

SAUDI MARKETING COMPANY
(FARM SUPERSTORES)
(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL
STATEMENTS AND INDEPENDENT AUDITOR'S
REPORT ON REVIEW OF CONDENSED
CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH
31, 2021

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the Shareholders of
Saudi Marketing Company (Farm Superstores)
(A Saudi Joint Stock Company)
Dammam, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of Saudi Marketing Company (Farm Superstores) ("the Company") and its subsidiary (collectively referred to as "the Group") which comprise of condensed consolidated interim statement of financial position as at March 31, 2021, condensed consolidated interim statement of profit or loss and other comprehensive income, condensed consolidated interim statement of changes in equity and condensed consolidated interim statement of cash flows for the three months period then ended and summary of significant accounting policies and selected notes.

Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 – ("IAS 34") "Interim Financial Reporting" endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on 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", endorsed in the Kingdom of Saudi Arabia. A review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

For Dr. Mohamed Al-Amri & Co.



Gihad M. Al-Amri
Certified Public Accountant
Registration No. 362



May 23, 2021 (G)
Shawwal 11, 1442 (H)

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION**AS AT MARCH 31, 2021**

(Expressed in Saudi Riyals)

	Notes	March 31, 2021 (Unaudited)	December 31, 2020 (Audited)
ASSETS			
Non-current assets			
Property and equipment	4	655,570,139	661,339,332
Right of use assets		663,082,226	679,490,561
Investment properties		29,118,645	29,165,121
Intangible assets		3,656,714	3,719,924
Investment in equity instrument at fair value through other comprehensive income (FVOCI)		377,699	355,740
Total non-current assets		1,351,805,423	1,374,070,678
Current assets			
Inventories		886,002,022	824,233,364
Trade receivables		12,593,148	9,707,764
Prepayments and other receivables		44,084,416	48,019,559
Due from related parties	5	2,039,341	1,689,256
Cash and cash equivalents		20,955,148	16,305,127
Total current assets		965,674,075	899,955,070
TOTAL ASSETS		2,317,479,498	2,274,025,748
EQUITY AND LIABILITIES			
Equity			
Share capital		450,000,000	450,000,000
Statutory reserve		96,760,548	96,760,548
Retained earnings		73,211,679	68,950,422
Fair value reserve of equity instrument at FVOCI		(880,130)	(902,089)
Equity attributable to the shareholders of the Company		619,092,097	614,808,881
Non-controlling interest		252,925	241,966
Total equity		619,345,022	615,050,847
Non-current liabilities			
Loans and borrowings	6	62,250,000	15,000,000
Lease liability		645,649,834	660,588,847
Employees end of service benefits		57,497,359	56,248,286
Total non-current liabilities		765,397,193	731,837,133
Current liabilities			
Trade payables and accruals		428,613,247	374,474,763
Short-term loans	6	412,827,833	442,732,428
Current portion of long term loans and borrowings	6	39,111,111	56,944,444
Current portion of lease liability		46,930,078	46,867,023
Advances against sub lease		2,892,380	3,866,681
Provision for zakat	7	2,362,634	2,252,429
Total current liabilities		932,737,283	927,137,768
Total liabilities		1,698,134,476	1,658,974,901
TOTAL EQUITY AND LIABILITIES		2,317,479,498	2,274,025,748

The accompanying notes from 1 to 13 form an integral part of these condensed consolidated interim financial statements.

Chairman

Hazem Fayez Al Aswad

CEO

Maher Hazem Fayez Al Aswad

CFO

Salman Ejaz Khawaja Ejaz Ur Rehman

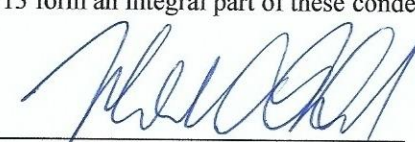
SAUDI MARKETING COMPANY (FARM SUPERSTORES)
(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME**
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021
(Expressed in Saudi Riyals)

	Note	March 31, 2021 (Unaudited)	March 31, 2020 (Unaudited)
Revenue		417,458,278	462,082,940
Cost of revenue		(299,991,822)	(342,719,017)
Gross profit		117,466,456	119,363,923
Selling and distribution expenses		(80,633,096)	(78,728,584)
General and administrative expenses		(24,059,718)	(21,547,848)
Profit from operations		12,773,642	19,087,491
Finance cost		(12,162,520)	(15,069,983)
Other income, net		3,809,662	4,316,410
Profit before zakat		4,420,784	8,333,918
Zakat		(148,568)	(208,348)
NET PROFIT FOR THE PERIOD		4,272,216	8,125,570
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss in subsequent periods:</i>			
Fair value gain on re- measurement of equity instrument at FVOCI		21,959	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		4,294,175	8,125,570
Net profit attributable to:			
Shareholders of the Company		4,261,257	8,116,890
Non-controlling interests		10,959	8,680
		4,272,216	8,125,570
Total comprehensive income attributable to:			
Shareholders of the Company		4,283,216	8,116,890
Non-controlling interests		10,959	8,680
		4,294,175	8,125,570
Earning per share			
Basic and diluted earnings per share from net profit attributable to the shareholders of the Company	9	0.09	0.18

The accompanying notes from 1 to 13 form an integral part of these condensed consolidated interim financial statements.


Chairman
Hazem Fayeze Al Aswad


CEO
Maher Hazem Fayeze Al Aswad


CFO
Salman Ejaz Khawaja Ejaz Ur Rehman

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

(Expressed in Saudi Riyals)

	-----Attributable to the shareholders of the Company-----						
	Share capital	Statutory reserve	Retained earnings	Fair value reserves of equity instruments at FVOCI	Total	Non-controlling interest	Total equity
At January 01, 2020 (audited)	450,000,000	92,884,188	34,928,245	(751,423)	577,061,010	285,793	577,346,803
Net profit for the period	-	-	8,116,890	-	8,116,890	8,680	8,125,570
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	8,116,890	-	8,116,890	8,680	8,125,570
At March 31, 2020 (un-audited)	450,000,000	92,884,188	43,045,135	(751,423)	585,177,900	294,473	585,472,373
At January 01, 2021 (audited)	450,000,000	96,760,548	68,950,422	(902,089)	614,808,881	241,966	615,050,847
Net profit for the period	-	-	4,261,257	-	4,261,257	10,959	4,272,216
Other comprehensive income	-	-	-	21,959	21,959	-	21,959
Total comprehensive income for the period	-	-	4,261,257	21,959	4,283,216	10,959	4,294,175
At March 31, 2021 (un-audited)	450,000,000	96,760,548	73,211,679	(880,130)	619,092,097	252,925	619,345,022

The accompanying notes from 1 to 13 form an integral part of these condensed consolidated interim financial statements.

Chairman

Hazem Fayeze Al Aswad

CEO

Maher Hazem Fayeze Al Aswad

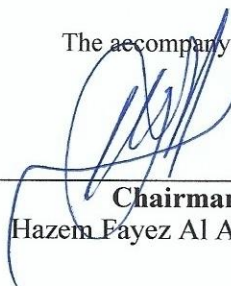
CFO

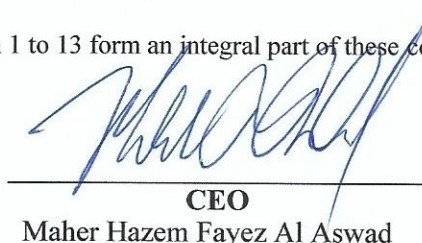
Salman Ejaz Khawaja Ejaz Ur Rehman

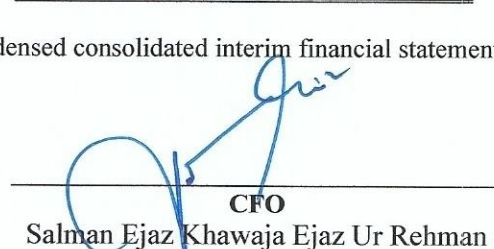
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021
(Expressed in Saudi Riyals)

	March 31, 2021 (Unaudited)	March 31, 2020 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before zakat	4,420,784	8,333,918
<i>Adjustments for non –cash items to reconcile profit before zakat to net cash flows</i>		
Depreciation of property and equipment	12,749,139	12,531,965
Depreciation of right of use assets	16,408,335	16,931,018
Depreciation of investment properties	46,476	46,475
Amortisation of intangible assets	69,644	279,850
Provision for employees' end of service benefits, net	1,249,073	1,032,669
Loss on write off / disposal of property and equipment - net	-	3,995
Finance cost	12,162,520	15,069,983
	47,105,971	54,229,873
<i>Working capital adjustments</i>		
Inventories	(61,768,658)	(20,142,413)
Trade receivables	(2,885,384)	(2,100,413)
Prepayments and other receivables	3,935,143	(9,668,818)
Due from related parties	(350,085)	3,197,648
Trade payable and accruals	54,138,484	44,624,759
Advances against sub-lease	(974,301)	(990,479)
Cash provided by operations	39,201,170	69,150,157
Finance cost paid	(2,498,284)	(5,185,893)
Zakat paid	(38,363)	-
Net cash generated from operating activities	36,664,523	63,964,264
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(6,979,946)	(6,799,066)
Proceeds from disposal of property and equipment	-	364,930
Additions to intangible assets	(6,434)	(60,000)
Net cash used in investing activities	(6,986,380)	(6,494,136)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term loans and borrowings	(24,583,333)	(30,916,671)
Proceeds from long term loans and borrowings	54,000,000	-
Net change in short term loans	(29,904,595)	4,028,143
Repayment of lease liability	(24,540,194)	(27,598,363)
Net cash used in financing activities	(25,028,122)	(54,486,891)
Net change in cash and cash equivalents	4,650,021	2,983,237
Cash and cash equivalents at the beginning of the period	16,305,127	20,675,252
Cash and cash equivalents at the end of the period	20,955,148	23,658,489

The accompanying notes from 1 to 13 form an integral part of these condensed consolidated interim financial statements.


Chairman
Hazem Fayeze Al Aswad


CEO
Maher Hazem Fayeze Al Aswad


CFO
Salman Ejaz Khawaja Ejaz Ur Rehman

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2020

(Expressed in Saudi Riyals)

1. CORPORATE INFORMATION AND GROUP STRUCTURE

Saudi Marketing Company (Farm Superstores) (the "Company") is a Saudi Joint Stock Company registered in Dammam, Kingdom of Saudi Arabia (KSA) under Commercial Registration number 2050006430 dated Muharram 2, 1399H (corresponding to December 3, 1978). The Company has various branches all over the Kingdom of Saudi Arabia. The Company's registered office is P.O. Box 4605, Dammam 31412, Kingdom of Saudi Arabia.

As of the reporting date, the Company has the following subsidiary (collectively referred to as the "Group"):

Subsidiary name	Country of incorporation	Effective ownership interest (%)	
		March 31, 2021 (Unaudited)	March 31, 2020 (Unaudited)
Pure Springs Agencies & Trading Company Ltd.	Saudi Arabia	90	90

The subsidiary is engaged in managing and operating coffee shops.

The Group is engaged in the following activities:

- Wholesale and retail of foodstuff, household consumables, toys, textiles and stationary;
- Marketing services on behalf of third parties and managing and operating bakeries;
- Managing and operating restaurants and coffee shops and providing fast food items and cold and hot beverages;
- Establishment, operation and maintenance of amusement centers.

2. BASIS OF PREPARATION AND BASIS OF MEASUREMENT

2.1 Statement of compliance

These condensed consolidated interim financial statements for the three months period ended March 31, 2021 have been prepared in accordance with IAS 34 Interim Financial Reporting ("IAS 34") as endorsed in the KSA and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

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

The methods of computation and accounting policies adopted in the preparation of these 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, 2020.

The significant judgements made by management in applying the Group's key sources of estimation uncertainty are similar to those described in the Group's annual consolidated financial statements for the year ended December 31, 2020.

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021

(Expressed in Saudi Riyals)

2. BASIS OF PREPARATION AND BASIS OF MEASUREMENT (Continued)

2.2 Basis of measurement

These condensed consolidated interim financial statements have been prepared using the accruals basis of accounting under the historical cost convention, except for the remeasurement of equity instrument at fair value through other comprehensive income (FVOCI) and employees' benefits that have been measured at the fair value and present value respectively. As of March 31, 2021 and December 31, 2020, the carrying values of the financial assets and financial liabilities approximate to their fair values. Investment in equity instrument at FVOCI is determined at level 1 of the fair value hierarchy.

These condensed consolidated interim financial statements are presented in Saudi Riyal (SR) which is also the functional currency of the Group.

2.3 New accounting standards, interpretations and amendments

There are no new standards issued, however, there are number of amendments to standards which are effective from January 1, 2021 and has been disclosed in the Group's annual consolidated financial statements for the year ended December 31, 2020, except for amendment to IFRS 16 (as mentioned below) but these do not have a significant impact on the Group's condensed consolidated interim financial statements for the three months period ended March 31, 2021. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Amendments to IFRS 16: COVID-19-Related Rent Concessions beyond June 30, 2021

In March 2021, the IASB amended IFRS 16 Leases, extending the practical expedient in order to permit lessees to apply it to rent concessions for which reductions in lease payments affect payments originally due on or before June 30, 2022. This amendment is applicable for annual reporting periods beginning on or after April 01, 2021, with early application permitted, including in financial statements not authorized for issue at March 31, 2021. The Group, being a lessee, did not receive any rent concession during the period and accordingly not affected by this amendment.

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

(Expressed in Saudi Riyals)

3. SEGMENT INFORMATION**Operating segments**

For management purposes, the Group is organized into business units based on its products and services and has three reportable segments, as follows:

- a) The retail segment- this segment includes sale of goods to customers commonly at the store checkout for the sales via the Group's stores.
- b) The household segment- this segment includes sale of goods to the wholesale customers.
- c) The entertainment service segment- this segment includes services provided by operating kids play grounds "Adventure World".

All of the Group's operations are located in the Kingdom of Saudi Arabia. The selected information for each operating segment for the period ended March 31, 2021 and March 31, 2020 are as follows:

Period ended March 31, 2021 (unaudited)	Retail	Household	Entertainment services	Total
Revenue	409,213,873	3,026,726	5,217,679	417,458,278
Profit / (loss) from operations	12,681,543	306,686	(214,587)	12,773,642
Net profit/ (loss) for the period attributable to shareholders	6,652,259	(1,249,717)	(1,141,285)	4,261,257
Total non-current assets	1,237,335,729	396,656	114,073,038	1,351,805,423
Total assets	2,203,009,804	396,656	114,073,038	2,317,479,498
Total liabilities	1,698,134,476	-	-	1,698,134,476

Period ended March 31, 2020 (unaudited)	Retail	Household	Entertainment services	Total
Revenue	453,215,022	2,287,210	6,580,708	462,082,940
Profit / (loss) from operations	17,845,412	(123,988)	1,366,067	19,087,491
Net income/ (loss) for the period attributable to shareholders	9,304,631	(1,408,406)	220,665	8,116,890
Total non-current assets	1,288,146,274	516,063	120,143,338	1,408,805,675
Total assets	2,150,860,897	516,063	120,143,338	2,271,520,298
Total liabilities	1,686,047,925	-	-	1,686,047,925

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

(Expressed in Saudi Riyals)

4. PROPERTY AND EQUIPMENT

During the three months period ended March 31, 2021, the Group acquired property and equipment with a cost of SR 6.9 million (March 31, 2020: SR 6.8 million) and disposed off assets with a cost of SR Nil (March 31, 2020: SR. 1.1 million).

5. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent shareholders, key management personnel and the entities controlled, jointly controlled or significantly influenced by such parties.

On March 21, 2020, due to change in Board of Directors, Al Dawaa Medical Services (Al Dawaa) was no more a related party of the Group and hence its balance is presented under trade payables and accruals. However, transactions with Al Dawaa till March 20, 2020 has been shown in the below note.

The significant transactions with related parties have been disclosed below:

Related parties	Relationship	Nature of transactions	Amounts of transaction for three months period ended March 31,	
			2021 (Unaudited)	2020 (Unaudited)
Al Karam Restaurant	Common directorship	Sales	132,664	148,920
		Collections	(150,000)	(113,561)
Al Dawaa Medical Services	Common directorship	Rental income net of payment	-	(1,116,321)
		Purchases	-	488,831
		Gondola and sales	-	(23,448)
		Payment		(439,957)
Al Aswad Trading and Contracting Establishment	Common directorship	Rental and advances paid	(1,453,690)	(1,988,087)
		Purchases	-	(152,688)
		Rental income	1,821,111	254,888
Al Aswad Trading Establishment	Common directorship	Purchases	579,579	887,764
		Gondola, rental income and Sales	(28,979)	(44,518)
		Payments	(512,178)	(496,564)
Space Travel and Tourism Agency	Common directorship	Purchases	164,855	411,485
		Payments	(241,428)	(353,239)
Al- Aswad for Real Estate Services Establishment	Affiliates	Rental income	-	392,160
Al Aswad Trading and Contracting - Electromechanical	Common directorship	Services received by subsidiary	-	990
		Payments	(990)	-

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

(Expressed in Saudi Riyals)

Amounts due from related parties:

	Balances as at	
	March 31, 2021 (Unaudited)	December 31, 2020 (Audited)
Related parties		
Al Aswad Trading and Contracting Establishment	1,338,535	971,114
Al Karam Restaurant	310,506	327,842
Al- Aswad for Real Estate Services Establishment	390,300	390,300
	2,039,341	1,689,256

Amounts due to related parties presented under trade payables and accruals:

	Balances as at	
	March 31, 2021 (Unaudited)	December 31, 2020 (Audited)
Related parties		
Al Aswad Trading Establishment	344,168	305,746
Space Travel and Tourism Agency	-	76,573
Al Aswad Trading and Contracting- Electromechanical	-	990
	344,168	383,309

Pricing policies and terms of payments for the above transactions have been approved by the Group's management.

Remuneration of key management personnel:

The remuneration of key management personnel was as follows:

	March 31, 2021 (Unaudited)	March 31, 2020 (Unaudited)
Short term benefits	680,200	860,200
End of service benefits	54,342	65,592
Board of Directors' remuneration	112,500	112,500
	847,042	1,038,292

SAUDI MARKETING COMPANY (FARM SUPERSTORES)
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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

(Expressed in Saudi Riyals)

6. LOANS AND BORROWINGS

		March 31, 2021	December 31, 2020
	Notes	(Unaudited)	(Audited)
Term loans - non-current portion	6.1	62,250,000	15,000,000
- current portion	6.1	39,111,111	56,944,444
		101,361,111	71,944,444
Short term loans	6.2	412,827,833	442,732,428
		514,188,944	514,676,872

6.1 Term loans

Various long term loans facilities have been obtained from local commercial banks which are secured by promissory notes. These long term loan facilities carry financial charges at normal commercial rates.

In 2021, the Group obtained a new loan facility from a local bank amounted to SR 54 million to finance working capital with final maturity date in 2025. This loan is subject to mark-up at SIBOR plus margin and is secured by promissory notes.

The loan agreements include covenants which among other things, require certain financial ratios to be maintained.

6.2 Short term loans

These facilities have been obtained from local commercial banks and comprise of short term loans with maturities of less than one year. The short term facilities are secured by promissory notes. The short term facilities carry financial charges at normal commercial rates.

7. ZAKAT

Status of assessments

The Company has finalized its Zakat assessments for years from 2009 to 2012 with the General Authority of Zakat and Tax (GAZT). The declarations / returns for the years from 2013 to 2020 have been submitted to GAZT.

During 2020, GAZT raised an assessments of Zakat for the years from 2014 to 2018 amounted to SR 15.6 million and an assessment of VAT for the years 2018 and 2019 amounted to SR 80.5 million including penalties of SR 45 million. The Company, with the assistance of an external consultant, has filed an appeal with GAZT which is in progress. During the three months period ended March 31, 2021, the VAT matter has been escalated to the Tax Committees for Resolution of Tax Violations and Disputes. Based on the opinion of the external consultant, the Company has strong grounds to defend and thereby, management is not expecting a material liability on these matters.

Pure Springs Agencies and Trading Company Ltd. obtained its final assessments up to 2008. The declarations for years from 2009 to 2019 have been submitted to GAZT.

8. CONTINGENCIES AND COMMITMENTS

The Group's bankers have issued payment guarantees, on behalf of the Group, amounted to SR 32.8 million (December 31, 2020: SR 12 million) and letter of credits amounted to SR 0.5 million (December 31, 2020: SR 1.3 million).

SAUDI MARKETING COMPANY (FARM SUPERSTORES)

(A Saudi Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2021**

(Expressed in Saudi Riyals)

9. EARNINGS PER SHARE

Considering that Group does not have any dilutive instruments as of March 31, 2021 and 2020, diluted earnings per share was the same as basic earnings per share.

	Three months period ended March 31,	
	2021 (Unaudited)	2020 (Unaudited)
Net profit attributable to the shareholders of the Company	4,261,257	8,116,890
Weighted average number of ordinary shares outstanding	45,000,000	45,000,000
Basic and diluted earnings per share	0.09	0.18

10. COVID-19 UPDATES

The impacts of COVID- 19 have been disclosed in detail in the annual consolidated financial statements of the Group for the year ended December 31, 2020. In the three months period ended March 31, 2021, the Group's management did not observe any significant impact on the retail operations of the Group. However, the entertainment segment of the Group - Adventure World (which constitute insignificant part of the Group's operations) had been temporarily closed from February 05, 2021 to prevent spread of COVID-19 and was re-opened on March 07, 2021. Based on these factors, the management believes that COVID-19 has no material impact on the Group' reported financial results for the three months period ended March 31, 2021. The Group continues to monitor the COVID-19 situation closely based on the prospective developments.

11. SUBSEQUENT EVENTS

In the opinion of management, there has been no significant subsequent event since the period ended March 31, 2021 till the date of authorization/approval of these condensed consolidated interim financial statements by the Board of Directors that would either require an adjustment or disclosure in these condensed consolidated interim financial statements.

12. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current period presentation.

13. APPROVAL OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved by the Board of Directors on May 22, 2021 G.