

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION (UNAUDITED)
TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

INDEX	PAGE
Independent auditor's review report on condensed consolidated interim financial information	1
Condensed consolidated interim statement of financial position	2
Condensed consolidated interim statement of profit or loss and other comprehensive income	3
Condensed consolidated interim statement of changes in equity	4
Condensed consolidated interim statement of cash flows	5
Notes to the condensed consolidated interim financial information	6 – 12

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

To the Shareholders of
NAMA Chemicals Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of NAMA Chemicals Company (A Saudi joint stock company) and its subsidiaries (together "the Group's ") as of March 31, 2023 and the related condensed consolidated interim statements of profit or loss and the other comprehensive income, changes in equity, and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes.

The Group's management is responsible for the preparation and presentation of this condensed consolidated Interim financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the international standard on review engagements 2410, "Review of Interim Financial Information Performed by the Independents Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries primarily to 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 information are not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

For Al-Kharashi & Co.



Abdullah S. Al Msned
License No. (456)



Riyadh:
Shawwal 19, 1444H
May 9, 2023G

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	4	625,026	638,958
Deferred cost		33,694	34,180
Investment properties		66,350	66,903
Long term prepaid employees' benefit		101,569	103,891
Total non-current assets		826,639	843,932
Current assets			
Inventories		120,066	128,078
Long Term Prepaid Employees' Benefit – Current Portion		5,753	5,753
Trade receivables		119,467	111,827
Advances, prepayments and other receivables		32,843	34,179
Cash and cash equivalents		7,568	9,318
Total current assets		285,697	289,155
TOTAL ASSETS		1,112,336	1,133,087
EQUITY AND LIABILITIES			
Equity			
Share capital		235,200	235,200
Statutory Reserve		6,435	6,435
Other reserves		(6,595)	(6,595)
Retained earnings		132,128	150,936
Total equity		367,168	385,976
LIABILITIES			
Non-current liabilities			
Long term loans – non-current portion	5	381,276	381,276
Employees' end of service benefits		35,374	34,968
Lease Liabilities - non-current Portion	6	11,237	12,653
Total non-current liabilities		427,887	428,897
Current liabilities			
Long term loans – current portion	5	66,609	76,755
Short term loans	5	52,177	14,019
Lease Liabilities – current Portion	6	4,193	4,060
Trade and other payables		138,859	167,694
Provision for zakat		7,888	7,659
Accrued expenses and other liabilities – current portion		47,555	48,027
Total current liabilities		317,281	318,214
Total liabilities		745,168	747,111
TOTAL EQUITY AND LIABILITIES		1,112,336	1,133,087
Contingencies and commitments	7		

Chief Financial Officer

Chief Executive Officer

Chairman

The accompanying notes form an integral part of these condensed consolidated interim financial information.

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	Three-month period ended March 31, 2023 (Unaudited)	Three-month period ended March 31, 2022 (Unaudited)
Revenue		131,056	172,807
Cost of revenue		(128,147)	(120,767)
Gross profit		2,909	52,040
Selling and distribution expenses		(7,479)	(9,835)
General and administrative expenses		(10,546)	(9,416)
Operating (loss) / profit		(15,116)	32,789
Finance cost, net		(3,792)	(2,937)
Other income, net		327	3,786
(Loss) / Profit before zakat		(18,581)	33,638
Zakat		(229)	(229)
Net (loss) / profit for the period		(18,810)	33,409
Other comprehensive income / (loss):			
Items that may be reclassified to profit or loss:			
Exchange differences on translation of foreign operations		2	(3)
Other comprehensive income / (loss) for the period		2	(3)
Total comprehensive (loss) / income for the period		(18,808)	33,406
<u>(Losses) / Earnings per share</u>			
- Basic (SR)	11	(0.80)	1.42
- Diluted (SR)	11	(0.80)	1.42
<u>Weighted average number of shares outstanding:</u>			
Basic ('000')	11	23,520	23,520
Diluted ('000')	11	23,520	23,520


Chief Financial Officer


Chief Executive Officer


Chairman

The accompanying notes form an integral part of these condensed consolidated interim financial information.

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
 (All amounts in Saudi Riyals thousands unless otherwise stated)

	Share Capital	Statutory reserves	Other reserves	Retained earnings	Total equity
Balance at January 1, 2022 (Audited)	235,200	2,733	(5,744)	100,549	332,738
Net profit for the period	-	-	-	33,409	33,409
Other comprehensive loss for the period	-	-	(3)	-	(3)
Total comprehensive profit for the period	-	-	(3)	33,409	33,406
Balance at March 31, 2022 (unaudited)	235,200	2,733	(5,747)	133,958	366,144
Balance at January 1, 2023 (Audited)	235,200	6,435	(6,595)	150,936	385,976
Net Loss for the period	-	-	-	(18,810)	(18,810)
Other comprehensive profit for the period	-	-	-	2	2
Total comprehensive loss for the period	-	-	-	(18,808)	(18,808)
Balance at March 31, 2023 (unaudited)	235,200	6,435	(6,595)	132,128	367,168

Chief Financial Officer

Chief Executive Officer

Chairman

The accompanying notes form an integral part of these condensed consolidated interim financial information.

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
(All amounts in Saudi Riyals thousands unless otherwise stated)

	<u>Note</u>	March 31, 2023	March 31, 2022
		(Unaudited)	
Cash flows from operating activities			
(Loss) / Profit before zakat for the period		(18,581)	33,638
Adjustments for non-cash items:			
Depreciation on operating fixed assets		14,968	16,088
Amortisation of investment properties		553	553
Amortisation of deferred cost of Villa development		486	-
Finance cost, net		3,792	2,937
Provision for employees' end of service benefits		622	796
		1,840	54,012
Working capital adjustments:			
Inventories		8,012	25,750
Trade receivables		(7,640)	(33,567)
Settlement of Long-Term Prepaid Employee Benefits		2,322	5,451
Advances, prepayments and other receivables		1,336	(5,267)
Trade and other payables		(28,835)	(33,057)
Accrued expenses and other liabilities		(472)	1,056
Cash generated from operations		(23,437)	14,378
Employees' end of service benefits paid		(216)	(811)
Net cash (used in) / generated from operating activities		(23,653)	13,567
Cash flows from investing activities			
Addition to property, plant and equipment	4	(627)	(2,172)
Net cash used in investing activities		(627)	(2,172)
Cash flows from financing activities			
Changes in short term loans		38,158	(83)
Lease liabilities settled	6	(1,936)	(1,169)
Repayment of long-term loans		(13,694)	(8,808)
Net cash generated from / (used in) financing activities		22,528	(10,060)
Net change in cash and cash equivalents		(1,752)	1,335
Exchange differences on translation of foreign operations		2	(3)
Cash and cash equivalents at January 01,		9,318	10,264
Cash and cash equivalents at March 31,		7,568	11,596


Chief Financial Officer


Chief Executive Officer


Chairman

The accompanying notes form an integral part of these condensed consolidated interim financial information.

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
(UNAUDITED)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
(All amounts in Saudi Riyals thousands unless otherwise stated)

1. ORGANIZATION AND MAIN ACTIVITIES

NAMA Chemicals Company (“the Company”) (“NAMA”) is a Saudi Joint Stock Company registered in Al-Jubail Industrial City under the commercial registration Number 2055007420. The registered office of the Company is situated in Al- Jubail, Kingdom of Saudi Arabia. The share capital of the Company amounts to SR 235.2 million divided into 23.52 million shares of SR 10 each.

The principal activities of NAMA and its subsidiaries (“the Group”), each of which operates under individual commercial registration, are to own, establish, operate and manage industrial projects in the petrochemical and chemical fields and engaged in real estate operations.

The Company’s registered address is P.O. Box 11919, Jubail Industrial City 31961, Kingdom of Saudi Arabia.

This condensed consolidated interim financial information has been prepared assuming that the group will continue as a going concern. As of March 31, 2023, the group has incurred losses by SR 18,8 million, mainly due to a significant drop in prices due to the global economic conditions and their impact on the decline in demand, despite the improvement in the quantities sold during the period compared to the comparative period, moreover the total current liabilities exceeded the total current assets by SR 31.6 million (December 31, 2022: SR 29.1 million), mainly on account of taking short-term loans from local banks. The Company’s management has taken several measures to have a positive impact on the financial results, it is expected to continue in the foreseeable future and no restrictions will be on the group to meet its current liabilities through normal activities. The group’s management has prepared its business plan, which is dependent on a number of factors, estimations, and assumptions which gives a conclusion that the group will have the ability to meet all of its current liabilities on due dates.

1.1 Structure of the group

The condensed consolidated interim financial information includes the financial statements of the company and the following subsidiaries:

- Al-Jubail Chemical Industries Company (“JANA”), a limited liability Company, is owned 95% by NAMA and 5% by NAMA Industrial Investment Company, a subsidiary of NAMA.
- Arabian Alkali Company (“SODA”), a limited liability Company, is owned 90% by NAMA and remaining 10% by JANA.
- NAMA Industrial Investment Company, a limited liability Company, is owned 95% by NAMA and 5% by SODA.
- NAMA Europa GMBH, a limited liability Company incorporated in Switzerland, is owned 99% by NAMA Industrial Investment Company and 1% by NAMA. The shareholding was notified in the commercial registry in Bern vide- CH-036.4.041.685-8.
- NAMA Germany GMBH, a limited liability Company incorporated in Germany, is fully owned by NAMA Europa GMBH.

NAMA has effectively 100% ownership in these subsidiaries. The above wholly owned subsidiaries, including their assets, liabilities and results of operations, are included in the accompanying condensed consolidated interim financial information.

On September 5, 2022 (corresponding safer 9,1444H) NAMA board of directors has decided to change the ownership structure of JANA, SODA, and NAMA Industrial Investment Company. As per the board decision, NAMA will have 100% direct ownership of these subsidiaries. As at December 31, 2022, the ownership transfer mechanism is under process. This will not have any financial impact on consolidated financial statements.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed consolidated interim financial information for the three-month period ended March 31, 2023 have been prepared in accordance with International Accounting Standard 34- Interim Financial Reporting (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by the Saudi Organization for Certified Public Accountants (“SOCPA”). The accompanying condensed consolidated interim financial information do not include all the information and disclosures required in the annual financial statements, and hence should be read in conjunction with the Group’s annual financial statements for the year ended December 31, 2022.

2. BASIS OF PREPARATION(Continued)

2.2 Preparation of the condensed consolidated interim financial information

This condensed consolidated interim financial information is prepared under the historical cost convention, as modified for financial assets at fair value through other comprehensive income and by using the actuarial basis for employees' end of service benefits, on the accrual basis of accounting. The principal accounting policies adopted in the preparation of these condensed consolidated interim financial information are consistent with those followed in the preparation of the Group's annual financial statements for the year ended December 31, 2022.

The preparation of these condensed consolidated interim financial information in conformity with IFRS required management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts in the interim condensed consolidated financial information. These critical accounting judgements and key sources of estimations were the same as those described in the last annual financial statements.

2.3 Functional and presentation currency

This condensed consolidated interim financial information is presented in Saudi Riyals (SR), which is the functional and presentation currency of the Group. All amounts are presented in Saudi Riyals thousands except the earning per share.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies adopted by the Group:

3.1 Basis of consolidation

This condensed consolidated interim financial information incorporates the financial statements of the Group detailed in note 1.1. Control is achieved when the Group:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

When the Group has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Group considers all relevant facts and circumstances in assessing whether or not the Group's voting rights in an investee are sufficient to give it power, including:

- The size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- Potential voting rights held by the Group, other vote holders or other parties;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the condensed consolidated interim statement of profit or loss and other comprehensive income from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Condensed consolidated interim statement of profit or loss and each component of other comprehensive income are attributed to the shareholders of the Group. Total comprehensive income of subsidiaries is attributed to the shareholders of the Group.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)

(Continued)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3.2 New Standards, Amendments to Standards and Interpretations

There are no new standards issued, however, there are number of amendments to standards which are effective from 1 January 2023 and has been explained in the Group annual consolidated financial statements.

These amendments do not have a material effect on the Group's condensed consolidated interim financial information.

3.3 Use of Judgments and Estimates:

In preparing this condensed consolidated interim financial information, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited Consolidated Financial Statements. However, the Group has reviewed the key sources of estimation uncertainties disclosed in the last annual Consolidated Financial Statements against the backdrop of the Covid-19 pandemic. Management believes that other than the expected credit losses arising on the financial assets, all other sources of estimation uncertainty remain similar to those disclosed in the annual Consolidated Financial Statements. Management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

4. PROPERTY, PLANT AND EQUIPMENT

	<u>Note</u>	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Operating fixed assets	4.1	610,147	623,329
Right of use assets	4.2	14,879	15,629
		625,026	638,958

4.1 Operating fixed assets

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
<u>Cost:</u>		
At the beginning of the period / year	2,228,275	2,227,042
Additions	627	8,374
Disposals	-	(7,141)
At the end of the period / year	2,228,902	2,228,275

Accumulated depreciation:

At the beginning of the period / year	950,227	895,531
Disposals	-	(4,981)
Charge for the period / year	13,809	59,677
At the end of the period / year	964,036	950,227

Accumulated impairment:

At the beginning of the period / year	654,719	654,719
Charge for the period / year	-	-
At the end of the period / year	654,719	654,719

Net book value:

As at end of the period / year	610,147	623,329
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NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)

(Continued)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

4. PROPERTY, PLANT AND EQUIPMENT(Continued)

4.2 Right of use

Property, plant and equipment include the following right of use assets relate to Group's leases:

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Land	10,123	10,452
Pipeline	1,413	1,472
Computers	264	344
Forklifts	2,690	3,361
Printers	389	-
	14,879	15,629

Movement in right of use during the period / year is as follows:

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Opening balance	15,629	10,755
New ROU	409	11,061
Early retirement of ROU	-	(613)
Depreciation for the period / year	(1,159)	(5,574)
Closing balance	14,879	15,629

5. LOANS

Short term loans

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Murabaha loans - National Bank of Kuwait	48,527	10,339
Tawarruq financing - Riyadh Bank	3,650	3,680
Total	52,177	14,019

These facilities bear interest at rate based on Saudi Arabian Interbank Offered Rate "SIBOR" plus margin. These facilities are secured by corporate guarantees and promissory notes. In addition, the Group has incurred, during the year, interest cost of SR 0.796 million (2022: 0.065 million) on short term loans.

Long term loans

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
SIDF Loan (note 5.1)	440,621	438,813
Tawarruq financing (note 5.2)	819	7,940
Murabaha loans (note 5.3)	6,445	11,278
	447,885	458,031
Less: current portion	(66,609)	(76,755)
Long term loans – non-current portion	381,276	381,276

5.1 SIDF Loan

This loan includes two loan tranches obtained from Saudi Industrial Development Fund (SIDF) for the construction and expansion of Epoxy and Hassad plant respectively.

SIDF loans covenants include maximum limits for capital expenditure and maintenance of certain financial ratios during the period of the loan. The loan is secured against the mortgage of the operating fixed assets of JANA.

According to the terms and conditions of the SIDF loans' agreement, the group has an option for early settlement, however the group is not intended to use this option during the agreed repayment period.

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)

(Continued)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

5. LOANS (continued)

5.2 Tawarruq financing

This loan is obtained from Jazira Bank and was initially repayable in 57 equal monthly installments of SR 2.7 million starting from January 31, 2018. However, in May 2020 the bank agreed to postpone the repayment of 6 installments and also revised the installment amounts as Covid-19 support. The bank loan covenants include maintenance of certain financial ratios during the period of the loan. It is subject to mark-up at SIBOR plus margin and is secured by promissory notes.

5.3 Murabaha loans

This loan includes three loan tranches obtained from Saudi British Bank. The first tranche is repayable in 47 equal monthly installments of SR 0.75 million starting from March 26, 2018. The second tranche is repayable in 47 equal monthly installments of SR 1.06 million starting from March 12, 2018. The third tranche is repayable in 18 equal monthly installments of SR 1.61 million starting from February 28, 2022.

6. LEASE LIABILITIES

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Balance at the beginning of period / year	16,713	11,385
Lease Liability Addition	409	11,061
Interest accrued during the period / year	244	1,341
Liability on Retired Lease reversed	-	(642)
Liabilities paid during the period / year	(1,936)	(6,432)
Balance at the end of period / year	15,430	16,713
Less: current lease liabilities	(4,193)	(4,060)
Non-current lease liabilities	11,237	12,653

7. CONTINGENCIES AND COMMITMENTS

The Group's outstanding contingencies and commitments were as follows:

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Letters of credit	21,514	16,138
Letters of guarantee	8,510	8,592

8. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties consist of subsidiaries, affiliates, Board of Directors, and key management personnel. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group. The transactions are dealt with on mutually agreed terms and the terms and conditions on these transactions are approved by the Group's management.

Transactions with key management personnel are as follows:

	For the three- month ended March 31,2023 (Unaudited)	For the three- month ended March 31,2022 (Unaudited)
Short term benefits	1,167	1,167
Employees' end of service benefits	48	48
Board remuneration	625	620
	1,840	1,835

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)

(Continued)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

9. SEGMENTAL INFORMATION

Consistent with the Group's internal reporting process, business segments have been approved by management in respect of the Group's activities. The Group's unaudited sales, net (loss)/profit, assets and liabilities, by business segment, are as follows:

	Epoxy resin products	Chloe Alkali products	Inter-Group eliminations	Others	Total
For the three-month ended March 31, 2023					
Revenue	77,957	79,180	(31,287)	5,206	131,056
Net (loss)/profit	(15,259)	3,918	(9,378)	1,909	(18,810)
Total assets	537,082	471,754	-	103,500	1,112,336
Total liabilities	331,201	335,597	-	78,370	745,168
For the three-month ended March 31, 2022					
Revenue	119,231	83,246	(34,896)	5,226	172,807
Net profit	24,677	20,952	(14,054)	1,834	33,409
Total assets	566,987	474,928	-	105,926	1,147,841
Total liabilities	370,889	361,120	-	49,688	781,697

Reconciliation of net loss of operating segments

	March 31, 2023 (Unaudited)	March 31, 2022 (Unaudited)
Segment (loss) / profit	(9,432)	47,463
Less: Inter-segment profit elimination	(9,378)	(14,054)
Net (loss) / profit for the year	(18,810)	33,409

Geographical Information

The geographic information analyses the Group's revenue and non-current assets by the Group's country of domicile and other countries.

	March 31, 2023 (Unaudited)	March 31, 2022 (Unaudited)
Revenue		
Saudi Arabia	64,689	79,580
Other countries	66,367	93,227
Total Revenue	131,056	172,807
Non-Current Assets		
Saudi Arabia	826,639	870,545

10. (LOSS) / PROFIT PER SHARE

	For the three-months ended March 31, 2023 (Unaudited)	For the three-months ended March 31, 2022 (Unaudited)
Net (Loss) / Profit for the period attributable to the shareholders of the Group	(18,810)	33,409
Average number of ordinary shares for the purposes of basic loss (in thousands)	23,520	23,520
Average number of ordinary shares for the purposes of diluted loss (in thousands)	23,520	23,520
(Loss) / Profit per share		
Basic (loss) / profit per share	(0.80)	1.42
Diluted (loss) / profit per share	(0.80)	1.42

NAMA CHEMICALS COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UNAUDITED)
(Continued)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

10. (LOSS) / PROFIT PER SHARE (continued)

Reconciliation between basic and dilute number of shares is as follows.

	For the three- month ended March 31, 2023 (Unaudited)	For the three- month ended March 31, 2022 (Unaudited)
Ordinary shares for the purposes of basic (loss) / profit per share (in thousands)	23,520	23,520
Add: Treasury shares	-	-
Shares for the purposes of diluted (loss) / profit per share (in thousands)	23,520	23,520

11. LIQUIDITY RISK

Liquidity risk is the risk that the Group will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value. The Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Group closely monitors its liquidity position and deploys a robust cash management system.

12. CAPITAL AND RISK MANAGEMENT

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. Consistent with others in the industry, the Group manages its capital risk by monitoring its debt levels and liquid assets and keeping in view future investment requirements and expectations of the shareholders. Debt is calculated as total of long-term finance and short-term borrowings. Total capital employed comprises shareholders' equity as shown in the consolidated statement of financial position under 'share capital and reserves' and net debt (net of cash and cash equivalent). The salient information relating to capital risk management of the Group as of March 31, 2023 is as follows;

The calculation of net debt was as follows;

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Cash and cash equivalents	(7,568)	(9,318)
Borrowings	500,062	472,050
Lease liabilities	15,430	16,714
Net debt	507,924	479,446

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

	March 31, 2023 (Unaudited)	December 31, 2022 (Audited)
Total debt	515,492	479,446
Less: Cash and bank balances	(7,568)	(9,318)
Net debt	507,924	470,128
Total Equity	367,168	385,976
Total capital employed	875,092	856,104
Gearing ratio	58%	55%

13. SUBSEQUENT EVENTS

In the opinion of the management, there have been no significant subsequent events since the period-end that require disclosure or adjustment in this Interim condensed consolidated financial information.

14. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

This condensed consolidated interim financial information has been approved and authorized for issue by the Group's Board of Directors on May 7, 2023 corresponding to Shawwal 17, 1444H.