

ZAHRA AL WAHA FOR TRADING COMPANY
(A Saudi Joint Stock Company)
Condensed Interim Financial Statements
For the three-month and nine-month periods ended
30 September 2020
together with the
Independent Auditor's Limited Review Report



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

To the Shareholders of Zahra Al Waha For Trading Company
A Saudi Joint Stock Company

Introduction

We have reviewed the accompanying condensed interim financial statements as at 30 September 2020 of **Zahra Al Waha for Trading Company** ("the Company"), which comprise:

- the condensed interim statement of financial position as at 30 September 2020;
- the condensed interim statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2020;
- the condensed interim statement of changes in equity for the nine-month period ended 30 September 2020;
- the condensed interim statement of cash flows for the nine-month period ended 30 September 2020; and
- the notes to the condensed interim financial statements.

Management is responsible for the preparation and presentation of these condensed 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 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at 30 September 2020 of **Zahra Al Waha for Trading Company** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

For KPMG Al Fozan & Partners
Certified Public Accountants



Dr. Abdullah Hamad Al Fozan
License No. 348

Riyadh on: 5 Rabi' al-Awwal 1442H
Corresponding to: 22 October 2020

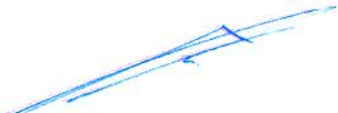




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ZAHRA AL WAHA FOR TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As at 30 September 2020
(Saudi Riyal)

	<u>Note</u>	30 September 2020	31 December 2019
		(Unaudited)	(Audited)
ASSETS			
Property, plant and equipment	6	243,392,218	238,013,717
Investment property		2,649,000	2,649,000
Intangible assets	7	1,731,298	929,915
Non-current assets		<u>247,772,516</u>	<u>241,592,632</u>
Inventories	8	43,639,602	43,397,705
Trade receivables	9	167,041,457	159,253,880
Prepayments and other receivables		6,088,416	20,173,480
Cash and cash equivalents		37,205,468	25,376,554
Current assets		<u>253,974,943</u>	<u>248,201,619</u>
Total assets		<u>501,747,459</u>	<u>489,794,251</u>
EQUITY			
Share capital		150,000,000	150,000,000
Statutory reserve		13,815,352	13,815,352
Retained earnings		74,818,823	59,339,206
Other reserves		(150,023)	28,810
Total equity		<u>238,484,152</u>	<u>223,183,368</u>
Liabilities			
Long-term loans and borrowings	10	51,937,333	82,382,743
Employees' benefits		1,816,182	1,332,695
Non-current liabilities		<u>53,753,515</u>	<u>83,715,438</u>
Short term loans	10	102,629,392	113,175,031
Loans and borrowings - current portion	10	51,843,205	46,404,878
Trade payables		43,689,098	13,634,608
Accrued expenses and other payables		6,604,008	4,887,564
Provision for Zakat	11	4,582,101	4,660,664
Dividend payables		161,988	132,700
Current Liabilities		<u>209,509,792</u>	<u>182,895,445</u>
Total liabilities		<u>263,263,307</u>	<u>266,610,883</u>
Total Equity and Liabilities		<u>501,747,459</u>	<u>489,794,251</u>

These financial statements have been approved by the Board of Directors on 4 Rabi' al-Awwal 1442H
(corresponding to 21 October 2020) and signed by:

<p>Chairman Ahmed Hamoud Al-Theyab</p> 	<p>Chief Executive Officer George Abdul Kareem Moussa</p> 	<p>Chief Financial Office Mahmoud Mohammad Zaky</p> 
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The accompanying notes (1) to (18) from an integral part of these condensed interim financial statements

ZAHRA AL WAHA FOR TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME (UNAUDITED)

For the three-month and nine-month periods ended 30 September 2020
(Saudi Riyal)

	<u>For the three month period ended</u>		<u>For nine month period ended</u>	
	<u>30 September</u>	<u>30 September</u>	<u>30 September</u>	<u>30 September</u>
<i>Note</i>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
Sales	101,537,386	147,000,363	333,799,752	410,305,908
Cost of sales	<u>(86,606,539)</u>	<u>(123,522,553)</u>	<u>(283,255,245)</u>	<u>(351,991,585)</u>
Gross profit	14,930,847	23,477,810	50,544,507	58,314,323
Other income	(97,772)	487,852	18,750	637,668
Selling and distribution expenses	(2,302,227)	(2,379,132)	(7,469,922)	(6,730,711)
General and administrative expenses	(1,776,766)	(2,276,764)	(5,468,682)	(5,449,464)
Operating profit	10,754,082	19,309,766	37,624,653	46,771,816
Finance Costs	(2,412,763)	(3,726,571)	(7,815,876)	(10,180,390)
Income before Zakat	8,341,319	15,583,195	29,808,777	36,591,426
Zakat	(1,144,220)	(609,506)	(3,079,160)	(2,347,748)
Income for the period	7,197,099	14,973,689	26,729,617	34,243,678
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss:</i>				
Re measurement of defined benefit liability	(23,778)	14,371	(178,833)	(153,608)
Total other comprehensive income	(23,778)	14,371	(178,833)	(153,608)
Total comprehensive income	7,173,321	14,988,060	26,550,784	34,090,070
Basic and diluted earnings per share (SR) 14	0.48	0.99	1.78	2.28

These financial statements have been approved by the Board of Directors on 4 Rabi' al-Awwal 1442H
(corresponding to 21 October 2020) and signed by:

 _____ Chairman Ahmed Hamoud Al-Theyab	 _____ Chief Executive Officer George Abdul Kareem Moussa	 _____ Chief Financial Office Mahmoud Mohammad Zaky
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The accompanying notes (1) to (18) from an integral part of these condensed interim financial statements

ZAHRA AL WAHA FOR TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the nine-month period ended 30 September 2020
(Saudi Riyal)

	Share capital	Statutory reserve	Retained earnings	Other reserves	Total
For the nine month period ended 30 September 2019 (unaudited)					
Balance as at 1 January 2019	150,000,000	8,151,769	34,616,961	130,048	192,898,778
Income	--	--	34,243,678	--	34,243,678
Other comprehensive income	--	--	--	(153,608)	(153,608)
Total comprehensive Income	--	--	34,243,678	(153,608)	34,090,070
Transactions with shareholders of the Company					
Dividends (Note 12)	--	--	(15,000,000)	--	(15,000,000)
Total transactions with shareholders of the Company	--	--	(15,000,000)	--	(15,000,000)
Balance as at 30 September 2019	150,000,000	8,151,769	53,860,639	(23,560)	211,988,848
For the nine-month period ended 30 September 2020 (Unaudited)					
Balance as at 1 January 2020	150,000,000	13,815,352	59,339,206	28,810	223,183,368
Income	--	--	26,729,617	--	26,729,617
Other comprehensive income	--	--	--	(178,833)	(178,833)
Total comprehensive Income	--	--	26,729,617	(178,833)	26,550,784
Transactions with shareholders of the Company					
Dividends (Note 12)	--	--	(11,250,000)	--	(11,250,000)
Total transactions with shareholders of the Company	--	--	(11,250,000)	--	(11,250,000)
Balance as at 30 September 2020	150,000,000	13,815,352	74,818,823	(150,023)	238,484,152

These financial statements have been approved by the Board of Directors on 4 Rabi' al-Awwal 1442H (corresponding to 21 October 2020) and signed by:

Chairman
Ahmed Hamoud Al-Theyab

Chief Executive Officer
George Abdul Kareem Moussa

Chief Financial Officer
Mahmoud Mohammad Zaky

The accompanying notes (1) to (18) form an integral part of these condensed interim financial statements

