

**ABDULLAH SAAD MOHAMMED ABO MOATI FOR BOOKSTORES COMPANY**  
(SAUDI JOINT STOCK COMPANY)

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

**ABDULLAH SAAD MOHAMMED ABO MOATI FOR BOOKSTORES COMPANY**  
(SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024**

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

**To: The shareholders**

**Abdullah Saad Mohammed Abo Moati For Bookstores Company**

(Saudi Joint Stock Company)

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position for **Abdullah Saad Mohammed Abo Moati For Bookstores Company, a Saudi Joint Stock Company (the "Company")** and its subsidiary (collectively referred to as **the "Group"**) as at 30 June 2024 and the interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three month period then ended, and other explanatory notes.

Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (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 condensed consolidated financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared in all material respects, in accordance with International Accounting Standard (34) "Interim Financial Reporting", as endorsed in the Kingdom of Saudi Arabia.

### **RSM Allied Accountants Professional Services**

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Mohammed Farhan Bin Nader

License No. 435

Riyadh, Saudi Arabia

2 Safar 1446 H corresponding to (6 August 2024)

**ABDULLAH SAAD MOHAMMED ABO MOATI FOR BOOKSTORES COMPANY**  
(SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT 30 JUNE 2024**

		30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
	Note		
<b>Assets</b>			
<b>Non-current assets</b>			
Property and equipment, net		121,684,483	121,342,492
Investment properties, net		42,291,193	41,710,539
Intangible assets, net		1,361,711	1,282,351
Right-of-use assets, net	5	9,988,250	12,321,925
Financial investments at FVOCI	6	5,340,784	6,136,400
<b>Total non-current assets</b>		<b>180,666,421</b>	<b>182,793,707</b>
<b>Current assets</b>			
Inventory, net	7	88,501,238	82,824,506
Accounts receivable, net	8	32,404,443	31,465,757
Prepaid expenses and other debit balances	9	24,900,347	17,997,677
Cash and cash equivalents		3,523,744	3,970,427
<b>Total current assets</b>		<b>149,329,772</b>	<b>136,258,367</b>
<b>Total assets</b>		<b>329,996,193</b>	<b>319,052,074</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	1	200,000,000	200,000,000
Retained earnings		40,712,136	38,753,508
Reserve for the revaluation of investments at FVOCI	6	711,287	1,506,903
Reserve for the remeasurement of employees' benefit obligations		(1,232,802)	(1,232,802)
<b>Total equity</b>		<b>240,190,621</b>	<b>239,027,609</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Lease liabilities non - current portion	5	2,618,349	4,586,631
Employees' benefit obligations		8,591,443	8,331,522
<b>Total non-current liabilities</b>		<b>11,209,792</b>	<b>12,918,153</b>
<b>Current liabilities</b>			
Murabaha contracts	10	44,094,245	28,384,788
Lease liabilities - current portion	5	5,945,343	5,620,362
Accounts payable		14,665,593	19,246,784
Accrued expenses and other credit balances	11	10,817,585	11,232,919
Zakat provision	12	3,073,014	2,621,459
<b>Total current liabilities</b>		<b>78,595,780</b>	<b>67,106,312</b>
<b>Total liabilities</b>		<b>89,805,572</b>	<b>80,024,465</b>
<b>Total equity and liabilities</b>		<b>329,996,193</b>	<b>319,052,074</b>

The accompanying notes from (1) to (19) are an integral part of these interim condensed consolidated financial statements.

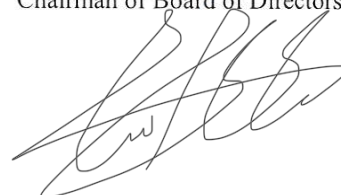
Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



**ABDULLAH SAAD MOHAMMED ABO MOATI FOR BOOKSTORES COMPANY**  
(SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024**

	Note	<b>For the three month period ended 30 June</b>	
		<b>2024 SAR (Unaudited)</b>	<b>2023 SAR (Unaudited)</b>
<b><u>Profit or loss</u></b>			
Sales, net	14	<b>48,526,908</b>	49,888,615
Cost of sales	14	<b>(34,042,163)</b>	(36,179,224)
<b>Gross profit</b>		<b>14,484,745</b>	13,709,391
Rental revenue, net		<b>1,071,537</b>	872,072
General and administrative expenses		<b>(5,840,489)</b>	(4,605,624)
Selling and marketing expenses		<b>(6,957,025)</b>	(6,599,791)
<b>Profit from main operations</b>		<b>2,758,768</b>	3,376,048
Finance costs		<b>(947,212)</b>	(240,966)
Other income		<b>536,664</b>	38,026
Dividends from financial investments at fair value through OCI	6	<b>80,408</b>	86,756
<b>Net profit for the period before zakat</b>		<b>2,428,628</b>	3,259,864
Zakat		<b>(470,000)</b>	(570,000)
<b>Net profit for the period</b>		<b>1,958,628</b>	2,689,864
<b><u>Other comprehensive income</u></b>			
<b>Items that will not be subsequently reclassified to interim condensed consolidated statement of profit or loss</b>			
(Losses) / Unrealized gains from revaluation of financial investments at FVOCI	6	<b>(795,616)</b>	101,568
<b>Total other comprehensive (loss)/other comprehensive income for the period</b>		<b>(795,616)</b>	101,568
<b>Total comprehensive income for the period</b>		<b>1,163,012</b>	2,791,432
<b>Earnings per share</b>	13		
Basic and diluted earnings per share from net profit for the period		<b>0.10</b>	0.13

The accompanying notes from (1) to (19) are an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors





ABDULLAH SAAD MOHAMMED ABO MOATI FOR BOOKSTORES COMPANY  
(SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024

	Share capital SAR	Statutory reserve SAR	Retained earnings SAR	Revaluation reserve of financial investments at fair value through other comprehensive income SAR	Reserve for remeasurement of employees' benefit obligations SAR	Total equity SAR
Balance as at 1 April 2023 (Audited)	200,000,000	7,034,174	34,782,777	2,268,663	(1,265,616)	242,819,998
Net profit for the period	-	-	2,689,864	-	-	2,689,864
Other comprehensive loss for the period	-	-	-	101,568	-	101,568
Total comprehensive income for the period	-	-	2,689,864	101,568	-	2,791,432
<b>Balance as at 30 June 2023 (Unaudited)</b>	<b>200,000,000</b>	<b>7,034,174</b>	<b>37,472,641</b>	<b>2,370,231</b>	<b>(1,265,616)</b>	<b>245,611,430</b>
Balance as at 1 April 2024 (Audited)	200,000,000	-	38,753,508	1,506,903	(1,232,802)	239,027,609
Net profit for the period	-	-	1,958,628	-	-	1,958,628
Other comprehensive loss for the period	-	-	-	(795,616)	-	(795,616)
Total comprehensive income for the period	-	-	1,958,628	(795,616)	-	1,163,012
<b>Balance as at 30 June 2024 (Unaudited)</b>	<b>200,000,000</b>	<b>-</b>	<b>40,712,136</b>	<b>711,287</b>	<b>(1,232,802)</b>	<b>240,190,621</b>

The accompanying notes from (1) to (19) are an integral part of these interim condensed consolidated financial statements.

Chief Financial Officer

Chief Executive Officer

Chairman of Board of Directors

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024**

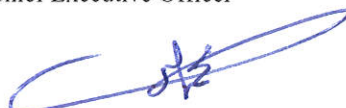
	<b>For the three month period ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	<b>SAR</b>	<b>SAR</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Cash flows from operating activities:</b>		
Net profit for the period before zakat	2,428,628	3,259,864
<b>Adjustments to reconcile net profit for the period before zakat:</b>		
Depreciation of property and equipment	838,400	925,826
Depreciation of right-of-use assets	2,054,806	2,297,068
Depreciation of investment properties	102,324	102,324
Amortization of intangible assets	113,297	-
Reversal on provision for slow moving inventory	(379,227)	-
Gain on disposal of lease liabilities	(11,989)	-
Gain from disposal of property and equipment	-	(13,120)
Finance cost	947,212	240,966
Provision for employees' benefits obligations	323,092	265,367
	<b>6,416,543</b>	<b>7,078,295</b>
<b>Changes in operating assets and liabilities:</b>		
Inventory	(5,297,505)	(3,252,412)
Accounts receivable	(938,686)	(2,027,454)
Prepaid expenses and other debit balances	(6,902,670)	(6,452,806)
Accounts payable	(4,581,191)	(2,727,250)
Accrued expenses and other credit balances	(832,718)	(1,634,890)
<b>Cash used in operations</b>	<b>(12,136,227)</b>	<b>(9,016,517)</b>
Finance costs paid	(365,738)	-
Employees' benefits obligations paid	(63,171)	(24,924)
Zakat provision Paid	(18,452)	-
<b>Net cash used in operating activities</b>	<b>(12,583,588)</b>	<b>(9,041,441)</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(1,180,391)	(769,772)
Purchase of intangible assets	(192,657)	-
Proceeds from disposal of property and equipment	-	56,446
Additions of Investment property	(682,978)	(442,200)
<b>Net cash used in investing activities</b>	<b>(2,056,026)</b>	<b>(1,155,526)</b>
<b>Cash flows from financing activities</b>		
Proceeds from Murabaha contracts	32,876,245	-
Murabaha contracts paid	(17,166,788)	-
Lease liabilities paid	(1,516,526)	(1,862,391)
<b>Net cash available from/ (used in) financing activities</b>	<b>14,192,931</b>	<b>(1,862,391)</b>
<b>Net change in cash and cash equivalents</b>	<b>(446,683)</b>	<b>(12,059,358)</b>
Cash and cash equivalents at the beginning of the period	3,970,427	21,228,355
<b>Cash and cash equivalents at the end of the period</b>	<b>3,523,744</b>	<b>9,168,997</b>

The accompanying notes from (1) to (19) are an integral part of these interim condensed consolidated financial statements.

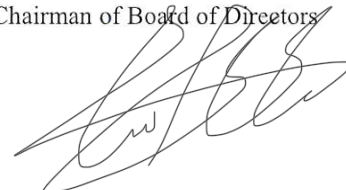
Chief Financial Officer



Chief Executive Officer



Chairman of Board of Directors



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

**1- ORGANIZATION AND ACTIVITIES**

Abdullah Saad Mohammed Abo Moati For Bookstores Company - a Saudi Joint Stock Company - registered under the Commercial Registration ("CR") No. 1010125151, issued in Riyadh on 3/1/1415 H (corresponding to 13/6/1994). The Company's capital, amounting to SAR 200,000,000, consists of 20,000,000 shares, the value of which is 10 Saudi riyals each.

The company's activity is retail sale of art supplies for drawing, retail sale of stationery, office supplies, newspapers and magazines (libraries), retail sale of luxury goods and clothing accessories, including (gloves, neckties, suspenders, rosaries and umbrellas), retail sale of leather products and goods, travel accessories made of leather and leather substitutes, retail sale of bags, general stores that include a variety of goods.

The interim condensed consolidated financial statements for the three month period ended 30 June 2024 include the the interim condensed consolidated financial statements for the parent company and its branches and a subsidiary, the details of branches are as follows:

**Branches of Parent Company:**

<b><u>Branch</u></b>	<b><u>CR No.</u></b>	<b><u>Place of issue</u></b>	<b><u>Activity</u></b>
Microware trading branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	1010226765	Riyadh	Wholesale of books, magazines, newspapers and educational aids, including the import of written, drawn or illustrated intellectual production, publishing paper books, dictionaries, atlases and maps, including the import and production of written, drawn or illustrated intellectual vessels. Installation and extension of television and satellite networks Installation and extension of computer and communications networks Installation of lighting systems Wholesale sale of textiles and fabrics of all kinds (other than clothing) Wholesale sale of home furniture and furnishings Wholesale sale of wood, cork and plastic products Wholesale sale of carpets and rugs Wholesale sale of office furniture Wholesale sale of scientific equipment Wholesale sale of raw plastic materials, rubber and synthetic fibers Wholesale sale of gifts and luxuries Retail sale of mobile phone accessories Retail sale of cosmetics and decorative soaps Sale of laboratory and educational tools General stores that include a variety of goods Management and leasing of owned or rented properties (residential) Management and leasing of owned or rented properties (non-residential).
Branch of Abdullah Saad Mohammed Abo Moati Co.	1010439451	Riyadh	Retail sale of stationery, office supplies, newspapers and magazines (bookstores) Retail sale of games and toys in specialized stores Retail sale of luxury goods and clothing accessories, including (gloves, neckties, suspenders, prayer beads, umbrellas) Retail sale of footwear Retail sale of bags Wholesale sale of household utensils and table accessories Retail sale of cosmetics and decorative soaps Retail sale of perfumes Retail sale of medical appliances, equipment and supplies Retail sale of household utensils and various handicrafts (cutting tools, ceramics, glassware, pottery, etc.).
Branch of Abdullah Saad Mohammed Abo Moati Co.	1010467810	Riyadh	



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**(CONTINUED)**

**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

**1-ORGANIZATION AND ACTIVITIES (CONTINUED)**

**Branches of Parent Company (continued):**

<b><u>Branch</u></b>	<b><u>CR No.</u></b>	<b><u>Place of issue</u></b>	<b><u>Activity</u></b>
Branch of Abdullah Saad Mohammed Abu Moati for Bookstores Co	1113101191	Shaqra	Retail sale of stationery, Office supplies, newspapers, magazines, bookstores, retail sale of games and toys in specialized stores, retail of men's ready-made clothes, retail of women's ready-made clothes, retail of cosmetics and decorative soaps, retail of businesses, handicrafts, antiques and gifts.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	2050092621	Dammam	Wholesale of books, magazines, newspapers, and educational aids, including the import of written, drawn, or illustrated intellectual production, wholesale of stationery, wholesale of children's toys, retail of books, magazines, newspapers, and educational aids, retail of stationery, office supplies, newspapers, magazines, and libraries.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	1010980071	Riyadh	General stores that stock a variety of goods.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	4030293226	Jeddah	Wholesale of household utensils and table accessories Wholesale of stationery Retail of toys and games in specialized stores Retail of luxury goods and clothing accessories, including (gloves, neckties, suspenders, prayer beads, umbrellas) Retail of footwear Retail of bags Retail of cosmetics and toilet soap Wholesale of books, magazines, newspapers and educational aids (including: import of written, drawn or illustrated intellectual production) Retail of books, magazines, newspapers and educational aids Retail of household utensils and various handicrafts (cutting tools, ceramics, glassware, pottery, etc.) Retail of gifts.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	5855036143	Khamis Mushait	Wholesale of office supplies and stationery, wholesale of computers and their accessories, including (sale of printers and their inks), retail of books, magazines, newspapers, and educational aids, retail of stationery, office supplies, newspapers and magazines, and libraries.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	5900037192	Jazan	Wholesale of office supplies (stationery) Wholesale of computers and their supplies, including the sale of printers and their inks Retail of stationery, office supplies, newspapers and magazines (libraries) Retail of books, magazines, newspapers and educational aids.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	4650207523	Medina	Wholesale of household utensils and table accessories Wholesale of stationery Wholesale of art supplies Wholesale of gifts and accessories Retail of toys and games in specialized stores Retail of accessories and clothing including gloves, ties, suspenders, prayer beads, umbrellas Retail of shoes Retail of bags Retail of cosmetics and toilet soaps Retail of books, magazines, newspapers and teaching aids Retail of household utensils and miscellaneous handicrafts Cutting tools, ceramics, glassware, pottery, etc.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)

FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)

1- ORGANIZATION AND ACTIVITIES (CONTINUED)

**Branches of Parent Company (continued):**

<u>Branch</u>	<u>CR No.</u>	<u>Place of issue</u>	<u>Activity</u>
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	1131302797	Al Qassim	Wholesale of pharmaceuticals Wholesale of stationery Wholesale of art and drawing supplies Wholesale of paper (paper rolls) Wholesale of gifts and luxuries Retail sale of books, magazines, newspapers and teaching aids General stores stocking a wide variety of goods.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	2052103539	Dhahran	Retail sale of household items and various handicrafts; cutting tools, pottery, glassware, pottery, etc. Retail sale of luxuries and clothing accessories, including gloves, ties, suspenders, prayer beads and umbrellas. Retail sale of cosmetics and decorative soaps.
Branch of Abdullah Saad Mohammed Abo Moati For Bookstores Co.	2031109265	Al-Ahsa	Retail sale of household items and various handicrafts; cutting tools, pottery, glassware, pottery, etc. Retail sale of luxuries and clothing accessories, including gloves, ties, suspenders, prayer beads and umbrellas. Retail sale of cosmetics and decorative soap.

**Subsidiary company**

<u>Company's name</u>	<u>Country of incorporation</u>	<u>CR No.</u>	<u>Activity</u>	<u>Ownership percentage</u>	
				<u>As at 30 June 2024</u>	<u>As at 31 March 2024</u>
AL Moujah for Trade Co.	Kingdom of Saudi Arabia	1010141412	Wholesale of office supplies, stationery, wholesale of computers and their accessories, including (sale of printers and their inks), retail of computers and their accessories, including (printers and their inks), retail of stationery, office tools, newspapers and magazines (libraries).	100%	100%

**Branches of Subsidiary Company**

<u>Branch</u>	<u>CR No.</u>	<u>Place of issue</u>	<u>Activity</u>
Branch of Moujah for Trade Co.	2051026138	Al Khobar	Wholesale of office supplies and stationery. Wholesale of computers and their accessories, including (sale of printers and their inks) and wholesale of papers (paper rolls).
Branch of Moujah for Trade Co.	4030130807	Jeddah	Wholesale of office supplies and stationery. Wholesale of computers and their accessories, including (sale of printers and their inks) and wholesale of papers (paper rolls).

The head office of the company is located in Riyadh - Alatayif Street Al – Alatayif for office supplies Center, P.O.-Box 9994, Postal Code 11423, Kingdom of Saudi Arabia.

2- BASIS OF PREPARATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2-1 Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard (34), “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by Saudi Organization for Chartered and Professional Accountants. These interim condensed consolidated financial statements do not include all information and disclosures required to issue the complete set of the annual consolidated financial statements also, the results for the period ended 30 June 2024 are not necessarily indicative of the results that can be expected for the year ending 31 March 2025 (refer to Note 4). It should also be read along with the latest financial statements for the year ended 31 March 2024. However, selected accounting policies and explanatory notes have also been included to explain important events and transactions to understand the changes in the consolidated financial position and consolidated financial performance of the Group since 31 March 2024.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)**

**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

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**2- BASIS OF PREPARATION OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)**

**2-2 Preparation of interim condensed consolidated financial statements**

The interim condensed consolidated financial statements have been prepared on a historical cost convention except for investments held at fair value through other comprehensive income which are measured at fair value. Another basis is used if required by the IFRS, as indicated in the applied accounting policies (Note 4), and in accordance with the accrual principle and going concern.

**2-3 Functional and presentation currency**

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

**2-4 Basis of consolidation for interim condensed financial statements**

The accompanying interim condensed consolidated financial statements include the financial statements of the Parent company and the subsidiary as shown in (Note 1). A subsidiary is an entity controlled by the Company. Control is achieved when the Company has the power to govern the financial and operating policies of the investee company so as to obtain benefits from its activities. To establish control, potential voting rights which are currently exercised are taken into account. The interim condensed financial statements of the subsidiary are included in the interim condensed consolidated financial statements from the date the control is established.

All significant inter-company transactions and balances between the Company and its subsidiary are eliminated on consolidation of interim condensed consolidated financial statements. All significant inter-company profits and losses are also eliminated on consolidation of interim condensed consolidated financial statements.

**Loss of control**

If the Group loses control over a subsidiary, it derecognizes the related assets, liabilities, noncontrolling interest and other components of equity, while any resultant gain or loss is recognized in the interim condensed consolidated statement of profit or loss. Any investment retained is recognized at fair value when control is lost.

**3- NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS**

New standards have been issued and amendments to standards effective from 1 January 2024 are Explanation in the Group annual financial statements, but it have no material impact on the Group interim condensed consolidated financial statements.

**4- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Use of Judgments and Estimates**

In preparing these interim condensed consolidated Financial Statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, revenues and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated Financial Statements.

**Fair value**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value definition includes the assumption that the Group will continue its operations where there is no intention or condition to physically limit the volume of its operations or conduct a transaction with negative terms.

Fair values are categorized into different levels in the fair value hierarchy based on the inputs used in the valuation methods as follows:

Level 1: Quoted market prices in active markets for identical assets.

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.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)

FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)

5- LEASES

Right-of-use assets related to building lease contracts, and are depreciated on a straight-line basis over the lease term, from two to ten years.

A-Movement on right of use assets (Buildings):

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
<b>Cost</b>		
Balance at the beginning of the period/ year	41,898,775	40,870,976
Additions during the period/ year	-	4,607,869
Disposals during the period/ year	(453,011)	(3,580,070)
<b>Balance at the end of the period/ year</b>	<b>41,445,764</b>	<b>41,898,775</b>
<b>Accumulated depreciation</b>		
Balance at the beginning of the period/ year	29,576,850	23,212,482
Charged for the period/ year	2,054,806	8,968,659
Disposals during the period/ year	(174,142)	(2,604,291)
<b>Balance at the end of the period/ year</b>	<b>31,457,514</b>	<b>29,576,850</b>
<b>Net book value as at the end of the period/ year</b>	<b>9,988,250</b>	<b>12,321,925</b>

B- Movement on lease liabilities:

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
Balance at the beginning of the period / year	10,206,993	15,770,374
Additions during the period / year	-	4,607,869
Amortization of interest during the period / year	164,083	798,222
Disposals during the period/ year	(290,858)	(975,779)
Paid during the period / year	(1,516,526)	(9,993,693)
<b>Balance at the end of the period / year</b>	<b>8,563,692</b>	<b>10,206,993</b>

Lease liabilities are classified as follows:

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
Non-current portion	2,618,349	4,586,631
Current portion	5,945,343	5,620,362
	<b>8,563,692</b>	<b>10,206,993</b>

6- FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Financial investments represent investments in equity instruments of listed company that are accounted for at FVOCI.

A- Fair value as at 30 June 2024 (unaudited):

Company name	Number of Shares	Cost as at 1 April 2024 SAR (Audited)	Revaluation reserve for financial investments at FVOCI			Fair value as at 30 June 2024 SAR (Unaudited)
			As at 1 April 2024 SAR (Audited)	Revaluation losses SAR	As at 30 June 2024 SAR (Unaudited)	
Jarir Marketing Company	423,200	4,629,497	1,506,903	(795,616)	711,287	5,340,784

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)**

**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

**6- FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME  
(CONTINUED)**

B- Fair value as at 31 March 2024 (Audited):

Company name	Number of Shares	Cost as at 1 April 2023 SAR	Revaluation reserve for financial investments at FVOCI			Fair value as at 31 March 2024 SAR
			As at 1 April 2023 SAR	Revaluation losses SAR	As at 31 March 2024 SAR	
Jarir Marketing Company	423,200	4,629,497	2,268,663	(761,760)	1,506,903	6,136,400

- During the financial period ended on 30 June 2024, the Group received cash dividends from Jarir Marketing Company amounted to SAR 80,408 (period ended on 30 June 2023: SAR 86,756).

**7- INVENTORY, NET**

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
Stationery, office supplies and accessories	88,106,731	79,451,814
Printers inks and computer supplies	5,638,357	6,205,200
Goods in transit	1,644,486	4,435,055
Less: provision for slow-moving inventory	(6,888,336)	(7,267,563)
	<b>88,501,238</b>	<b>82,824,506</b>

The movement on the provision for slow-moving inventory is as follows:

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
Balance at the beginning of the period / year	7,267,563	9,575,988
Reversal during the period / year	(379,227)	(2,308,425)
<b>Balance at the end of the period / year</b>	<b>6,888,336</b>	<b>7,267,563</b>

**8- ACCOUNTS RECEIVABLE, NET**

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
Accounts receivable	36,451,465	35,512,779
Less: provision for expected credit losses	(4,047,022)	(4,047,022)
	<b>32,404,443</b>	<b>31,465,757</b>

The movement on the provision for expected credit losses is as follows:

	30 June 2024 SAR (Unaudited)	31 March 2024 SAR (Audited)
Balance at the beginning of the period / year	4,047,022	3,564,469
Charged during the period / year	-	750,000
Used during the period / year	-	(267,447)
<b>Balance at the end of the period / year</b>	<b>4,047,022</b>	<b>4,047,022</b>



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)**

**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

**8- ACCOUNTS RECEIVABLE, NET (CONTINUED)**

The following table shows the aging of receivables for the Group as at:

	<b>30 June 2024</b>	<b>31 March 2024</b>
	<b>SAR</b>	<b>SAR</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
From 1 to 30 days	<b>1,316,348</b>	8,226,200
From 31 to 60 days	<b>2,490,516</b>	4,202,683
From 61 to 90 days	<b>5,521,810</b>	2,459,542
From 91 to 180 days	<b>9,904,658</b>	9,236,122
From 181 to 365 days	<b>11,256,273</b>	6,964,400
More than 365 days	<b>5,961,860</b>	4,423,832
<b>Total</b>	<b>36,451,465</b>	<b>35,512,779</b>

**9- PREPAID EXPENSES AND OTHER DEBIT BALANCES**

	<b>30 June 2024</b>	<b>31 March 2024</b>
	<b>SAR</b>	<b>SAR</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Advances to suppliers	<b>19,300,183</b>	12,651,980
Prepaid expenses	<b>2,747,849</b>	2,474,966
Prepaid rent	<b>441,407</b>	702,268
Letter of guarantee insurance (Note 14)	<b>649,250</b>	649,250
Other receivables	<b>1,761,658</b>	1,519,213
	<b>24,900,347</b>	<b>17,997,677</b>

**10- MURABAHA CONTRACTS**

The Group has bank facilities from several local banks represented in the form of loans and /or opening letters of credit and/or issuing letters of guarantee and/or treasury products and others, and purchasing goods and materials whose maturity periods are from 1-180 days by deducting from the group's current accounts. The group bears financing costs in return for these loans, these loans are secured by promissory notes duly signed by the main shareholders and Al-Moujah Trading Company (a subsidiary company), an agency to buy and an authorization to sell goods, and a no-objection letter from Al-Moujah Trading Company (a subsidiary company) to use some of the facilities granted to the company. The outstanding balance of these loans amounted to 44,094,245 SAR as at 30 June 2024 (31 March 2024: SAR 28,384,788).

The financing cost charged for the year ending 30 June 2024 amounted to SAR 783,129 (30 June 2023: Nil).

The movement in the Murabaha balance is as follows:

	<b>30 June 2024</b>	<b>31 March 2024</b>
	<b>SAR</b>	<b>SAR</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Balance at the beginning of the period / year	<b>28,384,788</b>	-
Proceeds during the period / year	<b>32,876,245</b>	60,884,788
Paid during the period / year	<b>(17,166,788)</b>	(32,500,000)
<b>Balance at the end of the period / year</b>	<b>44,094,245</b>	<b>28,384,788</b>

**11- ACCRUED EXPENSES AND OTHER CREDIT BALANCES**

	<b>30 June 2024</b>	<b>31 March 2024</b>
	<b>SAR</b>	<b>SAR</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Service suppliers' payable	<b>3,717,615</b>	3,121,102
Accrued salaries and employee benefits	<b>2,143,808</b>	2,114,511
Unearned revenue	<b>1,132,006</b>	1,549,275
Accrued remuneration of the board of directors and audit committee	<b>1,270,000</b>	1,011,000
Accrued Value added tax	<b>1,023,386</b>	2,136,474
Accrued Finance Cost	<b>620,811</b>	203,420
Advances from customers	<b>482,566</b>	363,737
Others	<b>427,393</b>	733,400
	<b>10,817,585</b>	<b>11,232,919</b>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)

FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)

12- ZAKAT STATUS

The Group has submitted its zakat declarations for all the years up to March 31, 2024, and paid the dues according to those returns and obtained the required certificates. During the period, the Group received a zakat assessment from the Zakat, Tax and Customs Authority for the year 2021 in the amount of 152,955 SAR, where the Group filed an objection to those assessments, and the objection was referred to the General Secretariat of the Tax Committees by the Zakat, Tax and Customs Authority, where the committee accepted some items of the Group's objection and rejected some items. This led the company to file an objection with the Tax Disputes Resolution Committee, and the Group has not received the final assessment until the date of the preliminary condensed consolidated financial statements.

13- EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net income for the period by the weighted average number of shares outstanding as at the end of the period. The table below reflects the profit and share data used in the calculation of basic and diluted earnings per share:

	<b>For the three month period ended 30</b>	
	<b>June</b>	
	<b>2024</b>	<b>2023</b>
	<b>SAR</b>	<b>SAR</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Net profit for the period attributable to shareholders	<b>1,958,628</b>	2,689,864
Weighted average number of outstanding shares	<b>20,000,000</b>	20,000,000
Earning per share of net income attributable to shareholders of the company	<b>0.10</b>	0.13

14- SEGMENT INFORMATION

Segmental information relates to the Group's business and activities, which the Group's management relied on as a basis for preparing its financial information, in line with the internal reporting methods. Transactions between segments are carried out on the same terms as transactions with other parties.

Assets, liabilities and operating activities of the segments include items directly related to a particular segment and items that can be allocated to different segments on a reasonable basis. Items that cannot be allocated between segments are classified under common assets and liabilities. The group sectors are as follows:

- Retail and wholesale trade, where the group does wholesale of stationery, wholesale of computers and their accessories, and other wholesale and retail sales.
- Inks sector, where the group sells computers, printers and their inks.
- Real estate and rent sector, where the group leases buildings for commercial and residential purposes.

The following is a summary of the financial sectoral information in Saudi riyals as at 30 June 2024 (unaudited), 31 March 2024 (audited) respectively, according to the nature of the activity:

	<b>Wholesale and retail sector</b>	<b>Inks sector</b>	<b>Real estate and rent sector</b>	<b>Total</b>
<b>As at 30 June 2024 (unaudited)</b>	<b>SAR</b>	<b>SAR</b>	<b>SAR</b>	<b>SAR</b>
Total current assets	<b>139,959,236</b>	<b>9,370,536</b>	-	<b>149,329,772</b>
Total non-current assets	<b>138,356,721</b>	<b>18,507</b>	<b>42,291,193</b>	<b>180,666,421</b>
<b>Total assets</b>	<b>278,315,957</b>	<b>9,389,043</b>	<b>42,291,193</b>	<b>329,996,193</b>
Total current liabilities	<b>77,868,389</b>	<b>727,391</b>	-	<b>78,595,780</b>
Total non-current liabilities	<b>10,649,620</b>	<b>560,172</b>	-	<b>11,209,792</b>
<b>Total liabilities</b>	<b>88,518,009</b>	<b>1,287,563</b>	-	<b>89,805,572</b>
	<b>Wholesale and retail sector</b>	<b>Inks sector</b>	<b>Real estate and rent sector</b>	<b>Total</b>
<b>As at 31 March 2024 (audited)</b>	<b>SAR</b>	<b>SAR</b>	<b>SAR</b>	<b>SAR</b>
Total current assets	127,686,533	8,571,834	-	136,258,367
Total non-current assets	141,063,771	19,402	41,710,534	182,793,707
<b>Total assets</b>	<b>268,750,304</b>	<b>8,591,236</b>	<b>41,710,534</b>	<b>319,052,074</b>
Total current liabilities	66,362,543	743,769	-	67,106,312
Total non-current liabilities	12,375,091	543,062	-	12,918,153
<b>Total liabilities</b>	<b>78,737,634</b>	<b>1,286,831</b>	-	<b>80,024,465</b>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)

FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)

14-SEGMENT INFORMATION (CONTINUED)

	Wholesale and retail sector	Inks sector	Real estate and rent sector	Total
<u>For the three-month period ended 30 June 2024 (unaudited)</u>	SAR	SAR	SAR	SAR
Sales, net	46,889,195	1,637,713	-	48,526,908
Cost of sales	32,661,056	1,381,107	-	34,042,163
Gross profit for the period	14,228,139	256,606	-	14,484,745
Rental revenue	-	-	1,230,645	1,230,645
Depreciation and amortization	837,509	894	102,321	940,724
Finance cost	947,212	-	-	947,212
Net profit for the period	781,024	106,066	1,071,538	1,958,628

Timing of reveue recognition:

	Wholesale and retail sector	Inks sector	Real estate and rent sector	Total
<u>For the three-month period ended 30 June 2024 (unaudited)</u>	SAR	SAR	SAR	SAR
Point in time	46,889,195	1,637,713	-	48,526,908
Over time	-	-	1,230,645	1,230,645
Total	46,889,195	1,637,713	1,230,645	49,757,553

	Wholesale and retail sector	Inks sector	Real estate and rent sector	Total
<u>For the three-month period ended 30 June 2023 (unaudited)</u>	SAR	SAR	SAR	SAR
Sales, net	48,855,396	1,033,219	-	49,888,615
Cost of sales	35,748,419	430,805	-	36,179,224
Gross profit for the period	13,106,977	602,414	-	13,709,391
Rental revenue	-	-	1,014,208	1,014,208
Depreciation and amortization	917,811	8,015	102,324	1,028,150
Finance cost	240,966	-	-	240,966
Net profit for the period	1,764,685	53,107	872,072	2,689,864

Timing of reveue recognition:

	Wholesale and retail sector	Inks sector	Real estate and rent sector	Total
<u>For the three-month period ended 30 June 2023 (unaudited)</u>	SAR	SAR	SAR	SAR
Point in time	48,855,396	1,033,219	-	49,888,615
Over time	-	-	1,014,208	1,014,208
Total	48,855,396	1,033,219	1,014,208	50,902,823

Revenue details:

<u>30 June 2024</u>	Retail outlets SAR	Wholesale sales SAR	Other sectors SAR	Total SAR
Sale of stationery and school supplies	6,049,863	40,839,332	-	46,889,195
Ink sales	-	1,637,713	-	1,637,713
Rental income	-	-	1,230,645	1,230,645
	6,049,863	42,477,045	1,230,645	49,757,553
<u>30 June 2023</u>	Retail outlets SAR	Wholesale sales SAR	Other sectors SAR	Total SAR
Sale of stationery and school supplies	7,590,815	41,264,580	-	48,855,395
Ink sales	-	1,033,220	-	1,033,220
Rental income	-	-	1,014,208	1,014,208
	7,590,815	42,297,800	1,014,208	50,902,823

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
(CONTINUED)**

**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

**15- LIQUIDITY RISKS**

Liquidity risk is the risk that the Group may will encounter difficulty in raising funds to meet commitments associated with financial instruments that the Group commits to in the interest of others.

To reduce the liquidity risk and associated losses that may affect the business of the Group. The Group maintains, wherever possible, sufficient highly liquid current assets in all business conditions. The Group also has a highly dynamic cash flow policy and a system by which it can estimate the maturity dates of its liabilities and develop appropriate plans to provide the required funds to meet these liabilities in a timely manner.

The following is the aging of liabilities as at 30 June 2024 (Unaudited):

	Net Book value SAR	3 months or less SAR	From 3 months to 1 year SAR	More than 1 year up to 10 years SAR	No specific maturity dates SAR	Total SAR
<b>Liabilities</b>						
Employees' benefits obligations	8,591,443	-	-	-	8,591,443	8,591,443
Lease liabilities	8,563,692	2,487,513	3,629,214	2,629,460	-	8,746,187
Murabaha contracts	44,094,245	26,218,000	17,876,245	-	-	44,094,245
Accounts payable	14,665,593	-	14,665,593	-	-	14,665,593
Accrued expenses and other credit balances	10,817,585	-	9,685,579	-	-	9,685,579
Zakat provision	3,073,014	3,073,014	-	-	-	3,073,014
<b>Total</b>	<b>89,805,572</b>	<b>31,778,527</b>	<b>45,856,631</b>	<b>2,629,460</b>	<b>8,591,443</b>	<b>88,856,061</b>

The following is the aging of liabilities as at 31 March 2024 (Audited):

	Net Book value SAR	3 months or less SAR	From 3 months to 1 year SAR	More than 1 year up to 10 years SAR	No specific maturity dates SAR	Total SAR
<b>Liabilities</b>						
Employees' benefits obligations	8,331,522	-	-	-	12,628,899	12,628,899
Lease liabilities	10,206,993	1,257,354	4,576,997	4,663,267	-	10,497,618
Murabaha contracts	28,384,788	17,166,788	11,218,000	-	-	28,384,788
Accounts payable	19,246,784	19,246,784	-	-	-	19,246,784
Accrued expenses and other credit balances	11,232,919	9,683,644	-	-	-	9,683,644
Zakat provision	2,621,459	2,621,459	-	-	-	2,621,459
<b>Total</b>	<b>80,024,465</b>	<b>49,976,029</b>	<b>15,794,997</b>	<b>4,663,267</b>	<b>12,628,899</b>	<b>83,063,192</b>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**(CONTINUED)**

**FOR THE THREE MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED)**

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**16- CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS**

- The Group has contingent liabilities arising from outstanding letters of guarantee and bank credits as at 30 June 2024 amounting to SAR 1,549,850 (31 March 2024 amounting to SAR 3,265,036) (Note 9).

The Group has capital commitments represented in projects under implementation in the works of preparing and installing decorations and equipment as at 30 June 2024 amounting to SAR 5,499,531 (31 March 2024: 5.6 million SAR).

**17- GENERAL**

The figures in these interim condensed consolidated financial statements are rounded to the nearest Saudi Riyals.

**18- SUBSEQUENT EVENTS**

On 24 July 2024, the Board of Directors of the Company approved the distribution of cash dividends to shareholders for the second half of the fiscal year ending 31 March 2024, at a rate of (0.50) fifty halalas per share, with a total value of 10 million Saudi riyals, pursuant to the authorization granted by the Ordinary General Assembly to the Board of Directors to distribute profits, issued pursuant to the Ordinary General Assembly meeting on 20 September 2023.

In the opinion of management, and with the exception of mentioned above, there were no other significant subsequent events after 30 June 2024, until the date of approval of the interim condensed consolidated financial statements, which may have a material impact on the interim condensed consolidated financial statements as of 30 June 2024.

**19- APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The interim condensed consolidated financial statements have been approved for issue by the Board of Directors of the Company on 2 Safar 1446 H corresponding to (6 August 2024).