

**SAUDI PUBLIC TRANSPORT COMPANY
AND IT'S SUBSIDIARIES**
(A Saudi Joint Stock Company)
Condensed Consolidated Interim Financial Statements (Unaudited)
For the nine months period ended
30 September 2024
Together with the
Independent Auditor's Limited Review Report

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

Together with the

Independent Auditor's Limited Review Report

INDEX	PAGE
Independent Auditor's Report on Review of Condensed Consolidated Interim Financial Statements	-
Condensed Consolidated Interim Statement of Financial Position	1
Condensed Consolidated Interim Statement of Profit or Loss	2
Condensed Consolidated Interim Statement of Comprehensive Income	3
Condensed Consolidated Interim Statement of Changes in Equity	4
Condensed Consolidated Interim Statement of Cash Flows	5
Notes to the Condensed Consolidated Interim Financial Statements	6-20



KPMG Professional Services

Roshn Front, Airport Road
P. O. Box 92876
Riyadh 11663
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 Saudi Public Transport Company - a Saudi Joint Stock Company

Introduction

We have reviewed the accompanying 30 September 2024 condensed consolidated interim financial statements of **Saudi Public Transport Company** ("the Company") and its subsidiaries ("the Group") which comprises:

- the condensed consolidated interim statement of financial position as at 30 September 2024;
- the condensed consolidated interim statement of profit or loss for the three-month and nine-month periods ended 30 September 2024;
- the condensed consolidated interim statement of comprehensive income for the three-month and nine-month periods ended 30 September 2024;
- the condensed consolidated interim statement of changes in equity for the nine-month period ended 30 September 2024;
- the condensed consolidated interim 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 interim financial information 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 Saudi Public Transport Company and its subsidiaries 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



Fahad Mubark Aldossari
License No. 469



Riyadh on 2 Jumada al-Ula 1446H
Corresponding to 4 November 2024

KPMG Professional Services, a professional closed joint stock company registered in the Kingdom of Saudi Arabia with a paid-up capital of SAR70,000,000 and a non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

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 إنجليزية خاصة محدودة بالضمان.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Condensed Consolidated Interim Statement of Financial Position (Unaudited)

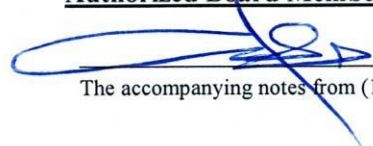
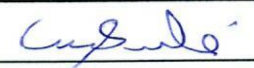
As at 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

	<i>Note</i>	30 September 2024 (Unaudited)	31 December 2023 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment buses and trucks, net	6	1,127,991	1,149,457
Investment properties		307,122	307,122
Intangible assets, net	7	623,498	624,657
Right of use assets, net		30,291	39,971
Due from a related party – non current portion	16	41,395	39,023
Equity accounted investees		1,879	30,274
Deferred tax assets		462	343
Other non-current assets		1,420	2,034
Total non-current assets		2,134,058	2,192,881
Current assets			
Inventories		29,317	27,819
Trade receivables, net		479,935	343,782
Unbilled receivables	8	901,133	848,762
Prepayments and other current assets		62,604	76,581
Due from related parties – current portion	16	54,307	58,967
Other investments, including derivatives		4,608	13,877
Cash and cash equivalents		357,060	434,248
		1,888,964	1,804,036
Assets held for sale	19	18,694	39,300
Total current assets		1,907,658	1,843,336
Total assets		4,041,716	4,036,217
Equity			
Share capital	9	1,250,000	1,250,000
Statutory reserve	9	-	-
General reserve (previously consensual reserve)	9	-	-
Accumulated losses		(334,795)	(335,915)
Equity attributable to holders of the Parent Company		915,205	914,085
Non-controlling interests		24,559	7,605
Total equity		939,764	921,690
Liabilities			
Non-current liabilities			
Murabaha financing – noncurrent portion	10	848,694	854,754
Advance from customer – noncurrent portion	11	749,510	897,857
Employees' defined benefits liabilities		137,198	145,143
Lease liabilities – noncurrent portion		25,815	30,348
Total non-current liabilities		1,761,217	1,928,102
Current liabilities			
Murabaha financing – current portion	10	142,157	289,677
Short-term Murabaha financing	10	353,584	151,846
Trade and retention payables		45,246	61,722
Due to related parties	16	36,791	14,233
Lease liabilities – current portion		6,702	11,391
Accrued expenses and other current liabilities		433,816	404,221
Contracts liabilities		19,919	9,542
Advance from customer – current portion	11	267,303	225,290
Zakat and income tax payable	12	25,843	18,503
Derivative financial liability		9,374	-
Total current liabilities		1,340,735	1,186,425
Total liabilities		3,101,952	3,114,527
Total equity and liabilities		4,041,716	4,036,217

Authorized Board Member

Chief Financial Officer

The accompanying notes from (1) to (21) form an integral part of these condensed consolidated interim financial statements.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Condensed Consolidated Interim Statement of Profit or Loss (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

	Note	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
		2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Revenues	13	421,098	431,849	1,156,812	1,197,415
Cost of revenues	14	(305,850)	(315,759)	(919,667)	(949,162)
Gross profit for the period		115,248	116,090	237,145	248,253
Selling and distribution expenses		(5,864)	(6,103)	(18,372)	(28,063)
General and administrative expenses		(38,278)	(33,105)	(102,819)	(96,742)
Reversal of impairment loss on assets held for sale	19	-	-	7,837	-
Impairment loss on trade receivables and other current assets		(1,000)	(2,787)	(7,376)	(5,963)
Other income	15	4,548	2,971	22,249	26,781
Operating income for the period		74,654	77,066	138,664	144,266
Finance income		740	1,718	7,922	3,371
Finance costs		(31,384)	(22,128)	(88,068)	(69,619)
Net finance costs		(30,644)	(20,410)	(80,146)	(66,248)
Share in (loss) of joint venture		(8,416)	(16,141)	(28,925)	(20,660)
Share in income/ (loss) of associates		2,944	(361)	6,999	(2,198)
Profit before Zakat and income tax		38,538	40,154	36,592	55,160
Zakat and income tax	12	(10,675)	(6,560)	(15,742)	(10,421)
Net profit for the period		27,863	33,594	20,850	44,739
Profit for the period attributable to:					
Shareholders of the Parent Company		10,215	20,199	1,120	36,247
Non-controlling interests		17,648	13,395	19,730	8,492
		27,863	33,594	20,850	44,739
Earnings per share:					
Basic and diluted, from the profit for the period attributable to Shareholders of the Parent Company		0.08	0.16	0.01	0.29

Authorized Board Member



Chief Financial Officer



The accompanying notes from (1) to (21) form an integral part of these condensed consolidated interim financial statements.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Condensed Consolidated Interim Statement of Comprehensive Income (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2024	2023	2024	2023
	SR'000	SR'000	SR'000	SR'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit for the period	27,863	33,594	20,850	44,739
Other comprehensive income				
<i>Items that will not be reclassified subsequently to condensed consolidated interim statement of profit or loss:</i>				
Re-measurement (loss)/gain on defined benefit obligation	-	-	-	-
<i>Total Items that will not be reclassified subsequently to condensed consolidated interim statement of profit or loss:</i>	-	-	-	-
Total comprehensive income for the period	27,863	33,594	20,850	44,739
Total comprehensive income for the period attributable to:				
Shareholders of the Parent Company	10,215	20,199	1,120	36,247
Non-controlling interests	17,648	13,395	19,730	8,492
	27,863	33,594	20,850	44,739

Authorized Board Member



Chief Financial Officer



The accompanying notes from (1) to (21) form an integral part of these condensed consolidated interim financial statements.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Condensed Consolidated Interim Statement of Changes in Equity (Unaudited)

For the nine months period ended 30 September 2024

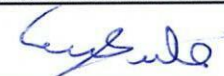
(Expressed in thousands of Saudi Arabian Riyals)

	Equity attributable to parent company (Saudi Shareholder)					Non-controlling interests (Non-Saudi Shareholders)	Total equity
	Share capital	Statutory reserve	General reserve (previously consensual reserve)	Accumulated losses	Total		
As at 31 December 2023 (Audited)	1,250,000	-	-	(335,915)	914,085	7,605	921,690
Profit before Zakat and income tax	-	-	-	11,453	11,453	25,140	36,593
Income tax expense	-	-	-	-	-	(5,472)	(5,472)
Zakat expense	-	-	-	(10,333)	(10,333)	-	(10,333)
Deferred tax credit	-	-	-	-	-	62	62
Profit for the period	-	-	-	1,120	1,120	19,730	20,850
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive profit for the period	-	-	-	1,120	1,120	19,730	20,850
Dividends paid	-	-	-	-	-	(2,776)	(2,776)
As at 30 September 2024 (Unaudited)	1,250,000	-	-	(334,795)	915,205	24,559	939,764
As at 31 December 2022 (Audited)	1,250,000	-	-	(304,915)	945,085	(5,416)	939,669
Profit before Zakat and income tax	-	-	-	44,937	44,937	10,223	55,160
Income tax expenses	-	-	-	-	-	(1,826)	(1,826)
Zakat expense	-	-	-	(8,690)	(8,690)	-	(8,690)
Deferred tax credit	-	-	-	-	-	95	95
Profit for the period	-	-	-	36,247	36,247	8,492	44,739
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive profit for the period	-	-	-	36,247	36,247	8,492	44,739
As at 30 September 2023 (Unaudited)	1,250,000	-	-	(268,668)	981,332	3,076	984,408

Authorized Board Member



Chief Financial Officer



The accompanying notes from (1) to (21) form an integral part of these condensed consolidated interim financial statements.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

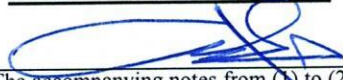
Condensed Consolidated Interim Statement of Cash Flows (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

	For the nine-month period ended 30 September	
	2024	2023
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Profit before Zakat and income tax	36,592	55,160
<i>Adjustments to reconcile profit before Zakat and income tax to net cash flows:</i>		
Depreciation of property, plant and equipment, buses and trucks	129,974	126,184
Depreciation of right-of-use assets	8,519	13,813
Amortization of intangible assets	6,892	8,008
Impairment loss on trade receivables and other current assets	7,376	5,963
Impairment of inventory	624	1,668
Reverse of Zakat provision	-	12,804
Share in loss of a joint venture's	28,925	20,660
Share in (income)/loss from an associates	(6,999)	2,198
Finance costs	74,758	73,484
Finance income	(2,373)	(3,371)
Gain on termination of lease	(239)	(1,062)
Provision for employees' defined benefits liabilities	17,722	13,274
Gain from sale of property plant and equipment	(7,837)	78
Changes in financial assets at FVTPL	7,187	(566)
Cash flows after adjustment of non-cash items	301,121	328,295
Working capital adjustments:		
Inventories	(3,166)	(5,751)
Trade receivables and unbilled receivables	(195,900)	202,749
Due from related parties	5,211	2,158
Prepayments and other current assets	13,977	(15,577)
Other non-current assets	614	614
Trade payables	(16,476)	(118,552)
Due to related parties	22,558	(8,967)
Advance from customers	(106,334)	(115,881)
Accrued expenses and other current liabilities	36,064	125,215
Contract liabilities	10,377	(1,396)
Cash flows generated from operating activities	68,046	392,907
Employees' defined benefits liabilities paid	(25,173)	(4,396)
Zakat and income tax paid	(8,522)	(30,564)
Net cash flows generated from operating activities	34,351	357,947
INVESTING ACTIVITIES		
Disposal/ (Acquisition) of Investments in equity instruments	11,456	(588)
Proceeds from sale of property, plant and equipment and assets held for sale	28,651	3,037
Purchase of property, plant, and equipment	(108,716)	(348,079)
Purchase of intangible assets	(5,733)	(4,544)
Net cash flows (used in) investing activities	(74,342)	(350,174)
FINANCING ACTIVITIES		
Dividends paid to Non- controlling interest	(2,776)	-
Proceeds from Murabaha financing	1,115,728	655,800
Payment of Murabaha financing	(1,067,570)	(1,037,640)
Payment of Finance costs	(73,428)	(69,375)
Payment of lease liabilities	(7,821)	(13,234)
Payment of Interest on lease liabilities	(1,330)	(2,711)
Net cash flows (used in) financing activities	(37,197)	(467,160)
Net (decrease) in cash and cash equivalents	(77,188)	(459,387)
Cash and cash equivalents at 1 January	434,248	991,859
Cash and cash equivalents at 30 September	357,060	532,472
Material noncash transaction		
Right of use assets and lease liabilities	1,161	-
Derivative financial asset – interest rate SWAP	3,745	-
Trade payables and Property, plant and equipment buses and trucks	-	12,400

Authorized Board Member



Chief Financial Officer



The accompanying notes from (1) to (21) form an integral part of these condensed consolidated interim financial statements.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

1. INFORMATION ABOUT THE GROUP

Saudi Public Transport Company (the “Company”, “SAPTCO”, the “Parent Company” or (“the Group”)) is a Saudi Joint Stock Company, registered in Riyadh, Kingdom of Saudi Arabia and formed under the Royal Decree No. M/11 dated on 7 Rabi’ I 1399H (corresponding to 5 February 1979) whose shares are publicly traded on the Saudi Stock Exchange. The formation was declared pursuant to the resolution of his Excellency, The Minister of Commerce, No. 254 dated 14 Shaban 1399H (corresponding to 9 July 1979). The Company operates under Commercial Registration number 1010024335 issued on 5 Ramadan 1399H (corresponding to 30 July 1979). The Company’s registered office’s address is Al-Nakheel, Al-Takase’s Street, Building No. 7995, P.O. Box 10667 Riyadh 11443, and KSA.

The principal activities of the Group are passenger’s buses transport both intra and inter-city throughout and outside the Kingdom of Saudi Arabia, as well as transfer of non-postal parcels, cargo, school transport, transportation for teachers, car rental and private transport, operating and maintenance of trains, metros, motor vehicles and trucks, organizing tours, transporting pilgrims and visitors inside and outside of the Kingdom of Saudi Arabia and importing spare parts.

The Transport General Authority published in September 2021 an application document containing the authority’s desire to plan and implement the liberalization of the intercity bus transportation services market in the Kingdom of Saudi Arabia and dividing it into concession areas. Later, in January 2022, it published a brochure of conditions and specifications to qualify companies wishing to apply for concession area operation tender, provided that their operation began in July 2023.

The approval of the Council of Ministers was issued on 5 Jumada Al-Awwal 1444 AH (corresponding to 29 November 2022 AD) to further extend the concession contract starting from 2 Rajab 1443 AH (corresponding to 3 February 2022 AD) to 18 Jumada Al-Akhira 1445 AH (corresponding to 31 December 2023 AD), or to complete the start-up in all areas according to the new contracts (whichever is earlier).

The concession to provide intercity bus transportation services by SAPTCO in the Kingdom of Saudi Arabia has ended on 15 October 2023. The new intercity service concession has become effective on the said date. The Group won the intercity concession for Southern region of the Kingdom of Saudi Arabia to transport passengers by buses. The contract with the Transport General Authority for said concession was signed on 15/2/2023 for a period of ten years by the consortium of SAPTCO and NEX Continental Holdings, the operations started on 15 October 2023. The concession operated through a separate Company called SAT Transport Company (Subsidiary Company).

The Parent company has invested in the following subsidiaries, which are included in these consolidated financial statements:

Subsidiaries	Year of incorporation	Shareholding		Principal activity	Country of incorporation
		30 September 2024	31 December 2023		
Public Transportation Company (“PTC”)	2014	80%	80%	Executing King Abdulaziz Project for Public Transport in Riyadh	Kingdom of Saudi Arabia
Digital Mobility Solutions Company for Investments (“DMS”) (*),(**)	2021	100%	100%	Systems Analysis and Mobility Technologies	Kingdom of Saudi Arabia
SAT Transport company	2023	85%	85%	Intercity Transportation Services	Kingdom of Saudi Arabia
Al-Riyadh World Training Company	2024	100%	-	Driver training	Kingdom of Saudi Arabia

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

1. INFORMATION ABOUT THE GROUP (CONTINUED)

Public Transportation Company ("PTC") (20% owned by RATP Development (French company)) is a Limited Liability Company registered in Riyadh, the Kingdom of Saudi Arabia under commercial registration number 1010429250 dated 8 Rabi' I 1436H (corresponding to 31 December 2014). The Company is engaged in importing, operating and maintaining of buses in Riyadh according to license issued by the Ministry of Investment No. 10608351147347 dated on 8 Dhul-Qi'dah 1435H (corresponding to 4 September 2014).

The paid up capital of the Company is SR 10 million. The principal activity of the company is executing King Abdulaziz Project for Public Transport in Riyadh.

Digital Mobility Solutions Company for Investments is 100% owned by Saudi Public Transport Company, and is a limited liability company registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010732875 dated 1 Muharram 1443H (corresponding to 10 August 2021). The paid up capital of the Company is SR 5 million. The Company is engaged in the activities of systems analysis and mobility technologies.

* Rekab Solutions for transportation services Company is 100% owned by Digital Mobility Solutions Company for Investments, and is a limited liability company registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010795911 dated 16 Ramadhan 1443H (corresponding to 17 April 2022). The paid up capital of the Company is SR 10,000. The Company is engaged in the activities of shared rides transportation services.

** Fast mile company is 100% owned by Digital Mobility Solutions Company for Investments is a limited liability company registered in Riyadh, Kingdom of Saudi Arabia under commercial registration number 1010840763 dated 22 Rabi ul Awal 1444H (corresponding to 18 October 2022). The paid up capital of the Company is SR 10,000. The Company is engaged in logistic services.

SAT Transport Company ("SAT") (15% owned by Nex Continental Holdings (Spain Company)) is a Limited Liability Company registered in Riyadh, the Kingdom of Saudi Arabia under commercial registration number 1010919499 dated 26 Safar' 1445H (corresponding to 11 September 2023). The Company is engaged for the procurement, operation, and maintenance of intercity bus services across the Kingdom of Saudi Arabia. The paid up capital of the Company is SAR 10 million.

Al-Riyadah World Training Company is a single limited liability company registered in the Kingdom of Saudi Arabia under commercial registration number 1009023001 with a share capital of SAR 100,000. The Company is primary engaged in the activities of driver training.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

1. INFORMATION ABOUT THE GROUP (CONTINUED)

The Company has the following equity account investees:

Investment in associates and a joint venture	Relationship	Shareholding		Principal activity	Country of incorporation
		30 September 2024	31 December 2023		
Saudi Bahraini Transport Company *	An associate	40%	40%	Transportation activities	Kingdom of Saudi Arabia
Capital Metro Company Limited	An associate	20%	20%	Road construction works and Maintenance	Kingdom of Saudi Arabia
Saudi Emirates Integrated Transport Company	A joint venture	50%	50%	Educational transportation services	Kingdom of Saudi Arabia

* The Saudi Bahraini Transport Company is under liquidation since 31 December 2015.

2. BASIS OF PREPARATION**a) Statement of compliance**

The condensed consolidated interim financial statements for the nine-months period ended 30 September 2024 have been prepared in accordance with the International Accounting Standard (34) “Interim Financial Reporting” that endorsed in Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants.

The condensed consolidated interim financial statements should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2023 (“last annual financial statements”). These condensed consolidated interim financial statements do not include all of information and disclosures required to prepare a full set of financial statements prepared under IFRS. However, selected explanatory notes are included to explain events and transaction that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual financial statements.

b) New standards or amendments effective in 2024 and subsequent years

The Group has not early adopted any standard, interpretation or amendment that has been issued, but is not yet effective. Several amendments and interpretations were applied for the first time in 2024, but have no significant impact on the Group’s interim condensed consolidated financial statements.

c) Basis of measurement

These condensed consolidated interim financial statements have been prepared under the historical cost convention, except for derivative financial assets/ (Liabilities) -interest rate SWAP- which are measured at fair value, employees’ defined benefits liabilities which are recognized at the present value of future obligations using the Projected Unit Credit method (PUC), and investment held at Fair value through profit or loss (FVTPL). The Group’s investments in its associates and joint venture are accounted for using the equity method. Further, the condensed consolidated interim financial statements are prepared using the accrual basis of accounting.

d) Functional and presentation currency

The condensed consolidated interim financial statements are presented in Saudi Arabian Riyals (“SR”), which is also the Group’s functional currency. All amounts have been rounded to the nearest thousands of Saudi Arabian Riyals, unless otherwise indicated.

e) Going Concern

The condensed consolidated interim financial statements have been prepared on a going concern basis.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

3. USE OF ESTIMATES AND JUDGMENTS

The preparation of Group's condensed consolidated interim financial statements in accordance with IFRS as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements as endorsed by Saudi Organization for Chartered and Professional Accountants require management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, costs, assets and liabilities, and the disclosure of contingent liabilities, at the reporting date. Actual results may differ from these estimates.

The significant estimates made by the management when applying the Group's accounting policies and the significant sources of uncertainties of the estimates were similar to those shown in the Group's last annual consolidated financial statements.

Fair Value Measurement

A number of the Group's accounting policies and disclosures require the measurement of fair value, for both financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values for financial assets and liabilities. This includes a team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the Group chief financial officer.

The team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of the Standards, including the level in the fair value hierarchy in which the valuations should be classified. Significant valuation issues are reported to the Group's audit committee. When measuring the fair value of assets or liabilities, the Group uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in capital markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data. (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Management assessed that the fair values of cash and cash equivalents, trade receivables, unbilled receivables and other current assets, trade and other payables and current liabilities approximate their carrying values largely due to the short-term maturities of these financial instruments.

Management assessed that the carrying value of the fixed and variable commission rates bearing long term Murabaha financing approximates their fair value due to the fact that they bear commission rates that reflect commission rates prevailing in market for similar financing and loans. As a result, the discounted future cash value of financing and loans is not materially different from its current carrying amount.

4. MATERIAL ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's consolidated financial statements for the year ended 31 December 2023.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

5. OPERATING SEGMENTS

The Group Chief Executive Officer (CEO) monitor the results of the Group's operations for the purpose of making decisions about resource allocation and performance assessment and is the Chief Operating Decision Makers (CODM) for the Group.

For management purposes, the Group is organized into business units based on their operations and has the following reportable segments:

- Passenger Transport - It includes scheduled transport services, representing passenger transport services inside and outside the Kingdom of Saudi Arabia, including revenue from urban services as well as international transport services.
- Specialized Services - It includes transport services under lease agreements entered into by the Company with third parties, whether government or non-government parties, inside or outside the Kingdom of Saudi Arabia. It also includes Limo services.
- Revenues from the concession arrangements for the King Abdul-Aziz Project for Public Transport in Riyadh - It includes the financial results of the Public Transportation Company, which is engaged in execution of King Abdul-Aziz Project for Public Transport in Riyadh, as stated in Note 1.
- Digital mobility solutions to innovate technical solutions within a digital mobility portfolio to be independent companies in the future in order to raise the market value of the digital mobility project portfolio.
- Other activities – it includes the Company's shares of equity accounted investees, other income and other expenses.

These operating segments are identified based on internal reports that the entity regularly reviews for allocating resources to segments and assessing their performance "management method". The management method is based on how the management organizes the segments within the entity for making operating decisions and assessing performance. The management of Saudi Public Transport Company, at the end of every reporting period, reviews the above segments for setting quantitative thresholds as well as criteria for presenting the revenues and expenses of each segment.

The activities of the Company and its subsidiaries are primarily conducted in the Kingdom of Saudi Arabia.

Inter-segment and inter business units' revenues are eliminated upon consolidation and reflected in the "adjustments and eliminations" column.

- Management monitors the operating results of business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on condensed consolidated interim statement of profit or loss and is measured consistently with the condensed consolidated interim statement of profit or loss in the condensed consolidated interim financial statements.

The Group's revenues are affected by seasons with high operating rates. These seasons are during the period of Hajj, summer vacation, holy month of Ramadan and public holidays, these changes are reflected in the Group's financial results during the period.

Up to 30 September 2024, total revenues amounted to SR 1,157 million, comprised of SR 780 million from government entities and SR 377 million from private entities (total revenues up to 30 September 2023 were SR 1,197 million, with SR 632 million from government entities and SR 565 million from private entities).

As of 30 September 2024, total receivables amounted to SR 1,382 million, including SR 1,296 million from government entities and SR 86 million from private entities. (31 December 2023: SR 1,193 million, which included SR 1,127 million from government entities and SR 66 million from private entities).

The financial information included for these segments is as follows:

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

5. OPERATING SEGMENTS (CONTINUED)**Information on reportable segments**

	Passenger transport	Specialized services	Other activities	Digital mobility solutions	Concession arrangements for the King Abdul- Aziz Project for Public Transport in Riyadh	Total segments	Adjustments and eliminations	Total
For the period ended 30 September 2024 (Unaudited)								
Total revenue (<i>Note 13</i>)	229,949	426,810	-	32,693	468,825	1,158,277	(1,465)	1,156,812
Cost of revenue (<i>Note 14</i>)	(196,447)	(405,706)	-	(37,363)	(299,013)	(938,529)	18,862	(919,667)
Gross profit/(loss)	33,502	21,104	-	(4,670)	169,812	219,748	17,397	237,145
Profit /(Loss) before Zakat and income tax	2,652	(54,201)	62,726	(16,096)	123,448	118,529	(81,937)	36,592
	Passenger transport	Specialized services	Other activities	Digital mobility solutions	Concession arrangements for the King Abdul- Aziz Project for Public Transport in Riyadh	Total segments	Adjustments and eliminations	Total
For the period ended 30 September 2023 (Unaudited)								
Total revenue (<i>Note 13</i>)	483,111	352,317	-	21,590	341,867	1,198,885	(1,470)	1,197,415
Cost of revenue (<i>Note 14</i>)	(317,393)	(358,704)	-	(53,517)	(235,276)	(964,890)	15,728	(949,162)
Gross profit /(Loss)	165,718	(6,387)	-	(31,927)	106,591	233,995	14,258	248,253
Profit /(Loss) before Zakat and income tax	135,203	(59,839)	(31,941)	(48,862)	63,822	58,383	(3,223)	55,160

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

5. OPERATING SEGMENTS (CONTINUED)
Information on reportable segments (continued)

	Passenger transport	Specialized services	Other activities	Digital mobility solutions	Concession arrangements for the King Abdul-Aziz Project for Public Transport in Riyadh	Total segments	Adjustments and eliminations	Total
As at 30 September 2024 (Unaudited)								
Total assets	373,696	974,936	1,170,709	51,861	1,818,433	4,389,635	(347,919)	4,041,716
Total liabilities	291,063	764,816	535,174	233,662	1,687,884	3,512,599	(410,647)	3,101,952
Other disclosures:								
Property, plant and equipment buses and trucks	210,066	810,765	90,264	2,881	14,015	1,127,991	-	1,127,991
Equity accounted investees	-	-	1,879	-	-	1,879	-	1,879
	Passenger transport	Specializ ed services	Other activities	Digital mobility solutions	Concession arrangements for the King Abdul- Aziz Project for Public Transport in Riyadh	Total segments	Adjustments and eliminations	Total
As at 31 December 2023 (Audited)								
Total assets	502,030	1,140,398	695,827	50,399	1,847,318	4,235,972	(199,755)	4,036,217
Total liabilities	392,037	713,215	308,553	216,104	1,823,031	3,452,940	(338,413)	3,114,527
Other disclosures:								
Property, plant and equipment buses and trucks	198,944	838,565	98,202	4,035	9,711	1,149,457	-	1,149,457
Equity accounted investees	-	-	30,274	-	-	30,274	-	30,274

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

6. PROPERTY, PLANT AND EQUIPMENT BUSES AND TRUCKS (net)

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Property, plant, and equipment	1,035,724	1,092,616
Projects under construction	92,267	56,841
	<u>1,127,991</u>	<u>1,149,457</u>

During the nine months period ended 30 September 2024, the Group added property, plant, and equipment amounting to SR 108 million (30 September 2023: SR 361 million).

7. INTANGIBLE ASSETS (net)

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Software and licenses	37,750	39,890
Other intangible assets*	585,748	584,767
	<u>623,498</u>	<u>624,657</u>

***Other intangible assets**

Intangible assets represent the PTC's right in the residual value of the project's buses and depots of Riyadh Public Transport Project after the completion of the project. Under the project's contract, the grantor has an option to purchase these buses and depots at their residual value. If this option is not exercised, PTC has the right to retain these buses and depots.

8. UNBILLED RECEIVABLES

	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Unbilled receivable	<u>901,133</u>	<u>848,762</u>

A summary movement for the nine months period ended 30 September 2024, 2023 and year ended 2023 is as follows:

	30 September 2024 (Unaudited) SR'000	30 September 2023 (Unaudited) SR'000	31 December 2023 (Audited) SR'000
Balance at the beginning of the year	848,762	1,278,217	1,278,217
Revenue recognized during the period/year	575,915	546,625	546,625
Revenue billed during the period/year	(523,544)	(895,460)	(976,080)
Balance at the end of the period/year	<u>901,133</u>	<u>929,382</u>	<u>848,762</u>

*Unbilled receivables represent the revenue recognized but not been billed yet. For the current portion of unbilled receivable, the management expect to bill the customer within the next 12 months.

As per the payment schedule, during the period ended 30 September 2024, the Company has received an amount of SR 250 million (31 December 2023: SR 814 million).

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

9. SHARE CAPITAL AND RESERVES

Share capital

As at 30 September 2024, the fully paid-up share capital of the Group is SR 1,250 million (31 December 2023: SR 1,250 million) divided into 125 million shares (31 December 2023: 125 million shares) of SR 10 each.

Statutory reserve

As required under previously enforced Companies law in the Kingdom of Saudi Arabia, the Company was required to transfer 10% of the annual net profit to the statutory reserve (after absorbing the accumulated losses). This transfer ceases when the statutory reserve accumulated balances reaches 30% of the share capital.

With the enforcement of the new Companies Law in the Kingdom of Saudi Arabia effective 19 January 2023, the accumulation of profits as statutory reserve is no longer required. Pursuant to that, the Company's shareholders, in the Ordinary General Assembly meeting held on 14 May 2024, decided to amend the Company's bylaws to be in line with the provisions of the new Companies' Law and removed the requirements related to the creation of a statutory reserve. These legal formalities for amending the Company's bylaws have been finalized on 10 June 2024.

General reserve (previously classified as consensual reserve)

In accordance with the Company's by-law, the Ordinary General Assembly held on 14 May 2024, based on the recommendation of the Board of Directors, approved that the management of the Company may set aside any amount of the Company's available funds, for distributions to shareholders, as a general reserve. The objective of creation of general reserve includes, providing social benefits to the Company's employees, its subsidiaries, or for other purposes related to the Company as the Board of Directors may deem appropriate and in the interest of the Company.

10. MURABAHA FINANCING

A) Long-term Murabaha Financing

The Group has entered long term Murabaha with local banks with total credit facility of SR 2,280 million (31 December 2023: SR 2,280 million). The utilized portion of long term Murabaha facilities have been availed during 2018 to 2023 and have a maturity of three to five years from the date of the drawdown and are secured by promissory notes bearing prevailing commission rates ranging between 1%-2% and SAIBOR. In order to mitigate the uncertainties associated with the SAIBOR, SAPTCO entered into a profit rate swap agreement with a local bank for certain loans acquired in 2023 and 2024. Further, two subsidiaries entered into a callable option SWAP arrangement with one of the local banks for the loans acquired in previous years in order to mitigate their risk against SAIBOR. The Group has obtained these loans in order to finance the procurement of buses.

B) Short-term Murabaha Loans

During 2024, the group has entered short term Murabaha with local banks with total credit facility SR 400 million (31 December 2023: SR 300 million) to finance operating activities.

C) Murabaha financing, including short term financing

The balance of Murabaha financing including short term Murabaha financing, was presented in the condensed consolidated interim statement of financial position as follows:

	30 September 2024 (Unaudited)	31 December 2023 (Audited) SR'000
	<u>SR'000</u>	
Short-term Murabaha financing	353,584	151,846
Current portion of Murabaha financing and short-term financing	142,157	289,677
Non-current portion recognized under non-current liabilities	848,694	854,754
	<u>1,344,435</u>	<u>1,296,277</u>

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

10. MURABAHA FINANCING (CONTINUED)

A summary of Murabaha transaction of the period ended 30 September 2024, 2023 and year ended 2023 is as follows:

	30 September 2024	30 September 2023	31 December 2023
	(Unaudited)	(Unaudited)	(Audited)
	<u>SR'000</u>	<u>SR'000</u>	<u>SR'000</u>
Balance at beginning of the year	1,296,277	1,631,514	1,631,514
Proceeds during the period / year	1,115,728	655,800	895,800
Payments during the period / year	(1,067,570)	(1,037,640)	(1,231,037)
Balance at the end of the period/year	<u>1,344,435</u>	<u>1,249,674</u>	<u>1,296,277</u>

11. ADVANCE FROM CUSTOMER

PTC received an amount of SR 1,568 million as an advance payment for executing King Abdulaziz Project for Public Transport in Riyadh. The Company received SR 471 million in 2015, SR 548 million in 2019 and SR 549 million in 2020. The balance at the end of the period was classified under current and non-current items with balances of SR 267 million and SR 750 million, respectively (31 December 2023: SR 225 million and SR 898 million, respectively). The value of the advance payment is amortized according to the completed works by PTC, with a percentage of the total cumulative work submitted.

12. ZAKAT AND INCOME TAX

Zakat is calculated based on the zakat base of the company and its subsidiaries separately. The company submitted the final zakat returns until 2023 and obtained the necessary zakat certificates until 31 December 2023. The Zakat, Tax and Customs Authority ("the Authority") issued its zakat assessments for the company until the year 2020, and the group paid the zakat due according to the final zakat returns. For the years 2021, 2022 and 2023 The Parent Company received a notification from the Authority to get some additional information for these years but till now there is no zakat or tax assessment has yet been made by the authority.

The subsidiary has submitted the zakat and tax return to the Zakat, Tax and Customs Authority ("the Authority") until 2023.

13. REVENUE

	For the three-months period ended 30 September		For the nine months period ended 30 September	
	2024	2023	2024	2023
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
King Abdul-Aziz services concession arrangements:				
- Bus operations	229,738	164,896	407,542	280,483
- Facility management	14,566	12,379	41,170	39,285
- Traffic control center	6,264	6,346	20,113	19,907
- Depot construction	-	1,940	-	2,192
Revenue from passenger transport	36,949	140,842	159,677	426,810
Revenue from specialized services	98,389	84,392	426,367	351,816
Revenues from Urban services	26,393	14,945	70,272	56,301
Revenues from digital mobility solutions	8,799	6,109	31,671	20,621
	<u>421,098</u>	<u>431,849</u>	<u>1,156,812</u>	<u>1,197,415</u>

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

14. COST OF REVENUE

	For the three-month period ended 30 September 2024		For the nine months period ended 30 September 2024	
	2023		2023	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Salaries and other related expenses	80,358	116,164	302,137	380,328
Depreciation and amortization	47,139	47,806	143,066	137,571
Bus repairs and maintenance	35,497	52,130	118,761	143,619
Visa and iqama fees	17,719	13,873	33,720	41,558
Contractual services	32,415	42,934	130,056	107,335
Maintenance and general fees	34,736	11,189	48,044	30,194
Rent	5,742	1,973	11,212	12,913
Impairment of inventory	312	-	624	1,668
Property insurance expense	7,167	1,552	14,599	8,296
Advisory	29,066	17,951	68,942	52,992
Demand-responsive transport cost	6,748	-	6,748	-
Others	8,951	10,187	41,758	32,688
	305,850	315,759	919,667	949,162

15. OTHER INCOME

	For the three months period ended 30 September		For the nine months period ended 30 September	
	2024	2023	2024	2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Reversal of Zakat provision	-	-	-	12,804
Penalties on suppliers	19	962	156	3,188
Rental income	24	1,239	3,751	4,494
Gains on sale of inventory	-	181	6,000	425
Gains on sale of property, plant, and equipment	764	-	764	-
Others	3,741	589	11,578	5,870
	4,548	2,971	22,249	26,781

-The other income has been presented within the operating income as the activities are driven from the Company's main business activity.

16. RELATED PARTIES

Related parties of the Group comprise shareholders having control or significant influence, key management personnel, and affiliates where shareholders have control or significant influence. The transactions with related parties are made on terms approved by the Board of Directors of the Group. The Group and its related parties transact with each other in the ordinary course of business. The significant transactions and balances between the Group and its related parties are as follows:

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

16. RELATED PARTIES (CONTINUED)

	<u>Nature of relationship</u>	<u>Nature of transactions</u>	<u>Transaction for the nine-months period ended</u>	
			30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
<u>Related party</u>				
Saudi Emirates Integrated Transport Company (SEETCO)	A joint venture	Finance income	2,372	1,056
		Services rendered	4,442	2,980
RATP Development (French company)	Companies with significant influence over subsidiary	Services rendered	4,877	5,440
RATP Dev Saudi Arabia (LLC)	Companies with significant influence over subsidiary	Services rendered	23,350	30,800
NEX Continental Holdings	Companies with significant influence over subsidiary	Services rendered	981	-

Significant balances resulted from the above transactions of the Group and its related parties are as follows:

SHOWS:

		30 September 2024 (Unaudited)	31 December 2023 (Audited)
<u>Related party</u>	Recognized under		
	Due from a related party		
Saudi Emirates Integrated Transport Company	– noncurrent portion	41,395	39,023
	Due from a related party		
	– current portion	52,762	57,422
Capital Metro Company Ltd (CAMCO)	Due from related parties – current portion	1,545	1,545
RATP Development (French company)	Due to related parties – current portion	11,446	5,634
	Due to related parties – current portion	25,345	7,618
RATP Dev Saudi Arabia (LLC)	Due to related party – current portion	-	981
NEX Continental Holdings	current portion		

The joint venture

* During 2014, the Company has funded the operating activities of Saudi Emirates Integrated Transport Co., Ltd. (“SEITCO”) in an amounting to SR 30 million. This amount is not subject to any interest and SR 20 million from the value of the loan has been paid up to 2022 and management expects to receive the remaining during 2025, 2026 and 2027. The loan has been recognized at the present value.

In addition, during 2016, the Company has provided two additional finances totaling to SR 40 million to finance operations for the implementation of government school transport contracts. The loan has been recognized at the present value. Management expects to pay the remaining amount during 2025, 2026 and 2027.

During 2019, the Company sold 350 buses amounting to SR33.6 to Saudi Emirates Integrated Transport Company (SEITCO), during the first nine months ended 30 September 2024 the Company collected SR 28.6 million and expects to collect the remaining balance during 2024.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

16. RELATED PARTIES (CONTINUED)

The significant transactions between the Group and key management personnel are as follows:

Transactions with key management personnel:

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Board expenses and allowances	1,110	882
Compensations of the key management personnel *	16,471	13,074

*Compensations of the key management personnel:

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Short-term employees' benefits	15,881	12,485
Long-term benefits	590	589
	<u>16,471</u>	<u>13,074</u>

Key management personnel compensation includes salaries and defined employee benefits.

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

17. FINANCIAL INSTRUMENTS

The table below shows the carrying values of financial assets and liabilities, which are not measured at fair value, the carrying values is a reasonable approximation of fair value.

	30 September 2024 (Unaudited)			31 December 2023 (Audited)		
	Amortized cost	Other Financial liabilities	Total	amortized cost	Other Financial liabilities	Total
Financial assets not measured at fair value						
Trade receivables, net	479,935	-	479,935	343,782	-	343,782
Due from related parties	95,702	-	95,702	97,990	-	97,990
Cash and cash equivalents	357,060	-	357,060	434,248	-	434,248
Unbilled receivables	901,133	-	901,133	848,762	-	848,762
	<u>1,833,830</u>	<u>-</u>	<u>1,833,830</u>	<u>1,724,782</u>	<u>-</u>	<u>1,724,782</u>
Financial liabilities not measured at fair value						
Murabaha Loans	-	1,344,435	1,344,435	-	1,296,277	1,296,277
Amounts due to related parties	-	36,791	36,791	-	14,233	14,233
Trade and retention payables	-	45,246	45,246	-	61,722	61,722
Accrued expenses and other current liabilities	-	433,816	433,816	-	404,221	404,221
Lease liabilities	-	32,517	32,517	-	41,739	41,739
	<u>-</u>	<u>1,892,805</u>	<u>1,892,805</u>	<u>-</u>	<u>1,818,192</u>	<u>1,818,192</u>

SAUDI PUBLIC TRANSPORT COMPANY AND ITS SUBSIDIARIES

(A Saudi Joint Stock Company)

Notes to the Condensed Consolidated Interim Financial Statements (Unaudited)

For the nine months period ended 30 September 2024

(Expressed in thousands of Saudi Arabian Riyals)

18. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

a. Contingent liabilities

As at 30 Sep 2024, the Group's bankers have issued on its behalf during the normal course of business guarantees, acceptances and documentary credit with a maximum of SR 3.127 million (31 December 2023: SR 3,117 million). These include performance guarantees given on behalf of subsidiaries.

b. Capital commitments.

As at 30 Sep 2024, the Group had commitment of SR 84 million (31 December 2023: SR 54.7 million) relating to the procurement of buses.

19. ASSETS HELD FOR SALE

During 2023, the Group's management as per the minutes of the Board of Directors meeting No. 370 dated September 14, 2023, and Board of Directors meeting No.371 dated December 11, 2023 decided to sell some of its buses that are used in passenger transportation. Accordingly, such buses have been reclassified as assets held for sale. The measurement process resulted in losses of SR 17.3 million, which represents the difference in the fair value less cost to sell amounting to SR 39.3 million and net book of these busses amounting to SR 56.6 million. The fair value less cost to sell is determined by quote received from an external and independent third party and are classified under Level 2 using other observable inputs. Accordingly, the difference between fair value less cost to sell and net book value has been recognized as an impairment losses of buses held for sale in the consolidated statement of profit or loss.

During the period ended 30 September 2024, the Group sold a portion of busses for an amount of SR 28 million with a net book value of SR 20 million. This resulted in a reversal of impairment loss on non-current assets held for sale around SR 8 Million.

20. SUBSEQUENT EVENTS

There is no event has occurred up to and including the date of the approval of the condensed consolidated interim financial statements by the Board of Directors of the Group which could materially affect these financial statements and the related disclosures for the periods ended 30 September 2024.

21. APPROVAL OF THE FINANCIAL STATEMENTS

The condensed consolidated interim financial statements have been approved by the Board of Directors on 2 Jumada al-Ula 1446H (Corresponding to 4 Nov 2024).