

**NATIONAL GYPSUM COMPANY  
SAUDI JOINT STOCK COMPANY  
RIYADH - SAUDI ARABIA  
INTERIM CONDENSED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REVIEW REPORT  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

<b>Contents</b>	<b>Page (s)</b>
Independent auditor's report on review of interim condensed financial statements	1
Interim condensed statement of financial position	2
Interim condensed statement of profit or loss and other comprehensive income	3
Interim condensed statement of changes in shareholders' equity	4
Interim condensed statement of cash flows	5
Notes to the interim condensed financial statements	6-12

**Report on the Review of the Interim Condensed Financial Statements**

To the **Shareholders of National Gypsum Company**  
(A Saudi Joint Stock Company)

**Introduction:**

We have reviewed the interim condensed financial statements of **National Gypsum Company** (the Company), which comprise the interim condensed statement of financial position as at March 31, 2021, and the interim condensed statements of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and notes to the interim condensed financial statements, including a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation and presentation for these interim condensed financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.


**Scope of review:**

We conducted our review in accordance with International Standard on Review Engagements 2410 "Review of interim financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements consists of making inquiries, primarily of 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 in Auditing, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion:**

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

For Al-Kharashi Co.

  
**Sulieman A. Al-Kharashi**  
License No. (91)

Riyadh:  
Shawwal 5, 1442H  
May 17, 2021G



National Gypsum Company

Saudi Joint Stock Company

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2021

(EXPRESSED IN SAUDI RIYALS)

	Note	March 31, 2021 (unaudited)	December 31, 2020 (audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment, Net	(3)	272,987,781	274,644,986
Investments in associates		32,554,664	32,554,664
Financial assets at fair value through other comprehensive income	(4)	35,433,153	36,543,114
<b>Total non-current assets</b>		<b>340,975,598</b>	<b>343,742,764</b>
<b>Current assets</b>			
Inventory, Net		26,309,233	27,115,775
Trade receivables, Net		29,822,416	25,963,776
Prepayments and other debit balances		8,852,760	6,173,575
Cash and cash equivalents		102,824,514	92,417,196
<b>Total current assets</b>		<b>167,808,923</b>	<b>151,670,322</b>
<b>TOTAL ASSETS</b>		<b>508,784,521</b>	<b>495,413,086</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY:</b>			
Share capital		316,666,667	316,666,667
Legal reserve		95,000,001	95,000,001
Proposed dividends	(8)	21,250,000	-
Revaluation reserve for investments at fair value through other comprehensive income		15,945,027	13,073,092
Reserve for Actuarial losses of re-measurement of employees' defined benefit plan		(143,287)	(143,287)
Retained Earnings		41,024,152	48,081,886
<b>Total Shareholders' Equity</b>		<b>489,742,560</b>	<b>472,678,359</b>
<b>Non-current liabilities</b>			
Employees' defined benefit plan obligations		3,787,561	3,670,425
<b>Total non-current liabilities</b>		<b>3,787,561</b>	<b>3,670,425</b>
<b>CURRENT LIABILITIES:</b>			
Trade payables		4,659,959	3,720,129
Accrued expenses and other credit balances		3,745,648	5,434,500
Dividends payable		5,951,177	5,956,585
Zakat provision		897,616	3,953,088
<b>Total current liabilities</b>		<b>15,254,400</b>	<b>19,064,302</b>
<b>TOTAL LIABILITIES</b>		<b>19,041,961</b>	<b>22,734,727</b>
<b>TOTAL SHAREHOLDER'S EQUITY &amp; LIABILITIES</b>		<b>508,784,521</b>	<b>495,413,086</b>

Finance manager

General manager

Chairman






The accompanying notes are an integral part of these interim condensed financial statements.



## National Gypsum Company

## Saudi Joint Stock Company

## INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE THREE MONTH-PERIOD ENDED MARCH 31, 2021

(EXPRESSED IN SAUDI RIYALS)

	Note	For the three-month period ended	
		March 31, 2021	March 31, 2020
		(Unaudited)	(Unaudited)
Revenue, Net		27,008,870	34,994,781
Cost of revenue		(12,433,479)	(14,240,576)
<b>Gross profit</b>		<b>14,575,391</b>	<b>20,754,205</b>
Selling and distribution expenses		(846,592)	(639,776)
General and administrative expenses		(1,423,681)	(1,400,087)
<b>Profit from main activities</b>		<b>12,305,118</b>	<b>18,714,342</b>
Share of results from investment in an associate		2,428,616	-
Other (expenses) / income, Net		356,148	(126,978)
<b>Profit before zakat</b>		<b>15,089,882</b>	<b>18,587,364</b>
Zakat		(897,616)	(873,392)
<b>Profit for the period</b>		<b>14,192,266</b>	<b>17,713,972</b>

**OTHER COMPREHENSIVE INCOME:**

Items not to be reclassified to profit or loss in subsequent periods:

Unearned gains / (losses) on financial assets at fair value through other comprehensive income	2,871,935	(6,478,501)
<b>Gross comprehensive income for period</b>	<b>17,064,201</b>	<b>11,235,471</b>
<b>Earnings per share:</b>	(7)	
Basic Earnings per share	0.45	0.56
Diluted Earnings per share	0.45	0.56

Finance manager

General manager

Chairman






The accompanying notes are an integral part of these interim condensed financial statements.

**National Gypsum Company**  
**Saudi Joint Stock Company**  
**INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**  
**(EXPRESSED IN SAUDI RIYALS)**

	Share capital	Legal reserve	Proposed dividends	Revaluation reserve for investments at fair value through other comprehensive income	Reserve for Actuarial losses of re-measurement of employees' defined benefit plan	Retained earnings	Total
Balance at January 1, 2020 (audited)	316,666,667	95,000,001	-	9,257,697	-	23,754,896	444,679,261
Dividends and Board of Directors' remunerations	-	-	12,883,333	-	-	(12,883,333)	-
Profit for the period	-	-	-	-	-	17,713,972	17,713,972
<b>Other comprehensive income</b>							
Unearned losses on financial assets at fair value through other comprehensive income	-	-	-	(6,478,501)	-	-	(6,478,501)
<b>Balance at March 31, 2020 (unaudited)</b>	<b>316,666,667</b>	<b>95,000,001</b>	<b>12,883,333</b>	<b>2,779,196</b>	<b>-</b>	<b>28,585,535</b>	<b>455,914,732</b>
<b>Balance at January 1, 2021 (audited)</b>	<b>316,666,667</b>	<b>95,000,001</b>	<b>-</b>	<b>13,073,092</b>	<b>(143,287)</b>	<b>48,081,886</b>	<b>472,678,359</b>
Dividends and Board of Directors' remunerations	-	-	21,250,000	-	-	(21,250,000)	-
Profit for the period	-	-	-	-	-	14,192,266	14,192,266
<b>Other comprehensive income</b>							
Unearned gains on financial assets at fair value through other comprehensive income	-	-	-	2,871,935	-	-	2,871,935
<b>Balance at March 31, 2021 (unaudited)</b>	<b>316,666,667</b>	<b>95,000,001</b>	<b>21,250,000</b>	<b>15,945,027</b>	<b>(143,287)</b>	<b>41,024,152</b>	<b>489,742,560</b>

Finance manager

General manager

Chairman



The accompanying notes are an integral part of these interim condensed financial statements.

National Gypsum Company

Saudi Joint Stock Company

**INTERIM CONDENSED STATEMENT OF CASH FLOWS**

**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

**(EXPRESSED IN SAUDI RIYALS)**

Note	For the three-month period ended	
	March 31, 2021	March 31, 2020
	(unaudited)	(unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Profit before zakat	15,089,882	18,587,364
<b>Adjustments to reconcile net profit to net cash provided from operating activities:</b>		
Depreciation of property, plant and equipment	1,943,625	2,004,380
Change in Employees' defined benefit plan obligations	157,617	5,756
<b>Adjusted net income</b>	<b>17,191,124</b>	<b>20,597,500</b>
Trade receivables	(3,858,640)	(6,932,585)
Inventory	806,542	1,586,805
Prepayments and other debit balances	(2,679,185)	(5,072,454)
Trade payables	939,830	893,373
Accrued expenses and other credit payables	(1,688,852)	1,311,320
Employees' defined benefit plan obligations paid	(40,481)	-
Zakat Paid	(3,953,088)	-
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	<b>6,717,250</b>	<b>12,383,959</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(364,600)	(12,926)
Change in strategic spare parts	78,180	(9,905)
Change in investments	3,981,896	(7,968,160)
<b>Net cash from used in investing activities</b>	<b>3,695,476</b>	<b>(7,990,991)</b>
<b>FINANCING ACTIVITIES</b>		
Change in dividends payable	(5,408)	8,872
<b>Net cash from financing activities</b>	<b>(5,408)</b>	<b>8,872</b>
Net increase in cash and cash equivalents	10,407,318	4,401,840
Cash and cash equivalents at beginning of period	92,417,196	64,197,016
<b>Cash and cash equivalents at end of period</b>	<b>102,824,514</b>	<b>68,598,856</b>
<b>Non-cash activity</b>		
Proposed dividends	21,250,000	12,883,333
Change in revaluation of investments at fair value	2,871,935	(6,478,501)

Finance manager



General manager



Chairman




The accompanying notes are an integral part of these interim condensed financial statements.



## NATIONAL GYPSUM COMPANY

### NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

#### 1. GENERAL INFORMATION:

##### 1.1 Establishment of the Company

National Gypsum Company (the "Company"), is a Saudi joint stock company, registered in the city of Riyadh, Kingdom of Saudi Arabia under Commercial Registration No. 1010001487 dated 19 Shawwal 1378 H.

##### 1.2 Company's Capital

The capital of the company is SAR 316,666,667, divided into 31,666,667 fully paid shares of equal value. The value of each share is SAR 10.

##### 1.3 Company's Branches

The company has several registered branches as follows:

Branches	Commercial Registration No	Commercial Registration Date
Jeddah	4030007100	26 Muharram 1392 AH
Dammam	2050003512	6 Rajab 1395 AH
Yanbu	470000546	18 Rabi' Awal 1400 AH
National Factory for Gypsum Walls in Riyadh	1010198301	10 Rabi' al-Akher 1425 AH
Gulf Factory in Dammam	2050048707	4 Jumada Al-Akher 1426 AH
Factory of National Gypsum Company for Gypsum Walls in Dammam	2050053971	4 Rabi' al-Awwal 1428 AH

##### 1.4 The Nature of the Company's Activity

The main activity of the company is the manufacture and production of gypsum and its derivatives extracted from the concession area, and the trade in gypsum and its branches in the materials and industries and the production of various materials that can be extracted from gypsum mechanically and chemically and to carry out all the necessary work to achieve its purpose and that help to achieve this purpose.

##### 1.5 Fiscal year

The Company's financial year is twelve months starts from first January to end of December every year





## NATIONAL GYPSUM COMPANY

### NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

## 2. BASIS OF PREPARATION:

### 2.1 Statement of compliance

The company's interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" as endorsed in Kingdom of Saudi Arabia (KSA). The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2020. In addition, the results of operations for the period ended March 31, 2021 do not necessarily represent an indicator for the results of operations for year ending December 31, 2021.

### 2.2 Basis of measurement

The interim condensed financial statements have been prepared using accrual basis of accounting, going concern concept and under the historical cost basis, except for financial assets at fair value through other comprehensive income which are recognized at fair value through other comprehensive income.

### 2.3 Functional and presentation currency

The interim condensed financial statements have been prepared in Saudi Riyals, which is the functional and presentation currency for the company, all the numbers are rounded to the nearest Riyal, unless otherwise indicated.

### 2.4 Significant accounting policies

The accounting policies applied in these interim condensed financial statements are the same as those applied in the Company's annual financial statements as at and for the year ended December 31, 2020. A number of amendments to standards are effective from January 1, 2021, but these do not have a material effect on these interim condensed financial statements.

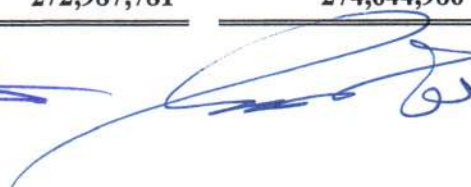
### 2.5 Significant accounting estimates, judgements, and assumptions

The preparation of Company's interim condensed financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of asset or liability affected in future periods. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

The significant judgements made by management in applying the Company's accounting policies and key sources of estimates uncertainty were the same as those described in the financial statements for year ended 31 December 2020.

**NATIONAL GYPSUM COMPANY****NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS****FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021****(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)****3. PROPERTY, PLANT, AND EQUIPMENT:**

	<u>March 31, 2021</u>	<u>December 31, 2020</u>
	<i>(Unaudited)</i>	<i>(Audited)</i>
Property, Plant, and Equipment	210,560,092	212,139,117
<b>ADD:</b>		
Strategic Spare Parts	19,813,863	19,892,043
Projects under construction	42,613,826	42,613,826
	<u><b>272,987,781</b></u>	<u><b>274,644,986</b></u>



**NATIONAL GYPSUM COMPANY**

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**

**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

**(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)**

**3/1. PROPERTY, PLANT, AND EQUIPMENT (continued):**

	Land	Buildings	Internal roads	Machinery and equipment	Water extensions	Electricity extensions	Vehicles and transportations	Tools	Furniture & fixture	Total
<b>Cost</b>										
<b>Balance at January 1,2021 (audited)</b>	23,698,043	124,853,857	12,157,618	488,269,315	2,710,745	8,317,471	13,560,442	1,361,370	10,187,146	685,116,007
<b>Additions</b>	-	178,200	-	55,440	-	-	-	-	130,960	364,600
<b>Balance at March 31,2021 (unaudited)</b>	23,698,043	125,032,057	12,157,618	488,324,755	2,710,745	8,317,471	13,560,442	1,361,370	10,318,106	685,480,607
<b>Accumulated depreciation</b>										
<b>Balance at January 1,2021 (audited)</b>	-	101,539,569	6,550,774	332,406,830	2,528,042	7,094,797	12,866,148	1,342,156	8,648,574	472,976,890
<b>Depreciation</b>	-	751,220	170,904	856,568	5,331	43,735	44,366	1,422	70,079	1,943,625
<b>Balance at March 31,2021 (unaudited)</b>	-	102,290,789	6,721,678	333,263,398	2,533,373	7,138,532	12,910,514	1,343,578	8,718,653	474,920,515
<b>Net Book Value</b>										
<b>Balance at March 31,2021 (unaudited)</b>	23,698,043	22,741,268	5,435,940	155,061,357	177,372	1,178,939	649,928	17,792	1,599,453	210,560,092
<b>Balance at December 31,2020 (audited)</b>	23,698,043	23,314,288	5,606,844	155,862,485	182,703	1,222,674	694,294	19,214	1,538,572	212,139,117





**NATIONAL GYPSUM COMPANY**

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**

**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

**(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)**

**4. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME:**

	March 31, 2021 (Unaudited)		December 31, 2020 (Audited)	
	Number of shares	Value	Number of shares	Value
Tabuk Cement Company*	77,142	1,530,498	77,142	1,314,500
Kayan Petrochemical **	1,000,000	15,940,000	1,000,000	14,300,000
Al Madina Investment - Formerly Gulf Industrial Investment Company / Amman ***	2,170,695	486,344	2,170,695	487,168
Saudi Arabian Oil Company (Aramco) ****	300,000	10,800,000	300,000	10,500,000
Al Rajhi Bank *****	67,574	6,676,311	135,074	9,941,446
		<b>35,433,153</b>		<b>36,543,114</b>

\* Tabuk Cement Company (it is a Saudi joint stock company listed on the financial market) (Tadawul) in which the company owns 77,142 shares, and the company has re-evaluated the balance of that investment at fair value according to the market price as on March 31, 2021, where the share price on that date is 19.84 Saudi Riyals per share (as of December 31, 2020, at 17.04 Saudi Riyals per share).

\*\* Kayan Petrochemical Company (it is a Saudi joint stock company listed on the financial market) (Tadawul) in which the company owns 1000,000 shares, and the company has made a re-evaluation of the balance of that investment at fair value according to the market price as on March 31, 2021, where the share price on that date is 15.94 Saudi riyals per share (as of December 31, 2020, at 14.30 Saudi riyals per share).

\*\*\* Al Madina Investment - Formerly Gulf Industrial Investment Company / Oman (it is an Omani joint stock company listed on the Omani financial market) and the company owns 2,170,695 shares, and the company has made a re-evaluation of the balance of that investment at fair value according to the market price as on March 31, 2021, where the share price on that date is 0.224 Saudi riyals per share (as of December 31, 2020, at 0.224 Saudi riyals per share).


\*\*\*\* The Saudi Arabian Oil Company (Aramco) (it is a Saudi joint stock company listed on the stock exchange) (Tadawul) in which the company owns 300,000 shares, and the company has made a re-evaluation of the balance of that investment at fair value according to the market price as on March 31, 2021 where the share price on that date is 36 Saudi riyals per share (as of December 31, 2020, at 35 Saudi riyals per share).

\*\*\*\*\* Al-Rajhi Bank (it is a Saudi joint stock company listed on the financial market) (Tadawul) in which the company owns 67,574 shares, and the company has re-evaluated the balance of that investment at fair value according to the market price as on March 31, 2021, where the share price on that date reached 98.80 Saudi Riyals per share (as of December 31, 2021, at 73.6 Saudi riyals per share).

The movement in investment during the period/year was as follows:

	March 31, 2021 (Unaudited)	December 31, 2020 (Audited)
At 1 January	36,543,114	23,295,692
Additions during the period/year	-	7,968,160
Disposals during the period/year	(4,968,000)	-
Unrealized gains from investments at fair value through other comprehensive income	3,858,039	5,279,262
At 31 December	<b>35,433,153</b>	<b>36,543,114</b>

- 10 -



## NATIONAL GYPSUM COMPANY

### NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

#### 5. FAIR VALUE OF FINANCIAL TOOLS:

Fair value is the amount received when an asset is sold or paid to transfer a liability in an organized transaction between market participants on the date of measurement. The company's financial instruments consist of financial assets and financial liabilities.

The company's financial assets consist of cash and its equivalents, trade receivables, advance payments to suppliers, other debit balances and due from related parties.

Financial liabilities consist of trade payables, due to related parties and other credit balances.

The fair value of financial instruments is not significantly different from their book value, unless otherwise indicated.

#### 6. RISK MANAGEMENT:

##### Credit risk

Credit risk represents one party's inability to meet its obligations, resulting in the other party incurring financial loss. The Company is committed to managing customer-related credit risk by setting credit limits for each customer and monitoring existing debits.

##### Special commission price risk

Special commission price risk relates to the risks resulting from the fluctuation of the value of a financial instrument as a result of the change in the prevailing commission rates in the market, and the company is subject to the risk of special commission rates on its assets associated with special commissions such as murabaha deposits and credit facilities.

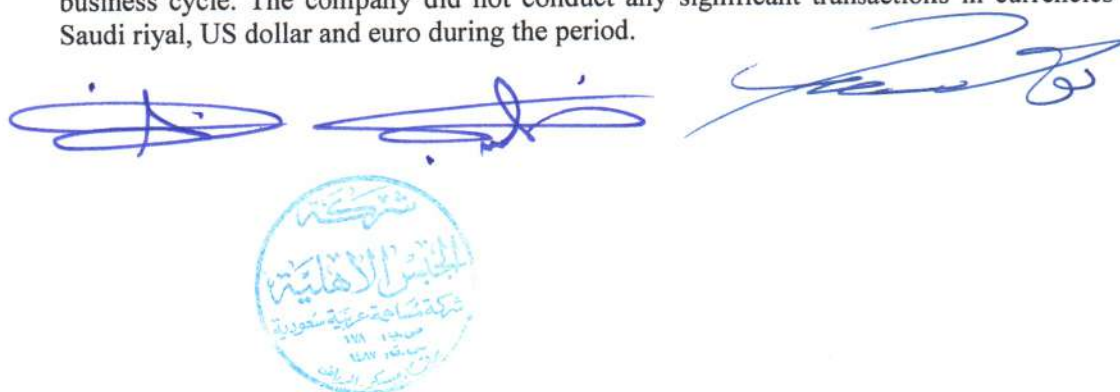
##### Liquidity risk

Liquidity risks represent the company's difficulties in providing funds to meet financial instrument obligations. Liquidity risk results from the inability to sell a financial asset quickly at an amount equivalent to its fair value. The Company manages liquidity risks by maintaining cash balances with banks and ensuring that adequate facilities can be obtained, if necessary, to continuously cover its short-term obligations.

The terms of collection include the collection of the value of the sales within a period of 30 to 60 days from the date of sale and that the purchases are paid within a period of 30 to 60 days from the date of purchase.

##### Currency risk

Currency risk resulting from fluctuating value of financial instruments is the result of changes in foreign exchange rates. The company is subject to fluctuations in foreign exchange rates during its normal business cycle. The company did not conduct any significant transactions in currencies other than the Saudi riyal, US dollar and euro during the period.



The image shows three blue ink signatures and a circular blue stamp. The stamp is from the National Gypsum Company, with the text 'شركة الجبس الوطنية' (National Gypsum Company) and 'مقر الشركة: الرياض' (Company Office: Riyadh) visible. The stamp also includes the company's registration number '١٧٨' and the date '٢٠٢١'.



**NATIONAL GYPSUM COMPANY****NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

(ALL AMOUNTS EXPRESSED IN SAUDI RIYAL UNLESS OTHERWISE STATED)

**7. EARNINGS PER SHARE:**

Earnings per share for the period is calculated by dividing net profit for the period by the weighted average of the number of shares during the period which is as follows:

	March 31, 2021 (Unaudited)	March 31, 2020 (Unaudited)
Net profit for the period attributable to Shareholders of the Company	14,192,266	17,713,972
Weighted average number of shares	31,666,667	31,666,667
Earnings per share for the period	0.45	0.56

- During the period, there were no dilutive shares, so the diluted earnings per share does not differ from the basic earnings per share.

**8. EVENTS AFTER THE REPORTING PERIOD:**

The company's ordinary general assembly meeting No. (56) held on May 5, 2021 corresponding to Ramadan 23, 1442 agreed to distribute cash dividends in the amount of 19,000,000 Saudi riyals at 60 halalas per share, representing 6% of the company's capital, and a bonus payment of 2,250,000 Saudi riyals to the members of Board of Directors.

**9. GEOGRAPHICAL DISTRIBUTION:**

All of the company's assets and liabilities are located in Kingdom of Saudi Arabia.

**10. MAIN EVENTS:**

The outbreak of the new Corona virus (Covid-19) in early 2020 and spread worldwide, including the Kingdom of Saudi Arabia, caused the disruption of many companies and economic activities. The company's management believes that this pandemic has no material impact on the interim condensed statement of financial position as of March 31, 2021. Given the current uncertainty about the future, management will continue to assess the impact based on future developments.

**11. APPROVAL THE INTERIM CONDENSED FINACIAL STATEMENTS:**

These interim condensed financial statements were approved by the Company's Board of Directors on May 17, 2021G, Shawwal 5, 1442H.

