Al-Baha Investment and Development Company
A Saudi Joint Stock Company
Al Baha– Kingdom of Saudi Arabia

The Unaudited Interim
Condensed Consolidated Financial Statements and
Independent Auditor's Review Report
For the Three and Six Months Periods Ended June 30, 2023

Al-Baha Investment and Development Company
A Saudi Joint Stock Company
Al Baha- Kingdom of Saudi Arabia

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Independent Auditor's Review Report of The Interim Condensed Consolidated Financial Statements

To the Shareholders of
Al-Baha Investment and Development Company
A Saudi joint stock company
Al Baha – Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position Unaudited of **Al-Baha Investment and Development Company - A Saudi joint stock company (the "company") and its subsidiaries (the "Group")** as of June 30, 2023, and the interim condensed consolidated statement of comprehensive income for the three and six month periods ended June 30, 2023 ,and interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six-month period then ended and a summary of significant accounting policies and other explanatory notes for interim condensed consolidated financial statements. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard No. (34) "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (2410) "Review of interim financial information performed by the independent auditor of the entity" endorsed in the Kingdom of Saudi Arabia. A review of the interim condensed consolidated 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 might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in note (4) to the accompanying interim condensed consolidated financial statements, book value of goodwill amounted to SR 22,159,064. However, we were unable to obtain sufficient and appropriate evidence about the recoverable amount of goodwill and, accordingly, we were unable to determine whether any adjustment was necessary. On the consolidated financial statements as of December 31, 2022 and June 30, 2023 and we were unable to verify this by using appropriate review procedures.

Independent Auditor's Review Report on the Interim Condensed Consolidated Financial Statements to the Shareholders of Al-Baha Investment and Development Company (Continued)

Qualified Conclusion

Based on our review, expect for the matters described in Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the interim condensed consolidated statements of Al-Baha Investment and Development Company - A Saudi joint stock company for the six month period ended June 30, 2023 are not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia.

Emphasis of a Matter

We draw attention to note (8) to the interim condensed consolidated financial statements (unaudited), which describes the legal case on exchanging assets with Al - Sata'ah Modern General Contracting Company, The Company created an allowance to compensate a losses resulting from the assets exchange contract with Al- Sata'ah Modern Contracting Company amounting to SR 74,003,717, the Group management believe that the assets that are supposed to be obtained in exchange deal are not important and there is a significant impairment on them as a result of their obsolescence, accordingly a provision has been booked against them in the book value of the performance obligations that are committed to presenting them to the other party. In addition, the previously issued court judgment obligating Al-Baha Investment and Development Company to execute the terms of the contract with Al- Sata'ah Modern General Contracting Company was upheld. Our conclusion is not modified in respect of this regard.

Other matter

The financial statements of Al-Baha Investment and Development Company for the year ended December 31, 2022 were audited by another auditor who expressed a modified opinion with Emphases of Matter paragraph about potential claims Provision on Ramadan 9, 1444 (H) corresponding to March 31, 2023 (G) In addition, the interim condensed consolidated financial statements (Unaudited) for the three month periods ended March 31, 2023 , and the interim condensed consolidated financial statements (Unaudited) for the three and six month periods ended June 30, 2022 have been reviewed by another auditor who expressed a modified conclusion with Emphases of Matter paragraph about potential claims provision on Dhu al-Qadah 2, 1444 (H) corresponding to May 22, 2023 and Muharram 2, 1444 (H) corresponding to July 30, 2022 respectively.

Talal Abu-Ghazaleh & Co.

Waleed Ahmed Bamarouf
Certified Public Accountant - Licence No. 408
Muharram 27, 1445(H) corresponding to August 14, 2023(G)
Jeddah – Kingdom of Saudi Arabia

Al-Baha Investment and Development Company
A Saudi Joint Stock Company
Al Baha- Kingdom of Saudi Arabia

The interim condensed consolidated Statement of Financial Position as of June 30, 2023

ASSETS	Note	June 30, 2023 (Unaudited)	December 31, 2022 (Audited , Adjusted)	January 1, 2022 (Audited , Adjusted)
Current Assets		(SR)	(SR)	
Cash and cash equivalents		3,544,157	50,950,741	981,981
Trade receivables - net		3,166,938	2,471,099	1,419,996
Other debit balances		4,656,547	4,727,231	1,508,218
Total Current Assets		11,367,642	58,149,071	3,910,195
Non - Current Assets				
Goodwill- net	4	22,159,064	22,159,064	23,110,413
Intangible assets - net		6,650	12,463	24,183
Right of use assets - net		11,223,658	12,076,088	49,338,057
Investment properties- net	5	221,774,771	222,673,156	129,620,000
Property and equipment- net		241,289	203,601	296,074
Total Non Current Assets		255,405,432	257,124,372	202,388,727
Non-current assets held for sale- net	8 & 15	-	-	-
Total Assets		266,773,074	315,273,443	206,298,922
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current Liabilities				
Loan	6	-	50,000,000	-
Accounts payable		937,461	937,461	1,043,434
Other credit balances		3,535,605	4,365,082	4,321,810
Securities auction shares under settlement	7	11,261,076	11,283,284	10,672,455
Unearned revenue		3,850,158	2,860,703	1,749,280
Lease liability - current		2,175,167	2,598,039	8,474,409
Potential claims provision	8 & 15	-	-	3,000,000
Zakat provision	9	3,833,312	2,832,558	16,271,195
Total Current Liabilities		25,592,779	74,877,127	45,532,583
Non-Current Liabilities				
Lease liability - non current		10,797,319	10,797,319	42,487,728
Identify employee benefits obligation		310,511	262,858	197,602
Due to related party		-	-	650,000
Total Non-Current Liabilities		11,107,830	11,060,177	43,335,330
Total Liabilities		36,700,609	85,937,304	88,867,913
Equity				
Shareholders' Equity				
Capital	10	297,000,000	297,000,000	177,000,000
Accumulated losses	1	(85,271,259)	(85,619,149)	(77,644,049)
Net shareholders' Equity		211,728,741	211,380,851	99,355,951
Non - Controlling interests		18,343,724	17,955,288	18,075,058
Total Equity		230,072,465	229,336,139	117,431,009
TOTAL LIABILITIES AND EQUITY		266,773,074	315,273,443	206,298,922

"The Accompanying Notes from (1) to (19) constitute an Integral Part of These interim condensed consolidated Financial Statements

Al-Baha Investment and Development Company
A Saudi Joint Stock Company
Al Baha- Kingdom of Saudi Arabia

The interim condensed consolidated Statement of Comprehensive Income (Unaudited) for the three and six months period Ended June 30, 2023

	Note	For the three months ended at June 30		For the six months ended at June 30	
		2023	2022	2023	2022
		(SR)	(SR)	(SR)	(SR)
Revenues		3,620,728	2,619,119	7,068,865	5,172,741
Cost of revenues		(1,075,163)	(1,452,301)	(2,179,502)	(2,923,972)
Gross profit		**2,545,565**	**1,166,818**	**4,889,363**	**2,248,769**
General and administrative expenses		(751,586)	(998,024)	(1,527,725)	(1,573,644)
Expected credit loss		(161,136)	238,029	(382,196)	132,375
IPO fees		-	-	-	(3,995,600)
Net profit (loss) from operations		**1,632,843**	**406,823**	**2,979,442**	**(3,188,100)**
Finance cost		(128,802)	(736,565)	(495,503)	(1,218,301)
Other revenue		-	547,130	22,040	912,724
Net profit (loss) before Zakat		**1,504,041**	**217,388**	**2,505,979**	**(3,493,677)**
Zakat	9	(1,094,653)	(370,000)	(1,769,653)	(715,000)
Net comprehensive income (comprehensive loss)		**409,388**	**(152,612)**	**736,326**	**(4,208,677)**
Other Comprehensive Income					
Comprehensive income (comprehensive loss) for the period attributable to:					
Companies shareholders'		188,958	(195,268)	347,890	(4,292,606)
Non - Controlling interests		220,430	42,656	388,436	83,929
Total		**409,388**	**(152,612)**	**736,326**	**(4,208,677)**
Basic and diluted earnings/ (loss) per share	12	0.01	(0.01)	0.01	(0.18)

The Accompanying Notes from (1) to (19) constitute an Integral Part of These Interim Condensed Consolidated Financial Statements

Al-Baha Investment and Development Company
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The Interim Condensed Consolidated Statement of Changes in Equity (Unaudited) for the six-month period ended June 30, 2023

	Capital	Accumalated Losses	Net Shareholders' Equity	Net Non-Controlling Intrests	Total Equity
For the period ended June 30, 2023	(SR)	(SR)	(SR)	(SR)	(SR)
Balance at beginning of the period- audited and adjusted	297,000,000	(85,619,149)	211,380,851	17,955,288	**229,336,139**
Total comprehensive income	-	347,890	347,890	388,436	**736,326**
Balance at end of period- unaudited	**297,000,000**	**(85,271,259)**	**211,728,741**	**18,343,724**	**230,072,465**
For the period ended June 30, 2022					
Balance at beginning of the period- audited	177,000,000	(77,644,049)	99,355,951	18,075,058	**117,431,009**
Total comprehensive loss	-	(4,292,606)	(4,292,606)	83,929	**(4,208,677)**
Share capital increase	120,000,000	-	120,000,000	-	120,000,000
Balance at end of period- unaudited	**297,000,000**	**(81,936,655)**	**215,063,345**	**18,075,058**	**233,222,332**

The Accompanying Notes from (1) to (19) constitute an Integral Part of These Interim Condensed Consolidated Financial Statements

Al-Baha Investment and Development Company
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The Interim Condensed Consolidated Statement of Cash Flows (Unaudited) for the six-month period Ended June 30, 2023

	For the six months ended at June 30	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES	(SR)	(SR)
profit (loss) for the period before Zakat	2,505,979	(3,493,677)
Adjustments to reconcile profit (loss) for the period before Zakat to net cash from (used in) operating activities		
Depreciations of Property and equipment , investment property and amortization of intangible assets	940,958	528,450
Depreciations of right of used assets	852,430	2,071,531
Employees' benefits - charged	47,653	37,039
Finance cost	495,503	1,218,301
Lease liability settlement against other income	-	(365,594)
Provided / reversal of expected credit loss provision	382,196	(132,375)
Changes in Operating Assets and Liabilities		
Trade receivables	(1,078,035)	710,372
Other debit balances	70,684	(1,133,480)
Accounts payable	-	20,603
Other credit balances	(829,477)	73,107
Securities auction shares under settlement	(22,208)	(27,590)
Unearned revenue	989,455	(279,177)
Cash flows from (used in) operations	**4,355,138**	**(772,490)**
Zakat - Paid	(768,899)	(3,372,859)
Net Cash flows from (used in) Operating Activities	**3,586,239**	**(4,145,349)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions of property and equipment	(74,448)	28,026
Additions of investment property	-	(122,726)
Net cash flows used in investing activities	**(74,448)**	**(94,700)**
CASH FLOWS (USED IN) FROM FINANCING ACTIVITIES		
Lease liability-Paid	(676,375)	(2,381,751)
Due to related party	-	(500,000)
Loan	(50,242,000)	65,000,000
Share capital increase	-	120,000,000
Net Cash flows (used in) from Financing Activities	**(50,918,375)**	**182,118,249**
Net (decrease) increase in cash and cash equivalents	**(47,406,584)**	**177,878,200**
Cash and cash equivalents at beginning of the period	50,950,741	981,981
Cash and cash equivalents at end of the period	**3,544,157**	**178,860,181**
Significant non-cash transactions		
Transferred from Property and Equipment to Investment Properties	-	122,724
Lease liability settlement against other income	-	(365,594)

The Accompanying Notes from (1) to (19) constitute an Integral Part of These The Interim Condensed Consolidated Financial Statements

1. Company Information

- Al-Baha Investment and Development Company ("the company") is a Saudi joint stock company in Kingdom of Saudi Arabia under the commercial registration No. 5800005960 on Rajab 19, 1413(H) corresponding to January 11, 1993(G) and according to Ministerial Resolution No. 600 on Jumada Al-Thani 5, 1413(H) corresponding to November 30, 1992(G).
- The head office of the company is located at the following address:
  Al Baha City – King Fahd Road - PO Box: 448, Postal Code: 2288, Baljurashi- Kingdom of Saudi Arabia.
- The Company' activities and its subsidiaries (collectively referred to as the "group") are engaged in establishing , managing , operating and maintaining the central markets, commercial and residential complexes, hotels, furnished apartments, restaurants, cafes, buffets, bakeries, sweets, cooked and uncooked subsistence services, fuel stations, wholesale and retail trade of foodstuffs, wholesale and retail trade of building materials and iron, general contracting of buildings, electrical, electronic and mechanical works, management, maintenance and development of real estate, maintenance contracting, operation, cleaning and purchase And renting lands for constructing buildings on them and investing them by sale or rent for the benefit of the company And the establishment of various industrial projects and the ownership and reclamation of agricultural lands to be used in the establishment of agricultural and livestock production projects, the establishment of recreational and tourism facilities and projects, their investment, management, operation and maintenance, wholesale and retail trade of what falls within the scope of the company's industrial, agricultural and tourism business, and the establishment of cold stores, repair and maintenance workshops related to that, and commercial agencies. The group may also, according to the aforementioned, carry out any necessary or complementary actions to achieve these purposes, and the group shall carry out its activities in accordance with the concerned regulations and after obtaining the necessary licenses from the competent authorities, if any.

Basis for consolidating financial statements

These interim condensed consolidated financial statements comprising the interim condensed consolidated Statement of financial position, interim condensed consolidated statement of comprehensive income, Condensed consolidated Interim Statement of Changes in Equity, Condensed Consolidated Interim Statement of Cash Flows and notes to the interim condensed consolidated Financial Statements of the company include assets, liabilities and the results of the operations of the Company and its subsidiaries, as follows.

Subsidiaries are entities controlled by the company. The Company 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. Subsidiaries are consolidated from the date on which control commences until the date on which control ceases. The Group accounts for the business combinations using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identified net assets acquired and fair value of pre-existing equity interest in the subsidiary. The excess of the cost of acquisition and amount of Non— controlling interest ("NCI") over the fair value of the identifiable net assets acquired is recorded as goodwill in the consolidated Statement of Financial Position. NCI is measured at their proportionate share of the acquirer's identifiable net assets at the date of acquisition. If the business combination is achieved in stages, the acquisition date carrying value of the Company's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date. Any gains or losses arising from such remeasurement are recognized in the consolidated statement of profit or loss. intra-group balances and transactions, and any unrealized income and expenses arising from intra-group transactions, are eliminated. Accounting policies of subsidiaries are aligned, where necessary, to ensure consistency with the policies adopted by the Group. The Company and its subsidiaries have the same reporting periods.

- The interim condensed consolidated financial statements include the accounts of the following subsidiaries:

Subsidiaries	Legal states	The main activity	Country of Incorporation	Ownership pescentige	
				June 30, 2023	December 31, 2022
Elegant Centers Company	Limited Liability	Real estate investment and development	Kingdom Of Saudi Arabia	86.96%	86.96%
Ishraqa Regional Development and Real Estate Investment Company	Limited Liability	Real estate investment and development	Kingdom Of Saudi Arabia	86.96%	86.96%

Al-Baha Investment and Development Company owns 86.96% of its capital in the Elegant Centers Company Limited, while the Elegant Centers Company owns 100% of its capital in Ishraqa Regional Development and Real Estate Investment Company.

The following are the most important financial information of the subsidiaries:

Subsidiary	As of June 30, 2023		For the period ended as of June 30, 2023
	Assets	Liabilities	Comprehensive profit (loss)
	(SR)	(SR)	(SR)
Elegant Centers Company- unconsolidated	251,981,240	109,862,207	2,978,002
Ishraqa Regional Development and Real Estate Investment Company	85,155,124	75,712,292	738,355

Subsidiary	As of December 31, 2022		For the period ended as of June 30, 2022
	Assets	Liabilities	Comprehensive profit (loss)
	(SR)	(SR)	(SR)
Elegant Centers Company- unconsolidated	290,232,882	151,091,851	643,454
Ishraqa Regional Development and Real Estate Investment Company	84,769,356	76,064,879	467,994

Going Concern and accumulated losses

The accumulated losses of the group amounted to SR 85,271,259, representing 29% of the company's capital, and the deficit in working capital amounted to SR 14,225,137 as of June 30, 2023. These matters indicates difficulties for the company's to continue as a going concern and may affect the company's ability to meet current liabilities. The interim condensed consolidated financial statements were prepared on a going concern basis due to fact the company achieved positive operating cash flows by an amount of SR 3,586,239 as at that date. The group's management believes that it has the ability to manage liquidity to meet its obligations when due in normal and extraordinary circumstances.

2. Basis of preparation

a) Applicable accounting standards

- These interim condensed consolidated financial statements for the six month ended as of June 30, 2023 have been prepared in accordance with International Accounting Standard No. (34) "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia and other pronouncements and other standards endorsed by Saudi Organization for Chartered and Professional Accountants (SOCPA).
- The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements prepared in accordance with international financial reporting standards that are endorsed in the Kingdom of Saudi Arabia and other pronouncements and other standards endorsed by Saudi Organization for Chartered and Professional Accountants (SOCPA).

b) Basis of measurement

These the interim condensed consolidated financial statements have been prepared on historical cost basis using the accrual basis and going concern assumption.

c) Functional and presentation currency

These the interim condensed consolidated financial statements have been presented in Saudi Riyals, which represents the functional and presentation currency for the Company.

d) Eestimates

Preparing the interim condensed consolidated financial statements requires management to make some judgments, estimates and assumptions that affect the application of the company's accounting policies and the amounts presented for assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

The preparation of the initial condensed consolidated financial statements also requires significant judgments from the company's management when applying accounting policies and significant sources of estimates and uncertainties that have a material impact, which are the same as shown in the consolidated financial statements for the previous year ending on December 31, 2022.

3. Summary of significant accounting policies

- The accounting policies used in the interim condensed consolidated financial statements are consistent with those followed in the preparation of the financial statements ended December 31, 2022, except or the application of new standards and amendments to standards and interpretations described in Note (17) and the following:
  - **Non-current assets held for sale**
    - Non-current assets (or disposal groups) are classified as assets held for sale if the value at which these assets appear in the statement of financial position is recovered through sales rather than through continuing use. This condition is only met when the possibility of sale is great and the asset (or disposal group) is available for direct sale in its current condition. The management is committed to the sale, which is expected to meet the requirement to be recognized as a completed sale within one year from the date of its classification.
    - Non-current assets (or disposal groups) that are held for sale are measured at the lower of the book value at which the asset appears in the statement of financial position or at fair value less selling costs.

- Events or circumstances may cause the sale completion period to be extended by more than one year. An extension of the period required to complete the sale does not preclude the asset (or disposal group) from being classified as held for sale if the delay is due to events or circumstances beyond the control of the entity and there is sufficient evidence that the entity remains committed to its plan to sell the asset (or disposal group) and this is the case when the following criteria are met:

- The entity can reasonably expect, on the date it commits to the plan to sell the non-current asset (or disposal group), that others, other than the purchaser, will impose conditions on the transfer of the asset (or disposal group) that extend the period required to complete the sale and that:
  - Initiate the procedures necessary to respond to these circumstances can only after obtaining a confirmed purchase undertaking.
  - A firm commitment to purchase is highly likely within one year.

- The entity obtains a firm commitment to purchase and, as a result, the buyer or others unexpectedly impose on the transfer of the non-current asset (or disposal group) previously classified as held for sale conditions that extend the period required to complete the sale:
  - the necessary actions have been taken to respond to the conditions in a timely manner,
  - It is expected that a favorable solution to the delay factors will be reached.

- Circumstances previously considered unlikely have arisen during the initial one-year period and, as a result, the non-current asset (or disposal group) previously classified as held for sale is not sold at the end of that period:
  - During the initial one-year period, the facility takes the necessary action to respond to the change in circumstances.
  - The trading asset (or disposal group) is actively and reasonably priced, given the change in circumstances.

4. Goodwill-net

The goodwill recognized in the interim condensed consolidated financial statements was recognized through the acquisition of Ishraqa Real Estate Development and Investment Company during the year 2017, and the following is a breakdown of its movement:

	June 30, 2023	December 31, 2022
Cost	**(SR)**	**(SR)**
Balance at beginning the of the period / year	28,389,288	28,389,288
Balance at end the of the period / year	**28,389,288**	**28,389,288**
Accumulated impairment		
Balance at beginning the of the period / year	6,230,224	5,278,875
Addition during period / year	-	951,349
Balance at end the of the period / year	**6,230,224**	**6,230,224**
Net book value	**22,159,064**	**22,159,064**

Impairment test:

- The recoverable amount of Ishraqa Regional Development and Real Estate Investment Company has been determined at value in use which has been re-measured using future cash flow projections.
- The group management measures the recoverable amount of the goodwill item on an annual basis when preparing the annual financial statements of each year, and its last measurement was on December 31, 2022, as the fair value of the investee company amounted to SR 30,863,541, and the net assets of Ishraqa Regional Development and Real Estate Investment Company amounted to SR 8,704,477.
- The main assumptions used in estimating the recoverable amount are based on management's assessment of future trends in real estate activity and are based on historical data from external and internal sources, which are as follows:

	December 31, 2022
Discount Rate	13.19%
EBITDA growth rate	250%

- The discount rate was estimated based on the weighted average cost of capital (WACC) assuming no leverage. The projections of future cash flows included specific estimates for 10 years of expected rental proceeds from 2023 to 2032, with an occupancy rate of 70% - 80%.
- Azm Consulting Office - resident Ali Al-Hudhaif - membership number 220000027 evaluated Ishraqa Regional Real Estate Development and Investment Company on December 31, 2022.

5. Investment properties-net

This item consists of the following:

June 30, 2023	Lands	Buildings & Constructions	Total
	(SR)	(SR)	(SR)
Cost			
Balance at beginning of the period	179,919,738	60,620,745	240,540,483
Balance at end of the period	**179,919,738**	**60,620,745**	**240,540,483**
Accumulated Depreciation			
Balance at beginning of the period	-	2,880,743	2,880,743
Addition for the period	-	898,385	898,385
Balance at end of the period	**-**	**3,779,128**	**3,779,128**
Accumulated impairment			
Balance at beginning of the period	14,986,584	-	14,986,584
Balance at end of the period	**14,986,584**	**-**	**14,986,584**
Net book value	**164,933,154**	**56,841,617**	**221,774,771**
December 31, 2022			
Cost			
Balance at beginning of the year	110,217,738	32,777,281	142,995,019
Additions for the year	69,702,000	27,720,740	97,422,740
Transferred from Property and Equipment	-	122,724	122,724
Balance at end of the year	**179,919,738**	**60,620,745**	**240,540,483**
Accumulated Depreciation			
Balance at beginning of the year	-	1,814,593	1,814,593
Depreciation for the year	-	1,066,150	1,066,150
Balance at end of the year	**-**	**2,880,743**	**2,880,743**
Accumulated impairment			
Balance at beginning of the year	11,560,426	-	11,560,426
Addition for the year	3,426,158	-	3,426,158
Balance at end of the year	**14,986,584**	**-**	**14,986,584**
Net book value	**164,933,154**	**57,740,002**	**222,673,156**

- The group measures the fair value of investment properties on an annual basis when preparing the annual financial statements through an independent valuation expert who has a recognized and relevant professional qualification and has recent experience in the location and description of the investment property, and its last measurement was on December 31, 2022.

– The following is a summary of the fair value measurement of investment properties as at December 31, 2022:

Property description	Valuation method	December 31, 2022 Book Value (SR)	Fair Value (SR)	Value increase (Value decrease) (SR)	Evaluator information: Evaluation entity	Evaluator name	license number
AlHazm Complex	Cost method and market method	17,466,042	17,500,000	33,958	Namaa valuation office	Abdulaziz Al-Ghamdi	1210000930
AlMalaz Complex	Cost method and market method	107,900,000	107,900,000	-	Taqdeer	Hamad bin Abdullah Nasser Al-Hamad	1210000414
The Saudi modern factory	Cost method and market method	27,466,414	35,000,000	7,533,586	Namaa valuation office	Abdulaziz Al-Ghamdi	1210000930
Al-Ezdihar Complex	Cost method and market method	69,840,700	70,100,000	259,300	Namaa valuation office	Abdulaziz Al-Ghamdi	1210000930
Total		222,673,156	230,500,000	7,826,844			

6. Loan

On October 26, 2022, corresponding to Rabi` al-Thani 1, 1444 H, an agreement was signed between the High-End Centers Company (a subsidiary) with the Arab National Bank to obtain a loan of SR 50 million, which represents the outstanding balance on December 31, 2022. On January 22, 2023, corresponding to Jumada II 29, 1444 H, the company paid the full value of the aforementioned loan. Note that the company had mortgaged the investment properties of Al-Malaz Complex and Al-Hazm Complex as a guarantee for repayment of the loan.

7. Securities auction shares under settlement

The company obtained the approval of the capital market authority on Rabi' al-Awwal 25, 1430 AH, corresponding to March 22, 2009, to sell the unpaid shares to collect the value of the last installment of (SR 2.5) per share. The company started the sale process on June 28, 2009. Until December 31, 2009, (984,032 shares) were sold for an amount of (SR 14,325,234) according to the offers submitted in the auction. The amount was fully collected (SR 2.5), the value of 25% of the remaining share value, and the amount of SR 2,113,074 was used to complete the capital to become The company's capital, amounting to 150,000,000 million Saudi riyals, was paid in full, while the rest of the amount, amounting to SR 12,212,160, will be returned as a surplus to the shareholders who are late in paying the last installment, and whose shares were sold in auction, and the remaining value amounted to SR 10,588,425 as of June 30, 2023 (December 31, 2022: SR 10,600,785).).

On Rajab 20, 1443 H, corresponding to February 21, 2022, the company's shareholders approved in the Extraordinary General Assembly to increase the company's capital from SR 177,000,000 to SR 297,000,000, 12,000,000 shares were subscribed for, 10,735,702 shares were sold to rights holders, and the number of unsubscribed shares reached 1,264,298 shares were sold at a value of SR 23,837,933, resulting in an amount of SR 11,194,953 that will be refunded to the unsubscribed shareholders, and the remaining value amounted to SR 672,651 as of June 30, 2023 (December 31, 2022: SR 682,499).

8. Net non-current assets held for sale and provision for potential claims

On February 6, 2011, the company signed a contract with Al-Sateah Modern general Contracting Company according to which the company purchased:

- A crusher with all its equipment, its car, and all movable and fixed assets without its financial liabilities.
- The ready-made concrete project and its movable and fixed assets without their financial receivables.
- - The hydrochloric factory (under construction) in addition to its equipment without their financial liabilities.

This is against assets with a book value of SR 74,003,717, in addition to paying an amount of SR 10 million in four installments according to certified checks.

The company has done the following:

1) According to the minutes of the Ordinary General Assembly of the company, which was held on April 26, 2011, in which the vote on the asset exchange agreement with the Sateah Modern general Contracting Company was postponed to another meeting of the Assembly, after the completion of the required reports and studies.
2) The company contracted with a specialized office to carry out the due diligence examination of the assets of the Al-Sateah Modern general Contracting Company, subject of the agreement, and the office issued the due diligence report on September 17, 2011, and those assets were only valued at SR 17,300,559.

3) The company announced on the Tadawul website on September 18, 2011 the issuance of the results of the due diligence report on evaluating the assets of the Al-Sateah Modern general Contracting Company, and given the large difference between the evaluation result of the assets of the Al-Sateah Modern general Contracting Company and the value of the assets of Al-Baha Company offered for exchange with the assets of the Al-Sateah Modern general Contracting Company, The management of Al-Baha Company for Investment and Development discussed the results of the evaluation with the management of the Al-Sateah Modern general Contracting Company.

4) The company announced on the Tadawul website on October 1, 2011 the results of its negotiations with the Al-Sateah Modern general Contracting Company, which resulted in the Al-Sateah Modern general Contracting Company not accepting the results of the due diligence report and also refraining from returning the amount of 7 million Saudi riyals, which the company had paid in advance As part of the contract, and as a result, the company canceled the contract with the Al-Sateah Modern general Contracting Company and filed a lawsuit with the Board of Grievances demanding that the Modern Bright Contracting Company return the amount paid, and a Nahani ruling was issued in the case by the Board of Grievances in Jeddah on 6/24/1434 AH that includes Approval of the preliminary judgment issued by the Administrative Court in Jeddah to complete the implementation of the contract. On February 9, 2017, the company received a copy of the judgment of the Execution Department of the General Court in Baljurashi, which included that upon reviewing the judgment issued by the Board of Grievances, it was found that the items to be implemented were not specified. The items to be implemented clearly and accurately for each item, and the ruling of the Execution Department stipulated the right to object to the parties to the implementation within a period of thirty days starting from the day following the date of receiving the copy of the ruling, and the case is still being considered before the concerned courts. The company has decided to form a provision that covers all losses resulting from that operation in the amount of SR 68,699,441.

5) During the year 2017, the company reverse the increase in the previously formed asset replacement provision, amounting to SR 1,996,283, so that the balance of the asset replacement provision after reverse the increase amounted to SR 66,703,158.

6) On March 6, 2018, the explanatory decision was issued by the Commercial Court in Jeddah, Second Circuit, specifying the items to be implemented as follows:

   First: oblige Al-Baha Investment and Development Company to pay 3 million Saudi riyals to the Al-Sateah Modern general Contracting Company.

   Second: oblige Al-Baha Investment and Development Company to actually empty the entire 134 plots of land with the notary public, which it owns by 50% of the entire land in the Al-Mrouj scheme located in Al-Sail Al-Saghir in Al-Taif Governorate, in favor of the Al-Sateah Modern general Contracting Company.

   Third: oblige Al-Baha Investment and Development Company to assign to Al-Sateah Modern general Contracting Company all the contents of the poultry project and the land on which the project is built and owned by Al-Baha Investment and Development Company.

7) On April 19, 2018, the company filed an appeal with the Commercial Court in Jeddah. On November 5, 2018, the company received a report from a lawyer stating that the appealed judgment was overturned. On November 8, 2018, the company submitted the objection statement to the department's interpretation of the ruling, and on January 9, 2019, the Second Commercial Circuit of the Commercial Court in Jeddah decided to issue its preliminary judgment by adhering to its previous decision dated 19/6/1439 AH, which states that what is meant by the phrase obligating the parties to the case to complete the implementation of the contract concluded between them is a place This lawsuit dated 03/03/1432 AH and on February 24, 2019 AD, the company submitted its appeal against the judgment received on January 27, 2019 AD. On 5/7/1442 AH corresponding to February 17, 2021, the department decided to accept the objection in form and reject it in content, and support the judgment of the Second Circuit (in the Commercial Court in Jeddah in the case) to implement the items referred to in Clause No. 6. Accordingly, the company decided to increase the provision for potential claims by an amount of 17,300,559 Saudi riyals. Its entry in the statement of comprehensive income for the year ending on December 31, 2020.

8) During the year 2022, a final judgment was issued against Al-Baha Investment and Development Company, and the company had to implement what was stated in item No. 6 above, and accordingly, during the year 2022, the company paid an amount of 3 million Saudi riyals, and the rest of the aforementioned items are being implemented.

9) The group booked a provision for the loss resulting from the asset exchange contract with the Al-Sateah Modern general Contracting Company, as the group's management believes that the assets that are supposed to be obtained in exchange for the exchange deal are not important and there is a significant decrease on them as a result of their obsolescence, and accordingly a provision was formed against them at the book value of the liabilities The performance that you are committed to presenting to the other party as the best estimate of the value of losses according to the information available to the group's management. The following are the details of the net non-current assets held for sale as a result of the asset swap agreement with the Al-Sateah Modern general Contracting Company.

Description	The transferable book value of the performance obligation according to the swap agreement / June 30, 2023 (unaudited)	The transferable book value of the performance obligation according to the swap agreement / December 31, 2022 (Audited and adjusted)	The transferable book value of the performance obligation according to the swap agreement / January 1, 2022 (Audited and adjusted)
	(SR)	(SR)	(SR)
Account receivable aginst cash payment	-	-	7,000,000
Real estate - Taif lands	9,000,000	9,000,000	9,000,000
Poultry project land and its contents - Al-Aqiq	47,866,894	47,866,894	47,866,894
Investment in Al-Baha Private College	17,136,823	17,136,823	17,136,823
Total	**74,003,717**	**74,003,717**	**81,003,717**
Provision for potential losses against non-current assets held for sale	(74,003,717)	(74,003,717)	(81,003,717)
Net	-	-	-
provision for potential claims (*)	-	-	(3,000,000)

(*) The movement on the provision for potential claims was as follows:

	June 30, 2023	December 31, 2022	January 1, 2022
	(SR)	(SR)	(SR)
Balance at beginning of period / year	-	3,000,000	84,003,717
Paid during the period / year	-	(3,000,000)	
Adjusted previous years presentation (Note 15)			(81,003,717)
Balance at end of period / year	-	-	**3,000,000**

9. Zakat

The movement on the Zakat provision during the period ended 30 June 2023/ year ending 31 December was as follows:

	June 30, 2023	December 31, 2022
	(SR)	(SR)
Balance at beginning the of the period / year	2,832,558	16,271,195
Charged during the period / year	1,769,653	2,721,382
Paid during the period / year	(768,899)	(16,160,019)
Balance at end the of the period / year	**3,833,312**	**2,832,558**

The Zakat position of the parent company:

For the years from inception until the year 1999:

The assessment was made by the Zakat, Tax and Customs Authority for the years from the Years from inception until the year 1999, at a amount of SR 5,706,080, which was paid in full.

For the years from 2000 to 2010

The assessment was made by the Zakat, Tax and Customs Authority for the years from 2000 to 2010 at a value of SR 16,849,347. The assessment was objected to on Shaaban 3, 1434 AH corresponding to June 12, 2013, due to the existence of substantial differences in the assessment based on the opinion of the Zakat advisor. A letter of objection was submitted explaining the fundamental differences and the correct basis for calculating Each item is based on the opinion of the Zakat advisor. On Shawwal 26, 1436 AH, corresponding to August 11, 2015, the First Primary Tax Zakat Objection Committee in Riyadh rejected the objection submitted by the company, and accordingly, on Safar 20 1437 AH corresponding to December 2, 2015, the company submitted an appeal to object to the decision of the First Tax Zakat Objection Committee in Riyadh. On Dhu al-Qi`dah 12, 1439 AH corresponding to July 25, 2019, the company received the tax appeal committee's decision rejecting the appeal submitted by the company. Accordingly, the company recognized the amount of zakat in the statement of comprehensive income for the year ending on December 31, 2019. On December 29, 2020, the company received a decision from the Dispute Settlement Committee Zakat and tax It is reported that the committee approved the settlement of the dispute for the period in question, so that the zakat assessment after the settlement becomes SR 12,068,069, with a decrease of SR 4,781,278.

Accordingly, the company recognized the amount of the reduction as other revenues in the statement of comprehensive income for the year ending December 31, 2019.

For the years from 2011 to 2018

The final assessment was made by Zakat, Tax and Customs Authority for the years from 2014 to 2018, and the company ended its zakat status with the Zakat, Tax and Customs Authority and paid all its zakat obligations accordingly.

For the years from 2019 to 2022

Zakat declarations were submitted for those years, and the final assessment was not made by the Zakat, Tax and Customs Authority until the date of issuance of the initial condensed consolidated financial statements for the six months ending on June 30, 2023.

The Zakat status of the subsidiaries:

The Elegant Centers Company Ltd. has submitted zakat declarations for all years until December 31, 2022, and the company has not received any zakat assessments so far, noting that a consolidated zakat declaration is submitted with the subsidiary, Ishraqa Regional for Real Estate Development and Investment Company.

10. Shares capital

On February 21, 2022, corresponding to Rajab 20, 1443 AH, the Extraordinary General Assembly approved the capital increase through priority rights shares for shareholders, with 12 million shares, with a total value of 120 million Saudi riyals, so that the capital after the increase became 297 million Saudi riyals, divided into 29.7 million ordinary shares At a nominal value of 10 riyals per share.

On Shawwal 21, 1443 AH, corresponding to May 22, 2022, the Board of Directors recommended reducing the company's capital by 25% of the company's capital, which was SR 297,000,000, and after the reduction it became SR 222,750,000, a 25% reduction, so that the number of shares before the reduction: 29,700,000 shares, and the number of shares becomes After reduction: 22,275,000 shares.

The aim of reducing the capital is to extinguish the company's accumulated losses in the amount of SR 74,250,000 by reducing the capital by amortizing 90.83% of the company's total losses amounting to 81,741,387 riyals as of March 31, 2022 and canceling 7,425,000 shares. This recommendation has been amended during the subsequent period - (Note 16).

The members of the Board of Directors, in its meeting held via modern technology on Dhu al-Qi'dah 10. 1444 H corresponding to May 30, 2023, unanimously agreed to split the nominal value of the shares of Al-Baha Investment and Development Company from ten riyals per share to SR 0.1 per share, while keeping the company's capital unchanged, and thus The number of shares of the company after the split will be 2,970,000,000 shares instead of 29,700,000 shares. The statutory division procedures were not completed until June 30, 2023, and were completed during the Subsequent period for the date of the interim condensed consolidated financial statements.

11. Transaction with related party

The following are the benefits of the senior employees and the Board of Directors of the company during the period ending on June 30:

	June 30, 2023	June 30, 2022
	(SR)	(SR)
Short term benefits and rewards	345,370	238,000
Long term benefits	184,485	138,043
Total	**529,855**	**376,043**

- There are no outstanding balances due from or due to related parties as of June 30, 2023 and December 31, 2022.
- The prices and terms of transactions with related parties have been approved by the management.

12. Basic and diluted earnings (loss) per share for the shareholders of the parent company

Earnings per share are calculated on the basis of the net results for the year attributable to the shareholders of the parent company divided by the weighted average number of issued shares. Diluted earnings per share is the same as basic earnings since the Group had no dilutive instruments issued during the period.

	For the three months ended at June 30		For the six months ended at June 30	
	2023	2022	2023	2022
	(SR)	(SR)	(SR)	(SR)
Net profit (loss) for the year attributable to the shareholders of the parent company	188,958	(195,268)	347,890	(4,292,606)
Weighted average number of share	**Share**	**Share**	**Share**	**Share**
Shares issued at the beginning of the period	29,700,000	17,700,000	29,700,000	17,700,000
Impact of shares issued on March 23, 2022 (12 million shares)	-	29,700,000	-	29,700,000
Weighted average number of shares	29,700,000	24,300,000	29,700,000	24,300,000
	Share/Riyal	**Share/Riyal**	**Share/Riyal**	**Share/Riyal**
The basic and diluted share of profit (loss) for the shareholders of the parent company	0.01	(0.01)	0.01	(0.18)

13. Segment Information

The following is the significant segment information that the Group has at the date of the interim condensed consolidated financial statements:

	June 30, 2023			December 31, 2022		June 30,2022
Description	Assets	Liabilities	Gross comprehensive income	Assets	Liabilities	Gross comprehensive Loss
	(SR)	(SR)	(SR)	(SR)	(SR)	(SR)
Head quarters	30,607,707	19,877,965	(3,899,534)	78,053,100	69,681,243	(5,206,543)
Rentals	236,165,367	16,822,644	4,635,860	237,220,343	16,256,061	997,866
Total	266,773,074	36,700,609	736,326	315,273,443	85,937,304	(4,208,677)

14. Legal Case

A case filed between Al Baha Company for Investment and Development and Al-Sateah Modern general Contracting Company. The details of the case have been clarified in note (8).

Cases filed by Elegant Centers Co. Ltd. regarding rents and related accessories, with a claim value of SR 486,175. The Group has made a provision for related receivables.

Cases filed by Ishraqa Regional Company for Real Estate Development and Investment regarding rents and related accessories, with a claims value of SR 596,879, and the financial value of the adjudicated cases, which are still under implementation, amounted to SR 1,681,318. The Group has made a provision for related receivables.

15. Prior year's presentation adjustment

- The group applied IFRS No. (5) "Non-current Assets Held for Sale and Discontinued Operations", as this standard requires that assets that meet the criteria for classification as held for sale be measured at book amount or fair value less selling costs, whichever is less And that the depreciation of those assets be stopped, and that the assets that meet the criteria for classification as held for sale be presented separately in the statement of financial position and that the results of non-continuing operations be presented separately in the statement of comprehensive income, and accordingly the group's management has reclassified these assets (note 8) to a separate item under the name of non-current assets held for sale.
- In addition, the group's management excluded an amount of SR 7,000,000 from receivables in exchange for the cash payment paid at the beginning of the agreement, whose presentation was modified to be under the item of non-current assets held for sale during the year 2022 due to the issuance of the final decision to implement the items mentioned in note (8) During this year, the same amount was deducted from the related provision. . The following is a summary of the impact of these amendments:

Description	Balance before adjustment Debit (Credit)	Adjustments as of January 1, 2022 Debit (Credit)	Balance after adjustment Debit (Credit)
	(SR)	(SR)	(SR)
Receivables - net / receivable against a cash paymentand the contents of the poultry project land	16,962,902	(15,542,906)	1,419,996
Long-term investments / investment in Al-Baha National College	17,136,823	(17,136,823)	-
Advance payments for the purchase of investment properties / Taif land properties	9,000,000	(9,000,000)	-
Property and equipment - net / poultry project land	39,620,062	(39,323,988)	296,074
Non-current assets held for sale	-	81,003,717	81,003,717
Provision for potential losses against non-current assets held for sale	-	(81,003,717)	(81,003,717)
Provision for potential claims	(84,003,717)	81,003,717	(3,000,000)
Net		-	

Description	Balance before adjustment debit (credit)	Adjustments as of December 31, 2022 debit (credit)	Balance after adjustment Debit Credit)
	(SR)	(SR)	(SR)
Receivables - net / receivable against a cash payment and the contents of the poultry project land	18,014,005	(15,542,906)	2,471,099
Long-term investments / investment in Al-Baha National College	17,136,823	(17,136,823)	-
Advance payments for the purchase of investment properties / Taif land properties	9,000,000	(9,000,000)	-
Property and equipment - net / poultry project land	39,527,589	(39,323,988)	203,601
Non-current assets held for sale	-	74,003,717	74,003,717
Provision for potential losses against non-current assets held for sale	-	(74,003,717)	(74,003,717)
Provision for potential claims	(81,003,717)	81,003,717	-
Net		-	

16. Subsequent events

The company announced to the shareholders of the Board of Directors' decision dated Dhul Hijjah 19, 1444 H corresponding to July 6, 2023 to amend the Board's recommendation to the Extraordinary General Assembly related to a 30% capital reduction, which was SR 297,000,000, to become, after the reduction SR 207,900,000 .

The method of reducing the capital is by amortizing all the accumulated losses of the company amounting to SR 85,460,217 as of March 31, 2023, by reducing the nominal value of the share from (SR 0.10) SR ten halalas to (SR 0.07) SR seven halalas by deleting an amount of SR 89,100,000 from the company's current capital to extinguish all the company's accumulated losses without reducing the number of the company's current shares.

Number of shares before reduction: 2,970,000,000 ordinary shares Two billion nine hundred and seventy million ordinary shares with a nominal value of (SR0.10).

The number of shares after the reduction: 2,970,000,000 ordinary shares (without change in the number of shares) two billion, nine hundred and seventy million ordinary shares, with a nominal value of seven halalas from the Saudi riyal.

The method of reducing the capital will be through the nominal value of the share from (SR 0.10) to (SR 0.07), the new nominal value of the share, after the approval of the extraordinary general assembly to reduce the company's capital.

17. New and Revised International Financial Reporting Standards and Interpretations

a) IFRSs and the new amended effective interpretations:

The following amended IFRSs, that became effective, were adopted for the financial periods starting on or after 1 January 2023 in the preparation of the Group financial statements. The adoption of the mentioned amendments did not materially affect the amounts and disclosures included in the financial statements of the current year. The following table summarizes the details of the amendments:

IFRS or Interpretation	Statement	Effective Date
IFRS 17, insurance contracts	IFRS 17 was issued in May 2017 to supersede IFRS 4, *insurance contracts*. The existent measuring model requires the remeasurement of estimates, where they exist, in each reporting period. Contracts should be measured using the following bases: • Weighted average discounted cashflows; • Explicit adjustment to risks; and • The contractual service margin that represents the unrealized profit from the contract that will be recognized as revenues during the coverage period. IFRS 17 requires the entity to measure the insurance assets at the present value of fulfillment, and provides a specific unified measuring and presentation approach for all insurance contracts. These requirements were designed to achieve the objective of consistent principle-based accounting for insurance contracts.	1 January 2023 Deferred from 1 January 2021
Disclosure of accounting policies Amendments to IAS 1, and practice statement 2	The amendments to IAS 1 require entities to disclose material instead of significant accounting policies and provide additional amendments that explain how an entity determines the material accounting policies. Examples are added to explain the cases where potential material accounting policies exist. To support the amendment, the IASB has developed guidance and examples to explain and demonstrate the application of "the four-step materiality process" included in IFRS practice statement 2. Once the entity applies the amendments to IAS 1, it is permitted to apply the amendments to IFRS practice statement 2. Entities should apply the amendments prospectively.	1 January 2023

IFRS or Interpretation	Statement	Effective Date
Definition of accounting estimates Amendments to IAS 8,	Amendments to IAS 8, *accounting policies, changes in accounting estimates and errors.* The amendments replace the definition of changes in accounting estimates with the definition of accounting estimates. According to the new definition, the accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty." Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The amendments clarify that a change in accounting estimate that results from new information or new developments is not a correction of an error.	1 January 2023
Amendments to IAS 12, income taxes The deferred tax related to assets and liabilities arising from a single transaction.	The amendments require the entity to recognize the deferred taxes on the transactions that give rise, at the initial measurement, to equal amounts of taxable and deductible temporary differences. The amendments typically apply to transactions such as leases of lessees and end of service obligations, and will require the affected entities to recognize additional deferred taxes, assets and liabilities. This means that the initial recognition exemption will not apply to the transactions that give rise to to equal amounts of taxable and deductible temporary differences at initial recognition.	1 January 2023
Initial Application of IFRS 17 and IFRS 9—Comparative Information (amendment to IFRS 17)	The amendment permits entities that apply IFRS 17 and IFRS 9 simultaneously for the first time to present comparative information about the financial assets as if the classification requirements in IFRS 9 have been applied previously on these financial assets.	1 January 2023

b) IFRSs and the new amended interpretations that are not effective yet

The group did not adopt any of the following new amended standards that were issued but not yet effective:

IFRS or Interpretation	Statement	Effective Date
Amendments to IFRS 10 and IAS 28 - Sales or contributions of assets between an investor and its associate or joint venture	The amendments address the inconsistencies between IFRS 10 and IAS 28 in dealing with loss of control over a subsidiary that was sold, or contributions in an associate or joint venture.	Postponing the effective date indefinitely; early application is permitted
Amendments to IAS (1) Presentation of the financial statements, when classifying liabilities as current and non-current, and non-current liabilities with commitments	The amendments to the presentation of financial statements show that the liabilities are classified as current or noncurrent based on the rights at the end of the reporting period and non-current liabilities with commitments.	1 January 2024
Amendments to IFRS 16, leases Lease liability in a sale and leaseback	The amendments require the seller-tenant to subsequently measure the lease liabilities arising from the leaseback in a manner that does not recognize any amount of profit or loss related to the right-of-use that you retain.	1 January 2024
Amendments to IAS 7 and IFRS 7	Enhancing disclosures of supplier financing procedures regarding the company's obligations.	1 January 2024

The management of the group does not expect that these standards will have a material impact on the financial statements when applied in future financial periods.

18. Approval of The interim condensed consolidated Financial Statements

The interim condensed consolidated financial statements (Unaudited) were approved for issuance by the Board of Directors on Muharram 27, 1445(H) corresponding to August 14, 2023(G).

19. General

The figures in the interim condensed consolidated financial statements (Unaudited) are rounded to the nearest Saudi Riyal