

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE MONTHS AND NINE MONTHS PERIODS
ENDED 30 SEPTEMBER 2024**

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REVIEW
REPORT
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024**

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

To the shareholders
Saudi Arabian Refineries Company
(A Saudi Joint Stock Company)
Jeddah, Kingdom of Saudi Arabia

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Saudi Arabian Refineries Company a Saudi Joint Stock Company (the "Company") as at 30 September 2024, and the related statements of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and the related statements of changes in shareholders' equity and cash flows for the nine-month period then ended, and material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*" as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing 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 financial information is not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other Matter

The consolidated financial statements of the Company for the year ended 31 December 2023 and the interim financial information for the three-month and nine-month periods ended 30 September 2023 were audited and reviewed by another auditor who expressed an unmodified opinion on those statements on 17 March 2024 and an unmodified conclusion on that information on 5 November 2023, respectively.

Deloitte and Touche & Co.
Chartered Accountants



Tariq Bin Mohammed Al-Fattani
Certified Public Accountant
License No. 446
2 Jumada al Ula 1446
4 November 2024

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2024

(All amounts in Saudi Riyals unless otherwise stated)

	Notes	30 September 2023 (Unaudited)	31 December 2023 (Audited)
ASSETS			
Non-current assets			
Investments at FVTOCI	3	-	343,908,353
Investment in associates	4	51,852,511	49,610,116
Right-of-use assets		287,298	-
Property and equipment - net		24,896	37,830
Intangible assets - net		33,078	38,829
Total non-current assets		52,197,783	393,595,128
Current assets			
Investments at FVTPL	5	280,987,917	-
Prepaid expenses and other receivables	6	826,039	7,736,516
Cash and cash equivalents	7	54,255,394	39,882,410
Total current assets		336,069,350	47,618,926
TOTAL ASSETS		388,267,133	441,214,054
EQUITY AND LIABILITIES			
Equity			
Share capital	1	150,000,000	150,000,000
Statutory reserve		31,693,154	31,693,154
Reserve for investments at FVOCI	3	-	217,162,331
Retained earnings		198,250,712	35,155,847
Total equity		379,943,866	434,011,332
Non-current liabilities			
Employees' defined benefit liabilities		98,720	122,492
Lease liabilities		114,574	-
Total non-current liabilities		213,294	122,492
Current liabilities			
Accrued expenses and other liabilities	10	3,649,250	3,921,983
Dividends payable		2,232,630	2,279,917
Lease liabilities		156,764	
Zakat provision	11	2,071,329	878,330
Total current liabilities		8,109,973	7,080,230
Total liabilities		8,323,267	7,202,722
TOTAL EQUITY AND LIABILITIES		388,267,133	441,214,054



Finance Manager
Yacub Zuhier Alnazer



Chief Executive Officer
Dr. Abdulrahman Ahmed
AlMufarreah



Chairman of the Board
Dr. Obaid Saad AlSubaie

The accompanying notes from 1 to 15 form an integral part of these interim condensed financial statements

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

**INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024**
(All amounts in Saudi Riyals unless otherwise stated)

	Notes	For three months period ended 30 September		For Nine months period ended 30 September	
		2024	2023	2024	2023
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
Dividends income		8,227,307	7,659,152	8,347,276	7,745,479
Share of results of investment in associates	4	1,866,810	(302,725)	2,242,395	(400,440)
Realised losses from Investments at FVTPL	5	(2,418,710)	-	(2,418,710)	-
Unrealised losses from Investments at FVTPL	5	(16,585,890)	-	(16,585,890)	-
		(8,910,483)	7,356,427	(8,414,929)	7,345,039
General and administrative expenses		(4,039,208)	(1,448,089)	(6,755,251)	(3,285,765)
(Loss) / profit from activities for the period		(12,949,691)	5,908,338	(15,170,180)	4,059,274
Finance cost on lease		(5,612)		(13,445)	-
Other income		75,375	75,375	249,390	234,961
Net (loss) / profit for the period before zakat		(12,879,928)	5,983,713	(14,934,235)	4,294,235
Zakat expense	11	(1,511,844)	(1,583,467)	(2,071,329)	(1,626,812)
Net (loss) / profit for the period		(14,391,772)	4,400,246	(17,005,564)	2,667,423
Other comprehensive income					
Other comprehensive income that will not be reclassified to profit or loss in subsequently period:					
Changes in the fair value of investments at FVTOCI		(21,583,182)	(42,644,611)	(37,061,902)	26,470,092
TOTAL COMPREHENSIVE (LOSS)/ INCOME FOR THE PERIOD		(35,974,954)	(38,244,365)	(54,067,466)	29,137,515
Basic and diluted (loss) / profit per share for the period	12	(0.96)	0.29	(1.13)	0.18



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SAUDI ARABIAN REFINERIES COMPANY
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**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024**

(All amounts in Saudi Riyals unless otherwise stated)

	Share Capital SR	Statutory reserve SR	Retained Earnings SR	Reserve for valuation of investments at FVOCI	Total SR
Balance at 1 January 2023 (audited)	150,000,000	30,922,990	43,238,857	214,659,006	438,820,853
Net profit for the period	-	-	2,667,423	-	2,667,423
Other comprehensive income for the period	-	-	-	26,470,092	26,470,092
Total comprehensive income for the period	-	-	2,667,423	26,470,092	29,137,515
Dividends (Note 9)	-	-	(15,000,000)	-	(15,000,000)
Balance as at 30 September 2023 (unaudited)	<u>150,000,000</u>	<u>30,922,990</u>	<u>30,906,280</u>	<u>241,129,098</u>	<u>452,958,368</u>
Balance as at 1 January 2024 (audited)	150,000,000	31,693,154	35,155,847	217,162,331	434,011,332
Net loss for the period	-	-	(17,005,564)	-	(17,005,564)
Other comprehensive loss for the period	-	-	-	(37,061,902)	(37,061,902)
Total comprehensive loss for the period	-	-	(17,005,564)	(37,061,902)	(54,067,466)
Transfer of fair value reserve on disposal of equity instruments designated at FVTOCI (note3)	-	-	180,100,429	(180,100,429)	-
Balance as at 30 September 2024 (unaudited)	<u>150,000,000</u>	<u>31,693,154</u>	<u>198,250,712</u>	<u>-</u>	<u>379,943,866</u>



Financial Manager
Yacub Zuhier Alnazer



Chief Executive Officer
Dr. Abdulrahman Ahmed
AlMufarreh

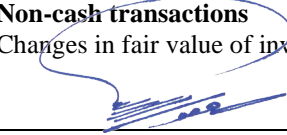
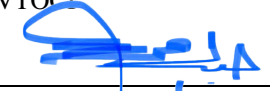
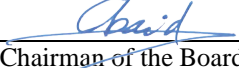


Chairman of the Board
Dr. Obaid Saad AlSubaie

The accompanying noted from 1 to 15 form an integral part of these interim condensed financial statements

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CASH FLOWS STATEMENT
FOR NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2024
(All amounts in Saudi Riyals unless otherwise stated)

		For the nine-month period ended 30 September	
		2024	2023
		(Unaudited)	(Unaudited)
		SR	SR
Notes			
CASH FLOWS FROM OPERATING ACTIVITIES			
	(Loss) / profit for the period before Zakat	(14,934,235)	4,294,235
Adjustments for:			
	Depreciation of property and equipment	17,440	18,774
	Amortisation of intangible assets	14,997	13,651
	Depreciation of right-of-use assets	69,349	-
	Finance cost on lease	13,445	-
	Employees' benefit obligations	71,416	53,059
	Provision for expected credit losses	-	(304,570)
4	Share of results of associates	(2,242,395)	400,440
	Realised losses from Investments at FVTPL	2,418,710	-
	Unrealised losses from Investments at FVTPL	16,585,890	-
Change in operating assets and liabilities:			
	Dividends payable	(47,287)	(544,075)
	Accruals and other current liabilities	(272,733)	(527,582)
	Prepaid expense and other receivable balances	6,910,477	324,068
	Cash flows generated from operations	8,605,074	3,728,000
	Employees benefits paid	(95,188)	-
11	Zakat paid	(878,330)	(1,407,342)
	Net cash generated from operating activities	7,631,556	2,320,658
CASH FLOWS FROM INVESTING ACTIVITIES			
	Additions to property and equipment and intangible assets	(13,752)	(14,484)
5	Purchase of investments at FVTPL	(323,386,763)	-
5	Proceeds from sale of investments at FVTPL	23,394,246	-
3	Proceeds from sale of investments at FVTOCI	306,846,451	-
	Net cash generated from/(used in) investing activities	6,840,182	(14,484)
CASH FLOW FROM FINANCING ACTIVITIES			
9	Dividends paid	-	(15,000,000)
	Repayment of principal portion of lease liabilities	(98,754)	-
	Net cash used in financing activities	(98,754)	(15,000,000)
	Increase / (Decrease) in cash and cash equivalents	14,372,984	(12,693,826)
	Cash and cash equivalents at the beginning of the period	39,882,410	54,005,474
	CASH AND CASH EQUIVALENTS 30 SEPTEMBER	54,255,394	41,311,648
Non-cash transactions			
	Changes in fair value of investments FVTOCI	(37,061,902)	26,470,092
 Financial Manager Yacub Zuhier Alnazer		 Chief Executive Officer Dr. Abdulrahman Ahmed AlMufarreh	
		 Chairman of the Board Dr. Obaid Saad AlSubaie	

The accompanying noted from 1 to 15 form an integral part of these interim condensed financial statements

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024
(All amounts in Saudi Riyals unless otherwise stated)

1. CORPORATE INFORMATION

Saudi Arabian Refineries Company (“the company”) is a Saudi joint stock company registered under the commercial registration issued at Jeddah with the number 4030003334 dated 14 September 1960 (corresponding to 19 Dhul – Hijjah 1379 H).

As at 30 September 2024, the Company’s share capital amounted to SAR 150 million (30 September 2023: SR 150 million) divided into 15 million shares (30 September 2023: 15 million shares) with a nominal value of SR 10 per share.

The Company’s activities as per the commercial registration are extracting crude oil, establishing refining and petrochemical plant and refineries, dealing in securities as principal, buying and selling land and real estate, dividing them and selling activities off-plan, managing and leasing owned or leased properties (non-residential). However, the present activity of the company is investing in local companies, and therefore its activity is limited to the investments sector, and it has no other business sectors.

The Company has established Al-Sadu Investments company (a limited liability company owned 100%) with a capital of SR. 5 million and CR. No. 4030475999 dated 19 June 2022 (corresponding to Dhu al-Qa’dah 20, 1443 H) registered in Jeddah. The company has not started its activities yet, and its capital has not been paid to date. On 31 July 2024, the board of directors voted to dissolve the Al-Sadu Investments company. During the third quarter, the management cancelled the commercial registration and deregistered from Zakat, Tax and Customs Authority for Al-Sadu Investments company.

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

Basis of preparation

The accompanying interim condensed financial statements have been prepared in accordance with International Accounting Standard IAS 34 “Interim Financial Reporting” as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organisation for Certified Professional Accountants (SOCPA).

These interim condensed financial statements do not include all the information and disclosures required for a complete set of annual financial statements and should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 December 2023. In addition, results for the nine-month period ended 30 September 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

These interim condensed financial statements have been prepared under the historical cost basis using the accrual basis of accounting and going concern concept except for the employee defined benefit liability which has been measured based on actuarial present value calculations, investments in equity instruments at fair value through other comprehensive income, which are measured at fair value, and investments in associate using the equity method.

These interim condensed financial statements of the Company have been presented in Saudi Arabian Riyal (SR), which is the functional and presentation currency.

Accounting policies

The accounting policies adopted in preparation of these interim condensed financial statements are consistent with those followed in the preparation of the company financial statements for the year ended 31 December 2023.

SAUDI ARABIAN REFINERIES COMPANY
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024 (Continued)
(All amounts in Saudi Riyals unless otherwise stated)

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

New and amended standards adopted by the Company

The following standards and interpretations apply for the first time to financial reporting periods commencing on or after 1 January 2024:

- Amendments to IAS 7 and IFRS 7: Supplier Finance Arrangements.
- Amendments to IAS 1: Non-current Liabilities with Covenants.
- Amendments to IFRS 16: Lease Liability in a Sale and Leaseback.

The management does not expect that the adoption of the above-listed standards will have a material impact on the interim condensed financial statements of the company in future periods.

Critical accounting judgements and key sources of estimation and uncertainty

The significant judgements made by management in applying the company's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements audited. Management believes that other than the certain actuarial assumptions for valuation of present value of defined benefit obligations, all other sources of estimation uncertainty remain similar to those disclosed in the annual consolidated financial statements. Management will continue to monitor the situation and any changes required will be reflected in future reporting periods.

3. INVESTMENTS AT FVTOCI

Investments at FVTOCI represent investments in traded equity instruments as follows:

Company Name	Market value per share		Number of shares		Balance as at	
	30	31	30	31	30	31
	September 2024	December 2023	September 2024	December 2023	September 2024	December 2023
Saudi Industrial Investment Group	-	22.20	-	15,194,480	-	337,317,456
Saudi Arabian Oil Company (Saudi Aramco)	-	33.00	-	42,931	-	1,416,723
Southern Region Cement Company	-	42.55	-	120,666	-	5,134,339
Aqua Power Co.	-	257.00	-	155	-	39,835
					-	343,908,353

During the period the Company sold all its shares held at FVTOCI for an amount of SR 306,846,451 and entered into a new investment in portfolio (refer note 5).

The movement in the valuation reserve on investments at FVTOCI is as follow:

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Balance at the beginning of the period / year	217,162,331	214,659,006
Unrealised (losses)/gains during the period / year	(37,061,902)	2,503,325
Transfer of fair value reserve on disposal of equity instruments designated at FVTOCI during the period / year	(180,100,429)	-
	-	217,162,331

SAUDI ARABIAN REFINERIES COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024 (Continued)
(All amounts in Saudi Riyals unless otherwise stated)

4. INVESTMENTS IN ASSOCIATES

Details of the investments in associates are as follows:

Name of the company	Main business sector	Country of incorporation	Shareholding %	As at 30 September 2024	As at 31 December 2023
A) Arab Company for Tanks Ltd.	Services	Kingdom of Saudi Arabia	27%		
Balance at beginning of the period / year				49,610,116	49,352,494
Share of results for the period / year				2,242,395	236,855
Share of other comprehensive income for the period / year				-	20,767
Balance at the end of the period / year				51,852,511	49,610,116
B) Arab Company for Sulfonate Ltd.	Industrial	Kingdom of Saudi Arabia	34%		
Balance at beginning of the period / year				-	363,006
Provision for impairment				-	(363,006)
Balance at the end of the period / year				-	-

4.1 During 2016 the Company filed a lawsuit against the management of the Arab Sulfonate Company Ltd. to claim compensation as accumulated losses exceeded half of the share capital as a result of mismanagement of the Arab Sulfonate Company Ltd. management.

In 2018 the Administrative Court in Jeddah resolved to liquidate the Arab Sulfonate Company Ltd. upon the request of a shareholder. Although a liquidator was appointed by the court, no financial statements were issued from 2018 to date. The company has recorded full provision against its investment in the associate.

The company's share from the results of the business of associates for the period ending in 30 September is as follows:

	For the three-month period ended in 30 September		For the nine-month period ended in 30 September	
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Arab Company for Tanks Ltd	1,866,810	(302,725)	2,242,395	(400,440)

SAUDI ARABIAN REFINERIES COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024 (Continued)
(All amounts in Saudi Riyals unless otherwise stated)

5. INVESTMENTS AT FVTPL

The movement of the Investments at FVTPL in traded equity instruments for period is as follows:

	investment in portfolio *	Investment in Fund **	Total
Balance at beginning of the period	-	-	-
Additions	322,386,763	1,000,000	323,386,763
Disposals	(23,394,246)	-	(23,394,246)
Unrealised losses	(16,589,463)	3,573	(16,585,890)
Realised losses	(2,418,710)	-	(2,418,710)
Balance at the end of the period	279,984,344	1,003,573	280,987,917

*This represents an investment in a discretionary portfolio managed by a portfolio manager in shares listed on the Saudi stock exchange market.

**This represents an investment in a distribution Fund investing in listed shares on the Saudi stock exchange market. The fair value is derived by the unit Net Asset Value as announced by the Fund's manager.

6. PREPAID EXPENSES AND OTHER RECEIVABLES

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Prepaid expenses	362,659	134,269
Dividends receivable	333,530	7,597,240
Due from a related party (note 8)	75,375	-
Other receivables	54,475	5,007
	826,039	7,736,516

7. CASH AND CASH EQUIVLENTS

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Cash and cash equivalents	54,255,394	39,882,410
	54,255,394	39,882,410

Cash and cash equivalents include and amount of SR 43.9 million (2023: SR 28 million) maintained under Company's investment portfolio account and an amount of SR 2.1 million (2023: 2.2 million) kept in separate accounts for dividends payable.

SAUDI ARABIAN REFINERIES COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024 (Continued)
(All amounts in Saudi Riyals unless otherwise stated)

8. TRANSACTIONS WITH RELATED PARTIES

During the period, the company mainly transacted with the following related parties:

Related parties and relationship	Nature of transactions	For nine-months period ended 30 September (Unaudited)	
		2024	2023
Arab Company for Tanks Ltd. (Associate)	Administrative services fees	226,125	226,125

Due from a related party is as follows:

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Arab Company for Sulfonate Limited	2,639,014	2,639,014
Less : Provision for expected credit losses	(2,639,014)	(2,639,014)
	-	-

Prepaid expenses and other assets – due from a related party

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Arab Company for Tanks Ltd	75,375	-

Transactions with the key management personnel:

The key management personnel compensation comprised the following:

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Remuneration of key management personnel	1,025,000	328,000
Remuneration and allowances of Board of directors and its sub committees	2,015,750	1,518,639
Other long-term benefits	33,611	13,749
	3,074,361	1,860,388

9. DIVIDENDS PAYABLE

In the general assembly held on 22 June 2023 the shareholders approved the Board of Directors recommendation to distribute cash dividend for the fiscal year 2022 amounting to SR 15,000,000, the dividends were distributed on 17 July 2023 to the shareholders who own the shares at the end of trading on 22 June 2023.

SAUDI ARABIAN REFINERIES COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024 (Continued)
(All amounts in Saudi Riyals unless otherwise stated)

10. ACCRUED EXPENSES AND OTHER LIABILITIES

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Accrued expenses	1,258,850	571,344
Board of Directors' and its committees' remunerations	2,015,750	1,518,639
Provision for legal case*	374,650	1,832,000
	<u>3,649,250</u>	<u>3,921,983</u>

*During 2023, a lawsuit against the Company was filed by a former employee for unpaid employment contractual rights amounting to SR 1,832,000 in which the ruling was issued in favor of the plaintiff and the amount was paid accordingly. The previous employee also claimed lawyer fees reimbursement amounting to SR 646,271. The court issued a ruling on 13 May 2024 with an amount of SR 187,325 which was appealed by the plaintiff. Based on their best estimate the management of the Company recorded a provision of SR 374,650.

11. ZAKAT

	30 September 2024 (Unaudited) SR	31 December 2023 (Audited) SR
Balance at beginning of the period / year	878,330	1,437,887
Provision for the period / year	2,071,329	1,677,461
Payments during the period / year	(878,330)	(2,237,018)
	<u>2,071,329</u>	<u>878,330</u>

The company has submitted its zakat returns up to 31 December 2023 and settled zakat as per the returns and obtained the required certificates. The Zakat, Tax and Customs Authority "ZATCA" has finalised zakat assessments for all years until 31 December 2022 and the assessment for year 2023 is under review by ZATCA.

12. BASIC AND DILUTED EARNINGS PER SHARE FROM NET (LOSS) / INCOME FOR THE PERIOD

Basic and diluted earnings per share for the periods ended 30 September 2024 and 2023 are calculated by dividing the net income for the period attributable to the equity holders of the Company by 15 million shares. The diluted earnings per share is the same as the basic earnings per share.

SAUDI ARABIAN REFINERIES COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS AND NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2024 (Continued)
(All amounts in Saudi Riyals unless otherwise stated)

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

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, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability,

The table below shows the carrying values and fair values of financial assets and liabilities, including their levels in the fair value hierarchy, and does not include fair value information for financial assets and financial liabilities that are not measured at fair value if the carrying amount approximates fair value.

	Level 1	Level 2	Level 3	Total
As on 30 September 2024 (unaudited)				
Investments at FVTPL	279,984,344	1,003,573	-	280,987,917
As on 31 December 2023 (Audited)				
Investments at FVTOCI	343,908,353	-	-	343,908,353

14. SUBSEQUENT EVENTS

On 6 October 2024, the company agreed to extend the non-binding memorandum of understanding (MoU) signed on 6 July 2024 with the same terms and conditions related to the full acquisitions of German Saudi Industrial Company and Golden Compass Mining Services Company for three months from the date of expiry. This event has no impact on the interim condensed financial statement for the period ended 30 September 2024.

15. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements for the nine months period ended 30 September 2024, were approved for issuance by the Board of Directors on 30 October 2024 (corresponding to 27 Rabi'al-Thani 1446H).