

**Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)**

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three-month ended 31 March 2021

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Financial Statements
For the three-month ended 31 March 2021

Index	Page
Independent auditor's review report	1
Interim condensed consolidated statement of financial position	2
Interim condensed consolidated statement of income	3
Interim condensed consolidated statement of comprehensive income	4
Interim condensed consolidated statement of changes in equity	5
Interim condensed consolidated statement of cash flows	6
Notes to the interim condensed consolidated financial statements	7-12



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**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
TO THE SHAREHOLDERS OF MAHARAH FOR HUMAN RESOURCES COMPANY
(A Saudi Joint Stock Company)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Maharah for Human Resources Company (A Saudi Joint Stock Company) (the "Company") and its subsidiaries (together with the Company, referred to as the "Group") as at 31 March 2021, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes (the "interim condensed consolidated financial statements"). Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" endorsed in the Kingdom of Saudi Arabia. A review of 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 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young


Fahad M. Al-Toaimi
Certified Public Accountant
License No. 354



Riyadh: 17 Ramadan 1442H
(29 April 2021)

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of financial position
As at 31 March 2021

	Note	31 March 2021 SR	31 December 2020 SR
Assets			
Current assets			
Cash and cash equivalents		155,678,033	57,909,641
Murabaha time deposits		230,000,000	260,000,000
Accounts receivable	4	162,446,971	185,096,059
Contract assets	4	68,014,737	57,604,837
Prepayments and other current assets		177,473,991	179,899,043
Available visas		29,444,000	28,510,000
Total current assets		823,057,732	769,019,580
Non-current assets			
Property and equipment		171,992,804	173,031,258
Right-of-use assets		24,505,929	26,071,438
Intangible assets - Goodwill		4,450,237	4,450,237
Other intangible assets		2,552,366	2,654,134
Equity investments at fair value through profit or loss ("FVTPL")		33,507,909	33,428,757
Investment in an associate		16,108,754	16,006,778
Other non-current assets		6,528,091	1,347,316
Total non-current assets		259,646,090	256,989,918
Total assets		1,082,703,822	1,026,009,498
Liabilities and equity			
Liabilities			
Current liabilities			
Accounts payable, accruals and other current liabilities		212,724,291	197,314,373
Contract liabilities		95,992,510	90,319,601
Retained deposits		84,089,626	85,321,190
Dividend payable	8	75,000,000	-
Zakat payable	6	20,750,532	16,476,723
Total current liabilities		488,556,959	389,431,887
Non-current liabilities			
Lease liabilities – non-current		16,304,233	17,358,401
Employees' end-of-service benefits		66,536,378	63,689,749
Total non-current liabilities		82,840,611	81,048,150
Total liabilities		571,397,570	470,480,037
Equity			
Share capital	7	375,000,000	375,000,000
Statutory reserve		67,512,731	67,512,731
Other reserves		(9,736,531)	(9,446,161)
Retained earnings		82,306,581	125,989,840
Equity attributable to the Shareholders of the Parent Company		515,082,781	559,056,410
Non-controlling interests		(3,776,529)	(3,526,949)
Total equity		511,306,252	555,529,461
Total liabilities and equity		1,082,703,822	1,026,009,498

The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of income
For the three-month period ended 31 March 2021

		For the three-month period ended 31 March	
	Note	2021 SR	2020 SR
Revenue		321,613,566	389,755,503
Cost of revenue		(266,551,112)	(310,724,506)
Gross profit		55,062,454	79,030,997
General and administration expenses		(16,941,169)	(15,289,622)
Marketing expenses		(2,678,760)	(2,152,584)
Provision for doubtful debts	4	(2,121,769)	(1,825,701)
Income from main operations		33,320,756	59,763,090
Other income, net		1,839,087	1,501,225
Share in net earnings (loss) of an associate		101,975	(290,526)
Net gain on equity investments at FVTPL		79,152	185,772
Income before zakat		35,340,970	61,159,561
Zakat	6	(4,273,809)	(4,650,281)
Net income for the period		31,067,161	56,509,280
Net income (loss) for the period attributable to:			
Shareholders of the Parent Company		31,316,741	57,253,950
Non-controlling interests		(249,580)	(744,670)
		31,067,161	56,509,280
Basic and diluted earnings per share:			
Net income per share attributable to Shareholders of the Parent Company	9	0.84	1.53

The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of comprehensive income
For the three-month period ended 31 March 2021

	For the three-month period ended 31 March	
	2021	2020
	SR	SR
Net income for the period	31,067,161	56,509,280
Other comprehensive loss:		
<i>Item that will not be reclassified to consolidated statement of income:</i>		
Re-measurements of employees' end-of-service benefits	(290,370)	(600,000)
Other comprehensive loss for the period	(290,370)	(600,000)
Total comprehensive income for the period	30,776,791	55,909,280
Total comprehensive income (loss) for the period attributable to:		
Shareholders of the Parent Company	31,026,371	56,653,950
Non-controlling interests	(249,580)	(744,670)
	30,776,791	55,909,280

The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of changes in equity
For the three-month period ended 31 March 2021

	Attributable to Shareholders of the Parent Company					Non-controlling interests	Total equity
	Share Capital SR	Statutory reserve SR	Other reserves SR	Retained earnings SR	Total SR	SR	SR
Balance as at 31 December 2019	375,000,000	49,780,945	(4,994,161)	170,778,768	590,565,552	(5,112,599)	585,452,953
Net income (loss) for the period	-	-	-	57,253,950	57,253,950	(744,670)	56,509,280
Other comprehensive loss for the period	-	-	(600,000)	-	(600,000)	-	(600,000)
Total comprehensive income for the year	-	-	(600,000)	57,253,950	56,653,950	(744,670)	55,909,280
Interim dividends (note 8)	-	-	-	(120,000,000)	(120,000,000)	-	(120,000,000)
Balance as at 31 March 2020	375,000,000	49,780,945	(5,594,161)	108,032,718	527,219,502	(5,857,269)	521,362,233
Balance as at 31 December 2020	375,000,000	67,512,731	(9,446,161)	125,989,840	559,056,410	(3,526,949)	555,529,461
Net income (loss) for the period	-	-	-	31,316,741	31,316,741	(249,580)	31,067,161
Other comprehensive loss for the period	-	-	(290,370)	-	(290,370)	-	(290,370)
Total comprehensive income for the period	-	-	(290,370)	31,316,741	31,026,371	(249,580)	30,776,791
Interim dividends (note 8)	-	-	-	(75,000,000)	(75,000,000)	-	(75,000,000)
Balance as at 31 March 2021	375,000,000	67,512,731	(9,736,531)	82,306,581	515,082,781	(3,776,529)	511,306,252

The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Interim condensed consolidated statement of cash flows
For the three-month period ended 31 March 2021

		For the three-month period ended 31 March	
	Note	2021 SR	2020 SR
Operating activities			
Income before zakat		35,340,970	61,159,561
Adjustments:			
Provision for employees' end-of-service benefits		4,994,915	5,330,649
Provision for doubtful debts	4	2,121,769	1,825,701
Depreciation of property and equipment		4,194,213	3,466,594
Depreciation of right-of-use assets		2,004,994	2,641,037
Amortization of intangible assets		101,768	223,396
Share in net (earnings) loss of an associate		(101,976)	290,526
Net gain on equity investments at FVTPL		(79,152)	(185,772)
Finance costs on lease liabilities		175,328	276,124
Earnings from Murabaha time deposits		(453,668)	(973,834)
Reversal of accrued salaries no longer payable		(632,584)	(239,869)
Gain on disposal of property and equipment		(206,252)	-
		47,460,325	73,814,113
Changes in working capital:			
Accounts receivable		20,063,869	17,837,165
Contract assets		(9,946,450)	(5,796,553)
Prepayments and other current assets		2,599,824	4,688,245
Available visas		(934,000)	4,306,000
Other non-current assets		(5,180,775)	2,852,791
Accounts payable, accruals and other current liabilities		16,042,502	8,330,637
Contract liabilities		5,672,909	8,013,680
Retained deposits		(1,231,564)	(7,299,689)
Cash generated from operations		74,546,640	106,746,389
Zakat paid	6	-	(7,453,101)
Employees' end-of-service benefits paid		(2,438,656)	(3,599,879)
Net cash from operating activities		72,107,984	95,693,409
Investing activities			
Movements in Murabaha time deposits, net		30,453,668	50,973,834
Purchase of property and equipment		(3,166,121)	(1,965,770)
Payment of deferred consideration related to acquisition of an associate	5	-	(1,882,499)
Proceeds from disposal of property and equipment		216,614	-
Net cash from investing activities		27,504,161	47,125,565
Financing activity			
Payment of lease liabilities		(1,843,753)	(1,844,876)
Cash used in financing activity		(1,843,753)	(1,844,876)
Net increase in cash and cash equivalents		97,768,392	140,974,098
Cash and cash equivalents at beginning of the period		57,909,641	188,704,375
Cash and cash equivalents at end of the period		155,678,033	329,678,473
Supplemental non-cash information			
- Right-of-use assets		865,670	2,514,849
- Lease liabilities		1,040,998	2,790,973
- Interim dividends declared	8	75,000,000	120,000,000

The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

1 Corporate information and activities

Maharah for Human Resources Company (the "Company" or "Parent Company") is a Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia ("KSA") under commercial registration numbered 1010364538 and dated 7 Rabi Thani 1434H (corresponding to 17 February 2013). The registered office is located at Al Olaya Road, Al Yasmeen District, Riyadh, KSA.

The Company and its subsidiaries (collectively with the Company referred to the "Group") are engaged in providing recruitment services for public and private sectors.

The interim condensed consolidated financial statements were authorized for issue with the resolution of the Board of Directors on 17 Ramadan 1442H (corresponding to 29 April 2021).

2 Basis of preparation

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

The interim condensed consolidated financial statements do not include all the information and disclosures required for a complete set of annual consolidated financial statements and therefore, should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2020.

An interim period is considered an integral part of the whole fiscal year, however, the results of operations for the interim periods may not be a fair indication of the results of the full year operations.

Certain prior periods' figures have been reclassified to conform to the current period's presentation.

Basis of measurement and functional currency

These interim condensed consolidated financial statements are prepared under the historical cost convention except for measurement of equity investments at FVTPL. These interim condensed consolidated financial statements are presented in Saudi Arabian Riyal (SR), which is the functional currency of the Parent Company.

3 Summary of significant accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in preparing the Group's annual consolidated financial statements for the year ended 31 December 2020, except for the adoption of new standards effective as of 1 January 2021. The Group has not early adopted any new standard, interpretation or amendment that have been issued but which are not yet effective.

Several amendments and interpretations apply for the first time in 2021, but do not have an impact on the interim condensed consolidated financial statements of the Group. The nature and effect of these changes are disclosed below:

Interest Rate Benchmark Reform – Phase 2: Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16

The amendments provide temporary reliefs which address the financial reporting effects when an interbank offered rate (IBOR) is replaced with an alternative nearly risk-free interest rate (RFR).

The amendments include the following practical expedients:

- A practical expedient to require contractual changes, or changes to cash flows that are directly required by the reform, to be treated as changes to a floating interest rate, equivalent to a movement in a market rate of interest
- Permit changes required by IBOR reform to be made to hedge designations and hedge documentation without the hedging relationship being discontinued
- Provide temporary relief to entities from having to meet the separately identifiable requirement when an RFR instrument is designated as a hedge of a risk component

These amendments had no impact on the interim condensed consolidated financial statements of the Group. The Group intends to use the practical expedients in future periods if they become applicable.

4 Accounts receivable and contract assets

Accounts receivable

	30 March 2021 SR	31 December 2020 SR
Accounts receivable	211,592,422	229,991,119
Amounts due from related parties (note 5)	24,210,436	25,875,608
	235,802,858	255,866,727
Less: provision for doubtful debts	(73,355,887)	(70,770,668)
Total	162,446,971	185,096,059

Movement in the provision for doubtful accounts receivable is shown below:

	For the three-month period ended 31 March	
	2021 SR	2020 SR
At the beginning of the period	70,770,668	62,982,354
Charge for the period	2,585,219	1,521,846
At the end of the period	73,355,887	64,504,200

The ageing of unimpaired accounts receivable is shown below:

	Total SR	Neither past due nor impaired SR	Past due but not impaired			
			< 90 days SR	90 – 180 days SR	180 – 360 days SR	> 360 days SR
31 March 2021	162,446,971	56,856,440	51,983,031	24,367,046	9,746,818	19,493,636
31 December 2020	185,096,059	63,040,909	59,621,419	26,636,275	11,862,497	23,934,959

Contract assets

Contract assets primarily related to the Group's right to consideration for services delivered but not billed at the reporting date. Contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer.

	31 March 2021 SR	31 December 2020 SR
Contract assets	69,861,108	59,914,658
Less: provision for doubtful debts	(1,846,371)	(2,309,821)
Total	68,014,737	57,604,837

Movement in the provision for doubtful contract assets is shown below:

	For the three-month period ended 31 March	
	2021 SR	2020 SR
At the beginning of the period	2,309,821	121,677
(Reversal) charge for the period	(463,450)	303,855
At the end of the period	1,846,371	425,532

Maharah for Human Resources Company and its Subsidiaries
(A Saudi Joint Stock Company)
Notes to the interim condensed consolidated financial statements (continued)
31 March 2021

5 Related party transactions and balances

The remuneration of directors and other key management personnel for the period are as follows:

	For the three-month period ended 31 March	
	2021	2020
	SR	SR
Salaries and short-term benefits	3,279,223	3,512,600
End-of-service benefits	225,130	168,748
Total key management compensation	3,504,353	3,681,348

During the period, the Group transacted with its related parties. The transactions and balances for the period are as follows:

Related party	Relationship	Nature of transactions	Transactions		Balance as at	
			For the three-month period ended 31 March			
			2021	2020	31 March 2021	31 December 2020
			SR	SR	SR	SR
Amounts due from related parties (note 4)						
Spectra Support Services	Affiliate	Manpower services	22,928,358	15,251,172		
		Collections	24,910,497	12,301,916	22,954,081	24,936,220
Others	Affiliate	Manpower services	731,704	1,113,816		
		Collections	414,737	795,586	1,256,355	939,388
					24,210,436	25,875,608
Amounts due to related parties (*)						
Directors	BOD	Remuneration	706,375	645,000		
		Payments	-	47,000	3,634,430	2,928,055
Maharah Travel and Tourism Company	Affiliate	Purchase of air tickets	2,210,853	2,432,342		
		Payments	2,086,816	2,411,081	124,037	-
Bloovo Ltd.	Associate	Payments of deferred consideration	-	1,882,499	-	-
					3,758,467	2,928,055

(*) Amounts due to related parties are included under "Accounts payable, accruals and other current liabilities" in the interim condensed consolidated financial position.

6 Zakat

Zakat charge for the period amounted to SR 4,273,809 (three-month period ended 31 March 2020: SR 4,650,281).

The movement in the provision for zakat for the period is as follows:

	For the three-month period ended 31 March	
	2021	2020
	SR	SR
At the beginning of the period	16,476,723	26,670,770
Provision for the period	4,273,809	4,650,281
Paid during the period	-	(7,453,101)
At the end of the period	20,750,532	23,867,950

Status of assessments

The Company filed its zakat returns up to the year ended 31 December 2020. The zakat assessments of the Company have been agreed with the General Authority of Zakat and Tax (the "GAZT") up to 2017. The zakat assessments for the years 2018 and 2019 are still under review by GAZT.

7 Share capital

Authorized and issued share capital is divided into 37.5 million shares (31 December 2020: 37.5 million shares) of SR 10 each.

The following are the major shareholders of the Group as of 31 March 2021 and 31 December 2020:

Name	Place of incorporation/residence	Ownership %	
		31 March 2021	31 December 2020
Alahlia International Real Estate Investment Company	KSA	19.4%	19.4%
Dr Abdullah Bin Sulaiman Alamro	KSA	12.2%	12.2%
Architectural Experience Company	KSA	11.1%	11.1%
Other	KSA	57.3%	57.3%

8 Dividends

The Company's Board of Directors, in their meeting held on 3 Sha'aban 1442H (corresponding to 16 March 2021), resolved to declare interim dividends for the second half of 2020 amounting to SR 75 million (SR 2 per share) which was paid on 23 Sha'aban 1442H (corresponding to 5 April 2021). The Board of Directors will present it to the shareholders in the upcoming Annual General Meeting.

The Company's Board of Directors, in their meeting held on 22 Sha'aban 1441H (corresponding to 17 March 2020), resolved to declare interim dividends for the second half of 2019 amounting to SR 120 million (SR 3.20 per share) which was paid on 8 Sha'aban 1441H (corresponding to 1 April 2020). The Board of Directors presented it to the shareholders in their Annual General meeting held on 13 Ramadan 1441H (corresponding to 6 May 2020).

The dividends declared during 2021 and 2020 have been recognised in the interim condensed consolidated financial statements for the three-month period ended 31 March 2021 and 2020, respectively.

9 Earnings per share

Basic earnings per share attributable to the shareholders of the Parent Company is calculated based on the weighted average number of outstanding shares during the period.

Diluted earnings per share is calculated by adjusting the basic earnings per share for the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

9 Earnings per share (continued)

	For the three-month period ended 31 March	
	2021	2020
Net income attributable to Shareholders of the Parent Company (SR)	31,316,741	57,253,950
Weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share (note 7)	37,500,000	37,500,000
Basic and diluted earnings per share of net income attributable to Shareholders of the Parent Company (SR)	0.84	1.53

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

10 Segment information

The Group is organized into corporate and individual business segments.

The segments' financial details are shown below:

	For the three-month period ended 31 March 2021		
	Corporate SR	Individual SR	Total SR
Revenue	232,938,249	88,675,317	321,613,566
Cost of revenue	(198,408,749)	(68,142,363)	(266,551,112)
Gross profit	34,529,500	20,532,954	55,062,454
General and administration expenses	(10,833,374)	(6,107,795)	(16,941,169)
Marketing expenses	(1,550,961)	(1,127,799)	(2,678,760)
Provision for doubtful debts	(1,627,814)	(493,955)	(2,121,769)
Income from main operations	20,517,351	12,803,405	33,320,756

	For the three-month period ended 31 March 2020		
	Corporate SR	Individual SR	Total SR
Revenue	282,909,995	106,845,508	389,755,503
Cost of revenue	(231,547,994)	(79,176,512)	(310,724,506)
Gross profit	51,362,001	27,668,996	79,030,997
General and administration expenses	(9,736,648)	(5,552,974)	(15,289,622)
Marketing expenses	(1,473,944)	(678,640)	(2,152,584)
Provision for doubtful debts	(1,754,584)	(71,117)	(1,825,701)
Income from main operations	38,396,825	21,366,265	59,763,090

It is impracticable and also not informative to disclose information pertaining to net book value of property and equipment, total assets and total liabilities pertaining to business segments

The primary markets for the Group's products are KSA and United Arab Emirates ("UAE"). Following is the geographical segment analysis of the Group:

<u>For the three-month period ended 31 March 2021</u>	KSA SR	UAE SR	Total SR
Revenue	312,206,750	9,406,816	321,613,566
Cost of revenue	(259,092,407)	(7,458,705)	(266,551,112)
Gross profit	53,114,343	1,948,111	55,062,454
General and administration expenses	(14,519,954)	(2,421,215)	(16,941,169)
Marketing expenses	(2,078,751)	(600,009)	(2,678,760)
Provision for doubtful debts	(2,121,769)	-	(2,121,769)
Income (loss) from main operations	34,393,869	(1,073,113)	33,320,756

10 Segment information

<i>For the three-month period ended 31 March 2020</i>	KSA SR	UAE SR	Total SR
Revenue	382,466,821	7,288,682	389,755,503
Cost of revenue	(303,471,143)	(7,253,363)	(310,724,506)
Gross profit	78,995,678	35,319	79,030,997
General and administration expenses	(13,163,005)	(2,126,617)	(15,289,622)
Marketing expenses	(2,072,450)	(80,134)	(2,152,584)
Provision for doubtful debts	(1,754,584)	(71,117)	(1,825,701)
Income (loss) from main operations	62,005,639	(2,242,549)	59,763,090
<i>As at 31 March 2021</i>	KSA SR	UAE SR	Total SR
Net book value of property and equipment	167,805,710	4,187,094	171,992,804
Total assets	1,065,756,731	16,947,091	1,082,703,822
Total liabilities	514,647,823	56,749,747	571,397,570
<i>As at 31 December 2020</i>			
Net book value of property and equipment	168,217,925	4,813,333	173,031,258
Total assets	1,008,263,014	17,746,484	1,026,009,498
Total liabilities	449,206,603	21,273,434	470,480,037

11 Impact of Covid-19

A novel strain of coronavirus (COVID-19) was first identified at the end of December 2019, subsequently in March 2020 was declared as a pandemic by the World Health Organization (WHO). COVID-19 continues to spread throughout in nearly all regions around the world including the Kingdom of Saudi Arabia and resulted in travel restrictions and curfew in the cities which resulted in a slowdown of economic activities and shutdowns of many sectors at global and local levels.

The extent to which coronavirus pandemic impacts the Group's business, operations, and financial results, is uncertain and depends on many factors and future developments, that the Group may not be able to estimate reliably during the current period. These factors include the virus transmission rate, the duration of the outbreak, precautionary actions that may be taken by governmental authorities to reduce the spread of the epidemic and the impact of those actions on economic activity, the impact to the businesses of the Group's customers and partners and other factors.

As far and as of the date of the approval of these interim condensed consolidated financial statements for the three-month period ended 31 March 2021, the Group's operations have not incurred significant impact from the COVID-19 outbreak. The Group will continue to evaluate the nature and extent of the impact on its business and financial results.

12 Contingent liabilities

The Group's bankers have issued, on its behalf, guarantees amounting to SR 9.4 million (31 December 2020: SR 7.9 million) in respect of contract performance, in the normal course of business.

13 Events subsequent to the reporting date

No events have occurred subsequent to the balance sheet date which requires adjustment to, or disclosure, in these interim condensed consolidated financial statements.

14 Comparative information

Certain amounts in the prior period have been reclassified in order to conform to the presentation for the current year.