

**ASTRA INDUSTRIAL GROUP COMPANY AND ITS SUBSIDIARIES  
(A SAUDI JOINT STOCK COMPANY)**

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30,  
2023  
AND REVIEW REPORT**

**ASTRA INDUSTRIAL GROUP COMPANY AND ITS SUBSIDIARIES**  
**(A SAUDI JOINT STOCK COMPANY)**  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**

---

<b>Table of contents</b>	<b>Pages</b>
Report on review of interim financial statements	1
Condensed consolidated interim statement of financial position	2
Condensed consolidated interim statement of income	3
Condensed consolidated interim statement of other comprehensive income	4
Condensed consolidated interim statement of changes in equity	5
Condensed consolidated interim statement of cash flows	6
Notes to the condensed consolidated interim financial statements	7 – 17



## *Report on review of condensed consolidated interim financial statements*

To the shareholders of Astra Industrial Group Company  
(A Saudi Joint Stock Company)

### **Introduction**

We have reviewed the accompanying condensed consolidated interim statement of financial position of Astra Industrial Group Company (the “Company”) and its subsidiaries (collectively referred to as the “Group”) as at September 30, 2023 and the related condensed consolidated interim statements of income, other comprehensive income, for the three-month and nine-month periods then ended, and the condensed consolidated interim statements of changes in equity and cash flows for the nine-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 - “Interim Financial Reporting” (“IAS 34”), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

### **Scope of review**

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of interim financial information performed by the independent auditor of the entity”, as 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, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

### **PricewaterhouseCoopers**

**Mufaddal A. Ali**  
**License Number 447**  
November 6, 2023




**ASTRA INDUSTRIAL GROUP COMPANY AND ITS SUBSIDIARIES**  
**(A SAUDI JOINT STOCK COMPANY)**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION**  
(All amounts are in Saudi Riyals unless otherwise stated)

		As at September 30, 2023	As at December 31, 2022
	Notes	(Unaudited)	(Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	764,352,660	788,575,226
Intangible assets	4	71,320,757	72,873,861
Other non-current assets		4,205,524	5,132,941
		<u>839,878,941</u>	<u>866,582,028</u>
<b>Current assets</b>			
Inventories		744,022,761	782,631,966
Trade receivables	5	1,047,498,835	837,069,246
Due from related parties	6	30,965,939	31,471,917
Prepayments and other current assets	7	164,393,786	168,451,984
Cash and cash equivalents	8	1,063,739,545	675,744,985
Time deposits		170,047,075	163,000,000
		<u>3,220,667,941</u>	<u>2,658,370,098</u>
<b>Total assets</b>		<u>4,060,546,882</u>	<u>3,524,952,126</u>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Loans and lease liabilities	9	224,397,554	100,358,436
Employees' defined benefit liabilities		143,840,090	137,527,602
		<u>368,237,644</u>	<u>237,886,038</u>
<b>Current liabilities</b>			
Trade payables		251,532,638	242,292,465
Accrued expenses and other current liabilities	10	652,820,492	562,853,088
Deferred tax liability		6,949,403	7,617,206
Due to related parties	6	411,274	470,613
Loans and lease liabilities	9	604,030,855	428,462,658
Zakat and income tax payable	11	123,021,255	132,184,668
		<u>1,638,765,917</u>	<u>1,373,880,698</u>
<b>Total liabilities</b>		<u>2,007,003,561</u>	<u>1,611,766,736</u>
<b>EQUITY</b>			
Share capital		800,000,000	800,000,000
Statutory reserve		406,568,677	406,568,677
Retained earnings		817,256,694	676,974,545
Foreign currency translation reserve	16	(32,466,010)	(34,156,634)
<b>Equity attributable to shareholders of the Company</b>		<u>1,991,359,361</u>	<u>1,849,386,588</u>
Non-controlling interests		62,183,960	63,798,802
<b>Total equity</b>		<u>2,053,543,321</u>	<u>1,913,185,390</u>
<b>Total liabilities and equity</b>		<u>4,060,546,882</u>	<u>3,524,952,126</u>

The accompanying notes (1) through (19) form an integral part of these condensed consolidated interim financial statements.

  
Vice President Finance

  
President / Chief Executive  
Officer

  
Authorized Board of Directors  
Member

**ASTRA INDUSTRIAL GROUP COMPANY AND ITS SUBSIDIARIES**  
**(A SAUDI JOINT STOCK COMPANY)**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME - UNAUDITED**  
(All amounts are in Saudi Riyals unless otherwise stated)

	Notes	For the three-month period ended September 30,		For the nine-month period ended September 30,	
		2023	2022	2023	2022
<b>Continuing operations</b>					
Revenue	12	653,504,853	622,067,121	2,068,803,343	1,865,130,534
Cost of revenue		(392,407,283)	(402,124,953)	(1,217,760,612)	(1,145,550,243)
<b>Gross profit</b>		<b>261,097,570</b>	<b>219,942,168</b>	<b>851,042,731</b>	<b>719,580,291</b>
Selling and distribution expenses		(82,977,439)	(83,704,515)	(269,615,562)	(274,243,260)
General and administrative expenses		(48,766,886)	(44,930,668)	(168,645,942)	(142,202,550)
Provision for impairment of financial assets		(7,658,044)	(9,013,216)	(16,074,030)	(22,172,521)
Research expenses	5-2	(7,305,245)	(5,782,934)	(19,620,526)	(17,744,490)
<b>Income from operations</b>		<b>114,389,956</b>	<b>76,510,835</b>	<b>377,086,671</b>	<b>263,217,470</b>
Finance costs, net	9-5	(8,618,387)	(14,063,982)	(15,714,091)	(41,476,303)
Other income, net		6,001,681	10,515,534	6,760,139	7,781,461
<b>Income before zakat and income tax</b>		<b>111,773,250</b>	<b>72,962,387</b>	<b>368,132,719</b>	<b>229,522,628</b>
Zakat and income tax expense	11	(8,665,936)	(2,366,130)	(28,725,675)	(12,175,868)
<b>Net income for the period from continuing operations</b>		<b>103,107,314</b>	<b>70,596,257</b>	<b>339,407,044</b>	<b>217,346,760</b>
<b>Discontinued operations</b>					
Gain from discontinued operation		-	-	-	182,961,603
<b>Net income for the period</b>		<b>103,107,314</b>	<b>70,596,257</b>	<b>339,407,044</b>	<b>400,308,363</b>
<b>Attributable to:</b>					
Shareholders of the company		103,415,243	70,865,145	341,043,859	388,651,783
Non-controlling interests		(307,929)	(268,888)	(1,636,815)	11,656,580
<b>Earnings per share from continuing operations (basic and diluted)</b>		<b>1.29</b>	<b>0.88</b>	<b>4.24</b>	<b>2.72</b>
<b>Earnings per share from discontinued operation (basic and diluted)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>2.29</b>
<b>Earnings per share attributable to shareholders of the Company (basic and diluted)</b>	18	<b>1.29</b>	<b>0.89</b>	<b>4.26</b>	<b>4.86</b>

The accompanying notes (1) through (19) form an integral part of these condensed consolidated interim financial statements.

  
Vice President Finance

  
President / Chief Executive Officer

  
Authorized Board of Directors Member

**ASTRA INDUSTRIAL GROUP COMPANY AND ITS SUBSIDIARIES**

**(A SAUDI JOINT STOCK COMPANY)**

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME - UNAUDITED**

(All amounts are in Saudi Riyals unless otherwise stated)

	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2023	2022	2023	2022
<b>Net income for the period</b>	<b>103,107,314</b>	<b>70,596,257</b>	<b>339,407,044</b>	<b>400,308,363</b>
<b>Other comprehensive income / (loss)</b>				
<i>Item that may be reclassified to statement of income in subsequent periods:</i>				
Exchange gain / (loss) on translation of foreign operations	3,745,291	(93,023)	1,691,687	(4,575,827)
<i>Item that will not to be reclassified to statement of income in subsequent periods:</i>				
Re-measurement loss on employees' defined benefit liabilities	851,317	185,026	(740,800)	(155,601)
<b>Other comprehensive income / (loss) for the period</b>	<b>4,596,608</b>	<b>92,003</b>	<b>950,887</b>	<b>(4,731,428)</b>
<b>Total comprehensive income for the period</b>	<b>107,703,922</b>	<b>70,688,260</b>	<b>340,357,931</b>	<b>395,576,935</b>
<b>Attributable to:</b>				
Shareholders of the Company	108,008,769	70,989,680	341,972,773	383,941,378
Non-controlling interests	(304,847)	(301,420)	(1,614,842)	11,635,557
	<b>107,703,922</b>	<b>70,688,260</b>	<b>340,357,931</b>	<b>395,576,935</b>
<b>Total comprehensive income for the period attributable to the shareholders of the Company arises from:</b>				
Continuing operations	108,008,769	70,989,680	341,972,773	213,742,292
Discontinued operations	-	-	-	170,199,086
	<b>108,008,769</b>	<b>70,989,680</b>	<b>341,972,773</b>	<b>383,941,378</b>

The accompanying notes (1) through (19) form an integral part of these condensed consolidated interim financial statements.

  
Vice President Finance

  
President / Chief Executive Officer

  
Authorized Board of Directors Member

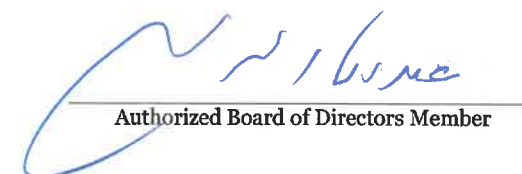
**ASTRA INDUSTRIAL GROUP COMPANY AND ITS SUBSIDIARIES**  
**(A SAUDI JOINT STOCK COMPANY)**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

Note	Attributable to shareholders of the Company					Total	Non-controlling interests	Total equity
	Share capital	Statutory reserve	Proposed dividends	Retained earnings	Foreign currency translation reserve			
<b>January 1, 2023 (Audited)</b>	<b>800,000,000</b>	<b>406,568,677</b>	<b>-</b>	<b>676,974,545</b>	<b>(34,156,634)</b>	<b>1,849,386,588</b>	<b>63,798,802</b>	<b>1,913,185,390</b>
Net income for the period	-	-	-	341,043,859	-	341,043,859	(1,636,815)	339,407,044
Other comprehensive income for the period	-	-	-	(761,710)	1,690,624	928,914	21,973	950,887
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>340,282,149</b>	<b>1,690,624</b>	<b>341,972,773</b>	<b>(1,614,842)</b>	<b>340,357,931</b>
Proposed dividends	-	-	200,000,000	(200,000,000)	-	-	-	-
Approved dividends	-	-	(200,000,000)	-	-	(200,000,000)	-	(200,000,000)
<b>September 30, 2023 (Unaudited)</b>	<b>800,000,000</b>	<b>406,568,677</b>	<b>-</b>	<b>817,256,694</b>	<b>(32,466,010)</b>	<b>1,991,359,361</b>	<b>62,183,960</b>	<b>2,053,543,321</b>
<b>January 1, 2022 (Audited)</b>	<b>800,000,000</b>	<b>406,568,677</b>	<b>-</b>	<b>321,723,743</b>	<b>(76,651,418)</b>	<b>1,451,641,002</b>	<b>52,450,845</b>	<b>1,504,091,847</b>
Net income for the period	-	-	-	388,651,783	-	388,651,783	11,656,580	400,308,363
Other comprehensive loss for the period	-	-	-	(143,264)	(4,567,141)	(4,710,405)	(21,023)	(4,731,428)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>388,508,519</b>	<b>(4,567,141)</b>	<b>383,941,378</b>	<b>11,635,557</b>	<b>395,576,935</b>
Proposed dividends	-	-	120,000,000	(120,000,000)	-	-	-	-
Approved dividends	-	-	(120,000,000)	-	-	(120,000,000)	(64,747,607)	(184,747,607)
<b>September 30, 2022 (Unaudited)</b>	<b>800,000,000</b>	<b>406,568,677</b>	<b>-</b>	<b>590,232,262</b>	<b>(81,218,559)</b>	<b>1,715,582,380</b>	<b>(661,205)</b>	<b>1,714,921,175</b>

The accompanying notes (1) through (19) form an integral part of these condensed consolidated interim financial statements.

  
Vice President Finance

  
President / Chief Executive Officer

  
Authorized Board of Directors Member

**Astra Industrial Group Company and Its Subsidiaries**  
**(A Saudi Joint Stock Company)**

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS - UNAUDITED**

(All amounts are in Saudi Riyals unless otherwise stated)

		For the nine-month period ended September 30	
	Notes	2023	2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Income before zakat and income tax			
- Continuing operations		368,132,719	229,522,628
- Discontinued operations		-	182,961,603
Income before zakat and income tax including discontinued operations		368,132,719	412,484,231
<b>Adjustments for non-cash items</b>			
Depreciation and amortization		61,092,498	57,636,848
Finance costs		49,517,376	41,692,830
Provision for impairment of financial assets	5.2	16,074,030	22,172,521
Provision for near expiry, obsolete and slow-moving inventories		40,603,891	55,929,257
Gain on disposal group - sale of Alanmaa	13		(182,961,603)
Employee defined benefit cost		16,888,601	14,732,878
<b>Changes in operating assets and liabilities:</b>			
Inventories		(1,694,801)	(193,763,278)
Trade receivables		(226,503,619)	(146,237,524)
Due from related parties		505,978	(2,777,811)
Prepayments and other current assets		(3,660,956)	477,192
Trade payables		9,240,173	61,600,294
Accrued expenses and other current liabilities		89,967,404	177,095,892
Due to related parties		(59,339)	7,379,969
End of service benefits paid		(11,316,912)	(11,593,612)
Zakat and income tax paid		(37,057,893)	(28,814,779)
<b>Net cash generated from operating activities</b>		<b>371,729,150</b>	<b>285,053,305</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Additions to property, plant and equipment		(46,976,636)	(36,050,151)
Proceeds from sale of property, plant and equipment		-	1,409,530
Proceeds from sale of a subsidiary		-	668,518,937
Additions to intangible assets		(4,089,895)	(12,791,323)
Other non-current assets		927,417	511,993
<b>Net cash (used in) / generated from investing activities</b>		<b>(50,139,114)</b>	<b>621,598,986</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Net movement in short-term and long-term loans		315,416,927	(57,073,541)
Payment of lease liabilities		(5,055,817)	(4,719,154)
Finance costs paid		(48,287,971)	(40,415,829)
Dividends paid	17	(200,000,000)	(120,000,000)
Time deposit		(7,047,075)	-
Non-controlling interest, net		-	(64,756,293)
<b>Net cash generated from / (used in) financing activities</b>		<b>55,026,064</b>	<b>(286,964,817)</b>
<b>Net change in cash and cash equivalents</b>		<b>376,616,100</b>	<b>619,687,474</b>
Cash and cash equivalents at the beginning of the period		675,744,985	46,314,000
Net foreign exchange gain		11,378,460	6,635,491
<b>Cash and cash equivalents at the end of the period</b>	8	<b>1,063,739,545</b>	<b>672,636,965</b>
<b>Significant non-cash transactions</b>			
Trade receivable write-off		8,502,792	3,516,071
Inventory write-off		18,131,606	13,221,118

The accompanying notes (1) through (19) form an integral part of these condensed consolidated interim financial statements.

  
Vice President Finance

  
President / Chief Executive  
Officer

  
Authorized Board of Directors  
Member



**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

---

**1 ORGANIZATION AND ACTIVITIES**

Astra Industrial Group Company (the “Company”/ “AIG”) is a Saudi Joint Stock Company operating under commercial registration number 1010069607 issued in Riyadh on 9 Muharram 1409H (August 22, 1988). The address of the Group’s head office and the principal activities of AIG and its subsidiaries (collectively the “Group”) remain the same as disclosed in the Group’s annual consolidated financial statements for the year ended December 31, 2022.

These condensed consolidated interim financial statements have been reviewed, not audited.

**2 SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Basis of preparation**

These condensed consolidated interim financial statements for the three-month and nine-month periods ended September 30, 2023 have been prepared in accordance with IAS 34 ‘Interim Financial Reporting’ (“IAS 34”), as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should therefore be read in conjunction with the Group’s annual consolidated financial statements for the year ended December 31, 2022.

The condensed consolidated interim financial statements comprise the financial statements of the Company and its subsidiaries (“Group”).

**2.2 Significant accounting policies**

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended December 31, 2022.

**2.3 New and amended standards adopted by the Group**

There are no new standards issued, however, there are number of amendments to standards which are effective from 1 January 2023 and has been explained in Group annual consolidated financial statements, but they do not have a material effect on the Group’s condensed consolidated interim financial statements.

**2.4 Significant accounting estimates and judgements**

The preparation of the Group’s condensed consolidated interim financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of asset or liability affected in future periods. The Group based its assumptions and estimates on parameters available when the condensed consolidated interim financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

As at September 30, 2023, management believes that all sources of estimation uncertainty remain similar to those disclosed in the Group’s annual consolidated financial statements for the year ended December 31, 2022. Management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**3 PROPERTY, PLANT AND EQUIPMENT**

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Beginning - net book value	788,575,226	1,148,057,533
Additions for the period / year	50,403,759	81,043,082
Depreciation charge for the period / year	(55,462,726)	(74,667,818)
Impairment loss	-	(8,616,116)
Disposals / write - offs, net - for the period / year	(8,589,350)	(343,024,082)
Exchange differences	(10,574,249)	(14,217,373)
<b>Closing - net book value</b>	<b>764,352,660</b>	<b>788,575,226</b>

Impairment assessment was done for the steel industry as at September 30, 2023 and the results of impairment test indicated no impairment charge because there was a large headroom.

**4 INTANGIBLE ASSETS**

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Goodwill*	28,452,798	28,452,798
Software and licenses	18,026,009	16,733,940
Customer's relationship	24,841,950	27,687,123
	<b>71,320,757</b>	<b>72,873,861</b>

\* Management has made its preliminary assessment at the year ended December 31, 2022 of the purchase price allocation (PPA) which resulted in the allocation of the excess of consideration given to the fair value of net assets acquired to goodwill.

Management completed the final purchase price allocation during the period which resulted in no change from the preliminary assessment performed at the year end.

**5 TRADE RECEIVABLES**

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Not yet past due	822,602,178	662,869,648
Past due	338,815,575	283,248,350
	<b>1,161,417,753</b>	946,117,998
Provision for impairment	(113,918,918)	(109,048,752)
	<b>1,047,498,835</b>	837,069,246
Provision to trade receivables coverage ratio	<b>10%</b>	12%
Provision to past due trade receivables coverage ratio	<b>34%</b>	38%

**5.1** As at September 30, 2023, trade receivables include retention receivables of SAR 34 million (December 31, 2022: SAR 23.2 million) and unbilled receivables of SAR 54.7 million (December 31, 2022: SAR 90.9 million).

**5.2** Movement in the provision for impairment of trade receivables was as follows:

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Opening balance	109,048,752	139,951,258
Provision for the period / year	16,074,030	5,299,606
Exchange differences / write - offs during the period / year	(11,203,864)	(36,202,112)
Closing balance	<b>113,918,918</b>	<b>109,048,752</b>

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**5 TRADE RECEIVABLES (continued)**

**5.3** Expected credit loss analysis for trade receivables was as follows:

**September 30, 2023 (Unaudited)**

<b>Buckets</b>	<b>Gross receivables</b>	<b>Provision</b>	<b>Net Receivables</b>
<b>Current (not yet past due)</b>	<b>822,602,178</b>	<b>(17,259,023)</b>	<b>805,343,155</b>
<b>Past due</b>			
<b>1 to 180 days</b>	<b>209,065,226</b>	<b>(8,243,343)</b>	<b>200,821,883</b>
<b>181 to 360 days</b>	<b>26,253,546</b>	<b>(13,423,670)</b>	<b>12,829,876</b>
<b>361 to 540 days</b>	<b>12,882,869</b>	<b>(6,450,643)</b>	<b>6,432,226</b>
<b>541 to 720 days</b>	<b>9,649,101</b>	<b>(4,822,955)</b>	<b>4,826,146</b>
<b>721 to 900 days</b>	<b>21,924,101</b>	<b>(6,876,414)</b>	<b>15,047,687</b>
<b>901 to 1080 days</b>	<b>9,483,890</b>	<b>(7,286,028)</b>	<b>2,197,862</b>
<b>More than 1080 days</b>	<b>49,556,842</b>	<b>(49,556,842)</b>	<b>-</b>
	<b>1,161,417,753</b>	<b>(113,918,918)</b>	<b>1,047,498,835</b>

**December 31, 2022 (Audited)**

<b>Buckets</b>	<b>Gross receivables</b>	<b>Provision</b>	<b>Net Receivables</b>
<b>Current (not yet past due)</b>	<b>662,869,648</b>	<b>(2,120,779)</b>	<b>660,748,869</b>
<b>Past due</b>			
<b>1 to 180 days</b>	<b>147,239,853</b>	<b>(6,059,962)</b>	<b>141,179,891</b>
<b>181 to 360 days</b>	<b>31,412,161</b>	<b>(10,217,656)</b>	<b>21,194,505</b>
<b>361 to 540 days</b>	<b>15,534,613</b>	<b>(4,756,405)</b>	<b>10,778,208</b>
<b>541 to 720 days</b>	<b>17,750,824</b>	<b>(14,584,403)</b>	<b>3,166,421</b>
<b>721 to 900 days</b>	<b>9,671,195</b>	<b>(9,669,843)</b>	<b>1,352</b>
<b>901 to 1080 days</b>	<b>6,436,908</b>	<b>(6,436,908)</b>	<b>-</b>
<b>More than 1080 days</b>	<b>55,202,796</b>	<b>(55,202,796)</b>	<b>-</b>
	<b>946,117,998</b>	<b>(109,048,752)</b>	<b>837,069,246</b>

**5.4** For additional details about trade receivables, refer to Note 12 - Segment reporting.

**6 SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES**

**6.1** Due from related parties comprises of the following:

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Al Massera - (shareholder in Tanmiya)	<b>27,247,613</b>	27,247,612
Astra Farms Company - Saudi Arabia – (entity under common control)	<b>2,883,156</b>	1,982,702
Arab Supply and Trading Company - (shareholder)	-	751,579
Other	<b>835,170</b>	1,490,024
	<b>30,965,939</b>	31,471,917

Due from related parties are unsecured and recoverable in cash.

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**6 SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (continued)**

**6.2** Due to related parties comprises of the following:

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Nour Communications Company - Saudi Arabia (entity under common control)	<b>361,830</b>	415,163
Astra Food Company - Commercial Branch - Saudi Arabia (entity under common control)	<b>33,498</b>	39,504
Tharawat Mining Company – Saudi Arabia (shareholder in a subsidiary)	<b>15,946</b>	15,946
	<b>411,274</b>	470,613

Due to related parties are unsecured and payable in cash.

**6.3** Key management personnel compensation

Key management personnel compensation for the nine-month period ended September 30, 2023 amounted to SAR 11.4 million (September 30, 2022: SAR 11.9 million).

**7 PREPAYMENTS AND OTHER CURRENT ASSETS**

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
<b>Financial assets</b>		
Refundable deposits	<b>9,748,630</b>	10,831,086
Restricted bank balances	<b>153,032</b>	19,601
	<b>9,901,662</b>	10,850,687
<b>Non-financial assets</b>		
Advances to suppliers	<b>49,470,090</b>	58,739,495
Prepaid expenses	<b>42,243,057</b>	35,673,608
Consideration receivable*	<b>37,500,000</b>	37,500,000
Value-added tax and other prepaid taxes	<b>15,676,958</b>	16,639,179
Advances to employees	<b>6,349,496</b>	6,579,562
Other	<b>3,252,523</b>	2,469,453
	<b>154,492,124</b>	157,601,297
	<b>164,393,786</b>	168,451,984

\* This represents consideration receivable from the sale on Alanmaa, a subsidiary, which expected to be collected during 2023.

**8 CASH AND CASH EQUIVALENTS**

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Bank balances	<b>67,097,856</b>	131,085,768
Time deposit*	<b>995,020,054</b>	543,751,993
Cash in hand	<b>1,621,635</b>	907,224
	<b>1,063,739,545</b>	675,744,985

\* This represent deposits of Murabaha investment with a maturity of three months or less from the placement date.

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**9 LOANS AND LEASE LIABILITIES**

<b>September 30, 2023 (Unaudited)</b>	<b>Current</b>	<b>Non-current</b>	<b>Total</b>
Short-term loans	<b>596,022,598</b>	-	<b>596,022,598</b>
Long-term loans	<b>2,733,821</b>	<b>188,010,284</b>	<b>190,744,105</b>
	<b>598,756,419</b>	<b>188,010,284</b>	<b>786,766,703</b>
Lease liabilities	<b>5,274,436</b>	<b>36,387,270</b>	<b>41,661,706</b>
	<b>604,030,855</b>	<b>224,397,554</b>	<b>828,428,409</b>
<b>December 31, 2022 (Audited)</b>			
	<b>Current</b>	<b>Non-current</b>	<b>Total</b>
Short-term loans	417,565,949	-	417,565,949
Long-term loans	4,948,466	48,835,361	53,783,827
	422,514,415	48,835,361	471,349,776
Lease liabilities	5,948,243	51,523,075	57,471,318
	428,462,658	100,358,436	528,821,094

**9.1** The details of Group's borrowing in different currencies were as follows:

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Saudi Riyals and United States Dollar	<b>542,122,132</b>	244,758,770
Turkish Lira	<b>75,632,222</b>	78,176,869
Algerian Dinar	<b>71,293,564</b>	46,273,250
Euro	<b>50,441,901</b>	46,737,014
Other	<b>47,276,884</b>	55,403,873
	<b>786,766,703</b>	471,349,776

**9.2** The major borrowings of Group are short term which are priced based on SAIBOR plus with an agreed fixed rate. The monthly average of nine month SAIBOR during the period was 6.13% (2022: 3.44%). As at September 30, 2023, the SAIBOR was 6.22% (2022: 4.12%).

During the nine-month period ended September 30, 2023, the finance costs related to Turkey based subsidiaries was SAR 17.0 million (September 30, 2022: SAR 21.2 million). As at September 30, 2023, the Turkish LIBOR (Lira Interbank Offered Rate) was 46% (September 30, 2022: 19.4%).

**9.3 Short-term loans**

The Group has bank facilities in the form of Murabaha, short-term tawarruq and other conventional credit facilities to meet its working capital requirements. As at September 30, 2023, facilities amounting to SAR 1.74 billion were undrawn (December 31, 2022: SAR 2.05 billion). The facilities bear commissions at prevailing market rates which are mostly based on SAIBOR and denominated in Saudi Riyals. These facilities are secured by corporate guarantees from AIG.

**9.4 Long-term loans**

The Group also has long-term loan facilities with banks to finance its capital assets. As at September 30, 2023, an amount of SAR 60.7 million was undrawn (December 31, 2022: SAR 52.9 million). These facilities are secured by corporate guarantees from AIG and bear commission charges at agreed fixed rates. The facilities are denominated in foreign currencies (mainly Euro and Algerian Dinar) and repayable within five years through monthly and quarterly equal installments from the date these facilities were availed.

**9.5 Finance costs, net**

	<b>September 30, 2023 (Unaudited)</b>	<b>September 30, 2022 (Unaudited)</b>
Finance cost	<b>(49,517,376)</b>	(41,692,830)
Murabaha income	<b>33,803,285</b>	216,527
	<b>(15,714,091)</b>	(41,476,303)

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**10 ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES**

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
<b>Financial liabilities</b>		
Accrued expenses	<b>118,933,570</b>	98,841,022
Other	<b>49,934,662</b>	45,077,169
	<b>168,868,232</b>	143,918,191
<b>Non-financial liabilities</b>		
Employees' benefits	<b>135,509,968</b>	122,613,038
Sales commission and promotional expenses	<b>158,857,939</b>	93,818,569
Contract liabilities	<b>138,141,413</b>	159,639,087
Contract liabilities - expected sales returns	<b>51,442,940</b>	42,864,203
	<b>483,952,260</b>	418,934,897
	<b>652,820,492</b>	562,853,088

**11 ZAKAT AND INCOME TAX**

There is no change in the status of zakat and income tax assessments of the Group since December 31, 2022.

Further, during the period, the Group has submitted its consolidated zakat and income tax returns for the year ended December 31, 2022.

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**12 SEGMENT REPORTING**

**For the nine month ended September 30, 2023**  
**(Unaudited)**

	Pharmaceuti- cals	Specialty chemical	Steel industries	Other	Total
Revenue from sale of goods	897,552,700	613,798,232	229,053,025	25,931,867	1,766,335,824
Revenue from rendering of services	74,131,424	172,660,040	55,676,055	-	302,467,519
Total revenue	971,684,124	786,458,272	284,729,080	25,931,867	2,068,803,343
Gross profit	595,025,217	231,041,329	22,536,645	2,439,540	851,042,731
Depreciation and amortization	(35,366,230)	(13,164,535)	(6,189,870)	(6,371,863)	(61,092,498)
Finance costs	(12,991,493)	(25,936,765)	(3,605,308)	(6,983,810)	(49,517,376)
Income / (loss) before zakat and tax	277,993,017	98,138,404	4,899,624	(12,898,326)	368,132,719

**For the nine months ended September 30, 2022**  
**(Unaudited)**

	Pharmaceuti- cals	Specialty chemical	Steel industries	Other	Total
Revenue from sale of goods	736,155,188	621,913,670	205,187,585	25,514,124	1,588,770,567
Revenue from rendering of services	67,801,296	176,419,367	32,139,304	-	276,359,967
Total revenue	803,956,484	798,333,037	237,326,889	25,514,124	1,865,130,534
Gross profit	450,136,209	247,998,132	17,007,870	4,438,080	719,580,291
Depreciation and amortization	(33,785,461)	(12,019,112)	(6,701,134)	(5,131,141)	(57,636,848)
Finance costs	(10,625,029)	(26,029,582)	(2,202,849)	(2,618,843)	(41,476,303)
Income (loss) before zakat and tax	156,616,881	91,030,105	2,616,394	(20,740,752)	229,522,628

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**12 SEGMENT REPORTING (continued)**

**As at September 30, 2023 (Unaudited)**

	Pharmaceuti- cals	Specialty chemical	Steel industry	Other	Total
Property, plant and equipment other than ROU assets	363,277,155	158,833,617	73,179,540	113,715,457	709,005,769
Right of use assets	39,934,013	12,905,990	1,360,639	1,146,249	55,346,891
Trade receivables	594,182,902	350,936,559	209,304,677	6,993,615	1,161,417,753
Provision for impairment of trade receivables	(49,859,784)	(44,740,171)	(18,936,783)	(382,180)	(113,918,918)
Trade receivables net	544,323,118	306,196,388	190,367,894	6,611,435	1,047,498,835
Total assets	1,459,715,130	945,757,060	549,564,915	1,105,509,777	4,060,546,882
Total liabilities	909,828,436	486,702,335	367,927,180	242,545,610	2,007,003,561

**As at December 31, 2022 (Audited)**

	Pharmaceuti- cals	Specialty chemical	Steel industry	Other	Total
Property, plant and equipment other than ROU assets	400,566,476	146,173,217	69,168,085	117,460,162	733,367,940
Right of use assets	39,126,597	13,286,092	1,529,771	1,264,826	55,207,286
Trade receivables	430,167,945	291,903,326	219,503,311	4,543,416	946,117,998
Provision for impairment of trade receivables	(43,527,818)	(45,879,794)	(19,286,129)	(355,011)	(109,048,752)
Trade receivables net	386,640,127	246,023,532	200,217,182	4,188,405	837,069,246
Total assets	1,196,638,675	906,445,062	571,069,942	850,798,447	3,524,952,126
Total liabilities	721,796,594	389,160,059	283,694,993	217,115,090	1,611,766,736

Selected financial information summarized by geographic location is as follows:

	KSA	Republic of Iraq	Africa	Turkey	Sudan	Other locations	Total
<b>Revenue (nine months)</b>							
September 30, 2023 (Unaudited)	1,412,988,061	37,492,559	169,804,590	150,001,821	34,850,577	263,665,735	2,068,803,343
September 30, 2022 (Unaudited)	1,172,086,416	41,469,071	123,860,802	229,319,755	36,738,778	261,655,712	1,865,130,534
<b>Non-current assets (as at)</b>							
September 30, 2023 (Unaudited)	646,916,654	-	61,186,861	39,106,923	3,776,064	88,892,439	839,878,941
December 31, 2022 (Audited)	676,222,733	-	65,040,059	29,133,982	3,973,799	92,211,455	866,582,028



**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**13 DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE**

Based on management assessment, Al-Tanmiya Company for Steel Manufacturing ("Tanmiya") is considered as a major line of business in respect of its Power and steel industries. On February 7, 2022, Tanmiya signed an agreement with an Iraqi based entity for exiting its entire investment in Alanmaa for Construction Materials Production Ltd. (Alanmaa) for transaction price of SAR 731.2 million.

During April 2022, the Group received the majority of the sales proceeds and also transferred the shares to the buyer after obtaining the related regulatory approvals.

An analysis of the results in relation to the operations of disposal group classified as held for sale during the period ended September 30, 2023 is as follows:

**13.1 Financial performance and cash flow information**

	<b>For the nine-month period ended September 30,</b>	
	<b>2023</b>	<b>2022</b>
Revenue	-	29,448,595
Expenses	-	(19,288,380)
Income before zakat and income tax	-	10,160,215
Zakat and income tax expense	-	-
<b>Net income from discontinued operation</b>	-	10,160,215
Other comprehensive loss from discontinued operation	-	-
<b>Total comprehensive income from discontinued operation</b>	-	10,160,215
Net cash generated from operating activities	-	12,418,849
Net cash used in investing activities	-	(226,345)
Net cash used in financing activities	-	(4,603,258)
<b>Net increase in cash and cash equivalents from the discontinued operation</b>	-	7,589,246

**13.2 Assets and liabilities of disposal group**

The following assets and liabilities are classified as held for sale in relation to the discontinued operations as at September 30, 2022:

	<b>2022</b>
<u>Assets relating to disposal group</u>	
Property, plant and equipment	351,623,458
Prepayments and other current assets	6,666,332
Trade and other receivables	2,183,333
Inventories	113,143,743
Cash and cash equivalents	9,856,063
<b>Total assets of disposal group</b>	<b>483,472,929</b>
<u>Liabilities relating to disposal group</u>	
Lease liabilities	2,083,555
Accrued expenses and other current liabilities	5,279,589
Zakat and income tax payable	604,356
Trade and other payables	11,556,817
<b>Total liabilities of disposal group</b>	<b>19,524,317</b>
<b>Net assets of disposal group</b>	<b>463,948,612</b>

**14 CONTINGENCIES AND COMMITMENTS**

There was no significant change in the contingencies and commitment level since December 31, 2022.

**15 LIQUIDITY RISK AND GOING CONCERN**

Liquidity risk is the risk that the Group will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value.

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**15 LIQUIDITY RISK AND GOING CONCERN (continued)**

The calculation of net debt was as follows:

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Cash and cash equivalents	<b>1,063,739,545</b>	675,744,985
Time deposit	<b>170,047,075</b>	163,000,000
Short-term loans	<b>(596,022,598)</b>	(417,565,949)
Long-term loans	<b>(188,010,284)</b>	(53,783,827)
Lease liabilities	<b>(41,661,706)</b>	(57,471,318)
Net debt	<b>408,092,032</b>	309,923,891
<b>Current ratio</b>	<b>1.97</b>	1.93
<b>Unused credit facilities (in SAR billions)</b>	<b>1.80</b>	1.99

At the statement of financial position date, gearing ratio analysis by the management was as follows:

	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Equity	<b>2,053,543,321</b>	1,913,185,390
Liabilities	<b>2,007,003,561</b>	1,611,766,736
Total capital structure	<b>4,060,546,882</b>	3,524,952,126
<b>Gearing ratio</b>	<b>49.43%</b>	45.72%

The management believes that the Group has ability to meet its obligation as:

- (a) The Group's current assets are more than its current liabilities; and
- (b) The Group manages its liquidity risk by ensuring that bank borrowing facilities from multiple banks are available (see Note 9).

The Group operates in diversified industries including pharmaceutical, specialty chemical, power and steel and other. Further, the operations are geographically spread in various locations. Management has made an assessment of the Group's ability to continue as a going concern and is satisfied that the Group has the resources and borrowing facilities from multiple banks to continue in business for the foreseeable future. Moreover, management is not aware of any material uncertainties that may cast significant doubt upon the Group's ability to continue as going concern. Therefore, these condensed consolidated interim financial statements have been prepared on a going concern basis.

**16 CAPITAL AND FINANCIAL RISK MANAGEMENT**

**16.1** The Group's capital and financial risk management strategies were not significantly changed since last year end. All financial assets and financial liabilities were classified and measured at amortized cost.

**16.2** Foreign currency translation reserve as of financial position date was as follows:

<b>Country of operations</b>	<b>September 30, 2023 (Unaudited)</b>	<b>December 31, 2022 (Audited)</b>
Sudan	<b>7,969,541</b>	7,949,021
Egypt	<b>17,982,663</b>	19,627,670
Other	<b>6,513,806</b>	6,579,943
	<b>32,466,010</b>	34,156,634

**17 DIVIDENDS**

During March 2023, the Board of Director of the Group proposed dividend of SAR 200 million at SAR 2.5 per share (March 2022: SAR 120 million at SAR 1.5 per share) for distribution from the retained earnings. The Company's Annual General Assembly in its meeting held on May 28, 2023 approved the cash dividend of the proposed amount.

**Astra Industrial Group Company and Its Subsidiaries**  
**(A SAUDI JOINT STOCK COMPANY)**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023**  
(All amounts are in Saudi Riyals unless otherwise stated)

**18 EARNINGS PER SHARE**

The Group presents basic and diluted earnings per shares (EPS) for its ordinary shares. Basic EPS is calculated by dividing profit for the period attributable to the ordinary equity holders of the Group separately from each of the continuing and discontinued operations by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit for the period attributable to ordinary equity holders of the Group and the weighted average number of ordinary shares outstanding during the period for the effects of all dilutive potential ordinary shares. Since the group has no such dilutive potential ordinary shares, the calculation and presentation of basic and diluted EPS of the Group will be the same.

The following table reflects the profit and weighted average number of ordinary shares used in the computations:

	<b>For the nine-month period ended September 30,</b>	
	<b>2023</b>	<b>2022</b>
Profit attributable to the ordinary equity holders of the Group used in calculating basic and diluted earnings per share:		
- From continuing operations	<b>341,043,859</b>	218,452,697
- From discontinued operation	-	170,199,086
	<b>341,043,859</b>	<b>388,651,783</b>
Weighted average number of ordinary shares outstanding during the period	<b>80,000,000</b>	80,000,000
<b>Basic and diluted earnings per share</b>		
- From continuing operations attributable to the ordinary equity holders of the Group	<b>4.26</b>	2.73
- From discontinued operation attributable to the ordinary equity holders of the Group	-	2.13
Total basic and diluted earnings per share attributable to the ordinary equity holders of the Group	<b>4.26</b>	<b>4.86</b>

**19 BOARD OF DIRECTORS' APPROVAL**

These condensed consolidated interim financial statements were approved by the Group's Board of Directors on November 6, 2023.