

Notes

1 Nature of operations

The principal activities of the Company are as follows:

Name of Company	Principal activities
National Biscuit Industries Ltd. SAOG	Manufacture, marketing and sale of biscuits, wafers, extruded and pellet snacks. Purchase and sale of potato chips

Period covered under these interim financials is six months ending 30th September 2025 and comparative figures have been taken for the corresponding period of previous financial year.

2 General information and basis of preparation

National Biscuit Industries Ltd. SAOG is a joint stock company registered under the Commercial Companies Law, 2019 (as amended) of the Sultanate of Oman. The Company's registered address and principal place of business is P. O. Box 29, Postal Code 124, Rusayl, Sultanate of Oman.

55.24% of shares of National Biscuit Industries Ltd. SAOG are owned by Amfis Holding Limited, BVI, United Kingdom (the "Parent Company") and hence is a subsidiary of that Company.

The interim financial information is presented in Omani Rials (RO), which is the functional currency of the Company.

It has been prepared in accordance with IAS 34 '*Interim Financial Reporting*' and the applicable requirements of the Commercial Companies Law of 2019, as amended.

The interim financial information does not include all the information required in annual financial statements in accordance with International Financial Reporting Standards (IFRS) except as mentioned in below paragraphs.

New and amended standards applicable to the Company

The Company has not analysed impact of following standards for the interim financial reporting of six months financials as on 30th September 2025 since it is believed that the impact of these standards will not make any material difference to the financial statements of the company:

- Amendments to IAS 1 – Presentation of Financials Statements
- Amendments to IAS 7 – Statement of Cash Flows and IFRS 7 – Financial Instruments Disclosures
- Amendments to IFRS 16 – Leases

These amendments do not have a significant impact on these Example Financial Statements and therefore the disclosures have not been made. Detailed disclosure and accounting impact for these and any other applicable International Financial Reporting Standards shall be provided in Audited Financials at end of the financial year as on 31st March 2026.

New standards and interpretations not adopted early

Certain new accounting standards and interpretations have been published that are not adopted early for this six months' period ending on 30th September 2025. The name and title of the new standards is set out below:

Title of the standard:

1. Amendments to IAS 21 – The effects of changes in foreign exchange rates.
2. Amendments to IFRS 9 – Financial Instruments and IFRS 7 – Financial Instruments: Disclosures
3. Annual Amendments to IFRS –
 - IFRS 1 – First time adoption of IFRS- Hedge accounting by a first-time adopter
 - IFRS 7 – Financial Instruments-Disclosures – Gain or Loss
 - Guidance on implementing IFRS 7
 - IFRS 9 – Financial Instruments – Derecognising of lease liabilities and transaction price
 - IFRS 10 – Consolidated financial statements – Determination of de facto agent
 - IAS 7 Statement of cash flows- cost method
4. IFRS 18 – Presentation and disclosure of financial statements replace IAS 1 – Presentation of financial statements.
5. IFRS 19 – Subsidiaries without public accountability: Disclosures.

There are no other standards that are effective at present and there would not be any significant impact on the entity in the current or future reporting periods and on foreseeable future transactions

3 Significant accounting policies

The interim financial information has been prepared in accordance with the accounting policies adopted by the company in the last annual financial statements for the period ended 31st March 2025 except the Impact assessment due to applicability of IFRS 9 Impairment of financial instruments.

The accounting policies have been applied consistently for the purpose of preparation of this interim financial information.

In addition, results for the period ending 30th September 2025 are not necessarily indicative of the results that may be expected for the year ending 31st March 2026.

This interim financial information is prepared under the historical cost convention.

Sales

Sales comprise the fair value of the consideration received or receivable for the sale of goods in the ordinary course of the Company's activities. Sales are shown net of returns, discounts and rebates incurred to achieve sales to comply with provisions of IFRS 15.

Lease

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(a) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated amortisation and impairment losses, and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease

payments made at or before the commencement date less any lease incentives received.

Unless the Company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

(b) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating a lease, if the lease term reflects the Company exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made

(c) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Wakala Deposits

Profit on wakala deposits are accounted on an accrual basis.

Foreign Currency

Foreign currency transactions are translated into Rials Omani at the exchange rate prevailing on the transaction date.

Foreign currency assets and liabilities are translated into Rials Omani at the exchange rate prevailing at the end of the reporting period.

Differences on exchange are taken to the statement of income as and when they arise.

Property, Plant and Equipment's (Including CWIP)

Land is stated at cost and is not depreciated. Other items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant and equipment comprises major components having different useful lives, they are accounted for as separate items of property, plant and equipment in fixed asset register maintained by the company.

Initial cost, expenditure incurred to replace a component of an item of property, plant and equipment that increases the future economic benefits embodied in the item of property, plant and equipment is capitalised. All other expenditures are recognised in the statement of income as an expense as incurred.

Items of property, plant and equipment are derecognised upon disposal or when no future economic benefit is expected to arise from the continued use of the asset. Any gain or loss arising on de-recognition of the asset is included in the statement of income in the period the item is derecognized.

Capital work in progress is not depreciated. Otherwise, Depreciation is charged to the statement of comprehensive income on a straight-line basis over the estimated useful lives of items of property, plant and equipment. The estimated useful economic lives are as follows:

	Years
Buildings	10 – 20
Plant and machinery	4 – 20
Furniture, fixtures and office equipment	4 – 5
Motor vehicles,	4

Intangible asset

Intangible asset includes costs towards acquisition or development of computer software & Patents. Intangible asset is stated at cost less accumulated amortization and impairment losses, if any. Amortisation is charged on a straight-line basis over the estimated useful life of 5 & 10 years. The estimated useful life and the amortization method are reviewed at the end of each reporting period.

Inventories

Inventories are stated at lower of cost and net realisable value. In general, cost is determined on a weighted average basis and includes the prime cost of goods. In case of manufactured products, cost includes an appropriate proportion of direct expenditure and production overheads based on the normal level of activity.

Net realisable value is the price at which inventories can be sold in the normal course of business after allowing for the costs of realisation and, where appropriate, the cost of conversion from their existing state to a finished condition. Provision is made where necessary for nearing expiry inventory of finished goods and slow and non-moving raw materials, packing materials and engineering spares.

Receivables, Cash and Bank Balances

An allowance for credit losses of accounts and other receivables is established when there is objective evidence that the company will not be able to collect the amounts due, however at end of the reporting period such allowance is not compared with the calculations of IFRS 9. When an account or other receivable is uncollectible, it is written off against the allowance account for credit losses.

For the purpose of statement of cash flows, cash and cash equivalents consist of cash and bank balances. Financial assets are recognized when the company has become a party to the contractual provisions of the instrument. The financial assets comprise accounts and other receivables, wakala deposits and bank balances and cash.

Taxation

Taxation is provided for in accordance with the Sultanate of Oman's fiscal regulations.

Employee Payments

Payment is made to Omani Government's Social Security Scheme as per Royal Decree number 72/91 (as amended) for Omani employees.

Provision is made for amounts payable under the Sultanate of Oman's Labour Law as per Royal Decree number 35/2003 (as amended) applicable to non-Omani employees accumulated periods of service at the end of the reporting period.

Others

Liabilities are recognized for amounts to be paid in the future for goods or services received whether or not billed to the Company.

All financial liabilities are initially measured at fair value and are subsequently measured at amortised cost.

A provision is recognized in the statement of financial position when a liability basis some legal or business obligation exists because of an event (past or likely to come) and it is probable that an outflow of economic benefits will be required to settle the obligation.

4 Estimates

When preparing the interim financial information, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial information, including the key sources of estimation uncertainty were the same as those applied in the last annual financial statements for the year ended 31st March 2024.

6. Property, Plant and equipment's At 30th September 2025

PROPERTY, PLANT AND EQUIPMENT AT 30TH SEP 2025	Land	Buildings	Plant & Machinery	Motor Vehicles	Furniture, fixtures & Office Equipment	Capital work-in-progress	Total
	RO	RO	RO	RO	RO	RO	RO
Cost							
Balance at 31 March 2025	53,028	3,417,011	10,701,080	408,497	358,590	298,731	15,236,937
Additions during the period	-		11,215	108,629	13,391	60,808	194,043.44
Transfer	-	1,342	287,778			(287,778)	1,342
Balance at 30th Sep 2025	53,028	3,418,353	11,000,073	517,126	371,981	71,761	15,432,322
Depreciation							
Balance at 31 March 2025	-	2,165,691	6,180,108	300,348	270,527	-	8,916,674
Charge for the period	-	58,768	206,520	25,242	19,977	-	310,507
Balance at 30th Sep 2025	-	2,224,459	6,386,628	325,590	290,504	-	9,227,181
Net book value							
Balance at 30th Sep 2025	53,028	1,193,894	4,613,445	191,536	81,477	71,761	6,205,141

Property, Plant and equipment's At 30th September 2024

PROPERTY, PLANT AND EQUIPMENT AT 30TH SEP 2024	Land	Buildings	Plant & Machinery	Motor Vehicles	Furniture, fixtures & Office Equipment	Capital work-in- progress	Total
	RO	RO	RO	RO	RO	RO	RO
Cost							
Balance at 31 March 2024	53,028	3,394,104	10,493,619	371,072	417,543	128,590	14,857,956
Additions during the period	-	3,897	65,779	21,000	24,309	35,102	150,085
Transfer	-	10,615	2,412			(13,505)	(478)
Balance at 30 Sep 2024	53,028	3,408,616	10,561,810	392,072	441,850	150,187	15,007,563
Depreciation							
Balance at 31 March 2024	-	2,041,480	5,823,986	273,329	340,084	-	8,478,879
Charge for the period	-	59,358	201,415	19,122	18,983	-	298,878
Balance at 30 Sep 2024	-	2,100,838	6,025,401	292,451	359,067	-	8,777,757
Net book value							
Balance at 30 Sep 2024	53,028	1,307,778	4,536,409	99,621	82,785	150,187	6,229,808

Notes to Property, Plant and Equipment's:

- The movement of property, plant and equipment for the company pertains to the period of the six months of 2025-26 (Apr to September) and 2024-25 (Apr to September).
- Buildings are constructed on land leased by the Company from the Public Establishment for Industrial Estates. The lease is for a period of 30 years up to the year 2049.
- The Company has leased land from the Public Establishment for Industrial Estates, on which the building for the snacks plant of company has been constructed.
- The company has also leased land from the Public Establishment for Industrial Estates, on which the company's warehouse has been constructed.
- As of 30th September `2025, Company had Capital work in progress pertains to costs incurred towards plant and machinery pending installation.

In the opinion of the management, there is no objective evidence that, the above assets are impaired as of 30th September 2025.

6. Inventories

Inventories	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
Raw materials	1,395,811	1,183,580
Packing materials	1,175,340	1,069,678
Finished goods	516,349	628,202
Engineering stocks and consumables	254,838	223,766
	3,342,338	3,105,226
Less: provision for slow moving and obsolete inventories	(452,376)	(310,227)
At the end of the period	2,889,962	2,795,000

In determining net selling prices of inventories, management takes into account the most reliable evidence available at the time the estimates are done.

The movement in provision for slow moving inventories is as follows:

Inventory Provisions	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
At the beginning of the period	273,661	177,358
Addition during the period	178,715	132,869
At the end of the period	452,376	310,227

7. Trade and Other receivables

Trade and other receivables	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
Trade debtors	4,869,647	3,907,250
Less: provision for expected credit losses	(218,131)	(159,431)
	4,651,516	3,747,819
Due from related parties	386,803	221,031
Advance to suppliers	64,981	69,227
Prepaid expenses	107,801	74,280
Other receivables	142,183	175,990
	5,353,283	4,288,348

The movement in provision for credit losses are as follows:

Provisions for Credit Losses	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
At the beginning of the period	208,741	156,431
Provided during the period	1,750	1,750
At the end of the period	210,491	158,181

On 30th September 2025: 31% of the net trade receivables are due from 6 major customers

8. Share Capital

- a) The share capital as of 30th September 2025 comprises of 1,000,000 fully paid ordinary shares of RO 1 each (30th September 2024: RO 1,000,000).
- b) Shareholders of the Company who own 10% or more of the shares, and the number of shares they hold are as follows:

	30-Sept-25			30-Sept-24		
	Number of shares	% Holding	RO	Number of shares	% Holding	RO
Amfis Holding Limited, BVI, UK	552,366	55.24	552,366	552,366	55.24	552,366
Al Anwar Investments SAOG	289,197	28.92	289,197	289,197	28.92	289,197
Total	841,563	84.16	841,563	841,563	84.16	841,563

9. Legal reserve

In accordance with the Commercial Companies Law of Oman, 2019 and its amendments, annual appropriations of 10% of the profit for the period were made to this reserve until the accumulated balance of the reserve is equal to one-third of the value of the paid-up share capital. This reserve is not available for distribution. No transfer has been made during the period as the legal reserve has reached its threshold limit of one-third of the value of the paid-up share capital.

10. Taxation

Taxation	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
Statement of income		
Current taxation	69,253	47,500
Balance Sheet		
Current Taxation	(81,463)	(59,217)
Deferred taxation		
- in respect of previous years	(88,816)	(104,678)

Deferred taxation has been considered at carried forward amounts; final workings shall be computed at end of financial year on 31st March 2026.

11. Trade and other payables

Trade and other payables	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
Accounts payable	1,911,644	1,571,400
Due to related parties	1,052,656	778,135
Accrued Expenses / Other Payables	4,036,016	3,076,347
Advance from Customers	183,234	212,965
At the end of the period	7,183,550	5,638,847

12. Cash Generated from Operations

Cash generated from operations	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Operating activities:		
Profit before taxation	460,253	315,571
Adjustments for:		
Depreciation	322,949	311,481
Amortisation of intangible assets	19,465	18,477
End of service benefits expense	56,184	56,643
Lease finance cost	21,742	20,965
	880,593	723,137
Operating cash flows before payment of end of service benefits and working capital changes:		
Payment of end of service benefits	(9,302)	(42,511)
	871,290	680,625
Working capital changes:		
Inventories	371,864	99,006
Trade and other receivables	(795,586)	629,947
Trade and other payables	465,869	101,307
Cash generated from operations	913,437	1,510,886

13. Related Parties

The Company's related parties include key management personnel and other business entities held under common control as described below. Unless otherwise stated, none of the transactions incorporates special terms and conditions and no guarantees were given or received. The company's management approves pricing policies and terms of these transactions.

13.1 Transactions with key management personnel

Key management personnel remuneration includes the following expenses:

Salaries and Benefits to Key Management Personnel	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Salaries	97,932	92,700
Allowances, Perquisites & Bonus	92,977	84,817
Social security costs	1,365	2,645
Employees' end of service benefits	7,069	6,675
Total	199,343	186,871

Director Sitting Fees includes the following expenses:

Sitting Fees Transactions	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Sitting fees paid to directors		
Entities with significant influence over the entity	7,100	7,700

13.2 Transactions with other business entities held under common control

Related Party Transactions	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
i) Sales of goods		
Sales of goods:		
- related parties	673,887	532,607
ii) Purchase of goods and services		
Purchase of goods:		
- related parties	948,767	933,548
iii) Sitting fees paid to directors		
Entities with significant influence over the entity	7,100	7,700

13.3 Due To Related parties

Due to Related Parties	As On	As On
	30-Sept-25	30-Sept-24
	RO	RO
Unipex Dairy Products Co. Ltd. (Dry Grain Branch)	30,193	28,747
Unipex Dairy Products Co. Ltd	385,800	405,402
Emirates Refining Company Limited	57,303	47,412
Seville Products Ltd (LLC) Branch	523,548	289,435
IFFCO Distribution Services FZCO	9,913	5,546
Unipex Dairy Products Co. Ltd (Ice Cream)	0	(18,270)
IFFCO DMCC	45,899	20,246
Total Liabilities	1,052,657	778,135

13.4 Due from Related parties

Due from Related Parties	As On	As On
	30-Sept-25	30-Sept-24
	RO	RO
Unipex Dairy Products Co Ltd-Tiffany	141,369	106,002
Iffco Kuwait WLL	64,446	22,705
Purefood Company LLC	180,988	92,342
Total Liabilities	386,803	221,031

14. Cost of Sales

Cost of sales	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Materials consumed	5,276,908	5,134,383
Direct labour	1,139,771	1,172,377
Direct expenses	415,990	455,598
Depreciation	268,826	264,866
Amortization on right of use of assets	12,441	12,603
Direct sales expenses	525,492	533,013
Total	7,639,428	7,572,839

15. Selling and Distribution

Selling and distribution	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Salaries and related costs	465,957	397,595
Advertisement	65,380	46,473
Travelling	10,606	15,650
Miscellaneous	4,555	4,683
Total	546,498	464,401

16. General and administration

General and administration	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Salaries and related costs	278,689	249,114
Depreciation	61,148	52,486
Provision for Impaired debts	8,500	3,500
Miscellaneous (Admin. expenses)	108,287	94,205
Total	456,623	399,305

17. Finance costs

Finance Costs	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Bank Charges	10,992	10,971
Finance Charges on OD	59	186
Finance Charges on lease liabilities	21,742	20,944
Total	32,793	32,101

18. Movement in staff terminal benefits

End of service benefits	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
At the beginning of the period	537,834	516,797
Charge for the period	56,184	56,643
Paid during the period	(9,302)	(42,511)
At the end of the period	584,715	530,929

19. Sales

The Company operates in one business segment that of manufacturing, selling and distributing biscuit, wafers, extruded and pellet snacks and related products.

The gross results from customers are divided into the following geographical areas:

Sales	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Local (Oman)	4,328,867	3,566,557
Export	4,782,931	5,325,731
Total	9,111,798	8,892,288

20. Other Income

Other Income /(Loss)	6 Months	6 Months
	30-Sep-25	30-Sep-24
	RO	RO
Exchange Rate Difference-	1,260	3,586
Income-Scrap Sale	9,155	7,230
Interest On Bank Deposits (Wakala Deposits)	20,481	-
Total	30,896	10,816

21. Intangible Assets

Balances as on 30th September 2025

Intangible Assets	RO
Cost	
Balance at 31 March 2025	315,144
Additions during the period	1,761
Balance at 30th Sep 2025	316,905
Depreciation	
Balance at 31 March 2025	187,587
Charge for the period	19,466
Balance at 30th Sep 2025	207,053
Net book value	
Balance at 30th Sep 2025	109,852

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Balances as on 30th September 2024

Intangible Assets	RO
Cost	
Balance at 31 March 2024	305,761
Transfer	478
Balance at 30 Sep 2024	306,239
Depreciation	
Balance at 31 March 2024	149,304
Charge for the period	18,477
Balance at 30 Sep 2024	167,781
Net book value	
Balance at 30 Sep 2024	138,458

22 Leases

Buildings shown under property, plant and equipment are constructed on plots of land leased from the Public Establishment for Industrial Estates under four lease agreements.

The Company has leases of lands with the exception of short-term leases and leases of low-value underlying assets; each lease is reflected on the balance sheet as a right-of-use asset and a lease liability.

22.1 Lease liabilities are presented as follows:

The table below describes the nature of the Company's leasing activities by type of right-of-use asset recognised on balance sheet:

Right-of-use asset	No. of right-of-use assets leased	Range of remaining term	No. of leases with extension Options	No. of leases with options to Purchase	No. of leases with variable payments to an Index	No. of leases with termination options
Land	4	25 Years	0	0	0	0

The lease liabilities are secured by the related underlying asset. Future minimum lease payments at 30th September 2025 are as follows:

Minimum lease payments	30-Sep-25			
	Within one year	2-5 years	After 5 years	Total
Lease payments	43,900	178,892	1,236,184	1,457,970
Finance costs	41,763	165,748	527,238	734,749
Net present values	2,137	13,144	708,946	723,221

Minimum lease payments	30-Sep-24			
	Within one year	2-5 years	After 5 years	Total
Lease payments	42,468	175,600	1,271,395	1,489,463
Finance costs	41,854	166,237	558,006	766,097
Net present values	614	9,363	713,389	723,366

The breakup of current and non-current portion of leased liabilities is as follows:

Lease Liabilities	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
Non-current portion of lease liabilities	722,090	721,599
Current portion of lease liabilities	2,137	827
Total Liabilities	724,227	722,426

22.2 Right of Use Assets:

Right of Use Assets	As On	As On
	30-Sep-25	30-Sep-24
	RO	RO
At the beginning of the period	609,995	641,114
Amortisation during the period	(6,220)	(12,603)
At the end of the period	603,775	628,511

