



**KINGDOM HOLDING COMPANY**

**(A Saudi Joint Stock Company)**

Condensed Consolidated Interim  
Financial Statements

For the three-month period ended

31 March 2023

(unaudited)

**KINGDOM HOLDING COMPANY**  
**(A Saudi Joint Stock Company)**  
**Condensed consolidated interim financial statements**  
**For the three-month period ended 31 March 2023**

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## ***Report on review of condensed consolidated interim financial statements***

To the Shareholders of Kingdom Holding Company  
(A Saudi Joint Stock Company)

### **Introduction**

We have reviewed the accompanying condensed consolidated interim statement of financial position of Kingdom Holding Company (the "Company") and its subsidiaries (collectively referred to as the "Group") as at 31 March 2023 and the related condensed consolidated interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-month period then ended 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 - "Interim Financial Reporting" (IAS 34), as 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", as endorsed in the Kingdom of Saudi Arabia. A review of 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, 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 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

### **PricewaterhouseCoopers**

A handwritten signature in blue ink, appearing to read 'Omar M. Al Sagga'.

Omar M. Al Sagga  
License Number 369

23 May 2023

**KINGDOM HOLDING COMPANY**  
**(A Saudi Joint Stock Company)**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	31 March 2023 (Unaudited)	31 December 2022 (Audited)
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		2,845,793	3,440,947
Investments at fair value through profit or loss ("FVTPL")	6	105,256	105,256
Trade receivables		412,684	198,837
Prepayments and other current assets		264,529	276,221
Due from related parties		121,293	120,976
<b>Total current assets</b>	1	<b>3,749,555</b>	<b>4,142,237</b>
<b>Non-current assets</b>			
Investments at fair value through other comprehensive income ("FVOCI")	6	19,489,056	19,085,926
Equity-accounted investees	7	16,647,480	16,371,058
Long-term receivables		1,162,715	1,162,715
Investment properties		3,673,462	3,676,690
Property and equipment		6,781,393	6,508,529
Goodwill and intangible assets		1,827,518	1,813,812
Deferred tax assets		9,954	13,804
Other long-term assets		379,762	380,705
<b>Total non-current assets</b>		<b>49,971,340</b>	<b>49,013,239</b>
<b>Total assets</b>		<b>53,720,895</b>	<b>53,155,476</b>
<b>Liabilities and equity</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Borrowings	8	5,410,015	5,105,425
Derivative financial instruments	15	45,000	-
Accounts payable, accrued expenses and other current liabilities		1,056,063	1,120,248
Zakat, withholding and income tax provisions		580,590	546,330
Due to related parties		339,032	327,993
Dividends payable	12	-	259,412
<b>Total current liabilities</b>	1	<b>7,430,700</b>	<b>7,359,408</b>
<b>Non-current liabilities</b>			
Borrowings	8	12,268,396	13,256,073
Deferred tax liabilities		115,911	139,623
Employee benefit obligations		87,936	85,665
Other long-term liabilities		72,820	95,585
<b>Total non-current liabilities</b>		<b>12,545,063</b>	<b>13,576,946</b>
<b>Total liabilities</b>		<b>19,975,763</b>	<b>20,936,354</b>
<b>Net assets</b>		<b>33,745,132</b>	<b>32,219,122</b>
<b>Equity</b>			
Share capital		37,058,823	37,058,823
Statutory reserve		1,573,136	1,573,136
Retained earnings		7,701,041	7,413,603
Fair value reserve for investments at FVOCI		(13,607,805)	(14,712,982)
Other reserves		(444,484)	(605,841)
Equity attributable to shareholders of the Company		32,280,711	30,726,739
Non-controlling interests		1,464,421	1,492,383
<b>Total equity</b>		<b>33,745,132</b>	<b>32,219,122</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

**KINGDOM HOLDING COMPANY**  
**(A Saudi Joint Stock Company)**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS (Unaudited)**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	Three-month period ended	
		31 March 2023	31 March 2022
Hotels and other operating revenues		360,879	318,312
Hotels and other operating costs		(244,388)	(199,799)
		116,491	118,513
Dividend income		311,250	100,429
Gain on investments at FVTPL		-	31,304
<b>Gross profit</b>		<b>427,741</b>	<b>250,246</b>
General, administrative and marketing expenses		(119,057)	(117,884)
Share of results from equity-accounted investees		198,383	124,402
Gain on partial sale of equity-accounted investee	7	-	5,873,907
Other gains, net		13,623	15,887
<b>Profit from operations</b>		<b>520,690</b>	<b>6,146,558</b>
Finance income		-	20,280
Financial charges		(294,994)	(94,305)
<b>Profit before zakat, withholding and income tax</b>		<b>225,696</b>	<b>6,072,533</b>
Withholding and income tax		(37,046)	(23,638)
Zakat		(30,737)	(124,381)
<b>Profit for the period</b>		<b>157,913</b>	<b>5,924,514</b>
Profit for the period attributable to:			
- Owners of the Company		171,070	5,925,619
- Non-controlling interests		(13,157)	(1,105)
		<b>157,913</b>	<b>5,924,514</b>
<b>Basic and diluted earnings per share (Saudi Riyals)</b>	13	<b>0.05</b>	<b>1.60</b>

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**KINGDOM HOLDING COMPANY**  
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**CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**(Unaudited)**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

	<b>Three-month period ended</b>	
	<b>31 March 2023</b>	<b>31 March 2022</b>
<b>Profit for the period</b>	<b>157,913</b>	<b>5,924,514</b>
<b>Other comprehensive income / (loss)</b>		
<i>Items that will not be reclassified to profit or loss:</i>		
Unrealized gain / (loss) on investments at FVOCI	<b>1,221,545</b>	(2,478,887)
Re-measurements of employment benefit obligations	<b>9,039</b>	(23,131)
<i>Items that may be reclassified to profit or loss:</i>		
Share in other comprehensive income / (loss) of equity-accounted investees	<b>24,435</b>	(39,579)
Exchange differences on translation of foreign operations	<b>113,078</b>	(155,827)
<b>Other comprehensive income / (loss) for the period</b>	<b>1,368,097</b>	(2,697,424)
<b>Total comprehensive income for the period</b>	<b>1,526,010</b>	<b>3,227,090</b>
<b>Total comprehensive income for the period attributable to:</b>		
- Owners of the Company	<b>1,553,972</b>	3,238,820
- Non-controlling interests	<b>(27,962)</b>	(11,730)
	<b>1,526,010</b>	<b>3,227,090</b>

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**KINGDOM HOLDING COMPANY**  
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**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

<b>Balance as at 1 January 2023 (Audited)</b>	<b>Share capital</b>	<b>Statutory reserve</b>	<b>Retained earnings</b>	<b>Fair value reserve for investments at FVOCI</b>	<b>Other reserves</b>	<b>Equity attributable to shareholders of the Company</b>	<b>Non-controlling interests</b>	<b>Total equity</b>
	37,058,823	1,573,136	7,413,603	(14,712,982)	(605,841)	30,726,739	1,492,383	32,219,122
Profit / (loss) for the period	-	-	171,070	-	-	171,070	(13,157)	157,913
Other comprehensive income / (loss)	-	-	-	1,221,545	161,357	1,382,902	(14,805)	1,368,097
<b>Total comprehensive income / (loss)</b>	-	-	171,070	1,221,545	161,357	1,553,972	(27,962)	1,526,010
Transfer of gain on disposal of investments at FVOCI	-	-	116,368	(116,368)	-	-	-	-
<b>Balance as at 31 March 2023 (Unaudited)</b>	<b>37,058,823</b>	<b>1,573,136</b>	<b>7,701,041</b>	<b>(13,607,805)</b>	<b>(444,484)</b>	<b>32,280,711</b>	<b>1,464,421</b>	<b>33,745,132</b>

	<b>Share capital</b>	<b>Statutory reserve</b>	<b>Retained earnings</b>	<b>Fair value reserve for investments at FVOCI</b>	<b>Other reserves</b>	<b>Equity attributable to shareholders of the Company</b>	<b>Non-controlling interests</b>	<b>Total equity</b>
Balance as at 1 January 2022 (Audited)	37,058,823	877,349	1,911,050	(9,036,703)	79,638	30,890,157	1,548,712	32,438,869
Profit / (loss) for the period	-	-	5,925,619	-	-	5,925,619	(1,105)	5,924,514
Other comprehensive loss	-	-	-	(2,478,887)	(207,912)	(2,686,799)	(10,625)	(2,697,424)
<b>Total comprehensive income / (loss)</b>	-	-	5,925,619	(2,478,887)	(207,912)	3,238,820	(11,730)	3,227,090
Dividends declared (Note 12)	-	-	(1,038,000)	-	-	(1,038,000)	-	(1,038,000)
<b>Balance as at 31 March 2022 (Unaudited)</b>	<b>37,058,823</b>	<b>877,349</b>	<b>6,798,669</b>	<b>(11,515,590)</b>	<b>(128,274)</b>	<b>33,090,977</b>	<b>1,536,982</b>	<b>34,627,959</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:




**KINGDOM HOLDING COMPANY**  
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**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (Unaudited)**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

	<b>Three-month period ended</b>	
	<b>31 March 2023</b>	<b>31 March 2022</b>
<b>Cash flows from operating activities</b>		
<b>Profit before zakat, withholding and income tax</b>	<b>225,696</b>	<b>6,072,533</b>
<u>Adjustments for non-cash items:</u>		
Depreciation and amortisation	42,161	34,649
Share of results from equity-accounted investees	(198,383)	(124,402)
Unrealized gain on investments at FVTPL	-	(31,304)
Gain on partial sale of equity accounted investee	-	(5,873,907)
Finance income	-	(20,280)
Provision for employee benefit obligations	815	11,824
Financial charges	294,994	94,305
	<b>365,283</b>	<b>163,418</b>
<b>Changes in operating assets and liabilities</b>		
Trade receivables	(213,847)	(27,116)
Prepayments and other current assets	11,692	(15,742)
Due from related parties	(317)	(673)
Derivative financial instruments	45,000	-
Accounts payable, accrued expenses and other current liabilities	(64,185)	(31,564)
Due to related parties	11,039	108
Investment at FVTPL	-	78,939
Other long-term assets	943	(31,834)
Other long-term liabilities	(22,765)	23,991
	<b>132,843</b>	<b>159,527</b>
Zakat, withholding and income tax paid	(33,523)	(30,777)
Employee benefit obligations paid during the period	(7,583)	(46,262)
<b>Net cash generated from operating activities</b>	<b>91,737</b>	<b>82,488</b>
<b>Cash flows from investing activities</b>		
Purchase of investments at FVOCI	-	(5,185,167)
Proceeds from sales of investments at FVOCI	818,415	-
Proceeds from sale of equity accounted investee	-	8,108,927
Additions to property and equipment	(42,047)	(17,198)
Additions to investment properties	-	(10,044)
<b>Net cash generated from investing activities</b>	<b>776,368</b>	<b>2,896,518</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	760,000	1,046,797
Repayments of borrowings, net	(1,666,353)	(2,686,881)
Financial charges paid	(297,494)	(87,674)
Dividends paid	(259,412)	(164,077)
Proceeds from a related party loan	-	(3,560)
<b>Net cash utilized in financing activities</b>	<b>(1,463,259)</b>	<b>(1,895,395)</b>
<b>Net change in cash and cash equivalents</b>	<b>(595,154)</b>	<b>1,083,611</b>
Cash and cash equivalents at the beginning of the period	3,440,947	1,051,194
<b>Cash and cash equivalents at the end of the period</b>	<b>2,845,793</b>	<b>2,134,805</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders, and signed on their behalf by:

**KINGDOM HOLDING COMPANY**  
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**Notes to the condensed consolidated interim financial statements**  
**For the three-month period ended 31 March 2023**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

**1 Corporate information**

Kingdom Holding Company (the “Company” or “KHC”) is a Saudi Joint Stock Company (“JSC”) operating in the Kingdom of Saudi Arabia. The Company was previously formed as a limited liability company and operated under commercial registration number 1010142022 dated 11 Muharram 1417H (corresponding to 28 May 1996). The Ministry of Commerce approved, pursuant to resolution number 128/S dated 18 Jumad Awwal 1428H (corresponding to 4 June 2007), the conversion of the Company into a joint stock company. The majority shareholder of the Company is His Royal Highness Prince Alwaleed Bin Talal Bin Abdulaziz Al Saud (“Ultimate controlling party”).

The principal activities of the Group are hotel management and operations, commercial services and education and investments.

The Company and its subsidiaries (the “Group”) carry out activities through the entities as listed in Note 1 to the annual audited consolidated financial statements for the year ended 31 December 2022.

The shares of the Company commenced trading on the Saudi Stock Exchange on 28 July 2007 after approval by the Capital Market Authority of Kingdom of Saudi Arabia.

The Company’s head office is in Riyadh at the following address:

Kingdom Holding Company  
66th Floor, Kingdom Centre  
P.O. Box 1, Riyadh 11321  
Kingdom of Saudi Arabia

*Climate Change*

The Group has reviewed its exposure to climate related and other emerging business risks but has not identified any risks that could materially impact the financial performance or position of the Group as at 31 March 2023.

*Finance charges*

The financial charges on borrowings have increased significantly during the quarter ended 31 March 2023. This increase is attributable to increase in interest rates, particularly those associated with the Saudi Inter-Bank Offered Rate and Euro Inter-Bank Offered Rate. These interest rate changes affect loan facilities obtained both locally in Saudi Arabia and in foreign jurisdictions. Specific details relating to the interest rates and the currencies of borrowings have been disclosed in note 16 of the annual consolidated financial statements.

*Liquidity and financial position*

As at 31 March 2023, the Group had net current liabilities amounting to Saudi Riyals 3.7 billion (31 December 2022: Saudi Riyals 3.2 billion). This is mainly due to maturity of certain current borrowings amounting to Saudi Riyals 5.4 billion. The Group also has access to undrawn borrowing facilities amounting to Saudi Riyals 3.6 billion, existing liquid unpledged investments portfolio and the option to roll-over the revolving facilities, as they mature. Further, the management of the Group has performed an analysis of cash flow projections over the next twelve months and is confident that the Group will be able to meet its obligations as and when they fall due.

Accordingly, these condensed consolidated interim financial statements are prepared on going concern basis.

These condensed consolidated interim financial statements were authorized for issue by the Company’s Board of Directors on 3 Dhu al-Qadah 1444H (corresponding to 23 May 2023).

**2 Basis of preparation**

**2.1 Statement of compliance**

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

These condensed consolidated interim financial statements should be read in conjunction with the Group’s annual audited consolidated financial statements for the year ended 31 December 2022 and do not include all of the information required for a complete set of financial statements under IFRS. However, 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 audited consolidated financial statements.

The interim results may not be an indicator of the annual results of the Group.

**KINGDOM HOLDING COMPANY**  
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**Notes to the condensed consolidated interim financial statements**  
**For the three-month period ended 31 March 2023**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

**2 Basis of preparation (continued)**

**2.2 Historical cost convention**

These condensed consolidated interim financial statements have been prepared under the historical cost convention, except for certain financial assets and liabilities that are measured at fair value. Further, the employee termination benefits are calculated using the Projected Unit Credit Method (PUCM) and actuarial assumptions.

**2.3 Functional and presentation currency**

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

**3 Use of estimates, assumptions and judgments**

The preparation of the Group's condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, costs, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. The 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 or in the revision period and future periods if the changed estimates affect both current and future periods.

Management has reassessed the significant inputs in its estimates of recoverable amounts of investments in equity-accounted investments, goodwill and intangible assets, as disclosed in Notes 3.1, 11 and 14 of the annual audited consolidated financial statements for the year ended 31 December 2022, and recoverable amount of these assets are higher than the carrying values and therefore no impairment was recognized for the three-month period ended 31 March 2023.

**4 Significant accounting policies**

The accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the Group's last annual audited consolidated financial statements for the year ended 31 December 2022.

**New IFRS standards, amendments to standards and interpretations not yet adopted**

There are no new standards or amendments issued effective from 1 January 2023, other than those disclosed and explained in the Group's annual consolidated financial statements, that could have a material effect on these condensed consolidated interim financial statements.

**5 Segment information**

The Group is a diversified organization and derives its revenues and profits from a variety of sources. The investment committee, comprising senior management and the Chief Executive Officer, organize and manage its operations by business segments and have identified the following segments separately for the purposes of monitoring, decision making and performance assessment.

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 (All amounts in Saudi Riyals thousands unless otherwise stated)

**5 Segment information (continued)**

**Description of segments and principal activities**

The Group's primary operations are organized into the following segments:

Equity investments	<p>International - The principal activity includes investments in international quoted securities;</p> <p>Domestic and regional - The principal activity includes investments in securities quoted on the Saudi Stock Exchange, regional Stock Exchanges and investments in associates other than real estate; and</p> <p>Private equity - The principal activity includes investments in private equities, managed funds and other entities existing within the structure of the Group.</p>
Hotels	The principal activity of this segment includes investments in subsidiaries and associates that are in the business of managing and owning hotel properties and related activities.
Real estate	The principal activity includes investments in activities relating to ownership and development of land and real estate projects.
Healthcare	The principal activity includes Consulting Clinics.
All other segments	The principal activities include operations of Kingdom School and other trading activities carried out by the Group.

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(All amounts in Saudi Riyals thousands unless otherwise stated)

**5 Segment information** (continued)

	Equity investments	Hotels	Real estate	Health care	All other segments	Total
<b>2023 (Unaudited)</b>						
Total revenue (including dividend income) for the three-month period ended 31 March 2023	309,367	198,203	143,541	-	21,018	672,129
Profit / (loss) for the three-month period ended 31 March 2023	191,810	(42,596)	2,237	-	6,462	157,913
Total assets as at 31 March 2023	39,527,883	6,402,316	7,123,389	77,561	589,746	53,720,895
Total liabilities as at 31 March 2023	15,219,049	3,513,890	1,177,060	29,757	36,007	19,975,763
Timing of revenue recognition:						
- At point in time	N/A	N/A	N/A	Yes	N/A	
- Over a period of time	N/A	Yes	Yes	N/A	Yes	
<b>2022</b>						
Total revenue (including dividend income) for the three-month period ended 31 March 2022 (Unaudited)	131,733	171,639	128,392	-	18,281	450,045
Profit / (loss) for the three-month period ended 31 March 2022 (Unaudited)	5,918,342	(12,344)	13,483	-	5,033	5,924,514
Total assets as at 31 December 2022 (Audited)	39,165,333	6,154,173	7,167,128	77,561	591,281	53,155,476
Total liabilities as at 31 December 2022 (Audited)	16,205,527	3,487,666	1,176,305	29,757	37,099	20,936,354
Timing of revenue recognition:						
- At point in time	N/A	N/A	N/A	Yes	N/A	
- Over a period of time	N/A	Yes	Yes	N/A	Yes	

The inter-segment revenues for the Group are insignificant and accordingly have not been disclosed.

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**For the three-month period ended 31 March 2023**  
(All amounts in Saudi Riyals thousands unless otherwise stated)

**6 Investments at fair value**

Note 30 of the annual audited consolidated financial statements for the year ended 31 December 2022 explains the fair value hierarchy, valuation techniques and the valuation process including sensitivities for key assumptions and judgements used. The fair values of Level 3 financial instruments have been determined on the same basis and assumptions as for the year ended 31 December 2022.

The following table presents the Group's financial assets measured and recognized at fair value on a recurring basis including their levels in the fair value hierarchy as at period end:

	Level 1	Level 2	Level 3	Total
<b>As at 31 March 2023 (Unaudited)</b>				
<b>Financial assets</b>				
<i>Investments at FVTPL (Current):</i>				
- Asia	-	105,256	-	105,256
<i>Investments at FVOCI (Non-current):</i>				
- North America	10,004,552	-	985,538	10,990,090
- Asia	1,216,005	-	222,449	1,438,454
- Europe	7,060,512	-	-	7,060,512
Sub-total	18,281,069	-	1,207,987	19,489,056
<b>Total financial assets at fair value</b>	<b>18,281,069</b>	<b>105,256</b>	<b>1,207,987</b>	<b>19,594,312</b>
<b>As at 31 December 2022 (Audited)</b>				
<b>Financial assets</b>				
<i>Investments at FVTPL (Current):</i>				
- Asia	-	105,256	-	105,256
<i>Investments at FVOCI (Non-current):</i>				
- North America	9,143,984	-	985,538	10,129,522
- Asia	1,197,195	-	222,449	1,419,644
- Europe	7,536,760	-	-	7,536,760
Sub-total	17,877,939	-	1,207,987	19,085,926
<b>Total financial assets at fair value</b>	<b>17,877,939</b>	<b>105,256</b>	<b>1,207,987</b>	<b>19,191,182</b>

There were no transfers carried out between Level 1, Level 2 and Level 3 fair value measurements.

**7 Equity-accounted investees**

	31 March 2023 (Unaudited)	31 December 2022 (Audited)
At beginning of the period / year	16,371,058	16,343,166
Dividends	-	(312,429)
Share of results	198,383	851,595
Share in other comprehensive income / (loss)	24,435	(299,723)
Unrealized exchange gain / (loss) on translation	53,604	(211,551)
At end of the period / year	16,647,480	16,371,058

As disclosed in Note 11.1 to the annual consolidated financial statements, during January 2022, the Company closed a deal to sell 23.75% of its stake in Four Seasons Holding Company for a consideration of Saudi Riyals 8.29 billion. The transaction resulted in a net gain of Saudi Riyals 5.87 billion which was recognized during the quarter ended 31 March 2022. As such the results for the three-month period ended 31 March 2023 are not comparable with the corresponding quarter.

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**8 Borrowings**

Details of borrowings by entity are as follows:

	<b>31 March 2023 (Unaudited)</b>	<b>31 December 2022 (Audited)</b>
Kingdom Holding Company	11,436,078	12,159,182
Kingdom 5-KR-11 Limited	2,634,014	2,591,722
Kingdom 5-KR-35 Group	1,594,517	1,568,868
Kingdom KR-114 Limited	1,203,833	1,213,398
Trade Centre Company Limited	809,561	827,920
Others	408	408
	<b>17,678,411</b>	<b>18,361,498</b>

The above outstanding balance is presented in the condensed consolidated interim statement of financial position as follows:

	<b>31 March 2023 (Unaudited)</b>	<b>31 December 2022 (Audited)</b>
<b>Current</b>		
Current portion of term loans	5,410,015	5,105,425
<b>Non-Current</b>		
Term loans, including long-term revolving facilities	12,268,396	13,256,073

As at 31 March 2023, borrowings from a related party amounted to Saudi Riyals 2.3 billion (31 December 2022: Saudi Riyals 1.99 billion).

**9 Contingencies and commitments**

The Group is a defendant in various legal claims arising in the normal course of business. Based on the information presently available, there are no significant claims, other than those claims against the Group requiring provision and which have been already provided. Management believes that the provisions maintained for such claims are adequate. Any additional liabilities including any potential zakat assessments that may result in connection with other claims are not expected to have a material effect on the Group's financial position or results of operations.

There have been no significant changes in contingencies, capital and operating lease commitments during the three-month period ended 31 March 2023.

**10 Related party transactions**

The Group enters various other transactions with related parties at mutually agreed terms. Other than those mentioned specifically in these condensed consolidated interim financial statements, transactions for the three-month period ended 31 March 2023, individually or in aggregate, are not material to the condensed consolidated interim financial statements.

**11 Share capital**

The share capital as at 31 March 2023 and 31 December 2022 consists of 3,706 million authorized and issued shares at a par value of Saudi Riyals 10 each.

**12 Dividends declaration**

The Extraordinary General Assembly of the Company, in its annual meeting held on 17 April 2022, approved quarterly cash dividends distribution amounting to Saudi Riyals 1,038 million (Saudi Riyals 0.28 per share). Payment in respect of the fourth dividend distribution of Saudi Riyals 259.4 million was made during the period ended 31 March 2023.

**13 Earnings per share**

Earnings per share for the three-month period ended 31 March 2023 and 2022 have been computed by dividing the profit attributable to the owners of the Company for each of the period presented by the number of shares outstanding of 3,706 million shares (31 March 2022: 3,706 million shares) during the period.

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**14 Zakat, withholding and income tax provisions**

In the year ended 31 December 2020, the Company closed all of its open assessment years with Zakat, Tax and Customs Authority ("ZATCA"). The Company has filed its zakat returns up to the years ended 31 December 2022 with ZATCA.

During the year ended 31 December 2021, the ZATCA reopened the assessments for the years 2015 to 2018 claiming additional zakat amounts related to those years. Management is in the process of contesting these claims. The Company is carrying an estimated zakat provision in the books that is based on historical settlements and analysis conducted internally.

There are no significant pending zakat assessments received in relation to the operations of subsidiaries in the Kingdom of Saudi Arabia by the ZATCA.

There is no change in the status of income tax assessments received in relation to the operations of subsidiaries in foreign countries by their respective taxation authorities other than those disclosed in Note 18 to the annual audited consolidated financial statements.

The Group is subject to withholdings taxes deducted at source on dividend received on certain equity securities registered in foreign jurisdictions.

**15 Derivative financial instruments**

As at 31 March 2023, the Group had the following outstanding written put options ('Options') giving the counterparty the right to sell shares to the Group at the strike price agreed in the contracts.

Nature of options	Trade date	Settlement date	Option style	Fair value as at 31 March 2023	Underlying security
Sale of Put options	23 June 2022	Month of June 2023	European	159,296*	Shares of listed entities
Sale of call options	6 January 2023	22 January 2024	European	45,000	Shares of a listed entity

\* The fair value relating to these options have been recognized as a liability under 'other current liabilities'.

As at 31 March 2023, the difference between the amount recorded as a liability and fair value of the Options is not considered material.

The Group has used Black Scholes model ('Model') for determination of fair value of Options. The Model takes into account the current price of the underlying shares, the exercise price, the time to expiry, expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the Options. The most sensitive input to the Model were risk free interest rate and volatility. However, a 5% change in the risk-free interest rate and expected price volatility of underlying shares will not significantly impact the fair value of the Options as at 31 March 2023.

**16 Subsequent event**

The General Assembly of the Company, in its annual meeting held on 24 Shawwal 1444H (corresponding to 14 May 2023), approved cash dividends distribution amounting to Saudi Riyals 1,037.6 million (Saudi Riyals 0.28 per share), in accordance with the recommendation put forth by the Board of Directors on 30 March 2023. The Company will carry out quarterly cash distribution of Saudi Riyals 259.4 million to shareholders whose names appear on record as of the dates specified in the Annual General Assembly meeting.