

UNITED MINING INDUSTRIES COMPANY
(A Saudi Closed Joint Stock Company)
**INTERIM CONDENSED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT**
**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED
30 JUNE 2023**

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023

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**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED
FINANCIAL STATEMENTS**

To the shareholders
United Mining Industries Company
(A Saudi Closed Joint Stock Company)
Jeddah, Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed statement of financial position of United Mining Industries Company (the "Company") as at 30 June 2023, and the related interim condensed statement of profit or loss and other comprehensive income for the three-month and six-month periods then ended, the related interim condensed statements of changes in equity and cash flows for the six-month period then ended and other explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed financial statements in accordance with IAS 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed 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' as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements consists of making inquiries, primarily of the 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 (ISAs) as 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 interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia.

Baker Tilly MKM & Co.
Certified Public Accountants

Bader Hatim Al Tamimi
CPA - License No. 489
Jeddah on 29 Muharam 1445H
Corresponding to 16 August 2023



UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

	Note	<i>As At</i>	
		<i>30 June</i>	<i>31 December</i>
		2023	2022
		SR	SR
ASSETS			
Non current assets			
Property, plant and equipment	5	194,287,857	197,616,280
Right-of-use assets	6	2,800,274	799,247
Intangible assets		1,454	5,802
Investment at FVTOCI		58,477	57,469
		197,148,062	198,478,798
Current assets			
Inventories	7	55,560,248	72,526,187
Prepayments and other receivables		3,576,728	3,189,222
Trade receivables	8	61,602,826	67,503,233
Cash and banks		9,731,796	10,357,676
		130,471,598	153,576,318
TOTAL ASSETS		327,619,660	352,055,116
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital		140,000,000	140,000,000
Statutory reserve		8,826,314	8,826,314
Fair value reserve		18,611	17,603
General reserve		1,101,707	1,101,707
Retained earnings		33,306,982	15,465,850
TOTAL SHAREHOLDERS' EQUITY		183,253,614	165,411,474
LIABILITIES			
Non current liabilities			
Long term loans	11	22,740,751	22,111,972
Leases liabilities	6	2,236,148	555,066
Employee termination benefits		10,341,764	9,157,575
		35,318,663	31,824,613
Current liabilities			
Trade payables and other accruals	9	29,325,595	34,462,482
Short term loans	10	72,563,271	108,688,823
Long term loans, current portion	11	4,734,500	8,412,190
Advanced from customers		1,210,721	2,000,551
Leases liabilities, current portion	6	516,915	206,927
Zakat payable	12	696,381	1,048,056
		109,047,383	154,819,029
TOTAL LIABILITIES		144,366,046	186,643,642
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		327,619,660	352,055,116

The attached notes form an integral part of these interim condensed financial statements

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023**

	Note	<i>For the three-month period ended</i>		<i>For the six-month period ended</i>	
		<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
		<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>
		<i>SR</i>	<i>SR</i> <i>(restated - note</i> <i>18)</i>	<i>SR</i>	<i>SR</i> <i>(restated - note</i> <i>18)</i>
Revenue from contracts with customers	15	54,574,141	60,507,318	114,763,306	122,449,703
Cost of revenue		(39,166,023)	(50,702,718)	(79,776,332)	(96,451,049)
Gross profit		15,408,118	9,804,600	34,986,974	25,998,654
Selling and marketing expenses		(2,843,782)	(1,972,256)	(5,072,350)	(4,182,796)
General and administrative expenses		(3,567,426)	(2,101,496)	(6,477,427)	(5,003,951)
Expected credit losses	8	(167,544)	(246,128)	(304,765)	(927,358)
Operating profit		8,829,366	5,484,720	23,132,432	15,884,549
Finance costs		(1,827,112)	(1,905,515)	(3,884,157)	(2,569,732)
Other expenses		(227,259)	105,497	(738,097)	(28,064)
Profit before Zakat		6,774,995	3,684,702	18,510,178	13,286,753
Zakat	12	(270,000)	(240,000)	(669,046)	(480,000)
Profit for the period		6,504,995	3,444,702	17,841,132	12,806,753
Other Comprehensive Income (OCI)					
<i>OCI that will not be reclassified to profit or loss:</i>					
Change in FVTOCI		524	-	1,008	211
Total other comprehensive income for the period		524	-	1,008	211
Total comprehensive income for the period		6,505,519	3,444,702	17,842,140	12,806,964
Earnings per share:					
Basic and diluted earnings per share	13	0.46	0.25	1.27	0.91
Average number of shares outstanding	13	14,000,000	14,000,000	14,000,000	14,000,000

The attached notes form an integral part of these interim condensed financial statements

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2023**

	<i>Share capital</i>	<i>Statutory reserve</i>	<i>Fair value reserve</i>	<i>General reserve</i>	<i>Retained earnings</i>	<i>Total shareholders' equity</i>
	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
For the six-month period ended 30 June 2023:						
Balance as at 1 January 2023	140,000,000	8,826,314	17,603	1,101,707	15,465,850	165,411,474
Profit for the period	-	-	-	-	17,841,132	17,841,132
Other comprehensive income for the period	-	-	1,008	-	-	1,008
Total comprehensive income for the period	-	-	1,008	-	17,841,132	17,842,140
As at 30 June 2023	140,000,000	8,826,314	18,611	1,101,707	33,306,982	183,253,614
 For the six-month period ended 30 June 2022:						
Balance as at 1 January 2022	140,000,000	5,621,889	16,313	1,101,707	1,927,162	148,667,071
Profit for the period (restated - note 18)	-	-	-	-	12,806,753	12,806,753
Other comprehensive income for the period	-	-	211	-	-	211
Total comprehensive income for the period	-	-	211	-	12,806,753	12,806,964
As at 30 June 2022	140,000,000	5,621,889	16,524	1,101,707	14,733,915	161,474,035

The attached notes form an integral part of these interim condensed financial statements

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2023**

	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	2023	2022
	<i>SR</i>	<i>SR</i>
OPERATING ACTIVITIES		
Profit for the period	17,841,132	12,806,753
Adjustments for non-cash items:		
Depreciation of property, plan and equipment	7,627,866	7,344,119
Depreciation of right-of-use assets	389,688	313,824
Amortization of intangible assets	4,348	51,225
Finance cost incurred	3,884,157	2,569,732
Allowance for expected credit losses	304,765	927,358
Zakat expense	669,046	480,000
Employee termination benefits incurred	1,077,557	563,863
	<u>31,798,559</u>	<u>25,056,874</u>
Changes in working capital:		
Trade receivables	5,595,642	(10,687,810)
Prepayments and other receivables	(387,506)	1,063,969
Inventories	16,965,939	(90,843)
Trade payables and other accruals	3,263,113	8,964,838
Advanced from customers	(789,830)	1,357,698
	<u>56,445,917</u>	<u>25,664,726</u>
Zakat paid	(1,020,721)	(819,573)
Employee termination benefits paid	(100,203)	(126,040)
Net cash flows generated from operating activities	<u>55,324,993</u>	<u>24,719,113</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,299,443)	(2,756,083)
Net cash flows used in investing activities	<u>(4,299,443)</u>	<u>(2,756,083)</u>
FINANCING ACTIVITIES		
Net change in short term loans	(36,125,552)	(4,883,429)
Repayment of long term loans	(3,048,911)	(14,411,922)
Repayment of leases liabilities	(516,915)	(99,485)
Finance costs paid	(3,560,052)	(1,289,468)
Dividends paid	(8,400,000)	-
Net cash flows used in financing activities	<u>(51,651,430)</u>	<u>(20,684,304)</u>
Net change in cash and cash equivalents	<u>(625,880)</u>	<u>1,278,726</u>
Cash and cash equivalents at the beginning of the period	<u>10,357,676</u>	<u>8,179,903</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>9,731,796</u>	<u>9,458,629</u>
NON-CASH TRANSACTIONS:		
Change in FVTOCI	1,008	211
Additions to right-of-use assets through lease liabilities	<u>2,638,567</u>	<u>-</u>

The attached notes form an integral part of these interim condensed financial statements

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023

1 ORGANISATION AND ACTIVITIES

United Mining Industries Company (the "Company") is a Saudi Closed Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration No. 4030216779 issued in Jeddah, Saudi Arabia on 5 Muharram 1428H (24 January 2007). The registered address of the Company is P.O. Box 127398, Safa District, Jeddah 21352, Kingdom of Saudi Arabia.

The Company is engaged in sales and retail trading in raw materials extracted from mines and mining industry products and manufacturing of construction materials.

The financial statements includes the operating results of the head office and its branch, factory of United Mining Industries Company with Commercial Registration No. 4700012262 issued in Yanbu dated 22 Safar 1431H corresponding to 6 November 2010.

On September 5, 2022, the extra-ordinary general assembly approved the public listing of the Company on the parallel market (NOMU).

On 20 June 2023, The Capital Market Authority approved the request of United Mining Industries Company to register its shares and offer 1.75 million shares, representing 12.5% of its shares in the parallel market (NOMU). The offering procedures have not been completed to the date of the condensed interim financial statements.

2 BASIS OF PREPARATION

The interim condensed financial statements of the Company for the period ended 30 June 2023 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" (IAS 34) as endorsed in the Kingdom of Saudi Arabia.

The interim condensed financial statements have been prepared on a historical cost convention using the accrual basis of accounting, except for financial instruments measured at fair value. The interim condensed financial statements are presented in Saudi Riyals which is also the functional currency of the Company and all values are rounded to the nearest Riyal (SR), except when otherwise indicated.

These interim condensed financial statements do not include all the information required for the annual financial statements, and therefore these interim condensed financial statements must be read in conjunction with the Company's financial statements for the year ended 31 December 2022.

The interim period is considered an integral part of the full financial year. However, the results of operations during the interim period may not be indicative of the expected results for the full year.

3 CHANGES IN SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of the interim condensed financial statements for the period ended 30 June 2023 are consistent with those followed in the preparation of the Company's financial statements for the year ended 31 December 2022.

Some standards and amendments to the IFRS came into effect for annual periods on 1 January 2023. These standards and amendments did not result in any impact on the Company's financial statements.

4 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Company's interim condensed 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. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In preparing these interim condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that were applied to the annual financial statements as of and for the year ended 31 December 2022.

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023**
5 PROPERTY, PLANT AND EQUIPMENT

	<i>For the six-month period ended 30 June 2023</i>	<i>For the year ended 31 December 2022</i>
	<i>SR</i>	<i>SR</i>
Cost:		
Balance at the beginning of the period / year	391,480,844	385,078,861
Additions during the period / year	4,299,443	6,401,983
Balance at the end of the period / year	<u>395,780,287</u>	<u>391,480,844</u>
Accumulated depreciation:		
Balance at the beginning of the period / year	193,864,564	179,030,701
Charge during the period / year	7,627,866	14,833,863
Balance at the end of the period / year	<u>201,492,430</u>	<u>193,864,564</u>
Net book value at the end of the period / year	<u>194,287,857</u>	<u>197,616,280</u>

- The Company's buildings and plant are located in the city of Yanbu with a net book value SR 45,459,430 as at 30 June 2023 (31 December 2022: 43,863,274). It is constructed on land leased from the Royal Commission for Jubail and Yanbu for 25 years, expiring on 25 June 2031.
- The Company surrendered its beneficial interest in the insurance policy on its factory as a guarantee against long-term loans.
- The gypsum factory is mortgaged against bank loans.

6 RIGHT-OF-USE ASSETS

	<i>For the six-month period ended 30 June 2023</i>	<i>For the year ended 31 December 2022</i>
	<i>SR</i>	<i>SR</i>
Cost:		
Balance at the beginning of the period / year	3,349,183	3,112,999
Additions during the period / year	2,638,567	236,184
Adjustments	(247,852)	-
Balance at the end of the period / year	<u>5,739,898</u>	<u>3,349,183</u>
Accumulated depreciation:		
Balance at the beginning of the period / year	2,549,936	1,882,923
Charge during the period / year	389,688	667,013
Balance at the end of the period / year	<u>2,939,624</u>	<u>2,549,936</u>
Net book value for the period / year	<u>2,800,274</u>	<u>799,247</u>

- The Company leases the land where the plant is constructed from the Royal Commission for Jubail and Yanbu. The lease term is 25 years expiring on 25 June 2031.

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023**
6 RIGHT-OF-USE ASSETS (CONTINUED)

The movement in lease liabilities for the period / year ended is as follows:

	<i>For the six-month period ended 30 June 2023</i>	<i>For the year ended 31 December 2022</i>
	SR	SR
Balance at the beginning of the period / year	761,993	1,292,051
Additions	2,638,567	236,184
Interest due	117,270	35,111
Adjustments	(247,852)	-
Paid	(516,915)	(801,353)
Balance at the ending of the period / year	2,753,063	761,993
Less: current portion of lease liabilities	(516,915)	(206,927)
Non-current portion of lease liabilities	2,236,148	555,066

7 INVENTORIES

	<i>30 June 2023</i>	<i>31 December 2022</i>
	SR	SR
Raw material	34,214,857	48,549,266
Spare parts and consumables	7,869,843	9,693,472
Finished goods	13,475,548	14,283,449
	55,560,248	72,526,187

8 TRADE RECEIVABLES

	<i>30 June 2023</i>	<i>31 December 2022</i>
	SR	SR
Trade receivables - customers	55,991,656	52,404,763
Trade receivables - related parties (note 14)	2,917,977	3,725,612
Trade receivables - letter of credit	3,356,366	11,731,266
Less: allowance for expected credit losses	(663,173)	(358,408)
	61,602,826	67,503,233

The movement in the allowance for expected credit losses for the period / year ended is as follows:

	<i>For the six-month period ended 30 June 2023</i>	<i>For the year ended 31 December 2022</i>
	SR	SR
Balance at the beginning of the period / year	358,408	1,171,049
Additions	304,765	-
(Reversal)	-	(812,641)
Balance at the end of the period / year	663,173	358,408

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023**
9 TRADE PAYABLES AND OTHER ACCRUALS

	30 June 2023	31 December 2022
	SR	SR
Trade payables	22,356,615	18,735,543
Due to related parties - note 14	10,396	10,396
Accrued expenses	6,958,584	7,316,543
Dividends payable	-	8,400,000
	29,325,595	34,462,482

10 SHORT-TERM LOANS

The Company has credit facilities with local banks in Saudi Riyals in the form of letter of guarantee, letters of credit, Islamic Murabaha for financing of working capital and short-term Tawarruq and Murabaha facilities. These facilities are secured by promissory notes to the order of the banks. These credit facilities carry finance costs at prevailing market rates based on SIBOR plus a fixed margin. The management intends to roll over short-term loans as they become due. The facility agreements include certain covenants which require amongst other items, the maintenance of certain ratios, maintaining shareholders' equity and related party balances within certain limits and impose restrictions on dividends.

11 LONG-TERM LOANS

		30 June 2023	31 December 2022
		SR	SR
Commercial banks	A	21,917,112	24,065,023
Saudi Industrial Development Fund (SIDF)	B	5,558,139	6,459,139
		27,475,251	30,524,162
Less: current portion		(4,734,500)	(8,412,190)
Non-current portion		22,740,751	22,111,972

A The Company has credit facilities from local banks in Saudi Riyals in the form of letters of guarantee, letter of credit, Islamic Murabaha for financing of working capital and short term Tawarruq and Murabaha facilities. These facilities are secured by promissory notes by the founding shareholders in favor of the banks, in addition to the insurance policy for all risks related to the factory. These facilities carry commission rates based on SIBOR plus a fixed margin. The facility agreements include certain covenants which require amongst other items, the maintenance of certain ratios and maintaining shareholders' equity and related party balances within certain limits.

B During 2010, the Company obtained a long term loan amount of SR 102.5 Million from the Saudi Industrial Development Fund (SIDF). The first installment was due in January 2012 followed by semi-annual installments. This loan guaranteed by a mortgage over all the property, plant and equipment of Gypsum Plant Factory and the loan is for the purpose of financing the construction of two factories to manufacture gypsum and gypsum boards. The loan agreement includes certain covenants including the maintenance of certain financial ratios, maintenance of a minimum level of tangible net worth and minimum current ratio.

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023****12 ZAKAT PAYABLE**

The Company is subject to the Regulations of the Zakat, Tax and Customs Authority (ZATCA) in the Kingdom of Saudi Arabia.

Zakat charged to the statement of profit or loss and other comprehensive income is as follows:

	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	<i>2023</i>	<i>2022</i>
	<i>SR</i>	<i>SR</i>
Current zakat charges	540,000	480,000
Zakat attributed to prior years	129,046	-
	669,046	480,000

The movement in the zakat payable is as follows:

	<i>For the six-month period ended 30 June</i>	<i>For the year ended 31 December</i>
	<i>2023</i>	<i>2022</i>
	<i>SR</i>	<i>SR</i>
At the beginning of the period / year	1,048,056	804,423
Charge for the period / year	669,046	1,063,206
Payments	(1,020,721)	(819,573)
	696,381	1,048,056

Status of certificates and assessments:

The Company have submitted its Zakat returns and obtained Zakat certificates for all years up to 31 December 2022. During the period, on 17 March 2023, the Company received a zakat assessment for the year 2017 with Zakat differences in the amount of SR 129,046, and the Company settled the differences. With that, the Company finalized its status for the years 2015, 2016, 2017 and the rest of the years are still under review by ZATCA.

13 EARNINGS PER SHARE

Basic and diluted earnings per share is calculated by dividing net profit for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

There was no dilutive component affecting the weighted average number of ordinary shares.

UNITED MINING INDUSTRIES COMPANY

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023**
14 RELATED PARTIES DISCLOSURES

The following table provides the total amount of significant transactions that have been entered into with related parties along with the related balances as at 30 June 2023 and 31 December 2022:

		Rent / sales to related parties	Purchases from related parties	Amounts due from related parties*	Amounts due to related parties*
		SR	SR	SR	SR
Sister companies					
Alrashed Wood	2023	4,380,120	-	2,577,610	-
Products Factory	2022	5,989,072	-	3,155,664	-
Masdar Building	2023	1,820,761	-	340,367	-
Materials	2022	2,733,898	-	569,948	-
Rashed Abdulrahman	2023	-	-	-	10,396
Alrashed & Sons Co.	2022	-	-	-	10,396
Total	2023			2,917,977	10,396
	2022			3,725,612	10,396

*Amounts due from related parties are presented under note 8 while due to related parties are presented under note 9.

Compensation of key management personnel is represented as follows:

	For the six-month period ended	
	30 June	30 June
	2023	2022
	SR	SR
Short term employees' benefits	1,905,812	1,641,823
Employee termination benefits	1,055,590	936,516
Total compensation of key management personnel	2,961,402	2,578,339

UNITED MINING INDUSTRIES COMPANY

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023****15 OPERATING SEGMENTS**

The Company is divided into business segments according to the nature of their products and services for the purpose of managing them.

The following is a summary of some of the financial information by business segments as at and for the period ended 30 June 2023 and the year ended 31 December 2022, which have been summarized by business segments mentioned above:

As at 30 June 2023 and for the six-month period then ended:

	Gypsum board	Fiber cement board	Others	Total
	SR	SR	SR	SR
Revenue	65,270,642	31,944,736	17,547,928	114,763,306
Cost of revenue	(43,752,241)	(21,077,302)	(14,946,789)	(79,776,332)
Selling and general expenses	(6,814,645)	(3,461,421)	(1,578,476)	(11,854,542)
Others	(2,930,736)	(1,293,977)	(1,066,587)	(5,291,300)
Net profit for the period	11,773,020	6,112,036	(43,924)	17,841,132
Capital expenditure	426,070	1,661,009	2,142,363	4,229,442
Total assets	186,769,604	101,576,451	39,273,605	327,619,660
Total liabilities	82,288,646	44,753,474	17,323,926	144,366,046

As at 31 December 2022 and for the six-month period ended 30 June 2022:

	Gypsum board	Fiber cement board	Others	Total
	SR	SR	SR	SR
Revenue	58,401,805	34,140,329	29,907,569	122,449,703
Cost of revenue	(46,590,450)	(22,144,457)	(27,716,142)	(96,451,049)
Selling and general expenses	(5,692,173)	(3,098,782)	(1,323,150)	(10,114,105)
Others	(1,443,466)	(837,701)	(796,629)	(3,077,796)
Net profit for the period	4,675,716	8,059,389	71,648	12,806,753
Capital expenditure	1,570,967	854,386	330,730	2,756,083
Total assets	107,313,042	177,652,772	67,089,302	352,055,116
Total liabilities	55,321,102	101,507,918	29,814,622	186,643,642

Geographical segments:

The Company's factory is located in the city of Yanbu in the Kingdom of Saudi Arabia and the Company conducts its business in the Kingdom of Saudi Arabia.

16 COMMITMENTS AND CONTINGENCIES**16.1 Capital expenditure contingencies**

Capital expenditure contracted by the Company but not yet incurred until 30 June 2023 amounted to SR zero (as at 31 December 2022: SR 1,500,000).

16.2 Contingent liabilities

At the end of 2021, the Board of Directors of the General Authority for Competition filed a criminal lawsuit against the Company for violating the competition law and its executive regulations and demanded the imposition of the penalty stipulated in Article (19) of the competition law. The Company's management requested its release from the charges against it because the allegations against it were not true. The case is still under deliberation and no ruling has been issued as of the date of the financial statements. In the opinion of the Company's management, this claim is incorrect and far from reality, and the claim will be rejected in the future. Accordingly, no provision for this contingent liability is recognized in these financial statements.

UNITED MINING INDUSTRIES COMPANY

(A Saudi Closed Joint Stock Company)

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2023****17 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The Company's financial assets consist of cash and bank balances, trade receivables and investment at FVTOCI. Its financial liabilities consist of trade payables, long term loans and short term loans. The fair values of the financial instruments are not materially different from their carrying amounts.

18 RESTATEMENT OF CORRESPONDING FIGURES

Corresponding figures have been restated as follows:

- a) During the six-month period ended 30 June 2022, spare parts inventory have been reclassified to property, plant and equipment, amounting to SR 61,213. Due to this, the Company charged a depreciation expense amounting to SR 87,877, for the period ended 30 June 2022, that relates to the items reclassified.
- b) During the six-month period ended 30 June 2022, the Company noticed an accounting error amounting to SR 701,120 related to not recording an allowance for slow-moving spare parts inventory. These errors were adjusted and recorded in profit and loss for the six months ended 30 June 2022.
- c) During the six-month period ended 30 June 2022, the Company noticed an accounting error amounting to SR 4,443,952, that related to the overstatement of the cost of inventory, and these errors were adjusted and recorded in profit and loss for the six months ended 30 June 2022.

18.1 The impact of the adjustments above is as follows:

		<i>For the six-month period ended 30 June 2022</i>			
	Note	As previously reported	Reclassification	Adjustments	Restated
		SR	SR	SR	SR
Cost of revenue	a, b, c	91,218,100	-	5,232,949	96,451,049
Profit for the period	a, b, c	18,039,702	-	(5,232,949)	12,806,753
Total comprehensive income	a, b, c	18,039,913	-	(5,232,949)	12,806,964
Earnings per share	a, b, c	1.29	-	(0.38)	0.91

18.2 The adjustments above had no impact on the statement of cash flows for the six-month period ended 30 June 2022, and accordingly it was not disclosed separately.

19 DATE OF AUTHORIZATION

These interim condensed financial statements were authorized for issue by the Company's board of directors on 28 Muharam 1445H corresponding to 15 August 2023.