



دلالة الصحية
Dallah Health

DALLAH HEALTHCARE COMPANY

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

For the three-month and nine-month periods ended 30 September 2023

together with the

INDEPENDENT AUDITOR'S REVIEW REPORT

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)For the three-month and nine-month periods ended 30 September 2023

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كي بي إم جي للاستشارات المهنية

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

المركز الرئيسي في الرياض

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

To the Shareholders of Dallah Healthcare Company (Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying 30 September 2023 condensed consolidated interim financial statements of **Dallah Healthcare Company ("the Company") and its subsidiaries ("the Group")** which comprise:

- the condensed consolidated statement of financial position as at 30 September 2023;
- the condensed consolidated statement of profit or loss for the three-month and nine-month periods ended 30 September 2023;
- the condensed consolidated statement of comprehensive income for the three-month and nine-month periods ended 30 September 2023;
- the condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2023;
- the condensed consolidated statement of cash flows for the nine-month period ended 30 September 2023; 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.

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

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



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

To the Shareholders of Dallah Healthcare Company (Saudi Joint Stock Company) (continued)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 September 2023 condensed consolidated interim financial statements of **Dallah Healthcare 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

Fahad Mubark Aldossari
License No. 469



Riyadh on: 23 Rabi Al Thani 1445H
Corresponding to: 7 November 2023

DALLAH HEALTHCARE COMPANY

A SAUDI JOINT STOCK COMPANY

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(All amounts in Saudi Riyals unless otherwise stated)

		As at 30 September 2023 (Unaudited)	As at 31 December 2022 (Audited)
	Notes		
ASSETS			
Non-current assets			
Property and equipment	5	2,917,067,094	2,847,131,297
Right-of-use assets	6	56,305,774	49,381,970
Intangible assets and goodwill	7	201,723,921	203,506,316
Equity-accounted investees	8	1,573,044,092	209,503,500
Financial assets at fair value through other comprehensive income		392,162	306,771,366
Non-current assets		4,748,533,043	3,616,294,449
Current assets			
Inventories	9	211,615,582	255,235,067
Unbilled revenue		39,922,495	12,777,015
Due from related parties	10(i)	10,697,988	7,029,208
Prepayments and other current assets		143,008,996	114,012,203
Trade receivables	11	806,339,414	677,075,769
Cash and cash equivalents	12	143,223,614	237,944,913
Current assets		1,354,808,089	1,304,074,175
TOTAL ASSETS		6,103,341,132	4,920,368,624
EQUITY AND LIABILITIES			
Equity			
Share capital	1, 8.4	976,811,660	900,000,000
Share premium	8.4	1,027,432,988	61,142,305
Statutory reserve		93,614,972	93,614,972
Retained earnings		1,085,417,315	921,067,917
Reserves		4,921,869	14,026,152
Equity attributable to owners of the Company		3,188,198,804	1,989,851,346
Non-controlling interests		264,665,777	242,234,269
Total equity		3,452,864,581	2,232,085,615
LIABILITIES			
Non-current liabilities			
Long-term murabaha financing	13	1,341,307,006	1,529,290,588
Long-term lease liabilities	6	34,789,122	26,485,416
Employee benefits		265,188,628	244,431,963
Long-term payables		2,731,959	3,307,284
Non-current liabilities		1,644,016,715	1,803,515,251
Current liabilities			
Current portion of long-term murabaha financing	13	252,503,238	226,482,816
Short-term murabaha financing	13	249,025,230	179,408,781
Short-term lease liabilities	6	16,384,515	15,826,936
Short-term retentions		6,894,824	7,082,991
Trade payables		242,825,173	248,205,952
Due to related parties	10(ii)	2,664,043	1,421,841
Accrued expenses and other current liabilities		191,167,620	155,238,754
Provision for zakat	14	44,995,193	43,344,687
Dividends payable	19	--	7,755,000
Current liabilities		1,006,459,836	884,767,758
Total liabilities		2,650,476,551	2,688,283,009
Total equity and liabilities		6,103,341,132	4,920,368,624

The accompanying notes from 1 to 21 form an integral part of these condensed consolidated interim financial statements

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

(All amounts in Saudi Riyals unless otherwise stated)

	Notes	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2023	2022	2023	2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	15	749,827,766	600,888,447	2,136,885,137	1,794,106,954
Cost of revenue		(468,964,778)	(389,421,149)	(1,354,152,302)	(1,138,813,370)
Gross profit		280,862,988	211,467,298	782,732,835	655,293,584
Selling and marketing expenses		(16,956,707)	(11,499,015)	(44,804,774)	(32,887,893)
General and administrative expenses		(135,214,352)	(116,484,276)	(380,443,824)	(327,681,824)
Impairment loss on trade receivables and other current assets	11	(3,937,998)	707,103	(12,382,510)	(3,929,016)
Other income		6,214,498	6,923,092	26,870,210	16,354,029
Operating profit		130,968,429	91,114,202	371,971,937	307,148,880
Finance cost		(22,637,961)	(19,401,773)	(81,018,307)	(44,999,002)
Share of results from equity accounted investees	8	2,992,078	(6,313,347)	(5,304,606)	(24,236,704)
Profit for the period before zakat		111,322,546	65,399,082	285,649,024	237,913,174
Zakat	14	(4,989,958)	(17,744,318)	(16,747,434)	(29,314,763)
Profit for the period		106,332,588	47,654,764	268,901,590	208,598,411
Profit for the period attributable to:					
Owners of the Company		98,873,315	43,873,221	246,470,082	196,024,777
Non-controlling interests		7,459,273	3,781,543	22,431,508	12,573,634
		106,332,588	47,654,764	268,901,590	208,598,411
Earnings per share	16	1.01	0.49	2.53	2.18

The accompanying notes from 1 to 21 form an integral part of these condensed consolidated interim financial statements

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(All amounts in Saudi Riyals unless otherwise stated)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023 (unaudited)	2022 (unaudited)	2023 (unaudited)	2022 (unaudited)
Profit for the period	106,332,588	47,654,764	268,901,590	208,598,411
Other comprehensive income:				
<u>Items that will not be reclassified to profit or loss</u>				
(loss) / gain of financial assets at fair value through other comprehensive income	(60,732)	27,819	1,140,102	3,665,530
<u>Items that may be reclassified to profit or loss</u>				
Share of other comprehensive income from equity accounted investees	5,316,097	--	5,316,097	--
Other comprehensive income for the period	5,255,365	27,819	6,456,199	3,665,530
Total comprehensive income for the period	111,587,953	47,682,583	275,357,789	212,263,941
Total comprehensive income for the period attributable to:				
Owners of the Company	104,128,680	43,901,040	252,926,281	199,690,307
Non-controlling interests	7,459,273	3,781,543	22,431,508	12,573,634
	111,587,953	47,682,583	275,357,789	212,263,941

The accompanying notes from 1 to 21 form an integral part of these condensed consolidated interim financial statements

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(All amounts in Saudi Riyals unless otherwise stated)

	Share capital	Share premium	Statutory reserve	Retained earnings	Reserves	Total shareholders' equity	Non-controlling interests	Total equity
For the period ended 30 September 2023								
As at 1 January 2023 (Audited)	900,000,000	61,142,305	93,614,972	921,067,917	14,026,152	1,989,851,346	242,234,269	2,232,085,615
Profit for the period	--	--	--	246,470,082	-	246,470,082	22,431,508	268,901,590
Other comprehensive income for the period	--	--	--	--	6,456,199	6,456,199	--	6,456,199
Total comprehensive income for the period	--	--	--	246,470,082	6,456,199	252,926,281	22,431,508	275,357,789
<i>Transactions with owners of the Company</i>								
Capital increase (notes 1 , 8.4)	76,811,660	--	--	--	--	76,811,660	--	76,811,660
Share premium increase (note 8.4)	--	966,290,683	--	--	--	966,290,683	--	966,290,683
Dividends issued (Note 19)	--	--	--	(97,681,166)	--	(97,681,166)	--	(97,681,166)
Transfer from fair value reserve to retained earning	--	--	--	15,560,482	(15,560,482)	--	--	--
As at 30 September 2023 (Unaudited)	976,811,660	1,027,432,988	93,614,972	1,085,417,315	4,921,869	3,188,198,804	264,665,777	3,452,864,581
For the period ended 30 September 2022								
As at 1 January 2022 (Audited)	900,000,000	61,142,305	66,168,590	839,816,644	(336,969)	1,866,790,570	229,285,247	2,096,075,817
Profit for the period	--	--	--	196,024,777	--	196,024,777	12,573,634	208,598,411
Other comprehensive income for the period	--	--	--	--	3,665,530	3,665,530	--	3,665,530
Total comprehensive income for the period	--	--	--	196,024,777	3,665,530	199,690,307	12,573,634	212,263,941
<i>Transactions with owners of the Company</i>								
Dividends issued (Note 19)	--	--	--	(90,000,000)	--	(90,000,000)	--	(90,000,000)
As at 30 September 2022 (Unaudited)	900,000,000	61,142,305	66,168,590	945,841,421	3,328,561	1,976,480,877	241,858,881	2,218,339,758

The accompanying notes from 1 to 21 form an integral part of these condensed consolidated interim financial statements

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(All amounts in Saudi Riyals unless otherwise stated)

	Notes	For the nine-month period ended 30 September	
		2023	2022
		(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period before zakat		285,649,024	237,913,174
<i>Adjustments:</i>			
Depreciation on property and equipment	5	74,082,230	74,085,031
Depreciation on right-of-use assets	6	16,239,676	13,011,954
Amortization on intangible assets	7	2,724,913	2,418,806
Employee benefits charge		35,057,258	32,302,588
Provision on obsolete and slow-moving inventory	9	2,739,592	54,149
Impairment loss on trade receivables	11	12,382,510	3,929,016
Loss on sale of property and equipment		384,028	19,518
Share of results from equity accounted investees	8	5,304,606	24,236,704
Finance cost		81,018,307	44,999,002
<i>Changes in operating assets and liabilities:</i>			
Inventories		40,879,893	(28,859,390)
Unbilled revenue		(27,145,480)	(20,668,660)
Trade receivables		(141,646,155)	(110,857,233)
Prepayments and other current assets		(28,996,793)	(22,342,654)
Related parties, net		(2,426,578)	(2,744,411)
Trade payables		(5,380,779)	357,149
Short term retentions		(188,169)	(11,244,401)
Accrued expenses and other current liabilities		34,608,685	30,974,620
Cash generated from operating activities		385,286,768	267,584,962
Zakat paid	14	(15,096,928)	(15,491,114)
Employees' benefits paid		(14,300,591)	(16,512,772)
Net cash generated from operating activities		355,889,249	235,581,076
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	5	(144,402,056)	(106,053,429)
Acquisition of intangible assets	7	(942,518)	(288,000)
Proceeds from the disposal of property and equipment		--	1,118,175
Acquisition related cost of equity-accounted investee	8.4	(13,757,452)	(46,815,000)
Acquisition of financials assets at fair value through other comprehensive income		--	(282,828)
Net consideration paid to acquire subsidiary		--	(11,225,616)
Dividends received from equity-accounted investees	8.2	850,000	--
Net cash used in investing activities		(158,252,026)	(163,546,698)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Murabaha financing	13	129,565,564	470,434,546
Repayment of Murabaha financing	13	(221,912,275)	(351,286,627)
Payment of lease liabilities	6	(14,666,899)	(13,644,800)
Dividend paid	19	(105,436,166)	--
Long-term payable		(575,323)	(86,025)
Finance cost paid		(79,333,423)	(44,365,966)
Net cash (used in)/ generated from financing activities		(292,358,522)	61,051,128
Net change in cash and cash equivalents		(94,721,299)	133,085,506
Cash and cash equivalents at beginning of the period		237,944,913	208,079,114
Cash and cash equivalents at end of the period	12	143,223,614	341,164,620
Non-cash transactions:			
Additions to right of use assets	6	27,087,786	10,319,347
Increase in share capital due to acquisition of equity-accounted investees	1, 8.4	76,811,660	--
Increase in share premium due to acquisition of equity-accounted investees	8.4	966,290,683	--
Transfer of financials assets at FVOCI to equity-accounted investees	8.4	307,519,306	--

The accompanying notes from 1 to 21 form an integral part of these condensed consolidated interim financial statements

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(For the three-month and nine-month periods ended 30 September 2023 unaudited)

All amounts are presented in Saudi riyals unless otherwise indicated

1. REPORTING ENTITY

Dallah Healthcare Company (the "Company") was established as a Limited Liability Company, registered in the Kingdom of Saudi Arabia under commercial registration number 1010128530 dated 13 Rabi Al-Akhar 1415H (corresponding to 18 September 1994).

On 14 Jumada Al-Awwal 1429H (corresponding to 20 May 2008), the Company's Board of Directors converted Dallah Healthcare Company as a Saudi Closed Joint Stock Company. The Company became a listed Company in the Saudi Capital Market Authority on 04 Safar 1434H (corresponding to 17 December 2012). The name of the Company was changed from "Dallah Healthcare Holding Company" to "Dallah Healthcare Company" based on the approval of Extraordinary General Assembly held on 16 Safar 1438H (corresponding to 16 November 2016) after completion of all legal formalities.

The objectives of the Company include operate, manage and maintain the healthcare entities, wholesale medicines and retail of medical and surgical equipment, prosthetics and devices for the disabled, hospital equipment and manufacturing medicines, pharmaceuticals, herbals, health, cosmetics, detergents, disinfectants and packaging in the Kingdom of Saudi Arabia.

The Company's registered office is located at King Fahad Road, Riyadh, Kingdom of Saudi Arabia.

Share Capital

The authorized, issued and paid-up share capital of the Company is SR 976,811,660 (31 December 2022: SR 900,000,000) consisting of 97,681,166 shares (31 December 2022: 90,000,000) of SR 10 each.

On 03 Jumada II, 1444H (corresponding to 27 December 2022), the Extraordinary General Assembly meeting approved to increase the Company's capital from SR 900 million to SR 976.81 million (90 million shares to 97.7 million shares). On 23 Jumada II, 1444H (corresponding to 16 January 2023), the Company issued 7,681,166 new ordinary shares in favor of Kun Investment Holding Company in exchange of acquiring 14,232,690 ordinary shares owned by Kun Investment Holding Company in the International Medical Center Company as disclosed in detail in note 8. The Company's Articles of association and Commercial registration were amended accordingly.

Dallah Al Baraka Holding Company, a closed Saudi joint stock company, owns 48.64% of the Company's share capital.

Treasury shares

On 04 Rabi' al-Awwal 1445 H (corresponding to September 19, 2023), the Company's Board of Directors approved the company's shares buy-back up to 3,826,189 shares, equivalent to 3.917% of the company's ordinary shares. The decision will be presented to the Extraordinary General Assembly when it convenes. In this regard, the Company is currently in process of complying with the regulatory rules and procedures issued pursuant to the Companies Law relating to Listed Joint Stock Companies.

2. BASIS OF ACCOUNTING

a) Statement of compliance

These condensed consolidated interim financial statements comprise the interim financial statements of the Company and its subsidiaries (together referred to as the 'Group').

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

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(For the three-month and nine-month periods ended 30 September 2023 unaudited)

All amounts are presented in Saudi riyals unless otherwise indicated

The condensed consolidated interim financial statements do not include all of the information and disclosures required for full annual consolidated financial statements and should be read in conjunction with Group's last annual consolidated financial statements as at and for the year ended 31 December 2022. 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 consolidated financial statements.

b) Basis of preparation

These condensed consolidated interim financial statements have been prepared on a going concern basis under accrual basis of accounting and the historical cost convention except for:

- the employees' end of service benefit obligations which are measured using the projected unit credit method;
- financial assets at fair value through other comprehensive income which are measured at fair value;
- Acquisitions of equity accounted investees are measured at fair value of the consideration transferred.

c) Functional and presentation currency

These condensed consolidated interim financial statements are presented in Saudi Arabian Riyals (SR) which is also the Group's functional currency.

d) Basis of consolidation

The subsidiary companies (referred to as the "Subsidiaries") incorporated into these condensed consolidated interim financial statements are as follows:

Name of subsidiaries	Share in equity%		Country of operation and commercial register	Principal activity as per commercial registration	Capital (SR)
	September 2023	31 December 2022			
Dallah Pharma Company LLC	100%	100%	Kingdom of Saudi Arabia, commercial registration No.1010410613	Pharmaceutical, herbal & cosmetic distribution & manufacturing.	4,000,000
Afyaa Al-Nakheel for Supporting Services Company LLC	100%	100%	Kingdom of Saudi Arabia, commercial registration No.1010404576	Provide manpower & Support services to hospitals and medical centres.	50,000
Dallah Namar Hospital Health Company LLC	100%	100%	Kingdom of Saudi Arabia, commercial registration No.1010495218	Operating, managing, equipping and developing hospitals and healthcare facilities, medical polyclinics.	5,000,000
Dallah Medical Care Company LLC	100%	100%	Kingdom of Saudi Arabia, Commercial Registration No. 1010189420	Providing of medical services – Medical Clinic	100,000
Care Shield Holding Company (Closed Joint Stock Company) *	58.64%	58.64%	Kingdom of Saudi Arabia, commercial registration No.1010379441	Managing private hospitals, medical and diagnostic centres, and an analytical laboratory, providing medical services, purchasing lands to build buildings on, and investing these buildings by sale or rent for the benefit of the Company.	125,000,000
Makkah Medical Canter Company (Closed Joint Stock Company)	91.15%	90.87%	Kingdom of Saudi Arabia, commercial registration No. 4031021286	Practicing the activity of public hospitals	120,080,000

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(For the three-month and nine-month periods ended 30 September 2023 unaudited)

All amounts are presented in Saudi riyals unless otherwise indicated

* Care Shield Holding Company owns the following subsidiaries:

<u>Subsidiaries</u>	<u>Ownership percentage %</u>
1. Medical Services Projects Company ("MSPC")	100%
2. Consulting Clinics Center Company Limited ("CC")	100%
3. Modern Clinics Pharmacy Company Limited ("MCP")	100%

The basis of accounting in respect of business combination and goodwill are consistent with those used and disclosed in detail in annual consolidated financial statements for the year ended 31 December 2022.

3. USE OF JUDGEMENTS AND ESTIMATES

The preparation of these condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of Group's accounting policies and the reported amounts of assets, liabilities, income and expenses, the actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods affected.

During the preparation of these condensed consolidated interim financial statements, there have been no changes in the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty from those which were applied to the annual audited consolidated financial statements of the Group for the year ended 31 December 2022.

The Group's financial risk management objectives and policies and the methods to determine the fair values are consistent with those disclosed in the most recent annual consolidated financial statements for the year ended 31 December 2022.

The Group follows the practice of performing actuarial valuations of the provision for employees' benefits annually at the year end.

Measurement of fair values

A number of the Group's accounting policies require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of the Standards, including the level in the fair value hierarchy in which the valuations should be classified.

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(For the three-month and nine-month periods ended 30 September 2023 unaudited)

All amounts are presented in Saudi riyals unless otherwise indicated

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- **Level 1:** Uses quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Level 2:** Uses inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- **Level 3:** Uses inputs for the asset or liability that are not based on observable market data (unobservable inputs). If the inputs used to measure the fair value of an asset or a liability are categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

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

4. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied and method of computation adopted for preparation of these interim condensed consolidated financial statements are consistent with those that were applied in the Group's last annual consolidated financial statements as at and for the year ended 31 December 2022.

Some amendments to the IFRS and other new standards become effective starting from 1 January 2023, which have been explained in the Group's last annual consolidated financial statements. These amendments and standards have no significant impact on these condensed consolidated interim financial statements.

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5. PROPERTY AND EQUIPMENT

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Cost:		
Balance at the beginning of the period/year	3,802,150,468	3,642,664,894
Additions (<i>note 5.1</i>)	144,402,056	172,691,199
Disposals	(7,202,379)	(13,205,625)
Balance at the end of the period/year	3,939,350,145	3,802,150,468
Accumulated Depreciation:		
Balance at the beginning of the period/year	955,019,171	875,079,500
Charged	74,082,230	92,537,276
Disposals	(6,818,350)	(12,597,605)
Balance at the end of the period/year	1,022,283,051	955,019,171
Net book value at the end of the period/year	2,917,067,094	2,847,131,297

5.1 Asset under construction

As at 30 September 2023, Capital work in process includes construction related to the expansion of Dallah Hospital Al-Nakheel amounting to SR 113 million, Dallah Namar Hospital Health Company amounting to SR 104 million and SR 37 million related to Care-shield Holding Company.

During the period ended on 30 September 2023, the Group announced a new project for a hospital on a land owned by the Group with an area of 45,000 square meters located in Al-Arid district in Riyadh. The hospital capacity of 250 beds and has the possibility of expansion in the future. As of 30 September 2023, the Group has incurred cost related to the project amounting to SR 16 million.

The capitalized financing costs on projects under constructions amounted to SR 9 million for the period ended 30 September 2023 (31 December 2022: SR nil). The capitalization rates for the period ended 30 September 2023 is in between 5% :7%.

6. RIGHT-OF-USE ASSETS

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Cost:		
Balance at the beginning of the period/year	85,672,739	63,982,850
Additions	27,087,786	40,492,935
De-recognition and adjustments	(19,978,205)	(18,803,046)
Balance at end of the period/year	92,782,320	85,672,739
Accumulated Depreciation:		
Balance at the beginning of the period/year	36,290,769	33,983,093
Depreciation	16,239,676	18,263,466
De-recognition and adjustments	(16,053,899)	(15,955,790)
Balance at end of the period/year	36,476,546	36,290,769
Net book value as at the end of the period / year	56,305,774	49,381,970

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LEASES AS LESSEE

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Lease liabilities		
Balance at beginning of the period / year	42,312,352	21,921,107
Acquisition of a subsidiary company	--	13,692,661
Additions	23,389,462	23,259,119
Interest	1,684,885	2,015,564
Modifications	(1,546,163)	501,279
Payments	(14,666,899)	(19,077,378)
Balance at end of the period / year	51,173,637	42,312,352
Divided into		
Long-term lease liability	34,789,122	26,485,416
Short-term lease liability	16,384,515	15,826,936
	51,173,637	42,312,352

7. INTANGIBLE ASSETS AND GOODWILL

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Cost:		
Balance at the beginning of the period/year	219,132,562	212,471,064
Additions	942,518	2,304,277
Business acquisition	--	9,448,221
Disposals	--	(5,091,000)
Balance at the end of the period/year	220,075,080	219,132,562
Accumulated amortization:		
Balance at the beginning of the period/year	15,626,246	17,253,782
Charged	2,724,913	3,463,464
Disposals	--	(5,091,000)
Balance at the end of the period/year	18,351,159	15,626,246
Net book value at the end of the period/year	201,723,921	203,506,316

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8. EQUITY ACCOUNTED INVESTEEES

Equity accounted investees are as follows:

		Ownership interest in equity as at 30 September 2023	Ownership interest in equity as at 31 December 2022	Country of operation and principal place of business	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Classification						
Dr. Mohammed Rashid Al-Faqih Company	Associate	31.21%	31.21%	Kingdom of Saudi Arabia	85,384,653	106,694,806
Meras Arabia Medical Holding Company*	Associate	17%	17%	Kingdom of Saudi Arabia	45,584,440	42,967,100
MEFIC Private Equity Opportunities Fund 3	Associate	41.6%	41.6%	Kingdom of Saudi Arabia	66,741,594	59,841,594
International Medical Centre Company	Associate	27.18%	8.20%	Kingdom of Saudi Arabia	1,375,333,405	--
					1,573,044,092	209,503,500

*The total holding percentage direct and indirect ownership in Meras Arabia Medical Holding Company is 35% as the Group indirectly own 18% shareholding through MEFIC Private Equity Opportunities Fund 3. The investment is equity accounted as the Group has significant influence due to common directorship.

8.1 Dr. Mohammed Rashid Al-Faqih Company

The principal activity of Dr. Mohammed Rashid Al-Faqih Company is to own, operate and maintain the hospitals and health centres. Dr. Mohammed Rashid Al-Faqih Company owns a hospital in eastern Riyadh City under the name of Dr. Mohammed Al-Faqih Hospital.

On 13 Muharram 1442H (corresponding to 1 September 2020), the operation of the first phase of the hospital began. The hospital has a capacity of 308 beds.

The movement in the investment is as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at the beginning of the period / year	106,694,806	95,403,018
Group's share of loss	(21,310,153)	(35,681,464)
Additional capital contribution	--	46,815,000
Group's share of other comprehensive income	--	158,252
Balance at the end of the period / year	85,384,653	106,694,806

The financial information of the associate is summarized as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Current assets	164,845,322	202,371,960
Non-current assets	741,498,961	758,635,294
Current liabilities	104,405,037	99,180,402
Non-current liabilities	572,704,781	564,342,501
Loss for the period / year	(68,279,887)	(114,323,659)
Equity	229,204,465	297,484,351

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	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Net assets	229,204,465	297,484,351
Percentage ownership	31.21%	31.21%
Ownership interest	71,534,713	92,844,866
Goodwill	13,849,940	13,849,940
Carrying amount of the investment	85,384,653	106,694,806

8.2 Meras Arabia Medical Holding Company

The principal activity of Meras Arabia Medical Holding Company is providing medical services in the field of cosmetology. The Group holds 17% in Meras Arabia Medical Holding Company and has significant influence because of the meaningful presentation on the board of the investee.

The movement in the investment is as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at the beginning of the period / year	42,967,100	39,903,721
Group's share of profit	3,467,340	3,626,654
Group share of result from comprehensive income	--	286,725
Dividends received	(850,000)	(850,000)
Balance at the end of the period / year	45,584,440	42,967,100

The financial information of the associate is summarized as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Current assets	50,028,327	45,473,534
Non-current assets	140,536,373	128,510,994
Current liabilities	40,045,965	45,877,694
Non-current liabilities	54,233,533	46,407,674
Profit for the period / year	20,396,115	20,300,375
Equity	96,285,202	80,889,090

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Net assets	96,285,202	80,889,090
Percentage ownership	17%	17%
Ownership interest	16,368,485	13,751,145
Goodwill	29,215,955	29,215,955
Carrying amount of the investment	45,584,440	42,967,100

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8.3 MEFIC Private Equity Opportunities Fund 3

The movement in the investment is as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at the beginning of the period / year	59,841,594	50,602,847
Group's share of profit	6,900,000	9,238,747
Balance at the end of the period / year	66,741,594	59,841,594

8.4 International Medical Centre Company (IMC)

On 21 Dhul Qa'dah 1443H (corresponding to 20 June 2022), a share swap agreement was signed between Dallah Healthcare Company and Kun Investment Holding Company (KIHC) related to the process of exchanging shares owned by KIHC in the International Medical Center (IMC) for shares swap of 7,681,166 shares of Dallah Healthcare Company against 14,232,690 shares in IMC.

On 3 Jumada II 1444H (corresponding to 16 January 2023) being acquisition date, the shares agreed between the parties were transferred. As a result, Dallah Healthcare Company obtained significant influence. Accordingly, the previous holding of 8.2% (revised shareholding being 27.18%) shareholding which was classified as financial asset at fair value through other comprehensive income has been classified as equity accounted investee.

The transaction result can be summarized in the following:

a) Share capital

	30 September 2023 (Unaudited)
Number of shares owned by KIHC in IMC	14,232,690
Exchange ratio as agreed under share swap agreement	0.539
Number of shares issued by the Company	7,681,166
Par value of shares issued by the company – SR 10 per share	76,811,660
Add: the Company's' shares capital prior to acquisition	900,000,000
The Company's share capital post acquisition	976,811,660

b) Share premium

	30 September 2023 (Unaudited)
Number of shares issued by the Company	7,681,166
The Company's share price as at 16 January 2023 (date of acquisition)	135.8
Total consideration	1,043,102,343
Less: par value of share issued by the Company – 10 Riyals per share	(76,811,660)
Share premium of the Group	966,290,683
Add : the share premium prior to acquisition	61,142,305
Share premium post acquisition	1,027,432,988

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c) Goodwill

At acquisition date, the Company performed a preliminary assessment of the assets and liabilities of IMC. As a result, goodwill amounting to SR 1,138 million was recognized according to the provisional amount of assets and liabilities of the Company acquired on the date of acquisition due to the incomplete study of the allocation of the purchase price. The Company is currently in the process conducting a detailed assessment of the purchase price allocation.

	As on 16 January 2023 (Unaudited)
Fair value of investment in financial assets – previously classified as FVOCI	307,519,306
Consideration to acquire additional interest	1,056,859,801
Total investment in equity accounted investee	1,364,379,107
Provisional amounts of net acquired assets and liabilities at acquisition date	(225,668,171)
Goodwill	1,138,710,936

The following table summarises the provisional amounts of net acquired assets and liabilities assumed at acquisition date:

	As on 16 January 2023 (Unaudited)
Property and equipment (net book value)	739,295,322
Right of use assets	126,305,580
Other non-current assets	131,608,471
Current assets	873,963,760
Total non-current liabilities	(482,575,598)
Trade current liabilities	(558,324,669)
Total provisional net assets acquired at acquisition date	830,272,866
Share of provisional amount of net assets acquired at the date acquisition - 27.18%	225,668,171

d) Movement in the investment and financial information:

The movement in the investment is as follows:

	30 September 2023 (Unaudited)
Balance at the beginning of the period	--
Fair value of financials assets – classified before as FVOCI	307,519,306
Acquisition through increase in share capital (<i>refer note "a" above</i>)	76,811,660
Acquisition through Share premium (<i>refer note "b" above</i>)	966,290,683
Acquisition related cost	13,757,452
Group's share of profit post acquisition	5,638,207
Group's share of other comprehensive income post acquisition	5,316,097
Balance at the end of the period	1,375,333,405

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The financial information of the associate is summarized as follows:

	30 September 2023 (Unaudited)
Current assets	626,885,112
Non-current assets	1,108,470,117
Current liabilities	864,189,785
Non-current liabilities	589,767
Profit for the period	21,950,000
Equity	870,575,677

	30 September 2023 (Unaudited)
Net assets	870,575,677
Percentage ownership	27.18%
Ownership interest	236,622,469
Goodwill	1,138,710,936
Carrying amount of the investment	1,375,333,405

9. INVENTORIES

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Medical supplies and pharmaceutical items	217,951,519	258,831,412
Provision for obsolete and slow-moving inventory	(6,335,937)	(3,596,345)
	211,615,582	255,235,067

Movement in the provision of obsolete and slow-moving inventory during the period / year is as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at beginning of the period / year	3,596,345	936,085
Charge	2,739,592	2,660,260
Balance at the end of the period / year	6,335,937	3,596,345

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10. RELATED PARTIES

Related parties of the Group comprise of key management personnel and associates where shareholders or the Group have control or significant influence. The Group and its related parties transact with each other as per mutually agreed terms.

<u>Name of related parties:</u>	<u>Relationship:</u>	<u>Nature of transactions</u>	<u>Transaction during the period / year ended</u>	
			30 September 2023 (Unaudited)	31 December 2022 (Audited)
Jazira Capital	Other / common Directorship	Consultation	11,683,720	200,000
Dr Mohammed Rashid Al-Faqih Company	Associate	Technical Support and Medicines sales	5,957,082	2,998,605
Eng. Khalid Al-Faqih	Close family member to board member	Engineering consulting	2,216,876	3,495,343
Meraas Arabia Medical Holding Company	Associate	Medical services Dividend received	1,700,740 850,000	1,870,936 850,000
Adaptive TechSoft	Owned partially by shareholder	Technical Support	1,801,659	3,557,577
Eng. Tarek Alkasabi	Chairman of Board	Management consulting	989,000	1,147,596
Iqraa Media	Other / common Directorship	Media and advertising services	490,547	182,812
Dareen Travel Agency	Owned partially by shareholder	Travel tickets	197,504	7,555,041
Jarir Marketing Company	Other / common Directorship	Office supplies and stationary	8,759	7,220
Dallah Al-Barakah Holding Company	Ultimate Parent Company	Medical services	--	352,593
Growth Path Investment Company–Mahara	Owned by a Shareholder of one subsidiary	Recruitment services	--	6,042,019
Al-Mashfa Medical	Close family member to board member	Medical services	--	1,811,720
Joud Al Hala	Other / common Directorship	Rent payments	--	378,494
Dallah Trading Company	Other / common Directorship	Air conditioning and spare parts	--	25,163

i/ Due from related parties

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Dr Mohammed Rashid Al-Faqih Company	9,596,789	5,750,770
Al-Mashfa Medical	627,721	707,455
Dallah Al-Barakah Holding	289,478	299,221
Meraas Arabia Medical Holding Company	168,499	186,867
Joud Al Hala	15,501	84,895
	10,697,988	7,029,208

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ii) Due to related parties

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Growth Path Investment Company - Mahara	1,470,828	988,053
Dareen Travel Agency	519,781	220,279
Adaptive TechSoft	673,434	209,094
Others	--	4,415
	2,664,043	1,421,841

11. TRADE RECEIVABLES

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Trade receivables	1,123,914,707	846,792,527
Refund liability provision	(238,785,485)	(98,094,564)
Net trade receivables	885,129,222	748,697,963
Impairment loss allowance (<i>note 11.1</i>)	(78,789,808)	(71,622,194)
	806,339,414	677,075,769

11.1 Movement in the allowance for impairment in respect of trade receivables during the period/year is as follows.

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at the beginning of the period / year	71,622,194	75,623,078
Charge for the period / year	12,382,510	6,047,668
Written-off during the period / year	(5,214,896)	(10,048,552)
Balance at the end of the period / year	78,789,808	71,622,194

All of the above Group's trade receivables have been reviewed for indicators of impairment.

12. CASH AND CASH EQUIVALENTS

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Cash at banks	139,961,655	236,453,723
Cash in hand	3,261,959	1,491,190
	143,223,614	237,944,913

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13. MURABAHA FINANCING

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Non-current:		
Long -term Murabaha finance and loans	1,341,307,006	1,529,290,588
Current:		
Short-term Murabaha finance	249,025,230	179,408,781
Current portion of long-term Murabaha finance and loan	252,503,238	226,482,816
Total current Murabaha finance	501,528,468	405,891,597
Total Murabaha financing and loans	1,842,835,474	1,935,182,185

1. The Group has Murabaha finance contracts with local banks at a mark-up rate of SAIBOR plus agreed margin on facilities obtained. Murabaha contracts are denominated in Saudi Riyals and bear financial cost based on prevailing market price. Murabaha contracts are obtained to finance the construction of new medical facilities and hospitals under construction. Murabaha contracts are secured by promissory notes.

As at 30 September 2023, Dallah Healthcare Company and its 100% owned subsidiaries, have bank Murabaha facilities of SR 2,795 million (31 December 2022: SR 2,795 million), out of which an amount of SR 1,494 million was utilized as at 30 September 2023 (31 December 2022: SR 1,612 million), and secured by promissory notes as at 30 September 2023, with a total of SR 2,665 million (31 December 2022: SR 2,854 million).

And the Company on 25 Muharram 1443H (corresponding to 02 September 2021), has signed an agreement with Ministry of Finance to obtain long term loan amounting to SR 357 million for the period of 10 years (16 semi-annual installments) to support the Group's strategy in completing the construction of Dallah Namar Hospital. The long-term loan has been secured by two promissory notes and mortgage deed of land for Dallah Namar Hospital. Out of these loans, SR 223 million has been received till 30 September 2023 (31 December 2022: SR 223 million).

2. The Murabaha financing balance as at 30 September 2023, includes a loan pertaining to Care Shield Holding Company, a "subsidiary company", amounting to SR 126 million (31 December 2022: SR 98 million).
3. The balance of the loans as of 30 September 2023 includes a loan in the books of Makkah Medical Centre Company, a "subsidiary company", amounting to SR nil, which the Company obtained from the Ministry of Finance (31 December 2022: SR 2 million), the loan is secured by a mortgage deed over the hospital's land, buildings on which it is built, medical and non-medical equipment and furniture and furnishings.

The financing costs recognized which relates to the Murabaha in the condensed consolidated interim statement of profit or loss during the period ended 30 September 2023 amounted to SR 79 million (31 December 2022: SR 69 million).

Movement summary of loans and borrowings during the period / year is as follows:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at beginning of the period / year	1,935,182,185	1,867,361,251
Proceeds during the period / year	129,565,564	724,508,764
Payments made during the period / year	(221,912,275)	(656,687,830)
Balance at end of the period / year	1,842,835,474	1,935,182,185

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14. ZAKAT

The following table shows the details of zakat provision:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Balance at the beginning of the period / year	43,344,687	23,834,863
Charge for prior year open items	--	18,541,911
Charge for the period / year	16,747,434	15,149,367
Payments made during the period / year	(15,096,928)	(14,181,454)
Balance at the end of the period / year	44,995,193	43,344,687

The Group received zakat assessments for the years from 2014 until 2018, whereby additional demand of SR 19.7 million was made by ZATCA, for which the Group filed an appeal within the due date.

ZATCA has raised additional inquiries regarding the years 2019 and 2020, and issued the assessment of SR 12.5 million. The assessment was objected by the company for which the company is still awaiting the final authority's response.

The management, in consultation with its Zakat consultant has recognized a provision of SR 27.8 million in respect of the open items, and believe that the provision recorded is sufficient to meet any additional Zakat liability.

15. REVENUE

	For the nine-month period ended	
	30 September 2023 (Unaudited)	30 September 2022 (Unaudited)
Revenue from contracts with customers		
Revenue from services	1,561,996,969	1,384,683,998
Revenue from sale of medicines	574,888,168	409,422,956
	2,136,885,137	1,794,106,954
Timing of revenue recognition		
Over time	780,284,648	641,295,220
At a point in time	1,356,600,489	1,152,811,734
	2,136,885,137	1,794,106,954

The revenues recorded during the period are after deducting medical rejections. All revenue earned by the Group are within Kingdom of Saudi Arabia region.

Contract balances

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Trade receivables (note 11)	806,339,414	677,075,769
Unbilled revenue*	39,922,495	12,777,015

*Unbilled revenue represents services that had been provided but still not invoiced.

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16. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share ("EPS") is calculated by dividing the profit for the period attributable to ordinary equity holders of the Group by the weighted average number of ordinary shares outstanding during the period.

The diluted earnings per share is same as the basic earnings per share as the Group does not have any dilutive equity instruments and as a result diluted EPS is equal to the basic EPS For the three-month and nine-month periods ended 30 September 2023.

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023	2022	2023	2022
	Unaudited	Unaudited	Unaudited	Unaudited
Profit for the period, attributable to the ordinary shareholder	98,873,315	43,873,221	246,470,082	196,024,777
Weighted average number of ordinary shares	97,681,166	90,000,000	97,230,988	90,000,000
Basic and diluted earnings per share	1.01	0.49	2.53	2.18

The number of shares outstanding as of 30 September 2023 is 97,681,166 shares (30 September 2022: 90,000,000 shares).

17. CONTINGENCIES AND COMMITMENTS

Capital commitments

As at 30 September 2023, the Group had capital commitments that mainly relate to the construction contracts of the expansion of Dallah Hospital Al-Nakheel , Dallah Namar Hospital amounting to SR 166 million (31 December 2022: SR 85.12 million).

Contingent liabilities

- As at 30 September 2023, the Group has potential liabilities in the form of bank guarantees amounting to SR 66 million issued on behalf of the Group in the ordinary course of business (31 December 2022: SR 40 million). The bank guarantees include a bank guarantee issued during the year 2018 to a third party on behalf of Dr. Mohammad Al-Faqih Company "an associate company" amounting to SR 17.5 million expiring on 29 October 2023.
- There are Letter of credits issued by the Group amounting to 31 million as at 30 September 2023 (31 December 2022: SR 40 million).

18. OPERATING SEGMENTS

As the operations of the Group are conducted in the Kingdom of Saudi Arabia, accordingly, for management purposes, the Group is organized into business units based on its products and services and has two reportable segments. Operating segments is determined based on the Group's internal reporting to the Chief Operating Decision Maker ("CODM"). The CODM has been determined to be the Chief Executive Officer as he is primarily responsible for the allocation of resources to segments and the assessment of the performance of each of the segments. The CODM uses underlying income as reviewed at monthly Executive Committee and Performance meetings as the key measure of the segments' results as it reflects the segments' performance for the period under evaluation. Revenue and segment profit is a consistent measure within the Group. The identified key segments are Medical Services/ Medicine and Pharmaceutical Products.

DALLAH HEALTHCARE COMPANY

A Saudi Joint Stock Company

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(For the three-month and nine-month periods ended 30 September 2023 unaudited)

All amounts are presented in Saudi riyals unless otherwise indicated

Information regarding the Group's reportable segments is presented below:

Based on nature of services:

30 September 2023	Medical Services	Medicine and Pharmaceutical Products	Total (Unaudited)
Revenue	2,024,220,748	112,664,389	2,136,885,137
Cost of revenue	(1,280,662,721)	(73,489,581)	(1,354,152,302)
Gross profit	743,558,027	39,174,808	782,732,835
Operating expenses	(401,895,692)	(35,735,416)	(437,631,108)
Other income, net	25,725,625	1,144,585	26,870,210
Operating profit	367,387,960	4,583,977	371,971,937
Finance cost	(78,682,360)	(2,335,947)	(81,018,307)
Share of results from equity accounted investees	(5,304,606)	--	(5,304,606)
Zakat	(16,627,341)	(120,093)	(16,747,434)
Net profit for the period	266,773,653	2,127,937	268,901,590

As at 30 September 2023

Total assets	5,910,367,288	192,973,844	6,103,341,132
Total liabilities	2,564,452,501	86,024,050	2,650,476,551

30 September 2022	Medical Services	Medicine and Pharmaceutical Products	Total (Unaudited)
Revenue	1,692,020,949	102,086,005	1,794,106,954
Cost of revenue	(1,074,272,290)	(64,541,080)	(1,138,813,370)
Gross profit	617,748,659	37,544,925	655,293,584
Operating expenses	(332,328,144)	(32,170,589)	(364,498,733)
Other income, net	15,689,026	665,003	16,354,029
Operating profit	301,109,541	6,039,339	307,148,880
Finance cost	(44,657,279)	(341,723)	(44,999,002)
Share of results from equity accounted investees	(24,236,704)	--	(24,236,704)
Zakat	(29,128,419)	(186,344)	(29,314,763)
Net profit for the period	203,087,139	5,511,272	208,598,411

As at 30 September 2022

Total assets	4,848,324,705	185,727,881	5,034,052,586
Total liabilities	2,257,703,761	288,009,067	2,545,712,828

Geographical segments:

All of the Group's operating assets and principal markets of activity are located in the Kingdom of Saudi Arabia.

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All amounts are presented in Saudi riyals unless otherwise indicated

19. DIVIDENDS

On 01 Dhu al-Hijjah 1444 H (corresponding to 19 June 2023), the Company's Board of Directors decided to distribute interim dividends to shareholders of SR 0.5 per share, amounting to SR 48,840,583 which is paid in 2023 during the period ended 30 September 2023.

On 20 Muharram 1445 H (corresponding to 07 August 2023), the Company's Board of Directors decided to distribute interim dividends to shareholders of SR 0.5 per share, amounting to SR 48,840,583 which is paid in 2023 during the period ended 30 September 2023.

As a subsequent events to the financial statement, as at 21 Rabi' al-Thani 1445 H (corresponding to 05 November 2023), the Company's Board of Directors decided to distribute interim dividends to shareholders of SR 0.5 per share, amounting to SR 48,840,583.

On 5 Jumada AlAkhira 1444 H (29 December 2022) the shareholders of Care Shield Holding Company (a subsidiary) approved dividends of Saudi Riyals 18.8 million which is paid in 2023. The non-controlling interest portion regarding these dividends amounting to SR 7,755,000.

On 25 Safar 1444 H (corresponding to 21 September 2022), the Company's Board of Directors decided to distribute interim dividends to shareholders of SR 1 per share, amounting to SR 90,000,000 which is paid in 2022.

20. FINANCIAL RISK MANAGEMENT

The risk management framework and policies of the Group are consistent with those used and disclosed in the annual consolidated financial statements of the Group for the year ended 31 December 2022.

21. APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were authorized for issue by the Group's Board of Directors on 21 Rabi' al Thani 1445H (Corresponding to 05 November 2023).