

**ASEER FOR TRADING, TOURISM, INDUSTRY,  
AGRICULTURE,  
REAL ESTATE AND CONTRACTING COMPANY  
A SAUDI JOINT STOCK COMPANY**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE THREE MONTHS PERIOD  
ENDED 31 MARCH 2022**

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND  
CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**INDEX OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR  
THE THREE MONTHS PERIOD ENDED 31 MARCH 2022 (UNAUDITED)**

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## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the shareholders of  
**Aseer for Trading, Tourism, Industrial, Agricultural, Real Estate and Contracting  
Company.**  
"A Saudi Joint Stock Company"  
Riyadh – Kingdom of Saudi Arabia

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Aseer for Trading, Tourism, Industrial, Agricultural, Real Estate and Contracting Company (the "Company") and its subsidiaries (together the "Group"), as of 31 March 2022, the interim condensed consolidated statement of income, interim condensed consolidated statement of other comprehensive income, the interim condensed consolidated statements of changes in equity and the interim condensed consolidated statement of cash flows for the three months period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim condensed consolidated financial statement in accordance with International Accounting Standard 34 – ("IAS 34") "Interim Financial Reporting" endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this 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" endorsed in the Kingdom of Saudi Arabia. A review of interim condensed consolidated 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 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.

### Emphasis of matter

We draw attention to note No. (9) to the accompanying condensed consolidated interim financial statements, which states that in December 2019, the Group filed two lawsuits at the Public Court in Riyadh against the seller of the land located in the north of Riyadh, at Al Khair District, and against the broker of the purchase deal in order to obligate both the land's seller and the purchasing broker to refund the amount paid to them. During November 2020 a court ruling has been issued in favor of the Group, where the seller of the land is obligate to pay an amount of SR 202 million. During the year ended 31 December 2021, the seller of the land has filed a petition to the Court and was accepted. Accordingly, the court decided to withdraw the previous ruling and dismiss the case due to lack of jurisdiction, and the group has objected on the court ruling. On 03 February 2022, the General Department for large cases of the General Court has issued a preliminary ruling in the favor of the Group to terminate the land sale contract and obligate the seller to repay an amount of SR 202 million in favor of the Group. On 24 April 2022, the Court of Appeal issued its ruling confirming the ruling issued by the General Department for large cases. Our conclusion is not modified in respect of this matter.

### 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) that is endorsed in the Kingdom of Saudi Arabia.

**For Dr. Mohamed Al-Amri & Co.**



Gihad A. Al-Amri  
Certified Public Accountant  
License Number 362



Riyadh on: 21 Shawwal 1443 (H)  
Corresponding to: 22 May 2022 (G)

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)  
(IN SAUDI RIYALS)**

<i>For the three months period ended 31</i>			
<i>March</i>			
	<b>Notes</b>	<b>2022</b>	<b>2021</b>
Net sales	4	472,977,573	426,204,503
Cost of sales		(339,535,998)	(300,597,858)
<b>GROSS PROFIT FROM SALES</b>		<b>133,441,575</b>	<b>125,606,645</b>
<b>Investments</b>			
Profits from investments for trading at fair value through profit or loss	10	3,844,955	-
Profit from sale of investment properties		5,836,764	-
Company's share from the gain of an associate	7 (A)	5,152,777	2,851,378
<b>TOTAL PROFIT FROM INVESTMENT</b>		<b>14,834,496</b>	<b>2,851,378</b>
<b>GROSS PROFIT</b>		<b>148,276,071</b>	<b>128,458,023</b>
Selling and distribution expenses		(69,771,213)	(67,643,135)
General and administrative expenses		(48,454,434)	(43,047,669)
Other operating (expenses) / income		(24,901)	763,003
<b>TOTAL EXPENSES</b>		<b>(118,250,548)</b>	<b>(109,927,801)</b>
<b>NET INCOME FROM OPERATIONS</b>		<b>30,025,523</b>	<b>18,530,222</b>
Foreign currency exchange loss		(1,175,183)	(39,895)
Finance charges		(4,324,084)	(4,537,711)
Other income		3,222,079	822,883
<b>INCOME BEFORE ZAKAT AND INCOME TAX</b>		<b>27,748,335</b>	<b>14,775,499</b>
Zakat	5 (A)	(4,205,281)	(3,945,868)
Income tax	5 (B)	(6,748,840)	(6,798,454)
<b>NET INCOME FOR THE PERIOD</b>		<b>16,794,214</b>	<b>4,031,177</b>
<b>NET INCOME / (LOSS) FOR THE YEAR ATTRIBUTABLE TO:</b>			
Shareholders of the Parent Company		10,235,332	(1,388,654)
Non-controlling interests		6,558,882	5,419,831
		<b>16,794,214</b>	<b>4,031,177</b>
Basic and diluted earnings / (loss) per share attributable to the Parent Company's shareholders			
<b>Net profit / (loss) for the period</b>	6	<b>0.08</b>	<b>(0.01)</b>
Weighted average number of common shares at the end of the period		126,388,889	126,388,889

Managing Director and CEO



Chief Financial Officer



The accompanying notes from 1 to 15 form an integral part of these consolidated financial statements.

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME  
(UNAUDITED)  
(IN SAUDI RIYALS)**

		<i>For the three months period ended 31 March</i>	
	Notes	2022	2021
<b>NET PROFIT FOR THE PERIOD</b>		<b>16,794,214</b>	<b>4,031,177</b>
<b>OTHER COMPREHENSIVE INCOME:</b>			
<b><u>Items that may be reclassified subsequently to statement of income</u></b>			
Subsidiary's financial statements' translation differences	14	(27,718,986)	27,876
<b><u>Items that will not be reclassified to statement of income</u></b>			
Net unrealized (loss) / gains on revaluation of equity instruments at fair value through OCI	7 (B)	(8,270,000)	53,130,000
<b>TOTAL OTHER COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD</b>		<b>(35,988,986)</b>	<b>53,157,876</b>
<b>TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD</b>		<b>(19,194,772)</b>	<b>57,189,053</b>
<b>ATTRIBUTABLE TO:</b>			
Shareholders of the Parent Company		(13,421,477)	51,756,820
Non-controlling interests		(5,773,295)	5,432,233
		<b>(19,194,772)</b>	<b>57,189,053</b>

Managing Director and CEO



Chief Financial Officer



The accompanying notes from 1 to 15 form an integral part of these interim condensed consolidated financial statements.

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
(IN SAUDI RIYALS)**

	Notes	As at 31 March 2022 (Unaudited)	As at 31 December 2021 (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		853,623,662	871,334,654
Right of use assets		46,223,090	51,013,624
Investment properties		5,000,000	7,163,236
Intangible assets		159,912,027	159,989,718
Investments and financial assets	7	903,794,035	906,911,258
Deferred tax assets		733,769	446,342
<b>TOTAL NON-CURRENT ASSETS</b>		<b>1,969,286,583</b>	<b>1,996,858,832</b>
<b>CURRENT ASSETS</b>			
Inventories, net		467,825,056	401,870,424
Trade receivables, net	8	272,533,179	231,853,653
Prepaid expenses and other assets	9	262,965,641	256,143,761
Assets available for sale		10,080,000	10,080,000
Investments for trading at fair value through profit and loss	10	33,844,955	-
Due from related parties		722,648	1,395,083
Cash and cash equivalent		274,804,720	149,233,146
<b>TOTAL CURRENT ASSETS</b>		<b>1,322,776,199</b>	<b>1,050,576,067</b>
<b>TOTAL ASSETS</b>		<b>3,292,062,782</b>	<b>3,047,434,899</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Capital		1,263,888,890	1,263,888,890
Statutory reserve		219,249,829	219,249,829
Accumulated losses		(29,900,532)	(40,135,864)
Net gains on re-valuation of equity instrument at fair value through OCI	7 (B)	30,991,341	39,261,341
Subsidiary's financial statements' translation differences	14	(95,822,633)	(80,435,824)
<b>TOTAL EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT COMPANY</b>		<b>1,388,406,895</b>	<b>1,401,828,372</b>
Non-controlling interests		414,222,881	419,996,176
<b>TOTAL EQUITY</b>		<b>1,802,629,776</b>	<b>1,821,824,548</b>
<b>NON-CURRENT LIABILITIES</b>			
Islamic Murabaha contracts and long-term loans	11	225,168,703	228,871,422
Lease liability		33,133,752	36,116,696
Employees benefits liabilities		110,996,942	111,522,743
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>369,299,397</b>	<b>376,510,861</b>
<b>CURRENT LIABILITIES</b>			
Trade payables and other accruals		355,647,010	301,397,244
Islamic Murabaha financing and short-term loans	12	514,467,557	321,614,951
Islamic Murabaha contracts and long-term loans - Current portion	11	145,872,331	126,630,614
Lease liability – Current portion		17,111,907	17,849,831
Dividends payable		12,943,614	12,943,614
Due to related parties		652,524	967,652
Zakat and income tax	5	73,438,666	67,695,584
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,120,133,609</b>	<b>849,099,490</b>
<b>TOTAL LIABILITIES</b>		<b>1,489,433,006</b>	<b>1,225,610,351</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3,292,062,782</b>	<b>3,047,434,899</b>

Managing Director and CEO

Chief Financial Officer

The accompanying notes from 1 to 15 form an integral part of these interim condensed consolidated financial statements.



**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**(IN SAUDI RIYALS)**

**Equity attributable to shareholders of the Parent Company**

	Net gains on re-valuation of equity instrument at fair value through OCI			Subsidiary's financial statements' translation differences	Total equity attributable to the parent Company	Non-controlling interests	Total equity
	Capital	Statutory reserve	Accumulated losses				
<b>For the period ended 31 March 2022</b>							
Balance as at 1 January 2022	1,263,888,890	219,249,829	(40,135,864)	39,261,341	(80,435,824)	1,401,828,372	419,996,176
Net profit for the period	-	-	10,235,332	-	-	10,235,332	6,558,882
Subsidiary's financial statements' translation differences	-	-	-	-	(15,386,809)	(15,386,809)	(12,332,177)
Unrealized loss from equity instruments at fair value through OCI	-	-	-	(8,270,000)	-	(8,270,000)	-
Total comprehensive income	-	-	10,235,332	(8,270,000)	(15,386,809)	(13,421,477)	(5,773,295)
Balance as of 31 March 2022	1,263,888,890	219,249,829	(29,900,532)	30,991,341	(95,822,633)	1,388,406,895	414,222,881
<b>For the period ended 31 March 2021</b>							
Balance as at 1 January 2021	1,263,888,890	311,666,945	(63,684,060)	(51,177,261)	(80,394,578)	1,380,299,936	434,213,174
Net loss for the period	-	-	(1,388,654)	-	-	(1,388,654)	5,419,831
Subsidiary's financial statements' translation differences	-	-	-	-	15,474	15,474	12,402
Unrealized gain from equity instruments at fair value through OCI	-	-	-	53,130,000	-	53,130,000	-
Total comprehensive income	-	-	(1,388,654)	53,130,000	15,474	51,756,820	5,432,233
Dividend in a subsidiary Company	-	-	-	-	-	-	(20,973,860)
Balance as of 31 March 2021	1,263,888,890	311,666,945	(65,072,714)	1,952,739	(80,379,104)	1,432,056,756	418,671,547

Managing Director and CEO



Chief Financial Officer



The accompanying notes from 1 to 15 form an integral part of these interim condensed consolidated financial statements.



**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**(IN SAUDI RIYALS)**

	For the three months period ended 31 March	
	2022	2021
Notes		
<b>OPERATING ACTIVITIES</b>		
Income before zakat and income tax	27,748,335	14,775,499
<b>Adjustments for:</b>		
Company's share from net profit of an associate Company	7 (A) (5,152,777)	(2,851,378)
Profit from investments for trading at fair value through profit or loss	(3,844,955)	-
Depreciation of property, plant and equipment and right of use assets	25,675,772	26,768,199
Amortization of intangible assets	101,550	52,441
Losses / (gains) from sale of property, plant and equipment	104,528	(924,374)
Profit from sale of investment property	(5,836,764)	-
Finance charges	4,324,084	4,537,711
	43,119,773	42,358,098
<b>Changes in operating assets and liabilities:</b>		
Change in trade receivables, prepaid expenses and other assets	(54,983,835)	(95,439,646)
Change in inventories	(86,327,855)	(15,864,589)
Change in trade payable and other accruals	71,300,818	22,716,866
Change in due to related parties	357,307	(730,304)
Change in employees' benefits liabilities	(552,908)	(10,370,927)
<b>Cash from operations</b>	(27,086,700)	(57,330,502)
Zakat and income tax paid	(1,276,385)	(1,279,210)
Finance charges paid	(1,495,515)	(4,537,711)
<b>Net cash used in operating activities</b>	(29,858,600)	(63,147,423)
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and assets under constructions	(13,287,620)	(7,581,159)
Proceeds from sale of property, plant and equipment	-	953,054
Proceeds from sale of investment properties	8,000,000	-
Payment for purchase of investments	(30,000,000)	-
<b>Net cash used in investing activities</b>	(35,287,620)	(6,628,105)
<b>FINANCING ACTIVITIES</b>		
Net movement in Murabaha financing and short and long-term loans	208,391,604	248,667,813
Share of non-controlling interest of dividend in a subsidiaries Companies	-	(20,973,860)
Lease liabilities paid	(3,976,481)	(2,624,010)
<b>Net cash generated from financing activities</b>	204,415,123	225,069,943
<b>NET CHANGE IN CASH AND CASH EQUIVALENT</b>	139,268,903	155,294,415
Effect of exchange difference from translation of cash and cash equivalent	(13,697,329)	110,560
Cash and cash equivalent at the beginning of the period	149,233,146	177,571,679
<b>CASH AND CASH EQUIVALENT AT THE END OF THE PERIOD</b>	274,804,720	332,976,654
<b>MAJOR NON-CASH TRANSACTIONS:</b>		
Effect of exchange in a subsidiary's financial statements' translation differences	(27,718,986)	27,876
Net unrealised (loss) / gains on re-valuation of equity instrument at fair value through OCI	(8,270,000)	53,130,000

Managing Director and CEO



Chief Financial Officer



The accompanying notes from 1 to 15 form an integral part of these interim condensed consolidated financial statements.

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

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**1. COMPANY'S INFORMATION**

Aseer for Trading, Tourism, Industry, Agriculture, Real estate and Contracting Company ("the Company" or the "Parent Company") was incorporated as a Saudi Joint Stock Company, in accordance with the Regulations for Companies in the Kingdom of Saudi Arabia, according to Royal Decree No. 78 dated 7 Dhul- Qadah 1395 H (corresponding to 11 November 1975). The Company operates under Commercial Registration No. 5850000276 issued in Abha on 15 Muharam 1397 H, (corresponding to 5 January 1977).

The Company is also listed in the Capital Market Authority in Kingdom of Saudi Arabia. The Parent Company is 53.18% owned by a major shareholder (Dala Al Baraka Holding Company) and 46.82% by other shareholders.

The capital of the parent company consists of 126,388,889 shares as of 31 March 2022, the value of each of which is 10 Saudi riyals (31 December 2021: 126,388,889 shares).

The Company is engaged in importing, exporting, trading agencies, establishing and investing in businesses and touristic, agricultural, commercial and industrial projects, including packaging, water bottling, real estate, acquisition and plotting of lands, contracting and any related activity, to operate jointly with other entities and companies engaged in similar activities, or merging into such entities or companies and forming subsidiaries alone or jointly with others. The company's subsidiaries are engaged in several activities such as manufacturing dairy, juice and dairy products, as well as manufacturing, packaging, wholesale and retail trading in food products, manufacturing textiles.

The registered office of the Company is CMC tower, Almalqa district, KING Fahad road, Riyadh, Kingdome of Saudi Arabia.

**2. BASIS OF PREPARATION AND SUMMEERY OF SIGNIFICANT ACCOUNTING POLICIES**

**2.1 BASIS OF PREPARATION**

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard (34) "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia and other standards and publications approved by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The interim condensed consolidated financial statements do not include all the information and explanations required in the annual financial statements, and they must be read in conjunction with the Group's consolidated financial statements for the year ended 31 December 2021. Also, the results for the initial financial period ended on 31 March 2022 do not necessarily reflect the results that would be expected for the fiscal year ending on 31 December 2022.

**2.2 BASIS OF MEASUREMENT**

These interim condensed consolidated financial statements have been prepared on a historical cost convention, except for financial instruments that have been measured at fair value. For employees' defined benefit liabilities that is measured at the present value of future obligations using the Projected Unit Credit Method.

**2.3 FUNCTIONAL AND PRESENTATION CURRENCY**

These consolidated financial statements are presented in Saudi Riyals, which is the functional currency of the Group, unless otherwise indicated.

**2.4 BASIS OF CONSOLIDATION**

The consolidated financial statements include the financial statements of the Company and its subsidiaries (together the "Group") as at 31 March 2022.

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

Below are the details of subsidiaries:

Subsidiary	Country of incorporation	Ownership percentage	
		31 March 2022	31 December 2021
Aseer Al Arabiah for Industrial Investment Company Limited (Single owner Company) and subsidiaries (see notes A below)	Kingdom of Saudi Arabia	100%	100%
Al Khawatem for Trading and Contracting Company Limited (Single owner Company)	Kingdom of Saudi Arabia	100%	100%
Al-Mawajed International Real Estate Development & Development Co., Ltd. (Single owner Company)	Kingdom of Saudi Arabia	100%	100%

A- Aseer Al Arabiah for Industrial Investment Company Limited consolidated financial statements include the following subsidiaries (a subsidiary of the Parent Company):

Subsidiary	Operation	Country of incorporation	Ownership percentage	
			31 March 2022	31 December 2021
Halawani Brothers Company (a Saudi Joint Stock Company) (see note B below)	Manufacturing, packaging and trade of food products	Kingdom of Saudi Arabia	55.51%	55.51%
Al Rabie Saudi Foods Company Limited	Manufacture of dairy products, juices and beverages	Kingdom of Saudi Arabia	57.30%	57.30%
Textile & Readymade Garments Company Limited	Production of the Saudi dress and uniforms	Kingdom of Saudi Arabia	62.30%	62.30%

B- The consolidated financial statements of Halawani Brothers (Saudi Joint Stock Company) include the following subsidiary:

Subsidiary	Country of incorporation	Ownership percentage	
		31 March 2022	31 December 2021
Halawani Brothers Company (a closed joint stock company)	Egypt	100%	100%

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

**2.5 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies, judgments and estimates applied in preparing the accompanying interim condensed consolidated financial statements are the same as those mentioned in the group's consolidated financial statements as of 31 December 2021.

**2.6 APPLICATION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRSs)**

**A, New and amended standards and interpretations**

There are no new and amended standards and interpretations applicable as of March 31, 2022.

**B, New and amended IFRSs not yet effective**

Standards issued but not yet effective are consistent with those disclosed in the consolidated financial statements for the year ended December 31, 2021. Noting that the Group has not early adopted any new standards interpretations or amendments that have been issued but are not yet effective.

**3. SEGMENTAL INFORMATION**

A segment is a distinguishable component of the Group that is engaged either in providing products or services (a business segment) or in providing products or services within a particular economic environment (a geographic segment), and its profits and losses are different from other segments.

The Group uses business segment and geographical segment. The Group performs its activities in Kingdom of Saudi Arabia, Egypt and other countries. The selected financial information for geographical and business segments as follows:

**A) Business segments**

The Group's business segments are represented in the investment and industrial segments. Following is selected information about each of those two segments:

	<i>Investment segment SR'000'</i>	<i>Industrial segment SR'000'</i>	<i>Total SR'000'</i>
<b>31 March 2022</b>			
Total assets	1,314,630	1,977,433	3,292,063
Total liabilities and non-controlling interests	521,366	1,382,290	1,903,656
Property, plant and equipment	3,910	849,714	853,624
Net sales and investment income	14,834	472,978	487,812
Gross profit	14,834	133,442	148,276
Depreciation and amortization of intangible assets	387	25,390	25,777
Capital expenditures	132	13,156	13,288
	<i>Investment segment SR'000'</i>	<i>Industrial segment SR'000'</i>	<i>Total SR'000'</i>
<b>31 December 2021</b>			
Total assets	1,185,447	1,861,988	3,047,435
Total liabilities and non-controlling interests	392,765	1,252,842	1,645,607
Property, plant and equipment	3,958	867,377	871,335
Capital expenditures	678	27,685	28,363
<b>31 March 2021</b>			
Net sales and investment income	2,851	426,205	429,056
Gross profit	2,851	125,607	128,458
Depreciation and amortization of intangible assets	386	26,435	26,821

**ASEER FOR TRADING, TOURISM, INDUSTRY, AGRICULTURE, REAL ESTATE AND CONTRACTING COMPANY (A SAUDI JOINT STOCK COMPANY)**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

**B) Geographical segments**

<b>31 March 2022</b>	<i>Kingdom of Saudi Arabia</i>	<i>Egypt</i>	<i>Other Arab and foreign countries</i>	<i>Reconciliations</i>	<i>Total</i>
<b>Description</b>	<b>SR '000'</b>	<b>SR '000'</b>	<b>SR '000'</b>	<b>SR '000'</b>	<b>SR '000'</b>
Total assets	3,139,252	325,951	-	(173,140)	3,292,063
Total liabilities	1,336,622	154,008	-	(1,197)	1,489,433
Net sales	273,670	159,109	40,292	(93)	472,978
<b>31 December 2021</b>	<i>Kingdom of Saudi Arabia</i>	<i>Egypt</i>	<i>Other Arab and foreign countries</i>	<i>Reconciliations</i>	<i>Total</i>
<b>Description</b>	<b>SR '000'</b>	<b>SR '000'</b>	<b>SR '000'</b>	<b>SR '000'</b>	<b>SR '000'</b>
Total assets	2,941,366	292,964	-	(186,895)	3,047,435
Total liabilities	1,119,541	106,240	-	(171)	1,225,610
31 March 2021					
Net sales	226,855	151,491	48,392	(533)	426,205

**4. NET SALES**

Below is the classification of the Group's revenue from contracts with customers as per the various classifications affected by the nature of economic factors, amount and the timing of sales:

	<b>For the period ended</b>	
	<b>31 March 2022</b>	<b>31 March 2021</b>
Food products	301,534,713	286,579,317
Drinks and beverages	170,764,348	139,151,371
Other	678,512	473,815
	<b>472,977,573</b>	<b>426,204,503</b>

**5. ZAKAT AND INCOME TAX PAYABLE**

Provision for zakat and income tax payable consists of the following:

	<b>As at</b>	
	<b>31 March 2022</b>	<b>31 December 2021</b>
Zakat payable	46,080,811	41,875,530
Income tax payable	27,357,855	25,820,054
	<b>73,438,666</b>	<b>67,695,584</b>

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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

**A) Zakat**

Movement in zakat on the Group was as follows:

	<b>For the period / year ended</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2022</b>	<b>2021</b>
Balance at the beginning of the period / year	<b>41,875,530</b>	39,491,244
Provided during the period / year	<b>4,205,281</b>	16,323,856
Paid during the period / year	-	(13,695,859)
Adjustments	-	(243,711)
Balance at the end of the period / year	<b>46,080,811</b>	41,875,530

Zakat charged to the interim condensed consolidated statement of income:

	<b>For the period ended</b>	
	<b>31 March</b>	<b>31 March</b>
	<b>2022</b>	<b>2021</b>
Provided during the period	<b>4,205,281</b>	3,945,868

**B) Income tax**

Movement in income tax was as follows:

	<b>For the period / year ended</b>	
	<b>31 March</b>	<b>31 December</b>
	<b>2022</b>	<b>2021</b>
At the beginning of the period / year	<b>25,820,054</b>	25,029,998
Income tax during the period / year	<b>7,147,471</b>	29,949,306
Paid during the period / year	<b>(1,276,385)</b>	(29,160,095)
Translation differences	<b>(4,333,285)</b>	845
Balance at the end of the period / year	<b>27,357,855</b>	25,820,054

Income tax charged to interim condensed consolidated statement of income as follows:

	<b>For the period ended</b>	
	<b>31 March</b>	<b>31 March</b>
	<b>2022</b>	<b>2021</b>
Current income tax	<b>7,147,471</b>	7,211,483
Deferred income tax	<b>(398,631)</b>	(413,029)
	<b>6,748,840</b>	6,798,454

**C) Zakat and tax status**

There has been no material change in the group's zakat or tax status compared to the zakat and tax status for the year ended 31 December 2021.

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**6. EARNINGS PER SHARE**

Basic and diluted earnings per share is calculated by dividing the net loss for the period attributable to the shareholders of the Parent Company by the number of outstanding ordinary shares as follows:

	<b>For the period ended</b>	
	<b>31 March 2022</b>	<b>31 March 2021</b>
Profit / (Loss) for the period attributable to the shareholders of the Parent Company	<b>10,235,332</b>	(1,388,654)
Weighted average number of outstanding ordinary shares	<b>126,388,889</b>	126,388,889
Basic and diluted profit (loss) per share attributable to the shareholders of Parent Company	<b>0.08</b>	(0.01)

**7. INVESTMENTS AND FINANCIAL ASSETS**

	<b>31 March 2022</b>	<b>31 December 2021</b>
Investments in associate (see note “a” below)	<b>16,499,870</b>	11,347,093
Equity instruments at fair value through OCI (see note “b” below)	<b>774,859,165</b>	783,129,165
Debt instruments at fair value through profit or loss (see note “c” below)	<b>112,435,000</b>	112,435,000
	<b>903,794,035</b>	906,911,258

**a) Investments in an associate**

<b><u>Company’s name</u></b>	<b><u>Country of incorporation</u></b>	<b><u>Main activity</u></b>	<b><u>Shareholding percentage</u></b>		<b><u>31 March 2022</u></b>	<b><u>31 December 2021</u></b>
			<b>2022</b>	<b>2021</b>		
Alessa Industries Company (see note below)	Kingdom of Saudi Arabia	Wholesale and retail	<b>38%</b>	38%	<b>16,499,870</b>	11,347,093

Number of shares owned by the Company is 28.5 million shares of the total share capital of Alessa Industries Company amounted to 75 million shares with ownership of 38% of its equity.

Movement in investment for the period ended 31 March is as follows:

	<b>31 March 2022</b>	<b>31 December 2021</b>
Investment balance at the beginning of the period / year	<b>11,347,093</b>	72,612,289
Group’s share from net profit / (loss) of an associate	<b>5,152,777</b>	(60,380,298)
Group’s share of other comprehensive income	-	(884,898)
	<b>16,499,870</b>	11,347,093



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(All amounts are presented in Saudi Riyals unless otherwise indicated)

**b) Equity instruments at fair value through OCI**

	<b>Quoted</b>	<b>Un-quoted</b>	<b>Total 31 March 2022</b>	<b>Total 31 December 2021</b>
<b>Cost:</b>				
At the beginning of the period / year	<b>390,600,000</b>	<b>353,267,824</b>	<b>743,867,824</b>	710,080,634
Additions	-	-	-	33,787,190
At the end of the period / year	<b>390,600,000</b>	<b>353,267,824</b>	<b>743,867,824</b>	743,867,824
<b>Net unrealized gain / (loss) from revaluation of investments and financial assets:</b>				
At the beginning of the period / year	<b>101,370,000</b>	<b>(62,108,659)</b>	<b>39,261,341</b>	(51,177,261)
Revaluation	<b>(8,270,000)</b>	-	<b>(8,270,000)</b>	90,438,602
At the end of the period / year	<b>93,100,000</b>	<b>(62,108,659)</b>	<b>30,991,341</b>	39,261,341
<b>Net book value</b>	<b>483,700,000</b>	<b>291,159,165</b>	<b>774,859,165</b>	783,129,165

During the year ended 31 December 2021, one of the investee Company increased its capital. Accordingly, the Group maintained its percentage of investment in this Company, and the investment value was increased by 33.7 million Saudi Riyals.

The Group owns 35 million shares as of 31 March 2022 (31 December 2021: 35 million shares) in Emaar the Economic City, with a value of 408.8 million Saudi Riyals, as of 31 March 2022 (31 December 2021: 418 million Saudi Riyals). The group is required to obtain the approval of the Economic Cities Authority before disposing of the shares it owns.

**c) Debt instruments at fair value through profit or loss**

	<b>31 March 2022</b>	<b>31 December 2021</b>
Balance as at the beginning of the period / year	<b>112,435,000</b>	109,855,000
Revaluation of debt instruments at fair value through statement of income	-	2,580,000
Balance as at the end of the period / year	<b>112,435,000</b>	112,435,000

**8. TRADE RECEIVABLES, NET**

	<b>31 March 2022</b>	<b>31 December 2021</b>
Trade receivables	<b>296,502,620</b>	255,075,256
Provision of expected credit losses	<b>(23,969,441)</b>	(23,221,603)
	<b>272,533,179</b>	231,853,653

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

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**9. PREPAID EXPENSES AND OTHER ASSETS**

On 28 April 2019, the Company received a letter from the seller stating that the title deed of the purchased land in 2009 amounting to SR 219,739,441 was revoked by an order issued from the Public Court in Riyadh for a reason outside the control of the seller and Company's will. The Company paid SR 207,239,441 and the remaining amount of SR 12,500,000 was unpaid. The decision has become final and must be adhered to and implemented. The seller presented some solutions and suggestions to the Company in a way that preserves all its rights. After receiving the above-mentioned letter, the Company confirmed its validity through the concerned parties and is assured that the revocation is correct for reasons pertaining the seller as the revocation is attributive to the main title deed of the land and its scope. The Company has no relation or involvement in this matter and was not informed or involved in this matter, court hearings, sessions, discussions, or investigations. The Company inquired before purchasing the land, confirmed the validity of the title deed through a committee of attorney public composed of three members as per statement of permission issued on 28 Rajab 1430H.

On 18 Rabi II 1441H (corresponding to: 15 December 2019), the Company filed two lawsuits at the Public Court in Riyadh against the seller of the land located north of Riyadh, Al Khair District, and against the broker of the purchase deal requesting to compel both the land seller and purchase broker (claimers) to return the amount paid to them amounted to SR 207,239 million of the land value to the Company with retaining its right to claim any compensation for any losses or financial claims that have arisen or that may be caused due to revocation of the said land deed. Based on the opinion of the legal consultant of the Company and inquiries made with him, the documents and papers presented in both lawsuits are strong and explicit and form legal evidence of contractual relationship and prove the right of the Company to collect and recover the purchase amount paid due to revocation of the title deed and its right as well as to collect and recover the brokerage fees paid to the sale broker.

During the year ended 31 December 2019, the Company de-recognized the total land amount from the books amounted to SR 181,500,000 and recognized as trade receivable on the seller and broker with total amount of SR 207,239,441 after deducting the remaining amount due to the seller of the land value of SR 12,500,000. The book value of the land amounts to SR 181,500,000 representing purchase price of SR 219,739,441 less impairment previously recognized amounting to SR 38,239,441.

During November 2020, a final ruling was issued in favor of the Company to revoke the sale contract between the Company and the seller of the land and bind the seller of the land to pay an amount of SR 202 million to the Company.

On 19 Shaaban 1442 H corresponding to 01 April 2021, the Company received a letter from its legal counsel stating the following:

That the defendant (land's seller) filed a petition to the court on 05 Shaaban 1442H, corresponding to 18 March 2021, to overturn the verdict and dismiss the case after the expiry of the formal objection period and petition was accepted, and according to that:

The Court dismissed the previous ruling and dismiss the case for lack of jurisdiction because the case is one of the big cases with amounts of more than 100 million Saudi Riyals.

The Company has objected the ruling as it was not valid, as the Company's legal advisor considers that the ruling violates the law and the rules of procedures in the courts. The Company's legal advisor believes that the court's rejection of the lawsuit will not have an impact on the Company's position, as it is a formal procedure, not subjective.

On 03 February 2022, the General Department for large cases of the General Court has issued a preliminary ruling in the favor of the Group as follow:

First: To terminate the sale's contract pertaining to north Riyadh land between the Company and the seller and what's entitled to it.

Second: Obligate the land seller to repay an amount of SR 202 million in favor of the Company.

During the subsequent period, on 24 April 2022, the Court of Appeal issued its ruling confirming the ruling issued by the General Department for large cases.

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(All amounts are presented in Saudi Riyals unless otherwise indicated)

**10. INVESTMENTS FOR TRADING AT FAIR VALUE THROUGH PROFIT OR LOSS**

During the period ended on 31 March 2022, the Company invested in one of the investment portfolios which managed by one of the licensed parties for an amount of SR 30 million, and the investment resulted in profits by SR 3.8 million. The investment balance as of 31 March 2022 is SR 33.8 million.

**11. ISLAMIC MURABAHA FINANCING CONTRACTS AND LONG-TERM LOANS**

	<b>31 March 2022</b>	<b>31 December 2021</b>
Facilities and long-term loans	<b>371,041,034</b>	355,502,036
Amounts due within a year	<b>(145,872,331)</b>	(126,630,614)
<b>Non-current portion</b>	<b>225,168,703</b>	228,871,422

The group has a number of Islamic Murabaha contracts agreements and long-term loans that were disclosed in the group's financial statements as of 31 December 2021, in addition to the following contracts that the group cancelled during the period ended 31 March 2022, which are as follows:

During the year 2019, one of the subsidiaries signed a financing agreement (Tawarruq) with Banque Saudi Fransi in the amount of SR 150 million. The entire financing balance has been withdrawn by the Company. According to the terms of the agreement, the repayment of the financing is due in instalments ending on 30 September 2023. However, the subsidiary, during the period ended 31 March 2022, paid the total instalments due on the loan.

**12. SHORT-TERM ISLAMIC MURABAHA FINANCING**

	<b>31 March 2022</b>	<b>31 December 2021</b>
Balance at the beginning of the period / year	<b>321,614,951</b>	185,827,234
Net movement during the period / year	<b>192,852,606</b>	135,787,717
Balance at the beginning of the period / year	<b>514,467,557</b>	321,614,951

The group has a number of short-term Islamic Murabaha financing agreements that were disclosed in the group's financial statements as at 31 December 2021, in addition to the following agreement entered into by the group during the period ended on 31 March 2022, which is as follows:

During the period ended 31 March 2022, the Parent Company entered into an Islamic financing agreement with Al Rajhi Bank, the total value of the financing facilities amounting to SR 200 million. And the loan balance as of 31 March 2022 is amounted to SR 100 million.

**13. COVID-19 OUTBREAK**

Since the beginning of the year 2020, the outbreak of the Corona Virus (Covid 19) has caused disruptions to social and economic activities worldwide, including in the Kingdom of Saudi Arabia, and the resulting disruption in those markets during the previous two years, the management continues to proactively assess its impact on its operations. At this time, management is not aware of any expected factors that may affect the Group's operations during or after 2022. Management believes that the (Covid-19) epidemic did not have a material impact on the financial results of the group that were reported for the period ended 31 March 2022, including significant accounting judgments and estimates. The Group continues to closely monitor the situation of (Covid-19), although the management at this time is not aware of any expected factors that may change the impact of the pandemic on the Group's operations during 2022 or beyond.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

(All amounts are presented in Saudi Riyals unless otherwise indicated)

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**14. SIGNIFICANT EVENTS**

On 09 January 2022 (corresponding to 6 Jumada al-Thani 1443 AH), the Company's General Assembly approved the amendment of the Company's trade name to become "SENAD Holding". The legal procedures and necessary approvals from the competent authorities were not completed until the date of approval of the interim condensed and consolidated financial statements.

During the period ended 31 March 2022, the Egyptian pound recorded a decrease in the exchange rate by about 17% against the Saudi riyal. As a result, translation differences were recorded in a subsidiary Company in the Arab Republic of Egypt by SR 27.7 million in the interim condensed consolidated statement of other comprehensive income.

In February 2022, a conflict broke out between the Russian Federation and Ukraine and the subsequent events that may have financial implications for many economic entities that have material transactions with these countries, as well as for direct interests (such as suppliers, customers, investments and lenders). Political events are constantly changing and different around the world. The main potential impacts of the war are interruptions in production and closures of roads and facilities in the affected areas, travel disruptions in Eastern Europe, commodity and currency fluctuations leading to increased costs and expenditures, and disruptions in banking systems and capital markets. Nevertheless, management closely monitors and analyses market developments in this volatile situation. Despite the current uncertainties, there is currently no indication of an impact on the Group's business or non-fulfilment of its obligations and its future operational performance.

**15. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

These interim condensed consolidated financial statements were approved by Board of Directors on 21 Shawwal 1443 (H) (Corresponding to 22 May 2022 (G)).