



MIAHONA COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(Unaudited)
For the three-month and six-month periods ended 30 June 2024
together with the
Independent Auditor's Review Report



MIAHONA COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the three-month and six-month periods ended 30 June 2024



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KPMG Professional Services

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P. O. Box 92876
Riyadh 11663
Kingdom of Saudi Arabia
Commercial Registration No 1010425494

Headquarters in Riyadh

كي بي إم جي للاستشارات المهنية

واجهة روشن، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed consolidated interim financial statements

To the Shareholders of Miahona Company

Introduction

We have reviewed the accompanying 30 June 2024 condensed consolidated interim financial statements of Miahona Company ("the Company") and its subsidiaries ("the Group") which comprises:

- the condensed consolidated interim statement of financial position as at 30 June 2024;
- the condensed consolidated interim statement of profit or loss for the three-month and six-month periods ended 30 June 2024;
- the condensed consolidated interim statement of other comprehensive income for the three-month and six-month periods ended 30 June 2024;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2024;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2024; and
- the notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of review

We conducted our review in accordance with the 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 consolidated interim 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 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 30 June 2024 condensed consolidated interim financial statements of Miahona Company and its subsidiaries are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services

Hani Hamzah A. Bedairi
License No: 460



Riyadh, 7 August 2024

Corresponding to 3 Safar 1446H

KPMG Professional Services, a professional closed joint stock company registered in the Kingdom of Saudi Arabia with a paid-up capital of SAR 40,000,000 (previously known as "KPMG Al Fozan & Partners Certified Public Accountants") and a non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

كي بي إم جي للاستشارات المهنية شركة مساهمة مغلقة، مسجلة في المملكة العربية السعودية، رأسمالها (٤٠.٠٠٠.٠٠٠) ريال سعودي مدفوع بالكامل، المسماة سابقاً "شركة كي بي إم جي للفرزان وشركاه محاسبون ومراجعون قانونيون". وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المسجلة والتابعة لمكي بي إم جي العالمية المحدودة، شركة انجليزية محدودة بضمان. جميع الحقوق محفوظة.

MIAHONA COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
As at 30 June 2024
(Amounts in Saudi Riyals)



		30 June 2024 (Unaudited)	31 December 2023 (Audited)
	<i>Notes</i>		
ASSETS			
NON-CURRENT ASSETS			
Property and equipment		7,793,895	8,413,083
Intangible assets		1,679	2,755
Intangible assets arising from service concession arrangements	4	364,282,798	345,824,800
Plant under construction	5	18,858,387	160,786
Right-of-use assets		10,647,830	11,680,901
Investments in equity accounted investments	6	16,592,058	13,406,907
Fair value of derivative financial instrument		5,654,110	-
Concession contract receivables	7	271,240,064	270,411,073
Prepayments and advances		48,965,256	13,527,315
Non-current assets		744,036,077	663,427,620
CURRENT ASSETS			
Concession contract receivables	7	34,586,026	34,586,026
Inventories		6,905,843	5,772,457
Prepayments and advances		18,978,815	25,830,425
Fair value of derivative financial instruments		178,387	1,977,120
Trade and other receivables	8	95,421,517	62,921,487
Contract assets	9	5,900,998	38,082,881
Due from related parties	19.2.1	4,417,934	4,514,655
Term deposits		16,683,936	16,061,000
Cash and cash equivalents	10	168,858,062	136,166,214
Current assets		351,931,518	325,912,265
TOTAL ASSETS		1,095,967,595	989,339,885
EQUITY			
Share capital	11	160,925,543	160,925,543
Statutory reserve		250,000	250,000
Cash flow hedge reserves		4,136,266	1,705,695
Retained earnings		257,572,401	229,971,854
Sub-total		422,884,210	392,853,092
Non-controlling interest		2,680,022	385,268
Total equity		425,564,232	393,238,360
LIABILITIES			
NON-CURRENT LIABILITIES			
Loans and borrowings	12	453,047,165	400,722,135
Lease liabilities		7,993,701	9,538,537
Fair value of derivative financial instrument		-	387,749
Defined employee benefits obligations		23,484,908	22,393,896
Other liabilities		31,151,743	-
Deferred revenue and contract liabilities	13	13,000,815	13,105,682
Non-current liabilities		528,678,332	446,147,999
CURRENT LIABILITIES			
Loans and borrowings	12	43,936,543	41,828,378
Lease liabilities		1,882,227	1,736,816
Trade and other payables	14	88,381,603	94,976,966
Zakat		1,722,629	5,519,040
Other liabilities		5,802,029	5,892,326
Total current liabilities		141,725,031	149,953,526
Total liabilities		670,403,363	596,101,525
TOTAL EQUITY AND LIABILITIES		1,095,967,595	989,339,885

The accompanying notes 1 to 24 form an integral part of these condensed consolidated interim financial statements.

Signed by:

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Chairman
Khalid Abunayyan

Signed by:

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Chief Executive Officer
Awaadh Al Otaibi

Signed by:

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Chief Financial Officer
Rehan Masood

MIAHONA COMPANY

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS**For the three-month and six-month periods ended 30 June 2024***(Amounts in Saudi Riyals)*

	<i>Notes</i>	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Revenue	15	70,240,479	84,545,878	151,844,695	149,613,365
Cost of revenue	16	(51,110,426)	(52,208,960)	(104,032,573)	(98,967,789)
Gross profit		19,130,053	32,336,918	47,812,122	50,645,576
General and administrative expenses	17	(10,255,668)	(11,841,088)	(23,663,318)	(19,563,292)
Other income	18	1,520,563	(67,510)	9,351,577	192,126
Allowance for expected credit losses ("ECL") on trade receivables, contract assets and concession contract receivables		(1,356,201)	(355,632)	(1,356,201)	(674,959)
Operating profit		9,038,747	20,072,688	32,144,180	30,599,451
Finance costs		(8,458,324)	(7,811,381)	(17,768,867)	(15,225,283)
Finance income on concession contract receivables		4,780,963	3,803,657	9,521,584	7,692,216
Income on term deposits		2,109,267	1,088,394	3,088,834	1,325,275
Share of profit from equity accounted investments		1,868,319	1,572,226	3,185,151	3,798,290
Profit before Zakat		9,338,972	18,725,584	30,170,882	28,189,949
Zakat expense		(1,241,515)	(1,735,802)	(2,088,139)	(3,106,450)
Profit for the period		8,097,457	16,989,782	28,082,743	25,083,499
Profit for the period after Zakat attributable to:					
Equity holders of the parent company		7,925,646	16,946,485	27,600,547	25,040,202
Non-controlling interest		171,811	43,297	482,196	43,297
		8,097,457	16,989,782	28,082,743	25,083,499
Earnings per share					
Basic earnings per share	22	0.05	0.11	0.17	0.16
Diluted earnings per share	22	0.05	0.11	0.17	0.16

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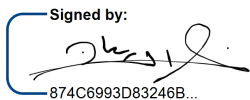
MIAHONA COMPANY

(A Saudi Joint Stock Company)


CONDENSED CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME**For the three-month and six-month periods ended 30 June 2024***(Amounts in Saudi Riyals)*

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Profit for the period after Zakat	8,097,457	16,989,782	28,082,743	25,083,499
<i>Item that may be reclassified subsequently to profit or loss</i>				
Cash flow hedges – effective portion of changes in fair value	5,208,506	1,150,803	4,243,129	207,886
Total comprehensive income for the period	13,305,963	18,140,585	32,325,872	25,291,385
Other comprehensive income for the period attributable to:				
Equity holders of the parent company	3,425,017	925,050	2,430,571	(17,867)
Non-controlling interest	1,783,489	225,753	1,812,558	225,753
	5,208,506	1,150,803	4,243,129	207,886
Total comprehensive income for the period attributable to:				
Equity holders of the parent company	11,350,663	17,871,535	30,031,118	25,022,335
Non-controlling interest	1,955,300	269,050	2,294,754	269,050
	13,305,963	18,140,585	32,325,872	25,291,385

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Chief Financial Officer
Rehan Masood

MIAHONA COMPANY

(A Saudi Joint Stock Company)

CONDENSED COSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**For the six-month period ended 30 June 2024***(Amounts in Saudi Riyals)*

	Share capital	Statutory reserve	Additional capital contribution	Cash flow hedge reserves	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total equity
As at 31 December 2022 (Audited)	500,000	250,000	160,425,543	4,362,751	176,967,131	342,505,425	-	342,505,425
Profit for the period	-	-	-	-	25,040,202	25,040,202	43,297	25,083,499
Other comprehensive income for the period	-	-	-	(17,867)	-	(17,867)	225,753	207,886
Total comprehensive income for the period	-	-	-	(17,867)	25,040,202	25,022,335	269,050	25,291,385
As at 30 June 2023 (Unaudited)	500,000	250,000	160,425,543	4,344,884	202,007,333	367,527,760	769,050	367,796,810
As at 31 December 2023 (Audited)	160,925,543	250,000	-	1,705,695	229,971,854	392,853,092	385,268	393,238,360
Profit for the period	-	-	-	-	27,600,547	27,600,547	482,196	28,082,743
Other comprehensive income for the period	-	-	-	2,430,571	-	2,430,571	1,812,558	4,243,129
Total comprehensive income for the period	-	-	-	2,430,571	27,600,547	30,031,118	2,294,754	32,325,872
As at 30 June 2024 (Unaudited)	160,925,543	250,000	-	4,136,266	257,572,401	422,884,210	2,680,022	425,564,232

The accompanying notes 1 to 24 form an integral part of these condensed consolidated interim financial statements.

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Rehan Masood

MIAHONA COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six-month period ended 30 June 2024
(Amounts in Saudi Riyals)



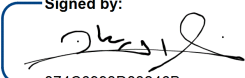
	30 June 2024 (Unaudited)	30 June 2023 (Unaudited)
Cash flows from operating activities:		
Profit before Zakat	30,170,882	28,189,949
<i>Adjustments:</i>		
Depreciation of property and equipment	1,358,913	1,299,253
Amortization of intangible assets	1,076	167,416
Depreciation of right-of-use assets	1,347,752	860,886
Amortization of intangible assets arising from service concession arrangements	21,684,049	18,942,903
Amortisation of concession contract receivables	17,311,951	12,680,310
Finance cost on lease liabilities	242,788	242,656
Finance costs	17,018,953	14,454,220
Amortization of the upfront fees	507,126	528,407
Share of profit from equity accounted investments	(3,185,151)	(3,798,290)
Allowance for ECL on trade receivables, contract assets and concession contract receivables	1,356,201	674,959
Defined employee benefits obligation expense	1,594,763	1,443,968
Income on term deposits	(3,088,834)	(1,325,275)
Finance income	(9,521,584)	(7,692,216)
	76,798,885	66,669,146
Changes in operating assets and liabilities:		
Inventories	(1,133,386)	(1,803,974)
Trade and other receivables	(32,600,730)	40,971,068
Contract assets	30,926,382	16,413,080
Due from related parties	96,721	1,223,438
Prepayments and advances	8,966,412	(22,468,003)
Other liabilities	(1,658,741)	(2,342,109)
Deferred revenue and contract liabilities	(104,867)	222,810
Trade and other payables	(7,496,534)	(26,347,737)
	73,794,142	72,537,719
Income on short term deposits received	3,329,898	1,325,276
Defined employee benefits obligations paid	(503,751)	(345,696)
Finance costs paid	(16,117,779)	(11,588,508)
Zakat paid	(5,884,550)	(5,598,784)
Net cash flows generated from operating activities	54,617,960	56,330,007
INVESTING ACTIVITIES		
Acquisition of property and equipment	(739,725)	(1,376,396)
Acquisition of plant under construction	(18,697,601)	-
Acquisition of intangible assets arising from service concession arrangements	(7,421,860)	(9,555,845)
Additions to concession contract receivables	(8,619,358)	(10,706,005)
Advance paid to EPC contractor	(38,697,262)	-
Proceeds of term deposits	100,356,000	35,356,000
Placement of term deposits	(101,220,000)	(63,356,000)
Net cash flows used in investing activities	(75,039,806)	(49,638,246)

MIAHONA COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six-month period ended 30 June 2024
(Amounts in Saudi Riyals)




	30 June 2024 (Unaudited)	30 June 2023 (Unaudited)
FINANCING ACTIVITIES		
Repayment of loan and borrowings	(20,009,910)	(19,617,918)
Proceeds from loans and borrowings	76,570,442	18,960,373
Upfront fees paid	(1,489,944)	(1,205,833)
Payment of lease liabilities	(1,956,894)	(1,051,389)
Acquisition of non-controlling interest	-	150,000
Net cash flows generated from / (used in) financing activities	53,113,694	(2,764,767)
Net increase / (decrease) in cash and cash equivalents during the period	32,691,848	3,926,994
Cash and cash equivalents at the beginning of the period	136,166,214	67,821,386
Cash and cash equivalents at the end of the period	168,858,062	71,748,380
Non-cash transactions		
Additions to right-of-use assets and lease liability	485,209	1,128,893
Derecognition of right-of-use assets and lease liability	(170,528)	-
Additions to intangible assets arising from service concession arrangements and other non-current liabilities	32,720,185	-

The accompanying notes 1 to 24 form an integral part of these condensed consolidated interim financial statements.

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MIAHONA COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**For the three-month and six-month periods ended 30 June 2024***(Amount in Saudi Riyals)***1. REPORTING ENTITY**

Miahona Company (the “Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration numbered 1010253603 dated 16 Rajab 1429 H (corresponding to 20 July 2008).

The main activities of the Company and its subsidiaries (collectively referred to as “the Group”) are to engage in water transportation and distribution, operation of sewage treatment networks and facilities, general construction of the non-residential buildings (schools, hospitals, hotels etc.), establishing main water distribution stations and lines and establishing sewage stations and project, sewage networks and pumps.

The Company was formed on 16 Rajab 1429 H (corresponding to 20 July 2008) as a Limited Liability Company. On 16 Jumada'I 1445H (corresponding to 31 October 2023), the legal status of the Company changed from a Limited Liability Company to a Saudi Joint Stock Company – Closed. This was pursuant to the Company’s listing process on Tadawul, whereby the Company had filed the application of listing with Capital Market Authority (CMA) and Tadawul on 17 December 2023. Tadawul approved the application on 14 February 2024. CMA approved the application on 20 March 2024. The Company has been listed on Tadawul on 6 June 2024.

The Company has following subsidiaries and associates:

Name	Activities	Country of incorporation	Percentage of ownership (effective)	
			As at 30 June 2024	As at 31 December 2023
Industrial Cities Development and Operating Company (“ ICDOC ”) (refer note (a) below)	The main activity of ICDOC is to engage in the water supply, sanitation, waste management and treatment, sanitation, building construction, construction of utility projects and electrical installations construction.	Saudi Arabia	100%	100%
Riyadh Water Production Company (“ RWPC ”) (refer note (b) below)	The main activity of RWPC is to engage in water supply, sanitation, waste management and treatment and water collection, treatment and delivery.	Saudi Arabia	100%	100%
Al Jazzirah Environment Company (“ JECO ”) (refer note (c) below)	The main activity of JECO is to engage in water supply, sanitation, waste management and treatment, sanitation, building construction, construction of utility projects, electrical installations.	Saudi Arabia	100%	100%
Araha Environmental Sciences Company (“ ARAHA ”) (refer note (d) below)	The main activity of Araha is to engage in operation of sewer systems or sewer treatment facilities, repair and maintenance of sewer systems, sewage disposals plants and pumping station, Construction of sewer systems, sewage disposal plants and pumping stations.	Saudi Arabia	70%	70%

MIAHONA COMPANY

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**For the three-month and six-month periods ended 30 June 2024***(Amount in Saudi Riyals)***1. REPORTING ENTITY (CONTINUED)**

Name	Activities	Country of incorporation	Percentage of ownership (effective)	
			As at 30 June 2024	As at 31 December 2023
Sustainable Water Company for Environmental Services (“SWESC”) (refer note (e) below)	The main activity of SWESC is to engage in water supply, sanitation, waste management and treatment, sanitation, construction of utility projects, real estate activities in owned or leased properties.	Saudi Arabia	70%	70%
Al Haer Environmental Services (Al Hair) (f)	The main activity of Al Haer is to engage in water supply, sanitation, waste management and treatment, sanitation and construction of utility projects	Saudi Arabia	65%	NA
International Water Partner Company (IWP) (refer note (g) below)	The main activity is for Management, Operations and Maintenance (MOM) Services for the first Cluster i.e., North-west consisting of the areas of Madinah and Tabuk	Saudi Arabia	40%	40%
International Water Partner Company the second (IWP2) (refer note (h) below)	The main activity is for Management, Operations and Maintenance (MOM) Services for the Cluster i.e., Eastern consisting of the areas of Dammam	Saudi Arabia	35%	35%

- (a) ICDOC is engaged in the following service concession arrangements as at the reporting date:
- A service concession arrangement with a Government related entity in Jeddah dated 24 March 2002, effective from 15 March 2005, for rehabilitating, operating and maintaining the wastewater plant and related network system (“wastewater treatment facilities”) of Jeddah Industrial city. The wastewater treatment facilities will be transferred back to Government related entity at the end of the concession arrangement period of 20 years.
 - A service concession arrangement with Government related entity for industrial cities in Dammam and Al-Ahsa dated 22 October 2007, effective from 30 January 2008, for rehabilitating, operating and maintaining the water utilities and wastewater plant and related network system (“water utilities and wastewater treatment facilities”) of the first and second industrial cities in Dammam and building, operating and maintaining the water utilities and wastewater treatment facilities of the first industrial city in Al-Ahsa. The water utilities and wastewater treatment facilities in industrial cities in Dammam and Al-Ahsa will be transferred back to Government related entity at the end of the concession arrangement period of 30 years.
- (b) RWPC is engaged in a service concession arrangement with the Government related entity dated 15 September 2015 to perform the following:
- remediate, operate and maintain the existing Water Treatment Station (“WTS”).
 - further, develop, own, finance engineer, design, procure, construct, commission, start up and test the new WTS.
 - operate, maintain and transfer the new WTS.
- (c) JECO is a subcontractor for operations and maintenance of the above service concession contracts relating to ICDOC, RWPC and Araha.
- (d) On 30 November 2022, the Company formed Araha. The Company has injected cash of SR 350,000 equal to 70% of Araha’s shares.

Araha is engaged in a service concession arrangement with the Government related entity dated 28 August 2022, effective from 2 May 2023, to perform the rehabilitation remediation and financing, completion, testing, operation and maintenance, handover, and transfer of the existing two sewage treatment plants (STP) in Makkah called Hadda and Arana STPs.

JECO is a subcontractor for operations and maintenance of the above service concession contracts relating to ICDOC, RWPC and Araha.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**For the three-month and six-month periods ended 30 June 2024***(Amount in Saudi Riyals)***1. REPORTING ENTITY (CONTINUED)**

- (e) On 27 February 2023, the company was awarded a contract through competitive tendering process for the Ras Tanura Refinery (“RTR”) wastewater treatment plant project – to treat industrial waste water of Saudi Aramco. The Company’s share capital amounted to SR 350,000 equal to 70% of SWESC’s shares.

The industrial wastewater treatment plant, wastewater and effluent transmission systems will be developed on a Build-Own-Operate-Transfer (“BOOT”) basis for a period of 25 years.

- (f) During 2024, the Company has formed Al Haer. The Company holds 65% of shares of Al Hair. No activities have been undertaken by Al Haer during the period.

- (g) The Group made an investment in IWP to the extent of 40% of IWP’s share capital, for a consideration of SR 200,000 in February 2021.

IWP is engaged in a contract with a Government related entity to perform management and operations of the water supply lines between the cities, engage in water wells, water technology, production, distribution, transport, sell, sewerage, drainage and re-use of water and public construction contracting, piping, electrical work, mechanical work, maintenance, operating and road works.

- (h) The Group made an investment in a newly formed entity IWP2 to the extent of 35% of IWP2’s share capital, for a consideration of SR 175,000 in January 2022.

IWP2 is engaged in a contract with a Government related entity to perform management and operations of the water supply lines between the cities, engage in water wells, water technology, production, distribution, transport, sell, sewerage, drainage and re-use of water and public construction contracting, piping, electrical work, mechanical work, maintenance, operating and road works.

2. BASIS OF PRESENTATION**2.1 Statement of compliance**

These condensed consolidated interim financial statements of the Group have been prepared in accordance with International Accounting Standard 34 (“IAS 34”) Interim Financial Reporting as endorsed in the Kingdom of Saudi Arabia (“KSA”) and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

2.2 Preparation of condensed consolidated interim financial statements

These condensed consolidated interim financial statements do not include all of the information and disclosures required in a full set of annual consolidated financial statements and should therefore be read in conjunction with the last annual consolidated financial statements for the year ended 31 December 2023 (“last annual consolidated financial statements”). Selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group financial position and performance since the last annual consolidated financial statements.

2.3 Basis of measurement

These condensed consolidated interim financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis on each reporting date. Further, the financial statements are prepared using the accrual basis of accounting and on a going concern basis.

Items	Measurement basis
Derivative financial instruments	Fair value
Defined employee benefits obligations	Present value of the defined benefit obligation
Investment in equity accounted investments	Equity method of accounting

2.4 Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Riyals (SR), which is the Company’s functional currency. The Group has used Saudi Riyal (SR) as the presentation currency. All amounts have been rounded to the nearest Saudi Riyal, unless otherwise indicated.

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2. BASIS OF PRESENTATION (Continued)

2.5 Basis of consolidation

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the condensed consolidated interim financial statements from the date on which control commences until the date on which control ceases.

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated.

Non-controlling interests are measured initially at their proportionate share of the acquiree's identifiable net assets at the date of acquisition. Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

2.6 Basis of equity accounted investments

An equity accounted investee is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies. Interests in equity accounted investee are accounted using the equity method.

Unrealised gains arising from transactions with equity accounted investments are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies used in the preparation of the condensed consolidated interim financial statements are consistent with those followed in preparing the Group's last annual consolidated financial statements for the year ended 31 December 2023.

3.1 Significant accounting judgements, estimates and assumptions.

The preparation of condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Therefore, actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In the process of applying the Group's accounting policies, management has made the following estimates and judgements, which are significant to the condensed consolidated interim financial statements:

- Consolidation: whether the Group has de facto control over an investee; and
- Revenue recognition: allocation of transaction price to performance obligations, measurement of significant financing component
- Derivative financial instruments
- Measurement of defined employee benefits obligation - key actuarial assumptions; and
- Allowance for expected credit losses on trade receivables, contract assets and concession contract receivables.

3.2 New Standards, Amendment to Standards and Interpretations:

There are new standards and number of amendments to standards which are effective from 1 January 2024 and have been explained in Group's annual Consolidated Financial Statements for the year ended 31 December 2023, however they do not have a material effect on the Group's Condensed Consolidated Interim Financial Statements for the period ended 30 June 2024.

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3. MATERIAL ACCOUNTING POLICIES (Continued)

3.3 Standards issued but not yet effective

There are new standards and amendments that are not yet effective and have been explained in Group's annual Consolidated Financial Statements for the year ended 31 December 2023. These amended standards and interpretations are not expected to have a material impact on the consolidated financial statements of the Group. The Group has not early adopted the new or amended standards in preparing these condensed consolidated interim financial statements.

4. INTANGIBLE ASSETS ARISING FROM SERVICE CONCESSION ARRANGEMENTS

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
<u>Cost:</u>		
As at the beginning of the period / year	739,120,517	713,487,665
Additions during the period / year	40,142,047	25,632,852
As at the end of the period / year	<u>779,262,564</u>	<u>739,120,517</u>
<u>Accumulated amortization:</u>		
As at the beginning of the period / year	393,295,717	353,993,618
Charge for the period / year	21,684,049	39,302,099
As at the end of the period / year	<u>414,979,766</u>	<u>393,295,717</u>
<u>Net book value:</u>		
As at 30 June 2024	<u>364,282,798</u>	<u>345,824,800</u>

Intangible assets arising from service concession arrangements includes the costs below:

- the cost of rehabilitation of water utilities and wastewater treatment facilities for the first and second industrial cities of Dammam;
- the cost of construction of water utilities and wastewater treatment facilities for the first industrial city of Al-Ahsa;
- the cost of rehabilitation of water utilities and wastewater treatment facilities for reverse osmosis plant at the second industrial city in Dammam; and
- the cost of rehabilitation of wastewater treatment facilities for Jeddah Industrial City.

Included in additions during the period are capitalization of finance costs amounting to SR 308,350 (31 December 2023: SR 1,342,986).

5. PLANT UNDER CONSTRUCTION

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
<u>Cost:</u>		
As at the beginning of the period / year	160,786	-
Additions during the period / year	18,697,601	160,786
As at the end of the period / year	<u>18,858,387</u>	<u>160,786</u>

5.1 During 2023, the Group entered into an agreement with Saudi Aramco for construction and operation of the industrial waste water treatment plant for processing the waste water from the Ras Tanura Refinery ("RTR"). The initial term of the operation of the plant is for 25 years from the date of completion of construction.

During the period, the Group capitalized borrowing cost amounting to SR 1,892,604 (2023: SR Nil).

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	Ownership %	30 June 2024 (Unaudited)	31 December 2023 (Audited)
International Water Partners Company	40	13,406,907	9,952,855
International Water Partners Company 2	35	<u>3,185,151</u>	<u>3,454,052</u>
		<u>16,592,058</u>	<u>13,406,907</u>

Movement in investments in equity accounted investments is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Balance at the beginning of the period / year	13,406,907	8,301,414
Share of profit for the period / year	3,185,151	6,476,468
Dividends received during the period / year	-	(1,370,975)
Balance at the end of the period / year	<u>16,592,058</u>	<u>13,406,907</u>

7. CONCESSION CONTRACT RECEIVABLES

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Concession contract receivables	<u>305,826,090</u>	<u>304,997,099</u>
<i>Classified as:</i>		
- Non-current	271,240,064	270,411,073
- Current	<u>34,586,026</u>	<u>34,586,026</u>
	<u>305,826,090</u>	<u>304,997,099</u>

The movement in concession contract receivables is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Balance at the beginning of the period / year	305,143,186	284,728,330
Additions for the period / year (refer note 7.1)	8,619,358	34,563,521
Finance income for the period / year	9,521,584	15,829,062
Amortization for the period / year	<u>(17,311,951)</u>	<u>(29,977,727)</u>
	305,972,177	305,143,186
Allowance for ECL	<u>(146,087)</u>	<u>(146,087)</u>
Balance at the end of the period / year	<u>305,826,090</u>	<u>304,997,099</u>

7.1 During 2023, the Group has entered into a long-term operation and maintenance agreement (“LTOM Agreement”) with a Government related entity for a period of 10 years. The scope of the LTOM agreement is rehabilitation and remediation work of the water treatment plants while simultaneously providing operation and maintenance services. All the relevant output of the plants will be purchased and off taken by the Government related entity. At the end of the LTOM Agreement, the plants would be transferred back to Government related entity.

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8. TRADE AND OTHER RECEIVABLES

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Trade receivables	98,137,111	67,116,913
Less: allowance for ECL	<u>(4,581,184)</u>	<u>(4,480,484)</u>
	93,555,927	62,636,429
Staff and other receivables	<u>1,865,590</u>	<u>285,058</u>
	<u>95,421,517</u>	<u>62,921,487</u>

The movement of allowance for ECL is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
At the beginning of the period / year	4,480,484	19,239,225
Allowance for the period / year	100,700	773,239
Written off during the period / year	-	<u>(15,531,980)</u>
At the end of the period / year	<u>4,581,184</u>	<u>4,480,484</u>

9. CONTRACT ASSETS

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Contract assets	<u>5,900,998</u>	<u>38,082,881</u>

Movement for the period / year is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Opening balance	38,082,881	22,629,006
Unbilled amount during the period / year	5,900,998	15,453,875
Written off during the period / year	(1,255,501)	-
Billed amount during the period / year	<u>(36,827,380)</u>	<u>-</u>
Closing balance	<u>5,900,998</u>	<u>38,082,881</u>

10. CASH AND CASH EQUIVALENTS

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Cash in hand	328,043	73,203
Cash at bank	61,530,019	136,093,011
Short term deposits – <i>having original maturity less than 3 months</i>	<u>107,000,000</u>	<u>-</u>
	<u>168,858,062</u>	<u>136,166,214</u>

11. SHARE CAPITAL

Share capital is divided into 160,925,543 shares of SR 1 each (31 December 2023: 160,925,543 shares of SR 1 each). The value of share capital is distributed as follows:

	30 June 2024 (Unaudited)		31 December 2023 (Audited)	
	Number of shares	Percentage holding	Number of shares	Percentage holding
Vision International Investment Company	112,647,880	70%	160,925,543	100%
Others	48,277,663	30%	-	-
	<u>160,925,543</u>	<u>100%</u>	<u>160,925,543</u>	<u>100%</u>

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	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Murabaha term loan (a)	196,950,000	213,970,000
Murabaha term loan (b)	210,996,783	214,092,865
Equity bridge loan (EBL) (c)	18,960,373	18,960,373
Senior debt facility (d)	11,556,481	-
Equity bridge loan (EBL) (e)	65,013,962	-
Sub-total	503,477,599	447,023,238
Less: Borrowing cost subject to amortization	(6,493,891)	(4,472,725)
Amortised cost of loans and borrowings	496,983,708	442,550,513
Less: current portion of loans and borrowings	(43,936,543)	(41,828,378)
Non-current portion of loans and borrowings	453,047,165	400,722,135

Movement for the period / year is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Opening balance	442,550,513	461,763,643
Proceeds received during the period / year	76,570,442	18,960,373
Repayments made during the period / year	(20,009,910)	(39,222,049)
Amortisation of the upfront fees during the period / year	507,126	1,048,546
Upfront fees paid during the period / year	(1,489,944)	-
Upfront fees transferred during the period / year	(1,144,519)	-
Closing balance	496,983,708	442,550,513

- a. Murabaha facilities of SR 350,000,000 secured from a local bank, which includes non-recourse term-facility of SR 320,000,000 (fully utilized) and a working capital line of SR 30,000,000 (availability period has ended). This facility is secured by an irrevocable and unconditional assignment of proceeds of Dammam and Jeddah projects or any new related contract extensions. These facilities carry financing costs based on Enhanced Saudi Inter Bank Offer Rate (SIBOR) plus margin. The facilities are repayable in unequal semi-annual instalments till maturity date i.e., 28 February 2026. As at 30 June 2024, the Group is in compliance with all stipulated Financial covenants.
- b. The Group signed a Murabaha term loan facility agreement amounting to SR 249,736,000 with a consortium of local banks to finance the construction of a water treatment station. The facilities include long-term loan of SR 243,786,000 on non-recourse basis (utilized) and a working capital line of SR 5,950,000 (unutilized). The commission on this loan is charged at a floating rate based on SIBOR plus margin. The loan is repayable in semi-annual installments with the first installment paid on 30 November 2018 and last installment due on 30 September 2038. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap. As at 30 June 2024, the Group is in compliance with the financial covenants stipulated.
- c. During 2023, the Group signed an Equity bridge loan facility agreement amounting to SR 18,960,373 with a local bank. The commission on this loan is charged at a floating rate based on SAIBOR plus margin. The loan is repayable in one bullet payment on 14 February 2026 (maturity date).
- d. During 2023, the Group entered into a senior debt facility arrangement amounting to SR 65,113,880 with a local commercial bank. The commission on this facility is charged at a floating rate based on SAIBOR plus margin. The facilities are repayable in unequal quarterly instalments till maturity date i.e., 19 February 2033. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap.
- e. During 2024, the Group entered "long-term" EBL facilities arrangement amounting to USD 33,944,546. The commission on this facility is charged at a floating rate based on SAIBOR plus margin. The maturity date of EBL murabaha facilities is 15 June 2028, and on that date, it becomes repayable in full. To reduce its exposure to floating rate risk, the Group has entered into a profit rate swap. As at 30 June 2024, the Group is in compliance with the financial covenants stipulated.

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	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Deferred revenue (a)	8,657,350	8,826,186
Contract liabilities (b)	4,343,465	4,279,496
	<u>13,000,815</u>	<u>13,105,682</u>

(a) Deferred revenue arises from the Group's connection services under service concession contract. Connection services consideration is received upfront, accordingly, the consideration received in respect of connection services is recognized as a deferred revenue and is recognized as revenue on a straight-line basis over the term of the concession arrangement.

(b) The contract liabilities primarily relate to the advance consideration received from customers.

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Opening balance	4,279,496	5,974,551
Billed during the period / year	915,266	4,871,522
Revenue recognized during the period / year	(851,297)	(6,566,577)
Closing balance	<u>4,343,465</u>	<u>4,279,496</u>

14. TRADE AND OTHER PAYABLES

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Trade payables	16,576,934	20,488,511
Accrued expenses	53,343,251	53,757,691
Accrued concession charge	3,407,464	3,251,533
Due to related parties (<i>note 19.2.2</i>)	52,185	52,185
Retention payable	1,687,969	1,522,040
Advance from customers	301,570	391,995
Value added tax (VAT) payable	3,841,126	1,236,153
Employee accruals	9,171,104	14,276,858
	<u>88,381,603</u>	<u>94,976,966</u>

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	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Revenue recognised under service concession arrangements:				
<i>Water and wastewater services</i>	61,073,321	59,581,296	120,455,778	111,367,872
<i>Construction revenue – Concession asset</i>	1,890,063	10,706,006	8,619,358	10,706,006
<i>Construction revenue – Intangible</i>	4,388,498	7,994,346	7,454,254	10,565,440
<i>Connection revenue</i>	267,621	234,871	528,336	464,712
Operation and maintenance revenue	2,603,968	5,139,641	7,101,016	14,417,927
Management services	17,008	889,718	7,685,953	2,091,408
	70,240,479	84,545,878	151,844,695	149,613,365

Service concession arrangements

Revenue from the service concession arrangement is recognized as follows:

- i. The amount of consideration to which the Group expects to be entitled from the Grantor for the services provided is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Government related entity, the Group is obliged to Build-Operate-Transfer a Water Treatment Station (“WTS”) for 28 years.

The total expected consideration over 28 years is allocated to the performance obligations based on the relative stand-alone selling prices of the construction services and operation & maintenance services, taking into account the significant financing component, as follows:

- For construction services under one BOT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- For operation & maintenance services under one BOT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 7.7%.
- The implied interest rate of 5.2% is assumed to be the rate that would be reflected in a financing transaction between the Group and the Grantor.

- ii. The amount of consideration to which the Group is entitled to by providing services to the public is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Government related entity, the Grantor is not obliged to make any payment to the Group and the Group earns revenue by providing services to the public and charging them for the same. Accordingly, the revenue earned from construction services is recognized as an intangible asset under IFRIC 12, Service Concession Arrangements.

- iii. The amount of consideration to which the Group expects to be entitled from the Grantor for the services provided is recognised when (or as) the performance obligations are satisfied. Under the terms of the arrangement with the Government related entity, the Group is obliged to Rehabilitate-Operate-Transfer a Water Treatment Station (“WTS”) for 10 years.

The total expected consideration over 10 years is allocated to the performance obligations based on the relative stand-alone selling prices of the rehabilitation services and operation & maintenance services, taking into account the significant financing component, as follows:

- For construction services under one ROT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- For operation & maintenance services under one ROT arrangement, the Group estimates the relative stand-alone selling price by reference to the forecast cost plus 5%.
- The implied interest rate of 5.7% is assumed to be the rate that would be reflected in a financing transaction between the Group and the Grantor.

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	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Salaries and employee related costs	14,205,897	14,772,544	28,132,432	28,550,096
Amortization of intangible assets arising from service concession arrangements	11,036,267	9,223,412	21,684,049	18,942,903
Royalty	6,548,390	6,695,728	12,897,775	13,079,751
Electricity	5,063,633	4,183,669	9,395,006	8,515,152
Subcontract costs	538,578	1,694,238	1,656,271	4,282,428
Maintenance service, spare parts and consumables	1,716,597	1,209,125	3,005,422	2,688,880
Chemicals	2,001,904	1,720,781	3,476,665	3,953,485
Sludge transportation and violated treatment	1,043,000	699,660	2,160,215	1,333,998
Insurance expense	381,731	382,547	759,080	752,542
Depreciation on property and equipment	253,596	306,533	527,771	536,018
Amortization of intangible assets	394	394	788	788
Depreciation of right-of-use assets	277,530	163,954	543,132	307,655
Professional fees	169,581	219,437	342,789	480,537
Others	1,886,882	(653,439)	4,084,264	1,382,085
Operation cost	45,123,980	40,618,583	88,665,659	84,806,318
Construction cost	5,986,446	11,590,377	15,366,914	14,161,471
Total cost of revenue	51,110,426	52,208,960	104,032,573	98,967,789

17. GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Business development expense	3,803,939	7,765,569	11,696,906	11,116,886
Salaries and employee related costs	2,957,765	2,673,776	5,183,939	4,571,272
IT cost and other utilities	125,655	67,856	270,533	150,887
Professional fees	1,807,055	491,532	3,067,334	1,730,809
Depreciation on property and equipment	404,839	382,651	831,142	763,235
Depreciation of right-of-use assets	399,805	166,238	804,620	553,231
Amortization of intangible assets	144	49,356	288	166,630
Advertising and training	48,987	52,166	866,371	57,166
Travel expenses	41,010	123,992	75,057	148,326
Others	666,469	67,952	867,128	304,850
	10,255,668	11,841,088	23,663,318	19,563,292

18. OTHER INCOME

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Business development income	-	-	7,751,170	-
Reversal of liability no longer required	1,441,619	-	1,441,619	-
Others	78,944	(67,510)	158,788	192,126
	1,520,563	(67,510)	9,351,577	192,126

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Related parties represent shareholders, directors and key management personnel of the Group, and entities jointly controlled or significantly influenced by such parties. In the ordinary course of its activities, the Group transacts with related parties at terms mutually agreed between the parties. Balances and transactions between the Group entities are eliminated on consolidation. Details of major transactions and balances between the Group and other related parties are as follows:

Name of related party	Nature of relationship
Abunayyan Trading Company	Shareholder having significant influence over the parent company (VIIC)
Abdulkadir Al-Muhaidib and Sons Company	Shareholder having significant influence over the parent company (VIIC)
Vision International Investment Company (VIIC)	Parent company, Ultimate parent company and Ultimate controlling party
International Water Partners Company	Associate
International Water Partner Company the Second	Associate

19.1 Related party transactions

<u>Nature of transaction</u>	<u>Nature of relationship</u>	For the six-month period ended 30 June	
		2024 (Unaudited)	2023 (Unaudited)
Expenses paid by the Group on behalf of Parent company	Parent company	14,453,938	1,951,149
Lease payment	Parent company	958,942	958,942
Success fees	Subsidiary	7,685,981	-
Business development income	Subsidiary	7,736,170	-
Expenses paid by the Group on behalf of Associate	Associate	7,061	-
Services provided by the Group to Associate	Associate	101,302	576,747

19.2 Related party balances**19.2.1 Due from related parties**

	Nature of relationship	30 June	31 December
		2024 (Unaudited)	2023 (Audited)
Toledo Arabia Company	Subsidiary of Parent company	-	204,010
International Water Partners Company	Associate	331,041	331,041
International Water Partner Company the Second	Associate		
- Loan*		3,500,000	3,500,000
- Other receivables		586,893	479,604
		4,417,934	4,514,655

* Above loan balance is charged at a fixed rate and repayable on demand.

19.2.2 Due to a related party

	30 June	31 December
	2024 (Unaudited)	2023 (Audited)
Abunayyan Trading Company	52,185	52,185

This balance is unsecured and repayable on demand.

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For the three-month and six-month periods ended 30 June 2024

(Amount in Saudi Riyals)

20. CONTINGENCIES AND COMMITMENTS

Contingencies and commitments outstanding as at reporting date is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Performance guarantees outstanding	193,067,578	86,685,070
Bid bond	-	50,059,243
Capital commitments	508,843,865	562,071,704

21. OPERATING SEGMENTS

The Group's activities and business lines used as a basis for the financial reporting are consistent with the internal reporting process and information reviewed by the Chief Operating Decision Maker (CODM). CODM considers the operations of the Group as a whole as one operating segment as all subsidiaries engage in provision of water utilities and wastewater treatment services.

The Group's revenue, gross profit, total assets and total liabilities pertaining to the Group's operations as a whole are presented in the condensed consolidated interim statement of financial position and in the condensed consolidated interim statement of profit or loss and other comprehensive income.

All of the Group's operations are conducted in KSA. Hence, separate geographical information is not disclosed.

Information about major customers:

During the period, 2 customers (30 June 2023: 2) accounted for 21% (30 June 2023: 23%) of the Group's revenue.

22. EARNINGS PER SHARE

Basic earnings per share

Basic earnings per share is calculated by dividing the profit for the period after Zakat attributable to the equity holders of the Parent company by the weighted average number of ordinary shares issued and outstanding at the end of the period.

<u>Particulars</u>	<u>For the three-month period ended 30 June</u>		<u>For the six-month period ended 30 June</u>	
	2024 (Unaudited)	2023* (Unaudited)	2024 (Unaudited)	2023* (Unaudited)
Profit attributable to ordinary shareholders	7,925,646	16,946,485	27,600,547	25,040,202
Weighted average number of ordinary shares (number of shares)	160,925,543	160,925,543	160,925,543	160,925,543
Basic earnings per share	0.05	0.11	0.17	0.16

Diluted earnings per share

Diluted earnings per share is calculated by dividing the profit for the period after Zakat attributable to the equity holders of the Parent company by the weighted average number of ordinary shares issued and outstanding at the end of the period after adjustment for the effects of all potential ordinary shares in respect of additional capital contribution.

<u>Particulars</u>	<u>For the three-month period ended 30 June</u>		<u>For the six-month period ended 30 June</u>	
	2024 (Unaudited)	2023* (Unaudited)	2024 (Unaudited)	2023* (Unaudited)
Profit attributable to ordinary shareholders	7,925,646	16,946,485	27,600,547	25,040,202
Weighted average number of ordinary shares (number of shares)	160,925,543	160,925,543	160,925,543	160,925,543
Diluted earnings per share	0.05	0.11	0.17	0.16

* Share conversion is considered and adjusted for 30 June 2023 as there is no change in resources in 30 June 2024 compared to 30 June 2023.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS



For the three-month and six-month periods ended 30 June 2024

(Amount in Saudi Riyals)

23. SUBSEQUENT EVENTS

There are no material events subsequent to the reporting date that requires adjustment or disclosure in these condensed consolidated interim financial statements.

24. APPROVAL OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved from Board of Directors on 31 July 2024 (corresponding to 25 Muharram1446H).