

Crowe Solutions For Professional Consulting

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**ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND SIX-MONTH
PERIODS ENDED 30 JUNE 2024**

**ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024**

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INDEPENDENT AUDITOR'S REVIEW

REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

To the Shareholders of
Anaam International Holding Group Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Anaam International Holding Group Company (A Saudi Joint Stock Company) (the "Company") and its subsidiaries (together "the Group") as at June 30 2024 and the related interim condensed consolidated statement of profit or loss and other comprehensive income for the three-month and six-month periods ended, the interim condensed consolidated statement of changes in equity and cash flows for the six-month period then ended, and a summary of material accounting policies and other explanatory notes.

Management is responsible for the preparation and presentation of this interim condensed consolidated financial statements in accordance with International Accounting Standards 34 – "Interim Financial Reporting" (IAS 34) that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this 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 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 IAS 34 "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia.

Emphasis of Matters

We draw attention to the following:

- As stated in note number (4) to the accompanying interim condensed consolidated financial statements, the property, plant and equipment includes a land and a building amounting to SR 14 million registered in the name of Karnaf for Finance Company for which the ownership and the title deed is not yet transferred to the name of the Group.
- As stated in note number (5) to the accompanying interim condensed consolidated financial statements, the investment properties include a land with a fair value of SR 16.5 million of which the ownership and the title deed is not registered in the name of the Group, and still in the process in issuing the title deed in the name of Group.

Our conclusion is not modified in respect to these matters.



Crowe Solutions for Professional Consulting



Abdullah M. AlAzem
License No. 335

29 Muharram 1446H (August 4, 2024)
Jeddah, Kingdom of Saudi Arabia

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024 (UNAUDITED)
(Saudi Riyals)

	Note	As at June 30, 2024 (Unaudited)	As at 31, December 2023 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	4	55,456,053	56,340,955
Right of use assets		839,717	853,445
Investment properties	5	481,013,787	481,013,787
Intangible assets		544,816	601,296
Long-term investments	6	5,335,000	5,335,000
Total non-current assets		543,189,373	544,144,483
Current assets			
Inventory		283,989	742,921
Trade receivables	7	23,814,676	18,362,140
Prepaid expenses and other debit balances	8	22,702,042	3,554,412
Short term investments	9	8,882,522	8,109,803
Cash and cash equivalents	10	5,432,221	33,727,977
		61,115,450	64,497,253
Non – Current assets held for sale	11	-	8,476,205
Total current assets		61,115,450	72,973,458
TOTAL ASSETS		604,304,823	617,117,941
EQUITY AND LIABILITIES			
Equity			
Share capital	12	315,000,000	315,000,000
Accumulated losses		(21,466,383)	(25,661,135)
Reserve for acquisition of additional shares in a subsidiary		(3,294,834)	-
Equity attributable to the shareholders of the Parent Company		290,238,783	289,338,865
Non-controlling interests		4,340,125	5,283,941
Total equity		294,578,908	294,622,806
Non-current liabilities			
Long-term loans – non-current portion	13	119,174,978	127,687,541
Government grant – non-current portion	13-6	1,367,764	1,447,812
Lease liabilities – non-current portion		884,333	875,303
Provision for employee benefits		3,143,215	2,669,749
Total non-current liabilities		124,570,290	132,680,405
Current liabilities			
Trade payables		3,259,326	2,619,855
Accrued expenses and other credit balances		18,172,967	13,534,147
Dividends and due to shareholders		13,831,842	13,837,843
Due to related parties	18	3,948,254	4,335,454
Long-term loans – current portion	13	42,946,438	43,779,771
Government grant – current portion	13-6	160,122	160,122
Lease liabilities – current portion		24,637	15,697
Provision for zakat		102,812,039	102,857,655
		185,155,625	181,140,544
Liabilities directly associated with assets Group classified as held for sale		-	8,674,186
Total current liabilities		185,155,625	189,814,730
Total liabilities		309,725,915	322,495,135
TOTAL EQUITY AND LIABILITIES		604,304,823	617,117,941

Chief Financial Officer

Chief Executive Officer

Authorized Board Member

The accompanying notes (1) to (20) form an integral part of these interim condensed consolidated financial statements.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024 (UNAUDITED)
(Saudi Riyals)

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2024	2023	2024	2023
		Unaudited	Unaudited	Unaudited	Unaudited
Continuing operations					
Rental revenue		7,634,114	7,627,145	15,129,555	15,259,419
Revenue from contracts with customers		4,110,451	4,284,900	8,132,793	7,617,805
Revenue	16	11,744,565	11,912,045	23,262,348	22,877,224
Cost of revenue		(4,663,821)	(4,641,231)	(9,155,252)	(9,223,560)
Gross profit		7,080,744	7,270,814	14,107,096	13,653,664
Selling and marketing expenses		(1,047,431)	(765,591)	(1,745,695)	(1,538,666)
General and administrative expenses		(3,724,187)	(3,878,612)	(8,253,605)	(7,481,523)
Profit from operations		2,309,126	2,626,611	4,107,796	4,633,475
Gain / (loss) from FVTPL investments	9	862,758	(532,467)	1,090,647	(277,939)
(Loss) / gain on disposal of short term investments		-	(73,325)	-	961,148
Finance cost		(4,229,716)	(3,093,837)	(6,677,381)	(6,048,269)
Fair value gain on investment properties	5	-	3,000,000	-	5,892,224
Other revenue		551,614	787,706	907,863	901,064
(Loss) / Profit before zakat from continuing operations		(506,218)	2,714,688	(571,075)	6,061,703
Zakat expense		-	-	-	-
(Loss) / Profit before zakat from continuing operations after zakat		(506,218)	2,714,688	(571,075)	6,061,703
(Loss) / Profit for the period of non-containing operations	11-3	-	(952,281)	4,440,860	(1,951,867)
(Loss) / Profit for the period		(506,218)	1,762,407	3,869,785	4,109,836
Other comprehensive income:					
<i>Items not to be reclassified to profit or loss in subsequent periods:</i>					
Re-measurement on employee benefits' liabilities		-	-	-	-
Total comprehensive (loss) / income for the period		(506,218)	1,762,407	3,869,785	4,109,836
(Loss) / Profit for the period attributable to:					
Owners of the Parent Company		(398,394)	2,178,482	4,194,752	5,510,503
Non-controlling interests		(107,824)	(416,075)	(324,967)	(1,400,667)
		(506,218)	1,762,407	3,869,785	4,109,836
Total comprehensive (loss) / income for the period attributable to:					
Owners of the Parent Company		(398,394)	2,178,482	4,194,752	5,510,503
Non-controlling interests		(107,824)	(416,075)	(324,967)	(1,400,667)
		(506,218)	1,762,407	3,869,785	4,109,836
(Loss) / Earnings per share					
Basic and diluted earnings per share attributable to owners of the Parent Company	14	(0.0006)	0.003	0.007	0.009


Chief Financial Officer


Chief Executive Officer


Authorized Board Member

The accompanying notes (1) to (20) form an integral part of these interim condensed consolidated financial statements.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024 (UNAUDITED)
(Saudi Riyals)

	Attributable to the shareholders of the parent Company					
	Share capital	Accumulated losses	Reserve for acquisition of additional shares in a subsidiary	Total	Non-controlling interests	Total equity
Balance as at 1 January 2023 (audited)	315,000,000	(40,335,540)	-	274,664,460	6,795,044	281,459,504
Profit / (loss) for the period	-	5,510,503	-	5,510,503	(1,400,667)	4,109,836
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	5,510,503	-	5,510,503	(1,400,667)	4,109,836
Balance as at 30 June 2024 - (unaudited)	315,000,000	(34,825,037)	-	280,174,963	5,394,377	285,569,340
Balance as at 1 January 2024 – (audited)	315,000,000	(25,661,135)	-	289,338,865	5,283,941	294,622,806
Further acquisition of shares of subsidiary	-	-	(3,294,834)	(3,294,834)	(1,505,166)	(4,800,000)
Disposal of subsidiary (Note 11)	-	-	-	-	886,317	886,317
Profit / (loss) for the period	-	4,194,752	-	4,194,752	(324,967)	3,869,785
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income / (loss) for the period	-	4,194,752	-	4,194,752	(324,967)	3,869,785
Balance as at 30 June 2024 (unaudited)	315,000,000	(21,466,383)	(3,294,834)	290,238,783	4,340,125	294,578,908


 Chief Financial Officer


 Chief Executive Officer


 Authorized Board Member

The accompanying notes (1) to (20) form an integral part of these interim condensed consolidated financial statements.

**ANAAM INTERNATIONAL HOLDING GROUP COMPANY (A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2024
(Saudi Riyals)**

	Note	For the six months period ended June 30,	
		2024 (Unaudited)	2023 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before Zakat		3,869,785	4,109,836
Adjustments for:			
Depreciation of property, plant and equipment	4	1,730,630	2,025,750
Depreciation of right of use assets		13,728	-
Amortization of intangible assets		56,480	10,408
Fair value gain on investment properties	5	-	(5,892,224)
Gain from disposal of a subsidiary	11	(4,494,556)	-
Unrealized (gain) / loss from FVTPL investments	9-1	(1,033,729)	277,939
Gain on disposal of FVTPL investments	9-1	(56,918)	(961,148)
Finance cost		6,691,817	6,089,598
Amortization of deferred revenue from of government grant	13-6	(80,048)	(80,048)
Provision for employee benefits		559,210	471,975
Investment dividends income		(318,183)	(220,204)
		6,938,216	5,831,882
Changes in operating assets and liabilities			
Inventory		458,932	(62,812)
Trade receivables		(5,432,208)	(2,656,234)
Prepaid expenses and other debit balances		(15,686,520)	(757,669)
Accrued expenses and other credit balances		7,241,350	8,712,406
Due to related parties		(1,085,140)	-
Trade payables		(271,986)	1,715,362
Net Cash (used in) / from operation		(14,775,572)	6,951,053
Employee benefits paid		(85,390)	(71,068)
Finance cost paid		(6,674,089)	(5,804,845)
Dividend received		318,183	147,861
Zakat paid		(45,616)	(8,804)
Net cash (used in) / generated from operating activities		(14,324,268)	7,046,079
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	4	(845,728)	(3,640,241)
Purchase of shares in a subsidiary		(4,050,000)	-
Purchase of investment in FVTPL	9-1	(563,338)	-
Proceeds from sale of investments in FVTPL	9-1	881,266	36,977,407
Net cash (used in) / generated from operating activities		(4,577,800)	33,337,166
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends and due to shareholders		(6,001)	(3,317)
Repayment of long-term loans		(9,387,687)	(237,772)
Net cash used in financing activities		(9,393,688)	(241,089)
Net change in cash and cash equivalents		(28,295,756)	40,142,156
Cash and cash equivalents at beginning of the period		33,727,977	4,854,876
Cash and cash equivalents at end of the period	10	5,432,221	44,997,032
Non cash transactions:			
Net asset of disposal	11	227,051	-
Non-controlling interests of disposal	11	886,317	-
Settlement with related parties agonist for Further acquisition of shares of subsidiary		750,000	-


Chief Financial Officer


Chief Executive Officer


Authorized Board Member

The accompanying notes (1) to (20) form an integral part of these interim condensed consolidated financial statements.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024
(Saudi Riyals)

1. CORPORATE INFORMATION

Anaam International Holding Group Company (the “Company”) is a Saudi joint stock Company established in accordance with Commercial Registration No. 4030035073 dated 7/9/1402(H) corresponding to 29 June 1982. The registered office is located in Jeddah.

The Company and its subsidiaries’ (referred to it as the “Group”) main activities were performing all operation of marine transport of livestock within and outside the Kingdom, possession of all means of marine and overland transport necessary to the Group, trading of marine equipment necessary for the ships of the Group, trading of livestock and fodder, related operation of meat production and its transportations, management and operation of slaughterhouses and meat manufacturing, establishing, managing and operating centers and industrial projects, wholesale and retail trade in foodstuff, carryout import, export and marketing to third parties and public services in the fields of trading and distribution agencies.

On 3 December 2020, the Company has changed its activities of cultivation and trading of feedstuffs, wholesale and retail trade in foodstuffs, warehousing and leasing services to managing subsidiaries or participating in the management of other companies in which the Group contributes, providing the necessary support for them, investing their money in shares and other securities, owning real estate and movables necessary to conduct its activities, and providing loans, guarantees and financing for its subsidiaries.

The Company has the following subsidiaries included in the interim condensed consolidated financial statements. All these companies are established in the Kingdom of Saudi Arabia and are owned by the Company directly and indirectly. The main activities and shareholding percentages of each subsidiary are as follows:

Subsidiaries	Main activity	Commercial registration number	Shareholding %	
			30 June 2024	31 December 2023
Saudi Cold Store Company Limited	Foodstuff trading & rental storage (dormant entity)	4030007971	100%	100%
Anaam International Food Co., Ltd.	Foodstuff trading	4030166809	100%	100%
Anaam International Agricultural Company (*)	Agricultural production (dormant entity)	4030035281	100%	100%
Anaam International Investment Company	Real estate and services (dormant entity)	4030165735	100%	100%
Saudi Wasit Factory for Entertainment and Beauty Systems (“Saudi Wasit”) (**)	Entertainment and Beauty	1126002218	63%	51%
ARW Industry Company (“ARW”) (***)	Manufacturing of medical equipment and healthcare products	4030288106	-	55%

(*) The board of directors resolved to liquidate the entity.

There has been no change in the Group’s interest in its subsidiaries since its last annual consolidated financial statements for the year ended 31 December 2023 except for the below:

(**) On 1 January 2024, the Group has acquired 12% more shareholding of the entity. Accordingly, the “Article of Association” of the entity was updated.

(***) During the period, the entity has been fully disposed off and presented as discontinued operation (note 11).

2. BASIS OF PREPARATION

The interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34, “Interim Financial Reporting” “IAS 34” that is endorsed in the Kingdom of Saudi Arabia.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements. These interim condensed consolidated financial statements should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2023. In addition, results for the interim period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

2. BASIS OF PREPARATION (CONTINUED)

These interim consolidated financial statements have been prepared on a historical cost basis, except for the items which are measured at fair value, present value, net realizable value and replacement cost in line with the accrual basis of accounting and going concern.

The interim condensed consolidated financial statements are presented in Saudi Riyals (“SR”), which is also the functional currency of the Company.

Working capital deficit

The Group's current liabilities exceeded its current assets by 124 million Saudi riyals (SR) as of June 30, 2024. These events or conditions indicate that the Group will be unable to meet its future obligations when fall due. These financial statements have been prepared on a going concern basis of accounting after taking into account, amongst others:

- Alinma Bank waived the Parent company with respect to a breach of covenants (note 13)
- Total equity is positive at 30 June 2024; and
- The Group is planning to further increase capital plan of SR 236.25 million (note 12).
- The Zakat provision of SR 102 million represents 55% of current liabilities, and is against the assessments pending against the group by the Zakat, Tax and Customs Authority, which are in the appeal stage and the management believes that it will support them in time by reducing more than 75% of the balance and paying the remainder in installments over more than one year.

3. MATERIAL ACCOUNTING POLICIES

3.1 Critical accounting estimates and assumptions

The preparation of consolidated financial statements in accordance with International Financial Reporting Standards and the applicable accounting policies requires the use of judgments, estimates and assumptions that affect the amounts of revenues and expenses, assets and liabilities and the accompanying notes, in addition to the disclosure of contingent liabilities. Uncertainty regarding these assumptions and estimates may lead to results that require a material adjustment to the carrying amount of the assets and liabilities affected in future periods.

The significant judgments made by management in applying the key sources of estimation uncertainty in the Group were the same as those described in the consolidated financial statements for the year ended 31 December 2023. However, the Group has also reviewed the key sources of estimation uncertainty disclosed in its 2023 consolidated annual financial statements. Management believes that all sources of estimation uncertainty remain similar to those disclosed in the 2023 consolidated annual financial statements. The Group will continue to monitor the situation and any required changes will be reflected in future reporting periods.

3-2 MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended December 31, 2023. Except for the following amendments which first apply in 2024. but they do not have a material effect on the Group’s interim condensed consolidated financial statements.

New standards, interpretations and amendments adopted by the Group

- Supplier Finance Arrangements (Amendments to: IAS 7 Cash Flow Statements IFRS 7 Financial Instruments: Disclosure)
- Lease Liability in a Sale and Leaseback (Amendment to IFRS 16 “Leases”)
- Classification of Liabilities as Current or Non-current (including Classification of Liabilities as Current or Non-current – Deferral of Effective Date) (Amendment to IAS 1 “Presentation of Financial Statements”)
- Non-current Liabilities with Covenants (Amendment to IAS 1 “Presentation of Financial Statements”)

There are a number of standards and interpretations which have been issued by the International Accounting Standards Board that are effective for periods beginning on or after 1 January 2025 that the Group has decided not to adopt early. The Group does not expect these standards and interpretations to have a material impact on the interim condensed consolidated financial statements once adopted.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024
(Saudi Riyals)

3. MATERIAL ACCOUNTING POLICIES (CONTINUED)

3-2 Critical accounting estimates and assumptions (CONTINUED)

Reserve for acquisition of additional shares in a subsidiary

On 21 Dhu al-Qi'dah 1442 H corresponding to 1 July 2021, the group took control of Saudi Wasit Factory for Entertainment and Beauty Systems, owning 51% of its capital and it has become a subsidiary company since that date.

	<u>30 June 2024</u>	<u>31 December 2023</u>
The ownership rate at the beginning of the period / year	51%	51%
The percentage of additional shares purchased*	12%	-
The ownership rate is as at the end of the period / period	63%	51%

* The value of the additional shares purchased during the first quarter amounted to SR 2.04 million (2023: Nil).

The purchase was accounted for as an equity transaction with the owner without any impact on profit or loss. Where the difference between the book value of the non-controlling interest owned and the consideration paid within equity was recorded as part of other reserves amounted to SR 3.3 million for the six-month period ended June 30, 2024

4. PROPERTY, PLANT AND EQUIPMENT

For purpose of preparing the interim condensed consolidated statement of cash flows, movement in property, plant and equipment during the six-month period ended 30 June is as follows:

	For six-month periods ended June 30,	
	<u>2024 (Unaudited)</u>	<u>2023 (Unaudited)</u>
Depreciation	1,730,630	2,025,750
Additions to property, plant and equipment	845,728	3,640,241

4-1. Property, plant and equipment of the Group as of 30 June 2024 included assets with net book value amounting to SR 28.3 million (2023: SR 29.32 million) mortgaged against loan obtained from the Saudi Industrial Development Fund. (to note 13-1).

4-2) Property, plant and equipment of the Group as of 30 June 2024 included land amounting to SR 14 million (2023: SR 14 million) under sales lease back agreement with Karnaf for Finance Company with an area of 9,987 square meters. The Group fulfilled and completed the contract conditions, and in the process of changing the land deed to Group name again. The Group already has the custody of the land and its right to use in its normal operations. It was secured by a pledge of ownership transfer in exchange for the payment of financing from Karnaf Company and the financing has been fully repaid.

5. INVESTMENT PROPERTIES

	<u>Lands</u>	<u>Buildings</u>	<u>Total</u>
Fair Value			
Balance as at 1 January 2023 – Audited	200,575,904	263,435,948	464,011,852
Gain / (loss) change in fair value	21,644,127	(4,642,192)	17,001,935
Balance as at 31 December 2023 – Audited	222,220,031	258,793,756	481,013,787
Change in fair value	-	-	-
Balance as at 30 June 2024 – Unaudited	222,220,031	258,793,756	481,013,787

The Group has evaluated its investment properties based on an evaluation carried out by independent evaluators such as Global Ideas Real Estate (Registration number: 1210000033) and Abdulaziz Ahmed Al-Azab Real Estate Evaluation Office (Registration number: 1210000177) registered at the Saudi Authority for Accredited valuers (Taqeem) and accordingly recorded these based on the lower of their fair values as required by the Capital Market Authority (“CMA”) vide announcement dated 31 December 2019 and to be effective from 1 January 2023.

ANAAM INTERNATIONAL HOLDING GROUP COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024
(Saudi Riyals)

5. INVESTMENT PROPERTIES (CONTINUED)

Details of investment properties are mentioned below:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Land in Al-Sururiya Neighborhood – Jeddah (*)	16,500,000	16,500,000
Land in Al-Khumra District (Warehouse) - Jeddah City	5,002,209	5,002,209
Hayat Al Fursan Hotel	19,586,914	19,586,914
Land in Al-Khumra District - Jeddah City	69,700,000	69,700,000
Land in Al-Wadi Neighborhood - Jeddah City	4,030,947	4,030,947
Land in Jubail City	977,000	977,000
Land in Yanbu City	360,033	360,033
Land and Building in Prince Sultan Street – Jeddah City (**)	335,942,571	335,942,571
Land and Building in Taliah Street Building – Jeddah City (***)	28,914,113	28,914,113
	481,013,787	481,013,787

(*) Included in investment property a land in Al-Sururiya Neighborhood in Jeddah with an area of 197,554 square meters with a fair value of SR 16.5 million. This plot of land has neither a title deed nor is registered under the Group's name. This land was transfer to the Group at the time of the merger in 1995. The group obtained a decision to waive the land and submitted a request to extract a deed in the name of the group through the Ahkam system.

(**) The purchase and mortgaged of the investment properties was financed from Alinma Bank. (note 13-4)

(***) The properties are mortgaged against the loan obtained from Alinma Bank. (note 13-5)

6. LONG -TERM INVESTMENTS

At fair value through profit or loss (FVTPL)

The shares have no quoted market price as at the end of the period/year. The management of the Company believes that the change in fair value of the investment is insignificant. The movement for the investment is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2024 (Unaudited)	31 December 2023 (Audited)
	Number of shares		Amount	
Al Wasatah Al Maliah Company (Wasatah Capital)				
Balance at the end of period/year	533,500	533,500	5,335,000	5,335,000

7. TRADE RECEIVABLES

		30 June 2024 (Unaudited)	31 December 2023 (Audited)
	Note		
Trade receivables		24,784,157	19,331,621
Allowance for expected credit losses	7-1	(969,481)	(969,481)
		23,814,676	18,362,140

7-1) The movement of allowance for expected credit losses is as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Opening balance	969,481	558,124
Charge during the period / year	-	1,122,618
Balance of provision excluded on disposal of a subsidiary	-	(711,261)
	969,481	969,481

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8. PREPAID EXPENSES AND OTHER DEBIT BALANCES

	Note	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Other receivables	8-1	6,900,371	755,251
Advances to suppliers		185,596	5,193
Employees loans		8,844,418	2,270,753
Prepaid expenses	8-2	5,889,695	523,215
Value added tax		881,962	-
		22,702,042	3,554,412

8-1 At 30 June 2024, the balance includes an amount of SR 3 million receivable from a buyer and previous owner of ARW (previously as a subsidiary) in respect of the sales process, And the amount of 2.6 million Saudi riyals is represented in receivables from Arrow Industry Company. This amount was granted by the Group to cover the working capital requirements of Arrow Industry Company during the periods in which it was a subsidiary of the group. It is expected that these two amounts will be received within a year.

8.2 At June 30, 2024, the balance includes an amount of SR 4.7 million as a prepayment to Al Wasatah Al Maliah Company in respect of consultation charges for proposed increase in share capital of the Group in subsequent periods.

9. SHORT TERM INVESTMENTS

Fair value through profit or loss (FVTPL)

	30 June 2024 (Unaudited)	31 December 2023 (Audited)	30 June 2024 (Unaudited)	31 December 2023 (Audited)
	Number of shares		Amount	
Raoom Trading Company	65,758	65,758	8,706,359	7,719,989
Miahona Company.	386	-	10,982	-
Dr. Soliman Abdel Kader Fakeeh Hospital Company.	148	-	8,999	-
Saudi Manpower Solutions Company.	2,799	-	24,631	-
Rasan Information Technology Company.	243	-	16,524	-
Al Taiseer Group Talco Industrial Company.	1,997	-	115,027	-
Al Rajhi REIT Fund	-	43,898	-	389,814
	71,331	109,656	8,882,522	8,109,803

Movement in short term investments:

	Raoom Trading Company	Miahona Company	Dr. Soliman Abdel Kader Fakeeh Hospital Company	Saudi Manpower Solutions Company	Rasan Information Technology Company	Al Taiseer Group Talco Industrial Company	Takween Advanced Industries Company	Al Rajhi REIT Fund	Total
2024 (Unaudited)									
Balance as at 1 January	7,719,989	-	-	-	-	-	-	389,814	8,109,803
Additions	-	4,439	8,510	20,992	8,991	85,872	434,534	-	563,338
Disposals and proceeds	-	-	-	-	-	-	(495,886)	(385,380)	(881,266)
Unrealized gain	986,370	6,543	489	3,639	7,533	29,155	-	-	1,033,729
Realized gain / (loss)	-	-	-	-	-	-	61,352	(4,434)	56,918
Balance as at 30 June 2024 (Unaudited)	8,706,359	10,982	8,999	24,631	16,524	115,027	-	-	8,882,522

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10. CASH AND CASH EQUIVALENTS

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Cash in hand	609,443	321,581
Cash at banks *	4,822,778	33,406,396
	<u>5,432,221</u>	<u>33,727,977</u>

*Cash at bank is held in a current account with commercial banks in Saudi Arabia. Balances in current account bears no interest.

11. NON-CURRENT ASSETS HELD FOR SALE

On 11 December 2023, the Board of Directors decided to discontinue the Medical Equipment and Healthcare segment consisting of ARW Industry Company (subsidiary) (ARW), a partially owned subsidiary following the Board of Director of the Group approved the plan to sell. The Group made an agreement to sell ARW and the sale was completed on 18 February 2024. Since the year ended 31 December 2023, ARW was classified as a disposal group held for sale and as a discontinued operation. The business of ARW represented the entirety of the Group's Medical Equipment and Healthcare operating segment. With ARW being classified as discontinued operation, the Medical Equipment and Healthcare segment is no longer presented in the segment note.

11-1 The gain on disposal of discontinued operation was determined as follows:

	Note	18 February 2024 (Unaudited)
<u>Net assets disposed on the date of disposal:</u>		
<u>Assets at the date of disposal</u>		
Property, plant and equipment		6,103,947
Inventory		1,099,011
Trade receivables		543,395
Prepayments and other receivables		188,113
Cash and cash equivalents		83,067
		<u>8,017,533</u>
<u>Liabilities at the date of disposal</u>		
Long-term loans	13	1,902,215
Provision for employee benefits		153,963
Trade payables		191,581
Accrued expenses and other credit balances		354,941
Provision for zakat		43,101
Due to related parties		5,144,681
		<u>7,790,482</u>
Net assets disposed		227,051
Non-controlling interest date of disposal		886,317
Group's share of net assets disposed		1,113,368
Consideration to the disposal of the subsidiary	8-1	(5,607,924)
Gain on disposal of discontinued operation		<u>4,494,556</u>

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11. NON-CURRENT ASSETS HELD FOR SALE (CONTINUED)

11-2 There were no balances of assets and liabilities of ARW recorded at 30 June 2024 due to completion of disposal during the period. The major classes of assets and liabilities of ARW classified as held for sale as at 31 December 2023 are, as follows:

	<u>Note</u>	<u>31 December 2023</u> <u>(Audited)</u>
Assets		
Property, plant and equipment		6,103,947
Inventory		1,099,011
Trade receivables		563,723
Prepayments and other debit balances		649,223
Cash and cash equivalents		60,301
		<u>8,476,205</u>
Liabilities		
Long-term loans	13	1,944,007
Provision for employee benefits		153,609
Trade payables		1,103,038
Accrued expenses and other credit balances		360,335
Provision for zakat		20,576
Due to related parties		5,092,621
		<u>8,674,186</u>

11-3 The results of ARW industrial for the period up to the date of disposal are presented and Six month period ended June 30 2023 :

	<u>1 January 2024</u> <u>to</u> <u>18 February 2024</u> <u>(Unaudited)</u>	<u>1 January 2023</u> <u>to</u> <u>30 June 2023</u> <u>(Unaudited)</u>
Revenue from contracts with customers	-	2,211,776
Cost of revenue	-	(2,692,952)
Operating loss	-	(481,176)
General and administrative expenses	(39,260)	(1,509,958)
Finance costs	(14,436)	(41,329)
Other revenue	-	80,596
Loss before zakat	(53,696)	(1,951,867)
Zakat expense	-	-
Net loss for the period	(53,696)	(1,951,867)
Gain on disposal of discontinued operation	11-1 4,494,556	-
Net gain/(loss) from discontinued operation	4,440,860	(1,951,867)

11-4 The net cash flows of Arrow Industries for the period up to the date of disposal and the six months ended June 30, 2023 are as follows:

	<u>1 January 2024</u> <u>to</u> <u>18 February 2024</u> <u>(Unaudited)</u>	<u>1 January 2023</u> <u>to</u> <u>30 June 2023</u> <u>(Unaudited)</u>
Operating Activities	64,558	(971,667)
Investing Activities	-	(349,273)
Financing Activities	(41,792)	1,193,038
Net cash flows during the period	22,766	(127,902)

11.5 Basic and diluted loss per share is, as follow:

	<u>Note</u>	<u>1 January 2024</u> <u>to</u> <u>18 February 2024</u> <u>(Unaudited)</u>	<u>1 January 2023</u> <u>to</u> <u>30 June 2023</u> <u>(Unaudited)</u>
Basic and diluted loss per share	14-3	<u>(0.00005)</u>	<u>(0.0017)</u>

12. SHARE CAPITAL

As of 31 December 2018, the Company's capital was amounting to SR 196 million, consisting of 19.6 million fully paid shares of SR 10 for each.

During December 2019, and based on the Extraordinary General Assembly meeting held on 31 December 2019, the shareholders decided to absorb the accumulated losses as on 10 November 2019 amounting to SR 181 million and reduce the capital by that amount. Subsequent to the absorption, the capital of the Company was SR 15 million instead of SR 196 million, with a decrease of 92.35%, and the number of shares after the reduction become 1.5 million shares at 10 Saudi riyals per share instead of 19.6 million shares, and the Company's articles of association and commercial registration have been amended accordingly.

On 2 September 2020, the Board of Directors of the Company recommended the increase in the Company's capital by an amount of SR 90 million by issuing rights shares. On 22 September 2020 corresponding to 5 Safar 1442, the Capital Market Authority approved the request and the Extraordinary General meeting of the shareholders dated on 27 October 2021 approved the increase of the Company's capital to SR 105 million instead of SR 15 million and number of shares to 10.5 million shares instead of 1.5 million shares. The Company amended its Bylaw and the Commercial Registration accordingly.

On 8 February 2021, the Board of Directors of the Company recommended increasing the Company's capital by an amount of SR 210 million by issuing rights shares. On 14 July 2021, the Group announced that it had submitted a file requesting approval to increase the Group's capital by offering rights shares amounting to SR 210 million to the Capital Market Authority (CMA), conditional on obtaining the approval of the relevant official authorities and Extraordinary General Assembly.

On 17 May 2022, the shareholders in Extra Ordinary General meeting resolved to increase the share capital by SR 210 million by way of rights issue to finance working capital, invest in real estate properties and invest in shares of other privately owned entities. The right issues process was completed in tranches during the period ended 30 June 2022 and the resulting total proceeds from the right issue was received on 26 June 2022. The above right issue process also resulted in over-subscription by the amount of SR 42.3 million out of which only SR 0.88 million is outstanding for payments as at ended 30 June 2024.

With reference to the Company's announcement dated 04 October 2022 and the addendum dated 18 May 2023 regarding the Board of Directors' recommendation to increase the Company's capital by issuing priority rights shares at a value of 236.25 million, subject to the approval of the relevant official authorities and the Extraordinary General Assembly. The Company has announced its submission on 17 July 2023 corresponding to 29 Dhul Hijjah 1444, a file requesting approval to increase the Company's capital by offering priority rights shares, to the Capital Market Authority (CMA).

On 9 July 2023, the shareholders in Extra Ordinary General meeting resolved to split the shares by adjusting the nominal value of share from SR 10 per share to SR 0.5 per share. Accordingly, the number of shares have been increased from 31.5 million to 630 million during the year ended 31 December 2023. There is no change in the Company's share capital before and after the share split.

The Company has fulfilled all the legal and regulatory requirements pertaining to the above increase in share capital during the year ended 31 December 2023.

On 5 February 2024, the Capital Market Authority (CMA) has announced the approval of request made by Group to increase in capital through offering of rights shares at a value of 236.25 million. The Goup's management invited shareholders to the extraordinary general assembly meeting on 3 March 2024, but the quorum was not met.

As at 30 June 2024, the share capital of the Company is SR 315 million, divided into 630 million shares of SR 0.5 each. (31 December 2023: SR 315 million share capital divided into 630 million shares of SR 0.5 each).

On July 2, 2024, Anaam International Holding Group Company announced an invitation to shareholders to attend the Extraordinary General Assembly meeting, which included increasing the Group's capital (the third meeting), on July 30 2024 the resulted in the shareholders not approving the increase in the Group's capital.

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13. LONG-TERM LOANS

	Note	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Saudi Industrial Development Fund loans	1 / 2	12,959,058	14,659,057
Facility arrangement with Alinma Bank	4 / 5	149,162,358	158,108,255
Facility arrangement with Riyadh Bank	3	-	644,007
Total loans		162,121,416	173,411,319
Liabilities held for sale	11-2	-	(1,944,007)
		162,121,416	171,467,312
Less: current portion		(42,946,438)	(43,779,771)
Non-current portion		119,174,978	127,687,541

Saudi Wasit Factory for Entertainments and Beauty System - A Subsidiary Company ("Wasit Company")

1- The entity has a long-term facility from the Saudi Industrial Development Fund (SIDF). The total outstanding balance of the loan as at 30 June 2024 amounted to SR 12.9 million (31 December 2023: SR 13.3 million). The loan has a low-interest rate, accordingly, the difference between the fair value of loan and book value (being the discount present value of the loan using effective interest rate) is considered as a deferred revenue. These facilities are secured by the promissory notes, corporate guarantees from the subsidiary's shareholders and mortgaged by the assets of the Company (note 4.1). The semi-annual repayment of the loan begins on 18 March 2023 and final payment is due on 3 February 2026. The loan agreements contain certain covenants which among others, requires that the Wasit Company maintain specified financial ratios.

As at 30 June 2024 and 31 December 2023, the entity has not complied with certain covenants as stipulated in the loan agreement. Accordingly, the total loan amount is classified under current liabilities.

ARW Industry Company - Formerly a subsidiary ("ARW CO)

- 2- During 2017, the entity obtained long-term facility from the SIDF. The total outstanding balance of the loan as at 18 February 2024 (i.e., on the disposal date) amounted to SR 1.3 million (31 December 2023: SR 1.3 million). The loan was secured by the promissory notes and corporate guarantees from the subsidiary's shareholders. The loan is repayable on semi-annual basis over the period of 6 years.
- 3- During 2021, the entity entered into a three-year financing agreement with Riyadh Bank for a credit limit of SR 1.1 million to finance its working capital requirements. The total outstanding balance of the facility as at 18 February 2024 amounted to SR 0.6 million (31 December 2023: SR 0.64 million).

During the year 2023, these loans have been classified as the liabilities directly associated with assets in disposal group classified as held for sale, (note 11). At the reporting date, the loan balance is nil as ARW was disposed off during the period with liabilities directly related to assets classified as held for sale..

Parent company

- 4- During 2022, the Company has obtained long-term facility from Alinma Bank amounting to SR 153.2 million to finance the purchase of the investment property with an amount 325 million SR. As of 30 June 2024, the total balance of this loan was SR 136.2 million (31 December 2023: SR 144.7 million). This loan carries a SAIBOR plus 2% interest rate. The loan is repayable over the period of 10 years in semi-annual basis, commencing from 29 December 2023 until 29 June 2032. The loan is secured against the mortgage of the newly purchased investment property in Prince Sultan Street Building-Jeddah city (note 5).

As at 30 June 2024 and 31 December 2023, the entity has not complied with certain covenants as stipulated in the loan agreement. Company has obtained a waiver from Alinma Bank with respect to the covenants in breach. Accordingly, the non-current portion of the loan was not reclassified to current liabilities.

Anaam International Investment Company- Subsidiary Company ("Anaam Investment Company")

- 5- During the year ended 31 December 2023, the entity has obtained long-term facility from Alinma Bank amounting to SR 13 million. As of 30 June 2024, the total balance of this loan was SR 12.9 million (31 December 2023: SR 13.4 million) as per the loan agreement. This loan carries a SAIBOR plus 3% interest rate. The loan is repayable over the period of 15 years in semi-annual basis, commencing from 24 February 2024 until 24 August 2038. The loan is secured against the mortgage of the investment property in Taliah Street Building-Jeddah city (note 5). The loan was not used for a purpose as stipulated in the loan agreement. Accordingly, the total loan amount is classified under current liabilities as at 30 June 2024 and 31 December 2023.

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13. LONG-TERM LOANS (CONTINUED)

Government grant

- 6- On 9 October 2018 a loan was obtained by Saudi Wasit Factory for Entertainments and Beauty System from Saudi Industrial Development Fund in the amount SR 16.87 million for the purpose of financing the establishment and expansion of a factory for the production of collective children's games and garden and park furniture in Sudair Industrial City. The loan is interest-free and is repaid over 4 years. The movement during the period/year was as follows:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Opening balance	<u>1,607,934</u>	1,768,029
Deferred revenue amortized during the period / year	<u>(80,048)</u>	(160,095)
	<u>1,527,886</u>	<u>1,607,934</u>

Set out below are the balances representing current and non-current portion of Government grant:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Current	<u>160,122</u>	160,122
Non-current	<u>1,367,764</u>	1,447,812
	<u>1,527,886</u>	<u>1,607,934</u>

14. BASIC AND DILUTED EARNINGS / (LOSS) PER SHARE

14-1 Profit for the period attributable to shareholders of the Parent Company:

	For the Six-month periods ended June	
	2024 (Unaudited)	2023 (Unaudited)
Continuing operations	<u>4,224,285</u>	6,584,075
Discontinued operations	<u>(29,533)</u>	(1,073,572)
Profit attributable to owners of the Parent Company	<u>4,194,752</u>	<u>5,510,503</u>

14-2 Earnings per share from the continuing operation

	For the Six-month periods ended June	
	2024 (Unaudited)	2023 (Unaudited)
Profit for the period attributable to the owners of the Parent Company	<u>4,224,285</u>	6,584,075
Weighted average number of basic and diluted shares	<u>630,000,000</u>	630,000,000
Earnings per share from basic and diluted continuing operations - Saudi riyal per share	<u>0.007</u>	<u>0.01</u>

14-3 Loss per share from the discontinued operation

	For the Six-month periods ended June	
	1 January 2024 to 18 February 2024 (Unaudited)	1 January 2023 to 30 June 2023 (Unaudited)
Loss for the period attributable to the owners of the Parent Company	<u>(29,533)</u>	(1,073,572)
Weighted average number of basic and diluted shares	<u>630,000,000</u>	630,000,000
Basic and diluted loss per share - Saudi riyal per share	<u>(0.00005)</u>	<u>(0.0017)</u>

14-4 Earnings per share for the period

	For the Six-month periods ended June	
	2024 (Unaudited)	2023 (Unaudited)
Profit for the period attributable to the owners of the Parent Company	<u>4,194,752</u>	5,510,503
Weighted average number of basic and diluted shares - Share	<u>630,000,000</u>	630,000,000
Basic and diluted earnings - Saudi riyal per share	<u>0.007</u>	<u>0.009</u>

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15. CONTINGENCIES LIABILITIES AND CAPITAL COMMITMENTS

a. Contingencies liabilities

There were no contingencies as at 30 June 2024 (31 December 2023: Nil).

b. Capital commitments

There were no capital commitments as at 30 June 2024 (31 December 2023: Nil).

16. REVENUE

	Note	For the three-month period ended		For the six-month period ended	
		30 June		30 June	
		2024	2023	2024	2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Rental revenue (*)		7,634,114	7,627,145	15,129,555	15,259,419
Revenue from contracts with customers (**)	16-1	4,110,451	4,284,900	8,132,793	7,617,805
		11,744,565	11,912,045	23,262,348	22,877,224

16-1 Revenue from contracts with customers

	For the three-month period ended		For the six-month period ended	
	30 June		30 June	
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue from contracts with customers	4,130,284	4,287,919	8,152,626	7,639,704
Discount	(19,833)	(3,019)	(19,833)	(21,899)
	4,110,451	4,284,900	8,132,793	7,617,805

(*) Rental revenue is recognized over the period of lease term.

(**) Revenue from contracts with customers is recognized at point in time.

16-2 Geographical market

The Group operates completely within the Kingdom of Saudi Arabia.

17. SEGMENTS INFORMATION

The Group's main activity consists of segments including leasing, warehousing and other activities. The following is a breakdown of the segmental information as at 30 June 2024 and 30 June 2023 for each segment:

	Warehouse management and leasing	Rental of buildings and others	Entertainment and beauty	Total
30 June 2024 (Unaudited)				
Revenue	2,448,630	12,680,925	8,132,793	23,262,348
Non-current assets	5,279,490	507,769,243	30,140,640	543,189,373
Profit / (loss) from main operations	1,039,983	3,960,637	(892,824)	4,107,796
Profit/ (loss) for the period	1,228,888	(863,823)	(936,140)	(571,075)
	Warehouse management and leasing	Rental of buildings and others	Entertainment and beauty	Total
30 June 2023 (Unaudited)				
Revenue	2,584,951	12,674,468	7,617,805	22,877,224
Non-current assets	5,624,933	501,077,233	31,451,521	538,153,687
Profit / (loss) from main operations	1,104,668	4,408,405	(879,598)	4,633,475
Profit/ (loss) for the period	1,109,149	4,066,660	(1,065,973)	4,109,836

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18. TRANSACTIONS WITH RELATED PARTIES AND BALANCES

During the period, the Group transacted with the following related parties under the agreed terms and conditions:

	Nature of the transactions	Nature of the relationship	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Mr. Mohammed Ibrahim Haidari	Loan given to Saudi Wasit for working capital	Non-controlling shareholder in a subsidiaries	2,572,451	2,572,451
Mr. Tariq Mohammed Ibrahim Haidari	Loan given to Saudi Wasit for working capital	Non-controlling shareholder in a subsidiaries	1,375,803	1,763,003
			3,948,254	4,335,454

Transactions with related parties include remuneration of the Board of Directors, salaries, allowances and incentives for key management personnel for the period ended 30 June 2024, amounting to SR 2.88 million (30 June 2023: SR 2.51 million Saudi Riyals).

19. FAIR VALUE MEASUREMENT

All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial statements are categorized 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 (unadjusted) market prices 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.

Suppose the inputs used to measure the fair value of an asset or liability falls into different levels of the fair value hierarchy. In that case, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest input level that is significant to the entire measurement.

Set out below is a comparison, by class, of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

	30 June 2024 (Unaudited)			
	Balance	Level 1	Level 2	Level 3
Short term investments	8,882,522	8,882,522	-	-
Long-term loans	5,335,000	-	-	5,335,000
	31 December 2023 (Audited)			
	Balance	Level 1	Level 2	Level 3
Short term investments	8,109,803	7,719,989	389,814	-
Long-term loans	5,335,000	-	-	5,335,000

During the period ended 30 June 2024, there were no movement between the fair value hierarchy levels.

20. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements of the Group for the three-month and six-month periods ended 30 June 2024 were approved by the Board of Directors on 29 Muharram 1446H (August 4, 2024).