

SAUDI CEMENT COMPANY
(A SAUDI JOINT STOCK COMPANY)

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT ON
REVIEW OF CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS FOR
THE THREE MONTHS AND SIX MONTHS
PERIODS ENDED 30 JUNE 2021**

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND INDEPENDENT
AUDITOR'S REVIEW REPORT
FOR THE THREE MONTHS AND SIX MONTHS PERIODS ENDED 30 JUNE 2021**

INDEX	Pages
Independent auditor's report on review of condensed consolidated interim financial statements	2
Condensed consolidated interim statement of financial position	3
Condensed consolidated interim statement of income and other comprehensive income	4
Condensed consolidated interim statement of changes in equity	5
Condensed consolidated interim statement of cash flows	6
Notes to the condensed consolidated interim financial statements	7 -13

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

To the shareholders
Saudi Cement Company
(A Saudi Joint Stock Company)
Dammam - Kingdom of Saudi Arabia.

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of Saudi Cement Company "Saudi Joint Stock Company" ("the Company") and its subsidiary (collectively referred to as the "Group") that include the condensed consolidated interim statement of financial position as of 30 June, 2021 and the related condensed consolidated interim statement of income and other comprehensive income for the three months and six months periods ended 30 June 2021 and the condensed consolidated interim statements of changes in equity and cash flows for the six months period then ended and a summary of selected significant accounting policies and other explanatory notes.

Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 – ("IAS 34") "Interim Financial Reporting" 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.

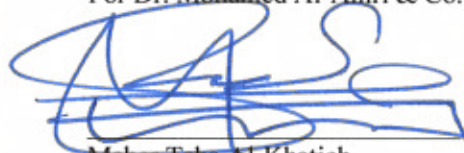
Scope of review

We conducted our review in accordance with 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 condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with (IAS 34) "Interim Financial Reporting" endorsed in the Kingdom of Saudi Arabia.

For Dr. Mohamed Al-Amri & Co.



Maher Taha Al-Khatieb
Certified Public Accountant
Registration No. 514



August 11, 2021 G
Muharram 3 1443 H

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

		30 June 2021 (Un-Audited) SR '000	31 December 2020 (Audited) SR '000
	Note		
ASSETS			
Non-current assets			
Property, plant and equipment	4	2,361,213	2,434,391
Right-of-use assets	5	24,087	27,893
Intangibles		16,813	18,685
Investments in an associate	6	33,952	32,731
Equity investment designated at fair value through other comprehensive income (FVTOCI)		3,546	2,971
Total non-current assets		2,439,611	2,516,671
Current assets			
Inventories		533,131	632,045
Trade receivables		385,622	368,748
Prepayments and other receivables		44,702	35,744
Term deposit		113	110
Cash and cash equivalents	7	152,669	124,513
Total current assets		1,116,237	1,161,160
TOTAL ASSETS		3,555,848	3,677,831
EQUITY AND LIABILITIES			
Equity			
Share capital		1,530,000	1,530,000
Statutory reserve		459,000	459,000
Fair value reserve		686	111
Retained earnings		328,554	662,974
Equity attributable to equity holders of the Company		2,318,240	2,652,085
Non-controlling interest	3	-	24,851
Total equity		2,318,240	2,676,936
LIABILITIES			
Non-current liabilities			
Employees' benefits		95,122	91,077
Lease liabilities	5	21,990	21,974
Retention payable		1,400	1,400
Total non-current liabilities		118,512	114,451
Current liabilities			
Lease liabilities	5	4,807	8,793
Short term loans	8	650,000	400,000
Trade payables		53,759	63,871
Dividend payable		228,369	221,000
Accruals and other payables		166,988	170,815
Provision for Zakat		15,173	21,965
Total current liabilities		1,119,096	886,444
TOTAL LIABILITIES		1,237,608	1,000,895
TOTAL EQUITY AND LIABILITIES		3,555,848	3,677,831

Designated Member / CEO
Mohammed A Al-Garni

Finance Manager
Evan Abaza

The accompanying notes from 1 to 17 form an integral part of these condensed consolidated interim financial statements.

SAUDI CEMENT COMPANY

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME AND OTHER COMPREHENSIVE INCOME

For the three months and six months periods ended 30 June 2021

Note	Three months period ended 30 June		Six months period ended 30 June		
	2021	2020	2021	2020	
	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	
	SR '000	SR '000	SR '000	SR '000	
Revenue	348,124	297,452	777,193	747,811	
Cost of revenue	(209,421)	(173,778)	(464,857)	(421,366)	
GROSS PROFIT	138,703	123,674	312,336	326,445	
Selling and distribution expenses	(30,006)	(25,042)	(61,879)	(53,399)	
General and administrative expenses	(16,737)	(15,708)	(33,818)	(32,354)	
OPERATING PROFIT	91,960	82,924	216,639	240,692	
Other income	1,492	1,710	2,465	3,383	
Share in net results of an associate	1,046	(662)	1,221	(2,429)	
Financial charges	(2,370)	(3,477)	(4,096)	(7,584)	
INCOME BEFORE ZAKAT	92,128	80,495	216,229	234,062	
Zakat	(6,000)	(6,000)	(12,000)	(12,000)	
NET INCOME FOR THE PERIOD	86,128	74,495	204,229	222,062	
Other comprehensive income					
<i>Item that will not be reclassified to profit or loss in subsequent period</i>					
Share of other comprehensive loss of an associate	-	(22)	-	(27)	
Fair value changes in equity investment designated at FVOCI	575	-	575	-	
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	86,703	74,473	204,804	222,035	
Net income for the period attributable to :					
Shareholders of the Company	86,371	75,697	205,794	224,203	
Non-controlling interest	(243)	(1,202)	(1,565)	(2,141)	
	86,128	74,495	204,229	222,062	
Total comprehensive income for the period attributable to:					
Shareholders of the Company	86,946	75,683	206,369	224,184	
Non-controlling interest	(243)	(1,210)	(1,565)	(2,149)	
	86,703	74,473	204,804	222,035	
Earnings per share (Saudi Riyals)					
Basic and diluted earnings per share attributable to the shareholders of the Company	14	0.56	0.49	1.35	1.47

Designated Member / CEO
Mohammed A Al-Garni

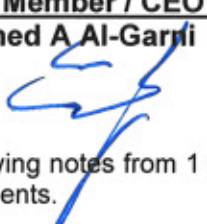
Finance Manager
Evan Abaza

The accompanying notes from 1 to 17 form an integral part of these condensed consolidated interim financial statements.

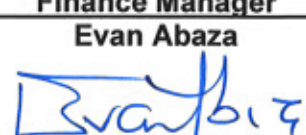
SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
For the six months period ended 30 June 2021

	Share capital	Statutory reserve	Fair value reserve	Retained earnings	Equity attributable to equity holders	Non-controlling interest	Total
	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
Balance at 1 January 2020 (Audited)	1,530,000	459,000	-	740,650	2,729,650	-	2,729,650
Acquisition of subsidiary after adjustment to provisional values	-	-	-	-	-	29,187	29,187
Net income for the period	-	-	-	224,203	224,203	(2,141)	222,062
Other comprehensive loss	-	-	(14)	(5)	(19)	(8)	(27)
Total comprehensive income for the period	-	-	(14)	224,198	224,184	(2,149)	222,035
Dividend (note 13)	-	-	-	(535,500)	(535,500)	-	(535,500)
Balance at 30 June 2020 (Un-Audited)	1,530,000	459,000	(14)	429,348	2,418,334	27,038	2,445,372
Balance at 1 January 2021 (Audited)	1,530,000	459,000	111	662,974	2,652,085	24,851	2,676,936
Net income for the period	-	-	-	205,794	205,794	(1,565)	204,229
Other comprehensive income	-	-	575	-	575	-	575
Total comprehensive income for the period	-	-	575	205,794	206,369	(1,565)	204,804
Acquisition of non-controlling interest (note 3)	-	-	-	(4,714)	(4,714)	(23,286)	(28,000)
Dividend (note 13)	-	-	-	(535,500)	(535,500)	-	(535,500)
Balance at 30 June 2021 (Un-Audited)	1,530,000	459,000	686	328,554	2,318,240	-	2,318,240

Designated Member / CEO
Mohammed A Al-Garni



Finance Manager
Evan Abaza



The accompanying notes from 1 to 17 form an integral part of these condensed consolidated interim financial statements.

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
For the six months period ended 30 June 2021

		30 June 2021 (Un-Audited) SR '000	30 June 2020 (Un-Audited) SR '000
	Note		
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before Zakat		216,229	234,062
Adjustments to reconcile income before zakat to net cash generated by operating activities			
Depreciation – property, plant and equipment		107,477	109,389
Depreciation - right-of-use assets	5	3,807	3,786
Amortization- intangibles		1,872	-
Financial charges		4,096	7,584
Impairment/ reversal of impairment of inventories		53	(21)
Impairment of receivables		(13)	47
Dividend income		-	(650)
Gain on disposal of property, plant and equipment		-	(63)
Share in net results of an associate		(1,221)	2,429
Provision for employees' benefits		6,315	3,427
		338,615	359,990
Working capital changes			
Inventories		98,914	58,087
Trade receivables		(16,874)	(5,738)
Prepayments and other receivables		(8,958)	(22,560)
Trade payables		(10,112)	(19,482)
Accruals and other payables		3,542	5,204
		66,512	15,511
Financial charges paid		(4,014)	(7,503)
Zakat paid		(18,792)	(23,099)
Employees benefits paid		(2,270)	(775)
		380,051	344,124
Net cash generated from operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment, net	4	(34,296)	(38,304)
Proceeds from disposal of property, plant and equipment		-	63
Additional investments made in subsidiary / associate-net	3	(28,000)	10,830
Dividend received		-	650
Term deposit		(3)	(4)
		(62,299)	(26,765)
Net cash used in investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Net movement in short term loans		250,000	205,000
Repayment of lease liability		(4,096)	(3,994)
Dividend paid		(535,500)	(535,500)
		(289,596)	(334,494)
Net cash used in financing activities			
Net change in cash and cash equivalents		28,156	(17,135)
Cash and cash equivalents at beginning of the period	7	124,513	127,192
Cash and cash equivalents at end of the period	7	152,669	110,057

Designated Member / CEO
Mohammed A Al-Garni

Finance Manager
Evan Abaza

The accompanying notes from 1 to 17 form an integral part of these condensed consolidated interim financial statements.

SAUDI CEMENT COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months period ended 30 June 2021

1 CORPORATE INFORMATION

Saudi Cement Company ("the Company") is a Saudi Joint Stock Company incorporated under Royal Decree number 6/6/10/726 dated 8 Rabi' II 1375 H (corresponding to 23 November 1955) and registered in the Kingdom of Saudi Arabia, in the city of Dammam under Commercial Registration number 2050000602 dated 6 Dhul Qaidah 1377 H (corresponding to 24 May 1958). The Company is engaged in manufacturing and selling cement and its related products.

The Company obtained, under the Royal Decree number 10/6/6/8500 dated 26 Rajab 1370H corresponding to 3 May 1951, the right of the mining concession for the extraction of limestone, gypsum and clay and all the necessary materials for the manufacture of cement in Al Hassa for 30 years period.

Thereafter, the Company obtained the licenses for the existing quarries under the Royal Decree number M/11 dated 29/04/1405H (corresponding to 22/01/1985) which gives mining concession for the extraction of limestone, gypsum and clay and all the necessary materials for the manufacture of cement for 30 years period.

In the year 1985, a Saudi Bahraini Company obtained the right of the mining concession for the extraction of limestone, gypsum and clay under the Royal Decree number M/12 dated 29/04/1405H (corresponding to 22/01/1985) which was merged with the Saudi Cement Company in 1990. Accordingly, the Ministry of Petroleum and Mineral Resources resolved on 04/01/1412H (corresponding to 15/07/1991) to transfer all quarries and related licenses of Saudi Bahraini Company to the Saudi Cement Company.

In the year 2020, all of the above licenses which have been issued under the Royal Decree numbers M/11 and M/12 dated 29/04/1405H (corresponding to 22/01/1985) were renewed by the Ministry of Industry and Mineral Resources for a period of 30 years started from 29/4/1435 H (corresponding to 01 March 2014) except quarry license for Aba Hamama area in Al-Ahsa region which has been renewed for 10 years started from 11/12/1441 (corresponding to 01 August 2020).

The Company has one subsidiary, United Cement Company W.L.L (UCC), collectively referred to as "the Group". Details of UCC are given here-under:

Name	Country of incorporation	Relationship	Percentage of holding	
			30 June 2021 (Un-Audited)	31 December 2020 (Audited)
United Cement Company W.L.L (note 3)	Kingdom of Bahrain	Subsidiary	100%	63%

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

The disclosures in these condensed consolidated interim financial statements do not include the information reported for full annual consolidated financial statements and should therefore be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2020.

The methods of computation, accounting policies, significant judgments and the key sources of estimation uncertainty used / adopted in the preparation of these condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2020.

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the six months period ended 30 June 2021

2.2 Basis of measurement

These condensed consolidated interim financial statements are prepared under the historical cost convention, using the accruals basis of accounting, except for certain employees' benefits which are measured at present value and equity investment designated at FVOCI which is measured at fair value.

All values are rounded to the nearest thousand (SR '000), unless otherwise stated.

2.3 Functional and presentation currency

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

2.4 New standards, interpretations and amendments

There are no new standards issued, however, there are number of amendments to standards which are effective from 1 January 2021 and onwards and has been explained in Group's annual consolidated financial statements for the year ended 31 December 2020, but these do not have a material effect on the Group's condensed consolidated interim financial statements for the period ended 30 June 2021. The Group did not early adopt any such amendments.

3 PURCHASE OF ADDITIONAL SHARES IN UNITED CEMENT COMPANY (UCC)

On 11 May 2021, the Group has acquired further 37% shares in UCC at a cash consideration of SR 28 million, resulted in an increase in its shareholding from 63% to 100%. The purchase was accounted for as an equity transaction and the difference between the carrying value of non-controlling interest and consideration paid has been recorded in the retained earnings of the Group.

4 PROPERTY, PLANT AND EQUIPMENT

During the six months period ended 30 June 2021, the Group acquired items of property, plant and equipment amounted to SR 24.94 million (31 December 2020: SR 53.01 million) whereas additions to capital work in progress amounted to SR 9.35 million (31 December 2020: SR 22.49 million).

5 RIGHT OF USE ASSETS AND LEASE LIABILITIES

The recognized right-of-use assets relate to the following types of assets:

	30 June 2021 (Un-Audited) SR '000	31 December 2020 (Audited) SR '000
Land	13,773	14,935
Building	2,416	2,699
Vehicles	6,922	9,120
Equipment	976	1,139
Total right-of-use assets	24,087	27,893

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the six months period ended 30 June 2021

5 RIGHT OF USE ASSETS AND LEASE LIABILITIES (Continued)

Lease liabilities as at period / year end are as follows:

	30 June 2021 (Un-Audited) SR '000	31 December 2020 (Audited) SR '000
Non-current portion of lease liabilities	21,990	21,974
Current portion of lease liabilities	4,807	8,793
Total lease liabilities	26,797	30,767

There were no additions to right-of-use assets during the six months period ended 30 June 2021. The depreciation on right of use assets during the six months period ended 30 June 2021 was SR 3.81 million (31 December 2020: SR 7.59 million)

6 INVESTMENT IN AN ASSOCIATE

Investment in an associate represents 33.33% share in Cement Product Industry Company Limited which is a limited liability company registered and operating in the Kingdom of Saudi Arabia. The company is engaged in the manufacturing of cement derivative products and other products necessary for manufacturing and packing cement.

7 CASH AND CASH EQUIVALENTS

	30 June 2021 (Un-Audited) SR '000	31 December 2020 (Audited) SR '000
Cash at banks	129,933	99,248
Cash in hand	236	265
Murabaha investments	22,500	25,000
	152,669	124,513

Murabaha investments represent investments with banks having original maturity of less than three months and carry profits at commercial rates.

8 SHORT TERM LOANS

Short term loans represent Tawarruq facilities obtained from various local banks to meet the working capital requirements with a total facility limit amount of SR 2,250 million (31 December 2020: SR 2,250million). The utilized balance as of 30 June 2021 amounted to SR 650 million (31 December 2020:SR 400 million). These facilities carry financial costs in excess of SIBOR and are consistent with the terms of each facility agreement that are secured by promissory notes issued by the Group and carry charges agreed with the facilities' providers.

The outstanding financing is classified under current liabilities in the condensed consolidated interim statement of financial position as these are repayable within 12 months from the reporting date.

The facility agreements contained certain covenants, which requires among other things, certain financial ratios to be maintained.

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the six months period ended 30 June 2021

9 RELATED PARTY TRANSACTIONS AND BALANCES

The following table provides the total amount of transactions that have been entered into with related parties during the three months and six months periods ended 30 June 2021 and 30 June 2020 and related parties balances as at 30 June 2021 and 31 December 2020.

Related party	Relationship	Nature of transaction	Three-months period		Six-months period		Ending balance	
			Amount of transaction		Amount of transaction		30 June 2021	31 December 2020
			30 June 2021	30 June 2020	30 June 2021	30 June 2020		
			(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Audited)
			SR '000	SR '000	SR '000	SR '000	SR '000	SR '000
Cement Product Industry Company Limited	Associate	Purchases of raw materials	7,269	9,390	15,566	16,766	-	3,020
Wataniya Insurance Company	Common directorship	Insurance of property, plant and equipment	43	-	8,183	6,761	-	-

Terms and conditions of transactions with related parties

The purchases from related parties are made in the ordinary course of business. Outstanding balances at the period ended 30 June 2021 are unsecured and settled in cash. There are no due to/due from balances as at 30 June 2021.

The compensations to key executives for the period ended 30 June 2021 is SR 7.7 million (30 June 2020: SR 7.0 million).

Prices and terms of payments for the above transactions are approved by the Group's management.

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the six months period ended 30 June 2021

10 CAPITAL COMMITMENTS

- a) As of 30 June 2021, the capital expenditure contracted by the Group but not incurred till 30 June 2021 was approximately SR 12.66 million (31 December 2020: SR 14.94 million).
- b) The Group's bankers have given guarantees, on behalf of the Group amounted to SR 3.11 million (31 December 2020: SR 3.22 million) in respect of performance guarantees.

11 SEGMENT INFORMATION

A segment is a distinguishable component of the Group that is engaged in providing products or services (a business segment) or in providing products or services within a particular economic environment (a geographic segment), which is subject to risks and rewards that are different from those of other segments.

The Group's operations are related to two operating geographical segments which are Saudi Cement Company operating in the Kingdom of Saudi Arabia and United Cement Company operating in Kingdom of Bahrain, both segments engage in cement manufacturing and are substantially sold to local customers. Accordingly, segmental analysis by geographical are presented as follows:

As at and for the six months period ended 30 June 2021 (Un-Audited)	Kingdom of Saudi Arabia SR'000	Kingdom of Bahrain SR'000
Revenue	743,785	33,408
Cost of revenue	427,285	37,572
Net income/(loss) for the period	211,185	(6,956)
Total assets	3,463,756	92,092
Total liabilities	1,221,125	16,483

As at and for the year ended 31 December 2020 (Audited)	Kingdom of Saudi Arabia SR'000	Kingdom of Bahrain SR'000
Revenue	1,493,169	76,464
Cost of revenue	819,395	83,860
Net income/(loss) for the year	463,453	(11,895)
Total assets	3,579,098	98,733
Total liabilities	988,721	12,174

12 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy.

This is described, as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the six months period ended 30 June 2021

12 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (Continued)

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value a financial instrument are observable, those financial instruments are classified under level 2. If one or more of the significant inputs is not based on observable market data, the financial instrument is classified under level 3. As of 30 June, 2021 and 31 December 2020, the Group's equity investment designated at FVOCI was determined at level 3 of the fair value hierarchy.

13 DIVIDEND

On 21 Shawwal 1442 (corresponding to 02 June 2021), the Board of Directors has resolved to distribute interim cash dividend amounting to SR 1.50 per share (SR 229.50 million in total) for the first half of 2021. Payment of this dividend distribution was commenced on 06 Dhu al-Qadah 1442 (corresponding to 16 June 2021).

On 25 Sha'ban 1442 (corresponding to 07 April 2021), the General Assembly approved the Board of Directors' proposal to distribute cash dividend amounting to SR 2 per share (SR 306 million in total) for the second half of 2020.

On 18 Shawwal 1441 (corresponding to 10 June 2020), the Board of Directors has resolved to distribute interim cash dividend amounting to SR 1.50 per share (SR 229.50 million in total) for the first half of 2020. Payment of this dividend distribution was commenced on 04 Dhu al-Qadah 1441 (corresponding to 25 June 2020).

On 28 Sha'ban 1441 (corresponding to 21 April 2020), the General Assembly approved the Board of Directors' proposal to distribute cash dividend amounting to SR 2 per share (SR 306 million in total) for the second half of 2019.

14 EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing net income for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

The following reflects the income and share capital data used in the basic and diluted earnings per share computations:

	Three months period ended 30 June		Six months period ended 30 June	
	2021 (Un- Audited)	2020 (Un- Audited)	2021 (Un- Audited)	2020 (Un- Audited)
Net income attributable to equity holders SR'000	86,371	75,697	205,794	224,203
Number of shares outstanding in '000	153,000	153,000	153,000	153,000
Earnings per share in SR	0.56	0.49	1.35	1.47

There has been no item of dilution affecting the weighted average number of ordinary shares.

SAUDI CEMENT COMPANY
(A Saudi Joint Stock Company)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months period ended 30 June 2021

15 COVID-19 UPDATES

The impacts of COVID-19 has been disclosed in detail in the annual consolidated financial statements of the Group for the year ended 31 December 2020. In the six months period ended 30 June 2021, the Group's management did not observe any significant impact on the operations of the Group as the operations were coming back to normal from the second quarter of 2020. However, the Group continues to monitor the COVID-19 situation closely although at this time, management is not aware of any factors that are expected to change the impact of the pandemic on the Group's operations during 2021 or beyond.

16 EVENTS AFTER THE REPORTING DATE

There have been no significant subsequent events since the period ended 30 June 2021 till the date authorization of these condensed consolidated interim financial statements by the Board of Directors that require either an adjustment or disclosure in these condensed consolidated interim financial statements.

17 APPROVAL OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were authorized for issue and approved by the Board of Directors on August 9, 2021 G.