

BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A Listed Saudi Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE THREE AND NINE MONTHS PERIODS
ENDED 30 SEPTMEBER 2023 AND
INDEPENDENT AUDITOR'S REVIEW REPORT

BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A Listed Saudi Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2023
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INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS

To the Shareholders of
Bait Alshateera Fast Food Restaurants
(A Listed Saudi Joint Stock Company)
Riyadh, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying condensed statement of financial position of Bait Alshateera Fast Food Restaurants (the "Company"), a Listed Saudi Joint Stock Company, as at 30 September 2023, and the condensed statement of profit or loss and other comprehensive income for the three month and nine month periods then ended, the condensed interim statement of changes in equity and cash flows for the nine 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 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 the International Standard on Review Engagements 2410, "Review of Interim Financial statements 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.

Other matter

The comparative information for the condensed interim statement of profit and loss and other comprehensive income for the three and nine months periods ended 30 September 2023, and changes in equity and cash flows for the nine months period ended 30 September 2023 and related explanatory notes, have not been audited or reviewed.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at and for the three and nine month periods ended 30 September 2023 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.

Maher Al-Khatieb
Certified Public Accountant
Registration No. 514



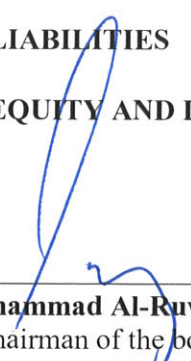
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BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

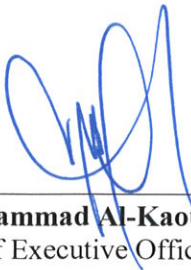
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023

(All amounts are in Saudi Riyals unless otherwise stated)

	30 September 2023	31 December 2022
Note	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Property and equipment	4 77,831,466	77,846,436
Right-of-use assets	5 30,426,804	36,602,676
Assets under construction and development	6 2,348,712	4,414,625
Intangible assets	1,531,628	1,537,407
	<u>112,138,610</u>	<u>120,401,144</u>
Current assets		
Inventories	7 6,488,815	6,338,840
Prepayments and other receivables	17,423,916	17,655,853
Cash and cash equivalents	8 9,498,714	6,843,214
	<u>33,411,445</u>	<u>30,837,907</u>
TOTAL ASSETS	<u><u>145,550,055</u></u>	<u><u>151,239,051</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	35,000,000	35,000,000
Statutory reserve	5,827,285	5,827,285
Retained earnings	23,502,821	16,108,720
TOTAL EQUITY	<u><u>64,330,106</u></u>	<u><u>56,936,005</u></u>
LIABILITIES		
Non-current liabilities		
Loans and borrowings – non current portion	9 6,112,108	13,308,555
Provision for employee end of service benefits	5,266,211	4,774,448
Lease liabilities – non current portion	10 18,346,338	23,261,577
	<u>29,724,657</u>	<u>41,344,580</u>
Current liabilities		
Provision for zakat	216,027	513,499
Loans and borrowings – current portion	9 10,015,556	10,129,791
Trade and other payables	29,578,599	28,442,656
Lease liabilities – current portion	10 11,386,751	13,398,589
Due to related party	11 298,359	473,931
	<u>51,495,292</u>	<u>52,958,466</u>
TOTAL LIABILITIES	<u><u>81,219,949</u></u>	<u><u>94,303,046</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>145,550,055</u></u>	<u><u>151,239,051</u></u>



Mohammad Al-Ruwaigh
Chairman of the board



Mohammad Al-Kaoud
Chief Executive Officer



Malik Hassan
Chief Financial Officer

The accompanying notes from 1 to 16 form an integral part of these interim condensed financial statements.

BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

	Three month ended 30 September 2023	Three month ended 30 September 2022 (Unaudited and unreviewed)	Nine month ended 30 September 2023	Nine month ended 30 September 2022 (Unaudited and unreviewed)
Note	(Unaudited)		(Unaudited)	
Revenue	72,342,357	67,966,694	204,320,620	188,810,362
Cost of revenue	(49,593,067)	(49,005,088)	(144,949,163)	(135,504,610)
Gross profit	22,749,290	18,961,606	59,371,457	53,305,752
Selling expenses	(11,865,987)	(11,154,101)	(31,534,389)	(28,185,765)
Administrative expenses	(6,428,265)	(6,567,474)	(17,837,214)	(19,220,654)
Operating profit	4,455,038	1,240,031	9,999,854	5,899,333
Finance cost	(545,691)	(552,185)	(1,736,847)	(1,682,968)
Gain / (loss) on disposal of assets	-	37,806	(1,324,785)	(682,283)
Other income	259,190	182,879	597,579	443,653
Profit before zakat	4,168,537	908,531	7,535,801	3,977,735
Zakat expense	(113,018)	-	(216,027)	(91,044)
Profit for the period	4,055,519	908,531	7,319,774	3,886,691
Other comprehensive income:				
<i>Items that will not be reclassified to profit or loss:</i>				
Re-measurement of employees' end of service benefits	-	-	74,327	288,616
Total other comprehensive income for the period	-	-	74,327	288,616
Total comprehensive income for the period	4,055,519	908,531	7,394,101	4,175,307
Earnings per share				
Basic and diluted earnings per share	12 0.12	0.03	0.21	0.11
Weighted average number of shares	12 35,000,000	35,000,000	35,000,000	35,000,000

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BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

**CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

	Share capital	Statutory reserve	Retained earnings	Total equity
Balance at 1 January 2022 (Audited)	25,000,000	5,557,588	24,184,390	54,741,978
Profit for the period	-	-	3,886,691	3,886,691
Other comprehensive income	-	-	288,616	288,616
Total comprehensive income for the period	-	-	4,175,307	4,175,307
Transfer to statutory reserve	-	297,816	(297,816)	-
Issuance of bonus shares	10,000,000	-	(10,000,000)	-
Balance at 30 September 2022 (Unaudited and unreviewed)	35,000,000	5,855,404	18,061,881	58,917,285
Balance at 1 January 2023 (Audited)	35,000,000	5,827,285	16,108,720	56,936,005
Profit for the period	-	-	7,319,774	7,319,774
Other comprehensive income	-	-	74,327	74,327
Total comprehensive income for the period	-	-	7,394,101	7,394,101
Balance at 30 September 2023 (Unaudited)	35,000,000	5,827,285	23,502,821	64,330,106

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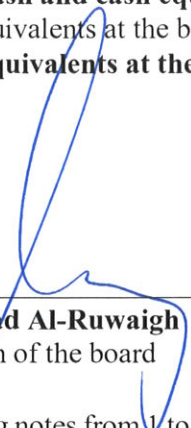
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BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

CONDENSED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in Saudi Riyals unless otherwise stated)

		30 September 2023	30 September 2022
	Note	(Unaudited)	(Unaudited and unreviewed)
Cash flows from operating activities			
Profit before zakat		7,535,801	3,977,735
Adjustments for:			
- Depreciation - Property and equipment	4	8,902,203	7,757,623
- Depreciation - Right of use assets		9,382,253	10,449,324
- Amortization of intangible assets		182,080	166,606
- Finance cost- Lease liabilities		1,044,780	1,088,063
- Finance cost- Loans and borrowings		692,067	594,905
- Loss on disposal of property and equipment		1,389,303	795,388
- Gain on disposal of right of use assets		(29,304)	-
- Provision for employees end of service ' benefits		1,107,658	900,679
		<u>30,206,841</u>	<u>25,730,323</u>
Changes in:			
- Prepayments and other receivables		(208,031)	1,972,654
- Inventories	7	(149,975)	(2,418,887)
- Related parties, net	11	(175,572)	(296,046)
- Trade and other payables		1,525,351	(772,393)
		<u>31,198,614</u>	<u>24,215,651</u>
Cash generated from operations		31,198,614	24,215,651
Employee benefits paid		(541,568)	(289,669)
Zakat paid		(513,499)	(464,900)
Net cash generated from operating activities		<u>30,143,547</u>	<u>23,461,082</u>
Cash flows from investing activities			
Purchase of property and equipment	4	(6,930,625)	(4,154,368)
Additions to assets under construction and development	6	(1,426,248)	(10,441,821)
Purchase of intangible assets		(30,050)	(48,320)
Net cash used in investing activities		<u>(8,386,923)</u>	<u>(14,644,509)</u>
Cash flows from financing activities			
Proceeds from loans and borrowings		1,584,873	8,158,631
Repayment of loans and borrowings		(8,895,555)	(5,622,370)
Finance cost paid		(1,081,476)	(764,479)
Lease liabilities paid		(10,708,966)	(11,237,554)
Net cash used in financing activities		<u>(19,101,124)</u>	<u>(9,465,772)</u>
Net changes in cash and cash equivalents		2,655,500	(649,199)
Cash and cash equivalents at the beginning of the period	8	<u>6,843,214</u>	<u>7,886,360</u>
Cash and cash equivalents at the end of the period		<u>9,498,714</u>	<u>7,237,161</u>


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The accompanying notes from 1 to 16 form an integral part of these condensed interim financial statements.

BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

1. LEGAL STATUS AND NATURE OF OPERATIONS

Bait Alshateera Fast Food Restaurants ('the Company') is a Listed Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia under Commercial Registration No. 1010268241 dated 28/05/1430H corresponding to 22/05/2009.

On 21 June 2021, the Capital Market Authority (CMA) approved the company's request to offer 725,000 shares, representing 29% of the capital, on Nomu (Parallel Market) and the shares of the Company listed on Nomu on 8 September 2021.

The Company's principal activity is chain of quick service restaurants.

The Company's registered office address is P.O. Box 7277, Riyadh 12562, Kingdom of Saudi Arabia.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia, issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA). These condensed interim financial statements should be read in conjunction with the Company's last audited financial statements as at and for the year ended 31 December 2022 ('last annual financial statements').

The accompanying condensed interim financial statements do not include all the information that is required to prepare a complete set of financial statements in accordance with International Financial Reporting Standards ("IFRSs") as endorsed by SOCPA. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

2.2 Preparation of the condensed interim financial statements

These condensed interim financial statements have been prepared on a historical cost basis, except for the defined benefits plan measured at the present value of future obligations using projected unit credit method.

Although the Company's current liabilities exceeded its current assets by SR 18 million as at 30 September 2023 (31 December 2022: SR 22 million), these condensed interim financial statements have been prepared on a going concern basis. This is because of the fact that Company is in operating profits during the three and nine months periods ended 30 September 2023 together with positive operating cash flows for the nine months period ended 30 September 2023. These conditions indicate the Company's ability to pay its future liabilities. Additionally, the Company is expanding its business, which is evident from the increase in revenue and operating profits and hence expected to increase its cash inflows further.

These condensed interim financial statements are presented in Saudi Riyals ("SR"), which is the Company's functional and presentation currency.

2.3 Use of judgment and estimates

In preparing these condensed interim financial statements, management has made the judgement, estimates, and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income, and expenses. 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.

BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in Saudi Riyals unless otherwise stated)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

New standards, interpretations, and amendments

The accounting policies used in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's financial statements for the year ended 31 December 2022, except for the following amendments which apply for the first time in 2023. However, not all are expected to impact the Company as they are either not relevant to the Company's activities or require accounting which is consistent with the Company's current accounting policies.

The following new standards and amendments are effective for the period beginning 1 January 2023:

- Disclosure of Accounting Policies (Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2);
- Definition of Accounting Estimates (Amendments to IAS 8 Accounting policies, Changes in Accounting Estimates and Errors); and
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12 Income Taxes).

These amendments had no impact on the condensed interim financial statements of the Company as there are no such transactions under the above amendments during the current period.

Impact of accounting standards to be applied in future periods

There are a number of standards and interpretations which have been issued by the International Accounting Standards Board that are effective for periods beginning subsequent to 31 December 2023 (the date of the Company's next annual financial statements) that the Company has decided not to adopt early. The Company does not believe these standards and interpretations will have a material impact on the financial statements once adopted.

BAIT ALSHATEERA FAST FOOD RESTAURANTS
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in Saudi Riyals unless otherwise stated)

4. PROPERTY AND EQUIPMENT

Cost:	Land	Building	Installation and fixtures	Furniture	Tools and equipment	Air conditioners	Electrical equipments	Computers	Vehicles	Total
Balance at 1 January 2022	3,772,812	9,309,464	46,463,189	3,608,949	3,107,751	5,255,379	20,992,463	6,983,797	431,765	99,925,569
Additions	-	-	1,226,376	74,493	782,211	92,342	3,690,053	309,874	-	6,175,349
Transfer from assets under construction	-	-	9,341,771	1,128,204	823,233	659,250	779,181	478,681	-	13,210,320
Disposals / write offs during the year	-	-	(2,094,290)	-	-	-	(336,000)	-	-	(2,430,290)
Balance at 31 December 2022	3,772,812	9,309,464	54,937,046	4,811,646	4,713,195	6,006,971	25,125,697	7,772,352	431,765	116,880,948
Additions	-	-	2,351,054	2,609	502,349	14,431	2,639,934	1,410,248	10,000	6,930,625
Transfer from assets under construction	-	-	1,894,214	277,433	209,074	162,000	723,950	79,240	-	3,345,911
Disposal during the period	-	-	(1,685,928)	-	-	-	(85,575)	-	-	(1,771,503)
Balance at 30 September 2023	3,772,812	9,309,464	57,496,386	5,091,688	5,424,618	6,183,402	28,404,006	9,261,840	441,765	125,385,981
Accumulated depreciation:										
Balance at 1 January 2022	-	446,174	14,069,124	1,237,979	668,452	2,395,551	8,147,885	2,484,244	339,883	29,789,292
Charge for the year	-	266,277	5,049,139	380,894	371,645	965,884	2,647,536	865,021	22,484	10,568,880
Elimination on disposals during the year	-	-	(1,111,665)	-	-	-	(211,995)	-	-	(1,323,660)
Balance at 31 December 2022	-	712,451	18,006,598	1,618,873	1,040,097	3,361,435	10,583,426	3,349,265	362,367	39,034,512
Charge for the period	-	199,161	4,210,568	350,645	370,097	748,517	2,284,409	720,850	17,956	8,902,203
Elimination on disposals during the period	-	-	(361,143)	-	-	-	(21,057)	-	-	(382,200)
Balance at 30 September 2023	-	911,612	21,856,023	1,969,518	1,410,194	4,109,952	12,846,778	4,070,115	380,323	47,554,515
Net book value:										
30 September 2023	3,772,812	8,397,852	35,640,363	3,122,170	4,014,424	2,073,450	15,557,228	5,191,725	61,442	77,831,466
31 December 2022	3,772,812	8,597,013	36,930,448	3,192,773	3,673,098	2,645,536	14,542,271	4,423,087	69,398	77,846,436

BAIT ALSHATEERA FAST FOOD RESTAURANTS
(A LISTED SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in Saudi Riyals unless otherwise stated)

5. RIGHT-OF-USE ASSETS

Cost:

Balance at 1 January 2022	60,829,481
Additions during the year	16,913,787
Termination of leases during the year	(10,072,270)
Balance at 31 December 2022	67,670,998
Additions during the period	4,676,418
Termination of leases during the period	(10,292,613)
Balance at 30 September 2023	62,054,803
Accumulated depreciation:	
Balance at 1 January 2022	25,286,193
Charge for the year	13,997,434
Termination of leases during the year	(8,215,305)
Balance at 31 December 2022	31,068,322
Charge for the period	9,382,253
Termination of leases during the period	(8,822,576)
Balance at 30 September 2023	31,627,999
Net book value	
At 30 September 2023	30,426,804
At 31 December 2022	36,602,676

6. ASSETS UNDER CONSTRUCTION AND DEVELOPMENT

Balance at 1 January 2022	3,373,743
Additions during the year	14,433,262
Transfer to property and equipment	(13,210,320)
Transfer to intangible assets	(182,060)
Balance at 31 December 2022	4,414,625
Additions during the period	1,426,248
Transfer to property and equipment	(3,345,911)
Transfer to intangible assets	(146,250)
Balance at 30 September 2023	2,348,712

7. INVENTORIES

	30 September	31 December
	2023	2022
	(Unaudited)	(Audited)
Raw materials	3,697,083	2,581,743
Packing and disposables	2,507,329	3,381,986
Chemicals	284,403	375,111
	6,488,815	6,338,840

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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in Saudi Riyals unless otherwise stated)

8. CASH AND CASH EQUIVALENTS

	30 September	31 December
	2023	2022
	(Unaudited)	(Audited)
Cash at bank	8,778,960	6,224,450
Cash in hand	719,754	618,764
	9,498,714	6,843,214

Cash at bank is held in a current account with a commercial bank in Saudi Arabia. Balance in current account bears no interest.

9. LOANS AND BORROWINGS

	30 September	31 December
	2023	2022
	(Unaudited)	(Audited)
Non-current portion		
Secured bank loans (9.1)	5,876,519	12,489,127
Loan from Social Development Bank (9.2)	235,589	819,428
	6,112,108	13,308,555
Current portion		
Secured bank loans (9.1)	9,301,974	9,416,210
Loan from Social Development Bank (9.2)	713,582	713,581
	10,015,556	10,129,791

9.1 Secured bank loans

	30 September	31 December
	2023	2022
	(Unaudited)	(Audited)
Arab National Bank	3,750,443	5,794,565
Al Rajhi Bank	8,117,292	10,414,510
Riyadh Bank	3,310,758	5,696,262
	15,178,493	21,905,337

These above mentioned loans are secured against promissory notes amounting SR 31.4 million as at 30 September 2023 (31 December 2022: SR 33.1 million) and are repayable over the agreed loan terms.

Loan from Arab National Bank consist of three facilities. Two of the loan facilities will be matured in 2024 and one facility will be matured in 2025.

Loan from Al Rajhi Bank consist of four facilities. Each loan facility will be matured in 2024, 2025, 2026 and 2027 respectively.

Loan from Riyadh Bank consist of one facility that will be matured in 2024.

The Company has a working capital credit facility with SAB bank amounting to SR 4.9 million. The total outstanding amount of this facility as at 30 September 2023 is nil (31 December 2022: nil).

The outstanding secured loans as of 30 September 2023 and 31 December 2022 have markup cost which is generally based on prevailing market rates.

9.2 Loan from social development bank

The Company has obtained a loan from Social Development Bank with carrying amount of SR 0.95 million (31 December 2022: 1.53 million). This loan is secured against a plot of land owned by the Company amounting SR 2.7 million (31 December 2022: land SR 2.7 million).

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

10. LEASE LIABILITES

	30 September 2023
Cost:	
Balance at 1 January 2022	34,491,875
Additions	15,351,975
Finance cost	1,402,215
Payments made during the year	(12,714,221)
Termination of lease	(1,871,678)
Balance at 31 December 2022	36,660,166
Additions	4,236,450
Finance cost	1,044,780
Payments made during the period	(10,708,966)
Termination of lease	(1,499,341)
Balance at 30 September 2023	29,733,089

As at 30 September 2023, non-current portion of lease liabilities amounted to SR 18.34 million and current portion amounting to SR 11.39 million (31 December 2022: SR 23.26 million and SR 13.40 million).

11. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties' transactions

Senior management remuneration

The aggregate amount charged in the condensed interim financial statements for remuneration, including all benefits to Chief Executive Officer, Directors and Executives of the Company for nine months period ended 30 September 2023 is amounting to SR 2 million (30 September 2022: SR 2.38 million).

Related party transactions mainly represent services rendered, undertaken at mutually agreed terms and approved by the board.

Transactions:

Related parties	Relationship	Type of transaction	30 September 2023 (Unaudited)	30 September 2022 (Unaudited and unreviewed)
Yeswa Logistic Services Est.		Service	4,697,570	3,244,240
	Common ownership	Payment for the service received	(4,859,301)	(3,318,442)

Balances:

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Due to related party		
Yeswa Logistic Services Est.	298,359	460,090
Saldwich Company	-	13,841
	298,359	473,931

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(All amounts are in Saudi Riyals unless otherwise stated)

12. EARNINGS PER SHARE (EPS)

Basic and diluted EPS

The calculation of basic and diluted EPS has been based on the following profit attributable to ordinary shareholders and the weighted-average number of ordinary shares outstanding.

	Three months ended 30 September 2023 (Unaudited)	Three months ended 30 September 2022 (Unaudited and unreviewed)	Nine months ended 30 September 2023 (Unaudited)	Nine months ended 30 September 2022 (Unaudited and unreviewed)
Profit attributable to ordinary shareholders	4,055,519	908,531	7,319,774	3,886,691
Weighted-average number of ordinary shares at the end of the period	35,000,000	35,000,000	35,000,000	35,000,000
Basic and diluted earnings per share	0.12	0.03	0.21	0.11

On 31 May 2023, the Extraordinary General Assembly (“EGA”) approved the splitting of shares. Earnings per share for the three and nine months periods ended have been calculated retrospectively by adjusting the weighted average number of outstanding shares to reflect the effect of share split from 3.5 million to 35 million shares. The legal formalities in this regard have also been completed.

13. FAIR VALUE MEASUREMENT

The Company measures financial instruments at fair value at each statement of financial position date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits from the asset's highest and best use or by selling it to another market participant that would utilize the asset in its highest and best use.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability.

Financial instruments not measured at fair value

Financial instruments not measured at fair value includes cash and cash equivalents, other receivables, trade and other payables, due to related parties and loans and borrowings. Due to their short-term nature, the carrying value of these financial instruments approximates their fair value.

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13. FAIR VALUE MEASUREMENT *(continued)*

Categories of financial instruments

	30 September 2023 (Unaudited)	31 December 2022 (Audited)
Financial assets:		
Amortized cost		
Other receivables	7,473,804	7,045,798
Cash and cash equivalents	9,498,714	6,843,214
Total financial assets	16,972,518	13,889,012
Financial liabilities:		
Amortized cost		
Non-current		
Loans and borrowings	6,112,108	13,308,555
Current		
Loans and borrowings	10,015,556	10,129,791
Trade and other payables	29,578,599	28,442,656
Due to related parties	298,359	473,931
Total financial liabilities	46,004,622	52,354,933

14. COMMITMENTS AND CONTINGENCIES

Capital commitments

At 30 September 2023, the Company has capital commitments of SR 0.70 million (31 December 2022: SR 0.96 million) with respect to leasehold improvements and construction of new branches.

15. SUBSEQUENT EVENTS

There are no subsequent events that require disclosure or amendments to the accompanying condensed interim financial statements.

16. APPROVAL OF THE FINANCIAL STATEMENTS

These condensed interim financial statements have been approved by the board of directors on 16 Rabi Al Akhar 1445 (H) corresponding to 31 October 2023 (G).