

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS (UNAUDITED) AND
INDEPENDENT AUDITORS' REVIEW REPORT**

**FOR THE THREE-MONTH PERIOD ENDED
31 MARCH 2025**

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
For the three-month period ended 31 March 2025

Index	Page
Independent auditor's report on review of interim condensed consolidated financial statements	2
Interim condensed consolidated statement of financial position	3
Interim condensed consolidated statement of profit or loss	4
Interim condensed consolidated statement of comprehensive income	5
Interim condensed consolidated statement of changes in equity	6 – 7
Interim condensed consolidated statement of cash flows	8 – 9
Notes to the interim condensed consolidated financial statements	10 - 32

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE SHAREHOLDERS OF SUSTAINED INFRASTRUCTURE HOLDING COMPANY (A SAUDI JOINT STOCK COMPANY)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Sustained Infrastructure Holding Company (the "Company") and its subsidiaries (collectively referred to as "the Group") as at 31 March 2025, and the related interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement cash flows for the three-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated 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 interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagement 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 condensed consolidated financial statements consists of making inquiries, primarily of the persons responsible for the 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 ("ISAs") 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 interim condensed consolidated 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 for the three-month period ended 31 March 2024 were reviewed by another auditor who expressed an unmodified review conclusion on 22 May 2024 (corresponding to 14 Duh Al-Qi'dah 1445H).

for Ernst & Young Professional Services



Hussain Saleh Asiri
Certified Public Accountant
License No. (414)

Jeddah: 16 Thul-Qi'dah 1446H
(14 May 2025G)



SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at 31 March 2025

		<i>31 March</i> <i>2025</i> <i>(Unaudited)</i>	<i>31 December</i> <i>2024</i> <i>(Audited)</i>
	<i>Note</i>	<i>SR</i>	<i>SR</i>
ASSETS			
Non-current assets			
Property, plant and equipment	7	239,738,894	245,123,882
Intangible assets	8	3,547,892,157	3,582,789,169
Work in progress assets	9	153,510,295	125,606,912
Equity-accounted investees	10	253,520,404	252,064,802
Goodwill		8,776,760	8,776,760
Right-of-use assets	14	64,891,731	65,990,535
Investment properties	15	358,813,098	363,262,609
Financial assets at fair value through other comprehensive income	11	7,575,081	8,549,266
Deferred tax assets		5,705,485	5,705,485
Total non-current assets		4,640,423,905	4,657,869,420
Current assets			
Inventories	12	25,993,037	22,372,341
Trade receivables, prepayments and other receivables	13	395,301,073	331,257,772
Due from related parties	21	15,288,570	15,445,125
Short term deposits	16	116,618,268	118,618,268
Cash and cash equivalents	16	853,614,458	885,073,460
Total current assets		1,406,815,406	1,372,766,966
Total assets		6,047,239,311	6,030,636,386
EQUITY AND LIABILITIES			
Equity			
Share capital	17	816,000,000	816,000,000
Share premium		36,409,063	36,409,063
Statutory reserve	17	106,905,167	106,905,167
Treasury shares	17	(6,622,592)	(6,622,592)
Other components of equity		380,289,852	389,289,121
Retained earnings		161,503,299	135,803,516
Equity attributable to the shareholders of the Parent Company		1,494,484,789	1,477,784,275
Non-controlling interests		965,920,272	929,763,542
Total equity		2,460,405,061	2,407,547,817
Non-current liabilities			
Obligation under service concession arrangement		1,547,388,780	1,542,309,320
Long-term loans	18	1,028,007,500	1,067,969,084
Employees' end of service benefits		57,531,900	55,269,018
Long-term provisions		2,224,711	2,195,849
Lease liabilities	14	113,133,745	111,922,170
Total non-current liabilities		2,748,286,636	2,779,665,441
Current liabilities			
Obligation under service concession arrangement		164,702,451	162,744,035
Current portion of long-term loans	18	165,494,684	164,180,291
Current portion of lease liabilities	14	11,060,239	11,112,819
Short-term loan		11,092,574	23,664,626
Trade payables, accrued and other current liabilities	20	446,276,379	447,154,062
Zakat and income tax payable	19	36,913,699	34,567,295
Due to a related party	21	3,007,588	-
Total current liabilities		838,547,614	843,423,128
Total liabilities		3,586,834,250	3,623,088,569
Total equity and liabilities		6,047,239,311	6,030,636,386

The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.




SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
For the three-month period ended 31 March 2025

		<i>For the three-month period ended 31 March 2025</i>	<i>For the three-month period ended 31 March 2024</i>
		<i>SR</i>	<i>SR</i>
	<i>Note</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Revenue from contracts with customers			
Revenue from sale of goods and services	5	328,808,168	257,638,802
Construction revenue		22,678,597	9,273,279
TOTAL REVENUES		351,486,765	266,912,081
Direct costs		(146,665,958)	(124,765,165)
Cost of construction		(22,678,597)	(9,273,279)
COST OF REVENUE		(169,344,555)	(134,038,444)
GROSS PROFIT		182,142,210	132,873,637
OPERATING EXPENSES			
General and administration expenses		(49,903,616)	(50,423,469)
Selling and distribution expenses		(2,410,216)	(2,854,771)
TOTAL OPERATING EXPENSES		(52,313,832)	(53,278,240)
PROFIT FROM OPERATIONS		129,828,378	79,595,397
Finance income		7,069,348	4,482,577
Finance cost		(72,793,905)	(72,090,900)
Other income, net		328,256	6,062,685
Share of profit / (loss) of equity accounted investees, net	10	8,510,157	(25,349,056)
PROFIT / (LOSS) BEFORE ZAKAT AND INCOME TAX		72,942,234	(7,299,297)
Zakat and income tax	19	(11,342,502)	(6,621,223)
PROFIT / (LOSS) FOR THE PERIOD		61,599,732	(13,920,520)
<i>Attributable to:</i>			
Shareholders of the Parent Company		24,725,598	(21,175,162)
Non-controlling interests		36,874,134	7,254,642
		61,599,732	(13,920,520)
EARNINGS / (LOSS) PER SHARE			
Basic and diluted earnings / (loss) per share from profit for the period attributable to the shareholders of the parent Company	6	0.30	(0.26)

The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025**

	<i>For the three- month period ended 31 March 2025</i>	<i>For the three- month period ended 31 March 2024</i>
	<i>SR (Unaudited)</i>	<i>SR (Unaudited)</i>
PROFIT / (LOSS) FOR THE PERIOD	61,599,732	(13,920,520)
OTHER COMPREHENSIVE (LOSS) / INCOME		
<i>Items that are or may be reclassified subsequently to profit or loss</i>		
Cash flow hedges - effective portion of changes in fair value	(7,054,555)	7,275,000
Currency translation reserve	(1,601,533)	-
OTHER COMPREHENSIVE (LOSS)/ INCOME FOR THE PERIOD	(8,656,088)	7,275,000
TOTAL COMPREHENSIVE INCOME/ (LOSS) FOR THE PERIOD	52,943,644	(6,645,520)
<i>Attributable to:</i>		
Shareholders of the Parent Company	16,700,514	(13,900,144)
Non-controlling interests	36,243,130	7,254,624
	52,943,644	(6,645,520)




The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the three-month period ended 31 March 2025

	Equity attributable to the shareholders' of the Parent Company												
	<i>Other components of equity</i>										Non-controlling interests SR	Total equity SR	
	Share capital SR	Share premium SR	Statutory reserve SR	Treasury shares SR	Effect of changes in ownership interest in subsidiaries (note 10)) SR	Actuarial valuation reserves SR	Cash flow hedging reserve SR	Fair value reserve SR	Currency translation reserve SR	Retained earnings SR			Total SR
Balance at 1 January 2025 (Audited)	816,000,000	36,409,063	106,905,167	(6,622,592)	343,683,752	(3,842,053)	53,301,884	(1,020,884)	(2,833,578)	135,803,516	1,477,784,275	929,763,542	2,407,547,817
Profit for the year	-	-	-	-	-	-	-	-	-	24,725,598	24,725,598	36,874,134	61,599,732
Other comprehensive loss	-	-	-	-	-	-	(7,054,555)	-	(970,529)	-	(8,025,084)	(631,004)	(8,656,088)
Total comprehensive income	-	-	-	-	-	-	(7,054,555)	-	(970,529)	24,725,598	16,700,514	36,243,130	52,943,644
Dividends paid	-	-	-	-	-	-	-	-	-	-	-	(86,400)	(86,400)
Balance at 31 March 2025 (unaudited)	816,000,000	36,409,063	106,905,167	(6,622,592)	343,683,752	(3,842,053)	46,247,329	(1,020,884)	(3,804,107)	160,529,114	1,494,484,789	965,920,272	2,460,405,061

Handwritten signature

Handwritten signature

The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED) (CONTINUED)
For the three-month period ended 31 March 2025**

	Equity attributable to the shareholders of the Parent Company											Non-controlling interests SR	Total equity SR
	Other components of equity												
	<i>Effect of changes in shareholding percentage in subsidiaries SR</i>												
	Share capital SR	Share premium SR	Statutory reserve SR	Treasury shares SR	Actuarial valuation reserves SR	Cash flow hedging reserve SR	Fair value reserve SR	Retained earnings SR	Total SR				
Balance at 1 January 2024 (audited)	816,000,000	36,409,063	106,905,167	(6,622,592)	343,683,752	(4,699,435)	46,088,275	2,016,322	169,079,592	1,508,860,144	805,862,437	2,314,722,581	
(Loss) /profit for the period	-	-	-	-	-	-	-	-	(21,175,162)	(21,175,162)	7,254,642	(13,920,520)	
Other comprehensive income/ (loss)	-	-	-	-	-	-	7,275,000	-	-	7,275,000	-	7,275,000	
Total comprehensive income/ (loss)	-	-	-	-	-	-	7,275,000	-	(21,175,162)	(13,900,162)	7,254,642	(6,645,520)	
Issue of share capital to non-controlling interest	-	-	-	-	-	-	-	-	-	-	182,320,327	182,320,327	
Balance at 31 March 2024 (unaudited)	816,000,000	36,409,063	106,905,167	(6,622,592)	343,683,752	(4,699,435)	53,363,275	2,016,322	147,904,430	1,494,959,982	995,437,406	2,490,397,388	

15

Mustafa

The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
For the three-month period ended 31 March 2025

		<i>For the three- month period ended 31 March 2025 (Unaudited) SR</i>	<i>For the three- month period ended 31 March 2024 (Unaudited) SR</i>
Cash flows from operating activities			
Profit / (loss) before zakat and income tax		72,942,234	(7,299,297)
<i>Adjustments for:</i>			
Depreciation and amortization		62,339,680	56,661,015
Provision for employees' end of service benefits		3,277,450	2,500,056
Amortization of advance rental		1,934,751	2,130,621
Share of results of equity accounted investees, net (Reversal) / provision of expected credit losses	10	(8,510,157)	25,349,056
(Reversal) / provision for slow moving and obsolete inventories		(14,957)	689,605
(Loss) / gain on disposal of property, plant and equipment		(953,512)	587,570
Provision for dismantling cost		3	(160,613)
Financial charges		28,862	-
		<u>70,830,292</u>	<u>72,090,900</u>
		201,874,646	152,548,913
Changes in operating assets and liabilities:			
Trade receivables, prepayments and other receivables		(64,028,344)	(31,828,175)
Due from related parties		156,555	(3,876,762)
Inventories		(2,667,184)	(2,817,508)
Trade payable, accrued and other liabilities		(33,239,971)	(59,702,614)
Due to a related party		3,007,588	1,672,103
Cash generated from operating activities		<u>105,103,290</u>	<u>55,995,957</u>
Employees' end of service benefits paid		(1,014,568)	(532,046)
Financial charges paid		(30,845,303)	(24,925,698)
Zakat and income tax paid		(8,996,098)	-
Net cash from operating activities		<u>64,247,321</u>	<u>30,538,213</u>
Cash flows from investing activities			
Proceeds from disposal of property, plant and equipment		-	176,062
Additions to property, plant and equipment, capital work in progress and intangible assets		(45,815,103)	(55,456,448)
Proceeds received from financial assets at fair value through OCI		974,185	-
Proceeds from short term deposits		2,000,000	-
Investment in associate made during the period	10	-	(8,080,676)
Net cash used in investing activities		<u>(42,840,918)</u>	<u>(63,361,062)</u>
Cash flows from financing activities			
Repayment of long-term loans		(38,647,191)	(37,846,119)
Lease liabilities paid		(1,130,084)	(3,141,683)
Repayment of short-term loans		(13,001,730)	-
Dividend paid to non-controlling interest by subsidiaries		(86,400)	-
Issue of share capital to non-controlling interest		-	33,476,750
Net cash used in financing activities		<u>(52,865,405)</u>	<u>(7,511,052)</u>
Net decrease in cash and cash equivalents		<u>(31,459,002)</u>	<u>(40,333,901)</u>
Cash and cash equivalents at the beginning of the period		<u>885,073,460</u>	<u>1,166,405,656</u>
Cash and cash equivalents at the end of the period	16	<u>853,614,458</u>	<u>1,126,071,755</u>

The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025**

<i>Note</i>	<i>For the three-month period ended 31 March 2025 (Unaudited) SR</i>	<i>For the three-month period ended 31 March 2024 (Unaudited) SR</i>
SUPPLEMENTARY NON-CASH INFORMATION		
Cash flow hedges – effective portion of change in fair value	(7,054,555)	7,275,000
Impact of lease modification during the period	395,578	-
Currency translation reserve	(1,601,533)	-

The attached notes 1 to 25 form an integral part of these interim condensed consolidated financial statements.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY

(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

For the three-month period ended 31 March 2025

1. ORGANISATION AND ACTIVITIES

Sustained Infrastructure Holding Company (“the Company” or “the Parent Company” or “SISCO”) is a joint stock company incorporated in accordance with Saudi Arabian Regulations for Companies under the Ministry of Commerce Resolution No. 223 of 7 Rabi Al Awal 1409 H (corresponding to 18 October 1988) and registered under unified number 7001302053 dated 10 Rabi Al Thani 1409H (corresponding to 20 November 1988). The Group via its subsidiaries is engaged in the business of development and management of port terminal operations, maritime services, warehouse services, supply chain solutions, logistics services, associated development, and water desalination and treatment plant and sale of water. The principal activity of the Parent Company is investment and management of subsidiaries.

The registered head office of the Parent Company is located at Hira Street, King Abdulaziz Road, Az Zahra District, P.O. Box 14221, Jeddah 23522, Kingdom of Saudi Arabia.

These interim condensed consolidated financial statements include assets, liabilities and the results of the operations of the Parent Company and its following subsidiaries collectively referred to as “the Group”:

<u>Company</u>	<u>Country of incorporation</u>	<u>Effective shareholding</u>		<u>Principal activities</u>
		<u>31 March 2025</u>	<u>31 December 2024</u>	
Saudi Trade and Export Development Company Limited (“Tusdeer”)	Saudi Arabia	76%	76%	Management and operation of storage and re-export project situated on the land leased from Jeddah Islamic Port. (Logistic parks and support services segment).
Support Services Operation Company Limited (“ISNAD”)	Saudi Arabia	99.28%	99.28%	Development and operation of industrial zones, construction and operation of restaurants, catering and entertainment centres, construction of gas stations, auto servicing and maintenance workshops, and purchase of land for the construction of building thereon and investing the same through sale or lease. (Logistic parks and support services segment).
Kindasa Water Services Company – Closed Joint Stock Company (“Kindasa”)	Saudi Arabia	65%	65%	Water desalination and treatment plant and sale of water. (Water desalination and distribution segment).
Red Sea Port Development Company - Closed Joint Stock Company (“RSPD”)	Saudi Arabia	60.6%	60.6%	Development, construction, operation and maintenance of container terminals and excavation and back filling works. (Port development and operations segment).
Red Sea Gateway Terminal Company Limited (“RSGT”) (i)	Saudi Arabia	36.36%	36.36%	Development, construction, operation and maintenance of container terminals and excavation and back filling works. (Port development and operations segment).

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

1. ORGANISATION AND ACTIVITIES (continued)

<u>Company</u>	<u>Country of incorporation</u>	<u>Effective shareholding</u>		<u>Principal activities</u>
		<u>31 March 2025</u>	<u>31 December 2024</u>	
Red Sea Ports Development International Limited – (“RSPDI”)	United Kingdom	60.6%	60.6%	Development, construction, operation and maintenance of container terminals and excavation and back filling works. (Port development and operations segment).
Red Sea Gateway Terminal International Limited (“RSGTI”) (ii)	United Kingdom	36.36%	36.36%	Development, construction, operation and maintenance of container terminals and excavation and back filling works. (Port development and operations segment).
RSGT Bangladesh (“RSGTB”) (iii)	Bangladesh	36.36%	36.36%	Development, construction, operation and maintenance of container terminals and excavation and back filling works. (Port development and operations segment).

(i) SISCO owns 60.6% effective interest in RSPDI which in turn owns 60% interest in RSGT.

(ii) SISCO owns 60.6% effective interest in RSPDI which in turn owns 60% interest in RSGTI.

(iii) SISCO owns 36.36% effective interest in RSGTI which in turn owns 100% interest in RSGT Bangladesh. During the year 2023, the Group’s subsidiary Red Sea Gateway Terminal International Limited (“RSGTI”) (in which SISCO owns 36.36% through its investment vehicle Red Sea Ports Development International Limited (“RSPDI”)) has signed 22 years concession agreement with the Chittagong Port Authority for Patenga Container Terminal (“PCT”) the Bangladesh's primary port, to develop a comprehensive long-term plan for a container terminal. Under the new concession, the Group’s subsidiary, will develop and operate a 500,000 Twenty Foot Equivalent Unit (‘TEU’) facility at PCT in Chittagong.

As per the terms of the concession agreement RSGTI is committed to invest USD 170 million (equivalent to SR 637.5 million) to consolidate and develop the existing infrastructure as a first phase to increase the total TEU capacity to 500,000 TEUs.

The Group’s subsidiary, RSGT Bangladesh, commenced its commercial operations from 11 June 2024.

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025**

2. BASIS OF PREPARATION

2.1 Basis of accounting

These interim condensed consolidated financial statements have been prepared in accordance with *International Accounting Standard 34 - Interim Financial Reporting* (“IAS 34”), that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants (SOCPA). These interim condensed consolidated financial statements do not include all of the information required for full consolidated annual financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024. In addition, results for the three-month period ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

The consolidated financial statements of the Group as at and for the year ended 31 December 2024, were prepared in accordance with IFRS Accounting Standards (IFRS) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organisation for Chartered and Professional Accountants (“SOCPA”).

The accounting policies used and method of computation applied in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of certain amendments, effective as of 1 January 2025, as disclosed in Note 4.

These interim condensed consolidated financial statements are expressed in Saudi Arabian Riyals (SR), except where otherwise stated.

2.2 Significant judgments, estimates and assumptions

The preparation of Group’s interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of revenues, expenses, assets, liabilities and accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

The Group based its assumptions and estimates on parameters available when the interim condensed consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

The significant judgments exercised in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements for the year ended 31 December 2024.

2.3 Basis of measurement

These interim condensed consolidated financial statements have been prepared under the historical cost basis, except for financial assets at fair value through other comprehensive income (“FVOCI”) and derivative financial instruments which are carried at their fair values. Further, the interim condensed consolidated financial statements are prepared using the accrual basis of accounting and the going concern assumption.

2.4 Functional and presentation currency

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

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in these interim condensed consolidated financial statements are the same as those applied in the Group's annual consolidated financial statements as at and for the year ended 31 December 2024, except for the adoption of certain amendments, effective as of 1 January 2025, as disclosed in Note 4.

4. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

4.1 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments apply for the first time in 2025, but do not have a material impact on the interim condensed consolidated financial statements of the Group.

Standard, interpretation, amendments	Description	Effective date
Lack of exchangeability – Amendments to IAS 21	An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.	1 January 2025

4.2 Standards issued but not yet effective

The International Accounting Standard Board (IASB) has issued following accounting and other standards, amendments and revisions which are effective from periods on or after 1 January 2025. The Group has opted not to early adopt these pronouncements and they are not expected to have a significant impact on the interim condensed financial information of the Group.

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025**

4. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

4.2 Standards issued but not yet effective (continued)

Standard, interpretation, amendments	Description	Effective date
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28	The amendments address the conflict between IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures in dealing with the loss of control of a subsidiary that is sold or contributed to an associate or joint venture. The amendments clarify that a full gain or loss is recognised when a transfer to an associate or joint venture involves a business as defined in IFRS 3 Business combinations. Any gain or loss resulting from the sale or contribution of assets that does not constitute a business, however, is recognised only to the extent of unrelated investors' interests in the associate or joint venture.	Available for optional adoption / effective date deferred indefinitely.
IFRS 18 – Presentation and disclosure in financial statements	IFRS 18 will replace IAS 1; many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its 'operating profit or loss'. IFRS 18 will apply for reporting periods beginning on or after 1 January 2027 and also applies to comparative information. The changes in presentation and disclosure required by IFRS 18 might require system and process changes for many entities.	1 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	IFRS 19 applies to eligible subsidiaries that elect to adopt the standard in their consolidated, separate or individual financial statements. Eligible subsidiaries are those that are not publicly accountable and whose ultimate or intermediate parent prepares consolidated financial statements available for public use that comply with IFRS Accounting Standards.	1 January 2027

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

5. REVENUE FROM SALE OF GOODS AND SERVICES

	<i>For the three- month period ended 31 March 2025 Unaudited SR</i>	<i>For the three- month period ended 31 March 2024 Unaudited SR</i>
Shipping and unloading services	274,209,658	208,354,895
Sale of potable water	22,372,472	23,093,821
Rentals and support services	32,226,038	26,190,086
	<u>328,808,168</u>	<u>257,638,802</u>

6. EARNINGS / (LOSS) PER SHARE

Basic earnings / (loss) per share (“EPS”) is calculated by dividing profit / (loss) for the period attributable to ordinary equity holders of the Parent Company by the weighted average number of ordinary shares in issue outstanding during the period.

	<i>For the three- month period ended 31 March 2025 Unaudited SR</i>	<i>For the three- month period ended 31 March 2024 Unaudited SR</i>
Profit / (loss) for the period attributable to ordinary equity holders of the parent	<u>24,725,598</u>	<u>(21,175,162)</u>
Weighted average number of ordinary shares in issue	<u>81,335,498</u>	<u>81,335,498</u>
Basic and diluted earnings / (loss) per share	<u>0.30</u>	<u>(0.26)</u>

The diluted earnings / (loss) per shares is same as the basic earnings / (loss) per shares as the Group does not have any dilutive instruments.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

7. PROPERTY, PLANT AND EQUIPMENT

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
Property, plant and equipment (note (i))	177,545,346	178,921,889
Property and equipment - port terminal operations (note (ii))	40,294,853	43,781,827
Property and equipment of bonded and re-export project (note (iii))	21,898,695	22,420,166
	<u>239,738,894</u>	<u>245,123,882</u>

- i) The desalination plant and filling stations are situated on land leased from the Saudi Port Authority.
- ii) The Group's property and equipment – port terminal operations has been pledged against the Ijara facility (note 18).
- iii) The buildings and leasehold improvements are situated on a plot of land leased from Saudi Ports Authority (MAWANI) for a nominal annual rental. The initial lease agreement is for 20 Hijra years starting from 15 Muharram 1419H (corresponding to 11 May 1998) with a grace period of two Hijra years. On 22 Ramadan 1424H (corresponding to 16 November 2003) the lease agreement was extended to 40 Hijra years.

8. INTANGIBLE ASSETS

Intangible assets comprise of the following:

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
Port concession rights and assets (note 8.1)	2,001,417,289	2,024,239,375
Intangible asset related to fixed and guaranteed variable fee payable (note 8.2)	1,544,070,025	1,555,883,680
Other intangible assets	2,404,843	2,666,114
	<u>3,547,892,157</u>	<u>3,582,789,169</u>

Tusdeer, a subsidiary of the Group, had entered into a Build-Operate-Transfer (the "BOT Agreement") agreement with Saudi Ports Authority ("MAWANI" or the "Grantor") for the construction of a container terminal at the Re-export Zone of Jeddah Islamic Port. The BOT Agreement was, subsequently, novated by Tusdeer to RSGT another subsidiary of the Group, effective from 22 Shawal 1428H (corresponding to 3 November 2007). The period of the BOT Agreement originally was for 32 years. On 23 December 2019, RSGT, entered into a new concession agreement (the New Concession Agreement) with MAWANI whereby RSGT acquired rights to build, update and operate North Container Terminal in addition to the terminal operated under the BOT Agreement, effective from 1 April 2020 (the effective date) for a period of 30 years from this date and has an option to renew the term before the expiry based on mutual agreement.

As per the New Concession Agreement there is no explicit requirement to replace the concession assets, however, there is a requirement of serviceability for 4 years at the end of the arrangement. Under the terms of the Concession, MAWANI stipulates the Tariffs to be applied by the Operator when providing services and has the right to review the published tariff structure. The Group has a right to charge users of the port for services provided in accordance with the New Concession Agreement. Intangible assets – port concession rights are secured against the Ijara facilities obtained from local banks.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

8. INTANGIBLE ASSETS (continued)

The New Concession Agreement stipulates payment of the fixed and guaranteed variable fees to the Grantor on the specified rates over the life of the agreement. These fees have been recorded as intangible asset at the present value under the guidance of IFRIC 12 ‘Service Concession Arrangements’, with a corresponding liability recognized as obligation. All other variable fees under the New Concession Agreement are charged to consolidated statement of profit or loss as and when incurred.

Further, RSGT Bangladesh Limited (“RSGTB”), a subsidiary of the Group, has entered into an Equip-Operate and Transfer (the “EOT Agreement”) agreement on 6 December 2023 with Chittagong Port Authority (“CPA” or the “grantor”) for the upgrading and operating of a Patenga Container Terminal (“PCT”) at the Bangladesh’s primary port. Under the EOT Agreement, RSGTB will develop and operate a 500,000 Twenty Foot Equivalent Unit (‘TEU’) container terminal facility.

The period of the EOT Agreement is for 22 years, effective from 11 June 2024 (the effective date) and has an option to renew the term before the expiry based on mutual agreement. As per the EOT Agreement, there is no explicit requirement to replace the concession assets. Under the terms of the EOT Agreement, CPA stipulates the Tariffs to be applied by the Operator when providing services and has the right to review the published tariff structure. The Group has a right to charge users of the port for services provided in accordance with the EOT Agreement.

The EOT Agreement stipulates payment of upfront fee, the fixed and guaranteed variable fees on the specified rates over the life of the agreement. These fees have been recorded as intangible asset at the present value under the guidance of IFRIC 12 ‘Service Concession Arrangements’, with a corresponding liability recognized as obligation. All other variable fees under the EOT Agreement are charged to consolidated statement of profit or loss as and when incurred.

8.1 Port concession rights and assets

The movement in port concession rights is as follows:

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
Cost		
Balance at the beginning of the period / year	3,319,806,465	3,225,437,075
Additions during the period / year	2,307,681	24,908,833
Transfer from capital work in progress	12,241,073	70,733,207
Disposals during the period / year	-	(1,272,650)
Balance at the end of the period / year	3,334,355,219	3,319,806,465
Amortisation		
Balance at the beginning of the period / year	1,295,567,090	1,151,770,891
Charge for the period / year	37,370,840	145,068,849
Disposals during the period / year	-	(1,272,650)
Balance at the end of the period / year	1,332,937,930	1,295,567,090
Net book value	2,001,417,289	2,024,239,375

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

8. INTANGIBLE ASSETS (continued)

8.2 Intangible assets related to fixed and guaranteed variable fee payable

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
<i>Intangible assets recorded in accordance with IFRIC 12</i>		
Cost:		
Balance at the beginning of the period / year	1,715,036,744	1,534,457,606
Additions during the period / year	-	108,324,327
Impact of change in foreign exchange rate	(1,775,809)	-
Change due to modification in fixed and guaranteed variable fee	-	72,254,811
At the end of the period / year	<u>1,713,260,935</u>	<u>1,715,036,744</u>
Accumulated amortisation:		
At the beginning of the period / year	159,153,064	122,783,050
Charge for the period / year	10,037,846	36,370,014
At the end of the period / year	<u>169,190,910</u>	<u>159,153,064</u>
Net book value	<u>1,544,070,025</u>	<u>1,555,883,680</u>

During the year ended 31 December 2024, the Grantor and the Operator agreed to revise the fixed and guaranteed variable fee payable to the Grantor due to amendment in the land area and change in tariffs charged to the customers. This resulted in a change in obligation under the Service Concession Agreement, discounted at the appropriate weighted average cost of capital, and adjusted the corresponding carrying value of the intangible assets related to fixed and guaranteed variable fee.

8.3 Other intangible assets

Other intangible assets comprise of computer software and software licenses used by the Group companies to manage their financial and operational activities.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

9. WORK IN PROGRESS ASSETS

Work in progress assets mainly comprise of Jeddah Logistic Park Projects and work in progress in respect of port terminal operations. The carrying amount of work in progress assets represents amount paid to contractors and suppliers for the civil works, equipment and contract assets related to concession agreement. Once complete, these assets and their carrying amount will be transferred to respective asset category.

The movement in the work in progress assets is summarized below:

	<i>31 March</i> <i>2025</i> <i>Unaudited</i> <i>SR</i>	<i>31 December</i> <i>2024</i> <i>Audited</i> <i>SR</i>
Balance at the beginning of the period / year	125,606,912	203,734,674
Additions during the period / year	42,170,510	93,817,255
Transfer to property and equipment	-	(3,984,101)
Transfer to intangibles port concession rights (note 8.1)	(12,241,073)	(70,733,207)
Transfer to investment properties (note 14)	(2,026,054)	(95,361,244)
Transfer to other intangibles	-	(62,325)
Write off during the year	-	(1,804,140)
Balance at the end of the period / year	<u>153,510,295</u>	<u>125,606,912</u>

As at reporting date, work in progress assets include investment properties and expansion work on container terminal amounting to SR 100 million and SR 25 million respectively (31 December 2024: SR 100.3 million and SR 19.9 million respectively). Further, work in progress assets include advances paid by a subsidiary to contractors amounting to SR 21.2 million for purchase of port concession assets.

10. EQUITY-ACCOUNTED INVESTEEES

	<i>31 March</i> <i>2025</i> <i>Unaudited</i> <i>SR</i>	<i>31 December</i> <i>2024</i> <i>Audited</i> <i>SR</i>	<i>31 March</i> <i>2024</i> <i>Unaudited</i> <i>SR</i>
Balance at the beginning of the period/year	252,064,802	263,225,190	263,225,190
Investment made during the period / year	-	8,080,676	8,080,675
Share in results of associates, net	8,510,157	6,913,696	(25,349,056)
Share of actuarial losses of associates recognized in other comprehensive income	-	236,424	-
Share of effective portion of changes in fair value of cash flow hedges	(7,054,555)	7,213,609	7,275,000
Dividend received during the period / year	-	(32,315,103)	-
Liquidation proceeds received during the year (note b)	-	(1,289,690)	-
Balance at the end of the period/year	<u>253,520,404</u>	<u>252,064,802</u>	<u>253,231,809</u>

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

10. EQUITY-ACCOUNTED INVESTEEES (continued)

<u>Associates</u>	<u>Principal activities</u>	<u>Country of incorporation</u>	<u>Effective shareholding Percentage</u>		<u>Carrying amount</u>	
			<u>31 March 2025</u> <i>Unaudited</i>	<u>31 December 2024</u> <i>Audited</i>	<u>31 March 2025</u> <i>Unaudited</i> SR	<u>31 December 2024</u> <i>Audited</i> SR
International Water Distribution Company Limited (note a)	Water/waste works, water treatment and lease of water equipment	Kingdom of Saudi Arabia	50%	50%	145,824,227	149,485,613
Saudi Al Jabr Talke Company Limited (note c)	Contracting, construction, operation and maintenance of factories and warehouses	Kingdom of Saudi Arabia	33.3%	33.3%	65,603,186	58,610,319
Xenmet SA, Vaduz (note d)	Trading, storage and brokerage of commodities	Principality of Liechtenstein	19%	19%	2,439,240	2,508,658
Green Dome (note e)	Investment and management of companies Providing logistic services	United Arab Emirates	31.67%	31.67%	39,653,751	41,460,212
					<u>253,520,404</u>	<u>252,064,802</u>

- a) The Parent Company has joint control over the investee through its shareholding and representation on the Board of Directors and therefore it is classified as a joint venture and accounted for as equity accounting and recorded as equity accounted investment.
- b) Saudi Water and Environmental Services Company (WESCO) was 49% owned by Kindasa Water Services Company (a subsidiary). During the year ended 31 December 2024, WESCO has been liquidated and distributed net assets to their shareholders.
- c) Saudi Al Jabr Talke Company Limited is 33.34% owned by Sustained Infrastructure Holding Company (the Company), accordingly, it is classified as an associate.
- d) Xenmet SA, Vaduz is 25% owned by Saudi Trade and Export Development Company Limited (a subsidiary), which is 76% owned by the Parent Company, accordingly, it is classified as an associate.
- e) The Parent Company does not have any direct control over management and operations of Green Dome Holdings Limited (“Green Dome”) accordingly, it is classified as an associate. During the year ended 31 December 2024, upon capital call additional SR 8 million was invested.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Financial assets at FVOCI comprise of equity investment in shares of Growth Gate Capital Corporation B.S.C (a company based in Bahrain). As of the statement of financial position date, management believes that the carrying amount of the investment approximates its fair value.

12. INVENTORIES

	<i>31 March</i> <i>2025</i> <i>Unaudited</i> <i>SR</i>	<i>31 December</i> <i>2024</i> <i>Audited</i> <i>SR</i>
Spare parts	40,443,932	37,735,765
Raw materials and chemicals	162,218	233,021
Fuel, oil and desalinated water	92,732	62,912
	40,698,882	38,031,698
Less: allowance for slow moving and obsolete inventories	(14,705,845)	(15,659,357)
	25,993,037	22,372,341

Movement in allowance for slow moving in obsolete inventories is as follows:

At the beginning of the year	15,659,357	15,286,810
(Reversal) / charge for the year	(953,512)	372,547
At the end of the year	14,705,845	15,659,357

13. TRADE RECEIVABLES, PREPAYMENTS AND OTHER RECEIVABLES

	<i>31 March</i> <i>2025</i> <i>Unaudited</i> <i>SR</i>	<i>31 December</i> <i>2024</i> <i>Audited</i> <i>SR</i>
Trade receivables, net	183,109,056	173,573,417
Prepayments and other receivables	152,641,583	124,901,949
Margin deposits	58,932,424	31,305,700
Advances to suppliers	618,010	1,476,706
	395,301,073	331,257,772

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

14. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

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

	<i>For the three-month period ended 31 March 2025</i>	<i>For the year ended 31 December 2024</i>
	<i>Unaudited</i>	<i>Audited</i>
	<i>SR</i>	<i>SR</i>
Cost:		
At the beginning of the period / year	89,351,582	66,366,028
Additions during the period / year	-	4,635,958
Modification during the period / year	395,578	18,349,596
	<u>89,747,160</u>	<u>89,351,582</u>
Depreciation:		
At the beginning of the period / year	23,361,047	17,728,369
Depreciation for the period / year	1,494,382	5,632,678
	<u>24,855,429</u>	<u>23,361,047</u>
Net value at the end of period / year	<u><u>64,891,731</u></u>	<u><u>65,990,535</u></u>

Set out below are the carrying amounts of lease liabilities and the movements during the period:

	<i>For the three-month period ended 31 March 2025</i>	<i>For the year ended 31 December 2024</i>
	<i>Unaudited</i>	<i>Audited</i>
	<i>SR</i>	<i>SR</i>
At the beginning of the period / year	123,034,989	108,323,544
Addition during the period / year	-	4,635,958
Interest charge for the period / year	1,893,500	4,339,589
Interest cost capitalised during the period / year	-	2,283,980
Modification during the period	395,578	18,349,596
Payment of lease liabilities during the period / year	(1,130,083)	(14,897,678)
At the end of the period / year	<u>124,193,984</u>	<u>123,034,989</u>

The classification of lease liabilities is as follows:

	<i>31 March 2025</i>	<i>31 December 2024</i>
	<i>Unaudited</i>	<i>Audited</i>
	<i>SR</i>	<i>SR</i>
Current lease liabilities	11,060,239	11,112,819
Non-current lease liabilities	113,133,745	111,922,170
	<u>124,193,984</u>	<u>123,034,989</u>

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

15. INVESTMENT PROPERTIES

	<i>31 March 2025</i>	<i>31 December 2024</i>
	<i>Unaudited</i>	<i>Audited</i>
	<i>SR</i>	<i>SR</i>
Cost		
At the beginning of the period / year	549,907,886	452,991,939
Transfers from work in progress assets (note 9)	2,026,054	95,361,244
Additions during the period / year	-	1,554,703
At the end of the year	551,933,940	549,907,886
Accumulated depreciation		
At the beginning of the year	186,645,277	164,372,749
Depreciation for the period / year (capitalized in work in progress assets)	-	351,918
Charge for the period / year	6,475,565	21,920,610
At the end of the year	193,120,842	186,645,277
Net book value	358,813,098	363,262,609

Investment properties represent warehouses rented to customers for storage and warehousing purposes.

The buildings and leasehold improvements are situated on a plot of land leased from the Saudi Ports Authority (MAWANI) for a nominal annual rental. The initial lease agreement was for 20 Hijra years starting from 15 Muharram 1419H (corresponding to 11 May 1998) with a grace period of two Hijra years. On 22 Ramadan 1424H (corresponding to 16 November 2003) the lease agreement was extended to 40 Hijra years.

Investment properties under construction amounting to SR 2 million (31 December 2024: SR 95.5 million is presented under note 9).

16. CASH AND CASH EQUIVALENTS

	<i>31 March 2025</i>	<i>31 December 2024</i>
	<i>Unaudited</i>	<i>Audited</i>
	<i>SR</i>	<i>SR</i>
Cash on hand	378,309	318,749
Cash at banks	227,530,561	271,822,542
Murabaha deposits (16.1 & 16.2)	742,323,856	731,550,437
	970,232,726	1,003,691,728
Less: Murabaha deposits with maturities more than 90 days (note 16.2)	(116,618,268)	(118,618,268)
	853,614,458	885,073,460

16.1 Murabaha deposits are placed with local commercial banks and yield finance income at prevailing market rates.

16.2 Murabaha deposits with original maturities up to 90 days are included in cash and cash equivalents.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

17. SHARE CAPITAL, STATUTORY RESERVE AND DIVIDENDS

a) *Share capital*

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
Ordinary share of Saudi Riyals 10 each *	<u>816,000,000</u>	<u>816,000,000</u>

As at 31 March 2025, the authorised and paid-up capital of the Group is divided into 81.6 million shares (31 December 2024: 81.6 million shares) of SR 10 each.

(*) It includes 264,502 treasury shares (31 December 2024: 264,502 treasury shares) acquired by the Company with a value of SR 6,622,592.

b) *Statutory reserve*

In accordance with the previous Companies' Law and Company's By-laws, the Company was required to set aside 10% of its net income in each year as a statutory reserve until such reserve equals to 30% of the share capital. According to the new Companies' Law, the mandatory statutory reserve requirement had been removed. On 21 November 2023G (corresponding to 7 Jumada Al-Ula 1445H), the Company's extraordinary general assembly ("EGA") approved the amendment of the Company's Bylaws to comply with the new Companies' Law, and the Company's Bylaws has been amended accordingly.

c) *Dividend*

No dividend paid during the three-month period ended 31 March 2025. On 1 Ramadan 1445H (corresponding to 11 March 2024), the Board of Directors of the Company approved and paid dividend amounting to SR 32.53 million at SR 0.4 per share.

18. LONG-TERM LOANS

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
Long-term loans	1,193,502,184	1,232,149,375
Less: current portion	<u>(165,494,684)</u>	<u>(164,180,291)</u>
Non-current portion	<u>1,028,007,500</u>	<u>1,067,969,084</u>

- a) On 3 December 2007, RSGT (a subsidiary of the Company) entered into an Ijara arrangement with two local commercial banks to obtain a loan of SR 1,271 million. The Ijara facility was secured against the property and equipment / port concession rights of RSGT. The loan was repayable in semi-annual instalments ending in December 2023. The loan carried special commission rate of SIBOR plus an agreed margin (see note (c) below).

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

18. LONG-TERM LOANS (continued)

- b) On 28 September 2016, RSGT entered into an Ijara arrangement with two local commercial banks to obtain a loan of SR 260 million for expansion of its existing berths. This facility was also secured against the port concession rights of RSGT (note 8.1). The loan was to be repaid in semi-annual instalments ending in December 2023. The loan carried special commission rate of SIBOR plus an agreed margin (see note (c) below).
- c) During the year ended 31 December 2020, RSGT and the banks mutually agreed to amend the terms of the loan agreements above. These amendments, among others, included modification of the applicable rate from nine months SIBOR to three months SIBOR, lowered the agreed margin, modified the repayment frequency from biannual to quarterly payment and extended the maturity period from year 2023 to 2030. The Ijara facilities are secured against property and equipment of RSGT. The modifications of the terms were assessed qualitatively and quantitatively in accordance with IFRS 9 “*Financial Instruments*” and, as a result, the management concluded that the changes in terms of agreement did not result in substantial modification under the requirements of IFRS 9 “*Financial Instruments*”.
- d) The unamortised portion of the advance rentals and other fees paid to the banks, are amortised over the remaining period of the Ijara facility, using effective interest rate approach.
- e) During the year ended 31 December 2020, RSGT obtained a facility with sanctioned limit of SR 750 million towards its consolidation and expansion works which was fully drawn during prior period. RSGT paid an agreed commitment fee on the undrawn balance and an agreed profit payable at SIBOR plus a margin on the drawn balance. The commitment fee paid has been deferred and amortised as part of effective interest rate. The loan to be repaid in quarterly instalments started from 2024 and ending in 2033. The loan is secured against assets relating to the consolidation and expansion works.
- f) The current and non-current portion of the loans of RSGT as at the period end is as follows:

	31 March 2025 Unaudited SR	31 December 2024 Audited SR
Long-term loans	1,074,573,494	1,108,524,255
Less: current portion	(146,708,970)	(145,394,577)
Non-current portion	927,864,524	963,129,678

- g) During 2022, Tusdeer (a subsidiary of the Company) obtained a long-term loan facility with sanctioned limit of SR 290 million from a commercial bank towards the construction of new warehouse. The loan carries commission at commercial rates (SIBOR plus an agreed margin) and is repayable in quarterly instalments commencing 9 months after the first drawdown.

	31 March 2025 Unaudited SR	31 December 2024 Audited SR
Long-term loan	118,928,690	123,625,116
Less: current portion	(18,785,714)	(18,785,714)
Long-term portion	100,142,976	104,839,402

- h) All long-term loans of the Group are denominated in Saudi Arabian Riyal.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

19. ZAKAT AND INCOME TAX

Parent Company

The Parent Company has filed its Zakat returns up to year 2024 and assessments up to the year 2023 are finalized with the Zakat, Tax and Customs Authority (“ZATCA”). ZATCA is yet to raise the assessments for the year 2024.

During the three-month period ended 31 March 2025, the Parent Company paid additional zakat of SR 9 million in respect of assessments for the year ended 31 December 2023.

Subsidiaries

There is no change in status of the zakat and income tax returns of the subsidiaries compared to the status as disclosed in the financial statements for the year ended 31 December 2024.

20. TRADE PAYABLES, ACCRUED AND OTHER CURRENT LIABILITIES

	<i>31 March</i> <i>2025</i> <i>Unaudited</i> <i>SR</i>	<i>31 December</i> <i>2024</i> <i>Audited</i> <i>SR</i>
Trade payables	65,869,794	90,767,070
Accrued liabilities	291,656,434	259,804,508
Unearned revenue	8,443,144	9,004,954
Retention money payable	10,767,199	11,540,370
Payable to Jeddah Islamic Port Authority	16,293,157	19,509,827
Other payables	53,246,651	56,527,333
	<u>446,276,379</u>	<u>447,154,062</u>

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)**

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED) (CONTINUED)

For the three-month period ended 31 March 2025

21. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent the shareholders, affiliates (the Company and the entities are members of the same group), joint venture, directors and key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties. The significant transactions between the Company and its shareholders and affiliates (including associates and joint venture) are disclosed below. The pricing terms and conditions of the transactions are agreed by the management of the concerned parties and approved by the management of the Company.

a) Significant related party transactions for the period ended 31 March are as follows:

Name	Relationship	Nature of transactions	Three-month period ended	
			31 March 2025 Unaudited SR	31 March 2024 Unaudited SR
International Water Distribution Company Limited	Associate	Sales of goods and services	15,270,253	18,021,753
		Expenses incurred on behalf of the associate	9,649	10,111
Al Jabr Talke Company Limited	Associate	Services rendered	62,500	140,711
		Expenses incurred on behalf of Associate	29,149	83,160
Xenel Industries Limited	Shareholder	Payment made on behalf of the shareholder	38,950	262,133
		Expenses incurred on behalf of the Group	-	(92)
Al Karam Al Arabi Catering	Affiliate	Purchase of goods and services	(4,854,928)	(5,013,775)

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

21. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

b) Due from related parties

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
International Water Distribution Company Limited	15,226,620	15,445,125
Xenel Industries Limited	38,950	-
Al Jabr Talke Company Limited	23,000	-
	<u>15,288,570</u>	<u>15,445,125</u>

c) Due to a related party

	<i>31 March 2025 Unaudited SR</i>	<i>31 December 2024 Audited SR</i>
Al Karam Al Arabi Catering	3,007,588	-
	<u>3,007,588</u>	<u>-</u>

d) Key management personnel remuneration and compensation comprised of the following:

	<i>Three-months period ended 31 March 2025 Unaudited SR</i>	<i>Three-months period ended 31 March 2024 Unaudited SR</i>
Short-term employee benefits	3,783,587	3,872,820
Post-employment benefits	201,981	136,939
	<u>3,985,568</u>	<u>4,009,759</u>

Short-term employee benefits of the Group's key management personnel include salaries and bonuses.

e) Board of Directors / Committee members remuneration and compensation comprised of the following:

	<i>Three-months period ended 31 March 2025 Unaudited SR</i>	<i>Three-months period ended 31 March 2024 Unaudited SR</i>
Meeting attendance fees	165,000	175,000
Other remuneration	187,500	187,500
	<u>352,500</u>	<u>362,500</u>

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

22. COMMITMENTS AND CONTINGENCIES

As at 31 March 2025, the Group's bankers have issued letters of guarantee amounting to SR 160.8 million (31 December 2024: SR 171.2 million) against which cash margin of SR 39.6 million (31 December 2024: SR 37.3 million) was deposited. Further, the Group's bankers have issued letters of credit amounting to SR 193.7 million (31 December 2024: 8.79 million) against which cash margin of SR 19.4 million (31 December 2024: SR Nil) was deposited.

As at 31 March 2025, the Group has commitments for capital work in progress amounting to SR 215.9 million (31 December 2024: SR 25.3 million) mainly relating to new logistic park construction project, new desalination plant construction, purchase of cranes and equipment and consolidation and expansion work on the container terminal.

23. BUSINESS SEGMENTS

The Group has the following main business segments:

- Port development and operations
- Water desalination and distribution
- Logistic parks and support services
- Corporate office: Consists of investment activities and head office functions.

These business segments are located within the Kingdom of Saudi Arabia and Bangladesh and are the Group's strategic business units.

The Group's top management reviews internal management reports of each strategic business unit at least quarterly. Segment results that are reported to the top management include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment revenues, as included in the internal management reports that are reviewed by the top management.

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

23. BUSINESS SEGMENTS (continued)

The following table presents segment information related to revenue and net income for each of the business segments for the ninth-month period ended 31 March:

	Reportable Segments			Total	Unallocated	Total
	<i>Port development and operations</i>	<i>Logistic parks and support Services</i>	<i>Water desalination and distribution</i>			
	-----SR 000'(Unaudited)-----					
31 March 2025						
(Unaudited)						
External revenues	296,888	45,530	22,871	365,289	-	365,289
Inter-segment revenue	-	(13,303)	(499)	(13,802)	-	(13,802)
Segment revenue	296,888	32,227	22,372	351,487	-	351,487
Geographical markets						
Kingdom of Saudi Arabia	282,791	32,227	22,372	337,390	-	337,390
Bangladesh	14,097	-	-	14,097	-	14,097
Segment revenue	296,888	32,227	22,372	351,487	-	351,487
Direct costs	141,983	22,985	10,587	175,555	-	175,555
Inter-segment direct costs	(382)	(5,828)	-	(6,210)	-	(6,210)
Segment cost	141,601	17,157	10,587	169,345	-	169,345
Segment gross profit	155,287	15,070	11,785	182,142	-	182,142
Profit/(loss) attributable to shareholders of the Parent Company	14,803	6,549	4,138	25,490	(764)	24,726
Segment assets	4,510,477	582,486	216,906	5,309,869	737,370	6,047,239
Segment liabilities	3,242,986	248,549	63,703	3,555,238	31,596	3,586,834

SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025

23. BUSINESS SEGMENTS (continued)

	Reportable segments			Total	Unallocated	Total
	<i>Port development and Operations</i>	<i>Logistic parks and support services</i>	<i>Water desalination and distribution</i>			
	-----SR 000'(Unaudited)-----					
31 March 2024 (Unaudited)						
External revenues	217,628	30,843	23,545	272,016	-	272,016
Inter-segment Revenue	-	(4,653)	(451)	(5,104)	-	(5,104)
Segment revenue	<u>217,628</u>	<u>26,190</u>	<u>23,094</u>	<u>266,912</u>	<u>-</u>	<u>266,912</u>
Geographical markets						
Kingdom of Saudi Arabia	217,628	26,190	23,094	266,912	-	266,912
Bangladesh	-	-	-	-	-	-
Segment revenue	<u>217,628</u>	<u>26,190</u>	<u>23,094</u>	<u>266,912</u>	<u>-</u>	<u>266,912</u>
Direct costs	108,746	17,820	11,912	138,478	-	138,478
Inter-segment direct costs	(309)	(4,131)	-	(4,440)	-	(4,440)
Segment cost	<u>108,437</u>	<u>13,689</u>	<u>11,912</u>	<u>134,038</u>	<u>-</u>	<u>134,038</u>
Segment gross profit	<u>109,191</u>	<u>12,501</u>	<u>11,182</u>	<u>132,874</u>	<u>-</u>	<u>132,874</u>
Profit attributable to shareholders of the Parent Company	<u>3,270</u>	<u>2,663</u>	<u>4,150</u>	<u>10,083</u>	<u>(31,258)</u>	<u>(21,175)</u>
Segment assets	<u>4,536,254</u>	<u>555,178</u>	<u>185,673</u>	<u>5,277,105</u>	<u>694,206</u>	<u>5,971,311</u>
Segment liabilities	<u>3,201,142</u>	<u>227,280</u>	<u>40,275</u>	<u>3,468,697</u>	<u>12,217</u>	<u>3,480,914</u>

**SUSTAINED INFRASTRUCTURE HOLDING COMPANY
(A SAUDI JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT (UNAUDITED)
(CONTINUED)
For the three-month period ended 31 March 2025**

24. FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction takes place either:

- In the accessible principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous accessible market for the asset or liability
- Fair value information of the Group's financial instruments is analysed below:

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1: quoted prices in active markets for the same or identical instrument that an entity can access at the measurement date;

Level 2: quoted prices inactive markets for similar assets and liabilities or valuation techniques for which all significant inputs are based on observable market data; and

Level 3: valuation techniques for which any significant input is not based on observable market data.

The Group's Level 3 financial assets comprise investment in unquoted investee company.

There were no transfers between level 1 and level 3 during the nine-month period 31 March 2025 (31 December 2024: nil). There were no financial assets or financial liabilities classified under level 2.

There were no changes in valuation techniques during the period.

As at 31 March 2025, the financial assets of the Group comprised of trade and other receivables, due from related parties, cash and cash equivalents which are recorded at amortised cost and investment in equity securities whose carrying value approximates its fair value and the Group's financial liabilities include loans and bank facilities, obligation under service concession agreement, trade payables and other liabilities and derivative financial instruments.

25. APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

These interim condensed consolidated financial statements were approved and authorised to issue by the Board of Directors on 8 May 2025G, corresponding to (10 Thul-Qi'dah1446H).