

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024
AND REPORT ON REVIEW OF CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

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Report on review of condensed consolidated interim financial statements

To the shareholders of Saudi Networkers Services Company
(A Listed Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Saudi Networkers Services Company (the "Company") and its subsidiary (collectively referred to as the "Group") as of 30 June 2024 and the related condensed consolidated interim statements of comprehensive income, changes in equity and cash flows for the six-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 "Review of interim financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Sahar M. Hashem
License Number 439

1 September 2024



SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Condensed consolidated interim statement of financial position
(All amounts are in Saudi Riyals unless otherwise stated)

	Note	As at 30 June 2024 (Unaudited)	As at 31 December 2023 (Audited)
Assets			
Non-current assets			
Property and equipment	8	2,162,617	2,369,537
Right-of-use assets	17	2,377,172	2,684,998
Total non-current assets		4,539,789	5,054,535
Current assets			
Trade receivables	9	171,707,505	156,904,657
Prepayments and other assets	11	12,508,202	9,025,514
Cash and cash equivalents	10	27,862,315	40,979,460
Total current assets		212,078,022	206,909,631
Total assets		216,617,811	211,964,166
Equity and liabilities			
Equity			
Share capital	13	60,000,000	60,000,000
Statutory reserve		11,213,169	11,213,169
Retained earnings		44,046,826	38,407,362
Foreign currency translation reserve		(9,435,239)	(9,427,834)
Equity attributable to shareholders of Saudi Networkers Services Company		105,824,756	100,192,697
Non-controlling interests		77,754	82,592
Total equity		105,902,510	100,275,289
Non-current liabilities			
Defined benefits liabilities		28,546,533	24,732,908
Lease liabilities	17	1,547,916	2,068,513
Total non-current liabilities		30,094,449	26,801,421
Current liabilities			
Current portion of lease liabilities	17	476,256	528,210
Accounts and other payables		443,504	49,534
Accrued expenses	12	48,143,773	49,842,083
Short-term borrowings		29,411,191	30,712,226
Provision for zakat		2,146,128	3,755,403
Total current liabilities		80,620,852	84,887,456
Total liabilities		110,715,301	111,688,877
Total equity and liabilities		216,617,811	211,964,166



Chairman



Chief Executive Officer

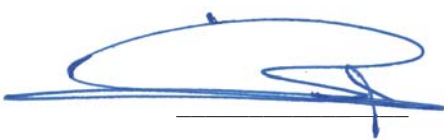


Chief Financial Officer

The accompanying notes from 1 to 20 are an integral part of these condensed consolidated interim financial statements.

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Condensed consolidated interim statement of comprehensive income
(All amounts are in Saudi Riyals unless otherwise stated)

		For the six-month period ended 30 June	
	Note	2024 (Unaudited)	2023 (Unaudited)
Continuing operations:			
Revenue	16	282,210,094	276,456,502
Cost of revenue		(244,507,679)	(244,222,656)
Gross profit		37,702,415	32,233,846
Selling and marketing expenses		(4,865,843)	(4,236,094)
General and administration expenses		(9,759,690)	(8,996,653)
Impairment loss on financial assets	9	(253,626)	(265,239)
Profit from main operations		22,823,256	18,735,860
Finance costs		(1,255,870)	(878,013)
Other income		-	311,388
Profit before zakat		21,567,386	18,169,235
Zakat expense		(1,356,354)	(1,394,658)
Profit for the period		20,211,032	16,774,577
Discontinued operations			
Loss from discontinued operations	18	(476,331)	(230,976)
Profit for the period		19,734,701	16,543,601
Profit / (loss) attributable to:			
Shareholders of the Company		19,739,464	16,545,911
Non-controlling interest		(4,763)	(2,310)
		19,734,701	16,543,601
Other comprehensive (loss) / income:			
<i>Item that may be reclassified to profit or loss in subsequent periods:</i>			
Movement in foreign currency translation from discontinued operation	18	(7,480)	141,799
Total other comprehensive (loss) / income for the period		(7,480)	141,799
Total comprehensive income for the period		19,727,221	16,685,400
Total comprehensive income / (loss) attributable to:			
Shareholders of the Company		19,732,059	16,686,292
Non-controlling interest		(4,838)	(892)
		19,727,221	16,685,400
Earnings per share for profit attributable to the shareholders of the Company:			
Basic and diluted earnings per share	14	3.3	2.8
Basic and diluted earnings per share continuing operations	14	3.3	2.8



Chairman



Chief Executive Officer



Chief Financial Officer

The accompanying notes from 1 to 20 are an integral part of these condensed consolidated interim financial statements.

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Condensed consolidated interim statement of changes in equity
(All amounts are in Saudi Riyals unless otherwise stated)

	Attributable to the shareholders of Saudi Networkers Services Company						
	Share capital	Statutory reserve	Retained earnings	Foreign currency translation reserve	Total	Non-controlling interest	Total
As at 1 January 2023 (Audited)	60,000,000	7,557,194	29,613,581	(9,649,653)	87,521,122	84,548	87,605,670
Profit / (loss) for the period	-	-	16,545,911	-	16,545,911	(2,310)	16,543,601
Other comprehensive income	-	-	-	140,381	140,381	1,418	141,799
Total comprehensive income / (loss) for the period	-	-	16,545,911	140,381	16,686,292	(892)	16,685,400
Dividend	-	-	(14,100,000)	-	(14,100,000)	-	(14,100,000)
As at 30 June 2023 (Unaudited)	60,000,000	7,557,194	32,059,492	(9,509,272)	90,107,414	83,656	90,191,070
As at 1 January 2024 (Audited)	60,000,000	11,213,169	38,407,362	(9,427,834)	100,192,697	82,592	100,275,289
Profit / (loss) for the period	-	-	19,739,464	-	19,739,464	(4,763)	19,734,701
Other comprehensive loss	-	-	-	(7,405)	(7,405)	(75)	(7,480)
Total comprehensive income / (loss) for the period	-	-	19,739,464	(7,405)	19,732,059	(4,838)	19,727,221
Dividend	-	-	(14,100,000)	-	(14,100,000)	-	(14,100,000)
As at 30 June 2024 (Unaudited)	60,000,000	11,213,169	44,046,826	(9,435,239)	105,824,756	77,754	105,902,510

Chairman

Chief Executive Officer


Chief Financial Officer

The accompanying notes from 1 to 20 are an integral part of these condensed consolidated interim financial statements.

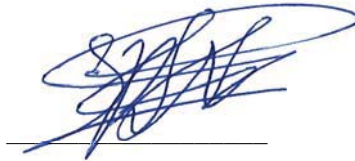
SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Condensed consolidated interim statement of cash flows
(All amounts are in Saudi Riyals unless otherwise stated)

		For the six-month period ended	
		30 June	
	Note	2024 (Unaudited)	2023 (Unaudited)
Operating activities			
Profit before zakat and income tax		21,567,386	18,169,235
Loss before income tax from discontinued operations		(476,331)	(230,976)
<i>Adjustments for:</i>			
Depreciation of property and equipment	8	324,197	244,548
Depreciation of right-of-use assets	17	307,826	307,715
Interest expense on lease liabilities	17	100,977	73,434
Interest expense on short-term borrowings		1,154,893	804,580
Provision for defined benefits liabilities		5,474,460	4,255,925
Allowance for expected credit losses	9	253,626	265,239
Gain on termination of lease		-	(117,483)
Operating cash flows before working capital changes		28,707,034	23,772,217
<i>Changes in working capital:</i>			
Trade receivables		(15,056,474)	(7,651,703)
Prepayments and other assets		(3,482,688)	(8,108,261)
Accounts and other payables		393,970	3,683,755
Accrued expenses		(1,698,310)	1,638,350
Cash generated from operations		8,863,532	13,334,358
Defined benefits liabilities paid		(1,660,835)	(2,111,707)
Interest expense paid		(1,255,870)	-
Zakat and income tax paid		(2,965,629)	(2,815,496)
Net cash generating of operating activities		2,981,198	8,407,155
Investing activity			
Purchase of property and equipment	8	(117,277)	(2,225,551)
Net cash used in investing activity		(117,277)	(2,225,551)
Financing activities			
Proceeds from short-term borrowings		35,036,059	109,619,393
Repayment from short-term borrowings		(36,337,094)	(97,993,306)
Dividends paid		(14,100,000)	(14,100,000)
Interest paid on lease liabilities		-	(73,434)
Interest paid on short term borrowings		-	(804,579)
Repayment of lease liabilities	17	(572,551)	(764,278)
Net cash used in financing activities		(15,973,586)	(4,116,204)
Net (decrease) / increase in cash and cash equivalents		(13,109,665)	2,065,400
Adjustment for foreign exchange translation		(7,480)	1,418
Cash and cash equivalents at the beginning of the period		40,979,460	17,634,280
Cash and cash equivalents at the end of the period	10	27,862,315	19,701,098

Non-cash information of the Group relates to the movement in right-of-use assets and lease liabilities (see Note 17).



Chairman



Chief Executive Officer



Chief Financial Officer

The accompanying notes from 1 to 20 are an integral part of these condensed consolidated interim financial statements.

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

1 Corporate information

Saudi Networkers Services Company (the “Company”) is a Listed Joint stock Company, registered in Riyadh city, Kingdom of Saudi Arabia (“KSA”) under commercial registration number 1010173733 dated 19 Dhul-Qadah 1422H (corresponding to 2 February 2002). The Company’s registered address is PO Box: 25141 Riyadh 11466, Kingdom of Saudi Arabia.

The principal activities of the Company are implementing, establishing, maintaining, operating, installing and managing of telecommunication networks. The Company is also involved in providing consulting, technical, administrative, marketing, customer care services and technical support for sales centers.

The condensed consolidated interim financial statements include the condensed interim financial position, results of operations and cash flows of the Company and SNSALG SARL (the “subsidiary”), a limited liability company registered in People’s Democratic Republic of Algeria, under commercial registration (CR) number 0971273B06 dated 26 Jumaada II 1427H (collectively refer as the “Group”), the subsidiary is 99% owned by the Company and is engaged in providing technical consultants on an individual basis to telecommunications, oil and gas and IT vendors, operators and sub-contracting companies.

The Group has announced its intention to close the subsidiary, therefore, as at 30 June 2024 and 2023, the subsidiary is considered as a discontinued operation. The subsidiary is expected to be wound up during later part of 2024 after completing the legal formalities in compliance with the local regulations of Algeria.

2 Basis of preparation

2.1 Statement of compliance

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

These condensed consolidated interim financial statements should be read in conjunction with the Group’s latest annual consolidated financial statements as at and for the year ended 31 December 2023 and do not include all of the information normally required for a complete set of financial statements under International Financial Reporting Standards (“IFRS”) that are endorsed in the Kingdom of Saudi Arabia. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since 31 December 2023.

2.2 Functional and presentation currency

The condensed consolidated interim financial statements are presented in Saudi Riyals, which is the Company’s functional currency and Group’s presentation currency.

2.3 Basis of measurement

These condensed consolidated interim financial statements have been prepared under the historical cost convention using the accrual basis of accounting except post-employment benefits where actuarial present value calculations are used.

3 Material accounting policies

The principal accounting policies applied in the preparation of condensed consolidated interim financial statements of the Group are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of certain amendments to the standards and interpretations as set out in Note 4.

4 Standards and amendments to the standards adopted and issued but not yet effective

In April 2024, the International Accounting Standards Board (IASB) issued a new IFRS Accounting Standard to improve reporting of financial performance. IFRS 18 - Presentation and Disclosure in Financial Statements replaces IAS 1 - Presentation of Financial Statements. IFRS 18 has an effective date of 1 January 2027. Earlier application is permitted. This IFRS is not yet endorsed by SOCPA. The Group is planning to assess the impact of this Standard as part of annual financial statements preparation exercise for 2024.

There are no other new standards or amendments issued effective from 1 January 2024, other than those disclosed and explained in the Group’s annual consolidated financial statements, that could have a material effect on these condensed consolidated interim financial statements.

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

5 Use of estimates, assumptions and judgements

The preparation of the Group's condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the assets and liabilities in the future periods.

These estimates and assumptions are based upon experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised or in the revision period and future periods if the changed estimates affect both current and future periods.

6 Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenue and incur expenses, including revenue and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are reviewed regularly by the Group's relevant Business Heads which in the Group's case is to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Group's relevant business heads include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The Group's operating segments are analysed and aggregated based on their geographical locations.

7 Related party transactions and balances

Related parties represent major shareholders, members of the Board of Directors of the Company and its other committees, key management personnel of the Company, and entities managed, or under common control by these parties. The Group does not have any transaction with the Owners, other than dividend transactions. Below are the transactions with affiliate companies during the period.

The following significant transactions were carried out with related parties during the period:

Relationship	Nature of transactions	For the six-month period ended 30 June	
		2024 (Unaudited)	2023 (Unaudited)
Entity under common control	Consultancy services	90,848	90,848

Key management personnel compensation comprised the following:

	For the six-month period ended 30 June	
	2024 (Unaudited)	2023 (Unaudited)
Short-term benefits	2,126,335	1,933,615
Termination benefits	262,746	150,539
Board and its committee fee		
Director's remuneration	300,000	300,000
Committee's remuneration	112,500	112,500
Meeting attendance allowances	36,000	36,000

Compensation to key management personnel other than the board and committee members includes salaries, allowances, provision for defined benefits liabilities and contribution to General Organization for Social Insurance.

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

8 Property and equipment

2024	Leasehold improvements	Furniture and fixture	Computer equipment	Tools and equipment	Total
Cost:					
As at 1 January 2024 (Audited)	1,933,048	645,181	1,385,588	80,891	4,044,708
Additions	-	13,490	103,787	-	117,277
As at 30 June 2024 (Unaudited)	1,933,048	658,671	1,489,375	80,891	4,161,985
Accumulated depreciation:					
As at 1 January 2024 (Audited)	247,155	391,129	994,560	42,327	1,675,171
Charge for the period	147,304	23,699	148,113	5,081	324,197
As at 30 June 2024 (Unaudited)	394,459	414,828	1,142,673	47,408	1,999,368
Net book value:					
As at 30 June 2024	1,538,589	243,843	346,702	33,483	2,162,617
As at 1 January 2024	1,685,893	254,052	391,028	38,564	2,369,537

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

9 Trade receivables

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Accounts receivables	146,730,565	111,129,479
Unbilled receivables *	29,313,985	49,858,597
	176,044,550	160,988,076
Less: allowance for expected credit losses	(4,337,045)	(4,083,419)
	171,707,505	156,904,657

* Unbilled receivables assets represent the amount for which services have been rendered but not yet invoiced to customers.

Movement in the allowance for expected credit losses is as follows:

	30 June 2024 (Unaudited)	30 June 2023 (Unaudited)
As at beginning of the period	4,083,419	3,880,702
Provided during the period	253,626	265,239
As at end of the period	4,337,045	4,145,941

The Group applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables.

Trade receivables are amounts due from customers for services performed in the ordinary course of business. They are generally due for settlement within 90 days and therefore are all classified as current. Trade receivables are recognized initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognized at fair value. The Group holds the trade receivables with the objective to collect the contractual cash flows and therefore measures them subsequently at amortized cost using the effective interest method.

10 Cash and cash equivalents

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Cash at bank	27,746,669	40,873,461
Cash in hand	115,646	105,999
	27,862,315	40,979,460

11 Prepayments and other assets

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Prepaid expenses	11,185,949	7,330,703
Other receivables	1,322,253	1,694,811
	12,508,202	9,025,514

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

12 Accrued expenses

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Accrued expenses	38,810,175	39,549,482
VAT payable, net	6,362,596	5,745,079
Accrued bonus	2,971,002	3,150,000
Customer advances	-	1,397,522
	48,143,773	49,842,083

13 Share capital

The Group's capital consists of following:

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Authorized shares	6,000,000	6,000,000
Ordinary shares of Saudi Riyals 10 each (2023: Saudi Riyals 10 each), fully paid and issued	6,000,000	6,000,000
Share capital	60,000,000	60,000,000

The Company is listed on Saudi Exchange (Nomu – parallel market) with the symbol 9543 and ISIN Code SA15JH3KL3H8. The shareholding of Mr. Abdul Mohsen I. Al Touq and Mr. Osama M Al Sabeg remains 37.25% each for the period ended 30 June 2024 (2023: 37.25%).

14 Earnings per share (EPS)

Basic EPS is calculated by dividing the net income inclusive of discontinued operations for the year attributable to shareholders of the Company by the weighted average number of ordinary shares outstanding during the year as follows:

	For the six-month period ended 30 June	
	2024 (Unaudited)	2023 (Unaudited)
Net income for the period attributable to the shareholders of the Company	19,739,464	16,545,911
Number of ordinary shares outstanding	6,000,000	6,000,000
Basic and diluted earnings per share from profit for the period	3.3	2.8

Basic and diluted loss per share from the discontinued operations is 0.08 (2023: 0.04).

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

15 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Board of Directors (BOD) and CEO, (together chief operating decision maker, CODM). The CODM assesses the financial performance and position of the Group and makes strategic decisions.

An operating segment is group of assets and operations:

1. engaged in revenue producing activities;
2. results of its operations are continuously analyzed by management in order to make decisions related to resource allocation and performance assessment; and
3. whose financial information is separately available.

The Group has the following strategic geographical locations which represent its reportable segments, which represent its reportable segments. Segment assets, liabilities and profit or loss are measured in the same way as in the condensed consolidated interim financial statements.

Kingdom of Saudi Arabia

Provision of services in the geographical region of Kingdom of Saudi Arabia.

Algeria

Provision of services in the geographical region of Algeria.

<u>30 June 2024 (Unaudited)</u>	Kingdom of Saudi Arabia	Algeria	Total
Revenue	282,210,094	-	282,210,094
Depreciation	632,023	-	632,023
Profit / (loss) attributable to shareholders of the Company	20,211,032	(471,568)	19,739,464
<u>30 June 2024 (Unaudited)</u>			
Total assets	206,876,546	9,741,265	216,617,811
Total liabilities	110,364,134	351,167	110,715,301
	Kingdom of Saudi Arabia	Algeria	Total
<u>30 June 2023 (Unaudited)</u>			
Revenue	276,456,502	-	276,456,502
Depreciation	552,263	-	552,263
Profit/(loss) attributable to shareholders of the Company	16,774,577	(228,666)	16,545,911
<u>31 December 2023 (Audited)</u>			
Total assets	201,901,407	10,062,759	211,964,166
Total liabilities	111,285,315	403,562	111,688,877

The Group's revenue is derived from contracts with customers for provision of services. Segment assets are measured in the same way as in the condensed consolidated interim financial statements. These assets are allocated and analyzed based on the operations of the segment.

The CODM primarily uses a measure of total profit to assess the performance of the operating segments.

SAUDI NETWORKERS SERVICES COMPANY
(A Listed Joint Stock Company)
Notes to condensed consolidated interim financial statements
For the six-month period ended 30 June 2024
(All amounts are in Saudi Riyals unless otherwise stated)

16 Revenue

The Group's revenue is derived from three types of services namely direct, managed-hosting and other services.

Disaggregation of revenue

In the following table, revenue is disaggregated by primary nature of services provided, types of customers and timing of revenue recognition as shown below:

	For the six-month period ended 30 June	
	2024 (Unaudited)	2023 (Unaudited)
<u>Types of projects / services</u>		
Direct	81,228,554	80,611,895
Managed-Hosting	200,959,190	195,800,195
Other	22,350	44,412
	282,210,094	276,456,502
<u>Types of customers</u>		
Non-government	262,326,596	254,969,380
Government	19,883,498	21,487,122
	282,210,094	276,456,502
<u>Timing of revenue recognition</u>		
Over time	282,210,094	276,456,502
	282,210,094	276,456,502

Revenues of approximately Saudi Riyals 146.69 million (2023: Saudi Riyals 157.32 million) are derived from seven external customers who contribute more than 51.98% (2023: 56.90%) to the total external revenue. These revenues are attributed to the Kingdom of Saudi Arabia segment.

17 Leases

The Group has lease contracts for motor vehicles and office building. The Group's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the Group is restricted from assigning and sub-leasing the leased assets.

Right-of-use assets

	Motor vehicles	Office building	Total
Cost			
As at 1 January 2024 (Audited)	166,429	4,299,712	4,466,141
As at 30 June 2024 (Unaudited)	166,429	4,299,712	4,466,141
Accumulated Depreciation			
As at 1 January 2024 (Audited)	62,411	1,718,732	1,781,143
Charge for the period	41,607	266,219	307,826
As at 30 June 2024 (Unaudited)	104,018	1,984,951	2,088,969
Net book value			
As at 30 June 2024 (Unaudited)	62,411	2,314,761	2,377,172
As at 1 January 2024 (Audited)	104,018	2,580,980	2,684,998

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17 Leases (continued)

Lease liabilities

Following is the carrying amounts of lease liabilities and the movements during the period/year:

	30 June 2024 (Unaudited)	30 June 2023 (Unaudited)
Balance at beginning of the period	2,596,723	771,665
Additions	-	3,090,337
Interest expense	100,977	73,434
Payments	(572,551)	(690,844)
Interest payments	(100,977)	(73,434)
Lease terminations	-	(616,827)
Balance at end of the period	2,024,172	2,554,331

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Current portion of lease liabilities	476,256	528,210
Non-current portion of lease liabilities	1,547,916	2,068,513
	2,024,172	2,596,723

18 Discontinued operations

The financial performance presented is for the six-month period ended 30 June 2024 and 30 June 2023.

	For the six-month period ended 30 June 2024 (Unaudited)	2023 (Unaudited)
General and administrative expenses	(474,232)	(227,179)
Loss from operations	(474,232)	(227,179)
Other income	-	1,012
Finance cost	(2,099)	(4,809)
Loss before income tax	(476,331)	(230,976)
Income tax	-	-
Loss from discontinued operations	(476,331)	(230,976)
Other comprehensive (loss) / income		
Item that may be reclassified to profit or loss:		
Movement in foreign currency translation reserve	(7,480)	141,799
Total other comprehensive (loss) / income	(7,480)	141,799
Total comprehensive loss from discontinued operations	(483,811)	(89,177)

The cashflow information for the six-month period ended 30 June 2024 and 30 June 2023 were:

	For the six-month period ended 30 June 2024 (Unaudited)	2023 (Unaudited)
Net (decrease)/ increase in cash flows	(339,589)	110,788

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19 Events after the reporting period

There are no other events subsequent to 30 June 2024 and before the date of authorization of condensed consolidated interim financial statements, that could have a significant effect on the condensed consolidated interim financial statements as at and for the six-month period ended 30 June 2024.

20 Approval of the condensed consolidated interim financial statements

The condensed consolidated interim financial statements of the Group for the period ended 30 June 2024 were authorized for issuance on 1st September 2024.