

SAUDI INDUSTRIAL EXPORT COMPANY
(SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023
AND THE INDEPENDENT AUDITOR'S REVIEW REPORT**

Saudi Industrial Export Company
(Saudi joint stock company)
Interim condensed financial statements index
For the three-month period ended 31 March 2023

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

(1 /1)

**TO THE SHAREHOLDERS OF SAUDI INDUSTRIAL EXPORT COMPANY
(A SAUDI JOINT STOCK COMPANY)
Riyadh, Kingdom of Saudi Arabia**

INTRODUCTION

We have reviewed the accompanying interim condensed financial statements of Saudi Industrial Export Company ("the Company") which comprise the interim condensed statement of financial position as at 31 March 2023, and the interim condensed statement of profit or loss and other comprehensive income, interim condensed statement of changes in equity and interim condensed statement of cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Auditing Standards (IAS 34) "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

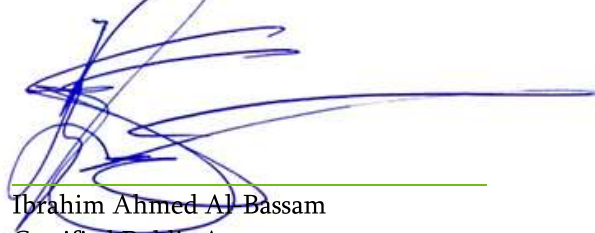
SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

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

For Al-Bassam & Co.



Ibrahim Ahmed Al-Bassam
Certified Public Accountant
License No. 337
Riyadh: 3 Thul-Qi'dah 1444H
Corresponding to: 23 May 2023



RIYADH
Tel. +966 11 206 5333 | P.O Box 69658
Fax +966 11 206 5444 | Riyadh 11557

JEDDAH
Tel. +966 12 652 5333 | P.O Box 15651
Fax +966 12 652 2894 | Jeddah 21454

AL KHOBAR
Tel. +966 13 893 3378 | P.O Box 4636
Fax +966 13 893 3349 | Al Khobar 11557

Saudi Industrial Export Company
(Saudi joint stock company)
Interim condensed statement of financial position
As of 31 March 2023
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	31 March 2023 (Unaudited)	31 December 2022 (Audited)
Assets			
Non-current assets			
Property, plant and equipment		460,526	571,642
Intangible assets		18,858	20,522
Total non-current assets		479,384	592,164
Current assets			
Investments carried at FVTPL	6	69,173,840	58,833,555
Prepayments and other assets	7	12,201,364	14,600,006
Trade receivables	8	1,549,288	2,101,134
Amounts due from shareholders	15-b	1,852,463	2,144,246
Short-term bank deposits	9	31,003,333	30,583,333
Cash and cash equivalents	10	50,869,079	59,837,810
Total current assets		166,649,367	168,100,084
Total Assets		167,128,751	168,692,248
Equity and liabilities			
Equity			
Share capital	11	194,400,000	194,400,000
Statutory reserve	13	642,645	642,645
Actuarial reserve		473,761	473,761
Accumulated losses		(37,211,964)	(35,494,678)
Total equity		158,304,442	160,021,728
Liabilities			
Non-current liabilities			
Employees' defined benefit obligations		388,788	345,915
Total non-current liabilities		388,788	345,915
Current liabilities			
Trade payables		376,597	349,880
Accrued expenses and other current liabilities	14	1,853,937	1,769,738
Amounts due to shareholders	15-c	3,742,671	3,742,671
Zakat provision	16-a	2,462,316	2,462,316
Total current liabilities		8,435,521	8,324,605
Total Liabilities		8,824,309	8,670,520
Total equity and Liabilities		167,128,751	168,692,248

Commitments and contingencies

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CFO
Ahmed Talat Abdelaziz



CEO
Suliman Hamad Al Jadie



Chairman
Hatem Hamad Al Sehbany

The attached notes from (1) to (23) form an integral part of these interim condensed financial statements

Saudi Industrial Export Company

(Saudi joint stock company)

Interim condensed statement of profit or loss and other comprehensive income**For the three-month period ended 31 March 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended	
		31 March 2023	31 March 2022
		(Unaudited)	(Unaudited)
Revenues	17	4,334,151	63,463
Cost of revenue		(3,999,167)	-
Gross profit		334,984	63,463
General and administrative expenses		(4,030,648)	(2,859,322)
Write-off other current assets		(110,834)	(2,105,176)
Unrealized gains on investments carried at FVTPL	6	1,915,085	-
Realized gains on disposal of investments carried at FVTPL	6	45,341	-
impairment of trade receivables	8	(361,715)	-
Other income		70,501	174,549
Operating loss		(2,137,286)	(4,726,486)
Finance costs		-	(6,223)
Short term bank deposits income	9	420,000	-
Net loss before zakat		(1,717,286)	(4,732,709)
Zakat	16-a	-	-
Loss from Continuing Operations		(1,717,286)	(4,732,709)
Discontinued operations			
Loss from discontinued operations	18	-	(145,081)
Net loss for the period		(1,717,286)	(4,877,790)
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Actuarial profits from employees' defined benefit obligations		-	-
Other comprehensive income for the period		-	-
Total comprehensive loss for the period		(1,717,286)	(4,877,790)
Basic and diluted per share from:			
Loss from continuing operations	19	(0.09)	(1.08)
Loss from discontinued operations	18	-	(0.04)


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Saudi Industrial Export Company

(Saudi joint stock company)

Interim condensed statement of changes in equity**For the three-month period ended 31 March 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

	<u>Share capital</u>	<u>Statutory reserve</u>	<u>Actuarial reserve</u>	<u>Accumulated losses</u>	<u>Total</u>
Balance as at 1 January 2022 (Audited)	64,800,000	642,645	357,333	(52,837,550)	12,962,428
Absorption of losses through share capital (Note 11)	(43,200,000)	-	-	43,200,000	-
Net loss for the period	-	-	-	(4,877,790)	(4,877,790)
Other comprehensive income for the period	-	-	-	-	-
Balance as at 31 March 2022 (Unaudited)	<u>21,600,000</u>	<u>642,645</u>	<u>357,333</u>	<u>(14,515,340)</u>	<u>8,084,638</u>
Balance as at 1 January 2023 (Audited)	194,400,000	642,645	473,761	(35,494,678)	160,021,728
Net loss for the period	-	-	-	(1,717,286)	(1,717,286)
Other comprehensive income for the period	-	-	-	-	-
Balance as at 31 March 2023 (Unaudited)	<u>194,400,000</u>	<u>642,645</u>	<u>473,761</u>	<u>(37,211,964)</u>	<u>158,304,442</u>


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Saudi Industrial Export Company
(Saudi joint stock company)
Interim condensed statement of cash flows
For the three-month period ended 31 March 2023
(All amounts are in Saudi Riyals unless otherwise stated)

	For the three-month period ended	
	31 March 2023	31 March 2022
	(Unaudited)	(Unaudited)
Cash flows from operating activities:		
Net loss from continuing operations before zakat	(1,717,286)	(4,732,709)
Loss from discontinued operations	-	(145,081)
Net loss before zakat	(1,717,286)	(4,877,790)
Adjustments for:		
Depreciation of property, plant and equipment	57,558	99,418
Amortization of intangible assets	1,664	-
Write-off intangible assets	-	1,109
Depreciation of right-of-use assets	-	50,753
Write-off other current assets	110,834	2,105,176
Impairment of trade receivables	361,715	-
Dividends from investments carried at FVTPL	(42,123)	-
Realized gains on disposal of investments carried at FVTPL	(45,341)	-
Unrealized gains on investments carried at FVTPL	(1,915,085)	-
Short term bank deposits income	(420,000)	-
Employees' defined benefit obligations	56,925	43,865
Loss (gain) from sale of property, plant and equipment	87,265	(11,694)
Finance cost	-	12,465
	(3,463,874)	(2,576,698)
Changes in working capital items:		
Trade receivables	190,131	(171,614)
Prepayments and other current assets	2,287,808	490,732
Trade payables	26,717	(347,452)
Accrued expenses and other current payables	84,199	(438,977)
Cash generated used in operations	(875,019)	(3,044,009)
Defined benefit obligations paid to employees	(14,052)	(11,048)
Zakat paid	-	(431,325)
Net cash used in operating activities	(889,071)	(3,486,382)
Cash flows from investing activities		
Additions to property, plant and equipment	(33,708)	(7,420)
Additions to intangible assets	-	(26,623)
Proceeds from sale of property, plant and equipment	-	11,694
Acquisition of investments carried at FVTPL	(21,340,856)	-
Dividends received from investments carried at FVTPL	42,123	-
Proceeds from disposal of investments carried at FVTPL	12,794,331	-
Proceeds received from of investments carried at FVTPL	166,667	-
Net cash used in from investing activities	(8,371,443)	(22,349)
Cash flows from financing activities		
Changes in amounts due from shareholders	291,783	-
Changes in amounts due to shareholders	-	34,328
Lease obligations paid	-	(33,320)
Net cash used in financing activities	291,783	1,008
Net change in cash and cash equivalents	(8,968,731)	(3,507,723)
Cash and cash equivalents at the beginning of the period	59,837,810	7,480,359
Cash and cash equivalents at the end of the period	50,869,079	3,972,636
Non-cash transactions		
Absorption of losses through share capital	-	43,200,000



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Saudi Industrial Export Company

(Saudi joint stock company)

Notes to the interim condensed financial statements**For the three-month period ended 31 March 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

1- Status and nature of business

Saudi Industrial Export Company is a Saudi Joint Stock Company (the "Company"), established pursuant to the Minister of Industry and Trade resolution, No. 954 dated 12 Dhu al-Qidah 1410H. corresponding to 5 June 1990. The Company is registered under Commercial Register No. 1010077554 issued in Riyadh on 25 Dhu al-Qidah 1410H. corresponding to 18 June 1990. Unified entity no. 7001344865.

The Company's head office is located in:

P.O. Box 21977

Riyadh 11485

Kingdom of Saudi Arabia

The Company's issued and authorized capital amounts to 194,400,000 Saudi Riyals divided into 19,440,000 shares of 10 Saudi Riyals each.

- The Company operates through the following branches, which assets, liabilities and operational results have been included in these financial statements:

Branch name	City	CR number	Registration date
Saudi Industrial Export Company Branch	Riyadh	1010598789	14/2/1441 H
Saudi Industrial Export Company Branch	Riyadh	1010620859	11/5/1441 H
Saudi Industrial Export Company Branch	Riyadh	1010618735	27/4/1441 H
Saudi Industrial Exports Company - UAE Branch	Dubai	1473310	12/12/2019u

- The Company is engaged in the wholesale of lubricating oils and refined petroleum products, the wholesale of cement, plaster and the like, the wholesale of primary plastic materials, rubber and synthetic fibers, and storage in ports and customs or free zones.
- The activity of the branch of the Saudi Industrial Export Company - Commercial Registration No. 1010598789 is represented in the loading and unloading of air cargo planes, transporting goods by sea and directing cargo transport vehicles.
- The branch of the Saudi Industrial Export Company - Commercial Registration No. 1010620859 - is engaged in wholesale food and beverages, storage in grain and flour silos warehouses, food and agricultural products inventory, and dry food inventory.
- The branch of the Saudi Industrial Export Company - Commercial Registration No. 1010618735 - is engaged in the wholesale sale of chemicals.
- The activity of the Saudi Industrial Export Company - UAE branch - is engaged in general trade under the industrial license issued by Decision No. 868310 on 15 Rabi' al-Akhir 1441H corresponding to 12 December 2019.
- The activity of the Saudi Industrial Exports Company - Sudan Branch - was engaged in import and export under the commercial license issued by Resolution No. 2450 dated 1 Rabi' al-Akhir 1441 H, corresponding to November 28, 2019 In the free zone Qura. During 2022, the Company terminated the license to practice the activity and the lease contract associated with it.
- SARA Medical Supplies Factory - branch of Saudi Industrial Export Company - was engaged in the manufacture of disinfectants and sterilizers for medical products and devices, the manufacture of disinfectants and sterilizers for non-medical use, the wholesale sale of soap and detergents, the retail sale of medical devices, equipment and supplies under the industrial license amended by Decision No. 247 dated 28 Muharram 1439H corresponding to 18 October 2017. During 2022, the Company cancelled the commercial registration on 13 Jamaad Alwal 1444 corresponding to 7 December 2022 (Note 18).

The Company's fiscal year commences at the beginning of January and ends at the end of December of each gregorian calendar year.

Saudi Industrial Export Company

(Saudi joint stock company)

Notes to the interim condensed financial statements**For the three-month period ended 31 March 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

2- Basis of preparation**2.1 Statement of compliance**

These interim condensed financial statements for the three-month period ended 31 March 2023 have been prepared in accordance with the requirements of International Accounting Standard (IAS 34) "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

These interim condensed financial statements do not include all the information and disclosures required in a complete set of annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2022. In addition, the results of the operations of the interim periods are not necessarily indicative of the results of the operations for the whole year.

2.2. Measurement basis

These interim condensed financial statements have been prepared on the historical cost basis, except for investments carried at FVTPL which is recognized at fair value and the recognition of employees' defined benefit obligations at the present value of future obligations using the projected unit credit method.

2.3 Functional and presentation currency

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

2.4 Discontinued operations and non-current assets held for sale (or held for distribution to shareholders)

The results of discontinued operations are presented separately in the interim condensed statement of profit or loss and other comprehensive income. Non-current assets (or disposal groups), if any, are classified as held for sale (or held for distribution to shareholders) at their carrying value or fair value less cost to sell (or cost of distribution), whichever is lower.

Non-current assets (or disposal groups) are classified as held for sale (or held for distribution to shareholders) if their carrying amount will be recovered through a sale transaction rather than continuing use. In that case when the asset (or disposal group) is available for immediate sale in its present condition only subject to the normal and ordinary terms of sale of such assets (or disposal group) and the sale is considered highly probable.

A sale is considered highly likely if the relevant management level is committed to a plan to sell the asset (or disposal group), and an active program to find a buyer and complete the plan has been initiated. Furthermore it; The asset has been actively marketed for sale (or disposal group) at a reasonable price in relation to its current fair value. In addition, the sale is expected to qualify for recognition as a completed sale within one year from the date it is classified as held for sale.

Non-current assets for sale are not depreciated or amortized while they are classified as held for sale (or held for distribution to shareholders). The interest and other expenses associated with the obligations of the disposal group are recognized.

Non-current assets (or disposal group) classified as held for sale (or held for distribution to shareholders) are classified separately from other assets in the interim condensed statement of financial position. Obligations of disposal group classified as held for sale (or held for distribution to shareholders) are categorized separately from other liabilities in the interim condensed statement of financial position.

2.5 Going concern basis of accounting

The interim condensed financial statements have been prepared on the going concern basis, which assumes that the Company will continue its activities for the foreseeable future.

The Company is working on expanding the business model by entering into operations complementary to the Company's activity according to the by-laws to include storage operations in regional and international free zones, in addition to entering into import operations for raw materials and expanding transportation operations for the Company's account and for the account of others. In addition, the Company's management is working to trade in items with a high profit margin, such as foodstuffs. In 15 February 2022, the share capital has been restructured by absorption of accumulated losses through capital reduction from SR 64.8 million to SR 21.6 million. Furthermore, during 2022, the Company completed the regulatory requirements to increase the share capital through rights- issue amounting to SR 172.8 million (note 11).

The management reasonably expects the Company to continue as a going concern for the foreseeable future by activating its new strategy which already implemented starting July 2022 and the business plan that was submitted to the related regulatory and obtained the approvals for the capital increase.

Saudi Industrial Export Company

(Saudi joint stock company)

Notes to the interim condensed financial statements**For the three-month period ended 31 March 2023**

(All amounts are in Saudi Riyals unless otherwise stated)

3- Significant accounting policies

The accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2022.

New standards, amendments to standards and interpretations

There are no new standards applicable to the Company. However, there are number of amendments to existing standards which are effective from 1 January 2023, which have been explained in the annual financial statements of the Company, but do not have a material effect on these interim condensed financial statements.

4- Significant accounting judgments, estimates and assumptions

In preparing these interim condensed financial statements, management has used judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which are the basis for making judgments about the carrying amounts of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. A revision of accounting estimates is recognized in the period in which the estimates are revised if the revision affects only that period, or in the revision period and future periods if the revision affects both current and future periods.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those used in the Company's financial statements for the year ended 31 December 2022.

5- Fair value measurement

Fair value is the price that would be received to sell an asset or paid to settle a liability in an orderly transaction between market participants at the measurement date. 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. Fair value measurement of a non-financial assets takes into account a market participants' ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole: Level 1: Quoted (unadjusted) market prices in active markets for identical assets and liabilities can be obtained at the measurement date.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable (such as prices) or indirectly (derived from prices).

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable (unobservable inputs). For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (based on the lowest level significant input to the fair value measurement as a whole) at the end of the period. the report. The Company sets policies and procedures for both recurring fair value measurements and non-recurring fair value measurements.

At each reporting date, the Company analyzes changes in the values of assets and liabilities that must be remeasured or revalued in accordance with the Company's accounting policies. For this analysis, the Company verifies the main inputs applied in the last evaluation by matching the information in the evaluation calculation with contracts and other related documents. The Company also compares the change in the fair value of each asset or liability with other external sources to determine whether the change is reasonable. For the purposes of fair value disclosures, the Company has determined classes of assets and liabilities based on the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as described above.

Saudi Industrial Export Company
(Saudi joint stock company)
Notes to the interim condensed financial statements
For the three-month period ended 31 March 2023
(All amounts are in Saudi Riyals unless otherwise stated)

5- Fair value measurement (continued)

<u>As of 31 March 2023 (unaudited)</u>	Fair value level			<u>Total</u>
	<u>1</u>	<u>2</u>	<u>3</u>	
Financial investments carried at FVTPL	11,648,634	-	-	11,648,634
Investment funds	30,601,500	26,923,706	-	57,525,206

<u>As of 31 December 2022 (audited)</u>	Fair value level			<u>Total</u>
	<u>1</u>	<u>2</u>	<u>3</u>	
Financial investments carried at FVTPL	11,496,855	-	-	11,496,855
Investment funds	30,295,033	17,041,667	-	47,336,700

6- Investments carried at Fair Value Through Profit or Loss (FVTPL)

	<u>31 March 2023</u> <u>(Unaudited)</u>	<u>31 December 2022</u> <u>(Audited)</u>
Investment in financial assets at fair value (a)	11,648,634	11,496,855
Investment in mutual Funds (b)	57,525,206	47,336,700
	69,173,840	58,833,555

- a. Investment in financial assets measured at fair value though profit or loss are represented in a managed portfolio for the benefit of the Company for the purpose of trading in listed equities shares in Saudi capital exchange market; the following represents the movement of Investments carried at FVTPL:

	<u>For the period ended</u> <u>31 March 2023</u> <u>(Unaudited)</u>	<u>For the year ended 31</u> <u>December 2022</u> <u>(Audited)</u>
Balance At the beginning of the period/ year	11,496,855	-
Additions during the period/ year	11,340,856	20,943,102
Disposals during the period/ year	(12,794,331)	(8,445,406)
Realized gains on disposal of investments carried at FVTPL	(162,992)	395,492
Changes in fair value measurement of investments carried at FVTPL at end of the period/ year *	1,768,246	(1,396,333)
Balance at the end of the period/ year	11,648,634	11,496,855

The Company received dividends from investments carried at FVTPL during the period ended 31 March 2023 amounting to SR 42,123 (for the year ended 31 December 2022 amounting to SR 46,823).

- b. The investment in mutual funds details as follow:

	Number of Units (units)		Carrying amount (Saudi Riyals)	
	<u>31 March 2023</u> <u>(Unaudited)</u>	<u>31 December 2022</u> <u>(Audited)</u>	<u>31 March 2023</u> <u>(Unaudited)</u>	<u>31 December 2022</u> <u>(Audited)</u>
Al-Badr Murabaha Fund - SAR	1,874,414	1,874,414	30,601,500	30,295,033
Tasharuk Fund	200	100	20,080,147	10,041,667
Blom Hajar Real Estate Fund	7,000,000	7,000,000	6,843,559	7,000,000
			57,525,206	47,336,700

Saudi Industrial Export Company
(Saudi joint stock company)
Notes to the interim condensed financial statements
For the three-month period ended 31 March 2023
(All amounts are in Saudi Riyals unless otherwise stated)

6- Investments carried at Fair Value Through Profit or Loss (FVTPL) (continued)

The movement during the period / year as follow:

	For the period ended 31 March 2023	For the year ended 31 December 2022
	(Unaudited)	(Audited)
Balance at the beginning of the period/ year	47,336,700	-
Additions during period/ year	10,000,000	47,000,000
Realized gains of investments carried at FVTPL	208,333	-
Proceeds received during the period	(166,666)	-
Changes in fair value measurement of investments carried at FVTPL at end of the period/ year *	146,839	336,700
Balance at the end of the period/ year	57,525,206	47,336,700

* Changes in fair value measurement of investments carried at FVTPL at end of the period presented at net basis in interim condensed statement of profit or loss and other comprehensive income within “Unrealized gains on financial investments carried at FVTPL” with net amount of SR 1,915,085 (for the year ended 31 December 2022: net loss amount of SR 1,059,633).

7- Prepayments and other assets

	31 March 2023	31 December 2022
	(Unaudited)	(Audited)
<i>Financial assets at amortized cost</i>		
Receivables from SARA factory assets sale (note 15 b)	2,457,527	5,332,527
Employees' receivables	114,946	186,277
	2,572,473	5,518,804
Advance payments to suppliers	6,723,001	6,620,351
Prepaid expenses	2,125,167	2,435,340
VAT refund	745,836	-
Others	34,887	25,511
	12,201,364	14,600,006

8- Trade receivables

	31 March 2023	31 December 2022
	(Unaudited)	(Audited)
<i>Financial assets at amortized cost</i>		
Gross trade receivables	3,119,309	3,309,440
Allowance for expected credit losses *	(1,570,021)	(1,208,306)
	1,549,288	2,101,134

* The movement in the allowance for expected credit losses is as follows:

	For the period ended 31 March 2023	For the year ended 31 December 2022
	(Unaudited)	(Audited)
At the beginning of the period/ year	1,208,306	4,882,368
Provision / (reversal) for the period/ year	361,715	(1,014,152)
Written off trade receivables during the period/ year **	-	(2,659,910)
At the end of the period/ year	1,570,021	1,208,306

** Trade receivables that have been written off relate to amounts settled with customers and approved by the Board of Directors.

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9- Short term bank deposits

Represents deposits with a local bank carrying an annual commission rate of 5.6% and mature within one year. The income from these deposits is included within “short term bank deposits income” in the interim condensed statement of profit or loss and other comprehensive income. The Company earned an amount of SR 1,003,333 as of 31 March 2023 (As of 31 December 2022: an amount of SR 583,333), which will be deposited to the Company’s bank account at the maturity date.

	For the period ended 31 March 2023 (Unaudited)	For the year ended 31 December 2022 (Audited)
At the beginning of the period/ year	30,583,333	-
Additions during the period/ year	-	30,000,000
Accrued bank deposit income	420,000	583,333
At the end of the period/ year	31,003,333	30,583,333

10- Cash and cash equivalents

	31 March 2023 (Unaudited)	31 December 2022 (Audited)
<i>Financial assets at amortized cost</i>		
Cash at banks	47,122,899	57,587,227
Cash balances available at investment portfolio	3,746,180	2,250,582
	50,869,079	59,837,809

11- Share capital

Share capital of the Company as at 31 March 2023 amounted to SR 194,400,000 (31 December 2022: SR 194,400,000) consisting of 19,440,000 shares (31 December 2022: 19,440,000) shares fully paid and issued shares at a value of 10 Saudi Riyals per share.

During the year ended 31 December 2022, Capital Market Authority (“CMA”) approved the Company’s request to reduce its share capital from SR 64.8 million to SR 21.6 million by reducing the number of shares from 6,480,000 to 2,160,000 to absorb accumulated losses of the Company amounting to SR 43,2 million. On 15 February 2022, the Extraordinary General Assembly approved Company’s restructuring of share capital, and the statutory procedures were completed, and the Company’s share capital was amended.

Furthermore, on 17 March 2022, the Company obtained regulatory approval from the CMA to increase share capital through rights-issue amounting to SR 172.8 million. On 11 May 2022, the Company’s extraordinary general assembly approved the share capital increase through rights- issue, and the regulatory procedures were completed, and the Company’s share capital was amended during the year ended 31 December 2022.

12- Rights-issue subscription payable compensation

The results of trading the rights-issue and subscribing to new shares were the subscription of (15,597,076) shares of the new offered shares out of a total number of (17,280,000) shares at a value of SR 155,170,760, and the coverage ratio of the total new shares offered was 90.26%, and the remaining shares that were not subscribed were offered amounting to (1,682,924) shares in the auction, and the average selling price of the sold shares was SR 55.48 per share, and the total proceeds from the sale of unsubscribed shares was SR 93,369,809, bringing the net compensation amount belonging to the shareholders of rights-issue to SR 76,540,569. It was agreed with the Saudi Investment Bank to distribute the proceeds from the sale of rights-issue, and SR 75,601,433 were settled during the period from 23 June 2022 to 31 March 2023, the amount of SR 901,660 remained unpaid until 31 March 2023 (31 December 2022: the remained unpaid amount of SR 901,660) (note 15-c).

The total transaction cost of rights-issue amounted to SR 4.8 million, and they were reduced from the Company’s retained earnings in line with the requirements of applicable accounting standards.

13- Statutory reserve

In line with the requirements of the Saudi Companies Law, the Company transfers 10% of its profit for the year to a statutory reserve until this reserve reaches 30% of the capital. This reserve is not available for distribution.

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14- Accrued expenses and other current liabilities

	31 March 2023 (Unaudited)	31 December 2022 (Audited)
Accrued expenses	1,754,637	1,656,029
Advance payments from customers	99,300	99,300
VAT payable	-	14,409
	1,853,937	1,769,738

15- Related parties transactions and related balances

15-a Transactions during the period

	For the three-month period ended 31 March 2023 (Unaudited)	31 March 2022 (Unaudited)
Board remuneration	197,766	36,000
Board of Directors attendance allowance	45,000	36,000
Salaries and benefits of key management personnel *	796,634	366,675
Refunds from the sale of capital reduction fractions	-	714,165

* Compensation for key management personnel consists of salaries, benefits, and defined benefit obligations for top management.

15-b Amounts due from shareholders

	31 March 2023 (Unaudited)	31 December 2022 (Audited)
Receivables from shareholders	2,529,984	2,821,767
Less: Impairment allowance	(677,521)	(677,521)
	1,852,463	2,144,246

* The movement in the impairment allowance is as follows:

	For the period ended 31 March 2023 (Unaudited)	For the year ended 31 December 2022 (Audited)
At the beginning of the period/ year	677,521	-
Provision for the period/ year	-	677,521
At the end of the period/ year	677,521	677,521

15-c Due to shareholders

	31 March 2023 (Unaudited)	31 December 2022 (Audited)
Dividend payable (a)	2,369,766	2,369,766
Rights-issue holders' compensation share capital increase (note 12) (b)	901,660	901,660
Share capital subscription surplus (c)	437,136	437,136
Refunds from the sale of capital reduction fractions (d)	34,109	34,109
	3,742,671	3,742,671

a) This balance represents dividends payable to the shareholders for the profits of previous years, which the shareholders did not present to receive it until the date of approval of these interim condensed financial statements.

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15- Related parties transactions and related balances (continued)**15-c Due to shareholders (continued)**

b) The balance of "Rights-issue holders' compensation" represents due to investors who didn't participate in the rights-issue. The remaining balance is SR 901,660 as at 31 March 2023 and 31 December 2022. The Company is unable to refund these amounts due to the lack of availability or completeness of bank account information.

c) The balance of the share capital subscription surplus represents the subscription amounts received from eligible shareholders who exercised their right to subscribe to newly issued shares and those entitled to fractional shares. The remaining balance of the surplus amounts to SR 437,136. As at 31 March 2023 and 31 December 2022, the Company is not able to transfer these amounts due to the lack of availability or completeness of bank account information.

d) The balance of "refunds from the sale of capital reduction fractions" represents the amount due to investor from shares' fraction value resulted from the capital decrease amounted to SR 34,109 as at 31 March 2023 and 31 December 2022. The Company is unable to refund these amounts due to the lack of availability or completeness of bank account information.

16- Zakat**a) Zakat provision movement**

	For the period ended 31 March 2023 (Unaudited)	For the year ended 31 December 2022 (Audited)
At the beginning of the period / year	2,462,316	1,233,261
Previous years adjustments	-	134,064
Provision for the period / year	-	1,977,817
Paid during the period / year	-	(882,826)
At the end of the period / year	2,462,316	2,462,316

b) Zakat status of the Company

The Company submitted its zakat returns to Zakat, Tax and Customs Authority (ZATCA) until the year ended 31 December 2021 and obtained a certificate valid until 10 Shawal 1444 H corresponding to 30 April 2023. The Company received letters of adjustment for zakat assessments for the years 2014 to 2020. The value of the zakat differences amounted to SR 3,396,669; the Company paid an amount of SR 2,109,530. The Company submitted an objection request for the rest of the difference amount to the General Secretariat of Tax Committees, and it has not been decided until the date of preparing the interim condensed financial statements. The Company's management believes that the outcome of the objections will be in its favour, regarding the above assessments.

c) VAT status of the Company

The Company received letters of adjustment for value-added tax assessments from Zakat, Tax and Customs Authority (ZATCA) for periods during the years 2018 and 2019, the tax differences amounted to SR 6,619,971. During 2022, the Company requested to pay the amount in instalments from ZATCA and utilize the cancellation of Fines and Exemption of Penalties Initiative, therefore, the Company paid all the instalments of the amount mentioned above.

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17- Revenues

	For the three-month period ended	
	31 March 2023	31 March 2022
	(Unaudited)	(Unaudited)
Selling of goods	4,312,500	-
Services rendered	21,651	63,463
	4,334,151	63,463

Revenue recognition time

For the three-month period ended 31 March 2023 (Unaudited)	Acting as principal	Acting as agent	Total
At point in time	4,312,500	21,651	4,334,151
	4,312,500	21,651	4,334,151
For the three-month period ended 31 March 2022 (Unaudited)	Acting as principal	Acting as agent	Total
At point in time	-	63,463	63,463
	-	63,463	63,463

Geographic information *

	For the three-month period ended	
Revenue	31 March 2023	31 March 2022
	(Unaudited)	(Unaudited)
Export	4,312,500	-
Local	21,651	63,463
Total revenue according to interim condensed statement of profit or loss and other comprehensive income	4,334,151	63,463

* Revenue information above is determined based on the customer location.

18- Discontinued operations

A. On 7 March 2021, the Company's board of directors decided to liquidate and close Saudi Industrial Export Company – Jordan due to lack of economic feasibility and to reduce general and administrative expenses. Accordingly, the consolidation of the financial statements was discontinued as of this date, and the operation results were presented separately on the interim condensed statement of profit or loss and other comprehensive income as follows:

	For the three-month period ended	
	31 March 2023	31 March 2022
	(Unaudited)	(Unaudited)
General and administrative expenses	-	-
Loss from operation	-	-
Loss of discontinued operations	-	-
Basic and diluted loss per share	-	-

- The net assets of Saudi Industrial Export Company – Jordan as at 31 December 2022 amounted to SR Nil.
- The net liabilities of Saudi Industrial Export Company – Jordan as at 31 December 2022 amounted to SR Nil.
- There is no cash flow for the Saudi Industrial Export Company - Jordan during the year ended 31 December 2022.
- The statutory procedures for liquidating Saudi Industrial Export Company – Jordan were completed during the year ended 31 December 2022.

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18- Discontinued operations (continued)

B. On 11th of August 2022 the board of directors resolved to dispose SARA medical supplies factory due to the lack of economic feasibility and to reduce general and administrative expenses as per the new strategy and business plan of the Company, and during 2022, the Company sold the net assets of the factory, in addition, the commercial registration was cancelled on 13 Jumada Al-Awal 1444 H corresponding to 7 December 2022.

B 1. The business results has been presented separately for the reporting period and the comparative period in the interim condensed statement of profit or loss and other comprehensive income as follows:

	For the three-month period ended	
	31 March 2023	31 March 2022
	(Unaudited)	(Unaudited)
General and administrative expenses	-	(138,839)
Finance costs	-	(6,242)
Loss from operation	-	(145,081)
Loss of discontinued operations	-	(145,081)
Basic and diluted loss per share	-	(0.04)

B-2. During 2022, the Company sold net assets and liabilities of Saudi Industrial Export Company – SARA factory branch for SR 6 Million, It was agreed that the sale value will be paid in five instalments within one year from 15 September 2022 to 15 September 2023. The Gain from sales of net assets of discontinued operations calculated as follows:

	For the year ended 31 December 2022 (audited)
Assets	
Property, plant and equipment	2,525,122
Right of use assets	561,892
Prepayments and other assets	1,100
Total Assets from discontinued operations	3,088,114
Liabilities	
Lease Liability	626,947
Total Liabilities from discontinued operation	626,947
Net Assets from discontinued operations	2,461,167
Sales Value	6,000,000
The Gain from sales of discontinued operation net assets	3,538,833

B.3. There is no cash flow for for Saudi Industrial Export Company – SARA factory branch during the period ended 31 March 2023 and 31 March 2022.

C. Basic and diluted Gain / (Loss) per share from discontinued operations

	For the period ended 31 March 2023	For the period ended 31 March 2022
Loss from discontinued operations:		
Saudi Industrial Export Company – Jordan (a)	-	-
SARA medical supplies factory (B)	-	(145,081)
Total Loss from discontinued operations	-	(145,081)
Weighted average number of common shares	19,440,000	4,368,000
Basic and diluted loss per share from discontinued operations	-	(0.04)

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19 - Basic and diluted loss per share

	For the three-month period ended	
	31 March 2023	31 March 2022
	(Unaudited)	(Unaudited)
Loss from Continuing Operations	(1,717,286)	(4,732,709)
Weighted average number of ordinary shares	19,440,000	4,368,000
	(0.09)	(1.08)

Basic loss per share is calculated by dividing the loss for the period from continuing operations attributable to the shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted loss per share is calculated by dividing the loss for the period from continuing operations attributable to the shareholders of the Company by the weighted average number of ordinary shares outstanding during the period after adjusting for the effect of all dilutive potential ordinary shares. There were no potentially dilutive shares outstanding at any time during the periods ended 31 March 2023 and 31 March 2022.

20- Segment information

A segment is a separate and distinct part of a company that is engaged in business activities from which it earns revenue or incurs expenses. Operating segments are disclosed on the basis of internal reports that are reviewed by the CEO, who is the person responsible for allocating resources, evaluating performance and making strategic decisions about operating segments. Operating segments with similar economic characteristics, products, services and categories of customers are grouped and recorded whenever possible as reportable segments in accordance with IFRS 8 Operating Segments.

Basis of division

For administrative purposes, the Company arranges its business through business units on the basis of segments. The following are the segments activities:

1- Export from inside and outside the Kingdom, most of the Company's export operations are carried out from the Kingdom of Saudi Arabia to the Middle East, Asia and Africa.

2- Production and sale of medical supplies.

The business segments have been identified on the basis of internal reports that are presented to the CFO regularly to upload resources to the segments and evaluate their performance "management approach". The management approach depends on the way in which management organizes business segments within the Company in order to make operational decisions and evaluate performance. At the end of each financial year, management actively reviews the segments for both the quantities and the characteristics of the revenues and expenses presentation in those segments.

Below is a summary of some of the selected financial information according to the above-mentioned operating segments:

	31 March 2023		
	Export	Medical	Total
Revenues	4,334,151	-	4,334,151
Loss of Continuing Operations	(1,717,286)	-	(1,717,286)
Total current assets	166,649,367	-	166,649,367
Total current liabilities	8,435,521	-	8,435,521
31 March 2022			
	Export	Medical	Total
Revenues	63,463	-	63,463
Loss of Continuing Operations	(4,732,709)	(145,081)	(4,877,790)
Total current assets	13,574,870	469,237	14,044,107
Total current liabilities	8,850,954	99,951	8,950,905

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21- Commitments and Contingent liabilities

There are cases instituted against the Company with approximately total financial claims amounting to SR 260 Thousand (31 December 2022: approximately SR 260 Thousand), for which no final judgments have been issued. The Company's management believes that such cases will not have any impact on the financial position of the Company and the results of its operations.

There are Letters of credit with a value of SR Nil (31 December 2022: SR Nil).

22- Events after the reporting period

There were no material events after the end of the period ended 31 March 2023, modified or unmodified, that require disclosure or amendment in these interim condensed financial statements.

23- Approval of the interim condensed financial statements

The interim condensed financial statements for the three-month period ended 31 March 2023 were approved by the Company's board of directors on 1 Thul-Qi'dah 1444 AH corresponding to 21 May 2023.