parent Company and entities controlled by the Parent Company (its subsidiaries). Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

The Company reassesses 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 listed above.

When the Company has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Company considers all relevant facts and circumstances in assessing whether or not the Company's voting rights in an investee are sufficient to give it power, including:

- The size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- Potential voting rights held by the Company, other vote holders or other parties;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Company gains control until the date when the Company ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of a group entity to bring its accounting policies into line with the Group's accounting policies.

All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

3. Sales (net)

An analysis of the Group's revenue for the period is as follows:

EGP	March 31, 2026	March 31, 2025
Local		
Sales	2 357 777 216	1 765 036 781
Services	103 399 608	62 583 495
Total Local Sales	2 461 176 824	1 827 620 276
Export		
Sales	514 459 750	601 437 121
Services	20 322 776	125 390 694
Total Export Sales	534 782 526	726 827 815
Total Sales	2 995 959 350	2 554 448 091

4. Cost of sales

An analysis of the Group's cost of sales for the period is as follows:

EGP	March 31, 2026	March 31, 2025
Raw materials	1 361 040 205	1 270 564 137
Amortization of Licenses - intangible assets (Note No. 12)	6 942 637	6 942 637
Amortization of right of use assets (Note No. 28-1)	411 015	812 326
Transportation costs	124 004 321	192 118 933
Overhead costs	217 415 291	189 731 768
Total	1 709 813 469	1 660 169 801

5. General and administration expenses

The analysis of the Group's general and administration expenses for the period is as follows:

EGP	March 31, 2026	March 31, 2025
Professional fees	6 677 568	3 789 104
Salaries and wages	44 520 736	34 760 547
Security and cleaning services	376 098	601 354
Rentals	1 120 834	651 173
Transportation costs	2 549 434	2 418 876
Advertising	1 482 194	1 237 335
Administrative depreciation (Note No. 10)	907 172	1 182 372
Other expenses	44 647 753	31 842 985
TOTAL	102 281 789	76 483 746

6. Finance costs

An analysis of the Group's finance costs for the period is as follows:

EGP	March 31, 2026	March 31, 2025
Loan interest expense	7 478 599	11 398 036
Lease liability interest (Note No. 28-2)	38 330	309 843
Credit facilities interest expense	3 651 914	12 387 451
TOTAL	11 168 843	24 095 330

7. Compensation of key management personnel *

An analysis of the Group's compensation of key management personnel for the period is as follows:

EGP	March 31, 2026	March 31, 2025
Board of directors' salaries and allowance	24 061 800	21 441 884
TOTAL	24 061 800	21 441 884

* Included in salaries and wages in general and administration expenses.

8. Income taxes

8.1 Income tax expense recognised in profit or loss

EGP	March 31, 2026	March 31, 2025
Current income tax		
Current tax expense for the current period	291 000 058	192 994 361
Current income tax related to prior years	29 028 134	--
Total current income tax for the period	320 028 192	192 994 361
Deferred tax		
Net deferred tax recognized in the current period	9 915 302	4 370 266
Total tax expenses for the year	329 943 494	197 364 627

8.2 Current income tax liability

EGP	March 31, 2026	December 31, 2025
Current income tax liability	1 421 267 662	1 102 259 109
Current income tax liability	1 421 267 662	1 102 259 109

8.3 Deferred tax liabilities

Deferred tax liabilities arise from the following:

31 March 2026	Opening balance	Recognized in profit or loss	Closing balance
EGP			
(LIABILITIES)/ ASSETS			
<i>Temporary differences</i>			
Depreciation of property, plant and equipment and intangible assets	(276 620 525)	9 353 980	(267 266 545)
Unrealized foreign currency exchange (gain)/losses	21 304 365	(19 269 282)	2 035 083
Net deferred tax liability	(255 316 160)	(9 915 302)	(265 231 462)

31 December 2025	Opening balance	Recognized in profit or loss	Closing balance
EGP			
(LIABILITIES)/ASSETS			
<i>Temporary differences</i>			
Depreciation of property, plant and equipment and intangible assets	(237 734 026)	(38 886 499)	(276 620 525)
Unrealized foreign currency exchange (gain)/losses	(3 412 968)	24 717 333	21 304 365
NET DEFERRED TAX LIABILITY	(241 146 994)	(14 169 166)	(255 316 160)

9. Earnings per share

Basic earnings per share is calculated by dividing the earnings from continuing operations attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. For diluted earnings per share, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares. As the company does not have any dilutive potential, the basic and diluted earnings per share are the same.

Arabian Cement Company S.A.E.
Condensed consolidated interim financial statements
Together with limited review report
For the three-months ended March 31, 2026

The earnings from continuing operations and weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share are as follows:

EGP	March 31, 2026	March 31, 2025
Earnings (for basic and diluted earnings per share)		
Net profit for the year attributable to owners of the parent	943 068 309	590 342 219
Employees share in distributable profits (Note 16)	(5 177 530)	(18 065 060)
Distributable profit	937 890 779	572 277 159
Number of shares (for basic and diluted earnings per share)		
Ordinary shares for the purposes of EPS – after excluding the treasury shares (Note No.19)	374 867 445	378 739 700
Earnings per share from continuing operations	2.50	1.51

Arabian Cement Company S.A.E
Notes to the Consolidated financial statements
For the three-months ended March 31, 2026

10. Property, plant and equipment (net)									
EGP	Freehold land	Buildings	Vehicles	Machinery and Equipment	Furniture and fixtures	Other installations	Computers and software	Total	
COST									
Balance at January 1, 2025	50 243 436	731 931 246	182 247 579	2 942 869 482	20 188 085	320 111 780	30 182 102	4 277 793 710	
Additions	--	11 374 372	7 998 802	553 848	17 000	1 109 118	1 477 892	22 531 032	
Disposals during the period	--	--	(166 375)	--	--	--	--	(166 375)	
Balance at March 31, 2025	50 243 436	743 305 618	190 080 006	2 943 443 330	20 205 085	321 220 898	31 659 994	4 300 158 367	
Balance at January 1, 2026	50 243 436	914 331 841	239 960 170	3 798 051 544	22 238 758	327 449 670	37 134 556	5 389 409 975	
Additions	--	2 451 511	11 151 207	34 328 854	126 400	3 594 098	807 326	52 459 096	
Balance at March 31, 2026	50 243 436	916 783 352	251 111 377	3 832 380 398	22 364 858	331 043 768	37 941 882	5 441 869 071	
ACCUMULATED DEPRECIATION									
Balance at January 1, 2025	--	388 891 342	55 563 186	1 920 700 864	13 639 763	202 851 441	26 516 549	2 608 163 145	
Depreciation expense	--	7 338 808	5 986 865	39 950 044	247 174	4 297 907	935 198	58 755 996	
Accumulated depreciation of disposals	--	--	(166 375)	--	--	--	--	(166 375)	
Balance at March 31, 2025	--	396 230 150	61 383 676	1 960 650 908	13 886 937	207 149 348	27 451 747	2 666 752 766	
Balance at January 1, 2026	--	419 042 175	84 118 521	2 099 046 971	14 731 612	220 398 339	29 748 834	2 867 086 452	
Depreciation expense	--	8 051 441	7 676 348	51 230 105	340 546	4 399 011	566 626	72 264 077	
Balance at March 31, 2026	--	427 093 616	91 794 869	2 150 277 076	15 072 158	224 797 350	30 315 460	2 939 350 529	
CARRYING AMOUNT									
At March 31, 2026	50 243 436	489 689 736	159 316 508	1 682 103 322	7 292 700	106 246 418	7 626 422	2 502 518 542	
At March 31, 2025	50 243 436	347 075 468	128 696 330	982 792 422	6 318 148	114 071 550	4 208 247	1 633 405 601	
At December 31, 2025	50 243 436	495 289 666	155 841 649	1 699 004 573	7 507 146	107 051 331	7 385 722	2 522 323 523	

The depreciation expense of furniture and computers is included in the general and administrative expenses, Note (5) amounted to of EGP 907 172. The depreciation expenses included in the cost of sales amounted to EGP 52 964 553 and the remaining depreciation expenses included as part finished goods ending balance as of March 31, 2026, Note (14) amounted to EGP 18 392 352.

11. Assets under construction

EGP	March 31, 2026	December 31, 2025
Balance as of January 1	391 543 753	706 855 633
Additions	111 246 668	466 577 558
Transferred to property, plant and equipment	--	(781 889 438)
Ending balance	502 790 421	391 543 753
<u>Assets under construction are analyzed as follows:</u>		
Machinery and equipment*	448 790 004	387 051 147
Technology equipment and installations	4 492 606	4 492 606
Building under construction	49 507 811	--
Total	502 790 421	391 543 753

* The machinery and equipment as of March 31, 2026, represents the following projects:

- Project of alternative fuel new system for production line 2 amounted to EGP 281 231 421.
- Project of New Steel Cement Silo for production line 1 amounted to EGP 161 733 587.
- Other projects amounted to EGP 5 824 996

** The machinery and equipment ending balance as of March 31, 2026, includes borrowing cost amounted to EGP 23 428 074 (Note No. 23)

12. Intangible assets (net)

EGP	Operating license	Electricity contract	Total
<u>Cost</u>			
Cost as of January 1, 2025	563 204 713	225 200 000	788 404 713
Cost as of March 31, 2025	563 204 713	225 200 000	788 404 713
<u>Accumulated amortization</u>			
Accumulated amortization as of January 1, 2025	(428 248 847)	(225 200 000)	(653 448 847)
Amortization for the period	(6 942 637)	--	(6 942 637)
Total accumulated amortization as of March 31, 2025	(435 191 484)	(225 200 000)	(660 391 484)
<u>Cost</u>			
Cost as of January 1, 2026	563 204 713	225 200 000	788 404 713
Cost as of March 31, 2026	563 204 713	225 200 000	788 404 713
<u>Accumulated amortization</u>			
Accumulated amortization as of January 1, 2026	(456 405 096)	(225 200 000)	(681 605 096)
Amortization for the period	(6 942 637)	--	(6 942 637)
Total accumulated amortization as of March 31, 2026	(463 347 733)	(225 200 000)	(688 547 733)
Net book value March 31, 2026	99 856 980	--	99 856 980
Net book value December 31, 2025	106 799 617	--	106 799 617

Operating license

As per the country's policies to obtain a license for the cement factory, the General Industrial Development Association approved the issuing of a license to the company on May 21, 2008 in the amount to EGP 281.4 million for the 1st production line with related liability on the company to pay 15% as an advance payment and the residual amount will be paid over 5 equal annual instalments after 1 year from starting production with a maximum of 18 months according to interest rate determined by the Central Bank of Egypt (CBE).

The above mentioned value will be also applied for the second line and a 25% will be paid as an advance payment and residual amount will be settled over a period of 3 years according to the interest rate determined by the Central Bank of Egypt (CBE).

13. Other assets (net)

EGP	March 31, 2026	December 31, 2025
Cost		
Opening balance	143 404	143 404
Ending balance	143 404	143 404
Accumulated amortization		
Opening balance	(143 404)	(143 404)
Ending balance	(143 404)	(143 404)
Net books at the year-end March 31, 2026	--	--
Net books at the year-end December 31, 2025	--	--

14. Inventories

EGP	March 31, 2026	December 31, 2025
Finished goods*	426 353 403	320 771 173
Raw materials	294 298 544	282 765 383
Fuel	243 964 243	200 388 235
Packing materials	108 427 195	51 934 042
Spare parts	190 199 317	190 443 899
Work in progress	6 356 392	6 860 748
Goods in transit	522 393	482 738
Total	1 270 121 487	1 053 646 218

* The total finished goods balance as of March 31, 2026 includes manufacturing depreciation expenses amounted to EGP 18 392 352.

15. Trade receivables (net)

EGP	March 31, 2026	December 31, 2025
Trade receivables	181 949 616	252 055 609
Less: Expected credit losses	(7 639 192)	(7 639 192)
TOTAL	174 310 424	244 416 417

16. Debtors and other debit balances (net)

EGP	March 31, 2026	December 31, 2025
Advance to suppliers	952 778 167	826 903 241
Withholding tax	106 816 203	87 116 707
Prepaid expenses	32 597 766	32 824 843
Value added tax	8 277 354	9 292 353
Real estate tax	1 572 127	1 572 127
Deposit with others	3 582 653	3 582 653
Employees' dividends paid in advance	5 177 530	18 874 075
Letters of guarantee – cash margin	60 701 712	13 808 814
Unbilled receivables	9 991 096	1 153 704
Cash Imprest funds	14 258 416	11 739 159
Other debit balances	457 101	107 476
Less: Impairment losses on other debit balances	(2 196 090)	(2 196 090)
TOTAL	1 194 014 035	1 004 779 062

17. Cash and bank balances

EGP	March 31, 2026	December 31, 2025
Cash in hand	12 095 082	11 325 383
Current account – local currency	2 824 687 601	1 839 630 454
Current account – foreign currency	1 534 111 545	1 599 702 241
Bank deposits	8 733 151	8 733 151
Total	4 379 627 379	3 459 391 229

And for the purpose of condensed consolidated interim statement of cash flows, the cash and bank balances as of March 31, 2026, and as of March 31, 2025, presented as follows:

EGP	March 31, 2026	March 31, 2025
Cash and bank balances	4 379 627 379	1 169 770 549
Total	4 379 627 379	1 169 770 549

18. Issued and paid-up capital

EGP	March 31, 2026	December 31, 2025
Par value per share	2	2
Number of ordinary shares authorized, issued and fully paid	378 739 700	378 739 700
Issued capital	757 479 400	757 479 400

19. Treasury shares

On July 21, 2025, the Board of Directors of the Company has approved to acquire treasury shares. In 2025, the Company has acquired 3 872 255 shares for an amount of EGP 143 327 985 which represents 1% of the total Company's shares of capital.

20. Legal reserve

In accordance with the Companies Law No.159 of 1981 and the Company's Articles of Incorporation, 10% of annual net profit is transferred to legal reserve. The entity shall cease such transfer when the legal reserve reaches 50% of the issued capital. The legal reserve is not eligible for distribution to shareholders. The applied percentage of legal reserve is as follow:

Description	%
Arabian Cement Company	10%
Andalus Concrete Company	10%
ACC for Management and Trading Company	5%

21. Retained earnings

EGP	March 31, 2026	December 31, 2025
Beginning balance	3 648 917 046	1 182 365 129
Transferred to legal reserve	-	(15 878 004)
Dividends distributed to shareholders (Note No. 27)	(2 001 792 160)	(1 102 110 289)
Dividends distributed to employees	(18 874 075)	(15 045 727)
Profit attributable to owners of the Parent Company	943 068 309	3 599 585 937
Ending balance	2 571 319 120	3 648 917 046

22. Non-controlling interests

EGP	March 31, 2026	December 31, 2025
Balance at beginning of period	158 005	53 721
Profit attributable to non-controlling interest	22 427	104 284
Balance at end of period	180 432	158 005

23. Borrowings

EGP	Current		Non-current	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
First: Credit facilities				
Credit facilities – CIB	99 783 509	99 916 937	--	--
Total Facilities	99 783 509	99 916 937	--	--
Second: Borrowings				
Bank loans – NBE	35 081 916	27 056 585	125 882 750	118 684 899
Bank loan – EBRD	199 817 208	118 436 556	799 268 832	769 837 639
Total bank Loans	234 899 124	145 493 141	925 151 582	888 522 538

24. Trade and notes payable

EGP	Current		Non-current	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Local trade payables	636 488 183	574 532 533	--	--
Foreign trade payables	207 989 237	145 643 710	--	--
Total	844 477 420	720 176 243	--	--

25. Provision for claims

EGP	
Balance at January 1, 2026	111 684 116
Formed during the year	6 892 000
Balance at March 31, 2026	118 576 116

Management annually reviews and adjusts these provisions based on the latest developments, discussions and agreements with the involved parties. The total legal provisions as of March 31, 2026 amounted to EGP 2 million.

26. Creditors and other credit balances

EGP	March 31, 2026	December 31, 2025
Current:		
Advances from customers	127 830 150	261 328 287
Accrued development fees	7 173 196	9 822 747
Accrued customers rebates	183 489 076	228 436 643
Accrued expenses	124 140 233	99 082 676
Retention	19 530 300	18 597 040
Accrued interest	6 820 827	5 755 165
Accrued taxes	58 348 781	75 494 262
Deferred Revenue – EBRD Grant*	4 749 380	5 536 420
Deferred Revenue – Other Grants	7 574 389	7 908 150
Other	5 346 571	1 463 098
Total creditors and other credit balances – current	545 002 903	713 424 488
Non-current:		
Deferred Revenue – EBRD Grant*	101 636 730	103 020 835
Total creditors and other credit balances – non current	101 636 730	103 020 835
Total creditors and other credit balances	646 639 633	816 445 323

*The classification of the grant is as follows:

EGP	Current		Non-current	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Deferred revenue – EBRD Grant*	4 749 380	5 536 420	101 636 730	103 020 835
Total	4 749 380	5 536 420	101 636 730	103 020 835

27. Dividends distribution

On March 25, 2026, the Ordinary General Assembly of the Company approved to distribute dividends for the employees amounted to EGP 18 874 075 for 2025 results and has approved to distribute dividends for the shareholders amounted to EGP 2 001 792 160 for the results of the year ended December 31, 2025. The Company has not paid the shareholders' dividends at the date of the condensed consolidated interim financial statements.

28. Lease contract

28.1 Right of Use (net)

EGP	Land and buildings	Total
Cost		
Cost as of January 1, 2026	3 288 119	3 288 119
Cost as of March 31, 2026	3 288 119	3 288 119
Less: - Accumulated amortization		
Accumulated amortization as of January 1, 2026	(2 466 089)	(2 466 089)
Amortization for the period	(411 015)	(411 015)
Total accumulated amortization as of March 31, 2026	(2 877 104)	(2 877 104)
Net book value at March 31, 2026	411 015	411 015
Net book value at December 31, 2025	822 030	822 030

28.2 Lease liabilities

Lease liabilities recognized in the condensed consolidated statement of financial position

EGP	Current		Non-current	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
Lease liabilities	674 874	1 176 042	--	--
TOTAL	674 874	1 176 042	--	--

* The lease interest cost during period amounted to EGP 38 330 (Note No.6)

Amount EGP	March 31, 2026	December 31, 2025
Beginning balance	1 176 042	5 268 353
Termination	--	(996 004)
Interest expenses	38 330	1 162 675
Repayment of lease liabilities	(539 498)	(4 258 982)
Ending Balances	674 874	1 176 042

29. Significant events during the period

- On March 25, 2026, Extraordinary General Assembly Meeting of the Company has approved to write off the treasury shares balance amounted to EGP 143 327 985, and the company is currently in the process of completing the legal requirements to be approved by the General Authority for Investment.
- The Monetary Policy Committee of the Central Bank of Egypt decided in its meeting on February 12, 2026, to decrease the overnight deposit and lending rates and the central bank's main operation rate by 100 basis points to reach 19%, 20% and 19.5%, respectively. The discount rate was also reduced by 100 basis points to 19.5%.
- In light of the current geopolitical tensions and instability in the Middle East, management is assessing potential impacts on the economy, trade and global navigation. As of the date of condensed consolidated interim financial statement, management has identified no material effects on the Company's investment management, operational activities, risk management capabilities, or liquidity position to support ongoing investment activities and meet financial obligations.

Sergio Alcantarilla Rodriguez
Chief Executive Officer



Arturo Gallart Mauri
Chief Financial Officer

