**UNITED INTERNATIONAL TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM**
**FINANCIAL STATEMENTS (UNAUDITED)**
**AND**
**INDEPENDENT AUDITOR'S REPORT**
For the three-month periods ended 31 March 2022

**UNITED INTERNATIONAL TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**
For the three-month periods ended 31 March 2022

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Commercial Registration No 4030290792

**Headquarters in Riyadh**

**كي بي إم جي للاستشارات المهنية**
مركز زهران للأعمال
شارع الأمير سلطان
ص.ب ٥٥٠٧٨
جده ٢١٥٣٤
المملكة العربية السعودية
سجل تجاري رقم 4030290792

**المركز الرئيسي في الرياض**

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

To the Shareholders of United International Transportation Company

## Introduction

We have reviewed the accompanying 31 March 2022 condensed consolidated interim financial statements of United International Transportation Company ("the Company") and its subsidiaries ("the Group") which comprises:

- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2022;
- the condensed consolidated statement of financial position as at 31 March 2022;
- the condensed consolidated statement of changes in equity for the three-month period ended 31 March 2022;
- the condensed consolidated statement of cash flows for the three-month period ended 31 March 2022; 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 interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

To the Shareholders of United International Transportation Company (continued)

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 31 March 2022 condensed consolidated interim financial statements of United International Transportation 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**

Nasser Ahmed Al Shutairy
License No. 454

Jeddah, 24 May 2022
Corresponding to 23 Shawwal 1443H

**UNITED INTERNATIONAL TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)**
For the three-month periods ended 31 March 2022

| | Notes | *31 March 2022 SR'000* | *31 March 2021 SR'000* (Restated) |
|---|---|---|---|
| Revenue | | **248,300** | 237,029 |
| Cost of revenue | | **(161,425)** | (163,641) |
| **Gross profit** | | **86,875** | 73,388 |
| Other income-net | | **6,681** | 4,746 |
| Selling and marketing expenses | | **(11,844)** | (12,487) |
| General and administrative expenses | | **(17,582)** | (12,590) |
| Impairment loss on trade receivables | | **--** | (2,797) |
| **Operating profit** | | **64,130** | 50,260 |
| Finance costs-net | | **(1,347)** | (172) |
| **Net profit before zakat and tax** | | **62,783** | 50,088 |
| Zakat and tax | 4 | **(2,511)** | (1,766) |
| **Net profit for the period** | | **60,272** | 48,322 |
| **Other comprehensive income** | | **--** | -- |
| **Total comprehensive income for the period** | | **60,272** | 48,322 |
| **Earnings per share (EPS):** | | | |
| Basic and diluted, net profit for the period attributable to equity holders of the Parent (in Saudi Riyals) | 5 | **0.85** | 0.68 |

Chairman　　　President & Group CEO　　　Group Chief Financial Officer

The accompanying notes from 1 to 19 form an integral part of these condensed consolidated interim financial statements.

**UNITED INTERNATIONAL TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
As at 31 March 2022

| | Notes | *31 March 2022 SR'000 (Unaudited)* | *31 December 2021 SR'000 (Audited)* |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property and equipment | 6 | **1,563,407** | 1,531,121 |
| Right-of-use assets | 7 | **57,644** | 28,272 |
| Intangible assets | | **4,807** | 4,183 |
| Financial assets at fair value through other comprehensive income | | **15,000** | 15,000 |
| | | **1,640,858** | 1,578,576 |
| **Current assets** | | | |
| Inventories | | **20,869** | 8,113 |
| Trade receivables | | **171,839** | 161,149 |
| Prepayments and other receivables | | **42,665** | 31,557 |
| Cash and cash equivalents | | **140,570** | 104,868 |
| | | **375,943** | 305,687 |
| **Total Assets** | | **2,016,801** | 1,884,263 |
| **EQUITY AND LIABILITIES** | | | |
| **Equity** | | | |
| Share capital | 8 | **711,667** | 711,667 |
| Statutory reserve | | **224,429** | 224,429 |
| Retained earnings | | **722,788** | 662,516 |
| Foreign currency translation reserve | | **(163)** | (163) |
| **Total Equity** | | **1,658,721** | 1,598,449 |
| **Liabilities** | | | |
| **Non-current liabilities** | | | |
| Lease liabilities-long-term portion | 7 | **41,466** | 16,186 |
| Employee benefits | | **66,860** | 62,984 |
| | | **108,326** | 79,170 |
| **Current liabilities** | | | |
| Lease liabilities-current portion | 7 | **10,927** | 9,327 |
| Trade payables | | **86,842** | 56,273 |
| Accrued expenses and other liabilities | | **141,542** | 133,112 |
| Zakat payable | 4 | **10,443** | 7,932 |
| | | **249,754** | 206,644 |
| **Total Liabilities** | | **358,080** | 285,814 |
| **Total Equity and Liabilities** | | **2,016,801** | 1,884,263 |

Chairman

President & Group CEO

Group Chief Financial Officer

The accompanying notes from 1 to 19 form an integral part of these condensed consolidated interim financial statements.

**UNITED INTERNATIONAL TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**
For the three-month periods ended 31 March 2022

| | Notes | *31 March 2022 SR'000* | *31 March 2021 SR'000 (Restated)* |
|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | |
| Profit before zakat and tax | | **62,783** | 50,088 |
| Adjustments for: | | | |
| Depreciation of property and equipment | 6 | **53,377** | 55,353 |
| Depreciation of right-of-use assets | 7 | **2,697** | 2,746 |
| Amortisation of intangible assets | | **90** | 42 |
| Provision for employees' benefits | | **5,227** | 5,578 |
| Gain on derecognition of right-of-use assets | | **--** | (30) |
| Impairment loss on trade receivables | | **--** | 2,797 |
| Finance costs-net | | **1,347** | 172 |
| | | **125,521** | 116,746 |
| Changes in working capital: | | | |
| Inventories | | **51,970** | 63,030 |
| Trade receivables | | **(10,690)** | 40,848 |
| Prepayments and other receivables | | **(11,108)** | 14,689 |
| Trade payables | | **30,569** | 51,634 |
| Accrued expenses and other liabilities | | **8,430** | (31,475) |
| Cash generated from operating activities | | **194,692** | 255,472 |
| Purchase of vehicles | 6 | **(150,064)** | (153,346) |
| Finance costs paid-net | | **(1,347)** | (172) |
| Employee benefits paid | | **(1,351)** | (580) |
| **Net cash generated from operating activities** | | **41,930** | 101,374 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Purchase of property and equipment (excluding vehicles) | 6 | **(325)** | (1,569) |
| Additions to intangible assets | | **(714)** | - |
| **Net cash used in investing activities** | | **(1039)** | (1,569) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Repayment of borrowings | | **-** | (3,333) |
| Payment of lease liabilities | 7 | **(5,189)** | (1,640) |
| **Net cash used in financing activities** | | **(5,189)** | (4,973) |
| **NET INCREASE IN CASH AND CASH EQUIVALENTS** | | **35,702** | 94,832 |
| Cash and cash equivalents at the beginning of the period | | **104,868** | 146,510 |
| **CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD** | | **140,570** | 241,342 |
| **Supplemental non-cash information** | | | |
| Transfers from property and equipment to inventories | 6 | **64,726** | 71,460 |

Chairman | President & Group CEO | Group Chief Financial Officer

The accompanying notes from 1 to 19 form an integral part of these condensed consolidated interim financial statements.

**UNITED INTERNATIONAL TRANSPORTATION COMPANY**
(A Saudi Joint Stock Company)

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the three-month periods ended 31 March 2022

| | *Share capital SR'000* | *Statutory reserve SR'000* | *Retained earnings SR'000* | *Foreign currency translation reserve SR'000* | *Total equity SR'000* |
|---|---|---|---|---|---|
| Balance as at 01 January 2021 - (restated) – (note 16) | 711,667 | 202,438 | 600,954 | (138) | 1,514,921 |
| Net profit for the period - (restated) | -- | -- | 48,322 | -- | 48,322 |
| Other comprehensive income for the period | -- | -- | -- | -- | -- |
| Total comprehensive income for the period - (restated) | -- | -- | 48,322 | -- | 48,322 |
| Balance as at 31 March 2021 (Unaudited) - (restated) | 711,667 | 202,438 | 649,276 | (138) | 1,563,243 |
| Balance as at 01 January 2022 | **711,667** | **224,429** | **662,516** | **(163)** | **1,598,449** |
| Net profit for the period | - | - | **60,272** | - | **60,272** |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | **60,272** | - | **60,272** |
| **Balance as at 31 March 2022 (Unaudited)** | **711,667** | **224,429** | **722,788** | **(163)** | **1,658,721** |

Chairman

President & Group CEO

Group Chief Financial Officer

The accompanying notes from 1 to 19 form an integral part of these condensed consolidated interim financial statements.

## 1 CORPORATE INFORMATION

United International Transportation Company ("the Parent Company") is a Saudi Joint Stock Company registered in Jeddah, Kingdom of Saudi Arabia, under Commercial Registration No. 4030017038 dated 7 Shabaan 1428H (corresponding to 20 August 2007).

The principal activities of the Parent Company are leasing, rental of vehicles and used car sales under the commercial name of “Budget Rent a Car” as per the license No. 0202000400 issued by the Ministry of Transportation in the Kingdom of Saudi Arabia. The Parent Company was listed on Saudi Stock Exchange on 1 September 2007.

The Parent Company’s registered office is located at the following address:

6695 King Abdul Aziz Road, Al Basatin Dist.
Unit No. 92
Jeddah 23719-4327,
Kingdom of Saudi Arabia.

As at the reporting date, the Parent Company has two subsidiaries, namely Aljozoor Alrasekha Trucking Company Limited - A Single Owner Company and Unitrans Infotech Services India Private Limited (the “subsidiaries” and collectively with the Parent Company referred to as the “Group”).

The Parent Company owns 100% of the issued capital of Aljozoor Alrasekha Trucking Company Limited - A Single Owner Company (the “subsidiary” or “Rahaal”). Rahaal is a limited liability company incorporated in Saudi Arabia and engaged in the business of leasing and rental of heavy vehicles and equipment and trading in heavy vehicles and equipment and spare parts, as per commercial registration.

With effect from 26 January 2020, the Parent Company acquired the remaining 51% shareholding of an existing associate Unitrans Infotech Services India Private Limited. As such, the Parent Company wholly owns 100% of the shareholding in this entity. Therefore, the same have been consolidated in these condensed consolidated interim financial statements.

The following are the details of the associate:

| ***Name*** | ***Principal field of activities*** | ***% of capital held*** | |
|---|---|---|---|
| | | ***31 March 2022*** | *31 December 2021* |
| Tranzlease Holdings India Private Limited | Operating lease of motor vehicles | **32.99%** | 32.99% |

**Tranzlease Holdings India Private Limited**

Tranzlease Holdings India Private Limited has incurred losses in previous years, the management has impaired the investment, and it appears at Nil value.

The associate had no contingent liabilities or capital commitments at 31 March 2022 or 31 December 2021. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group’s accounting policies.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with the International Accounting Standard 34, “Interim Financial Reporting” (“IAS 34”) 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”) (collectively referred to as “IFRS as endorsed in KSA”).

These condensed consolidated interim financial statements do not include all the information and disclosures required in the full set of annual consolidated financial statements. They should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2021. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual financial statements. In addition, results for the interim period ended 31 March 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

### 2.2 Basis of measurement

The condensed consolidated interim financial statements are prepared under the historical cost convention using the accruals basis of accounting and going concern concept, unless otherwise stated.

### 2.3 Functional and presentation currency

The condensed consolidated interim financial statements are presented in Saudi Arabian Riyals (SR), which is the Parent Company’s functional currency and Group’s presentation currency. All financial information presented in SR has been rounded off to the nearest thousand (SR’000), unless otherwise stated.

### 2.4 Significant accounting judgements, estimates, and assumptions

The preparation of the Group’s condensed consolidated interim financial statements requires management to make judgements, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures and the disclosure of contingent liabilities.

The significant judgments made by management in applying the Group's accounting policies and the methods of computation and the key sources of estimation are the same as those that applied to the consolidated financial statements for the year ended 31 December 2021, except for the following regarding the useful lives of property and equipment. However, in view of the current uncertainty, any future change in the assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in the future periods. As the situation is rapidly evolving with future uncertainties, management will continue to assess the impact based on prospective developments (see also note 15).

## 2 BASIS OF PREPARATION (continued)

### 2.4 Significant accounting judgements, estimates, and assumptions (continued)

***Revision in useful lives of property and equipment***

The Group's management determines the estimated useful lives of its property and equipment for calculating depreciation. These estimates are determined after considering the expected usage of the assets or physical wear and tear. Management reviews the residual value and useful lives annually and future depreciation charges would be adjusted where the management believes the useful lives differ from previous estimates.

During the three-month periods ended 31 March 2022, the Group conducted an internal technical review to assess the useful lives of vehicles and residual values. Accordingly, the estimated useful lives of vehicles have been revised by the Group as follows:

| | Upto 31 December 2021 | Effective 1 January 2022 |
|---|---|---|
| | Years | |
| Lease Vehicles | 4 | 4.23 |
| Rental Vehicles | 2.58 | 2.78 |

The change in estimated useful lives has resulted in a decrease in depreciation expenses and an increase in the cost of sales of vehicles by SR 19.7 million (net) for the period ended 31 March 2022. The effect of change in estimate in future periods is impracticable to determine.

## 3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2021, except for the adoption of amendments and interpretations effective as of 1 January ٢٠٢٢ and the new accounting policy as mentioned in note 17. The Group has not early adopted any standard, interpretation, or amendment that has been issued but is not yet effective.

## 4 ZAKAT AND TAX

Zakat and tax expense for the period was SR 2.5 million. There was no change in the status of zakat and tax assessments of the Parent Company and its subsidiaries from the consolidated financial statements for the year ended 31 December 2021 except for the below:

**The Parent Company**

The Parent Company has filed its Zakat returns for all years up to December 31, 2021 and settled its zakat liabilities accordingly. Furthermore, the company has filed its Withholding tax (WHT) returns till December 2021 and settled its WHT liabilities accordingly.

## 4 ZAKAT AND TAX (continued)

**The Parent Company (continued)**

During the year ended 31 December 2021, the Zakat, Tax and Customs Authority (ZATCA) issued a final assessment for the years from 31 December 2015 till 31 December 2018. The Company paid a partial amount for the year from 2015 to 2017 amounting to SR 1,678,300 and filed an appeal to the General Secretariat of Zakat, Tax, and Customs Committees ("GSTC") for the rest amounting to SR 672,254. For the year ended 31 December 2018, ZATCA accepted the objection and did not claim the Zakat differences. Moreover, during 2021, ZATCA issued a final assessment for the years 31 December 2019 and 31 December 2020 wherein they claimed a difference amounting to SR 117,666 for the year 2019 and SR 254,285 for the year 2020. The Company settled the zakat differences for the years 2019 & 2020.

**Subsidiary- Aljozoor Alrasekha Trucking Company Limited (Rahaal)**

Before filing consolidated zakat returns for 2018 and 2019, as mentioned above, Rahaal has filed the separate zakat returns up to the financial year ended 31 December 2017. The assessment proceedings of Zakat returns filed for the period from 12 May 2012 to 31 December 2012, and the financial years 2013 to 2016 have been initiated by GAZT. From the year 2018 and going forward the zakat filling is done at the consolidated level.

**Subsidiary- Unitrans Infotech Services India Private Limited**

The subsidiary has filed an application for the settlement of all pending assessments up to 31 March 2020 with the Income Tax Department of India, and payment has also been made during 2020 in this regard. However, the final order from the Tax Authorities is still awaited.

The zakat and tax expense for the period is as follows

| | ***For the three-month periods ended 31 March 2022 SR'000* (Unaudited)** | *For the three-month periods ended 31 March 2021 SR'000* (Unaudited) |
|---|---|---|
| Zakat expense during the period | **2,511** | 1,766 |

The movement in the zakat provision for the period / year is as follows:

| | ***For the three-month periods ended 31 March 2022 SR'000* (Unaudited)** | *For the year ended 31 December 2021 SR'000* (Audited) |
|---|---|---|
| At the beginning of the period / year | **7,932** | 8,217 |
| Provided during the period / year | **2,511** | 8,269 |
| Paid during the period / year | **--** | (8,554) |
| At the end of the period / year | **10,443** | 7,932 |

## 5 EARNINGS PER SHARE (EPS)

Basic EPS is calculated by dividing the profit for the period attributable to equity holders of the Parent Company by the weighted average number of shares outstanding during the period. The calculation of diluted earnings per share ('EPS') is not applicable to the Group. Also, no separate earning per share calculation from continuing operations has been presented since there were no discontinued operations during the period.

The EPS calculation is given below:

| | ***For the three-month periods ended 31 March*** | |
|---|---|---|
| | ***(Unaudited)*** | *(Unaudited)* (Restated) |
| | ***2022*** | *2021* |
| Net profit attributable to equity holders of the Parent (SR'000) | **60,272** | 48,322 |
| Weighted average number of shares for basic and diluted EPS ('000) | **71,167** | 71,167 |
| Earnings per share (in Saudi Riyals) | **0.85** | 0.68 |

## 6 PROPERTY AND EQUIPMENT

| | ***For the three-month periods ended 31 March 2022 (Unaudited)*** | | | *For the year ended 31 December 2021 (Audited)* | | |
|---|---|---|---|---|---|---|
| | ***Vehicles SR'000*** | ***Others SR'000*** | ***Total SR'000*** | *Vehicles SR'000* | *Others SR'000* | *Total SR'000* |
| Opening net book value | **1,387,938** | **143,183** | **1,531,121** | 1,219,446 | 128,678 | 1,348,124 |
| Additions during the period / year | **150,064** | **325** | **150,389** | 630,201 | 22,237 | 652,438 |
| Transfer of vehicles to inventories during the period / year | **(64,726)** | **--** | **(64,726)** | (255,190) | **--** | (255,190) |
| Write off during the period/ year | **--** | **--** | **--** | **--** | (1,108) | (1,108) |
| Depreciation charge for the period / year | **(51,930)** | **(1,447)** | **(53,377)** | (206,519) | (6,624) | (213,143) |
| Closing net book value | **1,421,346** | **142,061** | **1,563,407** | 1,387,938 | 143,183 | 1,531,121 |

## 7 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

| | ***For the three-month periods ended 31 March 2022 (Unaudited)*** | | *For the year ended 31 December 2021 (Audited)* | |
|---|---|---|---|---|
| | ***Right-of-use assets SR'000*** | ***Lease liabilities SR'000*** | *Right-of-use assets SR'000* | *Lease liabilities SR'000* |
| Opening balances | **28,272** | **25,513** | 26,443 | 24,190 |
| Additions made during the period / year | **32,069** | **32,069** | 15,913 | 15,913 |
| Terminations during the period / year | **--** | **--** | (3,580) | (3,767) |
| Depreciation expense for the period / year | **(2,697)** | **--** | (10,504) | -- |
| Accretion of interest | **--** | **1,357** | -- | 1,685 |
| Payments | **--** | **(6,546)** | -- | (12,508) |
| Closing balances | **57,644** | **52,393** | 28,272 | 25,513 |

## 8 SHARE CAPITAL

At 31 March 2022, the Group's authorized, issued, and paid-up share capital of SR 711.67 million (31 December 2021: SR 711.67 million) consists of 71.167 million (31 December 2021: 71.167 million) fully paid shares of SR 10 each.

The Board of Directors, in its meeting held on 30 March 2022, proposed a final cash dividend of SR 92.52 million (representing SR 1.30 per share) for the year ending 31 December 2021.

## 9 RELATED PARTY TRANSACTIONS AND BALANCES

The Group, in the normal course of business, enters into transactions with other entities that fall within the definition of a related party contained in International Accounting Standard 24. Related parties represent major shareholders, directors and key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties. The transactions with related parties are made at approved contractual terms. There are no outstanding balances as at the reporting date.

a) The significant transactions and the related amounts are as follows:

| ***Related party*** | ***Nature of relationship*** | ***Nature of transactions*** | ***Amounts of transactions*** | |
|---|---|---|---|---|
| | | | ***31 March 2022 SR'000 (Unaudited)*** | *31 March 2021 SR'000 (Unaudited)* |
| Zahid Group | Shareholder | Car rentals | **--** | 21 |
| Law Firm of Bassim A Alim Law | Other related party | Professional services including value added tax (retainership fee) | **--** | 1380 |
| Key management personnel | Employees | Short term benefits | **3,252** | 2,452 |
| | | Long term benefits | **223** | 161 |
| Board of Directors' | Board of Directors | Board of Directors' remuneration | **751** | 555 |

## 10 CONTINGENCIES AND COMMITMENTS

In addition to the contingencies disclosed in note 4, at 31 March 2022, the Group has outstanding letters of guarantee amounting to SR 22.42 million (31 December 2021: SR 21.8 million) issued by the banks in Saudi Arabia on behalf of Group in the ordinary course of business.

## 11 SEGMENTAL INFORMATION

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services and are managed separately because they require different marketing strategies. The Group's Chairman, President and Group Chief Executive, Director Corporate Affairs, Director of Operations (DOO) and Group Chief Financial Officer (GCFO) monitor the results of the Group's operations for the purpose of making decisions about resource allocation and performance assessment. They are collectively the chief operating decision makers (CODM) for the Group.

For each of the strategic business units, the CODM reviews internal management reports on at least quarterly basis. The following summary describes the operations in each of the Group's reportable segments:

- Lease segment – represents cars leased out to customers under medium to longer term rental arrangements
- Rental segment – represents cars leased out to customers under short term rental arrangements
- Others – represents inventories, other assets and liabilities and related income & expense for items not classified under lease and rental segments.

No operating segments have been aggregated to form the above reportable operating segments.

Segment results that are reported to CODM include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment revenues, as included in the internal management reports that are reviewed by the CODM. There are no inter segment revenue reported during the period.

The following table presents segment information for the period ended 31 March:

| | For the three-month periods ended | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| ***Particulars*** | ***Lease*** | | ***Rental*** | | ***Others*** | | ***Total*** | |
| | ***31 March 2022*** | *31 March 2021* | ***31 March 2022*** | *31 March 2021* | ***31 March 2022*** | *31 March 2021* | ***31 March 2022*** | *31 March 2021* |
| | *(Unaudited)* | | *(Unaudited)* | | *(Unaudited)* | | *(Unaudited)* | |
| | | (Restated) | | (Restated) | | (Restated) | | (Restated) |
| | ***SR'000*** | *SR'000* | ***SR'000*** | *SR'000* | ***SR'000*** | *SR'000* | ***SR'000*** | *SR'000* |
| Revenue - external customers | **117,117** | 114,724 | **57,474** | 42,303 | **73,709** | 80,002 | **248,300** | 237,029 |
| Depreciation of vehicles – as previously reported | **--** | (55,578) | **--** | (32,867) | **--** | -- | **--** | (88,445) |
| Impact of restatements | **--** | 16,517 | **--** | 17,865 | **--** | -- | **--** | 34,382 |
| Depreciation of vehicles | **(37,773)** | (39,061) | **(14,157)** | (15,002) | **--** | -- | **(51,930)** | (54,063) |
| Segment profit | **79,344** | 75,663 | **43,317** | 27,301 | **73,709** | 80,002 | **196,370** | 182,966 |

## 11 SEGMENTAL INFORMATION (continued)

**Unallocated income / (expenses):**

| | ***31 March 2022*** ***(Unaudited)*** | *31 March 2021* *(Unaudited)* *(Restated)* |
|---|---|---|
| Cost of revenue | **(109,495)** | (109,578) |
| Other income-net | **6,681** | 4,746 |
| Selling and marketing expenses | **(11,844)** | (12,487) |
| General and administrative expenses | **(17,582)** | (12,590) |
| Impairment loss on trade receivables | **--** | (2,797) |
| Finance costs-net | **(1,347)** | (172) |
| **Net profit before zakat and tax** | **62,783** | 50,088 |

Detail of segment assets and liabilities is given below:

| ***Particulars*** | ***Allocated*** | | ***Unallocated*** | |
|---|---|---|---|---|
| | ***Lease*** ***SR'000*** | ***Rental*** ***SR'000*** | ***Others*** ***SR'000*** | ***Total*** ***SR'000*** |
| ***31 March 2022 (Unaudited)*** | | | | |
| Segment assets | **1,030,884** | **390,462** | **595,455** | **2,016,801** |
| Segment liabilities | **--** | **--** | **358,080** | **358,080** |
| *31 December 2021 (Audited)* | | | | |
| Segment assets | 1,010,372 | 377,566 | 496,325 | 1,884,263 |
| Segment liabilities | -- | -- | 285,814 | 285,814 |

## 12 FAIR VALUE OF ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

## 12 FAIR VALUE OF ASSETS AND LIABILITIES (continued)

If the inputs used to measure the fair value of an asset or liability falls into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest input level that is significant to the entire measurement.

The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

The fair values of financial instruments are not materially different from their carrying values.

| | Level 1 | Level 2 | Level 3 | Total |
|---|---|---|---|---|
| **31 March 2022 (unaudited)** | *SR'000* | *SR'000* | *SR'000* | *SR'000* |
| Investments at FVOCI | | | | |
| - Investment | **--** | **--** | **15,000** | **15,000** |
| | | | | |
| 31 December 2021 (audited) | | | | |
| Investments at FVOCI | | | | |
| - Investment | -- | -- | 15,000 | 15,000 |

There were no transfers between levels of the fair value hierarchy during the period ended 31 March 2022 and for the year ended 31 December 2021. Additionally, there were no changes in the valuation techniques.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, it does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

**31 March 2022 (Unaudited)**

| | Carrying amount | | | |
|---|---|---|---|---|
| **Description:** | **Amortised cost** *SR'000* | **Fair value through profit or loss** *SR'000* | **Fair value through other comprehensive income** *SR'000* | **Total** *SR'000* |
| **Financial assets not measured at fair value** | | | | |
| Trade receivables | **171,839** | **--** | **--** | **171,839** |
| Other receivables | **8,078** | **--** | **--** | **8,078** |
| Cash and cash equivalents | **140,570** | **--** | **--** | **140,570** |
| **Financial liabilities not measured at fair value** | | | | |
| Trade payables | **86,842** | **--** | **--** | **86,842** |
| Accrued expenses and other liabilities | **141,542** | **--** | **--** | **141,542** |
| Lease liabilities | **52,393** | **--** | **--** | **52,393** |

## 12 FAIR VALUE OF ASSETS AND LIABILITIES (continued)

| 31 December 2021 (Audited) | Carrying amount | | | |
|---|---|---|---|---|
| Description: | Amortised cost *SR'000* | Fair value through profit or loss *SR'000* | Fair value through other comprehensive income *SR'000* | Total *SR'000* |
| Financial assets not measured at fair value | | | | |
| Trade receivables | 161,149 | -- | -- | 161,149 |
| Other receivables | 1,602 | -- | -- | 1,602 |
| Cash and cash equivalents | 104,868 | -- | -- | 104,868 |
| Financial liabilities not measured at fair value | | | | |
| Trade payables | 56,273 | -- | -- | 56,273 |
| Accrued expenses and other liabilities | 133,112 | -- | -- | 133,112 |
| Lease liabilities | 25,513 | -- | -- | 25,513 |

## 13 CAPITAL MANAGEMENT

For the purpose of the Group's capital management, capital includes issued capital, statutory reserve, and retained earnings attributable to the equity holders of the Parent Company. The primary objective of the Group's capital management is to maximize the shareholder value.

The Group manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Group monitors capital using a gearing ratio, which is net debt divided by total capital.

| | ***31 March 2022 SR'000*** | *31 December 2021 SR'000* |
|---|---|---|
| | ***(Unaudited)*** | *(Audited)* |
| Total liabilities | | |
| Cash and cash equivalents | **358,080** | 285,814 |
| **Net debt** | **(140,570)** | (104,868) |
| | **217,510** | 180,946 |
| Share capital | **711,667** | 711,667 |
| Statutory reserve | **224,429** | 224,429 |
| Retained earnings | **722,788** | 662,516 |
| **Equity** | **1,658,884** | 1,598,612 |
| **Net debt to equity ratio** | **0.13** | 0.11 |

## 14 FINANCIAL RISK MANAGEMENT

The Group's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations and to provide guarantees to support its operations. The Group's principal financial assets include trade and other receivables and cash and cash equivalents.

The Group's activities expose it to a variety of financial risks: market risk (including interest rate risks, currency risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on robust liquidity management as well as monitoring of various relevant market variables, thereby consistently seeking to minimize potential adverse effects on the Group's financial performance.

Risk management is carried out by senior management under policies approved by the Board of Directors. Senior management identifies, evaluates, and hedges financial risks in close co-operation with the Group's operating units. The most important types of risk are credit risk, currency risk and fair value risk.

The Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The executive management team is responsible for developing and monitoring the Group's risk management policies. The team regularly meets, and any changes and compliance issues are reported to the Board of Directors through the audit committee.

Risk management systems are regularly reviewed by the executive management team to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Audit committee oversees compliance by management with the Group's risk management policies and procedures and reviews the adequacy of the risk management framework about the risks faced by the Group.

Financial instruments carried on the statement of financial position include cash and cash equivalents, account receivables, other receivables, accrued and other current liabilities, lease liabilities and trade payables. The particular recognition methods adopted are disclosed in the individual policy statements associated with each item

### Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of two types of risk:

- Commission (interest) rate risk
- Foreign currency exchange risk,

The Group's overall risk management program focuses on the unpredictability of the financial market and seeks to minimize potential adverse effects on the Company's financial performance.

## 14 FINANCIAL RISK MANAGEMENT (continued)

*a) Interest rate risk*

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group manages the interest rate risk by regularly monitoring the interest rate profiles of its interest-bearing financial instruments.

The Company's receivables and payables are not subject to interest rate risk as defined in IFRS 7, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates. Hence, the Company is not exposed to fair value interest rate risk.

At the reporting date there are no borrowings and there is no profit rate sensitivity for the period.

*b) Foreign currency risk*

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group's functional and reporting currency is in Saudi Arabian Riyals. The Group's transactions are principally in Saudi Arabian Riyals. Management monitors the fluctuations in currency exchange rates and believes that the currency risk is not significant. The bulk of the exposure is in USD and the Saudi Arabian Riyal is pegged at SAR 3.75: USD 1, therefore, the Group is not exposed to any significant foreign currency risk from Saudi Arabian Riyals and US Dollars denominated financial instruments. However, the Group has investments in foreign associates, whose net assets are exposed to currency translation risk. Currently, such exposures are mainly related to exchange rate movements between local currencies against Indian Rupees. The Group's management monitors such fluctuations and manages its effect on the condensed consolidated interim financial statements accordingly.

***Other price risk***

The risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all instruments traded in the market. The Group is not affected by price risk as there are no investment of the Group in equity shares or commodities.

### Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and will cause the other party to incur a financial loss. The Company is exposed to risk on its trade and other receivables and cash at banks.

*Concentration risk*

The Group has no significant concentration of credit risk. Concentration risk arises when a number of counterparties engaged in similar business activities or activities in the same geographical region or have economic features that would cause them to fail their contractual obligations. To reduce exposure to credit risk, the Group has developed a formal approval process whereby credit limits are applied to its customers. The management also continuously monitors the credit exposure towards the customers and makes provision against those balances considered doubtful of recovery.

To mitigate the risk, the Group has a system of assigning credit limits to its customers based on an extensive evaluation based on customer profile and payment history.

## 14 FINANCIAL RISK MANAGEMENT (continued)

### Credit risk (continued)

The creditworthiness of counterparties is assessed based on an analysis of quantitative and qualitative data regarding financial standing and business risks, together with the review of any relevant third party and market information.

The Groups gross maximum exposure to credit risk at the reporting date is as follows:

| | *31 March 2022 SR'000 (Unaudited)* | *31 December 2021 SR'000 (Audited)* |
|---|---|---|
| **Financial assets** | | |
| Trade receivables | **205,72٣** | 195,033 |
| Cash at banks | **139,500** | 103,079 |
| | **345,22٣** | 298,112 |

With respect to credit risk arising from the financial assets of the Group, including bank balances and cash, the Group's exposure to credit risk arises from default of the counterparty, with a maximum exposure equal to the carrying amounts as disclosed in the statement of financial position. The credit risk in respect of bank balances is considered by management to be insignificant, as the balances are mainly held with reputable banks in the Kingdom of Saudi Arabia.

*Trade receivables*
Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment. The five largest customers account for 19% of outstanding accounts receivable at 31 March 2022 (31 December 2021: 18%).

The receivables are shown net of allowance for impairment of trade receivables. The Group applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, trade receivables have been grouped into low risk, fair risk, doubtful and loss based on shared credit risk characteristics and the days past due. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors (such as GDP forecast and industry outlook) affecting the ability of the customers to settle the receivables. The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions.

The following table provides information about the exposure to credit risk and expected credit losses for trade receivables.

| | **Weighted average loss rate** | **Gross carrying amount** | **Impairment loss allowance** |
|---|---|---|---|
| **31 March 2022 (unaudited)** | | | |
| Low risk | **2.12%** | **117,278** | **2,490** |
| Fair risk | **13.20%** | **53,744** | **7,094** |
| Doubtful | **61.42%** | **26,961** | **16,560** |
| Loss | **100%** | **7,740** | **7,740** |
| | | **205,72٣** | **(33,884)** |

## 14 FINANCIAL RISK MANAGEMENT (continued)

### Credit risk (continued)

*Trade receivables (continued)*

| | Weighted average loss rate | Gross carrying amount | Impairment loss allowance |
|---|---|---|---|
| 31 December 2021 (audited) | | | |
| Low risk | 2.38% | 87,152 | 2,074 |
| Fair risk | 9.43% | 73,155 | 6,901 |
| Doubtful | 64.30% | 27,497 | 17,680 |
| Loss | 100% | 7,229 | 7,229 |
| | | 195,033 | (33,884) |

There were no past due or impaired receivables from related parties.

### Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation. The Group also monitors the levels of expected cash inflows on trade and other receivables together with the expected cash outflows on trade and other payables.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments:

| | | **Contractual cash flows** | | |
|---|---|---|---|---|
| **Non-derivative financial liabilities** | **Carrying amount** *SR'000* | **Less than one year** *SR'000* | **More than one year** *SR'000* | **Total** *SR'000* |
| **31 March 2022 (Unaudited)** | | | | |
| Trade payables | **86,842** | **86,842** | **--** | **86,842** |
| Accrued expenses and other liabilities | **97,650** | **97,650** | **--** | **97,650** |
| Lease liabilities | **52,393** | **9,569** | **44,181** | **53,750** |
| | **236,885** | **194,061** | **44,181** | **238,242** |
| 31 December 2021 (Audited) | | | | |
| Trade payables | 56,273 | 56,273 | -- | 56,273 |
| Accrued expenses and other liabilities | 98,473 | 98,473 | -- | 98,473 |
| Lease liabilities | 25,513 | 7,014 | 20,185 | 27,199 |
| | 180,259 | 161,760 | 20,185 | 181,945 |

## 15 IMPACT OF COVID-19

The outbreak of novel coronavirus ("COVID-19") since early 2020 and its spread across mainland China and then globally caused disruptions to businesses and economic activities including the KSA. The World Health Organization qualified COVID-19 as a pandemic, with governments issuing strict regulations and guidance for its populations and companies. It necessitated the Group to re-assess its judgements and the key sources of estimation applied.

Management has taken a series of preventive measures, including adopting all applicable Ministry of Health safety guidelines to ensure the health and safety of its employees, customers, and wider community as well. During the period ended 31 March 2022, management has assessed the overall impact on the Group's operations, liquidity requirements, business aspects, and considered factors like effects on supply chain, the impact of demand and prices related to used vehicles, etc.

Management is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources, considering the uncertainties discussed. The judgments, estimates, and associated assumptions are based on historical experience and other factors that are considered to be relevant, including expectations of future events that are believed to be reasonable under the circumstances. The situation surrounding COVID-19 is evolving, including new variants, and its impact on global economic conditions may continue to impact the Group's business, results of operations, and financial condition in 2022. The situation remains uncertain, and therefore it is difficult to predict with certainty the length of time that COVID-19 will impact the Group's business and the overall potential impact of COVID-19 on the Group's business, operations, and financial condition.

The Group considered potential impacts of the current economic volatility in determining the reported amounts of the Group's financial and non-financial assets. These are considered to represent management's best assessment based on observable information. Markets, however, remain volatile, and the recorded amounts remain sensitive to market fluctuations. Given the fluidity of the environment, the management will continue to evaluate these and make further demand-driven adjustments to its capacity as needed.

## 16 RESTATEMENTS

The Group had restated certain amounts and balances in its annual consolidated financial statements for the year ended 31 December 2021, the details of which were disclosed in Note 34 to the annual consolidated financial statements.

During 2021, the management corrected the carrying values of property and equipment (vehicles), inventory held for sale (vehicles) and the resulting depreciation expense on property and equipment (vehicles) and cost of sales of vehicles by restating each of the affected financial statement line items for the prior periods. The restatement arose as the estimates relating to the useful economic lives and residual values of vehicles has not been accurately reassessed and the depreciation charge for the prior years has not been accounted for in accordance with the requirements of the applicable financial reporting framework.

## 16 RESTATEMENTS (continued)

| | Impact of restatements | | |
|---|---|---|---|
| *Condensed consolidated interim statement of profit or loss and other comprehensive income for the periods ended 31 March 2021:* | **As previously reported** | **Adjustments** | **As restated** |
| | *SR'000* | *SR'000* | *SR'000* |
| Cost of revenue | | | |
| Depreciation on property and equipment | 89,543 | (34,382) | 55,161 |
| Cost of sale of vehicles | 21,636 | 41,236 | 62,872 |
| Gross profit | 80,242 | (6,854) | 73,388 |
| Profit before Zakat | 56,942 | (6,854) | 50,088 |
| Profit for the period | 55,176 | (6,854) | 48,322 |
| Total comprehensive income for the period | 55,176 | (6,854) | 48,322 |
| *Condensed consolidated statement of changes in equity:* For the three-month periods ended 31 March 2021 – (unaudited) | | | |
| Balance as at 1 January 2021 | 1,274,579 | 240,342 | 1,514,921 |
| Balance as at 31 March 2021 | 1,329,755 | 233,488 | 1,563,243 |
| *Condensed consolidated statement of cashflows:* For the three-month periods ended 31 March 2021 | | | |
| Cash flows from operating activities: | | | |
| Profit for the year | 55,176 | (6,854) | 48,322 |
| Depreciation on property and equipment | 89,735 | (34,382) | 55,353 |
| Inventories | 21,471 | 41,559 | 63,030 |

| | Impact of restatements | | |
|---|---|---|---|
| | **As previously reported** | **Adjustments** | **As restated** |
| *Earnings per share* | *SR'000* | *SR'000* | *SR'000* |
| 31 March 2021 (unaudited) | | | |
| Profit attributable to ordinary equity holders of the parent | 55,176 | (6,854) | 48,322 |
| Weighted average number of ordinary shares for basic and diluted EPS | 71,167 | -- | 71,167 |
| Earnings per share (EPS) | 0.78 | -- | 0.68 |

The management has reassessed the comparative figures and accordingly management has reclassified SR 4.4 million from revenue to other income.

## 17 NEW STANDARDS, INTERPETATON AND AMENDMENTS

a) Standards, interpretations and amendments issued

This table lists the recent changes to the Standards that are required to be applied for an annual period beginning after 1 January 2022.

| ***Standard / Interpretation*** | ***Description*** | ***Effective from periods beginning on or after the following date*** |
|---|---|---|
| IAS 37 | Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37 | 1 January 2022 |
| Annual Improvements | Annual Improvements to IFRS Standards 2018–2020 | 1 January 2022 |
| IAS 16 | Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16) | 1 January 2022 |
| IFRS 3 | Reference to the Conceptual Framework (Amendments to IFRS 3) | 1 January 2022 |

b) Standards, interpretations and amendments issued but not yet effective

The standards, interpretations and amendments issued, but not yet effective up to the date of issuance of the condensed interim financial statements are disclosed below. The Group intends to adopt these standards, where applicable, when they become effective.

| ***Standard / Interpretation*** | ***Description*** | ***Effective from periods beginning on or after the following date*** |
|---|---|---|
| IFRS 17 | Insurance contracts | 1 January 2023 |
| IAS 1 | Classification of liabilities as current or non-current (amendments to IAS 1) | 1 January 2023 |
| IAS 8 | Definition to accounting estimates | 1 January 2023 |
| IAS 12 | Deferred Tax related to Assets and Liabilities arising from a Single Transaction` | 1 January 2023 |
| IAS 1 and IFRS Practice Statement 2 | Disclosure of Accounting Policies | 1 January 2023 |
| IFRS 10 and IAS 28 | Sale or contribution of assets between investor and its associate or joint venture (amendments to IFRS 10 and IAS 28) | Available for optional adoption / effective date deferred indefinitely |

The standards, interpretations and amendments with effective date of 1 January 2022 will not have any material impact on the Group's condensed consolidated interim financial statements, whereas for other above-mentioned standards, interpretations and amendments, the Group is currently assessing the implications on the Group's consolidated interim financial statements on adoption.

## 18 SUBSEQUENT EVENTS

There have been no significant subsequent events since the reporting date, that would require disclosures or adjustments in these condensed consolidated interim financial statements, except that, the shareholders in their Extraordinary General Assembly meeting held on 17 May 2022 approved a final cash dividend of SR 92.52 million (representing SR 1.30 per share) for the year ending 31 December 2021, proposed by the Board of Directors, in their meeting held on 30 March 2022.

## 19 APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These unaudited condensed consolidated interim financial statements have been approved by the Board of Directors on 19 May 2022, corresponding to 18 Shawwal 1443H.