

**TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM FINANCIAL
STATEMENTS (UN-AUDITED)
FOR THE THREE AND NINE MONTHS
PERIOD ENDED SEPTEMBER 30, 2024
WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024
WITH INDEPENDENT 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 September 30, 2024, and the related interim condensed statements of profit or loss and comprehensive income for the three-month and nine-month periods ended 30 September 2024, and the related interim condensed statements of changes in equity and cash flows for the nine-month period then ended, and 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.

For Al-Kharashi & Co.



Abdullah S. Al-Msned

License No. (456)



Riyadh:

November 7, 2024 G

Jumada al-Ula 5, 1446 H

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

		September 30, 2024 (Un-audited) SR '000	December 31, 2023 (Audited) SR '000
	Note		
ASSETS			
Non-current assets			
Property, plant and equipment		468,253	438,380
Intangible assets		687	907
Goodwill		323,582	323,582
Investments in an associate		95,325	99,755
Total non-current assets		887,847	862,624
Current assets			
Inventories	3	79,636	90,839
Trade receivable	4	216,353	225,908
Due from related party		55,620	55,375
Prepaid expenses and other receivable		40,165	51,428
Investment held at amortized cost		3,259	4,974
Cash and cash equivalents		6,652	5,892
Assets held for sale		7,360	7,360
Total current assets		409,045	441,776
TOTAL ASSETS		1,296,892	1,304,400
EQUITY AND LIABILITIES			
Equity			
Share capital	5	764,646	464,646
Other reserves		(74,336)	(63,317)
Accumulated losses		(248,342)	(197,576)
Total equity		441,968	203,753
LIABILITIES			
Non-current liabilities			
Long-term loans	6	26,250	30,755
Lease liabilities – non-current portion		27,102	9,564
Employee benefits		28,460	29,430
Total non-current liabilities		81,812	69,749
Current liabilities			
Current portion of long-term loans	6	15,451	76,558
Short-term loans	6	463,539	611,772
Lease liabilities – current portion		13,899	6,778
Trade payables		134,768	191,294
Due to related party		514	43
Accrued payables and other liabilities		143,204	142,716
Zakat payable		1,737	1,737
Total current liabilities		773,112	1,030,898
Total liabilities		854,924	1,100,647
TOTAL EQUITY AND LIABILITIES		1,296,892	1,304,400


Nisar Ahmed
Chief Financial Officer



Majed Nofal
Chief Executive Officer

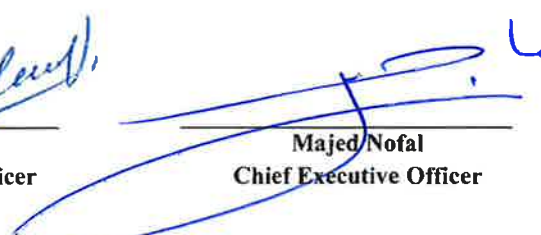

Abdulmohsen Al-Othman
Chairman

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 AND NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024

	From July 1 to September 30		From January 1 to September 30	
	2024	2023	2024	2023
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Note	SR '000	SR '000	SR '000	SR '000
Revenue	183,899	194,710	528,867	644,938
Cost of revenue	(167,766)	(189,676)	(464,472)	(616,365)
Gross profit	16,133	5,034	64,395	28,573
Administrative expenses	(9,528)	(10,639)	(23,459)	(33,964)
Selling, marketing and distribution expenses	(9,919)	(8,968)	(26,939)	(31,670)
Operating income/(loss)	(3,314)	(14,573)	13,997	(37,061)
Finance charges	(13,002)	(15,755)	(39,754)	(47,334)
Other income, net	1,026	1,818	4,596	2,872
Share in result of equity-accounted investment	(2,348)	(1,762)	(4,587)	(4,571)
Loss before zakat and income tax	(17,638)	(30,272)	(25,748)	(86,094)
Zakat and income tax	(23)	(37)	(79)	(37)
Net loss for the period	(17,661)	(30,309)	(25,827)	(86,131)
Other comprehensive income:				
Item that may be reclassified to statement of profit or loss				
Exchange differences on translation of foreign operation	(2,804)	(24)	(11,177)	(7,426)
Share of other comprehensive income from associate	158	34	158	34
Other comprehensive (loss)/ income for the period	(2,646)	10	(11,019)	(7,392)
Total comprehensive loss for the period	(20,307)	(30,299)	(36,846)	(93,523)
Loss per share (SR)				
Basic and diluted loss per share	11 (0.26)	(0.56)	(0.38)	(1.58)


Nisar Ahmed
Chief Financial Officer


Majed Nofal
Chief Executive Officer

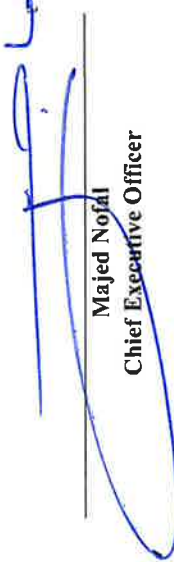

Abdulmohsen Al-Othman
Chairman

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TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	Share capital SR '000	Other reserves SR '000	Accumulated losses SR '000	Total SR '000
Balance as at January 1, 2023 (audited)	950,000	(55,777)	(459,597)	434,626
Reduction of share capital (note 5)	(485,354)	-	485,354	-
Net loss for the period	-	-	(86,131)	(86,131)
Other comprehensive loss for the period	-	(7,392)	-	(7,392)
Total comprehensive loss for the period	-	(7,392)	(86,131)	(93,523)
Balance as at September 30, 2023 (un-audited)	464,646	(63,169)	(60,374)	341,103
Balance as of January 1, 2024 (audited)	464,646	(63,317)	(197,576)	203,753
Increase in share capital through rights issue (note 5)	300,000	-	-	300,000
Capital increase expenses	-	-	(24,939)	(24,939)
Net loss for the period	-	-	(25,827)	(25,827)
Other comprehensive loss for the period	-	(11,019)	-	(11,019)
Total comprehensive loss for the period	-	(11,019)	(25,827)	(36,846)
Balance as at September 30, 2024 (un-audited)	764,646	(74,336)	(248,342)	441,968


Nisar Ahmed
Chief Financial Officer


Majed Nofal
Chief Executive Officer

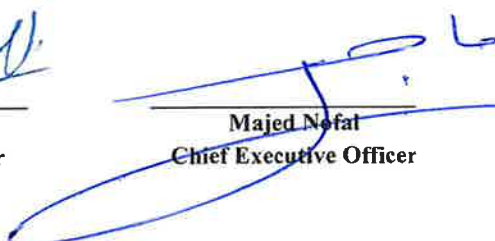

Abdulmohsen Al-Othman
Chairman

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 CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

	For the nine months period ended	
	September 30,	September 30,
	2024	2023
	(Un-audited)	(Un-audited)
	SR '000	SR '000
OPERATING ACTIVITIES		
Net loss for the period before zakat	(25,748)	(86,094)
Adjustments for:		
Depreciation and amortization	30,960	38,487
Write-off property, plant and equipment	75	22
Gain on disposal of fixed assets	(1,312)	-
Change in allowance for trade receivables	(1,974)	411
Change in allowances for inventories	(19,998)	(2,495)
Finance charges	39,754	47,334
Provision for employee benefits	3,379	3,037
Interest income on investment held at amortized cost	(426)	(559)
Share of loss of equity-accounted investees	4,587	4,571
	29,297	4,714
Movement in working capital:		
Inventories	31,470	59,443
Trade receivables	12,738	27,581
Due from related party	(245)	3,054
Prepaid expenses and other receivable	10,957	83,025
Trade payables	(56,605)	(218,348)
Due to related party	471	(16,346)
Accrued payable and other liabilities	(11,494)	5,855
Cash generated from / (used in) operations	16,589	(51,022)
Finance charges paid	(44,644)	(47,334)
Employee benefits paid	(4,349)	(2,745)
Net cash used in operating activities	(32,404)	(101,101)
INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(20,472)	(18,632)
Proceeds from disposal of property, plant and equipment	1,312	-
Proceeds from investment held at amortized costs	2,447	1,522
Net cash used in investing activities	(16,713)	(17,110)
FINANCING ACTIVITIES		
Issued shares net of underwriting commission	275,061	-
Net change in short term loans and facilities	(143,343)	115,342
Repayment of principal of lease liability	(6,637)	(4,340)
Repayment of medium and long-term loans	(65,612)	(12,079)
Net cash generated from financing activities	59,469	98,923
Net change in cash and cash equivalents	10,352	(19,288)
Cash and cash equivalents at the beginning of the period	5,892	36,866
Foreign currency translation reserve	(9,592)	(6,090)
Cash and cash equivalents at the end of the period	6,652	11,488


Nisar Ahmed
Chief Financial Officer


Majed Nofat
Chief Executive Officer


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 NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024****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 registered office is located at Al Khobar, Kingdom of Saudi Arabia.

The Company, along with its subsidiaries (“the Group”), engages in the following principal activities:

- Ownership, management, and operation of manufacturing facilities producing a range of plastic products;
- Production of disposable polystyrene cups, lids, and related plastic products;
- Manufacture of non-woven fabrics;
- Production of PET (Polyethylene Terephthalate) pre-forms;
- Manufacturing, wholesale, and retail trading of plastic containers and films;
- Manufacture, wholesale, and retail of polyethylene cups, rolls, and bags;
- Management and operation of industrial centers;
- Ownership of land for factory development purposes;
- Establishment and coordination of industrial training institutes for plastic product development;
- Import, export, and wholesale and retail trade in various plastic products;
- Establishment, management, and operation of diverse industrial projects.

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

	Effective ownership	
	September 30, 2024	December 31, 2023
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%

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES**2.1 Basis of Preparation**

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34—Interim Financial Reporting, as endorsed in Saudi Arabia. They do not include all required disclosures for annual financial statements and should be read alongside the Group’s annual financial statements as of December 31, 2023. The financial statements are based on the historical cost convention, except where IFRS prescribes alternative measurement bases.

The accounting policies applied are consistent with those of the prior year, except for the addition of a derivative financial instruments and hedge accounting policy (Note 2.4). The financial statements are presented in Saudi Riyals (SR) in thousands, the Group’s functional and presentation currency.

Preparation of these statements involves management judgments, estimates, and assumptions, consistent with those used in the prior annual financial statements.

2.2 Goodwill

Goodwill, totaling SR 323.58 million, underwent annual impairment testing as of December 31, 2023. This assessment incorporated forecasts of future sales, pricing, growth rates, terminal value, and asset performance. Management determined that the carrying value remains recoverable without impairment as of September 30, 2024, based on achievable operational plans and current market conditions.

TAKWEEN ADVANCED INDUSTRIES

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued) FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

2.3 Basis of consolidation

The consolidated financial statements incorporate Takween and its subsidiaries, as listed in Note 1. Control is achieved when the Company:

- Holds power over an investee,
- Is exposed to variable returns from the investee, and
- Has the ability to affect returns through its power.

If control criteria change, the Group reassesses its control over the investee. When holding less than a majority of voting rights, Takween assesses whether its rights provide it with control, based on factors including:

- Relative size of Takween's holdings,
- Potential voting rights,
- Rights from contractual arrangements, and
- Voting patterns in past shareholder meetings.

The Group's income and expenses include those of subsidiaries from acquisition until disposal dates. All intra-group transactions, balances, and income are fully eliminated on consolidation.

2.3.1 Changes in the ownership interests in Subsidiaries

Changes in ownership interests that do not result in loss of control are treated as equity transactions, adjusting the carrying amounts of Group and non-controlling interests accordingly. Any difference between the adjustment and consideration paid or received is recorded directly in equity.

When the Group loses control, it derecognizes the subsidiary's assets, liabilities, and any non-controlling interests, recognizing any difference between fair value of the consideration and the subsidiary's carrying amount in profit or loss.

2.4 Derivative financial instruments and hedge accounting

The Group uses derivatives to hedge commodity price risks. Upon hedge designation, the Group documents the relationship between hedging instruments and hedged items, outlining risk management objectives, strategies, and effectiveness testing. Both at inception and on an ongoing basis, the Group evaluates hedge effectiveness.

- **Cash flow hedge**

Effective changes in the fair value of cash flow hedges are recorded in OCI and accumulated in equity. Ineffective portions are recognized in profit or loss. Accumulated gains or losses in equity are reclassified to profit or loss when the hedged transaction impacts profit. If the hedged transaction relates to a non-financial asset, the gain or loss is added to the asset's cost. When hedge accounting is discontinued, any residual gain or loss remains in equity until the forecast transaction occurs or is transferred to profit or loss if the transaction is no longer probable.

2.5 New Standards, Amendments to Standards and Interpretations

New accounting standards and amendments effective from January 1, 2024, did not materially impact the Group's financial statements. Additional standards and interpretations applicable post-September 30, 2024, are not expected to significantly affect the Group's financial statements in future reporting periods.

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

3. INVENTORIES

	September 30, 2024 (Un-audited) SR ‘000	December 31, 2023 (Audited) SR ‘000
Finished goods	22,638	31,620
Raw and packaging materials and work in progress	24,471	46,353
Spare parts	41,448	42,053
Total Inventory	88,557	120,026
Less: Allowances for inventories	(8,921)	(29,187)
Net Inventory	79,636	90,839

Allowances reflect provisions for obsolete or slow-moving inventory items, based on management's assessment.

4. TRADE RECEIVABLES

	September 30, 2024 (Un-audited) SR ‘000	December 31, 2023 (Audited) SR ‘000
Trade receivables – third parties	281,111	294,314
Trade receivables – related parties	737	312
Total trade receivables (Gross)	281,848	294,626
Less: Allowance for trade receivables	(65,495)	(68,718)
Net trade receivables	216,353	225,908

Allowance for trade receivables is based on expected credit losses, reflecting management's estimate of recoverability.

5. Share capital

As of September 30, 2024, the Company's share capital was SR 764,646,060 (December 31, 2023: SR 464,646,060), divided into 76,464,606 fully paid shares (December 31, 2023: 46,464,606), each with a nominal value of SR 10.

On February 13, 2024 (Sha'ban 3, 1445H), the shareholders approved the board's recommendation to increase share capital through a rights issue, raising SR 300 million. The rights issue offered 1 new share for every 1.55 shares held, increasing the total share count to 76,464,606 shares. Transaction costs of SR 24.94 million related to the issuance were recorded.

All regulatory requirements for this capital increase were met by September 30, 2024.

Summary of share capital increase

	September 30, 2024 SR ‘000	December 31, 2023 SR ‘000
Authorized share capital (in shares of SR 10 each)	764,646	464,646
Issued, subscribed and fully paid-up share capital	764,646	464,646
Reconciliation of number of shares outstanding (in “000”)		
Opening balance	46,465	95,000
Increase / (reduction) of shares	30,000	(48,535)
Closing balance	76,465	46,465

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

6. BORROWINGS

	September 30, 2024 (Un-audited) SR ‘000	December 31, 2023 (Audited) SR ‘000
Long-term loans (a)	41,701	107,313
Short-term loans (b)	463,539	611,772

a) Long-term loans

	September 30, 2024 (Un-audited) SR ‘000	December 31, 2023 (Audited) SR ‘000
Commercial loan	41,701	107,313
Less: current portion	15,451	76,558
Non-current portion	26,250	30,755

- **Commercial loan** – The The Group has a Murabaha Facilities Agreement totaling SR 910 million with Arab National Bank (“the lead bank”) for financing the acquisition of Saudi Plastic Packaging Systems (formerly Savola Packaging Systems) and its subsidiaries, Al-Sharq Company for Plastic Industries and New Marina for Plastic Industries. This facility is secured by an irrevocable assignment of rights to sales contracts with Al Othman Agricultural Product and Production Company (NADA), revenue accounts, and a corporate guarantee from Al-Othman Holding Company.
- **Repayment history and terms:**
 - In 2016, SR 490 million was repaid, which included a scheduled installment of SR 90 million and an early payment of SR 400 million. The loan terms were rescheduled accordingly.
 - In 2021, SR 152 million was repaid, releasing securities provided by Advanced Fabrics Factory Company (SAAF) and meeting scheduled installments through September 2024.
 - In 2023, the Group entered a Tawarroq Financing Agreement with Banque Saudi Fransi for SR 40 million, repayable in quarterly installments from March 31, 2023, to December 31, 2026.

The Group was in breach of certain loan covenants, monitored semi-annually in June and December. Remedial actions were taken, including obtaining a waiver from the lead bank for the periods ended June 30, 2024, and December 31, 2023.

b) Short term loans

The Group has established credit facility agreements with local banks, which include overdrafts, short-term loans, letters of credit, and guarantees. These facilities bear financing charges at prevailing market rates and are secured by demand notes, promissory notes, and corporate guarantees from Al-Othman Holding Company.

During the period, an additional short-term facility was secured, which is reflected in the cash position as of September 30, 2024. Scheduled loan payments were made in accordance with covenants, supported by proceeds from the recent rights issue.

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

7. DERRIVATIVES

The Group purchases Paraxylene Monothylene Glycol as a key raw material, requiring consistent supply for ongoing production. To mitigate price volatility, the Company entered into a six-month commodity forward contract with Macquarie Bank Limited, London Branch, effective from July 1, 2024. This hedging aligns with the Group's risk management strategy as approved by the Board of Directors.

As of September 30, 2024, due to partial hedge ineffectiveness, the Group incurred a loss of approximately SR 1 million, paid to Macquarie Bank. Hedge effectiveness is evaluated using the hypothetical derivative method, comparing changes in the fair values of the hedging instruments against the hedged items.

Key Factors Affecting Hedge Effectiveness

- Timing differences between cash flows of hedged items and hedging instruments.
- Variations in forecasted cash flows of hedged items and instruments.

	September 30, 2024 (Un-audited) SR '000	September 30, 2023 (Un-audited) SR '000
<u>Commodity forward contracts</u>		
Notional amount (MT)	3.89	-
Average hedged rate (SR per ton)	3.38	-
Hedge efficiency (SR per ton)	(0.52)	-
Notional quantity (MT)	2.10	-
Loss charged to profit or loss	(1,085)	-

8. RELATED PARTY DISCLOSURES

Transactions and balances between the Group and its subsidiaries, which qualify as related parties, have been eliminated upon consolidation and are not included in this note. Below are the details of transactions with other related parties outside the consolidated Group.

Related Companies and Relationships

<u>Company</u>	<u>Relationship</u>
Al Othman Group of Companies	Affiliates
Al Ahsa Medical Services Company	Common directorship
Advanced Fabrics Factory Company	Associate

Transactions with Related Parties

	September 30, 2024 (Un-audited) SR '000	September 30, 2023 (Un-audited) SR '000
<u>Nature of transaction</u>		
Revenue	61,910	73,045
Share Services Revenue	4,034	2,255
Accommodation, food and other miscellaneous expenses	91	1,208
IT services	20	23
Purchase of materials	556	-
Rentals	521	530
Insurance services	569	298

TAKWEEN ADVANCED INDUSTRIES
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

9. REMUNERATION OF DIRECTORS AND KEY MANAGEMENT PERSONNEL

	September 30, 2024 (Un-audited) SR '000	September 30, 2023 (Un-audited) SR '000
Remuneration	7,393	9,100
House rent allowance	1,605	2,045
Employee benefits	530	347
Bonus	519	1,048
Medical allowance	101	89
Others	964	1,021
Total remuneration	11,112	13,650
Board of Directors and Committee Remuneration	192	250

10. SEGMENTAL INFORMATION

The Group operates primarily in one business segment involving plastic packaging products, including polystyrene sheet rolls, thermoformed packaging, and high-density bottles used in the dairy, food, and beverage sectors. Operations are conducted in Saudi Arabia and the Arab Republic of Egypt, with selected financial information summarized below:

	Kingdom of Saudi Arabia SR '000	Arab Republic of Egypt SR '000	Total SR '000
For the nine months period ended September 30, 2024 (Un-audited)			
Domestic revenue	439,996	29,206	469,202
Export	59,665	-	59,665
Total revenue	499,661	29,206	528,867
Non-current Assets (as of September 30, 2024, Un-audited)	882,941	4,906	887,847
For the Nine months period ended September 30, 2023 (Un-audited)			
Domestic revenue	523,449	23,805	547,254
Export	97,684	-	97,684
Total revenue	621,133	23,805	644,938
Non-current Assets (as of September 30, 2023, Un-audited)	905,929	8,645	914,574

Main customers and suppliers

- Sales to the Group's top two customers accounted for 20.49% (SR 108.4 million) of total revenue for the period (2023: 17.11%, SR 110.4 million).
- Purchases from the Group's primary supplier represented 43.62% (SR 196.1 million) of total purchases (2023: 29.40%, SR 388.2 million).

Manufacturing Agreement

During the period, the Company signed a manufacturing agreement with a key customer, under which raw materials are supplied by the customer. The Company's revenue from this agreement reflects only the conversion process, manufacturing costs, and margin, excluding raw material costs. This agreement generated SR 27.2 million in revenue as of September 30, 2024, which is comparable to the prior period's performance for conversion services.

TAKWEEN ADVANCED INDUSTRIES

(A SAUDI JOINT STOCK COMPANY)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024**11. LOSS PER SHARE**

Basic loss per share is calculated by dividing the net loss attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. The calculation for diluted loss per share includes adjustments for potential ordinary shares. As there were no potentially dilutive shares during 2023 and 2024, basic and diluted loss per share are identical.

The weighted average number of shares for the prior period has been adjusted retrospectively to reflect the rights issue, in accordance with IAS 33, "Earnings per Share." An adjustment factor of 1.18 was applied, based on the theoretical ex-right price of SR 10 and the closing price of SR 16.12 on February 13, 2024.

The basic and diluted loss per share are as follows:

	September 30, 2024	September 30, 2023
	(Un-audited)	(Un-audited)
	SR '000	SR '000
Net loss for the period	(25,827)	(86,131)
Weighted average number of ordinary shares ("000")	68,575	54,593
Basic and diluted loss per share (restated)	(0.38)	(1.58)

12. CONTINGENCIES AND COMMITMENTS

As at the reporting dates, the Group's contingencies and commitments are as follows:

	September 30, 2024	September 30, 2023
	(Un-audited)	(Un-audited)
	SR '000	SR '000
Letters of guarantee and others	2,052	1,351
Capital commitments for property, plant and equipment	47,844	4,480

13. PRIOR YEAR RECLASSIFICATIONS

Certain comparative figures for the year ended December 31, 2023, have been reclassified to align with the presentation format used in the current period.

14. APPROVAL OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The Board of Directors approved these condensed consolidated interim financial statements for issuance on November 7, 2024 (Jumada al-Ula 5, 1446 H).