National Gas and Industrialization Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND REVIEW REPORT FOR THE THREE AND NINE MONTH PERIODS ENDED 30 SEPTEMBER 2024 (UNAUDITED)

INDEX	**PAGE**
Report on review of interim condensed consolidated financial statements	1
Interim condensed consolidated statement of financial position	2
Interim condensed consolidated statement of comprehensive income	3
Interim condensed consolidated statement of changes in equity	4
Interim condensed consolidated statement of cash flows	5 – 6
Notes to the interim condensed consolidated financial statements	7 – 27

Report on review of interim condensed consolidated financial statements

To the Shareholders of National Gas and Industrialization Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Gas and Industrialization Company (Saudi Joint Stock Company) (the "Company") and its subsidiaries (collectively referred to as the "Group") as of 30 September 2024 and the related interim condensed consolidated statement of comprehensive income for the three and nine month periods then ended and the related interim condensed consolidated statements of changes in equity and cash flows for the nine month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information 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 interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of interim financial information performed by the independent auditor of the entity*", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information 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 interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Adel Alqahtani
License Number 614

11 November 2024

برايس وترهاوس كوبرز
محاسبون قانونيون
ترخيص رقم ٢٥
س.ت ١٠١٠٣٧١٦٢٢
PRICEWATERHOUSECOOPERS
CERTIFIED PUBLIC ACCOUNTS
LICENSE NO.25
C.R.1010371622

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Financial Position
As of 30 September 2024

	Note	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	**922,307,704**	835,228,050
Intangible assets		**50,506,266**	38,555,141
Investment properties		**33,442,174**	33,442,174
Right-of-use assets	5.1	**13,967,947**	17,853,616
Investments in associates	6	**89,893,735**	89,407,944
Financial assets held at fair value through other comprehensive income (FVTOCI)	7	**681,161,399**	685,726,828
Financial assets held at amortised cost		**140,095,175**	240,872,536
Prepayments and other assets - non current portion		**34,597,671**	30,563,104
TOTAL NON-CURRENT ASSETS		**1,965,972,071**	1,971,649,393
CURRENT ASSETS			
Financial assets held at fair value through profit or loss (FVTPL)	8	**129,445,064**	122,009,649
Financial assets held at amortised cost		**100,427,137**	10,025,978
Inventories		**238,046,254**	207,128,380
Accounts receivable	9	**35,693,381**	34,793,053
Contract assets		**32,268,687**	-
Prepayments and other current assets	10	**109,064,230**	51,975,175
Cash and cash equivalents	11	**52,418,512**	129,638,298
TOTAL CURRENT ASSETS		**697,363,265**	555,570,533
TOTAL ASSETS		**2,663,335,336**	2,527,219,926
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	**750,000,000**	750,000,000
Statutory reserve		**225,000,000**	225,000,000
Retained earnings		**475,479,062**	372,469,073
Share of other comprehensive loss from associates	6	**(326,761)**	(480,868)
Unrealised gains from financial assets held at fair value through other comprehensive income (FVTOCI)		**500,436,223**	498,705,104
TOTAL EQUITY		**1,950,588,524**	1,845,693,309
LIABILITIES			
NON-CURRENT LIABILITIES			
Term loan	12	**-**	25,053,334
Lease liabilities	5.2	**9,890,465**	12,316,052
Employees' defined benefits liabilities	13	**117,954,176**	116,044,000
TOTAL NON-CURRENT LIABILITIES		**127,844,641**	153,413,386
CURRENT LIABILITIES			
Trade payable		**255,968,287**	203,202,101
Lease liabilities	5.2	**7,807,906**	7,281,846
Accrued expenses and other current liabilities	14	**171,095,817**	243,851,178
Term loans	12	**116,307,867**	26,500,000
Zakat payable	15	**33,722,294**	47,278,106
TOTAL CURRENT LIABILITIES		**584,902,171**	528,113,231
TOTAL LIABILITIES		**712,746,812**	681,526,617
TOTAL EQUITY AND LIABILITIES		**2,663,335,336**	2,527,219,926

The accompanying notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

Mr. Malik Sumair Hassan
Acting Chief Financial Officer

Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Comprehensive Income
For the three and nine month periods ended 30 September 2024

	Note	For the three month period ended 30 September		For the nine month period ended 30 September	
		2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Revenues	16	**721,049,654**	609,613,758	**2,070,764,395**	1,791,984,875
Cost of revenues		**(633,607,486)**	(532,435,790)	**(1,806,273,404)**	(1,551,804,739)
Gross profit		**87,442,168**	77,177,968	**264,490,991**	240,180,136
Selling and distribution expenses		**(19,720,750)**	(13,720,199)	**(55,799,689)**	(48,197,203)
General and administrative expenses		**(37,200,543)**	(31,279,208)	**(95,535,658)**	(81,685,067)
(Provision for)/reversal of expected credit losses		**-**	(298,335)	**941,243**	(504,299)
Operating income		**30,520,875**	31,880,226	**114,096,887**	109,793,567
Investments income	17	**21,281,928**	15,282,749	**54,048,441**	63,375,022
Finance income		**3,229,844**	3,818,083	**9,656,439**	10,214,084
Finance costs		**(1,649,625)**	(1,028,685)	**(3,332,365)**	(2,980,463)
Share of results from associates	6	**1,937,921**	2,319,413	**2,934,674**	5,875,884
Other (loss)/income, net	18	**(1,449,902)**	8,546,034	**7,403,158**	9,239,112
Income before zakat		**53,871,041**	60,817,820	**184,807,234**	195,517,206
Zakat (provision)/reversal for the period	15	**(1,800,000)**	(3,600,000)	**3,866,548**	(10,800,000)
Net income for the period		**52,071,041**	57,217,820	**188,673,782**	184,717,206
Other comprehensive income					
Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:					
Re-measurement (loss)/gain on employees' defined benefits liabilities		**(10,676,658)**	1,733,861	**(1,109,801)**	(4,160,059)
Share of other comprehensive income/(loss) from associates	6	**23,082**	(44,510)	**154,107**	(96,875)
Change in fair value of financial assets held at fair value through other comprehensive income		**(37,290,010)**	(42,263,427)	**(322,873)**	(7,755,115)
Other comprehensive loss for the period		**(47,943,586)**	(40,574,076)	**(1,278,567)**	(12,012,049)
Total comprehensive income for the period		**4,127,455**	16,643,744	**187,395,215**	172,705,157
Weighted average number of outstanding shares		**75,000,000**	75,000,000	**75,000,000**	75,000,000
Basic and diluted earnings per share	19	**0.69**	0.76	**2.52**	2.46

The accompanying notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

Mr. Malik Sumair Hassan
Acting Chief Financial Officer

Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Changes in Equity
For the nine month period ended 30 September 2024

	Share capital SR	Statutory reserve SR	Retained earnings SR	Share of other comprehensive loss from associates SR	Unrealised gains from financial assets held at fair value through other comprehensive income (FVTOCI) SR	Total equity SR
Balance as of 1 January 2024 (Audited)	750,000,000	225,000,000	372,469,073	(480,868)	498,705,104	1,845,693,309
Net income for the period	-	-	188,673,782	-	-	188,673,782
Other comprehensive (loss)/income	-	-	(1,109,801)	154,107	(322,873)	(1,278,567)
Total comprehensive income/(loss) for the period	-	-	187,563,981	154,107	(322,873)	187,395,215
Realised loss transferred to retained earnings	-	-	(2,053,992)	-	2,053,992	-
Declared dividends (note 20)	-	-	(82,500,000)	-	-	(82,500,000)
Balance as of 30 September 2024 (Unaudited)	750,000,000	225,000,000	475,479,062	(326,761)	500,436,223	1,950,588,524
Balance as of 1 January 2023 (Audited)	750,000,000	225,000,000	295,832,196	-	464,131,324	1,734,963,520
Net income for the period	-	-	184,717,206	-	-	184,717,206
Other comprehensive loss	-	-	(4,160,059)	(96,875)	(7,755,115)	(12,012,049)
Total comprehensive income/(loss) for the period	-	-	180,557,147	(96,875)	(7,755,115)	172,705,157
Realised loss transferred to retained earnings	-	-	(738,860)	-	738,860	-
Declared dividends (note 20)	-	-	(75,000,000)	-	-	(75,000,000)
Balance as of 30 September 2023 (Unaudited)	750,000,000	225,000,000	400,650,483	(96,875)	457,115,069	1,832,668,677

The accompanying notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

Mr. Malik Sumair Hassan
Acting Chief Financial Officer

Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Cash Flows
For the nine month period ended 30 September 2024

	Notes	30 September 2024 (Unaudited) SR	30 September 2023 (Unaudited) SR
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before zakat		**184,807,234**	195,517,206
Adjustments to reconcile profit before zakat to net cash flows:			
Depreciation of property, plant and equipment	22	**76,075,550**	69,486,364
Amortisation of intangible assets	22	**5,539,671**	9,389,658
Depreciation of right-of-use assets	5.1, 22	**3,885,669**	3,481,583
Finance costs of lease liabilities	5.2	**457,692**	424,878
Share of results from associates	6	**(2,934,674)**	(5,926,731)
Gain on disposal of property, plant and equipment	18	**(105,318)**	(4,447,937)
Gain from replacement of plant and equipment - Land	18	**(4,752,000)**	-
(Reversal of)/Provision for expected credit losses	9	**(941,243)**	504,299
Provision for employees' defined benefits liabilities	13	**11,965,902**	10,554,767
Amortisation of prepaid upfront fees on term loan		**1,171,402**	1,366,811
Follow up fees of term loan		**811,603**	1,188,774
Provision for slow moving inventories		**429,426**	2,665,102
(Reversal of)/Provision for replacing cylinders and others		**(321)**	1,774,181
Change in fair value of financial assets held at fair value through profit or loss	17	**(8,581,225)**	(18,613,182)
Dividends income received from financial assets held at fair value through other comprehensive income	17	**(35,875,197)**	(35,668,968)
Finance income		**(9,656,439)**	(10,214,084)
Finance cost on short term loans		**891,668**	-
		223,189,400	221,482,721
Changes in working capital:			
Inventories		**(31,346,979)**	(46,175,183)
Accounts receivable		**40,915**	(17,889,052)
Contract assets		**(32,268,687)**	-
Prepayments and other current assets		**(56,881,066)**	(35,460,341)
Financial assets held at fair value through profit or loss		**1,145,810**	15,960,495
Trade payable		**52,766,186**	(27,075,300)
Accrued expenses and other current liabilities		**2,802,993**	(9,482,408)
		159,448,572	101,360,932
Zakat paid	15	**(9,689,264)**	(58,039,900)
Employees' defined benefits liabilities paid	13	**(11,245,765)**	(4,062,059)
Net cash generated from operating activities		**138,513,543**	39,258,973
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of financial assets held at amortised cost		-	(45,485,271)
Proceeds from disposal of financial assets held at amortised cost		**10,376,202**	-
Finance income received		**9,656,439**	10,214,084
Additions to property, plant and equipment		**(162,949,951)**	(82,924,189)
Additions to intangible assets		**(15,461,726)**	(13,164,629)
Proceeds from disposal of property, plant and equipment		**2,703,233**	4,372,878
Proceeds from disposal financial assets held at fair value through profit or loss		-	26,486,205
Proceeds from disposal financial assets held at fair value through other comprehensive income		-	3,103,810
Dividends income received from financial assets held at fair value through other comprehensive income		**35,875,197**	35,668,968
Dividends income received from associates	6	**2,602,990**	5,600,000
Net cash used in investing activities		**(117,197,616)**	(56,128,144)

National Gas and Industrialization Company
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Statement of Cash Flows (continued)
For the nine month period ended 30 September 2024

	Notes	30 September 2024 (Unaudited) SR	30 September 2023 (Unaudited) SR
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		**(158,058,354)**	(75,317,126)
Principal element of lease payments		**(2,353,066)**	(2,079,027)
Finance costs element of lease payments		**(4,153)**	(238,550)
Repayment of long term loan		**(26,500,000)**	-
Proceeds from short term loan		**90,000,000**	-
Finance cost paid on short term loans		**(808,537)**	-
Follow up fees on term loan paid		**(811,603)**	(1,188,774)
Net cash used in financing activities		**(98,535,713)**	(78,823,477)
Net change in cash and cash equivalents		**(77,219,786)**	(95,692,648)
Cash and cash equivalents at the beginning of the period		**129,638,298**	175,851,736
Cash and cash equivalents at the end of the period		**52,418,512**	80,159,088
NON-CASH TRANSACTIONS:			
Change in fair value of financial assets held at fair value through other comprehensive income		**(322,875)**	(7,755,115)
Additions to right-of-use assets and the corresponding lease liabilities		**-**	(130,838)
Property, plant and equipment transferred to intangible assets		**2,029,070**	1,079,562
Current service cost charge to capital work in progress		**80,238**	123,242
Transfer of realised gains from financial assets held at FVTOCI to retained earnings		**2,053,992**	-

The accompanying notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

Mr. Malik Sumair Hassan
Acting Chief Financial Officer

Eng. Abdulrahman Bin Abdulaziz Bin Sulaiman
Chief Executive Officer and Board Member

1 CORPORATE INFORMATION

A) ESTABLISHMENT OF THE COMPANY

National Gas and Industrialization Company (the "Company") is a Saudi joint stock company. The Company is registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010002664 dated 22 Rajab 1383H (corresponding to 9 December 1963). The share capital of the Company amounts to SR 750 million and is divided into 75 million shares of SR 10 each. As of 30 September 2024, Mr. Abdulaziz Abdulrahman Al-Mohsen owns 6.667% (31 December 2023 and 30 September 2023: 6.667%) of the total Company's shares, and the remaining shares are publicly traded.

The Company was established in accordance with the Royal Decree No. 713 dated 03/12/1380H (corresponding to 19 May 1961), to merge the Saudi Gas and Manufacturing Company and National Gas Company with the approval of the General Assembly of both companies, under the letter of H.H. the Minister of Commerce No. 2843/H dated 01/01/1381H (corresponding to 15 June 1961), and the actual merge commenced in 1383H. Later to this date on 13/06/1384H (corresponding to 20 October 1964), the Council of Ministers Decree No. 820 was issued to merge all the entities involved in gas activities in the Kingdom of Saudi Arabia into the National Gas and Industrialization Company.

B) GROUP ACTIVITIES

The activities of the Company and its subsidiaries (the "Group") include carrying out all work related to the exploitation, manufacturing and marketing of all kinds of gas and its derivatives and industrial gases inside and outside the Kingdom of Saudi Arabia, selling, manufacturing and maintaining cages, cylinders, tanks and accessories, maintenance of gas networks and accessories, carrying out all work related to the manufacturing, transporting and marketing of petroleum, chemical, petrochemical and glass products, establishment or participation in the production of energy, water treatment and environmental services, in addition to the acquisition of real estate and purchase of land for the construction of buildings thereon and investing it through sale or lease in favor of the Group. The Group is also incorporated to provide technical and engineering consulting services and training related to all gas and energy works. In addition, the Group is specialised in establishing, building and maintenance of liquefied petroleum gas (LPG) networks and tanks, developing LPG products and solution. Currently the Group is engaged in selling gas and its derivatives and industrial gases inside the Kingdom of Saudi Arabia and maintaining cages, cylinders, tanks and accessories, maintenance of gas networks and accessories.

The registered address of the Company is P.O. Box 564, Riyadh 11421, Kingdom of Saudi Arabia.

The Group has the following subsidiaries:

Subsidiary	Commercial registration number	Nature of activities	Country of incorporation	Effective shareholding percentage 2024	2023
1. Gas Solutions Company	1010693275	Gas networks	Saudi Arabia	**100%**	100%
2. Best Gas Distributor Company	1010851646	Distribution	Saudi Arabia	**100%**	100%
3. National Carrier Transportation Company	1010851708	Transportation	Saudi Arabia	**100%**	100%
4. National Gas Supply Company	1010882359	Retail sales	Saudi Arabia	**100%**	100%
5. National Storage Company	1010924126	Storage and filling	Saudi Arabia	**100%**	100%

National Storage Company has started its operations on 1 October 2024 while the other subsidiaries were operating during the period ended 30 September 2024.

1 CORPORATE INFORMATION (continued)

B) GROUP ACTIVITIES (continued)

The Group has the following branches existed as of 30 September 2024 and 31 December 2023:

Sr.	Branch	Commercial registration number	Issuing date
1	Riyadh	1010672640	23/04/1442 H
2	Riyadh	1010672641	23/04/1442 H
3	Riyadh	1010828231	25/02/1444 H
4	Riyadh	1009105305	22/03/1446 H
5	Riyadh	1010681388	04/06/1442 H
6	Riyadh	1010672639	23/04/1442 H
7	Dammam	2050001551	07/08/1383 H
8	Buraidah	1131004089	06/04/1402 H
9	Al-Madinah Al-Munawwarah	4650006707	18/03/1402 H
10	Jeddah	4030032503	19/02/1402 H
11	Khamis Mushait	5855004366	25/12/1402 H
12	Taif	4032007367	20/09/1402 H

The assets, liabilities and results of operations of these branches are included in these interim condensed consolidated financial statements.

2 BASIC OF PREPARATION

2.1 Statement of compliance

These interim condensed consolidated financial statements for the three and nine month periods ended 30 September 2024 were 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 issued by the Saudi Organization for Chartered and Professional Accountants.

The interim condensed consolidated financial statements are presented in Saudi Riyals (“SR”), which represents the Group's functional and presentation currency.

These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and they must be read in conjunction with the Group's last annual audited financial statements for the year ended 31 December 2023. In addition, the results for the three and nine month periods ended 30 September 2024, are not an accurate indication of the results that can be expected for the fiscal year ending 31 December 2024.

2.2 Judgments, estimates and assumptions

Preparing the interim condensed consolidated financial statements requires management to use certain judgments, estimates and assumptions that affect the application of accounting policies and the amounts presented for assets and liabilities, revenues, and expenses. Actual results may differ from these estimates. The significant judgments taken by management in applying the Group's accounting policies and the main sources of uncertainty estimates are the same as those applied to the annual financial statements for the year ended 31 December 2023.

2.3 Historical cost convention

These interim condensed consolidated financial statements were prepared under the historical cost convention, except for financial instruments, which are measured at fair value at the end of each reporting period and employees defined benefit liability, which has been actuarially valued using the Projected Unit Credit Method. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services at the time of the transaction.

2 BASIC OF PREPARATION (continued)

2.4 Basis of consolidation

These interim condensed consolidated financial statements include the assets, liabilities, and the results of operations of the Company and its subsidiaries (the "Group") as stated in note 1.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income, and expenses of a subsidiary acquired (or disposed) of during the period/year are included (or derecognized) in the interim condensed consolidated financial statements from the date the Group gains control until the date when the Group ceases to control the subsidiary.

The Company and its subsidiaries have the same reporting period. Where necessary, accounting policies of the subsidiary have been changed to ensure consistency with the accounting policies adopted by the Group.

All inter-group accounts and transactions have been eliminated on consolidation.

3 MATERIAL ACCOUNTING POLICIES

The accounting policies applied during the preparation of these interim condensed consolidated financial statements are the same accounting policies applied during the preparation of the annual financial statements of the Group for the year ended 31 December 2023, unless otherwise stated:

Intangible assets

Assets arising from service concession arrangements (IFRIC 12)
w
The Group's operations in relation to the build, operate, and transfer (BOT) projects are carried out under long-term concession arrangements. The Group recognizes concession rights in BOT projects resulting from the concession service arrangement, which is under the control of the grantor or regulates the services provided and fixed prices as well as controls any significant remaining interest in infrastructure such as property and equipment in the case of the grantor's infrastructure or created or purchased by the Group as part of a concession service arrangement. The Group recognizes an intangible asset arising from a service concession arrangement when it has a right to benefit from the concession infrastructure usage fees. Intangible assets received as consideration for the provision of construction or development services in a service concession arrangement are measured at fair value on initial recognition by reference to the fair value of the services. The BOT concession rights include all costs incurred in connection with the constructed plot. The BOT concession rights also include certain property, plant and equipment that are classified as intangible assets in accordance with the interpretation of IFRIC 12 "Service Concession Arrangements". The intangible aspect in service concession arrangements is the period during which the Group is able to charge the public for the use of gas infrastructure until the end of the concession term which varies depending on the life of the agreement or the useful life of the asset – whichever is shorter. Gains or losses arising from de-recognition of service concession assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the interim condensed consolidated statement of comprehensive income when the asset is derecognised.

Contract assets

A contract asset is initially recognised for revenue earned from installation services because the receipt of consideration is conditional on successful completion of the installation. Upon completion of the installation and acceptance by the customer, the amount recognised as contract assets is reclassified to accounts receivable.

3 MATERIAL ACCOUNTING POLICIES (continued)

3.1 NEW AND AMENDED STANDARDS ADOPTED BY THE GROUP

The Group has applied the following standards and amendments for the first time for its annual reporting period commencing 1 January 2024:

1 Amendments to IFRS 16 Leases: Lease Liability in a Sale and Leaseback (issued on 22 September 2022 and effective for annual periods beginning on or after 1 January 2024).

2 Classification of liabilities as current or non-current – Amendments to IAS 1 (originally issued on 23 January 2020 and subsequently amended on 15 July 2020 and 31 October 2022, ultimately effective for annual periods beginning on or after 1 January 2024).

3 Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements: (effective for annual periods beginning on or after 1 January 2024).

The amendments listed above did not have any significant impact on the interim condensed consolidated financial statements for the period ended 30 September 2024.

3.2 NEW STANDARDS AND INTERPRETATIONS NOT YET ADOPTED BY THE GROUP

Certain new standards and interpretations have been issued that are mandatory for the annual periods beginning after 1 January 2024, and which the Group has not early adopted. Those standards and interpretations were disclosed in the Group's consolidated financial statements for the year ended 31 December 2023, except for the below standards that were issued in 2024:

- In April 2024, the International Accounting Standards Board (IASB) issued a new accounting standard to improve reporting of financial performance. IFRS 18 "Presentation and Disclosure in Financial Statements" which replaces IAS 1 "Presentation of Financial Statements". IFRS 18 has an effective date of 1 January 2027 with earlier application permitted. This IFRS is not yet endorsed by SOCPA.

- In May 2024, the International Accounting Standards Board (IASB) issued a new accounting standard to apply reduced disclosure requirements for eligible subsidiaries. IFRS 19 "Subsidiaries without Public Accountability: Disclosures" has an effective date of 1 January 2027 with earlier application permitted. This IFRS is not yet endorsed by SOCPA.

The Group is yet to assess the impact of the two new standards above. There are no other new standards or amendments issued that are effective in upcoming years that could have a material effect on these interim condensed consolidated financial statements.

4 PROPERTY, PLANT AND EQUIPMENT

Property, plant, and equipment includes the following:

a) Two plots of land with an aggregate value of SR 2.7 million as of 30 September 2024 (31 December 2023: SR 2.7 million) that have been mortgaged to the Saudi Industrial Development Fund (SIDF) and the process of pledging the remaining five plots of land is under process (note 12).

b) Capital work in progress amounted to SR 375 million as of 30 September 2024 (31 December 2023: SR 323 million) mainly represents projects to develop the Group's stations and to develop production lines in accordance with the Group's needs and the public safety requirements.

The Group has disposed of property, plant and equipment during the period ended 30 September 2024 with a cost of SR 55 million and accumulated depreciation of SR 53 million for a consideration of SR 2.5 million. As a result, a gain of SR 105 thousand has been included within other income (note 18).

5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

Group as a lessee

The Group has lease contracts for various plots of land and machineries. Leases of land generally have lease terms between 3 and 99 years. The Group's obligations under its leases are secured by the lessor's title to the leased plots of land. Generally, the Group is restricted from assigning and subleasing the leased assets. There are several lease contracts that include extension and termination options and variable lease payments, which are further discussed below.

5.1 Right-of-use assets

The Group has certain leases of equipment with lease terms of 12 month or less and leases of office equipment with low value. The Group applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

Below are the carrying amounts of right-of-use assets recognised and the movements during the period/year:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
At the beginning of the period / year	**17,853,616**	19,723,178
Additions during the period / year	**-**	3,361,582
Depreciation charge for the period / year	**(3,885,669)**	(5,231,144)
At the end of the period / year	**13,967,947**	17,853,616

5.2 Lease liabilities

Below are the carrying amounts of lease liabilities recognised and the movements during the period/year:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
At the beginning of the period/year	**19,597,898**	20,207,725
Additions during the period/year	**-**	3,361,582
Paid during the period/year	**(2,357,219)**	(4,761,099)
Finance cost for the period/year	**457,692**	789,690
At the end of the period/year	**17,698,371**	19,597,898
Current portion	**7,807,906**	7,281,846
Non-current portion	**9,890,465**	12,316,052
	17,698,371	19,597,898

5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (continued)

5.2 Lease liabilities (continued)

The following are the amounts recognised in profit or loss:

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Depreciation expense of right-of-use assets	**1,295,225**	1,170,704	**3,885,669**	3,481,583
Finance costs on lease liabilities	**140,804**	136,093	**457,692**	424,878
Expense relating to short-term and low-value assets	**186,512**	325,155	**579,319**	689,668
Total amount recognised in profit or loss	**1,622,541**	1,631,952	**4,922,680**	4,596,129

The Group has lease contracts that include extension options. These options are negotiable by management to provide flexibility in managing the leased-asset portfolio and align with the Group's business needs.

Group as a lessor

The Group has entered into leases contracts on plots of land, which are long term in nature. Rent income recognised by the Group during the period amounting to SR 9 million (30 September 2023: SR 9 million).

6 INVESTMENTS IN ASSOCIATES

Investments in associates comprise the following:

	Ownership percentage		**30 September 2024 (Unaudited) SR**	31 December 2023 (Audited) SR
	2024	2023		
Saudi Gas Cylinder Factory Company	**33.12%**	37.57%	**36,875,417**	37,768,954
Natural Gas Distribution Company	**35%**	35%	**20,213,789**	20,339,988
East Gas Company	**35%**	35%	**32,804,529**	31,299,002
			89,893,735	89,407,944

During the period ended 30 September 2024, Saudi Gas Cylinder Factory Company issued new shares and the Group did not utilize its rights to buy additional shares in order to maintain the previous ownership percentage. As a result, the ownership percentage in the associate decreased from 37.57% to become 33.12%. However, this change did not impact the Group's influence on the associate.

6 INVESTMENTS IN ASSOCIATES (continued)

The movement of investments in associates is as follows:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
At the beginning of the period/year	**89,407,944**	89,759,775
Amount recognised in profit or loss		
Share of results from associates	**2,958,440**	7,953,188
Prior year adjustment	**(23,766)**	50,849
	2,934,674	8,004,037
Amount recognised in other comprehensive income		
Share of other comprehensive income/(loss) from associates	**154,107**	(480,868)
Dividends	**(2,602,990)**	(7,875,000)
At the end of the period/year	**89,893,735**	89,407,944

Share of results from associates comprises the following:

	For the three month period ended 30 September		**For the nine month period ended 30 September**	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
East Gas Company	**186,521**	1,456,848	**1,505,527**	3,123,602
Natural Gas Distribution Company	**235,686**	265,995	**748,800**	889,429
Saudi Gas Cylinders Factory Company	**1,515,714**	596,570	**680,347**	1,862,853
	1,937,921	2,319,413	**2,934,674**	5,875,884

The figures related to the investments in associates and share of results (including the share of other comprehensive loss from associates) are based on accounts prepared by the respective entities' managements.

7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

Financial assets held at fair value through other comprehensive income comprises the following:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Investment in equity instruments – unquoted* (note a)	**568,034,317**	626,707,246
Closed REITs	**41,136,600**	41,310,000
Investments in equity instruments – quoted*	**71,990,482**	17,709,582
	681,161,399	685,726,828

* During the period ended 30 September 2024, Arabian Floating Glass Company investment amounting to SR 57 million (31 December 2023: SR 79 million) has been transferred from level 3 to level 1 as a result of its listing in the Kingdom of Saudi Arabia, refer to below fair value table hierarchy for more details.

7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI) (continued)

a) Represents unquoted investment in equity instruments have been evaluated by management through an independent expert valuer who issued a report on the valuation of investments in the National Industrial Gases Company as of 30 September 2024, using the similar companies' method (Market Method). During the nine-month period ended 30 September 2024, the General Assembly of National Industrial Gases Company, approved the distribution of dividends to the shareholders amounting to SR 390 million (30 September 2023: SR 390 million). The Group's share is 9%, equivalent to SR 35.1 million (30 September 2023: SR 35.1 million). The significant unobservable inputs used in the fair value measurement of equity instruments categorised within Level 3 of the fair value hierarchy as of 30 September 2024 and 31 December 2023 are as follows:

Unquoted equity investment	Valuation technique	Significant unobservable inputs	Description of valuation technique
National Industrial Gases Company	Market Method	Comparable entities Discount factor	This approach establishes value by comparison to recent sales of comparable assets or other multiple such as expected value over earnings before interest, tax, depreciation, and amortization (EV/EBITDA). The market approach is a general way of determining the value of a business, business ownership interest, security, or intangible asset by using one or more methods that compare the subject to similar businesses, business ownership interests, securities, or intangible assets that have been sold.
Arabian United Floating Glass Company*	Income Method	Weighted average cost of capital (WACC) Growth rate	This approach is based on discounting future amounts of cash flow to present value, where under the discounted cash flow (DCF) method, the forecasted cash flow is discounted back to the valuation date, resulting in a present value of the asset.

* This is only applicable for 31 December 2023 as during this period, the Company became a listed entity.

7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI) (continued)

Sensitivity analysis

Description	Fair value at		Unobservable inputs	Range of inputs		Sensitivity
	30 September 2024	31 December 2023		**30 September 2024**	31 December 2023	
National Industrial Gases Company	**568,034,317**	547,624,176	EV/EBITDA	**10.86X**	10.4X	Change by +/-1% will change FV increase/decrease by SR 6.4 (31 December 2023: increase/decrease SR 6.1 million).
			Discount factor	**10%**	10%	Change by +/-1% will change FV decrease/increase by SR 7.3 million (31 December 2023: decrease/increase 7 million).
Arabian United Floating Glass Company*	**-**	79,083,070	WACC	**NA**	13%	Change by +/-1% will change FV on 31 December 2023 by decrease of SR 7.5 million / increase of SR 9 million.
			Growth rate	**NA**	2%	Change by +/-1% will change FV on 31 December 2023 by increase of SR 6.9 million / decrease of SR 5.8 million.
	568,034,317	626,707,246				

There were no significant inter-relationships between unobservable inputs that materially affect fair values.

* During the period ended 30 September 2024, this has been transferred from level 3 to level 1, refer to below fair value table hierarchy for more details.

All assets and liabilities for which fair value is measured or disclosed in these consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in these interim condensed consolidated financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

7 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI) (continued)

Sensitivity analysis *(continued)*

The following table shows the fair values of the investments at fair value through other comprehensive income and including their levels in the fair value hierarchy:

					Fair value			
30 September 2024	**Opening balance**	**Change in fair value**	**Sale of investments**	**Ending balance**	**Level 1**	**Level 2**	**Level 3**	**Total**
National Industrial Gases Company	**547,624,176**	**20,410,141**	**-**	**568,034,317**	-	-	**568,034,317**	**568,034,317**
Arabian United Floating Glass Company*	**79,083,070**	**(17,393,357)**	**(4,242,554)**	**57,447,159**	**57,447,159**	-	-	**57,447,159**
Closed REITs	**41,310,000**	**(173,400)**	**-**	**41,136,600**	**-**	**41,136,600**	-	**41,136,600**
Investments in equity instruments – quoted	**17,709,582**	**(3,166,259)**	**-**	**14,543,323**	**14,543,323**	-	-	**14,543,323**
	685,726,828	**(322,875)**	**(4,242,554)**	**681,161,399**	**71,990,482**	**41,136,600**	**568,034,317**	**681,161,399**

					Fair value			
31 December 2023	**Opening balance**	**Change on fair value**	**Sale of investments**	**Ending balance**	**Level 1**	**Level 2**	**Level 3**	**Total**
National Industrial Gases Company	523,724,000	23,900,176	-	547,624,176	-	-	547,624,176	547,624,176
Arabian United Floating Glass Company	67,958,552	11,124,518	-	79,083,070	-	-	79,083,070	79,083,070
Closed REITs	44,295,900	(2,985,900)	-	41,310,000	-	41,310,000	-	41,310,000
Investments in equity instruments – quoted	15,660,563	2,049,019	-	17,709,582	17,709,582	-	-	17,709,582
Public traded REITs	3,356,703	-	(3,356,703)	-	-	-	-	-
	654,995,718	34,087,813	(3,356,703)	685,726,828	17,709,582	41,310,000	626,707,246	685,726,828

* As of 30 September 2024, Arabian United Floating Glass Company became listed in the Kingdom of Saudi Arabia. As of 31 December 2023, this investment was classified as an unquoted investment under Level 3. The fair market value of Arabian United Floating Glass Company is SR 57.4 million which was transferred to quoted investment as of 30 September 2024.

8 FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

Financial assets at fair value through profit or loss comprises the following:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Portfolio of traded securities	**129,445,064**	122,009,649
	129,445,064	122,009,649

All financial assets at fair value through profit or loss mentioned above are listed and therefore the fair value of these assets falls within Level 1.

9 ACCOUNTS RECEIVABLE

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Trade receivables*	**41,422,181**	41,695,169
Other receivables	**1,884,245**	1,652,172
	43,306,426	43,347,341
Provision for expected credit losses	**(7,613,045)**	(8,554,288)
	35,693,381	34,793,053

* This amount includes retention receivable amounting to SR 3.5 million as at 30 September 2024 (31 December 2023: SR 2.8 million).

The movement in provision for expected credit loss on accounts receivable is as follows:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
At the beginning of the period/year	**8,554,288**	6,770,815
(Reversal)/Charge for the period/year	**(941,243)**	1,783,473
At the end of the period/year	**7,613,045**	8,554,288

10 PREPAYMENTS AND OTHER CURRENT ASSETS

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Accrued rent	**34,597,671**	30,563,104
Advances to suppliers and contractors	**71,992,541**	15,225,554
Prepaid expenses	**17,588,094**	9,806,798
Value added tax receivable	**9,603,987**	7,090,264
Employees' receivable	**4,425,971**	4,758,345
Dividends receivable	**875,000**	875,000
Insurance claims	**288,900**	206,270
Receivable from financial institutions	**-**	9,000,000
Others	**4,289,737**	5,702,039
	143,661,901	83,227,374
Provision for expected credit loss on other receivables	**-**	(689,095)
	143,661,901	82,538,279
Less: non-current accrued rent	**(34,597,671)**	(30,563,104)
	109,064,230	51,975,175

11 CASH AND CASH EQUIVALENTS

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Bank balances	**46,719,749**	126,044,149
Cash with portfolio managers	**5,698,763**	3,594,149
	52,418,512	129,638,298

12 TERM LOANS

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Principal amount due at beginning of the period/year	**53,000,000**	76,000,000
Additions during the period/year	**90,000,000**	-
Less: repayment	**(26,500,000)**	(23,000,000)
Principal amount at end of the period/year	**116,500,000**	53,000,000
Add: accrued interest	**83,131**	-
Less: Un-amortized portion of transaction cost	**(275,264)**	(1,446,666)
Net amount	**116,307,867**	51,553,334
Less: current portion	**(116,307,867)**	(26,500,000)
Non-current portion	**-**	25,053,334

12.1 On 17 Muharram 1440 H (corresponding to 27 September 2018), the Group signed an agreement to obtain a loan from the Saudi Industrial Development Fund (SIDF) amounting to SR 203 million. The loan is for the purpose of developing the filling plants and distribution of gas in all regions with a production capacity of 1,648 thousand tons in all branches of the Group. The terms of the loan span over a tenure of 5 years. The loan carries only an upfront fee amount of SR 16.2 million that was paid at the start of the loan and incur to follow-up charges which are paid on semi-annual basis over the term of the loan. Further, this loan carries certain conditions/covenants, such as maintaining required current asset ratios during the term of the loan and a specific ratio of liabilities to net tangible value. During the period ended 30 September 2024, there has been no non-compliance with any of the covenants. The agreement also contains undertaking pledges of seven plots of land with a total cost of SR 17.6 million; of which the Group has pledged two plots as of the reporting period with a total cost of SR 2.7 million (note 4), and the process of pledging the remaining five plots of land is under process. Below is the movement of the SIDF loan:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Principal amount due at beginning of the period/year	**53,000,000**	76,000,000
Less: repayment	**(26,500,000)**	(23,000,000)
Principal amount at end of the period/year	**26,500,000**	53,000,000
Less: Un-amortized portion of transaction cost	**(275,264)**	(1,446,666)
Net amount	**26,224,736**	51,553,334
Less: current portion	**(26,224,736)**	(26,500,000)
Non-current portion	**-**	25,053,334

12 TERM LOANS (continued)

12.2 During the three month period ended 30 September 2024 the Group obtained a short term loan for a period of three months from a local bank amounting SR 90 million with an annual profit yield of 6.65%. Below is the movement of the loan:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Principal amount due at beginning of the period/year	**-**	-
Additions during the period/year	**90,000,000**	-
Principal amount at end of the period/year	**90,000,000**	-
Add: accrued interest	**83,131**	-
Net amount	**90,083,131**	-
Less: current portion	**(90,083,131)**	-
Non-current portion	**-**	-

13 EMPLOYEES' DEFINED BENEFITS LIABILITIES

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
At the beginning of the period/year	**116,044,000**	110,957,000
Amount recognised in profit or loss		
Current service cost	**7,090,902**	9,146,969
Finance costs	**4,875,000**	5,477,000
	11,965,902	14,623,969
Amount recognised in other comprehensive income		
Re-measurements loss/(gain) on employees defined benefit liabilities	**1,109,801**	(60,494)
Current service cost charge to capital work in progress	**80,238**	149,031
Paid during the period/year	**(11,245,765)**	(9,625,506)
At the end of the period/year	**117,954,176**	116,044,000

The most recent actuarial valuation was performed by an independent, qualified actuary using the Projected Unit Credit Method.

The principal assumptions used for the purposes of the actuarial valuation were as follows:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Discount rate	**5.90%**	5 %
Future salary increases	**4%**	4%
Retirement age	**60**	60
Turnover rate	**1% - 25%**	1% - 25%

13 EMPLOYEES' DEFINED BENEFITS LIABILITIES (continued)

Sensitivity analysis

The sensitivity analyses presented below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Discount rate		
Increase 1%	**(10,951,000)**	(10,749,000)
Decrease 1 %	**12,780,000**	12,570,000
The future increase in the salaries		
Increase 1%	**12,806,000**	12,570,000
Decrease 1%	**(11,169,000)**	(10,940,000)

14 ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Dividends payable	**42,709,871**	118,268,225
Advance from customers	**48,267,714**	44,731,120
Accrued expenses	**48,244,716**	44,263,897
Accrued employees' benefits	**23,581,094**	26,712,384
Cash deposits from customers	**2,865,784**	2,986,481
Board of Directors and committees' remunerations	**2,674,596**	3,635,846
Others	**2,752,042**	3,253,225
	171,095,817	243,851,178

15 ZAKAT PAYABLE

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
At the beginning of the period/year	**47,278,106**	90,307,604
(Reversal)/Charge for the period/year	**(3,866,548)**	15,010,401
Paid during the period/year	**(9,689,264)**	(58,039,899)
At the end of the period/year	**33,722,294**	47,278,106

Status of assessments

The Group obtained final assessment for zakat until the end of the year 2010 and for the years 2014 until 2020.

2011 to 2013 status:

The Group did not receive the zakat assessments for the years 2011 until 2013.

15 ZAKAT PAYABLE (continued)

***Status of assessments** (continued)*

2019 and 2020 status:

ZATCA issued the zakat assessments to the Group for the years 2019 and 2020, which resulted in an additional amount of SR 11.5 million. The Group has submitted the objection against the assessments with the relevant Appeal Committee and submitted a bank guarantee to the ZATCA of 50% of the total amount in this regard. During the year 2022 this case was divided into two different cases:

- The first case No. 127671-2022-z for the year 2019, where some of the objected items that were rejected by the Adjudication Committee with total amount of SR 6.8 million and have been transferred to the Appeal Committee with No. 177650-2023-z.
- The second case No. 127674-2022-z for the year 2020, where some of the objected items that were rejected by the Adjudication Committee with total amount after reduction of SR 2.5 million and have been transferred to the Appeal Committee with No. 180587-2023-z.

The Appeal Committee issued its final resolution related to 2019 and 2020 to confirm the resolution of the Adjudication Committee and to pay SR 6.5 million, which was paid subsequently.

2021 to 2023 status:

The Group has submitted its consolidated zakat returns for the years 2021 to 2023, and the assessments have not yet been raised by ZATCA up to the date of the approval of these interim condensed consolidated financial statements.

16 REVENUES

	For the three month period ended 30 September		**For the nine month period ended 30 September**	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Gas sales	**662,933,946**	555,565,960	**1,907,880,617**	1,672,017,441
Gas cylinders and tanks, and extension parts' sales	**32,226,177**	30,776,628	**75,422,133**	72,143,105
Commercial projects	**20,499,874**	14,241,561	**64,500,525**	26,444,636
Service, transportation and installation revenue	**4,461,193**	8,869,472	**16,757,430**	19,164,649
Scrap Sales	**928,464**	160,137	**6,203,690**	2,215,044
	721,049,654	609,613,758	**2,070,764,395**	1,791,984,875

17 INVESTMENTS INCOME

	For the three month period ended 30 September		**For the nine month period ended 30 September**	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Dividends income from FVTOCI	**11,958,399**	11,944,392	**35,875,197**	35,668,968
Rent income from investment properties	**3,116,764**	2,871,939	**9,347,119**	9,092,872
Change in fair value of FVTPL	**6,206,765**	466,418	**8,581,225**	18,613,182
Others	**-**	-	**244,900**	-
	21,281,928	15,282,749	**54,048,441**	63,375,022

18 OTHER (LOSS)/INCOME, NET

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Gain from replacement of property, plant and equipment (Land)	**-**	-	**4,752,000**	-
(Loss)/Gain on disposal of property, plant, and equipment	**(202,240)**	4,298,018	**105,318**	4,447,937
Foreign currency exchange differences	**(1,218,288)**	(607,123)	**(1,184,333)**	(441,887)
Others	**(29,374)**	4,855,139	**3,730,173**	5,233,062
	(1,449,902)	8,546,034	**7,403,158**	9,239,112

19 EARNINGS PER SHARE

Earnings per share are calculated based on the weighted average number of shares outstanding. The diluted earnings per share are the same as the basic earnings per share, as the Group has not issued any discounted instruments as of 30 September:

	For the three month period ended 30 September		For the nine month period ended 30 September	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Net income for the period	**52,071,041**	57,217,820	**188,673,782**	184,717,206
Weighted average number of outstanding shares	**75,000,000**	75,000,000	**75,000,000**	75,000,000
Basic and diluted earnings per share	**0.69**	0.76	**2.52**	2.46

20 DIVIDENDS

The Company's Board of Directors decided on 26 Dhul-Qidah 1445H (corresponding to 3 June 2024), to distribute interim cash dividends to the shareholders for the first half of 2024 of SR 1.10 per share, amounting to SR 82.5 million in accordance with the authorization granted by the Ordinary General Assembly held on 26 May 2024. These interim cash dividends have been distributed to the shareholders in July 2024 (2023: the Company's Board of Directors decided on 2 Dhul-Hijjah 1444H (corresponding to 20 June 2023), to distribute interim cash dividends to shareholders for the first half of 2023 of SR 1 per share, amounting to SR 75 million in accordance with the authorization granted by the Ordinary General Assembly held on 3 May 2023. These interim cash dividends have been distributed to the shareholders in July 2023.

21 COMMITMENTS AND CONTINGENCIES

Contingencies

The Group received a claim for the rent of one of the branches for the period from 9 April 1976 to 13 November 2021 amounting to SR 18.3 million. The legal advisor of the Group believes that the expected outcome from this matter will be in favor of the Group and management filed an objection to comply with the basis of the contractual terms.

Guarantees and letters of credit

The Group has submitted a bank guarantee to ZATCA amounting to SR 5.7 million (31 December 2023: SR 5.7 million) representing 50% of the total amount of zakat assessments for the years 2019 and 2020 (31 December 2023: SR 5.7 million) (note 15). This has been cleared subsequent to period-end.

The Group has submitted a bank guarantee to Saudi Arabian Oil Company (“Saudi Aramco") amounting to SR 280 million (31 December 2023: SR 280 million) relating to the supply of liquefied gas products.

The Group has other outstanding letters of guarantees as of 30 September 2024 amounting to SR 7.1 million (31 December 2023: SR 8.9 million).

The Group has outstanding letters of credit as of 30 September 2024 amounting to SR 51.7 million (31 December 2023: SR 15 million).

Commitments

As of 30 September 2024, the Group has commitments of SR 110.2 million (31 December 2023: SR 99.5 million) related to capital work in progress under property, plant and equipment and intangible assets.

22 OPERATING SEGMENTS

For management purposes, the Group is organised into business units based on its geographical regions, as follows:

30 September 2024 (Unaudited)	**Central region SR**	**Western region SR**	**Eastern region SR**	**Southern region SR**	**Eliminations SR**	**Total SR**
Revenues	909,042,268	726,976,951	340,847,693	237,655,762	(143,758,279)	2,070,764,395
Cost of revenues	(771,206,803)	(611,587,106)	(282,438,761)	(210,557,507)	143,758,279	(1,732,031,898)
Depreciation and amortisation of assets	(21,195,120)	(36,075,355)	(11,943,865)	(12,400,882)	-	(81,615,221)
Depreciation of right-of-use assets	(1,286,239)	(1,494,012)	(554,602)	(550,817)	-	(3,885,669)
Selling and distribution expenses	(24,925,104)	(14,977,529)	(6,729,206)	(4,741,308)	-	(51,373,147)
General and administrative expenses	(40,047,984)	(27,094,380)	(12,702,206)	(8,858,246)	-	(88,702,816)
Reversal of expected credit losses	438,194	336,588	107,925	58,536	-	941,243
Operating income	**50,819,212**	**36,085,157**	**26,586,978**	**605,538**	**-**	**114,096,887**
30 September 2024 (Unaudited)						
Total operating assets	**1,497,045,285**	**342,829,625**	**77,478,472**	**106,149,802**	**(534,632,532)**	**1,488,870,652**
Total operating liabilities	**(792,821,014)**	**(168,687,006)**	**(84,179,080)**	**(51,661,383)**	**534,632,532**	**(562,715,951)**

30 September 2023(Unaudited)	**Central region SR**	**Western region SR**	**Eastern region SR**	**Southern region SR**	**Eliminations SR**	**Total SR**
Revenues	682,980,748	613,238,431	289,784,979	208,994,090	(3,013,373)	1,791,984,875
Cost of revenues	(555,931,656)	(514,915,736)	(235,553,099)	(179,880,965)	3,013,373	(1,483,268,083)
Depreciation and amortisation of assets	(28,299,161)	(30,032,295)	(9,956,741)	(10,587,825)	-	(78,876,022)
Depreciation of right-of-use assets	(1,140,942)	(1,379,917)	(484,410)	(476,314)	-	(3,481,583)
Selling and distribution expenses	(17,466,390)	(12,819,146)	(5,536,020)	(4,152,502)	-	(39,974,058)
General and administrative expenses	(30,795,969)	(24,976,551)	(11,802,635)	(8,512,108)	-	(76,087,263)
Provision for expected credit losses	(229,918)	(118,048)	(136,161)	(20,172)	-	(504,299)
Operating income	49,116,712	28,996,738	26,315,913	5,364,204	-	109,793,567
31 December 2023 (Audited)						
Total operating assets	965,156,541	286,557,941	63,592,382	96,150,361	(65,722,408)	1,345,734,817
Total operating liabilities	(442,717,582)	(121,753,705)	(47,375,066)	(36,571,232)	65,722,408	(582,695,177)

22 OPERATING SEGMENTS (continued)

The top management of the Group monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the interim condensed consolidation financial statements. In addition, the Group's other costs (including finance costs, salaries and benefits of the management, directors, finance and IT departments, legal and HR departments, administrative and support department, other expenses, and other income) and zakat are managed on a Group basis and are not allocated to operating segments.

The revenue information above is based on the regional location of the customers. Segment revenue reported above represents revenue generated from external customers. There was a revenue between the parent company and its subsidiary of SR 143,758,279 for the period ended 30 September 2024 (30 September 2023: SR 3,013,373) which was eliminated at consolidation. No single customer contributed 10% or more to the Group's revenues. Zakat provision, term loan and certain financial assets and liabilities are not allocated to those segments as they are also managed on a Group basis.

Inter-company revenues are eliminated upon consolidation and reflected in the elimination's column. All other adjustments and eliminations are part of detailed reconciliations presented further below:

Reconciliation of profit

	For the three month period ended 30 September		**For the nine month period ended 30 September**	
	2024 (Unaudited) SR	2023 (Unaudited) SR	**2024 (Unaudited) SR**	2023 (Unaudited) SR
Segment operating income	**30,520,897**	31,880,226	**114,096,887**	109,793,567
Investments income	**21,281,928**	15,282,749	**54,048,441**	63,375,022
Finance income	**3,229,844**	3,818,083	**9,656,439**	10,214,084
Finance costs	**(1,649,625)**	(1,028,685)	**(3,332,365)**	(2,980,463)
Share of results from Associates	**1,937,921**	2,319,413	**2,934,674**	5,875,884
Other (loss)/income, net	**(1,449,902)**	8,546,034	**7,403,158**	9,239,112
Zakat	**(1,800,000)**	(3,600,000)	**3,866,548**	(10,800,000)
Net income for the period	**52,071,063**	57,217,820	**188,673,782**	184,717,206

Reconciliation of assets

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Segment operating assets	**1,488,870,652**	1,345,734,817
Investments in associates	**89,893,735**	89,407,944
Financial assets held at fair value through other comprehensive income (FVTOCI)	**681,161,399**	685,726,828
Financial assets held at amortised cost	**240,522,312**	250,898,514
Financial assets held at fair value through profit or loss (FVTPL)	**129,445,064**	122,009,649
Investment properties	**33,442,174**	33,442,174
Total assets	**2,663,335,336**	2,527,219,926

22 OPERATING SEGMENTS (continued)

Reconciliation of liabilities

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Segment operating liabilities	**562,715,951**	582,695,177
Term loan	**26,224,736**	51,553,334
Short term loan	**90,083,131**	-
Zakat payable	**33,722,294**	47,278,106
Total liabilities	**712,746,812**	681,526,617

23 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent associated companies, shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

a) Transactions with related parties included in the condensed consolidated statement of comprehensive income are as follows:

Name	**Relationship**
Saudi Gas Cylinder Factory Company	Associate

b) The significant transactions for the periods are as follows:

	For the nine month period ended 30 September	
	2024 (Unaudited) SR	2023 (Unaudited) SR
Purchases of gas cylinders and tanks	**50,141,590**	61,118,599

c) Amounts due to related parties

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Saudi Gas Cylinder Factory Company*	**16,210,062**	9,790,134

The above balances are unsecured, interest free and have no fixed repayments.

* This balance is presented as part of trade payables.

23 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

d) *Key management personnel compensation*

Key management personnel of the Group comprise of key members of the management having authority and responsibility for planning, directing and controlling the activities of the Group. The compensation to key management is shown below:

	For the nine month period ended 30 September	
	2024 (Unaudited) SR	2023 (Unaudited) SR
Key management personnel salaries and benefits – short term	**14,021,666**	11,843,574
Board of directors' members remunerations	**4,018,092**	2,640,000
Post-retirement benefits	**425,487**	498,559
Total	**18,465,245**	14,982,133

The amounts disclosed in the above table are the amounts recognised as an expense during the reporting period related to key management personnel.

24 EVENTS SUBSEQUENT TO THE REPORTING DATE

In the opinion of management, there have been no significant subsequent events that may require adjustments or disclosures in the interim condensed consolidated financial statements other than those disclosed in note 1.

25 APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were approved by the Audit Committee in accordance with the authorisation of the Board of Directors on 3 November 2024.