

**TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM FINANCIAL
STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS
PERIOD ENDED MARCH 31, 2022
WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTH ENDED MARCH 31, 2022
WITH INDEOPENDENT AUDITOR'S REVIEW REPORT

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

The shareholders
Takween Advanced Industries
(A Saudi Joint Stock Company)
Al-Khobar, Kingdom of Saudi Arabia

Introduction:

We have reviewed the accompanying condensed consolidated interim statement of financial position of Takween Advanced Industries (the "Company"), a Saudi Joint Stock Company and its subsidiaries (collectively referred to as the "Group") as at March 31, 2022, and the related condensed consolidated interim 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 presentation of these condensed consolidated interim financial statements 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 these condensed consolidated interim financial statements based on our review.

Scope of Review:

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 condensed consolidated interim financial statements are not prepared in, all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

Other matter:

The interim condensed consolidated financial statements of the Company for the three-month period ended March 31, 2021 were reviewed by another auditor who expressed an unmodified review conclusion on those interim condensed consolidated financial statements on April 29, 2021.

For Al-Kharashi & Co.


Suliman A. Al-Kharashi
License No. (91)

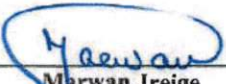
Riyadh:
Shawwal 10,1443H
May 11, 2022G



TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

	Note	March 31, 2022 (Un-audited) SR '000	December 31, 2021 (Audited) SR '000
ASSETS			
Non-current assets			
Property, plant and equipment		578,464	584,303
Intangible assets		1,735	1,857
Goodwill		323,582	323,582
Investments in an associate		114,514	115,770
Total non-current assets		1,018,295	1,025,512
Current assets			
Inventories	5	186,112	192,736
Trade receivables	6	372,748	381,954
Prepaid expenses and other assets		75,503	51,500
Investment held at amortized cost		7,087	7,087
Cash and cash equivalents		57,680	28,825
Total current assets		699,130	662,102
TOTAL ASSETS		1,717,425	1,687,614
EQUITY AND LIABILITIES			
Equity			
Share capital	1	950,000	950,000
Other reserves		(44,844)	(42,351)
Accumulated losses		(309,657)	(300,681)
Total equity		595,499	606,968
LIABILITIES			
Non-current liabilities			
Medium- and long-term loans	7	101,479	123,415
Lease liabilities – non-current portion		4,968	5,473
Employee benefits		30,734	31,301
Total non-current liabilities		137,181	160,189
Current liabilities			
Current portion of medium- and long-term loans	7	65,817	62,900
Short-term loans	7	488,921	471,803
Lease liabilities – current portion		953	523
Trade payables and other liabilities		427,366	383,543
Zakat payable		1,688	1,688
Total current liabilities		984,745	920,457
Total liabilities		1,121,926	1,080,647
TOTAL EQUITY AND LIABILITIES		1,717,425	1,687,614

These condensed consolidated interim financial statements were authorized for issue by board of directors, on behalf of shareholders on May 11, 2022 and signed on their behalf by:


 Marwan Jreige
 Chief Financial Officer


 Jameel A. Al-Molhem
 Managing Director


 Abdulmohsen Al-Othman
 Chairman

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

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Note	For the three months period ended	
		March 31, 2022 (Un-audited) SR '000	March 31, 2021 (Un-audited) SR '000
Revenue from contract with customer	10	249,651	186,313
Cost of revenue		(228,973)	(174,679)
Gross profit		20,678	11,634
Administrative expenses		(11,673)	(11,495)
Selling, marketing and distribution expenses		(12,727)	(12,835)
Operating loss		(3,722)	(12,660)
Finance charges		(5,551)	(7,343)
Other income, net		1,553	402
Share in result of equity-accounted investment		(1,256)	-
Loss before zakat and income tax		(8,976)	(19,601)
Zakat and income tax		-	-
Net loss for the period from continuing operations		(8,976)	(19,601)
Net profit for the period from discontinued operation		-	21,758
Net (loss)/ profit for the period		(8,976)	2,157

OTHER COMPREHENSIVE INCOME

Item that may be reclassified to statement of profit or loss in subsequent period

Exchange differences on translation of foreign operation

(2,493) 21

Other comprehensive income for the period

(2,493) 21

Total comprehensive (loss)/ income for the period

(11,469) 2,178

(Loss)/ earnings per share (SR)


Basic and diluted loss per share – continued operations

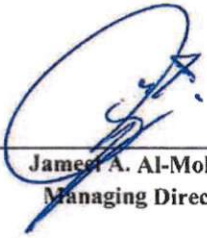
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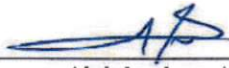
Basic and diluted earnings per share – discontinued operation

11 - 0.23

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 Marwan Jreige
 Chief Financial Officer


 James A. Al-Molhem
 Managing Director

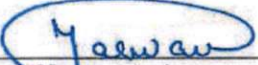

 Abdulmohsen Al-Othman
 Chairman

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

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Share capital SR '000	Other reserves SR '000	Accumulated losses SR '000	Total SR '000
Balance as at January 1, 2021 (audited)	950,000	(42,060)	(319,707)	588,233
Net profit for the period	-	-	2,157	2,157
Other comprehensive income for the period	-	21	-	21
Total comprehensive income for the period	-	21	2,157	2,178
Balance as at March 31, 2021 (un-audited)	950,000	(42,039)	(317,550)	590,411
Balance as at January 1, 2022 (audited)	950,000	(42,351)	(300,681)	606,968
Net loss for the period	-	-	(8,976)	(8,976)
Other comprehensive income for the period	-	(2,493)	-	(2,493)
Total comprehensive income/ (loss) for the period	-	(2,493)	(8,976)	(11,469)
Balance as at March 31, 2022 (un-audited)	950,000	(44,844)	(309,657)	595,499

These condensed consolidated interim financial statements were authorized for issue by the board of directors, on behalf of shareholders on May 11, 2022 and signed on their behalf by:


 Marwan Jreige
 Chief Financial Officer


 Jameel A. Al-Molhem
 Managing Director

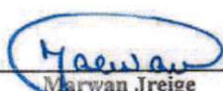

 Abdulmohsen Al-Othman
 Chairman

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TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	For the three-month period ended	
	March 31, 2022 (Un-audited) SR '000	March 31, 2021 (Un-audited) SR '000
OPERATING ACTIVITIES		
Net (loss) for the period- continued operations	(8,976)	(19,601)
Net profit for the period - discontinued operations	-	21,758
<i>Adjustments for:</i>		
Depreciation and amortization	14,736	17,571
Allowance for impairment of trade receivables	(848)	2,951
(Reversal of allowance)/ allowance for inventories	(359)	(2,323)
Finance charges	5,551	7,796
Provision for employee benefits	1,063	1,268
Share of loss of equity-accounted investees	1,256	-
	<u>12,423</u>	<u>29,420</u>
Movement in working capital:		
Inventories	7,116	(28,068)
Trade receivables	10,278	18,141
Prepaid expenses and other assets	(24,003)	(24,388)
Trade payables and other liabilities	43,823	55,070
	<u>49,637</u>	<u>50,175</u>
Cash generated from operations	49,637	50,175
Finance charges paid	(5,555)	(7,753)
Employee benefits paid	(1,630)	(636)
	<u>(7,185)</u>	<u>(8,389)</u>
Net cash generated from operating activities	42,456	41,786
INVESTING ACTIVITIES		
Payment to property, plant, and equipment	(9,571)	(4,556)
Proceeds from disposal of investment held at amortized costs	-	14,283
	<u>(9,571)</u>	<u>9,727</u>
Net cash generated (used in)/ from investing activities	(9,571)	9,727
FINANCING ACTIVITIES		
Net Change in short term loans	17,118	(18,133)
Repayment of principal of lease liability	(75)	-
Repayment of medium and long term loans	(19,020)	(41,080)
	<u>(1,977)</u>	<u>(59,213)</u>
Net cash used in financing activities	(1,977)	(59,213)
Net change in cash and cash equivalents	30,908	(7,700)
Cash and cash equivalents at the beginning of the period	28,825	40,040
Net Cash and cash equivalents of asset held for sale	-	(2,263)
Foreign currency translation reserve	(2,053)	18
	<u>57,680</u>	<u>30,095</u>
Cash and cash equivalents at the end of the period	57,680	30,095
NON-CASH AND SUPPLEMENTAL INFORMATION:		
Net asset transfer related to assets held for sale	-	356,326
Amortization of lease liabilities	75	43
	<u>75</u>	<u>43</u>

These condensed consolidated interim financial statements were authorized for issue by board of directors, on behalf of shareholders on May 11, 2022 and signed on their behalf by:


 Marwan Jreige
 Chief Financial Officer


 Jameel A. Al-Molhem
 Managing Director


 Abdulmohsen Al-Othman
 Chairman

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

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

1. ORGANIZATION AND PRINCIPAL ACTIVITIES

Takween Advanced Industries (“the Company”) is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia under commercial registration number 2051044381 issued in Al Khobar on Muharram 9, 1432H (December 15, 2010). The Company’s share capital is SR 950 million divided into 95 million shares of SR 10 each.

The Company’s registered office is located at Al Khobar, Kingdom of Saudi Arabia.

The principal activities of the Company and its subsidiaries (“the Group”), each of which operates under individual commercial registration, are:

- Owning of factories with various plastic products manufacturing together with maintaining, operating and managing;
- Production of disposable polystyrene cups, lids and other plastic related products;
- Production of non-woven fabrics;
- Production of PET (Polyethylene Terephthalate) pre-forms;
- Manufacturing of, and wholesale trading in plastic containers and films;
- Manufacturing of, and wholesale and retail trading in plastic containers and polyethylene cups, rolls and bags;
- Managing and operating of industrial centers;
- Owning of land for the purpose of establishing and developing factories;
- Establishing industrial institutes and providing and coordinating for training courses related to developing of plastic products;
- Import and export, wholesale and retail trade in various kind of plastic products; and
- Establishing, managing, operating and maintaining different industrial project.

Management has performed annual impairment testing of Goodwill amounting to SR 323.58 million as of December 31, 2021. The assessment, which was reviewed by an independent party for the reasonableness of the methodology used by management, included assumptions related to the future sales volume, prices, operating assets, growth rates, terminal value and other related assets. The outcome of these assumptions is highly dependent on the success of the future operations of the Group and market conditions as estimated by management and achieving its plans in future. Management considers these assumptions to be realistic and achievable in view of its operational plan and is confident of its ability to meet these future plans. Management believes that the carrying value of cash generating units’ assets including goodwill will not exceed their recoverable amount. Accordingly, no impairment was recorded for goodwill as of December 31, 2021 and March 31, 2022

2. STRUCTURE OF THE GROUP

The condensed consolidated interim financial statements include the financial statements of the Company and its subsidiaries as listed below:

	Effective ownership	
	March 31, 2022	December 31, 2021
• Saudi Plastic Packaging Systems (“Saudi Packaging”)	100%	100%
• Al-Sharq Company for Plastic Industries Limited (“Al-Sharq”)	100%	100%
• New Marina for Plastic Industries Company (S.A.E.) (“New Marina”)	100%	100%
• Ultra Pak Manufacturing Company (“Ultra Pak”)	100%	100%

3. BASIS OF PREPARATION

3.1 Statement of compliance

These condensed consolidated interim financial statements for the three-month period ended March 31, 2022 have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. These condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements, and hence should be read in conjunction with the Group's annual financial statements for the year ended December 31, 2022.

3.2 Preparation of the condensed consolidated interim financial statements

These condensed consolidated interim financial statements have been prepared on the historical cost convention except for where International Financial Reporting Standards ("IFRSs") requires other measurement basis.

The principal accounting policies applied in the preparation of condensed consolidated interim financial statements are consistent with those of the previous financial year and the respective corresponding interim reporting period.

The preparation of condensed consolidated interim financial statements required management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts in the condensed consolidated interim financial statements. These critical accounting judgements and key sources of estimations were the same as those described in the last annual financial statements.

3.3 Functional and presentation currency

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies applied by the group.

4.1 Basis of consolidation

The condensed consolidated interim financial statements incorporate the financial statements of Takween Advanced Industries and of its subsidiaries (the "Group") as detailed in note 2. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

When the Company has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. The Company considers all relevant facts and circumstances in assessing whether or not the Company's voting rights in an investee are sufficient to give it power, including:

- the size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Company, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the period are included in the condensed consolidated interim statement of profit or loss and other comprehensive income from the date the Company gains control until the date when the Company ceases to control the subsidiary.

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Condensed consolidated interim statement of profit or loss and each component of other comprehensive income are attributed to the shareholders of the Company. Total comprehensive income of subsidiaries is attributed to the shareholders of the Company.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

4.1.1 Changes in the Group's ownership interests in existing subsidiaries

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to shareholders of the Group.

When the Group loses control of a subsidiary, a gain or loss is recognized in the condensed consolidated interim statement of profit or loss and other comprehensive income and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognized in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified condensed consolidated interim statement of profit or loss and other comprehensive income or transferred to another category of equity as specified/permitted by applicable IFRSs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded either at fair value on initial recognition for subsequent accounting under IFRS 9, or at the cost on initial recognition of an investment in an associate or a joint venture.

4.2 New Standards, Amendments to Standards and Interpretations

A number of new standards, amendments to standards are effective from January 1, 2022 but they do not have a material effect on the Group's condensed consolidated interim financial statements.

Certain new accounting standards and interpretations have been published that are not mandatory for March 31, 2022 reporting period and have not been early adopted by the Group. These standards are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

5. INVENTORIES

	March 31, 2022 (Un-audited) SR '000	December 31, 2021 (Audited) SR '000
Finished goods	68,445	59,645
Raw and packaging materials and work in progress	89,519	106,107
Spare parts	40,097	40,069
Goods in transit	643	-
	198,704	205,821
Allowance for inventories	(12,592)	(13,085)
	186,112	192,736

TAKWEEN ADVANCED INDUSTRIES

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022****6. TRADE RECEIVABLES**

	March 31, 2022 (Un-audited) SR '000	December 31, 2021 (Audited) SR '000
Trade receivables – third parties	294,629	273,762
Trade receivables – related parties	107,227	81,913
Due from a related party	23,089	80,224
	424,945	435,899
Allowance for impairment for trade receivables	(52,197)	(53,945)
	372,748	381,954

7. BORROWINGS

	March 31, 2022 (Un-audited) SR '000	December 31, 2021 (Audited) SR '000
Medium and long-term loans (a)	167,296	186,315
Short-term loans (b)	488,921	471,803

a) Medium and long-term loans

	March 31, 2022 (Un-audited) SR '000	December 31, 2021 (Audited) SR '000
Commercial loan	167,296	186,315
Less: current portion	65,817	62,900
	101,479	123,415

Commercial loan – The Group entered into Murabaha Facilities Agreement of SR 910 million with the Arab National Bank (“the lead bank”), on behalf of Murabaha Facilities Participants, for financing the acquisition of Saudi Plastic Packaging Systems (“Saudi Packaging”) (formerly Savola Packaging Systems Company Limited) along with its two subsidiaries i.e. Al-Sharq Company for Plastic Industries Limited and New Marina for Plastic Industries Company (S.A.E.). The facility is secured by irrevocable and unconditional assignment of all rights, titles and interests to the sale contract entered into with the Al Othman Agricultural Product and Production Company (NADA), a related party, revenue accounts of the Saudi Packaging, Advanced Fabrics Factory Company (SAAF) and a corporate guarantee from Al-Othman Holding Company, an affiliate.

In 2016, a repayment of SR 490 million was made in respect of this loan i.e. SR 90 million pertaining to scheduled loan installment and early repayment of SR 400 million. There was no change in the term of the loan, however repayment has been rescheduled accordingly.

In 2021, a repayment of SAR 152 Million was made in respect of this loan, released all the securities provided by Advanced Fabrics Company (SAAF), Balance is schedule over semi-annual installments till September 2024. There was no change in the term of the loan, however, repayment has been rescheduled accordingly.

The Group was in breach of certain covenants of long term loan which is measured half yearly i.e. June and December every year. Management has taken necessary remedial action including obtaining waiver from the lead bank for the period ended June 30, 2021 and year ended December 31, 2021.

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

7. BORROWINGS (Continued)

b) Short term loans

The Group has credit facilities agreements with local commercial banks and financial institutions comprising of overdrafts, short term loans, letters of credit and guarantee etc. Borrowings under the facilities bear financing charges at the prevailing market rates and are secured by demand order note, promissory notes in addition to corporate guarantees from Al-Othman Holding Company, an affiliate, to one local bank. In March, 2022 the group has added additional short term facility that was reflected in cash position as of March 31 March, 2022.

8. RELATED PARTY DISCLOSURES

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below.

<u>Related Party</u>	<u>Relationship</u>
Al Othman Group of companies	Affiliates
National Agricultural Development Company (NADEC)	Common directorship
Al Ahsa Medical Services Company	Common directorship
Saudi United Cooperative Insurance Company (Walaa)	Common directorship

During the period, the Group entered into the following transactions with related parties that are not members of the Group:

<u>Nature of transaction</u>	March 31, 2022 (Un-audited) SR '000	March 31, 2021 (Un-audited) SR '000
Revenue	34,800	22,960
Accommodation, food and other miscellaneous expenses	76	653
IT services	0.5	449
Medical Service	3,615	-
Purchase of air tickets	-	247
Purchase of materials	176	141

9. REMUNERATION OF DIRECTORS AND KEY MANAGEMENT PERSONNEL

	March 31, 2022 (Un-audited) SR '000	March 31, 2021 (Un-audited) SR '000
Remuneration	2,555	1,993
House rent allowance	592	462
Employee benefits	156	130
Bonus	502	215
Medical allowance	37	24
Others	333	301
	4,417	3,125
BOD and related committees remuneration	151	240

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

10. SEGMENTAL INFORMATION

Business segments:

Consistent with the Group's internal reporting process, business segments have been approved by management in respect of the Group's activities. The Group's principal activities are related to the following main business segments:

- **Disposable polystyrene cups, lids, other plastic related products and others:** These includes plastic packing and packaging products of polystyrene sheet rolls used in forming, immediate packing and packaging in thermoformed and polystyrene cups and lids, high density bottles used in dairy, food and beverage industry; and

The Group's total assets, total liabilities, revenue, income (loss) before zakat, finance costs and depreciation and amortization by business segment, are as follows:

	Disposable polystyrene cups, lids, other plastic-related products and others	Discontinued operations	Total
	SR '000	SR '00	SR '000
For the three months period ended March 31, 2022 (Un-audited)			
External revenue	249,651	-	249,651
Finance cost	5,551	-	5,551
Depreciation and amortization	14,736	-	14,736
Loss before zakat and income tax	(7,719)	-	(7,719)
As of March 31, 2022 (Un-audited)			
Total assets	1,717,425	-	1,717,425
Total liabilities	1,121,926	-	1,121,926
For the three months period ended March 31, 2022 (Un-audited)			
Segment revenue	249,651	-	249,651
Intersegment revenue	-	-	-
External revenue	249,651	-	249,651
As of March 31, 2022(Un-audited)			
Segment assets	3,123,486	-	3,123,486
Consolidated adjustments	(1,406,061)	-	(1,406,061)
Total assets	1,717,425	-	1,717,425
Segment liabilities	1,731,422	-	1,731,422
Consolidated adjustments	(609,496)	-	(609,496)
Total liabilities	1,121,926	-	1,121,926

TAKWEEN ADVANCED INDUSTRIES

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022****10. SEGMENTAL INFORMATION (Continued)**

	Disposable polystyrene cups, lids, other plastic-related products and others	Discontinued operations	Total
	SR '000	SR '00	SR '000
For the three months period ended March 31, 2021 (Un-audited)			
External revenue	186,313	96,621	282,934
Finance cost	7,343	453	7,796
Depreciation and amortization	17,571	-	17,571
Loss before zakat and income tax	(19,601)	21,758	2,157
As of December 31, 2021 (audited)			
Total assets	1,687,614	-	1,687,614
Total liabilities	1,080,646	-	1,080,646
For the three months period ended March 31, 2021 (Un-audited)			
Segment revenue	189,461	96,621	286,082
Intersegment revenue	(3,148)	-	(3,148)
External revenue	186,313	96,621	282,934
As of December 31, 2021 (audited)			
Segment assets	3,109,320	-	3,109,320
Consolidated adjustments	(1,421,706)	-	(1,421,706)
Total assets	1,687,614	-	1,687,614
Segment liabilities	1,712,852	-	1,712,852
Consolidated adjustments	(632,206)	-	(632,206)
Total liabilities	1,080,646	-	1,080,646

TAKWEEN ADVANCED INDUSTRIES

(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022****10. SEGMENTAL INFORMATION (Continued)**

The Group's operations are conducted in Saudi Arabia, and the Arab Republic of Egypt. Selected financial information for the period / year then ended summarized by geographic area, was as follows:

	Kingdom of Saudi Arabia	Arab Republic of Egypt	Total
	SR '000	SR '00	SR '000
For the three months period ended March 31, 2022 (Un-audited)			
External revenue	233,831	15,820	249,651
Finance cost	5,446	104	5,550
Depreciation and amortization	14,103	633	14,736
Loss before zakat and income tax	(7,294)	(426)	(7,720)
As of March 31, 2022 (Un-audited)			
Total assets	1,653,728	63,69	1,717,425
Total liabilities	1,108,839	13,087	1,121,926
For the three months period ended March 31, 2022 (Un-audited)			
Segment revenue	233,831	15,820	249,651
Intersegment revenue	-	-	-
External revenue	233,831	15,820	249,651
As of March 31, 2022 (Un-audited)			
Segment assets	3,059,788	63,697	3,123,485
Consolidated adjustments	(1,406,060)	-	(1,406,060)
Total assets	1,653,728	63,697	1,717,425
Segment liabilities	1,717,114	14,308	1,731,422
Consolidated adjustments	(608,275)	(1,221)	(609,496)
Total liabilities	1,108,839	13,088	1,121,926

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

10. SEGMENTAL INFORMATION (Continued)

	Kingdom of Saudi Arabia	Arab Republic of Egypt	Total
	SR '000	SR '00	SR '000
For the three months period ended March 31, 2021 (Un-audited)			
External revenue	270,177	12,757	282,934
Finance cost	7,687	109	7,769
Depreciation and amortization	17,051	520	17,571
Loss before zakat and income tax	2,143	14	2,157
As of December 31, 2021 (audited)			
Total assets	1,617,468	70,146	1,687,614
Total liabilities	1,063,845	16,801	1,080,646
For the three months period ended March 31, 2021 (Un-audited)			
Segment revenue	273,325	12,757	286,082
Intersegment revenue	(3,148)	-	(3,148)
External revenue	270,177	12,757	282,934
As of December 31, 2021 (audited)			
Segment assets	3,039,174	70,146	3,109,320
Consolidated adjustments	(1,421,568)		(1,421,706)
Total assets	1,617,468	70,146	1,687,614
Segment liabilities	1,685,572	27,279	1,712,851
Consolidated adjustments	(621,727)	(10,478)	(632,205)
Total liabilities	1,063,283	16,801	1,080,646

TAKWEEN ADVANCED INDUSTRIES

(A SAUDI JOINT STOCK COMPANY)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022****11. (LOSS)/ EARNINGS PER SHARE**

Basic (loss) earnings per share is calculated by dividing the (loss) earnings attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. With regard to diluted (loss) earnings per share, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares:

(Loss) / earnings per share are represented as follows:

	From January 1 to March 31	
	2022	2021
	(Un-audited)	(Un-audited)
	SR '000	SR '000
Basic/ Dilutive loss per share (SR) – continuing operations	(0.09)	(0.21)
Basic/ Dilutive earnings (loss) per share (SR) – discontinuing operations	-	0.23
Loss for the period (SR '000) – continuing operations	(8,976)	(19,601)
Profit for the period (SR '000) – discontinuing operations	-	21,758
Weighted average number of outstanding shares	95,000,000	95,000,000

12. CONTINGENCIES AND COMMITMENTS

The Group had the following contingencies and commitments:

	March 31,	December 31,
	2022	2021
	(Un-audited)	(Audited)
	SR '000	SR '000
Letters of guarantee and others	1,685	1,685
Capital commitments against purchase of PPE	2,642	19,695

13. APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements were approved by the Board of Directors for issuance on May 11, 2022 corresponding to Shawwal 10, 1443H