



KINGDOM HOLDING COMPANY

(A Saudi Joint Stock Company)

Condensed Consolidated Interim
Financial Statements

For the three-month period ended

31 March 2021

(unaudited)

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
Condensed consolidated interim financial statements
For the three-month period ended 31 March 2021 (Unaudited)

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REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

To the Shareholders of Kingdom Holding Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Kingdom Holding Company (the "Company") and its subsidiaries (collectively referred to as the "Group") as of 31 March 2021 and the related condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-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 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, 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

Omar M. Al Sagga
License Number 369

23 May 2021

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	31-Mar-2021 (Unaudited)	31-Dec-2020 (Audited)
ASSETS			
Current assets			
Cash and bank balances		967,898	2,387,431
Investments at fair value through profit or loss ("FVTPL")	6	114,666	274,287
Trade receivables		151,694	123,773
Prepayments and other current assets		172,290	150,442
Due from related parties		216,628	219,807
Total current assets		1,623,176	3,155,740
Non-current assets			
Investments at FVTPL	6	213,525	213,525
Investments at fair value through other comprehensive income ("FVOCI")	6	16,270,334	13,997,579
Equity-accounted investees	7	18,492,378	18,654,797
Investment properties		4,227,618	4,231,963
Property and equipment		6,856,537	6,949,410
Goodwill and intangible assets		2,005,536	2,025,936
Deferred tax assets		57,492	49,407
Other long-term assets		386,836	386,796
Total non-current assets		48,510,256	46,509,413
Total assets		50,133,432	49,665,153
LIABILITIES			
Current liabilities			
Borrowings	8	6,049,112	5,024,102
Accounts payable, accrued expenses and other current liabilities		652,782	744,445
Zakat and income tax payable		211,493	193,478
Due to related parties		110,428	116,508
Dividends payable	12	655,941	164,077
Total current liabilities		7,679,756	6,242,610
Non-current liabilities			
Borrowings	8	8,032,174	10,575,557
Due to a related party		195,445	154,189
Deferred tax liabilities		157,781	165,493
Employee benefit obligations		98,611	115,546
Other long-term liabilities		44,629	45,302
Total non-current liabilities		8,528,640	11,056,087
Total liabilities		16,208,396	17,298,697
Net assets		33,925,036	32,366,456
EQUITY			
Share capital		37,058,823	37,058,823
Statutory reserve		775,606	775,606
Retained earnings		1,056,704	1,621,585
Fair value reserve for investments at FVOCI		(6,857,292)	(9,130,047)
Other reserves		324,540	472,609
Equity attributable to shareholders of the Company		32,358,381	30,798,576
Non-controlling interests		1,566,655	1,567,880
Total equity		33,925,036	32,366,456

The accompanying notes on pages 9 to 16 form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders and signed on its behalf by:

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS
(Unaudited)

(All amounts in Saudi Riyals thousands unless otherwise stated)

		Three-month periods ended	
	Note	31-Mar-2021	31-Mar-2020
Revenues			
Hotels and other operating revenues		104,315	333,470
Dividend income		70,573	64,451
Total revenues		174,888	397,921
 Hotels and other operating costs		 (111,168)	 (261,785)
Gross profit		63,719	136,136
 General, administrative and marketing expenses		 (55,692)	 (102,498)
Impairment of financial assets		-	(1,992)
Share of results from equity-accounted investees		42,504	77,566
Other gains, net	4.1	158,993	2,253
Income from operations		209,525	111,465
 Financial charges		 (91,853)	 (129,032)
Income / (loss) before zakat and income tax		117,672	(17,567)
 Income tax		 (6,571)	 (15,746)
Zakat		(21,266)	(21,639)
Profit / (loss) for the period		89,835	(54,952)
 Profit / (loss) for the period attributable to:			
- Owners of the Company		91,060	(50,112)
- Non-controlling interests		(1,225)	(4,840)
		89,835	(54,952)
 Basic and diluted earnings / (loss) per share (Saudi Riyals)	13	0.02	(0.01)

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KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(Unaudited)

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Three-month periods ended	
	31-Mar-2021	31-Mar-2020
Profit / (loss) for the period	89,835	(54,952)
Other comprehensive income / (loss):		
<i>Items that will not be reclassified to profit or loss in subsequent periods</i>		
Unrealized gain /(loss) on equity investments at FVOCI	2,272,755	(4,367,324)
<i>Items that may be reclassified to profit or loss in subsequent periods</i>		
Share in other comprehensive income of equity-accounted investees	(30,907)	10,584
Exchange differences on translation of foreign operations	(117,162)	(8,760)
Other comprehensive income / (loss) for the period	2,124,686	(4,365,500)
Total comprehensive income / (loss) for the period	2,214,521	(4,420,452)
Total comprehensive income / (loss) for the period attributable to:		
- Owners of the Company	2,215,746	(4,423,143)
- Non-controlling interests	(1,225)	2,691
	2,214,521	(4,420,452)

The accompanying notes on pages 9 to 16 form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders and signed on its behalf by:




KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Share capital	Statutory reserve	Retained earnings	Fair value reserve for investment at FVOCI	Other reserves	Equity attributable to shareholders of the Company	Non-controlling interests	Total equity
Balance as at 1 January 2021 (Audited)	37,058,823	775,606	1,621,585	(9,130,047)	472,609	30,798,576	1,567,880	32,366,456
Profit / (loss) for the period	-	-	91,060	-	-	91,060	(1,225)	89,835
Other comprehensive income / (loss)	-	-	-	2,272,755	(148,069)	2,124,686	-	2,124,686
Total comprehensive income / (loss)	-	-	91,060	2,272,755	(148,069)	2,215,746	(1,225)	2,214,521
Transactions with owners in their capacity as owners:								
Dividends declared (Note 12)	-	-	(655,941)	-	-	(655,941)	-	(655,941)
Balance as at 31 March 2021 (Unaudited)	37,058,823	775,606	1,056,704	(6,857,292)	324,540	32,358,381	1,566,655	33,925,036

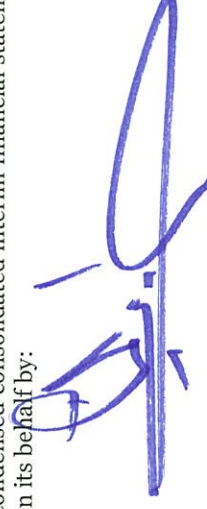
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KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (continued)
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Share capital	Statutory reserve	Retained earnings	Fair value reserve for investment at FVOCI	Other reserves	Equity attributable to shareholders of the Company	Non-controlling interests	Total equity
Balance as at 1 January 2020 (Audited)	37,058,823	775,606	945,004	(7,420,869)	118,562	31,477,126	1,866,103	33,343,229
Loss for the period	-	-	(50,112)	-	-	(50,112)	(4,840)	(54,952)
Other comprehensive (loss) / income	-	-	-	(4,367,324)	(5,707)	(4,373,031)	7,531	(4,365,500)
Total comprehensive (loss) / income	-	-	(50,112)	(4,367,324)	(5,707)	(4,423,143)	2,691	(4,420,452)
Transactions with owners in their capacity as owners:								
Dividends declared (Note 12)	-	-	(655,941)	-	-	(655,941)	-	(655,941)
Balance as at 31 March 2020 (Unaudited)	37,058,823	775,606	238,951	(11,788,193)	112,855	26,398,042	1,868,794	28,266,836

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KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (Unaudited)
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Three-month periods ended	
	31-Mar-2021	31-Mar-2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Income / (loss) before zakat and income tax	117,672	(17,567)
<i>Adjustments for non-cash items:</i>		
Depreciation and amortisation	32,442	41,514
Share of results from equity-accounted investees	(42,504)	(77,566)
Impairment of financial assets	-	1,992
Financial charges	91,853	129,032
	199,463	77,405
Changes in operating assets and liabilities		
Trade receivables	(35,633)	(7,338)
Prepayments and other current assets	(21,848)	(1,487)
Due from related parties	3,179	(24,390)
Accounts payable, accrued expenses and other current liabilities	(99,748)	(17,963)
Due to related parties	35,176	(7,342)
Proceeds from disposals of investments at FVTPL	159,621	494,272
Other long-term assets	-	(11,803)
Other long-term liabilities	(673)	(2,287)
	239,537	499,067
Zakat and income tax paid	(9,822)	(31,569)
Movement in employee benefit obligations	(16,935)	(12,623)
Net cash generated from operating activities	212,780	454,875
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment at FVOCI	-	(1,125,821)
Property and equipment, net	-	149,251
Asset held for sale, net	-	30,946
Net cash utilized in investing activities	-	(945,624)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net movement in borrowings	(1,376,383)	1,789,750
Financial charges paid	(91,853)	(129,032)
Dividends paid	(164,077)	(163,985)
Net cash (utilized in) / generated from financing activities	(1,632,313)	1,496,733
Net (decrease) / increase in cash and cash equivalents	(1,419,533)	1,005,983
Cash and bank balances at the beginning of the period	2,387,431	1,637,560
Cash and bank balances at the end of the period	967,898	2,643,543

The notes on pages 9 to 16 form an integral part of these condensed consolidated interim financial statements, which have been authorized for issue by the Board of Directors on behalf of the shareholders and signed on its behalf by:

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)

Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

1 Corporate information

Kingdom Holding Company (the "Company" or "KHC") is a Saudi Joint Stock Company ("JSC") operating in the Kingdom of Saudi Arabia. The Company was previously formed as a limited liability company and operated under commercial registration number 1010142022 dated Muharram 11, 1417H (corresponding to 28 May 1996). The Ministry of Commerce approved, pursuant to resolution number 128/S dated Jumad Awwal 18, 1428H (corresponding to 4 June 2007), the conversion of the Company into a joint stock company. The majority shareholder of the Company is His Royal Highness Prince Alwaleed Bin Talal Bin Abdulaziz Al Saud ("Ultimate controlling party").

The Company and its subsidiaries (the "Group") carry out activities through the entities as listed in Note 1.5 to the annual audited consolidated financial statements for the year ended 31 December 2020. The principal activities of the Group are hotel management and operations, commercial services, education, investments and medical services.

The shares of the Company commenced trading on the Saudi Stock Exchange on 28 July 2007 after approval by the Capital Market Authority of Kingdom of Saudi Arabia.

The Company's head office is in Riyadh at the following address:

Kingdom Holding Company
66th Floor, Kingdom Centre
P.O. Box 1, Riyadh 11321
Kingdom of Saudi Arabia

Impact of COVID-19

The existence of COVID-19 was confirmed in early 2020 and spread starting from mainland China to most parts of the world. Across the world, governments have taken different protective measures causing disruptions to businesses and economic activity, ranging from partial to complete lockdown of countries. The impact of the pandemic has evolved rapidly and to contain the virus, the governments and other authorities across the world, including the geographies where the Group operates, imposed strict measures. These included restrictions on movement, social gatherings, travel bans, border closures, business closures, quarantines, stay-at-home requirements, shelter-in-place orders, density limitations and social distancing measures. The Group's businesses in hospitality and airlines (subsidiaries and equity-accounted investees) have been impacted by the mandated closures to affect social distancing. As a result, the Group experienced reductions in income associated with these businesses. The majority of the Group's business is customers driven and the current situation has impacted the customer confidence and purchasing power. Consequently, the Group is experiencing reduction in income and revenues.

The full impact of COVID-19 remains uncertain and will be determined by factors that continue to evolve, including but not limited to the success of support measures introduced by governments; the volume and velocity of the tourism trade; customer behaviour and sentiment; the ability of the wider economy to recover; and the timing and manner of the easing of restrictions (such as lockdowns and social distancing). The results for the three-month period ended 31 March 2021 and the business outlook for the full year ending 31 December 2021 are and expected to be significantly impacted by associated risks and uncertainties.

Management has taken a series of preventive measures to ensure the health and safety of its employees, customers and wider community as well as to ensure the continuity of its operations.

As at the date of approval of these condensed consolidated interim financial statements, even though most of the territories have eased the lockdowns, the extent of impact on the businesses and economies in general, remains uncertain and is dependent on the future developments that cannot be reasonably estimated.

Critical judgements and estimates

The Group has considered the potential impact of the Covid-19 pandemic on its significant accounting judgements and estimates (Note 3).

**KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)**

**Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021**

(All amounts in Saudi Riyals thousands unless otherwise stated)

1 Corporate information (continued)

Liquidity and financial position

As at 31 March 2021, the Group had net current liabilities amounting to Saudi Riyals 6,057 million (31 December 2020: Saudi Riyals 3,087 million). This is mainly due to maturity of certain current borrowings amounting to Saudi Riyals 3,491 million (31 December 2020: Saudi Riyals 3,499 million) and due to breach of commission coverage ratio covenant of one of its borrowing facilities amounting to Saudi Riyals 2,638 million (31 December 2020: Saudi Riyals 1,610 million), resulting in the outstanding amounts against this loan facility being immediately payable, in accordance with the underlying borrowing agreement. KHC has undrawn amounts of the other borrowing facilities of Saudi Riyals 3,026 million (31 December 2020: Saudi Riyals 1,650 million) and based on a review of the existing liquid unpledged investments portfolio and an analysis of cash flow projections over the next twelve months, management is confident that the Group will be able to meet its obligations as and when they fall due.

Accordingly, these condensed consolidated financial statements are prepared on going concern basis.

There are no changes to the Group structure as reported in Note 1 to the annual audited consolidated financial statements of the Group for the year ended 31 December 2020.

These condensed consolidated interim financial statements were authorized for issue by the Company's Board of Directors on 23 May 2021.

2 Basis of preparation

2.1 Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 - "Interim Financial Reporting" ("IAS-34") that is 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").

These condensed consolidated interim financial statements should be read in conjunction with the Group's annual audited consolidated financial statements as at and for the year ended 31 December 2020 and do not include all of the information required for a complete set of financial statements under IFRS. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual audited consolidated financial statements.

The interim results may not be an indicator of the annual results of the Group.

2.2 Historical cost convention

These condensed consolidated interim financial statements have been prepared under the historical cost convention, except for certain financial assets that are measured at fair value. Further, the employee termination benefits are calculated using the Projected Unit Credit Method (PUCM) and actuarial assumptions.

2.3 Functional and presentation currency

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

**KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)**

**Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021**

(All amounts in Saudi Riyals thousands unless otherwise stated)

3 Use of estimates, assumptions and judgments

The preparation of the Group's condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, costs, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised or in the revision period and future periods if the changed estimates affect both current and future periods.

Management has adjusted the significant inputs in its estimates of recoverable amounts of investments in equity-accounted investments, goodwill and intangible assets, as disclosed in Notes 3.1, 12 and 15 of the annual audited consolidated financial statements for the year ended 31 December 2020, directly impacted by Covid-19 and recoverable amount of these assets are still higher than the carrying values and therefore no impairment was recognized for the three-month period ended 31 March 2021.

4 Significant accounting policies

The accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the Group's last annual audited consolidated financial statements as at and for the year ended 31 December 2020, except as mentioned in Note 4.1.

New IFRS standards, amendments to standards and interpretations not yet adopted

There are no new standards issued, however, there are number of amendments to existing standards which are effective from 1 January 2021 and have been explained in the Group's annual consolidated financial statements, but they do not have a material effect on these condensed consolidated interim financial statements.

4.1 Derivative financial instruments

The Group utilizes derivative financial instruments to manage certain market risk exposures. The Group does not use derivative financial instruments for speculative purposes; however, it may choose not to designate certain derivatives as hedges for accounting purposes.

The use of derivative instruments is subject to limits and the positions are regularly monitored and reported to senior management.

Written options

The Group uses 'European Style' written options contracts to manage its exposure to fair value movements on its certain investments at fair value. These contracts permit net settlement in cash or other financial assets equivalent to the change in the contract's fair value and hence these contracts are accounted for as a derivative financial instrument in the period between trade and settlement date. On initial recognition, the net fair value of these contracts itself is recognized as a derivative financial liability at the trade date. The Group receives an option premium as consideration for entering written options contracts on the trade date from the counter party (i.e. seller of the written options contract). The components of an option premium include its intrinsic value and its time value. On trade date, the Group determines intrinsic and time value of the option premium. The income from time value component of option premium is recognised over the time till the settlement date while the income from intrinsic value component is recognised on the trade date. At each reporting date, the Group determines fair value of derivatives and recognizes only the corresponding fair value loss, if any.

During the period ended 31 March 2021, the Group collected a premium of Saudi Riyals 158 million (2020: Nil) related to certain option contracts with a bank. The premium has already been collected and based on an assessment performed by management, this has been recognised as 'other gains' in the condensed consolidated interim statement of profit or loss. These options are maturing on 23 December 2021. There are no corresponding derivative financial assets or liabilities related to these options that need to be recognized as of the date of the condensed consolidated interim balance sheet.

KINGDOM HOLDING COMPANY
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Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

5 Segment information

The Group is a diversified organization and derives its revenues and profits from a variety of sources. The investment committee, comprising senior management and the Chief Executive Officer, organize and manage its operations by business segments and have identified the following segments separately for the purposes of monitoring, decision making and performance assessment.

Description of segments and principal activities

The Group's primary operations are organized into the following segments:

Equity investments	International - The principal activity includes investments in international quoted securities
Domestic and regional	The principal activity includes investments in securities quoted on the Saudi Stock Exchange, regional Stock Exchanges and investments in associates other than real estate.
Private equity	The principal activity includes investments in private equities, managed funds and other entities existing within the structure of the Group.
Hotels	The principal activity of this segment includes investments in subsidiaries and associates that are in the business of managing and owning hotel properties and related activities.
Real estate	The principal activity includes investments in activities relating to ownership and development of land and real estate projects.
Healthcare	The principal activity includes hospital, pharmacy and consulting clinics.
All other segments	The principal activities include operations of Kingdom School and other trading activities carried out by the Group.

KINGDOM HOLDING COMPANY
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Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

5 Segment information (continued)

	Equity investments	Hotels	Real estate	Health care	All other segments	Total
2021 (Unaudited)						
Total revenue for the three-month period ended 31 March 2021	70,574	18,494	69,238	-	16,582	174,888
Profit / (loss) for the three-month period ended 31 March 2021	160,643	(75,064)	(750)	-	5,006	89,835
Total assets as of 31 March 2021	37,036,280	6,290,707	6,353,789	77,561	375,095	50,133,432
Total liabilities as of 31 March 2021	11,340,161	3,615,835	845,994	29,757	376,649	16,208,396
Timing of revenue recognition:						
- At point in time	N/A	Yes	N/A	Yes	N/A	
- Over a period	N/A	N/A	N/A	N/A	Yes	
	Equity investments	Hotels	Real estate	Health care	All other segments	Total
2020						
Total revenue for the three-month period ended 31 March 2020 (Unaudited)	57,285	150,579	98,806	70,775	20,476	397,921
(Loss) / profit for the three-month period ended 31 March 2020 (Unaudited)	(23,953)	(50,310)	9,525	6,327	3,459	(54,952)
Total assets as of 31 December 2020 (Audited)	36,466,245	6,395,476	6,360,055	77,561	365,816	49,665,153
Total liabilities as of 31 December 2020 (Audited)	12,319,404	3,678,357	871,389	29,757	399,790	17,298,697
Timing of revenue recognition:						
- At point in time	N/A	Yes	N/A	Yes	N/A	
- Over a period	N/A	N/A	Yes	N/A	Yes	

Management believes that the inter-segment revenues for the Group are insignificant and therefore have not been disclosed.

KINGDOM HOLDING COMPANY
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Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

6 Investments at fair value

Note 32 of the annual audited consolidated financial statements as at and for the year ended 31 December 2020 explains the fair value hierarchy, valuation techniques and the valuation process.

The following table presents the Group's financial assets measured and recognized at fair value on a recurring basis including their levels in the fair value hierarchy as at period end:

	Level 1	Level 2	Level 3	Total
As at 31 March 2021				
(Unaudited)				
Financial assets				
<i>Investments at FVTPL:</i>				
- Europe (<i>Non-current</i>)	-	213,525	-	213,525
- United States of America (<i>Current</i>)	-	11,135	-	11,135
- Middle East (<i>Current</i>)	-	103,531	-	103,531
Sub-total	-	328,191	-	328,191
<i>Investments at FVOCI (Non-current):</i>				
- United States of America	12,262,940	-	-	12,262,940
- Middle East	879,939	-	-	879,939
- Europe	3,127,455	-	-	3,127,455
Sub-total	16,270,334	-	-	16,270,334
Total financial assets at fair value	16,270,334	328,191	-	16,598,525
As at 31 December 2020				
(Audited)				
Financial assets				
<i>Investments at FVTPL:</i>				
- Europe (<i>Non-current</i>)	-	213,525	-	213,525
- United States of America (<i>Current</i>)	-	170,756	-	170,756
- Middle East (<i>Current</i>)	-	103,531	-	103,531
Sub-total	-	487,812	-	487,812
<i>Investments at FVOCI (Non-current):</i>				
- United States of America	10,410,550	-	-	10,410,550
- Middle East	798,172	-	-	798,172
- Europe	2,788,857	-	-	2,788,857
Sub-total	13,997,579	-	-	13,997,579
Total financial assets at fair value	13,997,579	487,812	-	14,485,391

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)

Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

7 Equity-accounted investees

	31-Mar-2021	31-Dec-2020
At beginning of the period / year	18,654,797	19,562,668
Dividends	-	(71,249)
Share of results	42,504	(563,777)
Share in other comprehensive loss	(30,907)	(155,198)
Impairment loss recognized during the period / year	-	(500,000)
Unrealized exchange (loss) / gain on translation	(174,016)	382,353
At end of the period / year	18,492,378	18,654,797

The significant movements during 2020 have been explained in Note 12 to the annual consolidated financial statements for the year ended 31 December 2020.

8 Borrowings

Details of borrowings by entity are as follows:

	31-Mar-2021	31-Dec-2020
Kingdom Holding Company	7,122,907	8,543,760
Kingdom 5-KR-11 Limited	3,375,000	3,375,000
Kingdom 5-KR-35 Group	1,538,001	1,609,672
Kingdom KR-114 Limited	1,444,905	1,416,042
Trade Centre Company Limited	578,345	592,185
Others	22,128	63,000
	14,081,286	15,599,659

The above outstanding balance is presented in the condensed consolidated interim statement of financial position as follows:

	31-Mar-2021	31-Dec-2020
<i>Current</i>		
Current portion of term loans	6,049,112	5,024,102
<i>Non-Current</i>		
Term loans, including long-term revolving facilities	8,032,174	10,575,557

As at 31 March 2021, borrowings from a related party amounted to Saudi Riyals 652 million (31 December 2020: Saudi Riyals 652 million).

KINGDOM HOLDING COMPANY
(A Saudi Joint Stock Company)

Notes to the condensed consolidated interim financial statements
For the three-month period ended 31 March 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

9 Contingencies and commitments

The Group is a defendant in various legal claims arising in the normal course of business. Based on the information presently available, there are no significant claims, other than those claims against the Group requiring provision and which have been already provided. Management believes that the provisions maintained for such claims are adequate. Any additional liabilities including any potential zakat assessments that may result in connection with other claims are not expected to have a material effect on the Group's financial position or results of operations.

There have been no significant changes in contingencies, capital and operating lease commitments during the three-month period ended 31 March 2021.

10 Related party transactions

The Group enters various other transactions with related parties at mutually agreed terms. Other than those mentioned specifically in these condensed consolidated interim financial statements, these transactions for the three-month period ended 31 March 2021, individually or in aggregate, are not material to the condensed consolidated interim financial statements.

11 Share capital

The share capital as at 31 March 2021 and 31 December 2020 consists of 3,706 million authorized and issued shares at a par value of Saudi Riyals 10 each.

12 Dividends declaration

The Board of Directors on 18 Shaaban 1442H corresponding to 31 March 2021 exercised its authority provided by the shareholders of the Company and approved dividend distribution of Saudi Riyals 655.9 million to be paid in equal quarterly installments of Saudi Riyals 163.9 million. The fourth distribution of the dividend relating to the year ended 31 December 2020 was paid during the three-month period ended 31 March 2021.

13 Earnings per share

Earning / (loss) per share for the three-month period ended 31 March 2021 and 2020 have been computed by dividing the profit / (loss) for each of the period presented by the number of shares outstanding of 3,706 million shares (31 March 2020: 3,706 million shares) during the period.

14 Subsequent event

No events have arisen subsequent to 31 March 2021 and before the date of signing the independent auditor's review report, that could have a significant effect on the condensed consolidated interim financial statements as at 31 March 2021.