

AL JABR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REVIEW EPORT
FOR THE THREE-MONTHS PERIOD ENDED
31 MARCH 2025

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2025

INDEX	PAGE
Independent auditor's report on review of condensed interim financial statements	1 - 2
Condensed statement of financial position	3
Condensed statement of profit or loss and other comprehensive Income	4
Condensed statement of changes in shareholders' equity	5
Condensed statement of cash flows	6
Notes to the condensed interim financial statements	7 - 17



KPMG Professional Services Company

16th Floor, Al Barghash Tower
6189 Prince Turki Road, Al Corniche
P.O. Box 4803
Al Khobar, 34412 - 3146
Kingdom of Saudi Arabia
Commercial Registration No 2051062328

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

الطابق ١٦، برج البرغاش
٦١٨٩ طريق الأمير تركي، الكورنيش
ص.ب ٤٨٠٣
الخبير ٣١٤٦ - ٣٤٤١٢
المملكة العربية السعودية
سجل تجاري رقم ٢٠٥١٠٦٢٣٢٨

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed interim financial statements

To the Shareholders of Al Jabr Financing Company (A Saudi Closed Joint Stock Company)

Introduction

We have reviewed the accompanying 31 March 2025 condensed interim financial statements of **Al Jabr Financing Company** ("the Company"), which comprise:

- the condensed statement of financial position as at 31 March 2025;
- the condensed statement of profit or loss and other comprehensive income for the three-months period ended 31 March 2025;
- the condensed statement of changes in equity for the three-months period ended 31 March 2025;
- the condensed statement of cash flows for the three-months period ended 31 March 2025; and
- the notes to the condensed interim financial statements.

Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

We conducted our review in accordance with the 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 condensed 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 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.

KPMG Professional Services Company, a professional closed joint stock company registered in the Kingdom of Saudi Arabia with a paid-up capital of SAR110,000,000 and a non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. Commercial Registration of the headquarters in Riyadh is 1010425494.

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية، مسجلة في المملكة العربية السعودية، رأس مالها (١١٠,٠٠٠,٠٠٠) ريال سعودي مغفوع بالكامل، وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المستقلة التابعة لـ كي بي إم جي العالمية المحدودة، شركة انجليزية محدودة بضمان. رقم السجل التجاري للمركز الرئيسي في الرياض هو ١٠١٠٤٢٥٤٩٤.



Independent auditor's report on review of condensed interim financial statements

To the Shareholders of Al Jabr Financing Company (A Saudi Closed Joint Stock Company) (continued)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 31 March 2025 condensed interim financial statements of **Al Jabr Financing Company** ("the Company") are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services

Mohammed Najeeb Alkhelaiwi
License No: 481

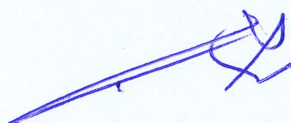


Al Khobar, 30 April 2025
Corresponding to: 2 Dhul Qadah 1446H

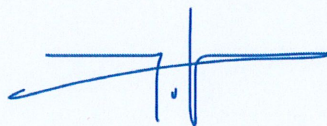
AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025
(Expressed in Saudi Riyals)

	Note	31 March 2025 Un-audited	31 December 2024 Audited
ASSETS			
Cash and cash equivalents		43,193,907	19,229,499
Net investment in Islamic financing contracts	5	1,344,377,718	1,304,089,061
Due from a related party	6	2,617,307	1,178,246
Prepayment and other receivables	7	32,684,962	25,438,198
Right-of-use assets	8	726,438	1,224,139
Investment in equity instruments carried at FVOCI		892,850	892,850
Property and equipment		4,798,656	5,249,837
Intangible assets		2,114,187	2,114,187
TOTAL ASSETS		1,431,406,025	1,359,416,017
LIABILITIES AND EQUITY			
LIABILITIES			
Islamic financing	10	630,321,217	625,513,279
Due to related parties	6	251,492	-
Accounts payable and other liabilities	11	210,667,926	152,527,352
Lease liabilities	9	467,033	465,137
Zakat provision	12	8,829,168	7,119,168
Employees' defined benefit obligations		7,829,485	7,516,243
TOTAL LIABILITIES		858,366,321	793,141,179
EQUITY			
Share capital	13	345,000,000	345,000,000
Statutory reserve		29,977,569	29,977,569
Actuarial reserve on employees' defined benefit obligations		(448,784)	(448,784)
Retained earnings		198,510,919	191,746,053
TOTAL EQUITY		573,039,704	566,274,838
TOTAL LIABILITIES AND EQUITY		1,431,406,025	1,359,416,017

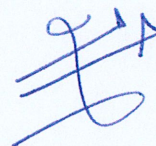
These condensed interim financial statements were approved by the Board of Directors and have been signed on their behalf by:



Maher Abdullatif Al-Jabr
Chairman



Mohammad Alshaya
Chief Executive Officer



Mohammad Albawshal
Chief Financial Officer (Acting)

The accompanying notes from 1 to 20 appearing on pages 7 to 17 form an integral part of these condensed interim financial statements.

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME
FOR THE THREE-MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

	Note	For the three months period ended	
		31 March 2025	31 March 2024
		Un-audited	Un-audited
Revenue	15	51,176,144	38,375,850
<u>Expenses</u>			
Allowance for expected credit losses		(19,973,350)	(7,288,470)
General and administrative expenses		(15,564,459)	(14,583,483)
Finance cost	16	(10,454,408)	(8,001,339)
Selling and marketing expenses		(1,422,561)	(1,871,372)
Insurance cost		(990,846)	(1,923,430)
		(48,405,624)	(33,668,094)
Government grant		623,775	1,240,739
Other income		5,080,571	5,538,054
Profit before Zakat		8,474,866	11,486,549
Zakat expenses		(1,710,000)	(1,951,291)
Profit for the period		6,764,866	9,535,258
Other comprehensive income		-	-
Total comprehensive income for the period		6,764,866	9,535,258
Earnings per share (Basic and diluted)	17	0.020	0.028

The accompanying notes from 1 to 20 appearing on pages 7 to 17 form an integral part of these condensed interim financial statements.

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025

(Expressed in Saudi Riyals)

	Share capital	Statutory reserve	Retained earnings	Actuarial reserve on employees' defined benefit obligations	Total
Balance as at 1 January 2024 (Audited)	345,000,000	26,475,682	169,519,074	(189,500)	540,805,256
Profit for the period (Un-audited)	-	-	9,535,258	-	9,535,258
Other comprehensive income (Un-audited)	-	-	-	-	-
Total comprehensive profit for the period (Un-audited)	-	-	9,535,258	-	9,535,258
Balance as at 31 March 2024 (Un-audited)	345,000,000	26,475,682	179,054,332	(189,500)	550,340,514
Balance as at 1 January 2025 (Audited)	345,000,000	29,977,569	191,746,053	(448,784)	566,274,838
Profit for the period (Un-audited)	-	-	6,764,866	-	6,764,866
Other comprehensive income (Un-audited)	-	-	-	-	-
Total comprehensive profit for the period (Un-audited)	-	-	6,764,866	-	6,764,866
Balance as at 31 March 2025 (Un-audited)	345,000,000	29,977,569	198,510,919	(448,784)	573,039,704

The accompanying notes from 1 to 20 appearing on pages 7 to 17 form an integral part of these condensed interim financial statements.

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

	Notes	For the three months period ended	
		31 March 2025	31 March 2024
		Un-audited	Un-audited
OPERATING ACTIVITIES:			
Income before zakat		8,474,866	11,486,549
Adjustments for:			
Depreciation on property and equipment		536,800	651,567
Provision for Employees' defined benefit obligations		408,364	373,500
Allowance for expected credit losses	5	19,973,350	7,288,470
Finance charges	16	10,454,408	8,001,339
Amortisation of right of use assets		497,701	491,903
Government grant		(623,775)	-
		<u>39,721,714</u>	<u>28,293,328</u>
Changes in operating assets and liabilities:			
Net investment in Islamic financing contracts		(60,262,007)	(79,950,616)
Due from related party		(1,439,061)	(334,010)
Prepayment and other receivables		(7,246,764)	(18,045,277)
Due to related party		251,492	2,519,948
Accounts payable and other liabilities		57,847,418	26,717,576
Finance charges paid		(8,571,991)	(6,573,190)
Employees' benefit defined obligations paid		(95,122)	(77,324)
Net cash used in operating activities		<u>20,205,679</u>	<u>(47,449,565)</u>
INVESTING ACTIVITIES:			
Addition to property and equipment		(85,617)	(158,851)
Net cash used in investing activities		<u>(85,617)</u>	<u>(158,851)</u>
FINANCING ACTIVITIES:			
Islamic financing, net	10	3,844,346	47,573,078
Net cash generated from financing activities		<u>3,844,346</u>	<u>47,573,078</u>
Net change in cash and cash equivalents		<u>23,964,408</u>	<u>(35,338)</u>
Cash and cash equivalents at the beginning of the year		19,229,499	12,389,338
Cash and cash equivalents at the end of the period		<u>43,193,907</u>	<u>12,354,000</u>
<u>Non-Cash Transactions</u>			
Government grant recognised		916,929	-
Additions under lease		-	387,618

The accompanying notes from 1 to 20 appearing on pages 7 to 17 form an integral part of these condensed interim financial statements.

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

1. Legal Status and Activity

Al Jabr Financing Company (“the Company”) is a Saudi Closed Joint Stock Company registered in the Kingdom of Saudi Arabia under Commercial Registration No. 2050097254 issued in Dammam on Rabi Al Awwal 21, 1436H (corresponding to January 12, 2015).

The Saudi Central Bank – (SAMA) (Saudi Arabian Monetary Authority – previously) granted approval in its letter No. 351000150191 dated Dhul Hijjah 18, 1435H (corresponding to October 12, 2014) and through the issuance of Ministerial Decision No. 394/S dated Rabi Al-Awwal 21, 1436H (corresponding to January 12, 2015) approving the conversion of “Al Jabr Company for Installment” from a limited liability Company to a closed joint stock Company and to amend its name to become “Al Jabr Financing Company” while maintaining the same commercial registration number of the Company prior to the conversion.

The principal activity of the company is financing of production assets, financing the activity of small and medium enterprises, Islamic finance lease and consumer finance in the Kingdom of Saudi Arabia under the license number 42/Ash/201512 dated Rabi Al Awwal 03, 1437H (corresponding to December 14, 2015) granted by Saudi Central Bank (SAMA).

These financial statements include of the activities of the following branches:

<u>Branch</u>	<u>C.R. No.</u>
Al Jabr Financing Company - Jeddah	4030443065
Al Jabr Financing Company – Riyadh	1010861762
Al Jabr Financing Company – Abha	5850143859

The Company’s Head Office is located at the following address:

Al Jabr Financing Company - Dammam, Kingdom of Saudi Arabia.

2. Basis of Preparation

2.1 Statement of compliance

These condensed interim financial statements (“Interim Financial Statements”) have been prepared in accordance with IAS 34 “Interim Financial Reporting” that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are issued by Saudi Organization for Chartered and Professional Accountants (“SOCPA”), and should be read in conjunction with the Company’s last annual financial statements as at and for the year ended 31 December 2024 (“Last Annual Financial Statements”). These condensed interim financial statements do not include all of the information required for a complete set of IFRS financial statements; however, changes in accounting policies and selected explanatory notes (if any) are included to explain events and transactions that are significant to an understanding of the changes in the Company’s financial position and performance since the last annual financial statements.

2.2 Basis of measurement

These condensed financial statements are prepared on a going concern basis under the historical cost convention on the accrual basis of accounting except for investment in equity instruments carried at fair value through other comprehensive income (FVOCI) which is measured at fair value and employees’ end of service benefits which is measured at projected unit credit method.

2.3 Basis of presentation

The Company’s condensed interim statement of financial position is presented in order of their liquidity instead of the current / non-current classification. As per the current/ non -current classification the following balances would generally be classified as current: cash and cash equivalents, prepayments and other receivables, due to related parties, accounts payables and other liabilities and Zakat provision. The following balances would generally be classified as non-current: Property and equipment, intangible assets, Investment in equity instruments carried at FVOCI and employees’ defined benefit obligation. The balances which are mixed in nature, i.e. include both current and non- current portions, include net investment in Islamic financing contracts, right of use assets, lease liabilities, and Islamic financing.

2. Basis of Preparation (continued)

2.4 Significant accounting estimates, assumptions and judgments

The preparation of condensed financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that effect the application of policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3. New Standards or Amendments and Forthcoming Requirements

i) New and revised standards with no material effect on the financial statements

There are certain new standards or amendments to existing standards which are effective from 1 January 2025, however, they do not have an impact or are applicable with respect to the Company's condensed interim financial statements for the three-month period ended 31 March 2025.

ii) Accounting standards issued but not yet effective

Certain new accounting standards, amendments to standards and interpretations have been published by the International Accounting Standards Board ("IASB") that are not mandatory for 31 March 2025 reporting period and have not been early adopted by the Company. These standards are not expected to have a material impact on the Company in the current or future reporting periods.

4. Accounting policies

The accounting policies used in the preparation of the condensed interim financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2024.

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FIANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

5. Net investment in Islamic financing contracts

Investment in Islamic financing contracts comprised of investment in Ijara, Murabaha and Tawarruq contracts as mentioned below:

	Ijara		Murabaha		Tawarruq		Total	
	31 March 2025	31 December 2024	31 March 2025	31 December 2024	31 March 2025	31 December 2024	31 March 2025	31 December 2024
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
Contracts receivables, gross	1,037,727,305	921,845,815	144,883,539	163,436,538	732,110,498	752,337,476	1,914,721,342	1,837,619,829
Unearned finance income	(177,394,258)	(149,345,004)	(19,456,967)	(23,569,707)	(241,567,366)	(252,819,533)	(438,418,591)	(425,734,244)
Deferred insurance	(64,647,389)	(49,765,402)	-	-	-	-	(64,647,389)	(49,765,402)
	795,685,658	722,735,409	125,426,572	139,866,831	490,543,132	499,517,943	1,411,655,362	1,362,120,183
Allowance for expected credit losses	(5,856,874)	(4,380,184)	(421,435)	(452,466)	(60,999,335)	(53,198,472)	(67,277,644)	(58,031,122)
Contracts receivables, net	789,828,784	718,355,225	125,005,137	139,414,365	429,543,797	446,319,471	1,344,377,718	1,304,089,061
Current portion	283,745,191	271,018,021	78,782,653	72,130,424	127,955,131	111,256,122	490,482,975	454,404,567
Non-current portion	511,940,467	451,717,388	46,643,919	67,736,407	362,588,001	388,261,821	921,172,387	907,715,616
Allowance for expected credit losses	(5,856,874)	(4,380,184)	(421,435)	(452,466)	(60,999,335)	(53,198,472)	(67,277,644)	(58,031,122)
	789,828,784	718,355,225	125,005,137	139,414,365	429,543,797	446,319,471	1,344,377,718	1,304,089,061

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

5. Net investment in Islamic financing contracts (continued)

5.1 The maturity of investment in Islamic financing contracts are as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Year 1	708,526,785	649,615,540
Year 2	460,358,355	458,044,750
Year 3	328,334,355	323,950,584
Year 4	224,297,747	218,546,671
Year 5 onwards	193,204,100	187,462,284
Gross investment in Islamic financing contracts	1,914,721,342	1,837,619,829
Less: unearned revenues	(503,065,980)	(475,499,646)
Net investment in Islamic financing contracts	1,411,655,362	1,362,120,183

5.2 Movement in allowance for credit losses during the period is as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Opening balance	58,031,122	33,368,490
Provision written off	(10,726,828)	(32,135,167)
Allowance for the period/ year	19,973,350	56,797,799
	67,277,644	58,031,122

5.3 The Company in ordinary course of its business, holds collateral in respect of the Islamic financing contracts (being the title of assets leased out) in order to mitigate the credit risk associated with them. These collaterals are not readily convertible into cash and are intended to be repossessed and disposed of in case the customer defaults.

5.4 The ageing analysis of net investment in Islamic financing contracts is as under:

	31 March 2025	31 December 2024
	Un-audited	Audited
Not past due	1,028,101,313	1,054,097,407
Past due 1 - 30 days	114,608,865	121,361,536
Past due 31 - 90 days	150,053,216	74,105,162
Past due 91 - 180 days	46,901,427	46,769,725
Past due 180 - 365 days	59,048,250	52,304,015
Past due over 1 year	12,942,291	13,482,338
	1,411,655,362	1,362,120,183
Less: impairment for expected credit loss	(67,277,644)	(58,031,122)
Net of impairment	1,344,377,718	1,304,089,061
Total portfolio coverage ratio	4.8%	4.3%

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

5. Net investment in Islamic financing contracts (continued)

5.5 The movement in Allowance for expected credit loss for investment in Islamic financing contracts is as follows:

31 March 2025 (Un-audited)				
	Stage 1	Stage 2	Stage 3	Total
1 January 2025	2,109,737	2,560,409	53,360,976	58,031,122
Transfer from stage 1	(174,694)	152,130	22,564	-
Transfer from stage 2	259,277	(1,655,723)	1,396,446	-
Transfer from stage 3	240,442	449,713	(690,155)	-
Financial assets – settled during the period	(52,822)	(65,541)	(2,951,516)	(3,069,879)
Financial assets – originated during the period	278,500	524,993	39,432	842,925
Net re-measurement of loss allowance	(574,572)	2,719,397	20,055,479	22,200,304
	(23,869)	2,124,969	17,872,250	19,973,350
Write-off during the period	-	-	(10,726,828)	(10,726,828)
31 March 2025	2,085,868	4,685,378	60,506,398	67,277,644

31 December 2024 (Audited)				
	Stage 1	Stage 2	Stage 3	Total
1 January 2024	1,739,781	2,186,798	29,441,911	33,368,490
Transfer from stage 1	(181,473)	56,238	125,235	-
Transfer from stage 2	852,229	(1,426,298)	574,069	-
Transfer from stage 3	2,302,153	342,263	(2,644,416)	-
Financial assets – settled during the year	(282,535)	(619,622)	(22,001,268)	(22,903,425)
Financial assets – originated during the year	1,221,441	1,807,804	26,142,607	29,171,852
Net re-measurement of loss allowance	(3,541,859)	213,225	53,858,004	50,529,370
	369,956	373,610	56,054,231	56,797,797
Write-off during the year	-	-	(32,135,167)	(32,135,167)
31 December 2024	2,109,737	2,560,409	53,360,976	58,031,122

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

6. Related party balances and transactions

Related parties represent shareholders, directors and key management personnel of the Company, and entities controlled or significantly influenced by such parties. In the normal course of business, the Company buys and pays for the cars purchased from a related Company on a commercial basis. Details of significant transactions with related parties during the period and related balances are as follows:

Name of the related party	Relationship
Al Jabr Holding Company	Ultimate parent (Shareholder)
Al Jabr Investment Company	Common control entity
Al Jabr Trading Company	Common control entity
Al Jabr Rent a Car	Common control entity
Haier and Al Jabr Saudi Electronics Trading Company	Common control entity
Wa'ad Al Shamal Hotel Services Company	Common control entity
Karan Hotel Suites Operation and Management Company	Common control entity

Common control entities include entities with common Directors (Key management personal) or under the control of Al Jabr Holding Company.

Name of the related party	Nature of transactions	31 March 2025	31 March 2024
		Un-audited	Un-audited
Al Jabr Trading Company	Purchase of vehicles for financing	91,116,042	39,052,615
	Commission, Rebates and offers	834,735	-
	Services received	318,902	339,454
	Expenses paid on behalf of Co.	13,932	163,315
	Collections on behalf of the affiliate Co.	(1,139,429)	(1,599,888)
Al Jabr Holding Company	VAT paid/payable on behalf of Co.	4,197,875	6,209,349
Al Jabr Rent a Car	Purchase of vehicles	61,870	92,170
	Expenses paid on behalf of Co.	21,440	8,171
	Repossessed vehicles sold	1,566,766	896,040
Al Jabr Investment Company	Expenses paid on behalf of related party	889	1,122
	Collection on behalf of the related party	(233,039)	(569,363)

Key management personnel compensation comprised of the following transactions:

Name of the related party	Nature of transactions	31 March 2025	31 March 2024
Board of Directors	Remuneration and meeting attendance allowance	80,196	66,000
Key management personnel	Salaries and benefits	1,403,031	871,986
	End of service indemnities	1,054,754	876,348

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

6. Related party balances and transactions (Continued)

6.1 Balance dues from a related party are as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Al Jabr Rent a Car	2,617,307	1,178,246
Wa'ad Al Shamal Hotel Services Company*	7,400,171	9,140,444
Karan Hotel Suites Operation and Management Company*	2,640,886	3,254,621
Fahad Abdul Rehman Hamad Al Jabr*	81,074	84,748

*Balance due from above related parties has been classified under “net investment in Islamic financing contracts” in Note 5.

6.2 Balance dues to related parties are as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Al Jabr Holding Company	19,342	-
Al Jabr Investment Company	232,150	-
	251,492	-
Al Jabr Trading Company*	155,099,373	105,432,233
	155,099,373	105,432,233

* The balance has been classified to 'Vehicles supplies balance from a related party' in Note 11.

7. Prepayment and other receivables

	31 March 2025	31 December 2024
	Un-audited	Audited
Insurance claim receivable, gross	3,722,706	3,750,170
Less: provision	(3,365,204)	(3,365,204)
Insurance claim receivable	357,502	384,966
Insurance cost due from customers	13,984,641	12,105,783
Deferred transaction cost, net	4,476,878	3,057,343
Advance to suppliers	6,241,220	6,252,671
Prepaid expenses	5,865,822	1,918,684
Employees receivable	95,955	85,299
VAT Refundable	105,044	-
Security deposits	75,832	75,832
Other receivables	1,482,068	1,557,620
	32,684,962	25,438,198

Other receivables include non-financing receivable balance amounting to SR 1.5 million (31 December 2024: SR 1.6 million) which related to direct charges to customers' accounts for other additional services.

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

8. Right-of-use assets

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

	31 March 2025	31 December 2024
	Un-audited	Audited
Balance at the beginning of the period / year	1,224,139	2,849,179
Addition	-	387,618
Derecognition	-	-
Amortization	(497,701)	(2,012,658)
Balance at the end of the period / year	726,438	1,224,139

9. Lease liabilities

The Company has lease contracts for office buildings and generally have lease terms between 2 and 3 years.

	31 March 2025	31 December 2024
	Un-audited	Audited
Balance at the beginning of the period / year	465,137	2,035,326
Addition	-	387,618
Derecognition	-	-
Less: payment	-	(2,020,760)
Add: finance cost	1,896	62,953
Balance at the end of the period / year	467,033	465,137

Lease liabilities are classified as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Non-current	136,500	111,600
Current	330,533	353,537
	467,033	465,137

Amount recognised in profit or loss:

	31 March 2025	31 March 2024
	Un-audited	Un-audited
Finance cost on lease liabilities	1,896	26,768
Amortisation of right-of-use assets	497,701	491,903

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

10. Islamic financing

	31 March 2025	31 December 2024
	Un-audited	Audited
Islamic financing from banks	549,342,424	553,585,698
Islamic financing from public institutions	80,978,793	71,927,581
	630,321,217	625,513,279
Classification of Islamic financing are presented below:		
Current portion	446,547,761	435,954,800
Non-current portion	183,773,456	189,558,479
	630,321,217	625,513,279
Secured	549,342,424	553,585,698
Unsecured	80,978,793	71,927,581
	630,321,217	625,513,279

The Islamic financing movement is as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Balance at the beginning of the period / year	625,513,279	447,766,521
Additions	55,000,000	314,970,000
Finance cost	10,452,512	39,348,272
Repayments	(59,727,645)	(175,905,618)
Government grant	(916,929)	(665,896)
Balance at the end of the period / year	630,321,217	625,513,279

During the period, the company obtained a short-term loan from a local commercial bank amounting to SR 30 million and medium-term financing from a public institution amounting to SR 25 million to finance lease assets. Furthermore, the management has recognized the deferred Government grant of SR 0.92 million.

11. Accounts payable and other liabilities

	31 March 2025	31 December 2024
	Un-audited	Audited
Vehicles supplies balance from a related party (note 6.2)	155,099,373	105,432,233
Vehicles suppliers	15,029,306	11,698,977
Insurance payable	9,983,921	4,908,838
Advances from financing contracts	4,361,008	2,876,107
Insurance claims payable	4,057,550	4,828,939
Deferred government grants	2,008,298	1,715,144
Accrued expenses	3,081,818	4,815,635
Deferred sales rebate income	1,528,771	1,137,229
Employees' vacations	1,288,222	1,332,607
VAT payable	-	3,872,083
Other payable	14,229,659	9,909,560
	210,667,926	152,527,352

Other payables include unidentified bank receipts from customers amounting to SR 6.5 million (31 December 2024: SR 4.1 million) and customer credit balances totaling SR 4.7 million (31 December 2024: SR 4.2 million).

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

12. Zakat provision

The movement in the provision for zakat for the period is as follows:

	31 March 2025	31 December 2024
	Un-audited	Audited
Balance at the beginning of the period / year	7,119,168	7,795,609
Provided during the period / year	1,710,000	7,089,177
Payments during the period / year	-	(7,765,618)
Balance at the end of the period / year	8,829,168	7,119,168

Component of zakat expenses for the period is as follows:

	31 March 2025	31 March 2024
	Un-audited	Un-audited
Current period / year	1,710,000	1,951,291
	1,710,000	1,951,291

Zakat and income tax returns for the company have been filed for the year 2024 and the zakat certificate has been received. The company has received and clear final assessment until 2018. ZATCA has not issued any assessment for years 2019 to 2024.

13. Share capital

The share capital is fully paid, each share is equal to SAR 1 and owned as at 31 March 2025 and 31 December 2024 by the following;

	Number of shares	Percentage of ownership %	Amount
Al Jabr Holding Company	345,000,000	100	345,000,000
	345,000,000	100	345,000,000

14. Contingencies and commitments

The company has the following contingencies and commitments as at 31 March 2025.

	31 March 2025	31 December 2024
	Un-audited	Audited
Letters of guarantee	10,000,000	-

15. Revenue

	For the three months	
	31 March 2025	31 March 2024
	Un-audited	Un-audited
Ijara contracts	21,690,492	18,520,168
Tawarruq contracts	22,976,763	14,411,244
Murabaha contracts	5,068,272	4,305,290
Administration fee	1,440,617	1,098,959
Agency fee	-	40,189
	51,176,144	38,375,850

AL JABR FINANCING COMPANY
(CLOSED JOINT STOCK COMPANY)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025
(Expressed in Saudi Riyals)

16. Finance cost

	For the three months	
	31 March 2025	31 March 2024
	Un-audited	Un-audited
Finance cost on Islamic financing from banks	9,424,582	6,573,190
Unwinding of finance cost on Islamic financing from public institutions	1,027,930	1,388,680
Finance cost on lease liabilities (note: 9)	1,896	26,768
Unwinding of finance cost on services assets and liabilities, net	-	12,701
	10,454,408	8,001,339

17. Earnings per share - basic and diluted

Basic earnings per share for profit attributable to ordinary shares holders for the period ended 31 March 2025 and 31 March 2024 are computed based on the weighted average number of shares outstanding during the period. The diluted earnings per share are the same as the basic earnings per share because the Company does not have any dilutive instruments in issue.

On November 26, 2023, the company held a extraordinary general assembly meeting where the shareholders agreed to divide the company's shares. The split ratio was 10 to 1, it was agreed that each share of SR 10 will be split into 10 shares of SR 1. As a result, the total number of shares increased from 34,500,000 to 345,000,000. Accordingly, the basic and diluted EPS has been calculated based on the revised number of shares. The legal formalities completed in June 2024.

	31 March 2025	31 March 2024
	Un-audited	Un-audited
Net profit for the period attributed to shareholders	6,764,866	9,535,258
Weighted average number of shares	345,000,000	345,000,000
Basic and diluted earnings per share*	0.020	0.028

*The basic and diluted earnings per share for the comparative period have been recalculated and retrospectively adjusted to reflect the impact of the share split.

18. Subsequent Events

Except for subsequent events mentioned elsewhere in these condensed interim financial statements, there are no other significant subsequent event occurred between 31 March 2025 and the date of approval of these financial statements, which may have material impact on these condensed three months financial statements.

19. Comparative

Certain comparative figures have been reclassified to comply with the current period's presentation of the condensed interim financial statements, where necessary.

20. Date of Authorization for Issue

These financial statements were authorized for issue on 2 Dhul Qadah 1446H (corresponding to 30 April 2025) by the Board of Directors of the company.