

GAS ARABIAN SERVICES COMPANY

(A Saudi Joint Stock Company)

**CONDENSED INTERIM FINANCIAL
STATEMENTS AND INDEPENDENT AUDITOR'S
REVIEW REPORT ON THE CONDENSED
INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30,
2025**

GAS ARABIAN SERVICES COMPANY

(A Saudi Joint Stock Company)

**CONDENSED INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT ON THE CONDENSED INTERIM FINANCIAL
STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**

<u>CONTENTS</u>	<u>PAGES</u>
Independent auditor's review report	2
Condensed interim statement of financial position	3
Condensed interim statement of profit or loss and other comprehensive income	4
Condensed interim statement of changes in equity	5
Condensed interim statement of cash flows	6
Notes to the condensed interim financial statements	7 - 17

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE CONDENSED INTERIM FINANCIAL STATEMENTS

To the Shareholders of
Gas Arabian Services Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Gas Arabian Services Company (the "Company") as of June 30 2025 and the related condensed interim statement of profit or loss and other comprehensive income for the three months and six months period then ended, and the condensed interim statements of changes in equity and cash flows for the six months period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with International Accounting Standard 34 – "Interim Financial Reporting" (IAS 34), 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 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 condensed 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 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 are not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

For Dr. Mohammed Al-Amri & Co.



Ahmed Aljumah
Certified Public Accountant
Registration No.621



Dammam, on: 11 Safar 1447 (H)
Corresponding to: 05 August, 2025 G

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

	Notes	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
ASSETS			
Non-current assets			
Property and equipment	4	154,457,226	135,057,516
Right-of-use assets		5,221,795	6,117,456
Intangible assets		231,897	143,979
Investment in associates and joint ventures	5	126,372,598	113,611,697
Total non-current assets		286,283,516	254,930,648
Current assets			
Inventories		41,916,767	44,995,854
Trade receivables and unbilled revenue	6	381,803,809	285,913,358
Prepayments and other receivables		107,699,909	79,794,405
Cash and cash equivalents	7	31,820,771	172,692,148
Total current assets		563,241,256	583,395,765
TOTAL ASSETS		849,524,772	838,326,413
EQUITY AND LIABILITIES			
Equity			
Share capital	8	158,000,000	158,000,000
Statutory reserve	8	-	-
Treasury shares		(3,279,789)	(3,279,789)
Other reserve		410,025	410,025
Retained earnings		283,222,305	249,333,805
Total equity		438,352,541	404,464,041
Non-current liabilities			
Obligation against investment in joint venture	5	12,040,148	11,639,186
Employees' defined benefits liabilities		41,936,052	33,735,813
Lease liabilities		2,289,315	3,391,849
Total non-current liabilities		56,265,515	48,766,848
Current liabilities			
Current portion of lease liabilities		2,122,045	1,853,816
Trade payables	9	185,860,317	189,841,770
Accruals and other liabilities	10	109,351,695	113,221,691
Contract liabilities		53,372,658	74,643,243
Provision for Zakat		4,200,001	5,535,004
Total current liabilities		354,906,716	385,095,524
Total liabilities		411,172,231	433,862,372
TOTAL EQUITY AND LIABILITIES		849,524,772	838,326,413

The accompanying notes from 1 to 18 form an integral part of these unaudited condensed interim financial statements.


Chairman


Chief Executive Officer


Finance Manager

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE MONTHS AND SIX MONTHS PERIOD ENDED JUNE 30, 2025**
(Expressed in Saudi Riyals (ﷲ))

		For the three months period ended June 30		For the six months period ended June 30	
		2025 (Un- audited)	2024 (Un-audited and un- reviewed)	2025 (Un- audited)	2024 (Un-audited)
	Notes				
Revenue	11	319,787,900	268,413,302	641,506,303	481,540,677
Cost of revenue		(257,499,158)	(228,285,593)	(523,826,602)	(405,595,875)
Gross profit		62,288,742	40,127,709	117,679,701	75,944,802
General and administrative expenses		(35,064,326)	(22,007,207)	(57,207,799)	(39,431,095)
(Allowance)/ reversal for expected credit losses		(127,920)	335,798	(1,212,497)	335,799
Share in results of associates and joint ventures		12,208,014	5,235,373	11,684,936	10,088,820
Profit from operations		39,304,510	23,691,673	70,944,341	46,938,326
Other income		2,941,910	2,302,674	5,067,369	3,265,731
Finance costs		(1,323,623)	383,109	(1,846,741)	(418,713)
Profit before Zakat		40,922,797	26,377,456	74,164,969	49,785,344
Zakat		(2,100,000)	(2,021,625)	(4,031,882)	(4,121,625)
NET PROFIT FOR THE PERIOD		38,822,797	24,355,831	70,133,087	45,663,719
Other comprehensive income		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		38,822,797	24,355,831	70,133,087	45,663,719
EARNINGS PER SHARE					
Basic earnings per share from net profit attributable to the shareholders of the Company	15	0.2457	0.1546	0.4439	0.2898
Diluted earnings per share from net profit attributable to the shareholders of the Company	15	0.2457	0.1542	0.4439	0.2890

The accompanying notes from 1 to 18 form an integral part of these unaudited condensed interim financial statements.


Chairman


Chief Executive Officer


Finance Manager

GAS ARABIAN SERVICES COMPANY

(A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**

(Expressed in Saudi Riyals (ﷲ))

	Share capital	Treasury shares	Statutory reserve	Other reserve	Retained earnings	Total equity
At January 01, 2024 (audited)	158,000,000	(3,224,947)	36,867,936	410,025	168,637,211	360,690,225
Net profit for the period	-	-	-	-	45,663,719	45,663,719
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	45,663,719	45,663,719
Purchase of the treasury shares	-	(54,842)	-	-	-	(54,842)
Dividend (note -16)	-	-	-	-	(47,277,217)	(47,277,217)
At June 30, 2024 (un-audited)	158,000,000	(3,279,789)	36,867,936	410,025	167,023,713	359,021,885
At January 01, 2025 (audited)	158,000,000	(3,279,789)	-	410,025	249,333,805	404,464,041
Net profit for the period	-	-	-	-	70,133,087	70,133,087
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	70,133,087	70,133,087
Dividends (note-16)	-	-	-	-	(36,244,587)	(36,244,587)
At June 30, 2025 (un-audited)	158,000,000	(3,279,789)	-	410,025	283,222,305	438,352,541

The accompanying notes from 1 to 18 form an integral part of these unaudited condensed interim financial statements.



Chairman



Chief Executive Officer



Finance Manager

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before Zakat	74,164,969	49,785,344
<i>Adjustments for:</i>		
Depreciation of property and equipment	13,473,296	3,756,698
Depreciation of right-of-use-assets	1,153,204	681,250
Amortization of intangible assets	46,733	34,972
Allowance / (reversal) for expected credit losses	1,212,497	(335,798)
Share in results of associates and joint ventures	(11,684,936)	(10,088,820)
Provision for employees' defined benefit liabilities	9,597,321	4,271,955
Gain on disposal of property and equipment	(139,467)	(89,475)
Finance costs	1,846,741	418,713
	89,670,358	48,434,839
<i>Changes in:</i>		
Inventories	3,079,087	(5,409,007)
Trade receivables and unbilled revenue	(97,102,948)	(89,357,600)
Prepayments and other receivables	(27,905,504)	(19,357,540)
Trade payables	(3,981,453)	15,869,855
Accruals and other liabilities	(3,869,996)	76,124,978
Contract liabilities	(21,270,585)	8,232,737
Cash flows (used in) /generated from operation	(61,381,041)	34,538,262
Employees' defined benefit liabilities paid including advances	(1,397,082)	(1,314,119)
Zakat paid	(5,366,885)	(5,938,804)
Finance costs paid	(1,594,106)	(225,641)
Net cash flows (used in) /generated from operating activities	(69,739,114)	27,059,698
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(32,948,987)	(12,012,508)
Proceeds from disposal of property and equipment	215,448	211,270
Purchase of intangible assets	(134,651)	-
Dividend received from associates and joint ventures	-	8,437,500
Investment in associates and joint ventures	(675,000)	(2,350,000)
Net cash flows used in investing activities	(33,543,190)	(5,713,738)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(36,244,587)	(47,277,217)
Lease payments	(1,344,486)	(1,900,005)
Purchase of treasury shares	-	(54,842)
Net cash flows used in financing activities	(37,589,073)	(49,232,064)
Net change in cash and cash equivalents	(140,871,377)	(27,886,104)
Cash at banks and cash equivalents at beginning of the period	172,692,148	91,059,388
Cash and cash equivalents at end of the period	31,820,771	63,173,284

The accompanying notes from 1 to 18 form an integral part of these unaudited condensed interim financial statements.


Chairman


Chief Executive Officer


Finance Manager

GAS ARABIAN SERVICES COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025

(Expressed in Saudi Riyals (ﷲ))

1. CORPORATE INFORMATION AND COMPANY STRUCTURE

Gas Arabian Services Company ("the Company") is a Saudi Joint Stock Company registered in Saudi Arabia under Commercial Registration No. 2050022617 dated Sha'ban 07, 1412H (corresponding to February 11, 1992) issued in Dammam. The Company's registered office is at King Saud Street, P.O. Box 3422, Dammam 31471, Kingdom of Saudi Arabia. The Company's shares are listed on the parallel Saudi Stock Exchange ("NOMU").

The Company is engaged in the business of wholesale of machinery and equipment, electrical, electronic, mechanical, hydro-mechanical, petroleum, industrial equipment, drilling equipment, technical equipment, desalination equipment, generators and spare parts, providing operational, maintenance and technical engineering services, manufacturing of piping spools, structural steel fabrication, pressure reducing stations and other industry essential products.

During 2024, the Company's Board of Directors approved a resolution to initiate the process of transitioning the Company's listing from the Parallel Market (NOMU) to the Main Market (Tadawul – TASI). Subsequent to the six-month period ended June 30, 2025, the Company submitted its formal application for transition through the designated electronic portal provided by the regulatory authorities on July 17, 2025. Further updates regarding the transition will be disclosed as they become available.

The Company operates through the following branches:

<u>Branch</u>	<u>CR No.</u>
Gas Arabian Services Company – Jubail	2055004723
Gas Arabian Services Company – Dammam	2050099200
Gas Arabian Services Company – Dammam	2050113651
Gas Arabian Services Company – Yanbu	4700106468
Gas Arabian Services Company – Jubail	2055011867
Gas Arabian Services Company – Dammam	2050180839

2. BASIS OF PREPARATION AND BASIS OF MEASUREMENT

2.1 Statement of compliance

These condensed interim financial statements for the six months period ended June 30, 2025 have been prepared in accordance with IAS 34 Interim Financial Reporting ("IAS 34") as endorsed in the KSA and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

These condensed interim financial statements do not include all the information and disclosures required in annual financial statements prepared in accordance with International Financial Reporting Standards that are endorsed in KSA and therefore, should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2024.

The methods of computation and accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended December 31, 2024 and the significant judgements made by management in applying the Company's key sources of estimation uncertainty were similar to those described in the Company's annual financial statements for the year ended December 31, 2024.

The results for the six-months period ended June 30, 2025 are not necessarily indicative of the results that can be expected for the year ending December 31, 2025.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

2. BASIS OF PREPARATION AND BASIS OF MEASUREMENT (CONTINUED)

2.2 Basis of measurement

These condensed interim financial statements have been prepared using the accruals basis of accounting under the historical cost convention except for:

- Employees' benefits that have been measured at present value using Projected Unit Credit method.

As of June 30, 2025 and December 31, 2024, the carrying values of the financial assets and financial liabilities approximate to their fair values.

2.3 Use of Judgments and Estimates

In preparing these Condensed Interim Financial Statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

2.4 Functional and presentation currency

These condensed interim financial statements are presented in Saudi Riyals (ﷲ) which is also the functional currency of the Company. All amounts have been rounded off to the nearest Saudi Riyals (ﷲ) unless otherwise stated.

2.5 New accounting standards, interpretations and amendments

There are no new standards issued, however, there are number of amendments to standards which are effective from January 01, 2025 and onwards and have been explained in Company's annual financial statements for the year ended December 31, 2024, but these do not have a material effect on the Company's condensed interim financial statements for the period ended June 30, 2025.

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**
(Expressed in Saudi Riyals (ﷲ))

3. SEGMENT INFORMATION

Operating segments

For management purposes, The Company is organized into business units based on their operations and has the following three reportable segments:

- a) **The Technical segment** - This segment provides technical manpower services and executes technical engineering projects.
- b) **The Trading and commission segment** - The segment is engaged in supply of engineering products and solutions, sales of industrial, electrical, mechanical, hydro-mechanical, petroleum and other technical equipment.
- c) **The manufacturing segment** - This segment is engaged in manufacturing of piping spools, structural steel fabrication, pressure reduction stations and other industry essential products.

All of the Company's operations are located in the Kingdom of Saudi Arabia. Control of products / services is transferred at a point in time and directly sold / provided to the customers for all segments above except technical segment for which revenue is recorded both point in time and over the time. The selected information for each operating segment for the periods ended June 30, 2025 and June 30, 2024 is as follows:

Period ended June 30, 2025 (Un-audited)	Technical services	Trading and commission	Manufacturing	Unallocated	Total
Revenue	361,905,353	260,940,540	18,660,410	-	641,506,303
Third party revenue	361,265,206	258,807,124	18,660,410	-	638,732,740
Gross profit	49,941,222	60,825,135	6,913,344	-	117,679,701
Depreciation and amortization	(11,907,470)	(288,825)	(260,437)	(2,216,501)	(14,673,233)
Share in results of associates and joint ventures	-	-	-	11,684,936	11,684,936
Finance costs	-	-	-	(1,846,741)	(1,846,741)
Profit before Zakat	-	-	-	74,164,969	74,164,969
Total assets	147,093,654	144,249,995	14,919,505	543,261,618	849,524,772
Total liabilities	-	-	-	411,172,231	411,172,231
Period ended June 30, 2024 (Un-audited)	Technical services	Trading and commission	Manufacturing	Unallocated	Total
Revenue	203,357,668	267,737,724	10,445,285	-	481,540,677
Third party revenue	201,078,113	264,210,687	10,445,285	-	475,734,085
Gross profit	19,250,411	52,524,776	4,169,615	-	75,944,802
Depreciation and amortization	(2,400,769)	(266,495)	(170,614)	(1,635,042)	(4,472,920)
Share in results of associates and joint ventures	-	-	-	10,088,820	10,088,820
Finance costs	-	-	-	(418,713)	(418,713)
Profit before Zakat	-	-	-	49,785,344	49,785,344
Total assets	84,779,163	134,879,572	6,629,436	461,463,434	687,751,605
Total liabilities	-	-	-	328,729,720	328,729,720

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

4. PROPERTY AND EQUIPMENT

During the six months period ended June 30, 2025, the Company purchased property and equipment with a cost of ﷲ 32,948,987 (June 30, 2024: ﷲ 12,012,508) including additions to capital work in progress amounted to ﷲ 7,468,236 (June 30, 2024: ﷲ 6,294,735) and disposed-off assets with a cost of ﷲ 740,550 (June 30, 2024: ﷲ 1,066,103). The depreciation charge for the six months period ended June 30, 2025 was amounted to ﷲ 13,473,296 (June 30, 2024: ﷲ 3,756,698).

5. INVESTMENT IN ASSOCIATES AND JOINT VENTURES

The movement in the investment in associates and joint ventures is as follows;

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
At the beginning	113,611,697	106,170,934
Provision created for losses	400,965	2,917,217
Share in results	11,684,936	27,927,406
Additional investment (note 5.1)	675,000	2,350,000
Dividend received	-	(25,753,860)
At the end of the period / year	126,372,598	113,611,697

5.1 During 2025, the shareholders Gas Vector Saudi Arabia Company Limited (“Associate”) resolved to increase the share capital of the associate by ﷲ 3,500,000. The Company having 45% share, made additional cash contribution amounted to ﷲ 675,000 and ﷲ 900,000 was transferred from retained earnings of the associate to their share capital.

5.2 During 2025, on June 12, 2025, the Company entered into a joint venture agreement with Bonomi Group S.P.A, an Italian entity, to establish a Limited Liability Company in Saudi Arabia for the manufacturing and distribution of valves and related oil and gas equipment. The agreed share capital of the Company will be ﷲ 5,000,000 whereas GAS Arabian Services will be holding 40% ownership interest. As of June 30, 2025, no capital contributions have been made by either party hence no investment has been recorded in the Company’s condensed interim financial statements for the six months period ended June 30, 2025.

5.3 Disclosed in the condensed interim statement of financial position as follows:

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Investment in associates and joint ventures under non-current assets	126,372,598	113,611,697
Obligations against investment in associates and joint ventures under non-current liabilities	(12,040,148)	(11,639,186)
Net investment in associates and joint ventures	114,332,450	101,972,511

6. TRADE RECEIVABLE AND UNBILLED REVENUE

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Trade receivables (note 6.1)	276,872,648	190,795,144
Unbilled revenue (note 6.2)	104,931,161	95,118,214
	381,803,809	285,913,358

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

6. TRADE RECEIVABLES AND UNBILLED REVENUE (CONTINUED)

6.1 TRADE RECEIVABLES

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Trade receivables		
- From third parties	280,501,407	194,179,505
- From related parties (note 12)	4,847,871	4,081,448
Gross trade receivables	285,349,278	198,260,953
Less: Allowance for expected credit losses	(8,476,630)	(7,465,809)
	276,872,648	190,795,144

Five major customers' balances represent 47% (2024: 32%) of gross trade receivables.

The aging of gross trade receivables is as follows:

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
0-90 days	255,082,226	169,712,192
91-180 days	17,424,977	17,129,347
181-270 days	5,176,732	3,971,130
271-365 days	3,439,111	3,241,064
Above 365 days	4,226,232	4,207,220
Closing	285,349,278	198,260,953

Movement in the allowance for expected credit losses was as follows:

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
At the beginning of the period/ year	7,465,809	7,253,504
Charge for the period / year	1,010,821	212,305
At the end of the period / year	8,476,630	7,465,809

6.2 UNBILLED REVENUE

Unbilled revenue is initially recognised for services rendered but not yet billed to customers, from long-term projects with customers. Upon billing of invoice, the amounts are recognised as billed revenue and are reclassified to trade receivable.

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Value of services performed	285,295,003	379,857,278
Less: Amounts billed under progress billings	(179,943,715)	(284,521,397)
Less: Allowance for expected credit losses	(420,127)	(217,667)
	104,931,161	95,118,214

7. CASH AND CASH EQUIVALENTS

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Cash at banks	31,820,771	40,192,148
Short term deposit	-	132,500,000
	31,820,771	172,692,148

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

8. EQUITY

8.1 SHARE CAPITAL

Share capital is divided into 158,000,000 shares of ﷲ 1 each (2024: 158,000,000 shares of ﷲ 1 each).

8.2 STATUTORY RESERVE

The statutory reserve included in the condensed interim financial statements was required under the Company's previous by-laws. However, following amendments to the Company's by-laws during the year ended December 31, 2024, the requirement to set aside a statutory reserve has been removed. Accordingly, on December 10, 2024, the Shareholders approved the transfer of ﷲ 36,867,936 from the statutory reserve to retained earnings.

9. TRADE PAYABLES

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Trade payables		
- To third parties	178,512,813	186,449,803
- To related parties (note 12)	7,347,504	3,391,967
	185,860,317	189,841,770

10. ACCRUALS AND OTHER LIABILITIES

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Projects accruals	87,006,728	91,860,895
Employee's related accruals	14,592,466	17,382,222
VAT payable	3,983,265	176,980
Other provisions	3,769,236	3,801,594
	109,351,695	113,221,691

11. REVENUE

Type of goods or services and timing of revenue recognition

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
<i>Revenue generated at a point in time</i>		
Sale of traded goods	257,021,990	266,375,417
Technical services	76,610,349	51,852,132
Sales commission	3,918,550	1,362,307
Manufacturing	18,660,410	10,445,285
	356,211,299	330,035,141
<i>Revenue generated over the time</i>		
Technical services	285,295,004	151,505,536
Total revenue	641,506,303	481,540,677

11.1 Disaggregation of revenue

All revenue is generated within Kingdom of Saudi Arabia during the six months period.

GAS ARABIAN SERVICES COMPANY

(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**

(Expressed in Saudi Riyals (ﷲ))

12. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent shareholders, key management personnel and the entities controlled, jointly controlled or significantly influenced by such parties. The Company considers the members of the Board of Directors (and its sub-committees) and Executive Committee to be key management personnel for the purposes of the IAS 24 Related Party Disclosures.

Pricing policies and terms of payments for the above transactions have been approved by the Company's management. The significant transactions with related parties have been disclosed below:

<i>Related parties</i>	<i>Relationship</i>	<i>Nature of transactions</i>	<i>Amounts of transaction for six months period ended June 30,</i>	
			2025 (Un-audited)	2024 (Un-audited)
TCR Arabia Company Limited	Affiliate	Rental Income	344,307	327,914
		Payment made on behalf of affiliate	35,233	47,244
		Purchase of goods and services	(501,420)	(54,395)
Yokogawa Services Saudi Arabia Company Limited	Associate	Sale of goods and providing technical services	-	240,519
		Technical services provided	267,720	-
		Purchase of goods and services	(2,811,797)	(1,233,480)
Elliot Gas Services Saudi Arabia Company Limited	Joint venture	Sale of goods and providing technical services	1,848,484	193,777
		Purchase of goods & Services	(15,000)	-
Elster Instromet Saudi Arabia Company Limited	Associate	Sale of goods and providing technical services	225,094	2,014,238
		Purchase of goods and services	(699,845)	-
		Rental income	496,875	843,755
TubeFit Engineering Arabian Factory	Joint venture	Investment	-	(2,350,000)
FS Elliot Services Company Limited	Joint venture	Sale of goods and technical services	45,000	56,400
		Purchase of goods and services	(1,243,173)	-
		Rental income	119,531	119,532
Weidmuller Company Limited	Joint venture	Sale of goods and technical services	284,933	3,092,740
		Rental income	15,069	-
		Purchase of goods and services	(2,114,095)	(302,344)

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**
(Expressed in Saudi Riyals (ﷲ))

12. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

<i>Related parties</i>	<i>Relationship</i>	<i>Nature of transactions</i>	<i>Amounts of transaction for six months period ended June 30,</i>	
			2025 (Un-audited)	2024 (Un-audited)
Gas Vector Saudi Arabia Company Limited	Associate	Sale of goods and technical services	57,332	163,917
		Purchase of goods and services	(1,211,094)	(533,156)
		Payment made on behalf of associate	2,000	2,721,804
		Rental Income	146,250	-
		Capital Investment in Joint Venture	675,000	-
SGB Al-Dabal Company Limited	Affiliate	Purchase of goods	(1,841,824)	(3,146,010)
FS Elliot Saudi Arabia Company Limited	Joint venture	Sale of goods and technical Services	45,000	45,000
		Rental income	239,063	239,064
First Insurance & Reinsurance Broker Co.	Affiliate	Insurance charged	-	1,075,024
Mr. Abdulrahman Khalid Aldabal	Key management personnel	Rental expenses	(276,250)	(276,250)
Mr. Khalid Abdulrahman Aldabal & Ms. Hind Abdulrahman Aldabal	Key management relative	Rental expenses	(175,763)	(175,763)
Ms. Nora Abdulrahman Aldabal & Ms. Kholoud Abdulrahman Aldabal	Key management relative	Rental expenses	(22,500)	(22,500)
Mr. Aref Khalid Aldabal	Key management personnel	Rental expenses	(206,250)	(243,750)
Mr. Khalid Abdulrahman Aldabal	Key management relative	Rental expenses	(101,250)	(101,250)

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

12. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

Amounts due from related parties presented under trade receivables:

Related parties	Balances as at	
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Elliot Gas Services Saudi Arabia Company Limited	1,870,579	-
Weidmuller Company Limited	1,346,615	2,500,193
Elster Instromet Saudi Arabia Company Limited	887,506	1,251,664
TCR Arabia Company Limited	591,907	196,102
Yokogawa Services Saudi Arabia Company Limited	102,626	102,626
Gas Vector Saudi Arabia Company Limited	48,638	30,863
	4,847,871	4,081,448

Amounts due from related parties presented under prepayment and other receivables:

Related parties	Balances as at	
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Elster Instromet Saudi Arabia Company Limited	2,240,000	2,240,000
FS Elliot Saudi Arabia Company Limited	1,660,938	1,660,704
FS Elliot Services Company Limited	411,125	411,122
Magnetrol Gas	65,925	65,925
Gas Vector Saudi Arabia Company Limited	2,000	-
First Insurance & Reinsurance Broker Co.	108	-
TCR Arabia Company Limited	-	99,262
	4,380,096	4,477,013
Less: Allowance for due from a related party	(2,240,000)	(2,240,000)
	2,140,096	2,237,013

Amounts due to related parties presented under trade payables:

Related parties	Balances as at	
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
TubeFit Engineering Arabian Factory	2,400,036	-
Weidmuller Company Limited	2,206,897	451,914
Yokogawa Services Saudi Arabia Company Limited	1,893,558	2,277,938
Gas Vector Saudi Arabia Company Limited	690,310	146,972
TCR Arabia Company Limited	151,141	45,675
SGB Al-Dabal Company Limited	5,562	444,841
First Insurance & Reinsurance Broker Company	-	24,627
	7,347,504	3,391,967

GAS ARABIAN SERVICES COMPANY
(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025
(Expressed in Saudi Riyals (ﷲ))

12. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

Amounts due to related parties presented under accruals and other liabilities:

	Balances as at	
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Related parties		
Mr. Abdulrahman Khalid Aldabal	276,250	-
Mr. Aref Khalid Aldabal	206,250	-
Mr. Khalid Abdulrahman Aldabal and Ms. Hind Abdulrahman Aldabal	175,763	-
Ms. Nora Abdulrahman Aldabal and Ms. Kholoud Abdulrahman Aldabal	22,500	-
Mr. Khalid Abdulrahman Aldabal	101,250	-
	782,013	-

Remuneration of key management personnel:

	For the six months period ended	
	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Short term benefits	4,134,806	3,794,404
End of service benefits	14,914,690	12,495,675
Board of Directors' remuneration	162,000	162,000
	19,211,496	16,452,079

13. ZAKAT

Status of assessments

The Company has submitted its Zakat returns to Zakat, Tax and Customs Authority (ZATCA) up to the year 2024 and have obtained the required certificates. During 2024, with respect to the year 2015, the Company received final order amounted to ﷲ 78,375 from General Secretariat of Tax Committee (GSTC). The same has been paid and reimbursed by the shareholders. Further during 2024, the Company received final assessment order for the year 2023 amounted to ﷲ 47,131 and the same has been paid.

14. CONTINGENCIES AND COMMITMENTS

The Company has issued outstanding letters of guarantee amounting to ﷲ 429 million (December 31, 2024: ﷲ 374.8 million) and letters of credit amounting to ﷲ 6.9 million (December 31, 2024: nil) issued by the local banks on behalf of Company in the ordinary course of business. Further, the Company has Capital commitments amounting to ﷲ 3.4 million (December 31, 2024: ﷲ 9.2 million).

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**
(Expressed in Saudi Riyals (ﷲ))

15. EARNINGS PER SHARE

The calculation of earnings per share is based on the following profit attributable to the shareholders of the Company and weighted average number of shares outstanding. The calculation of basic and diluted earnings per share is as following:

	Three months period ended June 30,		Six months period ended June 30,	
	2025 (Un-audited)	2024 (Un-audited)	2025 (Un-audited)	2024 (Un-audited)
Net profit attributable to the shareholders of the Company	38,822,797	24,355,831	70,133,087	45,663,719
Number of shares				
Weighted average number of shares for basic earnings per share	158,000,000	157,590,479	158,000,000	157,590,479
Weighted average number of shares of repurchased shares	-	409,521	-	409,521
Weighted average number of shares for diluted earnings per share	158,000,000	158,000,000	158,000,000	158,000,000
Earnings per share:				
Basic	0.2457	0.1546	0.4439	0.2898
Diluted	0.2457	0.1542	0.4439	0.2890

16. DIVIDENDS

On March 4, 2025, the Board of Directors approved interim cash dividend of ﷲ 36.24 million (ﷲ 0.23 per share) for the year ended December 31, 2024 and the same was paid to the shareholders (six months ended June 30, 2024: ﷲ 47.27 million).

Further, on August 03, 2025, the Board of Directors has announced the distribution of interim cash dividends amounting to ﷲ 31.51 million for the six months period ended June 30, 2025.

17. COMPARATIVE FIGURES

Below comparative figure has been reclassified in order to conform with the presentation for the current period. Such reclassification has been made by the Company to improve the quality of information presented.

- The employee costs and depreciation amounted to ﷲ 15,295,037, which were previously under general and administrative expenses in the statement of profit or loss and other comprehensive income, are now included in the cost of revenue.

18. BOARD OF DIRECTORS APPROVAL

These condensed interim financial statements were approved by the Board of Directors on behalf of the Shareholders on August 3, 2025.