

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY
(A Saudi Joint Stock Company)
Interim Condensed Consolidated Financial Statements (Unaudited)
For the three-month and nine-month periods ended 30 September 2023
Together with the independent Auditor's Review Report

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

Interim Condensed Consolidated Financial Statements**For the three-month and nine-month periods ended 30 September 2023**

Contents	Pages
Independent Auditor's Review Report	1
Interim Condensed Consolidated Statement of Financial Position (Unaudited)	2
Interim Condensed Consolidated Statement of Profit or Loss (Unaudited)	3
Interim Condensed Consolidated Statement of Comprehensive Income (Unaudited)	4
Interim Condensed Consolidated Statement of Changes in Equity (Unaudited)	5
Interim Condensed Consolidated Statement of Cash Flows (Unaudited)	6
Notes to the Interim Condensed Consolidated Financial Statements (Unaudited)	7-20

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

**To the shareholders of Al Babbtain Power and Telecommunications Company
(A Saudi Joint Stock Company)**

Riyadh – Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of **Al Babtain Power and Telecommunications Company** – A Saudi Joint Stock Company (“the Company”) and its subsidiaries (together “the Group”) as of 30 September 2023 and the related interim condensed consolidated statements of profit or loss and other comprehensive income for three month and nine month periods, then ended and the interim condensed consolidated statements of changes in equity and cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (IAS 34) – “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed 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” that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with International Accounting Standard No. (34) that is endorsed in the Kingdom of Saudi Arabia.

Other Matter

The Group’s interim condensed consolidated financial statements for the three-month and nine-month periods ended 30 September 2022 were reviewed by another auditor, who expressed an unmodified conclusion on those interim condensed consolidated financial statements dated 22 Rabi al-Thani 1444H corresponding to 16 November 2022. The Group’s consolidated financial statements were also audited for the year ended 31 December 2022 by another auditor, who expressed an unmodified opinion on these consolidated financial statements in his report dated 18 Ramadan 1444H corresponding to 9 April 2023.

For Dr. Mohamed Al-Amri & Co.



Gihad Al-Amri
Certified Public Accountant
License No. 362

Riyadh, on: 02 Jumada Al-awwal 1445 (H)
Corresponding to: 16 November 2023 (G)



AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Financial Position
As at 30 September 2023

(All amounts in Saudi Riyals unless otherwise stated)

		30 September 2023	31 December 2022
	Note	(Unaudited)	(Audited)
ASSETS			
Non-current assets			
Property, Plant and equipment		408,731,819	403,738,407
Intangible assets		25,997,417	27,605,022
Investment properties		48,396,240	48,396,240
Financial assets at fair value through other comprehensive income	6	97,550,680	89,554,166
Investment in Associates	7	7,180,151	8,243,134
Right-of-use assets		23,686,808	25,243,484
Due from related parties - non-current portion	10-a	16,506,743	22,080,724
Total Non-current assets		628,049,858	624,861,177
Current assets			
Inventory	8	981,790,414	833,560,697
Trade receivables	9	830,548,245	824,110,573
Due from related parties- current portion	10-a	11,729,248	14,455,146
Prepaid expenses and other receivables	11	91,235,043	95,991,820
Contract assets		237,387,544	212,733,722
derivatives at fair value		17,185,283	20,305,182
Investment at fair value through profit or loss		6,048,454	17,965,819
Cash and cash equivalents		204,705,062	178,652,661
Total current assets		2,380,629,293	2,197,775,620
Noncurrent assets available for sale		-	3,762,118
Total assets		3,008,679,151	2,826,398,915
Equity and liabilities			
Equity			
Share capital	12	426,313,120	426,313,120
Regulatory reserve		-	127,893,936
Foreign currency translation reserve		(109,531,944)	(95,029,773)
Reserve of Financial assets at fair value through other comprehensive income (FVOCI)		(23,345,188)	(31,341,702)
Other reserves		5,863,090	5,901,918
Retained earnings		622,276,417	417,445,085
Total equity attributable to the company's shareholders		921,575,495	851,182,584
Non-controlling interest		13,991,884	14,129,652
Total Equity		935,567,379	865,312,236
Non-current liabilities			
Long term loans – non-current portion	14-1	314,389,879	381,950,822
Lease obligation of right of-use – non -current portion		19,212,315	20,424,125
Employees' benefits		71,578,482	68,517,376
Deferred revenue - non-current portion		34,396,852	25,004,761
Total Non-current liabilities		439,577,528	495,897,084
Current liabilities			
Short term loans	14-2	980,415,448	786,306,857
Long term loans - current portion	14-1	289,441,560	389,366,340
Lease obligation of right of-use – current portion		4,952,603	4,101,453
Deferred revenue - current portion		869,865	8,472,616
Trade payables		106,584,439	90,138,733
Due to related parties	10-b	14,719,641	13,898,041
Accrued expenses and other payables	15	210,433,110	148,260,452
Provision for Zakat and income tax	16-1	26,117,578	24,645,103
Total current liabilities		1,633,534,244	1,465,189,595
Total liabilities		2,073,111,772	1,961,086,679
Total Shareholder's equity and liabilities		3,008,679,151	2,826,398,915
Contingent liabilities and capital commitments	20		

The accompanying notes 1 to 26 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Chairman of Board of Directors

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

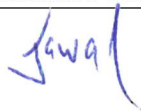
Interim Condensed Consolidated Statement of Profit or Loss**For the three-month and nine-month periods ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2023	2022	2023	2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenues		757,656,547	740,165,061	1,927,456,609	1,510,284,962
Cost of Revenues		(658,643,917)	(679,775,420)	(1,669,695,049)	(1,366,351,564)
Gross profit		99,012,630	60,389,641	257,761,560	143,933,398
Selling and Marketing expenses		(7,285,106)	(6,095,184)	(23,190,042)	(19,801,972)
General and Administrative expenses		(17,131,623)	(16,588,452)	(69,345,657)	(64,842,720)
Other income	17	10,187,820	20,028,390	35,958,467	43,859,837
Operating Profit		84,783,721	57,734,395	201,184,328	103,148,543
Finance Cost	18	(20,606,770)	(18,413,086)	(60,792,895)	(46,481,067)
Foreign currency revaluation differences		(832,786)	(4,862,066)	(3,217,523)	(4,862,066)
Expected credit losses		(1,637,299)	(5,058,896)	(3,223,216)	(5,058,896)
Unrealized (losses)/ gains from the evaluation of investments carried at fair value through profit or loss		(773,318)	-	913,414	-
Realized gains from the sale of investments carried at fair value through profit and loss		74,444	1,368,834	1,487,339	1,368,834
(loss) from financial derivatives carried at fair value through profit or loss		(737,126)	-	(3,119,898)	-
(loss) from investments in associate		(605,471)	(2,524,971)	(1,062,983)	(1,360,478)
Dividends received		1,538,888	1,086,805	1,538,888	6,481,230
Provision expense		(4,622,164)	-	(4,622,164)	-
Net profit before Zakat and income tax		56,582,119	29,331,015	129,085,290	53,236,100
Zakat and income tax	16-1	(13,393,119)	(10,384,620)	(30,997,556)	(15,169,437)
Net profit for the period		43,189,000	18,946,395	98,087,734	38,066,663
Profit for the period attributable to:					
Shareholders of the parent company		43,372,483	18,389,486	98,253,052	38,545,732
Non-controlling interest		(183,483)	556,909	(165,318)	(479,069)
		43,189,000	18,946,395	98,087,734	38,066,663
Earnings per share:					
Basic and diluted earnings per share as per profit for the period attributable to the shareholders of the Company	19	1.02	0.43	2.30	0.90

Accompanying notes 1 to 26 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Chairman of Board of Directors


AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Comprehensive Income**For the three-month and nine-month periods ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

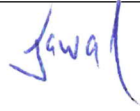
	For the three-month period ended		For the nine-month period	
	30 September		ended 30 September	
	2023	2022	2023	2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net profit for the period	43,189,000	18,946,395	98,087,734	38,066,663
Items that not reclassified to profit or loss				
Changes in the fair value of financial assets through comprehensive income	28,411,476	-	7,996,514	6,311,808
Actuarial gains from remeasurement of Employees' post-employment benefits	(11,278)	-	(11,278)	-
Items that can be reclassified to profit or loss				
Foreign currency translation reserve	776,861	(12,428,832)	(14,502,171)	(17,589,602)
Total comprehensive income items for the period	29,177,059	(12,428,832)	(6,516,935)	(11,277,794)
Total comprehensive income for the period	72,366,059	6,517,563	91,570,799	26,788,869
Comprehensive income for the period attributable to				
Shareholders of the parent company	72,521,992	5,960,654	91,708,567	27,267,938
Non-controlling interest	(155,933)	556,909	(137,768)	(479,069)
	72,366,059	6,517,563	91,570,799	26,788,869

The accompanying notes 1 to 26 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Changes in Equity For the three-month and nine-month periods Ended 30 September 2023

(All amounts in Saudi Riyals unless otherwise stated)

For the nine-month period ended on 30 September 2023

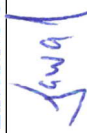
	Share capital	Regulatory reserve	Foreign currency translation reserve	Reserve of financial assets at fair value through other comprehensive income	Other reserves	Retained earnings	Total equity attributable to the shareholders of company	Non-controlling interests	Total equity
Balance at 1 January 2023 (audited)	426,313,120	127,893,936	(95,029,773)	(31,341,702)	5,901,918	417,445,085	851,182,584	14,129,652	865,312,236
Net profit for the period	-	-	-	-	-	98,253,052	98,253,052	(165,318)	98,087,734
Other comprehensive income	-	-	(14,502,171)	7,996,514	(38,828)	-	(6,544,485)	,55027	(6,516,935)
Total comprehensive income for the period	-	-	(14,502,171)	7,996,514	(38,828)	98,253,052	91,708,567	(137,768)	91,570,799
Transfer from regulatory reserve to retained earnings (Note 24)	-	(127,893,936)	-	-	-	127,893,936	-	-	-
Dividends declared (note 13)	-	-	-	-	-	(21,315,656)	(21,315,656)	-	(21,315,656)
Balance as at 30 September 2023 (unaudited)	426,313,120	-	(109,531,944)	(23,345,188)	5,863,090	622,276,417	921,575,495	13,991,884	935,567,379

For the nine-month period ended on 30 September 2022

Balance at 1 January 2022 (audited)	426,313,120	127,893,936	(60,265,098)	(35,256,672)	(1,288,761)	377,767,089	835,163,614	15,427,262	850,590,876
Net profit for the period	-	-	-	-	-	38,545,732	38,545,732	(479,069)	38,066,663
Other comprehensive income	-	-	(17,589,602)	6,311,808	-	-	(11,277,794)	-	(11,277,794)
Total comprehensive income for the period	-	-	(17,589,602)	6,311,808	-	38,545,732	27,267,938	(479,069)	26,788,869
Dividends declared (note 14)	-	-	-	-	-	(21,315,656)	(21,315,656)	-	(21,315,656)
Balance as at 30 September 2022 (unaudited)	426,313,120	127,893,936	(77,854,700)	(28,944,864)	(1,288,761)	394,997,165	841,115,896	14,948,193	856,064,089

The accompanying notes 1 to 26 form an integral part of these interim condensed consolidated financial statements

Chief Financial Officer Chief Executive Officer Chairman of Board of Directors


AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

Interim Condensed Consolidated Statement of Cash Flows**For nine-month periods ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

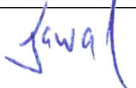
	Note	30 September 2023 (unaudited)	30 September 2022 (unaudited)
Cash flows from operating activities			
Net profit for the period before Zakat and tax		129,085,290	53,236,100
Adjustments for:			
Depreciations and Amortizations		22,952,413	22,478,827
Gain on disposal of property, plant and equipment		(129,005)	(16,433)
Amortization right-of-use assets		2,666,832	3,257,421
Interest on obligations against right of use assets	18	1,020,097	1,431,134
Foreign currency translation differences		(14,502,171)	(17,589,602)
Loss from financial Asset's derivatives		3,119,899	-
Provision for employees' benefits		8,243,344	9,797,516
Provision for expected credit losses	9	3,223,216	5,058,896
(Loss)/ Profit in investment in associate		1,062,983	(7,673,928)
Gain on investments at fair value through profit or loss		(1,487,339)	-
Provision for slow-moving inventory, net		3,973,552	2,290,628
Provision for buildings disposal		4,622,164	-
Finance cost		59,772,799	45,179,056
		223,624,074	117,449,615
Changes in operating assets and liabilities			
Trade receivables		(9,847,059)	(161,115,365)
Inventory		(152,232,909)	(283,330,467)
Prepaid expenses and other receivables		4,756,777	3,932,886
Contracts assets		(24,653,822)	(3,986,062)
Trade payables		16,445,706	(24,203,988)
Deferred revenue		1,789,340	-
Accrued expenses and other payables		64,853,595	115,010,577
Related parties		9,121,479	1,880,681
Cash flow generated from/ (used in) working capital		133,857,181	(234,362,123)
Employees benefits paid		(2,937,409)	(8,262,704)
Zakat and income tax paid	16-1	(29,525,081)	(16,591,356)
Net cash generated from/ (used in) operating activities		101,394,691	(259,216,183)
Cash flows from investing activities			
Proceeds from sell of investment carried at fair value through profit or loss		14,462,556	379,800
Addition of investment at fair value through profit or loss		(144,438)	(160,920)
Additions of intangible assets		-	(4,285)
Addition of property plant, and equipments		(35,674,545)	(43,978,586)
Proceeds from disposal of property, plant and equipment		155,896	177,655
Proceeds from the sale of assets available for sale		3,762,118	-
Net cash used in investing activities		(17,438,413)	(43,586,336)
Cash flows from financing activities			
Net collection/ (repayments) in short term loans		194,108,591	387,247,664
Net collection/ (repayments) in long term loans		(167,485,723)	(60,825,195)
Lease liabilities paid		(3,438,290)	(3,749,882)
Dividend paid	13	(21,315,656)	(21,315,656)
Finance cost paid		(59,772,799)	(45,179,056)
Net cash (used in)/ generated from financing activities		(57,903,877)	256,177,875
Net change in cash and cash equivalents			
Cash and cash equivalents at beginning of the period		178,652,661	210,709,260
Effect of exchange rate change on cash and cash equivalents		26,052,401	(46,624,644)
Cash and cash equivalents at the ending of the period		204,705,062	164,084,616
Non-monetary transaction	22		

The accompanying notes 1 to 26 form an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

1- LEGAL STATUS AND ACTIVITY

Al-Babtain Power and Telecommunications Company - a Saudi joint stock company (hereinafter referred to as "the company") was established under Commercial Registration No. 1010063868 issued at Riyadh on 19/2/1407 H corresponding to 23/10/1986. The Company practice its activity pursuant to the resolution of Ministry of Trade and Industry No.1304 dated 27 Jumada Al-Awal 1424 H corresponding to 27 July 2003.

The Group's activity represents The main activity of the company is represented in (designing and producing poles, masts and lanterns for lighting streets, stadiums and squares as well as towers and poles for power transmission and communications, marketing, selling and manufacturing decorative poles and LED lighting, installation, operation and maintenance of programs for telecommunications systems, computer devices and networks, mechanical and electrical equipment for factories, production of metal components Mobile solar photovoltaic tracking systems single and biaxial and fixed metal components of the solar photovoltaic system, installing, maintaining and repairing wind energy networks and generating electric energy, carrying out electrical and mechanical works, designing, supplying and installing communication systems, installing and maintaining equipment for communication systems - contracting - oil field services activity and gas).

The current period of group starts on January 1, 2023, and ends on 30 September,2023 and the fiscal year of the Group start from January 1st of each calendar year and ends at end of December of the same year.

On 30 September 2023, the Company owns, directly or indirectly, majority shares that enable it to control subsidiaries collectively known as the "Group", and the following is a statement of the subsidiaries and their ownership ratios.

<u>Company Name</u>	Percentage of shareholding		
	<u>Headquarter</u>	30 September 2022	31 December 2022
<u>First: directly owned companies</u>			
Al-Babtain Power and Telecommunication Company	Egypt	100%	100%
Al Babtain LeBlanc Telecommunication Systems Ltd.	KSA	100%	100%
Al-Babtain Operation and Maintenance Co. Ltd	KSA	100%	100%
Integrated Lighting Co., Ltd.	KSA	100%	100%
Al Babtain Contracting Company (1/1/1)	Qatar	100%	100%
International Wind Energy Company	KSA	100%	100%
Al-Babtain Metalogalva Co. Ltd. (1/1/2)	KSA	60%	60%
<u>Second: indirectly owned companies</u>			
Al-Babtain Leblanc Egypt Telecommunication Engineering Co.	Egypt	99.72%	99.72%
Al Babtain LeBlanc Emirates Telecommunication Systems LLC	UAE	100%	100%
Al-Babtain Middle East for the Installation of Communications Systems	UAE	70%	70%

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the nine months period ended 30 September 2023

(All amounts in Saudi Riyals unless otherwise stated)

2- BASIS OF PREPARATION

2-1 Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 'Interim Financial Reporting' that is endorsed in Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Group's annual financial statements for year ended 31 December 2022. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual statements to prepare a complete set of financial statements; however, the accounting policies and explanatory notes are mentioned to explain events and the important transaction to understand the changes in the Group's financial position and its performance since the last annual financial statement of the Group.

The results for the period nine-month ended 30 September 2023 are not necessarily indicative of the results that can be expected for the financial year ended 31 December 2023.

2-2 Basis of consolidation

The interim condensed consolidated financial statements include the financial statements of Al-Babtain Power and Telecommunications Company and its subsidiaries (collectively the "Group") as disclosed within note (1).

Accordingly, comprises of the financial statements of the parent company and its subsidiaries as at 30 September 2023. Subsidiaries are entities which are controlled by the Group. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

When the Group maintains less than the majority of voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the over voting holders of the investee
- Rights arising from other contractual arrangements
- The Groups voting rights and potential rights

The Group re-assesses 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. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses its control the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed during the year are included in the consolidated financial statements from the date that the Group gains until the date the Group ceases to control over subsidiary.

Profit or loss and each component of consolidated comprehensive income are attributed to shareholders of the parent company of the Group and to the non-controlling interest, even if this results in the non-controlling interest having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group accounting policies. All intra-group asset and liabilities, equity, income, expenses and cash flows relating to transaction between members of the Group are eliminated in full upon consolidation.

A change in the ownership interest of subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group losses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary
- Derecognizes the carrying amount of any non-controlling interest
- Derecognizes the cumulative translation differences recorded in equity
- Recognizes the fair value of the consideration received
- Recognizes the fair value of any investment retained

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the nine months period ended 30 September 2023

(All amounts in Saudi Riyals unless otherwise stated)

2- BASIS OF PREPARATION (continued)

2-2 Basis of consolidation(continue)

- Recognizes any surplus or deficit in consolidated statement of profit or loss
- Reclassifies the parent company share of components previously recognized in the comprehensive income to consolidated statement of profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

2-3 Basis of measurement

These interim condensed consolidated financial statements have been prepared in accordance with the historical cost principle, except for:

- a- Investments measured at fair value.
- b- Employees' end of service benefits is recognized at the present value of future obligations using the expected unit credit method.

2-4 Currency Presentation and activity

These financial statements are presented in Saudi Riyals, which is the functional and presentation currency of the Company. All amounts have been rounded to the nearest Saudi Riyal, unless otherwise indicated.

3- NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

The Group found that the IASB amendments start from 1 January 2023 had no material impact on the Group's interim condensed consolidated financial statements. The Group has not applied early any amendments and interpretations issued and not yet in force.

4- SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these interim condensed consolidated financial statements required management to make judgments, estimates and assumptions that affect the application of policies and reported amounts, liabilities, revenues, and expenses. Actual results may differ from these estimates.

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

The significant estimates made by management when applying the Group accounting policies and the significant sources of estimation uncertainties were the same as those shown in the last annual financial statements.

5- SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in preparing the interim condensed consolidated financial statements are in line with the policies followed in preparing the annual consolidated financial statements of the Group for the year ended 31 December 2022.

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

6- FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	Ownership percentage		30 September 2023 (unaudited)	31 December 2022 (audited)
	2023	2022		
Mina Juice Limited – Turkey (6-1)	8.015%	8.015%	80,415,000	66,735,000
Qatar Engineering and Minerals Company (6-1)	5.66%	5.66%	10,217,250	15,632,393
Pasta World Limited - Turkey (6-1)	0.60%	0.60%	6,893,430	7,161,773
Masheed Saudi Arabia Company	3.57%	3.57%	25,000	25,000
			97,550,680	89,554,166

(6-1) The investments referred to above represent investments in unlisted securities. This portfolio is managed by Venture Capital Bank, and according to the latest report issued by the bank, it appears at fair value for the period ended on 30 September 2023, and there are no indications of impairment in value.

The following is a summary of the movement of financial assets through other comprehensive income:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Balance at the beginning of the period/ year	89,554,166	85,639,196
Gains on revaluation of assets at fair value through other comprehensive income	7,996,514	3,914,970
Balance at the end of the period / year	97,550,680	89,554,166

7- INVESTING IN ASSOCIATE

	Ownership percentage		30 September 2023 (Unaudited)	31 December 2022 (audited)
	2023	2022		
Petitjean Company (formerly Al-Babtain France)	25%	25%	7,180,151	8,243,134
			7,180,151	8,243,134

The following is a summary of the investment movement in an associate:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Balance at the beginning of the period / year	8,243,134	9,335,550
Share of loss for the period	(1,062,983)	(5,135,120)
revers an amount from related parties	-	12,615,563
Less– Assets available for sale	-	(8,572,859)
Balance at the end of the period / year	7,180,151	8,243,134

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

8- INVENTORY

	30 September 2023 (unaudited)	31 December 2022 (audited)
Raw material	628,104,377	587,020,518
Finished goods	130,171,653	153,400,352
Spare parts and consumables	8,799,191	19,572,685
Work in process	49,546,687	55,840,657
Goods in transit	180,213,923	27,666,647
Others	620,213	1,751,918
	997,456,044	845,252,777
Less: provision for non-moving items	(15,665,630)	(11,692,080)
	981,790,414	833,560,697

Movement of the provision for non-moving items:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Balance at the beginning of the period / year	11,692,080	9,420,087
Charge during the period / year	5,504,325	2,663,541
Currency translation differences	(29,640)	(316,372)
Used during the period / year	(1,501,135)	(75,176)
Balance at the end of the period / year	15,665,630	11,692,080

9- TRADE RECEIVABLES

	30 September 2023 (unaudited)	31 December 2022 (audited)
Trade receivables	855,967,595	821,855,216
Notes receivable	7,980,934	39,819,513
	863,948,529	861,674,729
Less: Expected credit losses	(33,400,284)	(37,564,156)
	830,548,245	824,110,573

Movement of expected credit losses is as follows:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Balance at the beginning of the period / year	37,564,156	21,909,845
Charge during the period / year	3,223,216	16,000,383
write-off during the period / year	(7,200,917)	-
Foreign currency exchange differences during the period / year	(186,171)	(346,072)
Balance at the end of the period / year	33,400,284	37,564,156

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

10- RELATED PARTY TRANSACTIONS AND BALANCES**10-a) Due from related parties**

	Nature of relationship	30 September 2023 (unaudited)	31 December 2022 (audited)
Petitjean company (Al Babbain France previously)	Associate	24,902,543	29,277,124
Al Babbain Contracting Company	Other	3,051,233	6,976,531
Al-Babbain Engineering Industries Company	Other	282,215	282,215
		28,235,991	36,535,870

The following is the current portion and non-current portion

	30 September 2023 (unaudited)	31 December 2022 (audited)
Current portion	11,729,248	14,455,146
Non-current portion	16,506,743	22,080,724
	28,235,991	36,535,870

10-b) Due to related parties

	Nature of relationship	30 September 2023 (unaudited)	31 December 2022 (audited)
Metalgalva Air Mouse Silvia IE – Portugal	Other	14,606,578	13,828,717
Al Babbain Trading Company	Other	113,063	69,324
		14,719,641	13,898,041

10-c) Significant transactions with related parties

Transactions with related parties carried out during the period, in the normal course of business, are summarized below:

	30 September 2023 (unaudited)	31 December 2022 (audited)
<u>Al Babbain Contracting Company</u>		
Sales	304,172	2,994,888
Collections	(4,229,471)	(2,052,241)
<u>Al Babbain Trading Company</u>		
Purchases	(43,769)	(63,984)
<u>Purchases</u>		
<u>Metalgalva Air Mouse Silvia IE – Portugal</u>		
Payments on behalf	777,862	1,821,094

11- PREPAID EXPENSES AND OTHER RECEIVABLES

	30 September 2023 (unaudited)	31 December 2022 (audited)
Dividend receivable	1,003,601	523,177
Prepaid expenses	11,586,349	13,438,346
Advance payments to suppliers	28,891,919	27,455,570
Accrued revenue from government loan	3,655,878	1,757,742
Deposits against security and refundable insurance amounts	27,380,089	19,578,121
Value added tax- Debit	-	13,440,447
Advanced to employees	5,405,922	4,957,468
Others	13,311,285	14,840,949
	91,235,043	95,991,820

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

12- CAPITAL

The authorized and paid-up capital of the Group is 426,313,120 SAR as on 30 September 2023 (December 31, 2020: 426,313,120 million SAR) divided into 42,631,312 shares (December 31, 2020: 42,631,312 shares) with a value of 10 SAR each.

13- DIVIDEND

During the year 2023 the Group declared distribution of dividend according to the recommendation of the board of directors amounted to 21,315,655 Saudi riyals at 0.5 Saudi riyals per share (2022: 21,315,657) Saudi riyals at 0.5 Saudi riyals per share), which is equivalent to 5% of the nominal value of the share, The Ordinary General Assembly approved the proposed dividends in its meeting held on 12 Dhu al-Qi`dah 1444 AH corresponding to 1 June 2023.

14- LOANS**14-1 Long Term Loans**

	30 September 2023 (unaudited)	31 December 2022 (audited)
Saudi Industrial Development Fund Loan*	66,956,438	61,560,218
Long Term Tawarruq Loans - Local Commercial Banks **	536,875,001	709,756,944
	603,831,439	771,317,162
	30 September 2023 (unaudited)	31 December 2022 (audited)
Current portion	289,441,560	389,366,340
Non-current portion	314,389,879	381,950,822
	603,831,439	771,317,162

The movement on loans during the year was as follows:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Balance at the beginning of the period / year	771,317,162	770,287,737
Paid during the period / year	(177,772,965)	(230,572,253)
Addition during the period / year	10,287,242	231,601,678
Balance at the end of the period / year	603,831,439	771,317,162

*The Group entered into a loan agreement with the Saudi Industrial Development Fund in the amount of 29,800,000 Saudi riyals on 30 May 2018, for the purpose of establishing a factory for the production of power transmission and communication towers, which is located on a plot of land of 69,000 square meters in the third industrial city in Dammam, the loan is repaid in twelve semi-annual installments.

One of the subsidiaries (Integrated Lighting Company Limited) entered into a loan with the Saudi Industrial Development Fund in the amount of 14,300,000 Saudi riyals on February 24, 2019. This is for the purpose of setting up a factory to produce steel decorative poles and lighting lamps with LED technology in the Industrial Gate City in Riyadh, and these loans are repaid in guaranteed semi-annual installments.

Also, one of the subsidiaries (Al-Babtain Metalogalfa Co. Ltd.) obtained during the period a loan with the Saudi Industrial Development Fund in the amount of 40,900,000, for the purpose of establishing a factory for the production of photovoltaic installation systems on a plot of land in Dammam, the third industrial city, with an area of 55,026 square meters. These loans are repaid in guaranteed semi-annual installments.

The balance of Saudi Industrial Development Fund loan for the group as of 30 September 2023 amounted 66,956,438.

** The Group obtained long-term bank financing from local banks for the purpose of paying the outstanding amounts owed by the group with other banks and restructuring the financial position, in addition to concluding new medium-term loan contracts during the period from local banks amounting to 210,000,000 Saudi riyals for the same previous purpose.

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

14- LOANS (continued)**14-1 Long Term Loans (continued)****Guarantees**

The long and medium-term bank finances from local banks are guaranteed against the issuance of bonds to order and the company's assignment of some of the proceeds of the contracts concluded by the company and other guarantees in accordance with the bank facility contracts. The banking agreements include restrictions and financial commitments on the company related to dividends and net equity, in addition to restrictions on some other financial ratios specified in these agreements

Bank commitments for loans are represented in the financial ratios mentioned in the bank agreements, and the most important of these ratios are:

- Liquidity ratio.
- Leverage ratio.
- Debt service ratio.
- Equity balance.
- Tangible net worth.

Non-compliance with bank commitments

Due to the existence of a breach in one of the financial covenants mentioned in the agreement with a bank, the amount of 72,916,667 Saudi riyals has been reclassified from the non-current liabilities to the current liabilities, and the financial covenants were as follows

	Financial Covenant	The agreed rate	The percentage as of 30 September 2023 (Unaudited)	Override
Al Rajhi Bank	Debt service ratio	1.1%	0.7%	0.4%

14-2 Short Term Loans

The Group obtained banking facilities from local and international commercial banks in the form of overdrafts, tawarruq loans and notes payable to finance working capital requirements, as well as documentary credits and letters of guarantee. These facilities are subject to a commission according to the prevailing market prices, the details of which are as follows:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Short-term securitization bank loans	664,362,365	534,271,577
Notes payables	285,583,683	202,131,742
Overdraft loans	30,469,400	49,903,538
	980,415,448	786,306,857

Guarantees

The tawarruq loans from the above-mentioned commercial banks are guaranteed against the issuance of bonds to order and the company's assignment of some of the proceeds of the contracts concluded by the company and which use these facilities to finance its operational work and other guarantees in accordance with the bank facility contracts. The above-mentioned banking agreements related to tawarruq loans include restrictions and financial commitments on the company related to dividends and net equity, in addition to restrictions on some other financial ratios specified in these agreements.

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

15- ACCRUED EXPENSES AND OTHER PAYABLES

	30 September 2023 (unaudited)	31 December 2022 (audited)
Advanced payment from customers	106,790,955	70,945,113
Accrued expenses	61,858,357	54,970,998
Accrued dividend (note 13)	2,786,094	1,857,195
Accrued remuneration of board members and committees	3,854,834	4,946,834
Value added tax- credit	17,016,768	-
Accrued vacation	9,897,662	6,134,491
Other credit balances	8,228,440	9,405,821
	210,433,110	148,260,452

16- ZAKAT AND INCOME TAX PROVISION**16-1 Zakat movement**

The movement in the provision for zakat is as follows:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Balance at the beginning of the period /year	24,645,103	12,198,723
Addition during the period /year	30,997,556	33,815,179
Paid during the period /year	(29,525,081)	(21,368,799)
Balance at the end of the period /year	26,117,578	24,645,103

16-2 Zakat assessment position

The group submitted its zakat return to Zakat, Tax and Customs Authority for the year ending on 31 December 2022 and obtained a final zakat certificate valid until 30 April 2024, following the submission of the financial statements and the zakat return for the same year.

The Zakat status was Settled with the Zakat, Tax and Customs Authority (the Authority) until the fiscal year ended on 31 December 2013.

Zakat, Tax and Customs Authority had issued the zakat assessment for the fiscal years from 2014 to 2018 which resulted in zakat differences, the company filed a lawsuit with the General Secretariat of Tax Committees, and the Committee for Settlement of Tax Violations and Disputes issued its decision in favor of the company, but the Authority appealed the decision to the General Secretariat of Tax Committees.

17- OTHER REVENUE

	30 September 2023 (unaudited)	30 September 2022 (unaudited)
Revenue from the sale of iron waste	33,744,158	35,790,993
Income from the support of the Human Resources Fund	202,488	89,956
Rent income	801,402	1,069,846
Financing income	339,417	731,243
Services revenue	17,154	4,414,579
Other	853,848	1,763,220
	35,958,467	43,859,837

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

18- FINANCE COST

	30 September 2023 (unaudited)	30 September 2022 (unaudited)
Loan financing	59,772,799	45,179,056
Financing lease obligations	1,020,096	1,302,011
	60,792,895	46,481,067

19- BASIC AND DILUTED EARNING PER SHARE

Basic earnings per share is calculated by dividing the income for the year attributable to shareholders of the company by the weighted average number of ordinary shares outstanding during the year. Diluted earnings per share are the same as basic earnings per share as the Group does not have any dilutive instruments.

	For The Three -month Period Ended 30 September 2023 (unaudited)	30 September 2022 (unaudited)	For The Nine-month Period Ended 30 September 2023 (unaudited)	30 September 2022 (unaudited)
Profit for the period	43,372,483	18,389,486	98,253,052	38,545,732
Weighted average number of shares issued	42,631,312	42,631,312	42,631,312	42,631,312
Basic and diluted earnings per share (SAR)	1.02	0.43	2.30	0.90

20- CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

Contingent liabilities are letters of credit and letters of guarantee issued by commercial banks for the purpose of the group's purposes and are as follows:

	30 September 2023 (unaudited)	31 December 2022 (audited)
Letter of credit	206,395,749	149,631,974
Letter of guarantee	792,485,306	730,210,460
	998,881,055	879,842,434

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the nine months period ended 30 September 2023

(All amounts in Saudi Riyals unless otherwise stated)

21- SEGMENT INFORMATION

A- Information related to the Group's operational and geographic segments, as shown below, is regularly submitted to the Group's operational decision makers and stated as follows:

- Towers and metal structures sector: It includes the production of power transmission towers, galvanized communication towers and their tests, and galvanized steel structures.
 - Poles and lighting: It include the production and galvanization of electricity and lighting poles, masts and their accessories, in addition to the production of street lighting lanterns, stadiums and gardens, and the production of electricity distribution panels.
 - Design, supply and installation sector: It includes the work of supplying, installing and maintaining communication systems.
 - Solar energy sector: It includes the production of mobile metal components for solar photovoltaic energy tracking systems.
 - Headquarters: It supervises the company's various sectors in addition to the investment activities in the subsidiaries.
- b - The following is a summary of the information for the period ended September 30, according to the operating segments as follows:

Operational information

	Towers and metal structures sector	Poles and lighting sector	Design, supply and installation sector	Solar energy sector	Headquarter	Total
30 September 2023 (unaudited)						
Net revenue	730,334,193	643,431,973	294,995,036	258,695,407	-	1,927,456,609
Net profit for the period before zakat and income tax	71,468,506	40,767,384	16,916,218	(479,724)	412,906	129,085,290
Finance cost	25,302,735	26,482,007	4,182,660	4,825,493	-	60,792,895
Property, plant and equipment	161,545,526	94,438,351	21,095,474	71,502,767	60,149,701	408,731,819
30 September 2022 (unaudited)						
Net revenue	474,824,891	750,390,533	250,340,828	34,728,710	-	1,510,284,962
Net profit for the period before zakat and estimated income tax	(21,817,849)	46,071,265	18,708,240	(1,228,959)	11,503,403	53,236,100
Finance cost	20,412,156	18,513,626	2,496,904	5,058,381	-	46,481,067
Property, plant and equipment	144,916,763	99,822,960	21,533,009	71,421,211	61,913,361	399,607,304
- Due to the nature of the group's activities and its management structure, it is not practically possible to allocate the items of assets and liabilities to the different operational and geographical sectors.						

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the nine months period ended 30 September 2023

(All amounts in Saudi Riyals unless otherwise stated)

21- SEGMENT INFORMATION (continued)

Geographical information

The following is a summary of geographical information for the period ended September 30, as follows:

	Kingdom of Saudi Arabia	United Arab Emirates	Egyptian Arabic Republic	Total
<u>30 September 2023 (unaudited)</u>				
Net revenue	1,715,509,464	88,424,161	123,522,984	1,927,456,609
Net profit for the period before zakat and income tax	112,606,247	2,785,045	13,693,998	129,085,290
Property, plant and equipment	393,265,792	326,225	15,139,802	408,731,819
Finance cost	54,135,652	664,725	5,992,518	60,792,895
<u>30 September 2022 (unaudited)</u>				
Net revenue	1,213,214,194	97,175,859	199,894,909	1,510,284,962
Net profit for the period before zakat and income tax	32,902,199	9,175,029	11,158,872	53,236,100
Property, plant and equipment	371,684,287	292,049	27,630,968	399,607,304
Finance cost	41,871,359	630,061	3,979,647	46,481,067

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

22- NON-MONETARY TRANSACTION

	30 September 2023 (unaudited)	30 September 2022 (Unaudited)
Capital work in progress has been transferred to property, plant and equipment	(19,417,951)	(529,518)
Differences in the translation of property, plant and equipment - net	(4,669,880)	(455,195)
Differences in the fair value of financial assets through comprehensive income	7,996,514	6,311,808

23- FAIR VALUE

Fair value is the amount for which an asset could be exchanged, or a liability settled, in a transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability will take place either:

- Through the principal market for the asset or liability, or
- By the most advantageous market for the asset or liability in the absence of the principal market.

The principal or most advantageous market must be accessible to the group.

The fair value of an asset or liability is measured using the assumptions that market parties use when pricing the asset or liability, assuming that market parties act in their best economic interests.

The fair value measurement of a non-financial asset takes into account the ability of market parties to provide economic benefits by using the asset for the best benefit from it, or by selling it to another party in the market to use it for the best benefit from it.

The Group uses valuation techniques that are appropriate to the circumstances and conditions and have sufficient data to measure fair value, maximize the use of relevant observable data, and minimize the use of unobservable data.

All assets and liabilities whose fair values are measured or whose fair values are disclosed in the consolidated financial statements are categorized within the fair value hierarchy set out below based on the lowest level inputs that are significant to the fair value measurement as a whole:

- First level: prices quoted in active markets for the same assets or liabilities.
- Level two: other valuation techniques in which the minimum amount of material data is directly or indirectly observable to the fair value measurement.
- Level 3: Other valuation techniques in which minimal inputs are material to the fair value measurement

For assets and liabilities that are recognized in the consolidated financial statements on a recurring basis, the Group determines whether transfers have taken place between levels in the above hierarchy by reassessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. Consolidated financial statements.

The carrying amount of a financial asset that cannot be measured at fair value is the approximate value of its fair value. The financial liabilities are measured at amortized cost, which is a reasonable approximation of their fair value.

All financial assets and financial liabilities are measured at amortized cost except for investments carried at fair value through profit or loss. The carrying amounts of all other financial assets and financial liabilities measured at amortized cost approximate their fair values.

AL-BABTAIN POWER AND TELECOMMUNICATIONS COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the nine months period ended 30 September 2023**

(All amounts in Saudi Riyals unless otherwise stated)

23- FAIR VALUE (Continued)

	Fair value Level			
<u>As of September, 2023</u>	<u>1</u>	<u>2</u>	<u>3</u>	<u>Total</u>
Financial assets at fair value through other comprehensive income	-	97,550,680	-	97,550,680
Investments at fair value through profit or loss	6,048,454	-	-	6,048,454

	Fair value Level			
<u>As of 31 December 2022</u>	<u>1</u>	<u>2</u>	<u>3</u>	<u>Total</u>
Financial assets at fair value through other comprehensive income	-	89,554,166	-	89,554,166
Investments at fair value through profit or loss	17,965,819	-	-	17,965,819

24- SUBSEQUENT EVENTS

On September 28, 2023 AD, the Extraordinary General Assembly approved an increase in capital from 426,313,120 Saudi riyals to 639,469,680 Saudi riyals, by granting bonus shares (one share for every two shares) with a capital increase rate of 50%, by calculating retained earnings as of 31/12/2022 AD, and the it is in process to complete the statutory procedures related to this.

The extraordinary general assembly also approved transferring the balance of the statutory reserve to retained earnings, and the interim condensed consolidated financial statements for the period ending on September 30, 2023 were amended to reflect the effect of that decision.

25- COMPARATIVE NUMBERS

Some comparative figures have been reclassified to conform to the current period's presentation.

26- DATE OF APPROVAL OF THE FINANCIAL STATEMENTS

These interim condensed consolidated financial statements have been approved and issued on 9 November, 2023 (corresponding to 25 Rabi' al-Thani 1445 H) by the company's board of directors.