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Neither this announcement nor anything contained herein shall form the basis of, or be relied upon in connection with, any offer or commitment whatsoever in any jurisdiction. Any offer to acquire shares pursuant to the proposed Offering (as defined below) will be made, and any investor should make his investment decision solely on the basis of the information that is contained in the formal offering documents to be published by Arabian Mills for Food Products Company in due course in connection with the listing and trading of its ordinary shares on the Main Market of the Saudi Exchange.

## PRESS RELEASE

11 September 2024G



## ARABIAN MILLS FOR FOOD PRODUCTS COMPANY ANNOUNCES FINAL OFFER PRICE OF ITS INITIAL PUBLIC OFFERING

- The Final Offer Price set at **SAR 66 per share**, which is at the top end of the previously announced price range for the IPO
- The institutional book-building process garnered total orders of SAR **134.1** billion from local and international investors
- The institutional offering was approximately **132** times oversubscribed, indicating the strong level of demand from institutional investors
- The subscription period for Individual Investors starts on Wednesday, 18 September 2024G and ends on Thursday, 19 September 2024G

Arabian Mills for Food Products Company (“**Arabian Mills**” or the “**Company**”), one of the market-leading flour milling companies in the Kingdom of Saudi Arabia (“**KSA**” or the “**Kingdom**”), announces today the successful completion of the institutional book building period for Participating Parties and the setting of the final offer price (the “**Final Offer Price**”) for its initial public offering (the “**IPO**” or the “**Offering**”).

The Final Offer Price has been set at **SAR 66 per share**, which is at the top end of the previously announced price range for the IPO. The Final Offer Price implies a market capitalization of the Company at listing of SAR **3,387** million (US\$ **903** million), with the Offering proceeds being SAR **1,016** million (US\$ **271** million) for the Selling Shareholders, Abdulaziz Al Ajlan Sons for Commercial and Real Estate Investments - Ajlan & Bros, Sulaiman Abdulaziz Al-Rajhi International Company, and the National Agricultural Development Company (NADEC).

**Rohit Chugh, Chief Executive Officer, Arabian Mills, said:**

“The extraordinary demand we received for the institutional offering reflects the strong conviction those investors have in Arabian Mills, our strategic vision, and our proven ability to convert opportunities in the KSA flour and feed market into sustainable and profitable growth. It also underscores the confidence in our operational capabilities, diversity and quality of our products, our commitment to R&D and innovation, and their belief in our team. We are excited to soon welcome new shareholders on board and, together, take Arabian Mills into its next phase of growth and expansion, and unlock greater value for all stakeholders.”

The subscription period for retail investors that qualify as Individual Investors as defined in the Prospectus starts on Wednesday, 18 September 2024G and ends on Thursday, 19 September 2024G. Final allocations will be announced on Thursday, 26 September 2024G, with any refunds of excess subscription monies to be made by Thursday, 3 October 2024G. Trading of the Company’s shares on the Main Market of the Saudi Exchange is expected to commence after the satisfaction of all relevant statutory requirements.

**Offer Details**

- The Final Offer Price for the Offering has been set at **SAR 66 per share**, implying a market capitalization at listing of SAR **3,387** million (US\$ **903** million).
- The total size of the Offering is SAR **1,016** million (US\$ **271** million).
- The Offer Shares will be listed and traded on the Main Market of the Saudi Exchange following the completion of the IPO and listing formalities with the Capital Market Authority (“**CMA**”) and the Saudi Exchange, with the date to be announced at a later stage.
- The Offering comprises 15,394,502 ordinary shares (“**Offer Shares**”), representing 30% of the Company’s issued share capital, by way of a sale of existing shares by Abdulaziz Al Ajlan Sons for Commercial and Real Estate Investments - Ajlan & Bros, Sulaiman Abdulaziz Al-Rajhi International Company, and the National Agricultural Development Company (NADEC) (collectively, the “**Selling Shareholders**”).
- The number of Offer Shares to be allocated to Participating Parties effectively participating in the book-building process is 15,394,502 ordinary shares, representing 100% of the total Offer Shares. In the event there is sufficient demand by Individual Investors (as defined in the Prospectus), the Lead Manager shall have the right to reduce the number of Offer Shares allocated to Participating Parties to a minimum of 13,855,052 ordinary shares, representing 90% of the total Offer Shares. The Financial Advisor, in coordination with the Company, shall determine the number and percentage of Offer Shares to be allocated to Participating Parties.
- Following completion of the Offering, the net Offering proceeds will be distributed to the Selling Shareholders on a pro-rata basis, based on their respective ownership percentage of the Sale Shares.
- With respect to the Offering, the Company has appointed HSBC Saudi Arabia as Financial Advisor, Global Coordinator, Bookrunner, Underwriter, and Lead Manager (the “**Financial Advisor**” or “**Lead Manager**”).
- Alrajhi Bank, Saudi Awwal Bank (SAB), and Banque Saudi Fransi have been appointed as Receiving Agents for retail investors (“**Receiving Agents**”).

For more information on the Offering, please visit <https://arabianmills.com/ipo.php>.

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### Receiving Banks

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This announcement is being distributed subject to the provisions of the Rules on the Offer of Securities and Continuing Obligations ("**OSCO Rules**") issued by the CMA, and should not result in any binding undertakings to acquire shares or subscribe in the Offering. This announcement is for information purposes only and under no circumstances shall

constitute an offer or invitation, or form the basis for a decision, to invest in any securities of the Company. Neither this announcement nor anything contained herein shall form the basis of, or be relied upon in connection with, any offer or commitment whatsoever in any jurisdiction. Investors may only subscribe in the Offer Shares on the basis of the CMA approved Arabic language prospectus to be issued and published in due course (the “**Local Prospectus**”). The information in this announcement is subject to change. In accordance with Article 51(d) of the OSCO Rules, copies of the Prospectus will, following publication, be available on the websites of the Company at [www.arabianmills.com/ipo](http://www.arabianmills.com/ipo), the Saudi Exchange at [www.saudiexchange.sa](http://www.saudiexchange.sa), the CMA at [www.cma.org.sa](http://www.cma.org.sa), or the Financial Advisor at [www.hsbcSaudi.com](http://www.hsbcSaudi.com).

This announcement is not an offer document for the purposes of the OSCO Rules and should not be construed as such. The CMA and the Saudi Exchange do not take any responsibility for the contents of this announcement, do not make any representations as to its accuracy or completeness, and expressly disclaim any liability whatsoever for any loss arising from, or incurred in reliance upon, any part of this announcement. The international offering circular prepared in connection with the Offering (the “**International Offering Circular**”) is the sole legally binding document containing information about the Company and the Offering outside of KSA. In the event of any discrepancy or incompleteness between this announcement and the Local Prospectus and/or the International Offering Circular, as the case may be, the Local Prospectus and/or the International Offering Circular will prevail.

This announcement may include statements that are, or may be deemed to be, “forward-looking statements”. These forward-looking statements may be identified by the use of forward-looking terminology, including the terms “aim,” “anticipate,” “believe,” “can,” “consider,” “could,” “estimate,” “expect,” “forecast,” “intend,” “may,” “ought to,” “potential,” “plan,” “projection,” “seek,” “should,” “will,” “would,” or, in each case, their negative or other variations or comparable terminology, or by discussions of strategy, plans, objectives, goals, future events or intentions. Any forward-looking statements reflect the Company’s current view with respect to future events and are subject to risks relating to future events and other risks, uncertainties and assumptions relating to the Company’s business, results of operations, financial position, liquidity, prospects, growth or strategies. Many factors could cause the actual results to differ materially from those expressed or implied by any such forward-looking statements or contained in projections, including, among other things, risks specifically related to the Company and its operations, the development of global economic and industry conditions, and the impact of economic, political and social developments in KSA. Forward-looking statements speak only as of the date they are made. Each of the Company and the Financial Advisor and their respective affiliates expressly disclaims any obligation or undertaking to update, review or revise any forward-looking statements contained in this announcement whether as a result of new information, future developments or otherwise.

There is no guarantee that the Offering will occur, and you should not base your investment decisions on the Company’s intentions in relation to the Offering. This announcement does not constitute a recommendation concerning the Offering nor any declaration or undertaking by any means. Acquiring Offer Shares to which this announcement relates may expose an investor to a significant risk of losing the entire amount invested.

Persons considering investment should consult an investment advisor or an authorized person specializing in advising on such investments.

The Financial Advisor is acting exclusively for the Company and no-one else in connection with the Offering the Financial Advisor will not regard any other person as their respective client, nor for providing advice in relation to the Offering, the contents of this announcement or any transaction, in relation to the Offering and will not be responsible to anyone other than the Company for providing the protections afforded to their respective clients, arrangement or other matter referred to herein.

The contents of this announcement have been prepared by and are the sole responsibility of the Company. Neither the Financial Advisor or any of its respective affiliates, directors, officers, employees, advisers or agents accepts any responsibility or liability whatsoever for or makes any representation or warranty, express or implied, as to the truth, accuracy or completeness of the information in this announcement (or whether any information has been omitted from the announcement) or any other information relating to the Company, its subsidiaries or associated companies, whether written, oral or in a visual or electronic form, and howsoever transmitted or made available or for any loss howsoever arising from any use of this announcement or its contents or otherwise arising in connection therewith.

In connection with the Offering, the Financial Advisor and its affiliates, may take up a portion of the Offer Shares in connection with the Offering as a principal position and in that capacity may retain, purchase, sell, offer to sell for their own accounts such Offer Shares and other securities of the Company or related investments in connection with the Offering or otherwise.

References in the Local Prospectus or the International Offering Circular, once published, to the Company's shares being issued, offered, subscribed, acquired, placed or otherwise dealt in should be read as including any issue or offer to, or subscription, acquisition, placing or dealing by, the Financial Advisor and any of its affiliates acting in such capacity. In addition, the Financial Advisor and any of its affiliates may enter into financing arrangements (including swaps or contracts for difference) with investors in connection with which the Financial Advisor and any of its affiliates may from time to time, acquire, hold or dispose of securities. The Financial Advisor do not intend to disclose the extent of any such investment or transactions otherwise than in accordance with any legal or regulatory obligations to do so.