

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)  
**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**  
**For the nine-month period ended 30 September 2024**  
Together with the  
**INDEPENDENT AUDITOR'S REVIEW REPORT**



## KPMG Professional Services

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Kingdom of Saudi Arabia  
Commercial Registration No. 1010425494

Headquarters in Riyadh

## كي بي إم جي للاستشارات المهنية

واجهة روشن ، طريق المطار  
صندوق بريد ٩٢٨٧٦  
الرياض ١١٦٦٣  
المملكة العربية السعودية  
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

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

To the Shareholders of Derayah Financial Company (A Saudi Joint Stock Company)

## Introduction

We have reviewed the accompanying 30 September 2024 condensed consolidated interim financial statements of Derayah Financial Company ("the Company") and its subsidiary ("the Group") which comprises:

- the condensed consolidated statement of financial position as at 30 September 2024;
- the condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods ended 30 September 2024;
- the condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2024;
- the condensed consolidated statement of cash flows for the nine-month period ended 30 September 2024; and
- the notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of these condensed consolidated 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 consolidated 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 consolidated 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.

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 September 2024 condensed consolidated interim financial statements of Derayah Financial Company and its subsidiary 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

Hani Hamzah A. Bedairi

License No: 460

Riyadh: 21 November 2024

Corresponding to: 19 Jumada Al Awwal 1446H

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كي بي إم جي للاستشارات المهنية شركة مهنية مساهمة مقفلة، مسجلة في المملكة العربية السعودية، رأس مالها (٧٠.٠٠٠.٠٠٠) ريال سعودي مدفوع بالكامل، وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المستقلة والتابعة لـ كي بي إم جي العالمية المحدودة، شركة انجليزية محدودة بضمان.

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 30 September 2024

Amount in Saudi Arabian Riyals

		30 September <u>2024</u> (Unaudited)	31 December <u>2023</u> (Audited)
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment, net	6	38,837,912	38,176,641
Right-of-use assets, net		5,262,137	4,944,683
Intangible assets, net	7	18,076,110	15,343,604
Investment property, net	8	73,584,424	--
Investment in an associate	9	217,977,200	263,852,000
Investments at amortised cost, net	10	46,076,195	25,229,705
Investments at fair value through profit or loss	11	329,680,925	165,585,652
Investments at fair value through other comprehensive income	12	16,721,840	21,421,612
<b>TOTAL NON-CURRENT ASSETS</b>		<u>746,216,743</u>	<u>534,553,897</u>
<b>CURRENT ASSETS</b>			
Investments at amortised cost, net	10	5,017,665	5,004,980
Investments at fair value through profit or loss	11	16,868,216	25,921,623
Margin client receivables, net	13	65,991,845	75,317,730
Due from related parties, net	16	24,728,166	47,351,328
Prepayments		7,815,183	8,175,031
Other current financial assets	14	305,583,561	324,551,231
Cash and cash equivalents, net	15	70,384,142	20,888,231
<b>TOTAL CURRENT ASSETS</b>		<u>496,388,778</u>	<u>507,210,154</u>
<b>TOTAL ASSETS</b>		<u>1,242,605,521</u>	<u>1,041,764,051</u>
<b>LIABILITIES AND EQUITY</b>			
<b>NON-CURRENT LIABILITIES</b>			
Employees' defined benefit obligations		23,907,525	24,968,100
Employees' Equity Award Plan ('EEAP')		63,377,093	57,953,547
Unearned revenue		29,382,344	29,382,344
Lease liability		3,384,633	3,220,934
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>120,051,595</u>	<u>115,524,925</u>
<b>CURRENT LIABILITIES</b>			
Accrued expenses and other payables	17	251,503,656	90,287,696
Zakat payable	18	22,788,851	24,143,322
<b>TOTAL CURRENT LIABILITIES</b>		<u>274,292,507</u>	<u>114,431,018</u>
<b>TOTAL LIABILITIES</b>		<u>394,344,102</u>	<u>229,955,943</u>
<b>EQUITY</b>			
Share capital	19	499,470,390	162,290,130
Statutory reserve		48,687,039	48,687,039
Other reserves		(21,200,821)	(13,000,451)
Shareholders' contribution		14,130,000	--
Treasury share reserve	20	(14,130,000)	--
Retained earnings		321,304,811	613,831,390
<b>TOTAL EQUITY</b>		<u>848,261,419</u>	<u>811,808,108</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>1,242,605,521</u>	<u>1,041,764,051</u>

The attached notes 1 to 34 form part of these condensed consolidated interim financial statements

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME**

For the nine-month period ended 30 September 2024 (Unaudited)

Amount in Saudi Arabian Riyals

	<i>Notes</i>	For the three-month period ended		For the nine-month period ended	
		30 September <u>2024</u>	30 September <u>2023</u>	30 September <u>2024</u>	30 September <u>2023</u>
<b>OPERATING INCOME</b>					
Revenue from contract with customers	21	159,036,603	135,935,043	470,871,849	335,844,380
Special commission income	22	46,737,050	31,863,849	155,442,857	89,241,250
Gain on financial assets at fair value through profit or loss, net	23	3,388,832	3,409,719	16,568,775	11,181,150
Dividend income		677,690	237,143	1,153,724	913,989
<b>TOTAL OPERATING INCOME</b>		<b>209,840,175</b>	<b>171,445,754</b>	<b>644,037,205</b>	<b>437,180,769</b>
<b>OPERATING EXPENSES</b>					
Salaries and other employees' related expenses	24	(33,932,629)	(32,152,756)	(109,072,150)	(93,114,705)
General and administrative expenses	25	(44,145,842)	(39,915,144)	(145,684,066)	(89,572,087)
Marketing expenses		(1,614,079)	(1,227,621)	(5,717,490)	(3,832,025)
(Reversal) / charge for expected credit losses		7,981	(679,955)	1,333,872	(449,193)
<b>TOTAL OPERATING EXPENSES</b>		<b>(79,684,569)</b>	<b>(73,975,476)</b>	<b>(259,139,834)</b>	<b>(186,968,010)</b>
<b>NET OPERATING INCOME</b>		<b>130,155,606</b>	<b>97,470,278</b>	<b>384,897,371</b>	<b>250,212,759</b>
Other income / (expense), net	26	1,787,471	1,661,688	7,294,344	5,361,540
Share of loss in an associate	9	(19,635,400)	(8,975,400)	(45,874,800)	(22,108,600)
<b>INCOME FOR THE PERIOD BEFORE ZAKAT</b>		<b>112,307,677</b>	<b>90,156,566</b>	<b>346,316,915</b>	<b>233,465,699</b>
Zakat charge for the period	18	(4,000,000)	(9,436,915)	(10,000,000)	(18,742,210)
<b>INCOME FOR THE PERIOD</b>		<b>108,307,677</b>	<b>80,719,651</b>	<b>336,316,915</b>	<b>214,723,489</b>
<i>Other comprehensive (loss) / income not to be reclassified to profit or loss subsequently</i>					
Financial assets at fair value through other comprehensive income – net change in fair value		441,416	(4,258,357)	(4,699,773)	(5,530,671)
Remeasurement gain / (loss) on employees' defined benefit obligations		397,575	2,357	(652,187)	(590,038)
Remeasurement (loss) / gain on employees' equity award plan		(3,631,535)	1,759,178	(2,848,410)	1,196,641
<b>OTHER COMPREHENSIVE LOSS FOR THE PERIOD</b>		<b>(2,792,544)</b>	<b>(2,496,822)</b>	<b>(8,200,370)</b>	<b>(4,924,068)</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>105,515,133</b>	<b>78,222,829</b>	<b>328,116,545</b>	<b>209,799,421</b>
<b>EARNINGS PER SHARE</b>					
Basic and diluted, earning per share (restated)	27	0.45	0.33	1.39	0.88

The attached notes 1 to 34 form part of these condensed consolidated interim financial statements

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For the nine-month period ended 30 September 2024 (Unaudited)**  
Amount in Saudi Arabian Riyals

	Share capital	Statutory reserve	Fair value reserve	Other reserves	Shareholders' contribution	Treasury share reserve	Retained earnings	Total
As at 1 January 2024 (Audited)	162,290,130	48,687,039	(4,832,581)	(8,167,870)	--	--	613,831,390	811,808,108
Issuance of share capital (note 19)	337,180,260	--	--	--	--	--	(337,180,260)	--
Treasury shares acquired (note 20)	--	--	--	--	14,130,000	(14,130,000)	--	--
Income for the period	--	--	--	--	--	--	336,316,915	336,316,915
Dividend distribution	--	--	--	--	--	--	(291,663,234)	(291,663,234)
Other comprehensive loss for the period	--	--	(4,699,773)	(3,500,597)	--	--	--	(8,200,370)
As at 30 September 2024	499,470,390	48,687,039	(9,532,354)	(11,668,467)	14,130,000	(14,130,000)	321,304,811	848,261,419
As at 1 January 2023 (Audited)	162,290,130	48,687,039	22,984	(4,016,952)	--	--	511,333,539	718,316,740
Income for the period	--	--	--	--	--	--	214,723,489	214,723,489
Dividend distribution	--	--	--	--	--	--	(97,374,082)	(97,374,082)
Other comprehensive loss for the period	--	--	(5,530,671)	606,603	--	--	--	(4,924,068)
As at 30 September 2023	162,290,130	48,687,039	(5,507,687)	(3,410,349)	--	--	628,682,946	830,742,079

The attached notes 1 to 34 form part of these condensed consolidated interim financial statements

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**  
**For the nine-month period ended 30 September 2024 (Unaudited)**  
Amount in Saudi Arabian Riyals

	<i>Notes</i>	30 September <u>2024</u>	30 September <u>2023</u>
<b>OPERATING ACTIVITIES</b>			
Income for the period before zakat		346,316,915	233,465,699
<i>Non-cash adjustment to reconcile income before zakat to net cash flows:</i>			
Depreciation	25	9,316,095	6,754,849
Amortisation	25	5,068,673	3,096,343
Provisions for employees' defined benefit obligations		2,701,593	2,716,750
Gain on financial assets at fair value through profit or loss, net		(16,568,775)	(11,181,150)
(Reversal) / charge for expected credit losses		(1,333,873)	449,193
Amortisation of (discount) / premium on investment at amortised cost		(189,591)	105,729
Finance cost		5,130,996	3,964,673
Share of loss in an associate		45,874,800	22,108,600
<b>Operating cash flows before working capital changes</b>		<u>396,316,833</u>	<u>261,480,686</u>
Margin client receivables, net		10,651,614	9,497,431
Other current financial assets		18,974,620	(77,361,918)
Prepayments		359,848	(662,903)
Due from related parties, net		22,626,802	(12,286,330)
Accrued expenses and other payables		15,214,183	8,073,379
		<u>464,143,900</u>	<u>188,740,345</u>
Zakat paid		(11,354,471)	(17,359,067)
Employees' defined benefit obligations paid		(5,303,844)	(582,812)
Finance cost paid		(1,409,693)	(2,197,313)
<b>Cash generated from operating activities</b>		<u>446,075,892</u>	<u>168,601,153</u>
<b>INVESTING ACTIVITIES</b>			
Purchase of financial assets at fair value through profit or loss		(229,933,843)	(159,009,740)
Proceeds from sale of financial assets at fair value through profit or loss		91,460,752	104,192,541
Purchase of financial assets at amortised cost		(25,666,054)	--
Proceeds from redemption of investments at amortised cost		5,000,000	2,500,000
Additions to property and equipment	6	(7,544,850)	(6,649,527)
Additions to intangible assets	7	(7,801,179)	(1,673,810)
Additions to investment property	8	(74,413,340)	--
<b>Cash used in investing activities</b>		<u>(248,898,514)</u>	<u>(60,640,536)</u>
<b>FINANCING ACTIVITIES</b>			
Dividend paid		(146,061,117)	(97,374,082)
Lease liability paid		(1,614,374)	(1,749,996)
<b>Cash used in financing activities</b>		<u>(147,675,491)</u>	<u>(99,124,078)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE PERIOD</b>			
Cash and cash equivalents at the beginning of the period	15	49,501,887	8,836,539
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	15	<u>20,891,009</u>	<u>30,364,323</u>
	15	<u>70,392,896</u>	<u>39,200,862</u>

The attached notes 1 to 34 form part of these condensed consolidated interim financial statements

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**For the nine-month period ended 30 September 2024 (Unaudited)**

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## **1 ACTIVITIES**

Derayah Financial Company (“the Company”) is a Saudi Closed Joint Stock Company registered in the Kingdom of Saudi Arabia. The Company operates under Commercial Registration No. 1010266977 dated 04 Jumada I 1430H (corresponding to 29 April 2009).

The principal activities of the Company are to provide custody, advising, arranging, dealing, managing investments and operating funds. The Company commenced its business on 8 Rajab 1430H (corresponding to 1 July 2009) under license number 08109-27 from the Capital Market Authority (“CMA”), dated 12 Jumada II 1429H (corresponding to 16 June 2008). The Company’s registered office is located at the following address:

Third Floor, Prestige Center  
Al Takhassousi Street, Al Olaya  
P.O. Box 286546, Riyadh 12331  
Kingdom of Saudi Arabia

The Company has branches in Dammam and Jeddah operating under commercial registration number 2050101980 dated 23 Shawwal 1435H (corresponding to 19 August 2014) and commercial registration number 4030286122 dated 13 Safar 1437H (corresponding to 25 November 2015), respectively.

During the period, the Company has invested SR 74 million (representing 100% unitholding) in a newly established Derayah Gulf Real Estate Fund, a privately placed real estate investment fund managed by the Company. The Fund’s aim to achieve returns on capital for unitholders through the acquisition of an income generating property in the Kingdom of Saudi Arabia. These condensed consolidated interim financial statements include information of the Company and its fully owned subsidiary Derayah Gulf Real Estate Fund (collectively referred as “the Group”).

Moreover, the Company has a fully owned subsidiary Derayah Technology Services in Egypt with a share capital of USD 1 million. Derayah Technology Services has no material impact on the financial statements and has therefore not been consolidated in these condensed consolidated interim financial statements. The nature and purpose of the subsidiary is to provide information technology services to Derayah Financial Company.

## **2 BASIS OF PREPARATION**

### **2.1 Statement of compliance**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” as endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”).

These condensed consolidated interim financial statements do not include all the information and disclosures required for a complete set of financial statements under International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”) as endorsed in Kingdom of Saudi Arabia and should be read in conjunction with the Group’s latest annual financial statements for the year ended 31 December 2023.

### **2.2 Basis of measurement and presentation**

These condensed consolidated interim financial statements have been prepared under the historical cost convention, except for the following material items in the condensed consolidated interim statement of financial position:

- Investment at fair value through profit or loss (“FVTPL”) and fair value through other comprehensive income (“FVOCI”) is measured at fair value.
- Employees’ defined benefit obligations and employees’ equity award plan are recognised at the present value of future obligations using the projected unit credit method.

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**For the nine-month period ended 30 September 2024 (Unaudited)**

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**2.3 Functional and presentation currency**

These condensed consolidated interim financial statements are presented in Saudi Arabian Riyal (“SAR”); which represents the functional currency of the Group. All the financial information has been rounded off to the nearest Saudi Arabian Riyal except where otherwise indicated.

**2.4 Basis of consolidation**

The condensed consolidated interim financial statements include the financial statements of Derayah Financial Company and the subsidiary controlled by the Group.

Consolidation of a subsidiary begins when control of the subsidiary is transferred to Derayah Financial Company and ceases when the Group loses such control. The assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the condensed consolidated interim financial statements from the date on which control is transferred to the Company and until the Company ceases to exercise such control.

The Group performs a reassessment to ascertain whether or not it exercises control over the investee when facts and circumstances indicate that there is a change in the elements of control.

When necessary, adjustments are made to the financial statements of the subsidiaries to bring their accounting policies in line with those of the Group. All interrelated assets and liabilities, equity, income, expenses and cash flows related to intra-group transactions, are eliminated in full upon consolidation of the financial statements.

**3 MATERIAL ACCOUNTING POLICIES**

The material accounting and risk management policies used in the preparation of these condensed consolidated interim financial statements are consistent with those used and disclosed in the financial statements for the year ended 31 December 2023, except for the newly adopted as following:

**3.1 Investment property**

Investment property is measured initially at cost, including transaction costs. Subsequent to initial recognition, investment property is stated at cost less accumulated depreciation, net of impairment losses, if any.

Depreciation is charged to the statement of profit or loss, using straight-line method to allocate the costs of the related assets to their residual values over their estimated useful lives. The Group follows cost model of IAS 40 for subsequent measurement of investment property. For the purpose of computing impairment losses, at each reporting period an evaluation is conducted of investment property at fair value, which reflects market conditions at the reporting date. Any impairment loss identified is recorded in the statement of profit or loss. Fair values are determined based on an annual evaluation performed by an accredited external, independent values, applying a valuation model recommended by the International Valuation Standards Council.

Investment property is derecognised either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the statement of profit or loss in the period of derecognition.

**4 SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUMPTIONS**

In preparing these condensed consolidated interim financial statements, management has made estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant assumptions made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty are consistent with those used and disclosed in the financial statements for the year ended 31 December 2023.

**DERAYAH FINANCIAL COMPANY**  
(A Saudi Closed Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**For the nine-month period ended 30 September 2024 (Unaudited)**

**5 STANDARDS ISSUED BUT NOT YET EFFECTIVE**

The following are number of new standards are effective for annual periods beginning after 1 January 2024 and earlier application is permitted; however, the Group has not early adopted the new or amended standards in preparing these condensed consolidated interim financial statements.

*New standards, amendments and interpretations adopted in preparation of these condensed consolidated interim financial statements*

1 January 2024	Non-current Liabilities with Covenants – Amendments to IAS 1 and Classification of Liabilities as Current or Non-current – Amendments to IAS 1
1 January 2024	Lease Liability in a Sale and Leaseback – Amendments to IFRS 16
1 January 2024	Supplier Finance Arrangements – Amendments to IAS 7 and IFRS 7

*New standards, amendments and interpretations issued but not yet effective and not early adopted*

1 January 2025	Lack of Exchangeability – Amendments to IAS 21
Available for optional adoption/effective date deferred indefinitely	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)

The new and amended standards mentioned above are not expected to have a significant impact on the Group's condensed consolidated interim financial statements.

**DERAYAH FINANCIAL COMPANY**

(A Saudi Closed Joint Stock Company)

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**For the nine-month period ended 30 September 2024 (Unaudited)**

Amount in Saudi Arabian Riyal

**6 PROPERTY AND EQUIPMENT, NET**

<b>30 September 2024</b>	<b><u>Land</u></b>	<b><u>Leasehold improvements</u></b>	<b><u>Computers and office equipment</u></b>	<b><u>Furniture, fixtures and fittings</u></b>	<b><u>Work in progress</u></b>	<b><u>Total</u></b>
<i>Cost</i>						
As at 1 January 2024	12,299,352	9,773,203	50,587,260	1,394,341	2,826,614	76,880,770
Additions during the period	--	--	4,039,958	--	3,504,892	7,544,850
Capitalised during the period	--	--	4,350,547	--	(4,350,547)	--
As at 30 September 2024	<u>12,299,352</u>	<u>9,773,203</u>	<u>58,977,765</u>	<u>1,394,341</u>	<u>1,980,959</u>	<u>84,425,620</u>
<i>Accumulated depreciation</i>						
As at 1 January 2024	--	3,489,813	35,058,572	155,744	--	38,704,129
Charge during the period	--	1,193,214	5,483,831	206,534	--	6,883,579
As at 30 September 2024	--	<u>4,683,027</u>	<u>40,542,403</u>	<u>362,278</u>	--	<u>45,587,708</u>
<b>Net book value as at 30 September 2024</b>	<u><b>12,299,352</b></u>	<u><b>5,090,176</b></u>	<u><b>18,435,362</b></u>	<u><b>1,032,063</b></u>	<u><b>1,980,959</b></u>	<u><b>38,837,912</b></u>
<b>31 December 2023 (Audited)</b>	<b><u>Land</u></b>	<b><u>Leasehold improvements</u></b>	<b><u>Computers and office equipment</u></b>	<b><u>Furniture, fixtures and fittings</u></b>	<b><u>Work in progress</u></b>	<b><u>Total</u></b>
<i>Cost</i>						
As at 1 January 2023	12,299,352	12,856,682	41,831,754	2,173,988	3,343,405	72,505,181
Additions during the year	--	135,171	6,367,480	522,255	2,826,614	9,851,520
Capitalised during the year	--	157,259	2,388,026	798,120	(3,343,405)	--
Written off during the year	--	(3,375,909)	--	(2,100,022)	--	(5,475,931)
As at 31 December 2023	<u>12,299,352</u>	<u>9,773,203</u>	<u>50,587,260</u>	<u>1,394,341</u>	<u>2,826,614</u>	<u>76,880,770</u>
<i>Accumulated depreciation</i>						
As at 1 January 2023	--	5,341,724	29,340,309	2,119,339	--	36,801,372
Charge during the year	--	1,523,998	5,718,263	136,427	--	7,378,688
Written off during the year	--	(3,375,909)	--	(2,100,022)	--	(5,475,931)
As at 31 December 2023	--	<u>3,489,813</u>	<u>35,058,572</u>	<u>155,744</u>	--	<u>38,704,129</u>
<b>Net book value as at 31 December 2023</b>	<u><b>12,299,352</b></u>	<u><b>6,283,390</b></u>	<u><b>15,528,688</b></u>	<u><b>1,238,597</b></u>	<u><b>2,826,614</b></u>	<u><b>38,176,641</b></u>

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**7 INTANGIBLE ASSETS, NET**

Intangible assets comprise of internally developed and externally acquired softwares:

<b>30 September 2024</b>	<b><u>Work in progress</u></b>	<b><u>Softwares</u></b>	<b><u>Total</u></b>
<i>Cost</i>			
As at 1 January 2024	2,719,895	57,774,790	60,494,685
Additions during the period	<u>1,708,600</u>	<u>6,092,579</u>	<u>7,801,179</u>
As at 30 September 2024	4,428,495	63,867,369	68,295,864
<i>Accumulated amortisation</i>			
As at 1 January 2024	--	45,151,081	45,151,081
Charge during the period	<u>--</u>	<u>5,068,673</u>	<u>5,068,673</u>
As at 30 September 2024	--	50,219,754	50,219,754
<b>Net book value as at 30 September 2024</b>	<b><u>4,428,495</u></b>	<b><u>13,647,615</u></b>	<b><u>18,076,110</u></b>
31 December 2023 (Audited)	<u>Work in progress</u>	<u>Softwares</u>	<u>Total</u>
<i>Cost</i>			
As at 1 January 2023	955,379	53,700,596	54,655,975
Additions during the year	2,719,895	3,118,815	5,838,710
Capitalised during the year	<u>(955,379)</u>	<u>955,379</u>	<u>--</u>
As at 31 December 2023	2,719,895	57,774,790	60,494,685
<i>Accumulated amortisation</i>			
As at 1 January 2023	--	41,513,549	41,513,549
Charge during the year	<u>--</u>	<u>3,637,532</u>	<u>3,637,532</u>
As at 31 December 2023	--	45,151,081	45,151,081
<b>Net book value as at 31 December 2023</b>	<b><u>2,719,895</u></b>	<b><u>12,623,709</u></b>	<b><u>15,343,604</u></b>

**8 INVESTMENT PROPERTY, NET**

<b>30 September 2024</b>	<b><u>Land</u></b>	<b><u>Buildings</u></b>	<b><u>Total</u></b>
<i>Cost</i>			
Additions during the period	<u>22,914,702</u>	<u>51,498,638</u>	<u>74,413,340</u>
As at 30 September 2024	22,914,702	51,498,638	74,413,340
<i>Accumulated depreciation</i>			
Charge during the period	<u>--</u>	<u>828,916</u>	<u>828,916</u>
As at 30 September 2024	--	828,916	828,916
<b>Net book value as at 30 September 2024</b>	<b><u>22,914,702</u></b>	<b><u>50,669,722</u></b>	<b><u>73,584,424</u></b>

The investment property represents residential villas situated in eastern province at Al Azizia District, Al Khobar City held by Derayah Gulf Real Estate Fund, a wholly owned subsidiary of the Group.

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**8 INVESTMENT PROPERTY, NET (CONTINUED)**

As at 30 June 2024, the management engaged two appraisers for the valuation of the investment property, whereby, the fair value of the investment property is determined to be SR 74.26 million. Moreover, the Group held no investment property as at 31 December 2023.

**9 INVESTMENT IN AN ASSOCIATE**

The Group holds 20% equity in Bank D360. The Group has determined that it has significant influence over D360 and has accounted for the investment using the equity method. Below is the movement in the carrying value of investment in an associate.

	<b>30 September 2024</b>	31 December 2023 (Audited)
Balance at the beginning of the period / year	263,852,000	291,795,800
Share of loss in an associate during the period / year	<u>(45,874,800)</u>	<u>(27,943,800)</u>
<b>Balance at the end of the period / year</b>	<b><u>217,977,200</u></b>	<b><u>263,852,000</u></b>

**10 INVESTMENTS AT AMORTISED COST, NET**

	<b>30 September 2024</b>	31 December 2023 (Audited)
Investment at amortized cost (note 10.1)	51,099,955	30,244,310
Allowance for expected credit losses	<u>(6,095)</u>	<u>(9,625)</u>
	<b><u>51,093,860</u></b>	<b><u>30,234,685</u></b>

10.1 The breakup of the investment is as follows:

	<u>Maturity date</u>	<b>30 September 2024</b>	31 December 2023 (Audited)
Kingdom of Saudi Arabia Sukuk 06-10-2018	23 January 2024	--	2,503,355
Kingdom of Saudi Arabia Sukuk 05-07-2018	26 July 2024	--	2,503,219
Kingdom of Saudi Arabia Sukuk 05-10-2019	23 March 2025	5,018,269	5,038,463
Banque Saudi Fransi Tier 1 Sukuk	03 May 2026	2,000,000	2,000,000
Kingdom of Saudi Arabia Sukuk 10-10-2019	23 March 2030	8,720,938	--
Saudi Awwal Bank Tier II Sukuk	22 July 2030	5,000,000	5,000,000
Kingdom of Saudi Arabia Sukuk 10-06-2021	17 June 2031	8,554,806	--
Kingdom of Saudi Arabia Sukuk 08-08-2023	17 August 2031	3,739,178	3,736,918
Kingdom of Saudi Arabia Sukuk 10-03-2022	17 March 2032	8,628,032	--
Kingdom of Saudi Arabia Sukuk 09-08-2023	17 August 2032	1,996,155	1,995,953
Kingdom of Saudi Arabia Sukuk 10-08-2023	17 August 2033	3,737,739	3,736,405
Kingdom of Saudi Arabia Sukuk 30-04-2019	24 April 2049	3,704,838	3,729,997
		<b><u>51,099,955</u></b>	<b><u>30,244,310</u></b>

The sukuk are earning commission income at profit rates ranging from 1.64% to 4.64% per annum.

Sukuk with maturity date of less than 12 months	5,017,665	5,004,980
Sukuk with maturity date after 12 months	46,076,195	25,229,705
	<b>51,093,860</b>	<b>30,234,685</b>

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**11 INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

Investments at FVTPL consists of investments in local equities, local, regional and international funds and debt securities. The movements are set out below:

	30 September 2024		
	<u>Cost</u>	<u>Unrealised Gain</u>	<u>Fair Value</u>
Equity securities (note 11.1)	16,370,401	497,815	16,868,216
<b>Total current investments at FVTPL</b>	<b>16,370,401</b>	<b>497,815</b>	<b>16,868,216</b>
Equity funds	65,562,718	7,412,117	72,974,835
Corporate sukuk (note 11.2)	50,186,490	--	50,186,490
Money market funds	155,524,327	3,947,680	159,472,007
Equity securities (note 11.3)	30,897,506	--	30,897,506
Venture capital and private equity funds	12,956,201	1,759,058	14,715,259
Real estate funds	1,289,161	145,667	1,434,828
<b>Total non-current investments at FVTPL</b>	<b>316,416,403</b>	<b>13,264,522</b>	<b>329,680,925</b>
<b>Total investments at FVTPL</b>	<b>332,786,804</b>	<b>13,762,337</b>	<b>346,549,141</b>
	31 December 2023 (Audited)		
	<u>Cost</u>	<u>Unrealised Gain / (Loss)</u>	<u>Fair Value</u>
Real estate fund	25,877,855	(966,256)	24,911,599
Private equity fund (note 11.1)	888,860	--	888,860
Equity securities	121,164	--	121,164
<b>Total current investments at FVTPL</b>	<b>26,887,879</b>	<b>(966,256)</b>	<b>25,921,623</b>
Equity funds	35,027,766	11,478,448	46,506,214
Corporate sukuk (note 11.2)	42,186,490	--	42,186,490
Money market funds	33,571,576	1,440,629	35,012,205
Equity securities (note 11.3)	27,001,400	--	27,001,400
Venture capital and private equity funds	13,612,532	(789,089)	12,823,443
Real estate funds	2,055,900	--	2,055,900
<b>Total non-current investments at FVTPL</b>	<b>153,455,664</b>	<b>12,129,988</b>	<b>165,585,652</b>
<b>Total investments at FVTPL</b>	<b>180,343,543</b>	<b>11,163,732</b>	<b>191,507,275</b>

- 11.1 The Group's managed unlisted Derayah Healthcare Fund has been liquidated and the underlying investment of the Fund, equity shares in Czech Rehabilitation Center ("investee"), transferred to the Unitholders in the agreed ratio. The Group has recorded full impairment against the investment.
- 11.2 The sukuk are earning commission income at profit rates ranging from 4.00% to 7.57% (31 December 2023: 4.00% to 7.57%) per annum
- 11.3 This includes investment of SR 15 million made by the Group in BwaTech (a related party).

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**12 INVESTMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	<u>Cost</u>	<u>Unrealised Loss</u>	<u>Fair Value</u>
<b>30 September 2024</b>			
<b>REIT fund</b>	<b>21,421,612</b>	<b>(4,699,772)</b>	<b>16,721,840</b>
31 December 2023 (Audited)			
REIT fund	26,277,177	(4,855,565)	21,421,612

12.1 Investments in REIT fund represents 2,596,559 units (31 December 2023: 2,596,559 units) in the Group's managed listed Derayah REIT Fund (a related party).

**13 MARGIN CLIENT RECEIVABLES, NET**

	<b>30 September 2024</b>	31 December 2023 (Audited)
Margin client receivables	66,000,000	77,339,655
Allowance for expected credit losses (note 13.1)	(8,155)	(2,021,925)
	<b>65,991,845</b>	<b>75,317,730</b>

**14 OTHER CURRENT FINANCIAL ASSETS**

	<b>30 September 2024</b>	31 December 2023 (Audited)
Muqassa deposit (note 14.1)	211,231,332	231,436,414
Accrued brokerage fees	60,691,606	61,085,066
Other receivables	29,699,167	27,012,074
Employees loans and advances	3,997,278	5,060,449
Allowance for expected credit losses	(35,822)	(42,772)
	<b>305,583,561</b>	<b>324,551,231</b>

14.1 This amount represents deposit with Muqassa. The deposit is maintained through an omnibus client collateral account with Muqassa in compliance with mandatory requirement of the Muqassa clearing procedures.

**15 CASH AND CASH EQUIVALENTS, NET**

	<b>30 September 2024</b>	31 December 2023 (Audited)
Cash at banks current accounts, gross	70,392,896	20,891,009
Allowance for expected credit losses	(8,754)	(2,778)
Cash at banks current accounts, net	<b>70,384,142</b>	<b>20,888,231</b>

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**16 RELATED PARTY TRANSACTIONS AND BALANCES**

Related parties represent shareholders, directors and key management personnel of the Group, Funds under the Group's management and entities controlled or significantly influenced by such parties.

<i>Transactions during the period</i>		<b>30 September</b>	30 September
<u>Name of related party</u>	<u>Nature of transaction</u>	<u>2024</u>	<u>2023</u>
Derayah REIT Fund	<i>Receipts</i>	<b>15,937,278</b>	5,887,314
Derayah REIT Fund	<i>Management fees</i>	<b>5,631,976</b>	6,395,943
Derayah REIT Fund	<i>Transactions fees</i>	--	1,756,964
Derayah REIT Fund	<i>Loan</i>	<b>10,000,000</b>	--
Derayah REIT Fund	<i>Payment made on behalf of the Fund</i>	<b>654,164</b>	1,782,390
Derayah Real Estate Income Fund II	<i>Receipts</i>	--	1,551,453
Derayah Real Estate Income Fund III	<i>Receipts</i>	<b>4,479,825</b>	2,258,323
Derayah Real Estate Income Fund III	<i>Management fees</i>	<b>1,890,671</b>	3,513,763
Derayah Real Estate Income Fund III	<i>Transaction fees</i>	<b>2,099,719</b>	--
Derayah Trade Finance Fund SAR	<i>Receipts</i>	<b>27,245,263</b>	23,212,299
Derayah Trade Finance Fund SAR	<i>Management fees and brokerage commission</i>	<b>27,245,263</b>	23,212,299
Derayah Trade Finance Fund USD	<i>Receipts</i>	<b>2,488,917</b>	1,865,148
Derayah Trade Finance Fund USD	<i>Management fees</i>	<b>2,489,033</b>	1,842,137
Derayah Asia Venture Capital Fund	<i>Receipts</i>	<b>3,250,417</b>	--
Derayah Asia Venture Capital Fund	<i>Management fees</i>	--	276,062
Derayah Venture Capital Fund	<i>Receipts</i>	<b>2,427,603</b>	1,000,027
Derayah Venture Capital Fund	<i>Management fees</i>	<b>1,111,914</b>	1,370,664
Derayah Venture Capital Fund	<i>Payment made on behalf of the Fund</i>	--	20,669
Derayah Private Fund 10	<i>Receipts</i>	<b>381,562</b>	471,237
Derayah Private Fund 10	<i>Management fees</i>	<b>381,562</b>	425,912
Derayah Freestyle Saudi Equity Fund	<i>Receipts</i>	<b>27,533,660</b>	3,703,934
Derayah Freestyle Saudi Equity Fund	<i>Management fees</i>	<b>16,808,599</b>	3,558,873
Derayah Freestyle Saudi Equity Fund	<i>Subscription fees</i>	<b>10,705,061</b>	
Derayah Freestyle Saudi Equity Fund	<i>Payment made on behalf of the Fund</i>	<b>20,000</b>	12,500
Derayah Private Fund 20	<i>Receipts</i>	<b>152,459</b>	580,846
Derayah Private Fund 20	<i>Management fees</i>	<b>152,459</b>	512,605
Derayah Retail Fund	<i>Receipts</i>	<b>2,474,442</b>	1,193,756
Derayah Retail Fund	<i>Management fees</i>	<b>1,268,541</b>	1,391,206

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**16 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)**

<i>Transactions during the period</i>		<b>30 September</b>	30 September
<u>Name of related party</u>	<u>Nature of transaction</u>	<u>2024</u>	<u>2023</u>
Derayah Global Venture Capital Fund	<i>Receipts</i>	<b>5,987,436</b>	--
Derayah Global Venture Capital Fund	<i>Management fees</i>	<b>1,922,160</b>	3,328,470
Derayah Global Venture Capital Fund	<i>Payments made on behalf of the Fund</i>	--	324,403
Derayah Private Equity Fund	<i>Receipts</i>	<b>3,623,030</b>	3,623,030
Derayah Private Equity Fund	<i>Management fees</i>	<b>2,625,380</b>	3,623,026
Derayah Private Equity Fund	<i>Payment made on behalf of the Fund</i>	<b>61,753</b>	188,205
Durat Al Khalij Real Estate Fund	<i>Receipts</i>	<b>11,860,820</b>	43,195
Durat Al Khalij Real Estate Fund	<i>Payments made on behalf of the Fund</i>	--	38,395
Derayah GCC Growth and Income Equity Fund	<i>Receipts</i>	<b>2,519,574</b>	745,504
Derayah GCC Growth and Income Equity Fund	<i>Management fees</i>	<b>1,869,632</b>	666,795
Derayah GCC Growth and Income Equity Fund	<i>Subscription fees</i>	<b>565,167</b>	--
Derayah GCC Growth and Income Equity Fund	<i>Payment made on behalf of the Fund</i>	--	7,500
Derayah Private Fund 25	<i>Receipts</i>	<b>215,705</b>	112,637
Derayah Private Fund 25	<i>Management fees</i>	<b>215,705</b>	104,915
Derayah Private Fund 15	<i>Receipts</i>	<b>140,768</b>	110,051
Derayah Private Fund 15	<i>Management fees</i>	<b>140,768</b>	101,129
Derayah Private Fund 30	<i>Receipts</i>	<b>266,239</b>	213,420
Derayah Private Fund 30	<i>Management fees</i>	<b>266,239</b>	213,420
Wadi Masharee Real Estate Fund	<i>Transaction fees</i>	--	2,300,000
Wadi Masharee Real Estate Fund	<i>Financing fees</i>	--	1,351,250
Al Waha Real Estate Fund	<i>Payment made on behalf of the Fund</i>	<b>31,500</b>	539,010
Derayah Saudi Equities Fund	<i>Receipts</i>	<b>9,712,055</b>	--
Derayah Saudi Equities Fund	<i>Management fees</i>	<b>4,713,680</b>	--
Derayah Saudi Equities Fund	<i>Subscription fees</i>	<b>4,998,376</b>	--
Derayah Saudi Equities Fund	<i>Payment made on behalf of the Fund</i>	<b>4,663</b>	--
Derayah Sukuk Fund	<i>Receipts</i>	<b>777,449</b>	--
Derayah Sukuk Fund	<i>Management fees</i>	<b>530,353</b>	--
Derayah Sukuk Fund	<i>Subscription fees</i>	<b>247,096</b>	--

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**16 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)**

<i>Transactions during the period</i>		<b>30 September</b>	30 September
<u>Name of related party</u>	<u>Nature of transaction</u>	<u>2024</u>	<u>2023</u>
Derayah Private Fund 35	<i>Receipts</i>	<b>322,746</b>	--
Derayah Private Fund 35	<i>Management fees</i>	<b>322,746</b>	--
Derayah Private Fund 40	<i>Receipts</i>	<b>447,015</b>	--
Derayah Private Fund 40	<i>Management fees</i>	<b>447,015</b>	--
Derayah Private Fund 45	<i>Receipts</i>	<b>127,997</b>	--
Derayah Private Fund 45	<i>Management fees</i>	<b>127,997</b>	--
Derayah Money Market Fund	<i>Receipts</i>	<b>336,995</b>	--
Derayah Money Market Fund	<i>Management fees</i>	<b>336,995</b>	--
Derayah Credit Fund	<i>Payment made on behalf of the Fund</i>	<b>35,890</b>	--
Tawafuq Real Estate Fund	<i>Payment made on behalf of the Fund</i>	<b>85,000</b>	--
Derayah Opportunistic Saudi Equity Fund	<i>Receipts</i>	<b>800,315</b>	--
Derayah Opportunistic Saudi Equity Fund	<i>Subscription fees</i>	<b>800,315</b>	--

The summary of compensation to key management personnel for the period are as follows:

	<b>For the nine-month period ended</b>	
	<b>30 September</b>	31 September
	<u>2024</u>	<u>2023</u>
Salaries and employee related benefits	<b>6,909,048</b>	6,378,107

Balances resulting from transactions with related parties are as follow:

	<b>30 September</b>	31 December
	<u>2024</u>	<u>2023</u>
<i>Due from related parties, net</i>		(Audited)
Due from related parties	<b>24,731,065</b>	47,357,867
Allowance for expected credit losses	<b>(2,899)</b>	(6,539)
	<u><b>24,728,166</b></u>	<u>47,351,328</u>

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**16 RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)**

Balances resulting from transactions with related parties, other than those disclosed elsewhere in the financial statements, are as follows:

<u>Name of related party</u>	<u>Nature of Balance</u>	<u>30 September</u> <u>2024</u>	31 December <u>2023</u> (Audited)
Derayah REIT Fund	Management fee receivable	<b>6,932,750</b>	6,583,887
Wadi Masharee Real Estate Fund	Management fee receivable	<b>5,577,500</b>	5,577,500
Derayah Real Estate Income Fund III	Management fee receivable	<b>4,221,477</b>	4,710,913
Derayah Global Venture Capital Fund	Management fee receivable	<b>2,949,626</b>	7,014,901
Derayah Private Equity Fund	Management fee receivable	<b>2,653,027</b>	3,588,925
Derayah Retail Fund	Management fee receivable	<b>851,806</b>	2,057,707
Derayah Venture Capital Fund	Management fee receivable	<b>651,732</b>	1,967,420
Al Waha Real Estate Fund	Due from related party	<b>570,510</b>	539,010
Derayah Credit Fund	Due from related party	<b>107,696</b>	71,806
Tawafuq Real Estate Fund	Due from related party	<b>91,563</b>	6,563
Derayah Private Fund 15	Due from related party	<b>56,884</b>	56,884
Derayah GCC Growth and Income Equity Fund	Due from related party	<b>23,251</b>	23,250
Derayah Freestyle Saudi Equity Fund	Due from related party	<b>20,000</b>	20,000
Alremal Real Estate Fund	Due from related party	<b>11,253</b>	11,253
Derayah Trade Finance Fund USD	Due from related party	<b>7,327</b>	7,210
Derayah Saudi Equities Fund	Due from related party	<b>4,663</b>	--
Derayah Asia Venture Capital Fund	Management fee receivable	--	3,250,418
Derayah Gulf Real Estate Fund	Due from related party	--	9,400
Durat Al Khalij Real Estate Fund	Management fee receivable	--	11,860,820
		<b><u>24,731,065</u></b>	<b><u>47,357,867</u></b>

During the period, real estate assets of Durat Al Khalij Fund, a Fund managed by Derayah amounting to SR 70 million have been sold to Derayah Gulf Real Estate Fund, a wholly owned subsidiary of the Group. Post the disposal of aforementioned assets, Durat Al Khalij Fund has been liquidated in March 2024.

**17 ACCRUED EXPENSES AND OTHER PAYABLES**

	<u>30 September</u> <u>2024</u>	31 December <u>2023</u> (Audited)
Dividend payable	<b>145,602,117</b>	--
Accrued expenses and other payables	<b>39,455,606</b>	27,339,666
Bonus payable	<b>36,598,381</b>	39,000,001
Commission payable	<b>12,485,026</b>	8,475,738
VAT payable	<b>9,953,973</b>	9,836,327
Accrued salaries and employee benefits	<b>4,305,288</b>	3,056,896
Current portion of lease liability	<b>2,338,431</b>	1,938,771
GOSI Payable	<b>764,834</b>	640,297
	<b><u>251,503,656</u></b>	<b><u>90,287,696</u></b>

**17.1** The Board of Directors, through the power vested by the shareholders, resolution passed on 30 September 2024 approved the interim cash dividend.

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**18 ZAKAT PAYABLE**

	<b>30 September 2024</b>	31 December 2023 (Audited)
At the beginning of the period / year	24,143,322	21,295,229
Zakat charge for the period / year	10,000,000	18,242,210
Paid during the period / year	<u>(11,354,471)</u>	<u>(15,394,117)</u>
	<u><b>22,788,851</b></u>	<u><b>24,143,322</b></u>

The Group is subject to Zakat in accordance with the regulations of the Zakat, Tax and Custom Authority (“ZATCA”). Zakat declaration for all the years up to 2023 have been filed with the ZATCA and acknowledgement certificates have been obtained.

During the period ended 30 September 2024, the Group settled the assessment for the years 2019 – 2021. Provision, amounting to SR 9 million, maintained by the Group against these assessment has accordingly been reversed. Except as mentioned above, there has been no change in the status of the Group’s zakat assessments from the status disclosed in the annual financial statements of the Group for the year ended 31 December 2023.

**19 SHARE CAPITAL**

	<b>30 September 2024</b>	31 December 2023 (Audited)
Ordinary share capital	<u><b>499,470,390</b></u>	<u>162,290,130</u>

Share capital of SR 499 million (31 December 2023: SR 162 million) is divided into 249,735,195 shares (31 December 2023: 16,229,013 shares) of SR 2 each (31 December 2023: SR 10 each), which is wholly paid.

During the period, the shareholders of the Group passed a resolution increasing the share capital of the Group from SR 162,290,130 to SR 499,470,390 by issuing 33,718,026 shares through capitalisation of retained earnings amounting to SR 337,180,260. Additionally, the par value of the Group 's shares was reduced from SR 10 each to SR 2 each.

**20 TREASURY SHARE RESERVE**

The reserve for the Company’s treasury shares comprises the cost of the Company’s shares held by the Group. As at 30 September 2024, the Group held 7,065,000 of the Company’s shares (31 December 2023: Nil shares) at par value of SR 2 each.

**21 REVENUE FROM CONTRACTS WITH CUSTOMERS**

**21.1 Disaggregated revenue information**

	<b>For the nine-month period ended 30 September 2024</b>		
	<b>Brokerage Fees</b>	<b>Asset Management</b>	<b>Total</b>
<b>Timing of revenue recognition</b>			
Services rendered at a point in time	365,593,876	--	365,593,876
Services rendered over a period of time	--	105,277,973	105,277,973
Total revenue from contracts with customers	<u><b>365,593,876</b></u>	<u><b>105,277,973</b></u>	<u><b>470,871,849</b></u>

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**21 REVENUE FROM CONTRACTS WITH CUSTOMERS (CONTINUED)**

**21.1 Disaggregated revenue information (continued)**

	For the nine-month period ended 30 September 2023		
	Brokerage Fees	Asset Management	Total
Timing of revenue recognition			
Services rendered at a point in time	279,881,840	--	279,881,840
Services rendered over a period of time	--	55,962,540	55,962,540
Total revenue from contracts with customers	279,881,840	55,962,540	335,844,380

**21.2 Performance obligations**

Information about the Group's performance obligations are summarised below:

**Brokerage services:**

This consist of a separate and distinct performance obligation i.e. to act as a broker (agent) in providing trading facility on stock exchange or capital markets to client against the commission. The performance obligation is complete for buy orders when a buy order is executed; and similarly, for a sell order when it is executed on behalf of its principals (clients). Clients can directly place buy/sell order using internet based trading platform or use Group's phone call or email service for placing orders.

The income is recognised upon execution of related deals / transactions and presented in statement of profit or loss and other comprehensive income net of discounts.

**Asset management services:**

This consist of a separate and distinct performance obligation i.e. to provide asset management services to the mutual funds under the Group's management. As per the terms and condition of the funds, the management fees is computed on daily / weekly / monthly / semi-annually (annual % pro-rated for periodic accrual) with reference to periodic net asset value of the fund. The Group's practice for recognition of management fee is aligned with IFRS 15 since management fee is recognised on an accrual basis against rendering of asset management services that the Group is providing on an on-going basis. Performance fees are earned from some arrangements when contractually agreed performance levels are exceeded within specified performance measurement periods, typically over one year. The fees are recognised when they can be reliably estimated and / or crystallised, and there is deemed to be a low probability of a significant reversal in future periods. This is usually at the end of the performance period or upon early redemption by a fund investor. Once crystallised, performance fees typically cannot be clawed-back.

**Geographical distribution**

The Group generates all its revenue from the Kingdom of Saudi Arabia.

**22 SPECIAL COMMISSION INCOME**

	For the nine-month period ended	
	30 September 2024	30 September 2023
Special commission income earned from:		
- Financial institutions	152,732,902	88,204,270
- Investments	2,709,955	1,036,980
	155,442,857	89,241,250

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**23 GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS, NET**

	<b>For the nine-month period ended</b>	
	<b>30 September</b>	<b>30 September</b>
	<b>2024</b>	<b>2023</b>
Unrealised gain on investments at fair value through profit or loss, net	13,762,337	9,633,446
Realised gain on investments at fair value through profit or loss, net	2,806,438	1,547,704
	<b>16,568,775</b>	<b>11,181,150</b>

**24 SALARIES AND EMPLOYEE' RELATED EXPENSES**

	<b>For the nine-month period ended</b>	
	<b>30 September</b>	<b>30 September</b>
	<b>2024</b>	<b>2023</b>
Salaries and employee related expenses	102,773,675	86,948,239
GOSI expense	3,596,882	3,449,716
End of service benefit	2,701,593	2,716,750
	<b>109,072,150</b>	<b>93,114,705</b>

**25 GENERAL AND ADMINISTRATIVE EXPENSES**

	<b>For the nine-month period ended</b>	
	<b>30 September</b>	<b>30 September</b>
	<b>2024</b>	<b>2023</b>
Professional expenses	54,540,799	30,346,071
Commission expenses	26,000,000	19,195,092
IT expenses	23,924,992	14,107,346
Depreciation	9,316,095	6,754,849
Utilities	6,868,446	6,172,756
Amortisation	5,068,673	3,096,343
Finance charges	4,941,405	4,070,402
Office maintenance	1,943,981	2,013,267
Office expenses	1,529,815	2,343,699
Tax and other expenses	11,549,860	1,472,262
	<b>145,684,066</b>	<b>89,572,087</b>

**26 OTHER INCOME, NET**

	<b>For the nine-month period ended</b>	
	<b>30 September</b>	<b>30 September</b>
	<b>2024</b>	<b>2023</b>
Foreign exchange gains, net	6,738,116	4,690,860
Price Streamer Fees & Advisory	556,228	670,680
	<b>7,294,344</b>	<b>5,361,540</b>

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**27 EARNINGS PER SHARE**

The calculation of basic earnings per share has been based on the profit attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding. The calculation of diluted earnings per share has been based on the following profit attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares.

	<b>For the nine-month period ended</b>	
	<b>30 September</b>	30 September
	<b><u>2024</u></b>	<u>2023</u>
		(Restated)
Income for the period	<b>336,316,915</b>	214,723,489
Weighted average number of ordinary shares exc. treasury shares	<b>242,670,195</b>	242,670,195
Basic and diluted income per share	<b>1.39</b>	0.88

**28 FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

Set out below is an overview of financial assets, held by the Group as at 30 September 2024 and 31 December 2023.

	<b>30 September</b>	31 December
	<b><u>2024</u></b>	<u>2023</u>
		(Audited)
<b>Financial assets at amortised cost</b>		
Cash and cash equivalents, net	<b>70,384,142</b>	20,888,231
Investment at amortised cost, net	<b>51,093,860</b>	30,234,685
Due from related parties, net	<b>24,728,166</b>	47,351,328
Margin client receivables, net	<b>65,991,845</b>	75,317,730
Other current financial assets	<b>305,583,561</b>	324,551,231
<b>Financial assets at fair value through other comprehensive income</b>		
Investment in a REIT fund	<b>16,721,840</b>	21,421,612
<b>Financial assets at fair value through profit or loss</b>		
Real estate funds	<b>1,434,828</b>	26,967,499
Venture capital and private equity funds	<b>27,986,365</b>	13,712,303
Equity securities	<b>61,772,702</b>	27,122,564
Equity funds	<b>45,696,749</b>	46,506,214
Corporate sukuk	<b>50,186,490</b>	42,186,490
Money market funds	<b>159,472,007</b>	35,012,205
<b>Investment in an associate</b>	<b>217,977,200</b>	263,852,000
<b>Total financial assets</b>	<b>1,099,029,755</b>	975,124,092
<b>Total current</b>	<b>488,618,298</b>	499,035,123
<b>Total non-current</b>	<b>610,411,457</b>	476,088,969
	<b>1,099,029,755</b>	826,024,405

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**28 FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)**

Set out below is an overview of financial liabilities held by the Group as at 30 September 2024 and 31 December 2023.

	<b>30 September <u>2024</u></b>	31 December <u>2023</u> (Audited)
<b>Financial liabilities at amortised cost</b>		
Accrued expenses and other payables	238,446,418	77,872,301
Lease liability	5,723,064	5,159,705
<b>Total financial liabilities</b>	244,169,482	83,032,006
<b>Total current liabilities</b>	240,784,849	79,811,072
<b>Total non-current liabilities</b>	3,384,633	3,220,934
	244,169,482	83,032,006

**29 FAIR VALUE HIERARCHY**

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement, as follows:

Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table provides the fair value measurement hierarchy of the Group's financial assets as at 30 September 2024 and 31 December 2023. There are no financial liabilities measured at fair value.

	<b><u>Total</u></b>	<b><u>(Level 1)</u></b>	<b><u>(Level 2)</u></b>	<b><u>(Level 3)</u></b>
<b>As at 30 September 2024</b>				
<b>Financial assets measured at fair value</b>				
<b>Investments at FVTPL</b>	346,549,141	21,434,706	294,216,929	30,897,506
<b>Investments at FVOCI</b>	16,721,840	16,721,840	--	--
<b>As at 31 December 2023 (Audited)</b>				
<b>Financial assets measured at fair value</b>				
<b>Investment at FVTPL</b>	191,507,275	51,162,663	113,343,212	27,001,400
<b>Investment at FVOCI</b>	21,421,612	21,421,612	--	--

There were no transfers between levels during the period / year ended 30 September 2024 and 31 December 2023.

As at the reporting date, the carrying values of the financial assets not measured at fair value including investment at amortised cost, due from related parties and receivable against margin lending and other current financial assets approximate their fair values, since the market commission rates for similar instruments are not significantly different from contracted rates, and / or due to short duration of financial instruments.

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**29 FAIR VALUE HIERARCHY (CONTINUED)**

An active market for these instruments is not available and the Group intends to realize the carrying value of these financial instruments through settlement with the counter party at the time of their respective maturities.

Investments in listed securities are classified under Level 1, investment in public and private mutual funds and corporate bonds are classified under Level 2 and investment in private securities are classified at Level 3. The valuations of mutual funds are derived from the net asset values of the Funds whereas fair value for the private equity securities is derived from the latest valuation rounds or bids received. For certain private equity securities purchased recently, transaction price has been considered as a reasonable approximation of the fair value.

Moreover, during the period, there is no movement in investments classified under Level 3.

**30 SEGMENT REPORTING**

The Group is organised into the following segments:

***Brokerage***

The brokerage division provides brokerage services and facilitates in trading in local and international, and regional equities, options, indices and Islamic certificates.

***Asset Management***

Fees from asset management of discretionary portfolio, funds, real estate management, and alternative investments.

***Murabaha***

Special commission income from Murabaha.

***Investment***

The investment division is engaged in managing the proprietary investments of the Group, mainly represents investment in funds managed by the Group.

***Advisory***

Advisory relates to the services offered for establishment of Bank D360.

The Group's total assets and liabilities, operating income and expenses, and net income, by business segments, are as follows:

30 September 2024	<u>Brokerage</u>	<u>Asset management</u>	<u>Murabaha</u>	<u>Investment</u>	<u>Advisory</u>	<u>Total</u>
Total assets	362,040,256	104,254,658	121,478,002	654,832,605	--	1,242,605,521
Total liabilities	87,868,424	25,302,967	29,483,132	158,930,142	92,759,437	394,344,102
Total operating income	365,593,876	105,277,973	155,442,857	17,722,499	--	644,037,205
Other income, net	5,787,830	1,506,514	--	--	--	7,294,344
Operating expenses	(74,751,599)	(21,525,789)	(25,081,948)	(135,205,362)	(2,575,136)	(259,139,834)
Share of loss in an associate	--	--	--	(45,874,800)	--	(45,874,800)
Net income / (loss) before zakat	296,630,107	85,258,698	130,360,909	(163,357,663)	(2,575,136)	346,316,915

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**30 SEGMENT REPORTING (CONTINUED)**

31 December 2023 (Audited)	<u>Brokerage</u>	Asset <u>management</u>	<u>Murabaha</u>	<u>Investment</u>	<u>Advisory</u>	<u>Total</u>
Total assets	424,796,450	89,063,798	51,122,916	476,780,887	--	1,041,764,051
Total liabilities	58,155,675	12,193,052	6,998,853	65,272,472	87,335,891	229,955,943
		Asset				
30 September 2023	<u>Brokerage</u>	<u>management</u>	<u>Murabaha</u>	<u>Investment</u>	<u>Advisory</u>	<u>Total</u>
Total operating income	279,881,840	55,962,540	89,241,250	12,095,139	--	437,180,769
Other income	4,690,860	670,680	--	--	--	5,361,540
Operating expenses, net	(68,861,478)	(13,768,893)	(10,514,969)	(93,021,027)	(801,643)	(186,968,010)
Share of loss in an associate	--	--	--	(22,108,600)	--	(22,108,600)
Net income before zakat	215,711,222	42,864,327	78,726,281	(103,034,488)	(801,643)	233,465,699

Reconciliation of total operating income to revenue from contract with customers:

	<b>30 September <u>2024</u></b>	30 September <u>2023</u>
Total operating income	<b>644,037,205</b>	437,180,769
Adjustment for:		
- <i>Special commission income</i>	<b>(155,442,857)</b>	(89,241,250)
- <i>Net gain on financial assets at fair value through profit or loss</i>	<b>(16,568,775)</b>	(11,181,150)
- <i>Dividend income</i>	<b>(1,153,724)</b>	(913,989)
Revenue from contract with customers	<b><u>470,871,849</u></b>	<u>335,844,380</u>

**31 CAPITAL COMMITMENTS AND CONTINGENCIES**

The contingent liabilities against letter of guarantees as at 30 September 2024 amount to SAR 29.38 million (31 December 2023: SAR 29.38 million).

**32 CAPITAL REGULATORY REQUIREMENTS AND CAPITAL ADEQUACY MODEL**

The CMA has issued Prudential Rules (the “Rules”) dated 17 Safar 1434H (corresponding to 30 December 2012), thereafter, amended on 04 Jumada II 1444H (corresponding to 28 December 2022). According to the Rules, the CMA has prescribed the framework and guidance regarding the minimum regulatory capital requirement and its calculation methodology as prescribed under these Rules. In accordance with this methodology, the Group has calculated its risk weighted asset and surplus in the capital as follows:

	<b>30 September <u>2024</u></b>	31 December <u>2023</u> (Audited)
	<b>SAR (000)</b>	SAR (000)
<b>Capital base:</b>		
Tier 1 Capital	<b>818,503</b>	793,763
Tier 2 Capital	--	--
Total Capital base	<b><u>818,503</u></b>	<u>793,763</u>

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**32 CAPITAL REGULATORY REQUIREMENTS AND CAPITAL ADEQUACY MODEL  
(CONTINUED)**

	<b>30 September <u>2024</u></b>	31 December <u>2023</u> (Audited)
<b>Minimum capital requirement:</b>		
Credit risk	<b>1,887,429</b>	1,718,710
Market risk	<b>33,736</b>	14,101
Operational risk	<b>1,161,167</b>	1,161,167
Concentration risk	<b>166,893</b>	654,111
Total minimum capital required	<b><u>3,249,226</u></b>	<u>3,548,089</u>
Surplus in the Capital	<b><u>558,565</u></b>	<u>509,916</u>

**33 SUBSEQUENT EVENTS**

There have been no significant subsequent events that would have a material impact on the financial position or financial performance of the Group as reflected in these condensed consolidated interim financial statements.

**34 APPROVAL OF THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

The condensed consolidated interim financial statements were approved by the Board of Directors on 10 Jumada Al Awwal 1446H (corresponding to 12 November 2024).