

NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED INTERIM FINANCIAL INFORMATION
(UNAUDITED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
AND THE INDEPENDENT AUDIOTR'S REVIEW REPORT

NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)

CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025

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INDEPENDENT AUDITOR'S REVIEW REPORT ON CONDENSED INTERIM FINANCIAL INFORMATION

To: The Shareholders

Nofoth Food Products Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Nofoth Food Products Company, a Saudi Joint Stock Company (the "Company")**, as at 31 March 2025 and the condensed interim statement of profit or loss and other comprehensive income, and condensed interim statement of changes in equity and condensed interim statement of cash flows for the three-months period ended 31 March 2025 and other explanatory notes. Management is responsible for the preparation and presentation of these condensed interim financial Information in accordance with International accounting standards 34 "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information 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", that is endorsed in the Kingdom of Saudi Arabia. A review of condensed interim financial information 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 condensed interim financial Information is not prepared in all material respects, in accordance with International Accounting Standard (34) "Interim Financial Reporting", as endorsed in the Kingdom of Saudi Arabia.

RSM Allied Accountants Professional Services



Mohammed Bin Farhan Bin Nader
License No. 435
Riyadh, Saudi Arabia
9 Dhul-Qi 'dah 1446H (corresponding to 7 May 2025)



NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	Note	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Assets			
Non-current assets			
Property and equipment, net	5	70,302,595	71,539,197
Right of use Asset, net	6	50,326,383	48,469,468
Intangible assets, net	7	3,520,739	3,605,367
Advance payments for purchase of intangible assets		180,194	180,194
Total non-current assets		124,329,911	123,794,226
Current assets			
Inventory, net	8	16,979,031	14,023,115
Trade receivable ,prepaid expenses and other Asset, net	9	25,696,729	19,808,817
Financial investments at fair value through profit or loss	11	75,772,565	-
Murabaha investment deposits	12	-	74,355,554
Cash and cash equivalent	13	16,863,813	3,775,047
Total current asset		135,312,138	111,962,533
Total assets		259,642,049	235,756,759
Equity and liabilities			
Equity			
Share capital	1	48,000,000	48,000,000
Employees' benefits remeasurement reserve		(810,390)	(810,390)
Treasury shares	14	(6,920,027)	(6,920,027)
Retained earnings		121,276,962	101,049,846
Total equity		161,546,545	141,319,429
Liabilities			
Non-current liabilities			
Lease liability-non- current portion	6	30,458,520	28,868,030
Employees' benefit obligations		6,295,909	5,779,996
Deferred revenue – non-current portion		609,792	681,041
Total non-current liabilities		37,364,221	35,329,067
Current liabilities			
Lease liability -current portion	6	16,679,467	15,688,956
Deferred revenue - current portion		285,000	285,000
Trade payable ,accrued expenses and other liabilities	15	41,721,392	41,682,459
Zakat provision		2,045,424	1,451,848
Total current liabilities		60,731,283	59,108,263
Total liabilities		98,095,504	94,437,330
Total equity and liabilities		259,642,049	235,756,759

The accompanying notes from (1) to (25) are an integral part of these condensed interim financial Information .

Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)

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

FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025

	Note	For the three months period ended 31 March	
		2025 SAR (Unaudited)	2024 SAR (Unaudited)
<u>Profit or loss</u>			
Sales	17	114,295,222	95,223,003
Cost of Sales		(41,023,159)	(35,946,826)
Gross profit		73,272,063	59,276,177
Selling and marketing expenses		(39,334,565)	(31,254,433)
General and administrative expenses		(13,549,842)	(11,193,860)
Provision for the expected credit losses	9	(133,530)	(98,281)
Profit from main operations		20,254,126	16,729,603
Unrealized gains from the revaluation of financial investments at fair value through profit or loss	11	772,565	-
Finance costs	6	(565,770)	(307,872)
Other income, net		359,771	1,167,201
Net profit before Zakat		20,820,692	17,588,932
Zakat		(593,576)	(699,087)
Net profit for the period		20,227,116	16,889,845
<u>Other comprehensive income</u>		-	-
Total comprehensive income for the period		20,227,116	16,889,845
Earnings per share			
Basic and diluted earnings per share	18	0.42	0.35

The accompanying notes from (1) to (25) are an integral part of these condensed interim financial Information .

Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025

	Share capital	Employees' benefits remeasurement reserve	Treasury shares	Retained earnings	Total
	SAR	SAR	SAR	SAR	SAR
Balance as at 1 January 2024 (Audited)	24,000,000	(630,429)	-	83,013,661	106,383,232
Total comprehensive income for the period	-	-	-	16,889,845	16,889,845
Transferred from retained earnings to share capital (Note 1)	24,000,000	-	-	(24,000,000)	-
Balance as at 31 March 2024 (Unaudited)	<u>48,000,000</u>	<u>(630,429)</u>	<u>-</u>	<u>75,903,506</u>	<u>123,273,077</u>
Balance as at 1 January 2025 (Audited)	48,000,000	(810,390)	(6,920,027)	101,049,846	141,319,429
Total comprehensive income for the period	-	-	-	20,227,116	20,227,116
Balance as at 31 March 2025 (Unaudited)	<u>48,000,000</u>	<u>(810,390)</u>	<u>(6,920,027)</u>	<u>121,276,962</u>	<u>161,546,545</u>

The accompanying notes from (1) to (25) are an integral part of these condensed interim financial information .

Chief Financial Officer

Chief Executive Officer

Chairman of Board of Directors

NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025

	For the three months period ended 31 March	
	2025 SAR (unaudited)	2024 SAR (Unaudited)
Cash flows from operating activities		
Net profit for the period before zakat	20,820,692	17,588,932
Adjustments to reconcile net profit for the period before zakat:		
Depreciation of property and equipment	3,317,950	2,677,186
Depreciation of right-of-use assets	4,516,243	3,647,112
Amortization of intangible assets	84,628	7,019
(Gains) / losses on disposal of property and equipment	(54,359)	485
Gains from lease contracts disposal	-	(35,597)
Revaluation gains on financial investments at fair value through profit or loss	(772,565)	-
Provision for the expected credit losses	133,530	98,281
Provision for employee benefits obligations	638,462	447,234
Finance costs	565,770	307,872
	29,250,351	24,738,524
Changes in operating assets and liabilities		
Inventory	(2,955,916)	(2,383,745)
Trade receivable, prepaid expenses and other ,Receivables	(6,021,442)	(2,564,408)
Trade payable ,accrued expenses , and other Payables	38,933	8,584,653
Deferred revenue	(71,249)	(120,000)
Cash generated from operations	20,240,677	28,255,024
Employees benefit obligations paid	(122,549)	(125,568)
Net cash generated from operating activities	20,118,128	28,129,456
Cash flows from investing activities		
Purchase of property and equipment	(2,081,989)	(2,003,917)
Proceeds from disposal of property and equipment	55,000	2,823
Purchase of financial investments at fair value through profit or loss	(75,000,000)	-
Proceeds from murabaha investment deposits	74,355,554	30,000,000
Net cash available (used in) / generated form investing activities	(2,671,435)	27,998,906
Cash flows from financing activities		
Lease liability paid	(4,357,927)	(3,637,688)
Net cash used in financing activities	(4,357,927)	(3,637,688)
Net change in cash and cash equivalents	13,088,766	52,490,674
Cash and cash equivalents at the beginning of the period	3,775,047	10,350,422
Cash and cash equivalents at the end of the period	16,863,813	62,841,096

Non-cash transactions (Note 21)

The accompanying notes from (1) to (25) are an integral part of these condensed interim financial Information .

Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



NOFOTH FOOD PRODUCTS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

1 - ORGANIZATION AND ACTIVITIES

Nofoth Food Products Company is a Saudi Joint Stock Company (“the Company”) registered in the Kingdom of Saudi Arabia under Commercial Registration No. 1010441682 and the national number 7011006397, issued in Riyadh on 1 Jumada Al-Awwal 1437H (corresponding to 10 February 2016).

The Company's activities include retail sales of bakery products and sugary sweets, retail sales of nuts, coffee, spices, and perfumes, operating service restaurants, providing food service contracting, managing main offices, manufacturing sugary sweets such as confectionery, caramel, toffee, and nougat, operating dry food stores, offering light transportation services, wholesale of used oils and export, automated bread production, pie manufacturing, biscuit production, and the production of various types of popular and oriental sweets. The Company also handles the road transport of goods, including refrigerated, frozen goods and main offices activities.

The registered head office address of the Company is: Kingdom of Saudi Arabia – Riyadh – 6383 Abi Bakr As-Siddiq Road, Al-Nuzha District, 2747.

On 25 Jumada Al-Thani 1445H (corresponding to 7 January 2024), the Extraordinary General Assembly approved the Board of Directors' recommendation, made on 19 Safar 1445H (corresponding to 4 September 2023), to increase the company's capital by SAR 24,000,000 through the transfer from retained earnings. This increase brings the company's capital to SAR 48,000,000, divided into 48,000,000 equal shares, each with a nominal value of SAR 1. On November 24, 2024, a purchase agreement was executed between Maqsood Restaurants Establishment and Nofoth Food Products Company for the acquisition of the “Maqsood Restaurants” brand, its branches, and assets. The total consideration for the acquisition amounted to SAR 3,700,000. The fair value of the acquired assets and the agreed consideration as of that date were as follows:

	1 December 2024
	SAR
Assets	
Non-current assets	
Trademark (Note 7, A)	3,229,457
Goodwill (Note 7, B)	374,683
Property and equipment, net (Note 5)	47,636
Total non-current asset	3,651,776
Current assets	
Inventory	48,224
Total current assets	48,224
Total assets	3,700,000
Liabilities	
Current liabilities	
Trade payables	3,700,000
Total Current liabilities	3,700,000

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

2 - BASIS OF PREPARATION

2-1 Statement of Compliance

The condensed interim financial statements have been prepared in accordance with International Accounting Standard (34) “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by Saudi Organization for Chartered and Professional Accountants – SOCPA. These condensed interim financial statements do not include all information and disclosures required to issue the complete set of financial statements. Also, the results for the period ended 31 March 2025 are not necessarily indicative of the results that can be expected for the year ended 31 December 2025. It should also be read in conjunction with the company’s latest financial statements for the year ended 31 December 2024. However, selected explanatory notes have also been included to explain important events and transactions to understand the changes in the financial position and financial performance of the company since 31 December 2024.

2-2 Basis of preparation

The condensed interim financial statements have been prepared on a historical cost basis, except when IFRS requires the use of another measurement basis, and in accordance with the accrual principle and the going concern.

2-3 Functional and Presentation Currency

These condensed interim financial statements are presented in Saudi Riyal, it is the Company's functional and presentation currency. All financial information presented in Saudi Riyals has been rounded to the nearest Saudi Riyal, unless otherwise stated.

3-NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS:

New standards and a set of amendments to the standards have been issued, effective as of 1 January 2025 and are explained in the company’s annual financial statements but they do not have a material impact on the , company’s condensed interim financial Information.

4- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Use of judgments and estimates

The preparation of these condensed interim financial information requires management to use judgments and estimates that affect the application of accounting policies and the Reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant estimates made by management when applying the Company's accounting policies and significant sources of uncertainties in estimates were similar to those shown in the last annual financial statements.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

5- PROPERTY AND EQUIPMENT, NET

	Lands SAR	Improvement to leasehold building* SAR	Tools and electrical equipment SAR	Vehicles SAR	Furniture and fixture SAR	Projects under construction ** SAR	Total SAR
<u>Cost</u>							
Balance as at 1 January, 2025 (Audited)	31,250,067	35,336,606	26,882,677	7,223,186	4,137,265	1,654,396	106,484,197
Additions during the period	-	-	433,201	-	32,100	1,616,688	2,081,989
Transferred from projects under construction	-	244,258	251,017	-	14,300	(509,575)	-
Disposals during the period	-	-	-	(360,925)	-	-	(360,925)
Balance as at 31 March, 2025 (unaudited)	31,250,067	35,580,864	27,566,895	6,862,261	4,183,665	2,761,509	108,205,261
<u>Accumulated depreciation</u>							
Balance as at 1 January, 2025 (Audited)	-	16,649,078	12,359,457	3,631,447	2,305,018	-	34,945,000
Charged for the period	-	1,591,035	1,262,006	292,978	171,931	-	3,317,950
Disposals during the period	-	-	-	(360,284)	-	-	(360,284)
Balance as at 31 March 2025 (unaudited)	-	18,240,113	13,621,463	3,564,141	2,476,949	-	37,902,666
<u>Net book value</u>							
As at 31 March 2025 (Unaudited)	31,250,067	17,340,751	13,945,432	3,298,120	1,706,716	2,761,509	70,302,595

- Property and equipment's include assets that are fully depreciated and are still booked in the accounting records, the cost of these assets as at 31 March 2025 amounting to 9,221,651 Saudi riyals (December 31, 2024 amount of 8,525,226 Saudi riyals).

* Leasehold improvements represent enhancements made to leased buildings and branches under lease agreements with terms of up to five years, renewable upon mutual agreement of the contracting parties (Note 6).

** Projects under construction represent ongoing works related to the fit-out and installation of decorations and equipment for the central factory and the main residence, both of which are still under development. Completion of the residence is expected during the year 2025.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

5-PROPERTY AND EQUIPMENT, NET (CONTINUED)

	Lands SAR	Improvement to leasehold building SAR	Tools, and electrical equipment SAR	Vehicles SAR	Furniture and fixture SAR	Projects under construction SAR	Total SAR
<u>Cost</u>							
Balance as at 1 January 2024	7,465,499	26,807,524	19,120,568	5,549,895	3,499,626	1,733,092	64,176,204
Additions during the year	23,784,568	3,458,791	3,998,201	1,673,291	454,839	8,901,795	42,271,485
Additions resulting from the acquisition process (Note 1)	-	-	41,136	-	6,500	-	47,636
Transferred from projects under construction	-	5,070,291	3,733,900	-	176,300	(8,980,491)	-
Disposals during the year	-	-	(11,128)	-	-	-	(11,128)
Balance as at 31 December 2024	<u>31,250,067</u>	<u>35,336,606</u>	<u>26,882,677</u>	<u>7,223,186</u>	<u>4,137,265</u>	<u>1,654,396</u>	<u>106,484,197</u>
<u>Accumulated depreciation</u>							
Balance as at 1 January 2024	-	11,115,583	8,003,979	2,588,666	1,630,630	-	23,338,858
Charged for the year	-	5,533,495	4,362,062	1,042,781	674,388	-	11,612,726
Disposals during the year	-	-	(6,584)	-	-	-	(6,584)
Balance as at 31 December 2024	<u>-</u>	<u>16,649,078</u>	<u>12,359,457</u>	<u>3,631,447</u>	<u>2,305,018</u>	<u>-</u>	<u>34,945,000</u>
<u>Net book value</u>							
As at 31 December 2024	<u>31,250,067</u>	<u>18,687,528</u>	<u>14,523,220</u>	<u>3,591,739</u>	<u>1,832,247</u>	<u>1,654,396</u>	<u>71,539,197</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

6- LEASES

Right of use assets are represented by lease contracts for buildings and branches, which are depreciated on a straight-line basis over the term of the lease contract, ranging up to 5 years.

The following table shows the movement during the period/year on both the right to use assets and lease liabilities:

A- Movement on the right of use assets (buildings and branches)

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
<u>Cost</u>		
Balance as at the beginning of the period/ year	84,421,048	49,594,847
Additions during period/year	4,520,903	26,526,056
Re-measurement during the period/year*	1,852,255	8,300,145
Balance as at the end of the period/year	90,794,206	84,421,048
<u>Accumulated depreciation</u>		
Balance as at the beginning of the period/year	35,951,580	20,254,442
Charged for the period/year	4,516,243	15,697,138
Balance as at the end of the period/year	40,467,823	35,951,580
<u>Net book value</u>	50,326,383	48,469,468

B- Movement on lease liabilities

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
Balance as at the beginning of the period/year	44,556,986	26,921,252
Additions during the period/year	4,520,903	26,526,056
Re-measurement during the period/year	1,852,255	8,300,145
Amortization of interest during the period/year	565,770	1,799,845
Transferred from lease liabilities to accrued expenses (Note 15)	-	(588,897)
Paid during the period/year	(4,357,927)	(18,401,415)
Balance as at the end of the period/year	47,137,987	44,556,986
The balance is classified in the condensed interim statement of financial statement as follows:		
Non-current portion	30,458,520	28,868,030
Current portion	16,679,467	15,688,956

*The lease liabilities have been remeasured, and the corresponding adjustment to the right-of-use assets was made due to changes in the duration and payments of the leases for the period ending on March 31, 2025.

7- INTANGIBLE ASSETS, NET

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
Trademark, net (A)	3,121,809	3,202,545
Goodwill (B) (Note 1)	374,683	374,683
Program, net (C)	24,247	28,139
	3,520,739	3,605,367

A-Trademark, net

On November 24, 2024, a purchase agreement was executed between Maqsood Restaurants Establishment and Nofoth Food Products Company for the acquisition of the "Maqsood Restaurants" brand, its branches, and assets. The value of the brand was SAR 3,229,457, and it will be amortized over a period of 10 years.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

7- INTANGIBLE ASSETS, NET (CONTINUED)

A-Trademark, net (continued)

The movement in the trademark is as follows:

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
<u>Cost</u>		
The balance as of the beginning of the period/year	3,229,457	-
Additions during the period / year (Note 1)	-	3,229,457
Balance as at the end of the year	3,229,457	3,229,457
<u>Accumulated amortization</u>		
The balance as of the beginning of the period/ year	26,912	-
Charge for the period/ year	80,736	26,912
Balance at the end of the year	107,648	26,912
Net book value		
Balance at the end of the year	3,121,809	3,202,545

B-Goodwill

Goodwill arises from the difference between the consideration paid and the net assets acquired, including the trademark. The table below presents the allocation of the consideration paid:

	1 December 2024
	SAR
Acquisition consideration (Note 1)	3,700,000
Net assets acquired (Note 1)	(95,860)
Trademark (A)	(3,229,457)
Goodwill	374,683

The company appointed Malaa Company for Economic Entities Valuation to conduct valuation of Maqsood Restaurant branches on 17 November 2024. Based on the valuation conducted by the same evaluator, the company completed the purchase price allocation process for financial statement purposes. The valuation includes trademarks and goodwill.

Valuer's name	Valuation method	License number	Valuer's qualifications
Yazeed Husam Al Hayaaf	Income and Market approach	2210000071	Licensed by the Saudi Authority for Accredited Valuers (Taqeem)

- The valuation methods used are classified as Level 3,2- For fair value.

-The following are the fair value measurement data according to IFRS 13, as outlined below:

Sales growth rate:

The Sales for Maqsood Restaurants are expected to grow at a compound annual growth rate of 4 % during the 10-year forecast period (2024-2034), based on historical performance and management's expectations for market development.

Discount rate:

The discount rate, which is the Weighted Average Cost of Capital (WACC), is determined based on assumptions related to the risk-free rate, equity market risk premium, adjusted beta, and specified risk premiums, including idiosyncratic risk, country risk, and industry risk. The cost of equity, calculated using the Capital Asset Pricing Model (CAPM), is 19.6% and is recalculated to a pre-tax rate ('pre-tax discount rate').

As of March 31, 2025, the management has not identified any indicators of impairment for goodwill. Therefore, no impairment losses have been recognized during the period.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

7- INTANGIBLE ASSETS, NET (CONTINUED)

C-Programs, net

The intangible assets item consists of computer software, which is amortized over 5 years. The movement of the software is as follows:

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
<u>Cost</u>		
Balance as at the beginning of the year	356,960	356,960
Balance as at the end of the year	356,960	356,960
<u>Accumulated amortization</u>		
Balance as at the beginning of the year	328,821	304,081
Charge for the year	3,892	24,740
Balance as at the end of the year	332,713	328,821
<u>Net book value</u>		
<u>Balance as at the end of the year</u>	24,247	28,139

8- INVENTORY, NET

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Food	7,162,457	5,420,133
Packing and wrapping material	5,151,243	4,219,581
Finished goods	3,144,704	3,310,222
Consumable items	1,491,666	1,153,289
Cleaning materials	429,440	345,105
Office supplies	57,041	32,305
	17,436,551	14,480,635
Less:		
Provision for slow-moving inventory	(457,520)	(457,520)
	16,979,031	14,023,115

The movement for the slow-moving inventory provision is as follows:

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Balance as at the beginning of the period / year	457,520	1,070,255
Reversal during the period/ year	-	(460,115)
Written off during the year	-	(152,620)
Balance as at the end of the period/year	457,520	457,520

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

9- TRADE RECEIVABLE, PREPAID EXPENSES, AND OTHER ASSETS, NET

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
Trade receivables	13,266,009	10,128,342
Trade receivable – related parties (Note 10)	344,251	57,966
(Less): Provision for expected credit losses	(248,782)	(115,252)
	13,361,478	10,071,056
Advance to suppliers	7,304,617	2,779,562
Prepaid expenses	3,408,891	4,073,952
Advances to employees	1,337,736	886,572
Accrued income from Murabaha investment	-	1,713,668
Other	284,007	284,007
	25,696,729	19,808,817

The movement in the provision for expected credit losses is as follows:

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
Balance at the beginning of the year	115,252	38,533
Charged during the year	133,530	76,719
Balance at the end of the year	248,782	115,252

The following table shows the aging of receivables with the Company as at:

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
From 1 day to 30 days	10,631,949	9,395,093
From 31 days to 60 days	1,682,407	529,300
From 61 days to 90 days	1,080,053	121,939
More than 90 days	215,851	139,976
	13,610,260	10,186,308

The following is an analysis of the aging of trade receivables and the related allowance for expected credit losses as at 31 December:

	31 March 2025			31 December 2024		
	SAR			SAR		
	(Unaudited)			(Audited)		
	Total book	Expected	Provision for	Total book	Expected	Provision for
	value	credit	expected	value	credit	expected credit
	SAR	loss rate	credit losses	SAR	loss rate	losses
	SAR		SAR	SAR		SAR
From 1 day to 30 days	16,045	0.1%	10,631,949	11,627	0.12%	9,395,093
From 31 days to 60 days	56,679	3.4%	1,682,407	13,988	3%	529,300
From 61 days to 90 days	70,777	6.6%	1,080,053	48,210	40%	121,939
More than 90 days	105,281	48.8%	215,851	41,427	30%	139,976
Total	248,782	1.83%	13,610,260	115,252	1.1%	10,186,308

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

10- RELATED PARTIES

The Company, in the ordinary course of its business, engages in transactions with related parties. These transactions include the provision of other operational services.

A-The volume of transactions with related parties during the period ended 31 March is as follows:

Related party	Nature of relationship	Nature of transaction	2025 SAR (Unaudited)	2024 SAR (Unaudited)
Musakhan Waraq Enab for providing Meals	Affiliate*	Sales	248,943	273,224
First Travel Tourism Company	Affiliate*	Purchases	58,016	-
Abdullah Al-ameqan Real Estate Company	Affiliate*	Rental	631,854	631,854

* An affiliate is a related party whose shareholders own a share in the capital of the company, or it is those related parties in whose management the company has representation.

B-The following is the balance due from related parties:

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Musakhan Waraq Enab for providing Meals (Notes 9)	344,251	57,966
	344,251	57,966

C- The following is the balance due to related parties:

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Abdullah Al-Omaiqan Real Estate Company	714,269	-
First Travel Tourism Company	10,793	-
Total outstanding balance due to related parties (Note 15)	725,062	-

D-TRANSACTIONS WITH SENIOR EXECUTIVES

The related parties also represent the non-executive members of the Board of Directors and the senior management personnel of the company. The senior management personnel are the persons who exercise the authority and responsibility in planning, managing and controlling the activities of the company, directly or indirectly, including the managers. Those transactions for the period ended March 31 as follows:

	2025 SAR (Unaudited)	2024 SAR (Unaudited)
Salaries, allowances and bonuses for executive management	3,251,425	3,280,983
Allowances and bonuses for the Board of Directors	240,000	240,000
Allowances and bonuses for Committees	109,500	71,000
	3,600,925	3,591,983

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

11-FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial investments at fair value through profit or loss represent investments in units of the Artal Murabaha Fund. The movement in these investments is as follows:

	Number of units	Cost SAR	Additions SAR	Unrealized gains SAR	Market value SAR
Artal Murabaha Fund	6,726,231.5	75,000,000	75,000,000	772,565	75,772,565
	6,726,231.5	75,000,000	75,000,000	772,565	75,772,565

12- MURABAHA INVESTMENT DEPOSIT

On August 13, 2024, the Company invested in an Islamic Murabaha deposit with a local bank in the amount of SAR 33,000,000 for a period of 153 days, which matured on January 13, 2025. The return was based on prevailing market rates, and the income generated from this deposit for the period ended March 31, 2025, amounted to SAR 70,904 .

On August 14, 2024, the Company invested in an Islamic Murabaha deposit with a local bank in the amount of SAR 41,355,554 for a period of 153 days, which matured on January 14, 2025. The return was based on prevailing market rates, and the income generated from this deposit for the period ended March 31, 2025, amounted to SAR 95,692.

The total return on deposits for the period ended March 31, 2025, amounted to SAR 166,596.

- The following is the movement on Murabaha investment deposits:

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
The balance at the beginning of the period/ year	74,355,554	55,000,000
Deposits during the period/ year	-	187,284,828
Received during the period/ year	(74,355,554)	(167,929,274)
	-	74,355,554

13- CASH AND CASH EQUIVALENT

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Cash at banks	15,546,508	3,471,365
Cash on hand	1,317,305	303,682
	16,863,813	3,775,047

14- TREASURY SHARES

On 25 Jumada Al-Thani 1445H (corresponding to January 7, 2024), the Extraordinary General Assembly approved the recommendation of the Board of Directors made on 14 Rabi' Al-Thani 1445H (corresponding to October 29, 2023) to repurchase up to 2,400,000 of the Company's shares with the intention of holding them as treasury shares and allocating them under the employee stock program.

Accordingly, based on the General Assembly's approval, the Company's management purchased 366,564 shares for a total amount of SAR 6,920,027. These shares will be retained for a period not exceeding five years from the date of the Extraordinary General Assembly's approval, as the maximum duration until they are allocated to eligible employees. As of the date of this report, the Company has not announced the program.

Holders of treasury shares are not entitled to receive dividends distributed to shareholders and do not have voting rights in the Company's general assembly meetings. The balance of treasury shares as of March 31, 2025, was SAR 6,920,027.

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NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
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15- TRADE PAYABLES, ACCRUED EXPENSES, AND OTHER LIABILITIES

	31 March 2025	31 December 2024
	SAR	SAR
	(Unaudited)	(Audited)
Trade payable	22,754,192	23,186,972
Trade payable -related parties (Note 10)	725,062	-
Due to executive and non-executive directors	7,487,176	9,893,086
Allowances for vacations and tickets	5,127,625	4,488,101
Value added tax	2,553,451	1,600,287
Accrued salaries, wages, and employees' benefits	1,716,464	1,004,251
Accrued expenses	1,064,986	1,196,755
Others	292,436	313,007
	41,721,392	41,682,459

16- ZAKAT PROVISION

The Company has submitted its Zakat declarations for prior years Until the year ended 31 December 2024, and has obtained the Zakat certificate for the year 2024. The Zakat, Tax and Customs Authority (ZATCA) issued a final Zakat assessment for the year ended 31 December 2023 amounting to SAR 50,680, which was Paid during 2025.

17- SALES

Revenue recognition timing

At a point of time

	For the three months period ended 31	
	March	
	2025	2024
	SAR	SAR
	(Unaudited)	(Unaudited)
Revenue from sales of food products	113,722,194	94,460,435

Over a period of time

	For the three months period ended 31	
	March	
	2025	2024
	SAR	SAR
	(Unaudited)	(Unaudited)
Sales from granting franchise rights	573,028	762,568

18- EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing the net profit for the period by the weighted average number of outstanding shares during the period

The following table shows the movement in earnings per share :

	For the three months period ended 31	
	March	
	2025	2024
	SAR	SAR
	(Unaudited)	(Unaudited)
Net profit for the period	20,227,116	16,889,845
Weighted average of outstanding shares during the period	47,633,436	47,633,436
Earning per share for the period	0.42	0.35

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

19- RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in raising funds to meet commitments associated with financial instruments that the Company commits to in the interest of others.

To reduce the liquidity risk and associated losses that may affect the business of the Company. The Company maintains, wherever possible, sufficient highly liquid current assets in all business conditions. The Company also has a highly dynamic cash flow policy and a system by which it can estimate the maturity dates of its liabilities and develop appropriate plans to provide the required funding to meet these liabilities in a timely manner.

A- The following is the maturity of liabilities as of :

	Book value SAR	3 months or less SAR	More than 3 months to 1 year SAR	More than 1 year up to 10 years SAR	No specific maturity dates SAR	Total contractual cash flows SAR
31 March 2025 (Unaudited)						
Lease liability	47,137,987	6,044,735	12,584,888	32,812,531	-	51,442,154
Employees' benefit obligations	6,295,909	-	-	-	6,295,909	6,295,909
Accounts payable, accrued expenses and other liabilities	41,721,392	36,593,767	5,127,625	-	-	41,721,392
Zakat provision	2,045,424	1,451,848	593,576	-	-	2,045,424
	97,200,712	44,090,350	18,306,089	32,812,531	6,295,909	101,504,879

	Book value SAR	3 months or less SAR	More than 3 months to 1 year SAR	More than 1 year up to 10 years SAR	No specific maturity dates SAR	Total contractual cash flows SAR
31 December 2024 (Audited)						
Lease liability	44,556,986	5,339,722	13,187,252	30,957,019	-	49,483,993
Employees' benefit obligations	5,779,996	-	-	-	5,779,996	5,779,996
Accounts payable, accrued expenses and other liabilities	41,682,459	37,194,358	4,488,101	-	-	41,682,459
Zakat provision	1,451,848	1,451,848	-	-	-	1,451,848
	93,471,289	43,985,928	17,675,353	30,957,019	5,779,996	98,398,296

Credit risk

Credit risk arises from the possibility that one party to a financial instrument will fail to meet its contractual obligations, resulting in a financial loss to the Company. The Company, as much as possible, maintains its cash with banks that have good credit ratings. However, the Company may still be exposed to credit risk on cash balances held with banks, investment Murabaha deposits, amounts due from related parties, and trade receivable, as follows:

	31 March 2025 SAR (Unaudited)	31 December 2024 SAR (Audited)
Cash in banks	15,546,508	3,471,365
trade receivables	13,610,260	10,186,308
Murabaha investment deposits	-	74,355,554
	29,156,768	88,013,227

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)

19- RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

Currency risks

Currency risks arise from possible changes and fluctuations in currency rates that affect future profits or the fair values of financial instruments. The company monitors currency rate fluctuations and believes that the effect of currency risks is not significant.

Fair value

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. Fair value definition includes the assumption that the Company will continue its operations where there is no intention or condition to physically limit the volume of its operations or conduct a transaction with negative terms.

Fair values are categorized into different levels in the fair value hierarchy based on the inputs used in the valuation methods as follows:

Level 1: Quoted market prices in active markets for the same financial instrument and investment property.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques that rely on inputs affecting fair value that cannot be observed, either directly or indirectly, in the market.

31 March 2025	Level 1 SAR	Level 2 SAR	Level 3 SAR	Total SAR
Financial investments at fair value through profit or loss	75,772,565	-	-	75,772,565

Market price risk

Market risk refers to the risks that arise from changes in the fair value of future cash flows of financial instruments due to fluctuations in market prices. Market prices include three types of risks: interest rate risk, currency risk, and other price risks such as equity price risk and commodity price risk. Financial liabilities that are affected by market price risks include accounts payable.

Interest rate risk

Interest rate risk refers to the risks that arise from changes in the fair value of future cash flows of financial instruments due to changes in the market interest rate. The assets and liabilities of the Company, as of the date of the condensed statement of financial position, excluding certain long-term loans, are not exposed to interest rate risk. The long-term loans carry interest, in addition to a credit margin, based on prevailing market interest rates.

20- SEGMENT INFORMATIONS

Segment information relates to the company's activities and operations, which management has used as a basis for preparing its financial information, in accordance with internal reporting methods. Transactions between segments are conducted under the same terms as those with third parties.

The segments' assets, liabilities, and operating activities include items that are directly attributable to a specific segment, as well as items that can be reasonably allocated to different segments. Items that cannot be allocated among segments are classified as shared assets and liabilities.

The company operates in a single segment, which is the manufacturing and sale of bakery products and related food services.

	For the three months period ended 31 March	
	2025 SAR (Unaudited)	2024 SAR (Unaudited)
Sales from the sale of food products	113,722,194	94,460,435
Sales from granting franchise rights	573,028	762,568
	114,295,222	95,223,003

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NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (CONTINUED)
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20- SEGMENT INFORMATIONS (CONTINUED)

The company's Sales from the sale of food products are recognized at a specific point in time, while the Sales from granting franchise rights are recognized over a period of time. The company's Sales are recognized within the Kingdom of Saudi Arabia and outside.

Revenue from external parties or related parties:

	For the three months period ended 31 March	
	2025	2024
	SAR	SAR
	(Unaudited)	(Unaudited)
Third parties	114,046,279	94,949,779
Related parties (Note 10)	248,943	273,224
	114,295,222	95,223,003

Sales Classification from Customer Contracts

	For the three months period ended 31 March	
	2025	2024
	SAR	SAR
	(Unaudited)	(Unaudited)
Kingdom of Saudi Arabia	114,228,448	95,223,003
Qatar	66,774	-
	114,295,222	95,223,003

21- NON-CASH TRANSACTIONS

	2025	2024
	SAR	SAR
In addition to the right-of-use assets and corresponding lease liabilities.	4,520,903	8,490,601
Remeasurement of right-of-use assets against lease liabilities	1,852,255	-
Transferred from projects under construction to property and equipment	509,575	1,769,549

22- GENERAL

The Figures in the condensed interim financial Information have been rounded to the nearest Saudi riyal .

23- SIGNIFICANT EVENTS

On 4 Ramadan 1446H (corresponding to March 4, 2025), the Board of Directors decided to recommend to the Extraordinary General Assembly to increase the Company's capital by issuing bonus shares to the shareholders. This will be done through the capitalization of SAR 48,000,000 from retained earnings, granting one share for every share owned.

On 4 Ramadan 1446H (corresponding to March 4, 2025), the Board of Directors decided to recommend to the General Assembly the distribution of cash dividends for the year 2024, amounting to 0.25 SAR per share, which represents 25% of the nominal value of the share, totaling SAR 11,908,359.

24- SUBSEQUENT EVENTS

In the management's opinion, there have been no significant subsequent events after March 31, 2025, up to the date of approval of the condensed financial information that could have a material impact on the condensed financial statements as of March 31, 2025.

25- APPROVAL OF THE CONDENSED INTERIM FINANCIAL INFORMATION

The condensed interim financial information have been approved for issue by the Board of Directors of the Company on 9 Dhul-Qi 'dah 1446H (corresponding to 7 May 2025).