



**Kind attention / DisclosureSector**

**Egyptian Stock Market**

**Please kindly find attached the financial statements of the company ( KIMA ) for the financial period on 31/3/2024 after its revision from the central Auditing Organization as per the following :-**

- 1- The Balance Sheet on 31/3/2024.**
- 2- The Income Statement on 31/3/2024.**
- 3- The change in property rights on 31/3/2024.**
- 4- The supplementary indicators on 31/3/2024.**
- 5- The cash flow on 31/3/2024.**
- 6- Copy of the revision report issued from the central Auditing Organization.**

**Best Regards,**

**Chief Executive officer**

**Chemist /Abdel mageed Mohamed Hegazy**





**Egyptian Chemical Industries – KIMA**  
**Financial Sector**

**statement of Comprehensive Income**  
**For the period ended on 31/3/2024**

Value (in One Thousand Egyptian Pound)

Particular	Note	31/3/2024	31/3/2023
Revenues of continual operations			
Sales / revenues	20	4612297	5134053
Sales cost / Revenue cost	21	-3036138	-2647826
Total profit		1576159	2486227
Marketing costs (sales and distribution)	23	-401482	-329204
Administrative and general expenses		- 173615	-117552
Formed provisions		0	0
Provisions no longer required	24	0	1236
Impairment losses		0	0
Profits (losses) of currency differences		0	0
Capital profits (losses)		30886	0
Other revenues	24	16046	14748
Other expenses	25	-98285	-92686
Operation business outcome		949709	1962769
Finance revenues		34454	15084
Finance expenses		-863876	-583180
Finance net cost		-829422	-568096
Investment revenues	22	284039	125504
Profits before tax		404326	1520177
Income tax expenses (deferred tax)		-290312	-402213
Takaful contribution		-11734	-12913
Net profit		102280	1105051
Share main portion and decreased in profits		0,0862	0,9313

**Chief Executive Officer**  
**Chemist. Abdel mageed Mohamed Hegazy**





**Egyptian Chemical Industries – KIMA**  
**Financial Sector**

**Statement of Comprehensive Income**  
**For the period ended on 31/3/2024**

Value (in One Thousand Egyptian Pound)

Particular	31/3/2024	31/3/2023
Profit of the period	102280	1105051
Other comprehensive income		
Currency differences from foreign operations translation (B)		
Evaluation difference of financial investments fair value through comprehensive income	803176	854574
Cash flow coverage (B)	0	0
Actuarial profits (losses) of employee benefits system	0	0
Enterprise share in comprehensive income in sister companies (B)	0	0
Income tax related to other comprehensive income items (D)	80317	0
Total other comprehensive income for the period after tax deduction	825139	1959625
Total comprehensive income for the period	825139	1959625
Total comprehensive income of		
Owners of parent company	0	0
Non-controlling shareholders	0	0
	0,000	0,000

**Chief Executive Officer**  
**Chemist. Abdel mageed Mohamed Hegazy**





**Egyptian Chemical Industries – KIMA**  
Financial Sector

[1]

**Statement of Financial Position**  
**On 31/3/2024**

Value (in One Thousand Egyptian Pound)

Particular	Note	31/3/2024	30/06/2023
<b>Assets</b>			
Non-current assets			
Fixed assets (including net)	6	14269769	11300438
Projects under construction	7	2395788	56405
Financial investments evaluated by the fair value through comprehensive income	8	2578293	1855435
Loans for third parties	9	302	328
Intangible assets	10	2391549	1908612
Deferred tax assets		0	0
<b>Total non-current assets</b>		<b>21635701</b>	<b>15121218</b>
<b>Current assets</b>			
Inventory	11	1755849	1391802
Customers, notes payable and other debtors	12	970376	798577
Debit accounts with holding and sister companies		0	0
Down payments	0	0	0
Other financial investments	0	0	0
Cash and cash equivalent	13	1490442	1416243
<b>Total current assets</b>		<b>4216667</b>	<b>3606622</b>
<b>Total assets</b>		<b>25852368</b>	<b>18727840</b>
<b>Equity</b>			
Paid capital	14	5932895	5932895
Reserves	15	426979	426979
Evaluation difference of financial investments fair value through comprehensive income		2503867	1781009
Retained profits or (losses)		-582974	-2042014
Profits or (losses) of the year before distribution		102280	1150767
<b>Equity</b>		<b>8383047</b>	<b>7249636</b>





**Egyptian Chemical Industries – KIMA**  
**Financial Sector**

[2]

**Statement of Financial Position (Cont'd)**  
**On 31/3/2024**

Value (in One Thousand Egyptian Pound)

Particular	Note	31/3/2024	30/06/2023
Noncurrent liabilities			
Issued bonds		0	0
Loans from banks	18	12476972	8424871
Loans from holding and sister companies	18	942666	50266
Deferred tax liabilities		1759784	1469472
Total non-current liabilities		15179422	9944609
Current liabilities			
Provisions	16	143374	144359
Suppliers, notes payable and other creditors	17	2131029	1367845
Credit accounts of holding and sister companies		0	0
Short-term loans and facilities		0	0
Due portion in one year of long-term loans	18	15496	21391
Due income tax		0	0
Total current liabilities		2289899	1533595
Total liabilities		17469321	11478204
Total equity and liabilities		25852368	18727840

Chief Executive Officer  
Chemist. Abdel mageed Mohamed Hegazy



In The Name of Allah, The Rahman, The Most Merciful  
Egyptian Chemical Industries – KIMA  
Financial Sector

Statement of Cash Flows

For the period from 01/07/2023 to 31/3/2024

Value Egyptian Pound

Particular	31/3/2024		Comparative Figures On 31/3/2023
	Subtotal	Total	
<u>I: Cash flows from current business</u>			
Cash sales and receipts from customers	4704435146		5425684813
Received production and export aids	0		0
Cash procurements and payments for suppliers	-2471372844		-3030149164
Cash wages	-166634660		-136071514
Revenues of securities	226242981		100404761
Received credit interest	34454335		14991675
Paid local and external interest	0		0
Paid taxes and duties	-288908483		-191662641
Other receipts	342974509		519677630
Other payments	-87703734		-72237663
Net cash flows from current business	2293487250	2293487250	2630637897
<u>II: Cash flows from investment business</u>			
Payments for fixed assets acquisition	-2364225252		-28325899
(Projects under construction)	0		0
Receipts from fixed assets sale	1996044		6688161
Payments for investments purchase	0		0
Receipts from investments sale	0		0
Paid long-term loans	0		0
Collection of long-term loans	25788		53540
Net cash flows from investment business		-2362203420	-21602398
Carried forward		-68716170	2609035499





**In The Name of Allah, The Rahman, The Most Merciful**  
**Egyptian Chemical Industries – KIMA**  
**Financial Sector**

**Statement of Cash Flows (Cont'd)**

**For the period from 01/07/2023 to 31/3/2024**

Value Egyptian Pound

Particular	31/3/2024		Comparative Figures On 31/3/2023
	Subtotal	Total	
Brought forward			
III: Cash flows from finance business			
Receipts from bonds issue			
Bonds payment			
Receipts from long-term loans	900000000		0
Payment of long-term loans	-746389285		-346034511
Payment of loan interest	0		0
Payment of short-term loans	-10695584		-444006767
Receipts from cash shares issue	0		0
Paid amount for purchasing part of the company shares	0		0
Received amount from reselling part of the company shares	0		0
Paid profit distributions during the year	0		0
Net cash flows from finance business		142915131	-790041278
Change in cash flow during the period		74198961	1818994221
Cash opening balance		1416243098	520435229
Cash closing balance		1490442059	2339429450

Chief Executive Officer  
Chemist. Abdel mageed Mohamed Hegazy





**Egyptian Chemical Industries – KIMA**  
**Financial Sector**

**Statement of Change in Equity On 31/3/2024**

Value (in One Thousand Egyptian Pound)

Particular	Capital	Reserves	Retained profits (losses)	Profit (loss) of the period	Profit (loss) of the period	Evaluation difference of financial investments fair value through comprehensive income	Cash flow coverage	Revaluation surplus	Treasury shares	Total	Non	Total equity
Balance on 01/07/2022	5932895	403672	-2895981	651486		799157			0	4891229	0	4891229
Changes in accounting policies									0	0	0	0
Re-represented balance	5932895	403672	-2895981	651486		799157			0	4891229	0	4891229
Changes in equity during the period	0	23307	853967	-651486		981852				1207640		1207640
Total comprehensive income	0	0	0	0		0			0	0	0	0
Balance on 30/06/2023	5932895	426079	-2042014	1150767		1781009			0	1150767	0	1150767
Balance on 01/07/2023	5932895	426079	-2042014	1150767		1781009			0	7249636	0	7249636
Changes in accounting policies	0	0	0	0		0			0	0	0	0
Re-represented balance	5932895	426079	-2042014	1150767		1781009			0	7249636	0	7249636
Changes in equity during the period		0	11559040	-1150767		722858			0	1031131	0	1031131
Distributions	0	0	0	0		0			0	0	0	0
Total comprehensive income on 31/03/2024										108280		108280
Balance on 31/03/2024	5932895	426079	-582974	108280		2503867			0	8383047	0	8383047

Chief Executive Officer  
Chemist. Abdel maged Mohamed Hegazy





## **1- Brief of Company**

### **Legal Entity of Company**

Egyptian Joint-Stock Company, under the jurisdiction of Holding Company for Chemical Industries (Egyptian Joint-Stock Holding Company, subject to the provisions of Law # 203/1991).

The company was incorporated under the resolution of the Cabinet issued on 14/03/1965 and published in Al Wakaeya Al Masriya , Issue 24, on 22/03/1956 (as per the provisions of Law # 26/1054), then the company became subject to Law # 97/1983 on Public Sector Authorities and Companies, then Law # 203/1991 and the amendment thereto, according to the articles of association of the company, published on 29/07/1993, and the amendment thereto were published on 28/06/2022 in Al Wakaeya Al Masriya.

## **2- Business of Company**

Producing fertilizers, chemical substances, ferrosilicon and pure ammonium nitrate, bottling oxygen and any other related or integral products and trading in such products directly or through agency, and carrying out all related financial or commercial operations. The company may have an interest or participate, through commercial or industrial agency, with companies that have the same business or that could cooperate with to achieve its objective in Egypt or abroad, and the company may engage in real estate business related to sale, construction, participation, trading or lease with the companies specialized in the field of real estate marketing "construction and building".

## **3- Duration of Company**

The duration of the company is 50 years, as of 22/03/1965, and the duration was renewed for another 50 years, as of 25/06/1998, according to the resolution of the extraordinary general assembly of the company.

## **4- Principles of Financial Statements Preparation**

### **4-1 Compliance with Accounting Standards and Laws**

The financial statements are prepared in accordance with the unified accounting system and the accounting standards as an integral frame, and in light of the relevant applicable Egyptian laws and regulations.

### **4-2 Principles of Measurement**

The financial statements are prepared on the basis of the historical cost, excluding the financial instruments measured by the fair value or the amortized cost, as the case may be.

### **4-3 Currency of Dealing and Presentation**

The financial statements are presented in the Egyptian Pound which is the currency of dealing regarding the transactions and the main and essential business of the company.

### **4-4 Accounting Estimations and Sources of Uncertainty Estimations**

The application of the Egyptian Accounting Standards requires using the personal discretion by the management, and making estimations and assumptions for the values of the assets and liabilities that could not be provided from other sources. Such estimations and related assumptions depend on the historical experience and the related other factors. The actual outcomes of such estimations may be different, therefore, the estimations and assumptions are regularly audited, and any differences in the accounting estimations during the period of auditing such estimations, are recognized, in case where such differences affect the period of auditing only, but if they affect the period of auditing and the future periods, then such differences are listed in such period and the future periods.

Below are the main items where the estimations and personal discretion is used:

- Fixed assets and projects
- Inventory
- Customers
- Debtors and other debit balances
- Provisions
- Deferred taxes





## **5- Main Adopted Accounting Policies**

The financial statements are prepared in accordance with the unified accounting system and the accounting standards as an integral frame, and in light of the relevant applicable Egyptian laws and regulations. Below are the main adopted accounting policies.

### **5-1 Foreign Currencies Translation and Policies Adopted in Exchange Rates Differences Processing**

The company has its accounts in the Egyptian Pound. The transactions in other foreign currencies are registered in the records by using the exchange rate between the registration currency and the foreign currency on the date of the transaction. The cash items in foreign currencies are reevaluated by the exchange rates declared by the banks that the company deals with on the date of the budget. The currency differences arising from transactions registration are registered, as well as such differences arising from evaluating the balances in the statement of income. The non-cash balances, measured by the historical cost, are translated by using the exchange rates prevailing on the date of the initial recognition.

### **5-2 Fixed Assets and Depreciations**

#### **Recognition and Measurement**

The fixed assets are registered by the historical cost minus the accumulated depreciation and the value impairment losses, if any. The cost includes all direct costs related to asset acquisition, but as for the assets established internally, the asset cost includes the cost of raw materials, direct personnel and other costs required for the process of preparing such assets to reach the operating condition, and to reach the location and the objective they are established for, as well as the cost or removing such assets and resettling the location where such assets were established. The components of the items of the fixed assets, whereof useful lives are different, are estimated as separate items among such fixed assets. The profits and losses gained and incurred from excluding the fixed assets are recognized in the statement of income.

The estimated useful life, the scrap value and the applied depreciation methods are reconsidered at the end of every financial year, and such change is estimated as a change in accounting estimation.

#### **Expenses after Acquisition**

The cost of replacing a main component of any fixed asset is considered a part of the fixed asset cost when there is a sufficient expectation of having economic benefits along with acquisition, and when it is possible to reliably provide the cost of the replaced component, provided that the net book cost of the replaced components is excluded. The cost of reparation and maintenance services is recognized as expense in the statement of income.

#### **Depreciation**

The depreciation is listed in the statement of income according to the fixed premium method and according to rates conforming to the estimated useful life of each asset, excluding lands, and below is a statement of the depreciation rates of every type of fixed assets for estimating the depreciation:

<b>Particular</b>	<b>Depreciation Rate</b>
Buildings	2% buildings of the residential city – 5 % water and wastewater pipes 10% air conditioning – 12.5% overhead cranes – 6% factories – 6% urea / ammonia factory
Machines and equipment	9.5% factories – 6.5% crane – 3.95% urea / ammonia factory
Transportation means	12.5% cranes □ loader □ bulldozer
Intangible assets	3.95% urea / ammonia factory
Tools and kits	7.5%
Furniture and furnishing	10%
Computer	10%
Evaluation differences the dollar loan on 6/3/2024	4.7% -Machines and equipment - Intangible assets ( urea / ammonia factory)

#### **Capital Profits and Losses:**





The profits or losses gained or incurred due to excluding any fixed asset, and due to the difference between the net surrender value and the net book value of the asset are registered among the item of capital profits (losses) in the statement of income.

#### **5-3 Projects under Construction**

The amounts spent to establish or purchase fixed assets are registered in the item of Projects under Construction by the cost minus the impairment (if any) and when the fixed asset is ready for utilization it is added to the fixed assets. The asset depreciation starts when the asset is ready for utilization or when it is at the place and on the condition where it is ready for operation by the way determined by the management, and the asset depreciation stops on the date when the asset is classified as an asset maintained for sale or on the date of revoking the recognition of such asset, whichever is earlier.

#### **5-4 Investments**

The financial investments by the fair value through the other comprehensive income is represented in the company contributions to other companies capital by a percentage that makes it with no effect, and according to the company business model, such investments are evaluated by the fair value through the other comprehensive income, and are registered by the acquisition cost and measured by the fair value through the other comprehensive income. In case of impairment of equity instruments, evaluated by the fair value through the other comprehensive income, such impairment is not recognized among the profits and losses, and it is added among the equity, and when any instrument of the equity instruments is excluded, the accumulated amount is transferred from the other comprehensive income to the lock in profits.

#### **5-5 Borrowing and Policy of Borrowing Costs Processing**

The received loans value is initially recognized, and the due amounts are registered in one year among the current liabilities, and the due amounts are classified one year after the date of the financial position among the long-term liabilities. As for the borrowing costs related to the period, they are added to the statement of income, and by exception of the above, the borrowing cost directly related to the acquisition, establishment or production of a qualified new asset, is capitalized and as a part of the cost of such asset and it is amortized during its estimated useful life. The borrowing cost capitalization is suspended in the periods when the asset preparation is temporarily suspended or when the asset is ready for utilization.

#### **5-6 Inventory Measurement (Evaluation)**

The inventory of the complete production is evaluated by the industrial cost of the net surrender value (on the basis of the potential sale price in light of the regular circumstances, minus the estimative costs or any other costs required for the accomplishment of sale), whichever is less. Meanwhile, the exchanged inventory of the complete production is quoted on the basis of (First In First Out) method, and the losses incurred due to the decrease of the surrender value below the book value are added to the statement of income.

The inventory of the incomplete production is evaluated by the industrial cost (until the last production phase) or the net sale value, whichever is less.

The inventory of raw materials, materials, spare parts and packing and packing materials is evaluated by the cost, as such materials are maintained for being used in production, and it is expected to sell the complete products in which such materials are included with a price not less than the cost, and the cost of the exchanged amount of such inventory is determines on the basis of the weighted average.

The wastes inventory is evaluated by the cost or the net surrender cost, whichever is less.

#### **Inventory Cost**

The inventory cost includes the costs of purchase, the costs of formation and all other costs added to have the inventory reaching to its location and being on its current condition.

#### **5-7 Debtors and Other Debit Balances**





The balances of customers, debtors and other debit balances are registered by the par value and the values that will be collected in return for the delivered goods and provided services are recognized and listed in the statement of the financial position, minus any amounts payable due to their value impairment and which are expected not be collected by the company.

#### **5-8 Cash and Cash Equivalent**

The item of cash and cash equivalent includes the balances of cash on hand, current accounts and demand deposits in banks.

#### **5-9 Statement of Cash Flows**

The statement of cash flows is prepared according to the direct method.

#### **5-10 Policies of Assets Impairment**

The book value of the assets of the company on the date of the financial position is considered (excluding inventory), and in case where there are indications of having the surrender value of such assets below their book value, the value of such assets is decreased below their surrender value, and such decrease is listed in the statement of income. The annual depreciation value, in relevant to the fixed assets of the following years, is estimated on the basis of the fair value. The company management regularly, on the date of the financial position, evaluates any indications of any decrease in the losses, previously recognized and incurred due to decreasing the book value of the assets during the previous periods, and in case of having such indications, the impairment is re-estimated, provided that it does not exceed the increased book value of any asset (excluding goodwill) due to the recovery of the impairment loss (the book value that would be determined by the net after depreciation), unless the value impairment loss as for the asset in the previous years, is recognized.

#### **5-11 Suppliers, Creditors and Other Credit Balances**

The balances of creditors and other credit balances are registered by the cost, and the liabilities (maturities) are recognized by the values to be paid in the future, in return for the goods and services received or provided.

#### **5-12 Policies of Grants Processing**

The governmental grants related to assets (if any) are registered as deferred revenues until the full payment, on condition of having the right to receiving them, and whenever such condition is met, the value are distributed as revenues during the financial periods represented in the estimated useful life of the asset with the same depreciation rate of such asset for such period.

#### **5-13 Legal Reserve**

As per the provisions of Law # 203/1991, the amendments thereto and the articles of association of the company, 5% of the distributable annual profits are deducted as legal reserve, and such deduction may be suspended if the legal reserve reached 50% of the issued capital, and whenever the reserve becomes below such percentage, the deduction is resumed until the percentage reaches the half of the issued capital of the company once again.

#### **5-14 Provisions**

The provisions are registered for meeting any legal liability of any liability expected from the surrounding circumstances due to recent events and potential events leading to resources outflow with economic benefits used to pay such liability, when it is possible to make a reliable estimation of the amount of liability.

The company pays the tax liabilities and forms provisions for taxes in light of the claims, whether actual, contested or potential in the years that have not been subject to inspection, and the company measures the tax disputes in the previous years that have not been settled in courts of law, on the basis of caution, to the extent of the fullest financial security for the company. The provisions are reconsidered on the date of the financial position.

#### **5-15 Recognition of Revenues**

##### **Revenues of Customer Contracts (Egyptian Accounting Standard # 48)**

Egyptian Accounting Standard # 48 replaced Egyptian Accounting Standard # 8 "Construction Contracts" and Egyptian Accounting Standard # (11) "Revenue". The Standard was applied on January 01<sup>st</sup>, 2021, and under the new revenue standard the utilization of control form was created to recognize the revenue, instead of the form of benefits and risks.





The addition costs are recognized to have a customer contract as an asset if the enterprise expects refunding such costs, as well as the recognition of payment costs in contract as an asset when specific conditions are met.

The company registers the revenues of customer contracts on the basis of a five-step form as mentioned in the said standard.

Step (1) Determination of contract(s) with customer:

The contract is an agreement between two parties or more that establishes executable rights and obligations and specifies the standards to be met for each contract.

Step (2) Determination of Contract Performance Obligations:

Performance obligation is a pledge in the contract with customer to deliver a good or service to the customer.

Step (3) Determination of Transaction Price:

The transaction price is the compensation that the company expects to receive in return for delivering the good or the service to the customer, excluding the amounts received on behalf of third parties.

Step (4) Distribution Transaction Price to Contract Performance Obligation:

As for the contract that includes more than one obligation, the company will distribute the transaction among the performance obligations with a specific price in return for the contract that the company expects to have in return for the fulfillment of every obligation of the performance obligations.

Step (5) Revenue is recognized when (or both) the entity satisfies a performance obligation.

#### **Sold Goods**

The revenues of sales are recognized by issuing the invoice and by the transference of the main benefits and risks to the purchaser, and when there is a strong expectation of having economic benefits with the sale operation, and the benefits and risks of goods ownership are usually transferred to the purchaser when the purchaser receives the goods, and in case of export, the transference of the benefits and risks of the sold goods ownership is determined according to the freight terms.

#### **Credit Interest**

The credit interest is recognized in the statement of income by using the interest effective rate.

#### **Revenues of Investments**

The revenue related to such investments is registered within the limits what the company receives from the profit distributions of the companies invested in and the profits realized after the date of acquisition, as of the date of issuing the resolution of distribution in the general assemblies of the companies invested in which approved the profit distributions.

#### **5-16 Expenses**

All other costs and expenses required for engaging in the company business are recognized, including the administrative and general expenses and the expenses of sale and distribution, and are added to the statement of income on the accrual basis.

#### **Debit Interest**

The debit interest (if any) is recognized in the statement of income by using the interest effective rate.

#### **Rent Payments**

The rent payments made by third parties are recognized in the statement of income on the basis of the fixed premium during the contract term.

#### **Personnel Insurance and Pension Scheme**

The company contributes to the social insurance scheme of its personnel as per Social Insurance Law # 148/2019 and the amendments thereto, and the contribution value is added to the statement of income on the accrual basis, and the company obligation is limited to the value of such contribution.

#### **Income Tax**





The income tax on the profits of the period includes the tax of the year and the deferred tax and is registered in the statement of income, excluding the income tax related to the items of equity which is directly registered among the statement of the other comprehensive income. The current tax is represented in the potential tax on the taxable profit using the current tax rates on the date of the financial position, in addition to the tax differences of the previous years.

#### **Deferred Tax**

The deferred tax imposed due to the temporary time differences between the book value of assets and liabilities on the accounting basis and their value on the tax basis, and the deferred tax is determined according to the method expected to realize or settle the values of the assets and liabilities using the current tax rates on the date of the financial position.

The deferred tax assets of the enterprise is recognized when there is a strong expectation of realizing taxable profits in the future through which such asset could be benefited from, and the value of the deferred assets is decreased by the value of the part from which no potential tax benefit will be gained in the following years.

#### **5-17 Share Portion in Profits**

The share portion in profits is estimated by the value of the profits of the year available for distribution among shareholders according to the weighted average of the shares outstanding during the year.

#### **5-18 Profits Distribution**

The profits are registered as liabilities in the financial period when they are declared after being approved by the ordinary general assembly of the company.

### **(6) Fixed Assets and Depreciations**

#### **(6/1) Fixed Assets on 31/03/2024**

Particular EGP	Lands EGP	Buildings / Constructions EGP	Machines and Equipment EGP	Transportation Means EGP	Tools and Kits EGP	Furniture and Stationeries EGP	Total EGP	Comparative EGP
Cost opening balance	1681291	780995855	11775504938	51949295	967567199	38294706	13615993284	10918674759
Credits	0	30457929	3384546162	179821	3676906	4286477	3423147295	2731548333
Exclusions	849		42497		67520	301782	412648	34229808
Cost closing balance	1680442	811453784	15160008603	52129116	971176585	42279401	17038727931	13615993284
accumulated depreciation opening balance	--	242631090	1784166650	40721097	233132767	14903830	2315555434	1484524209
Credits	--	31970155	360604726	4444836	54332291	2460526	453812534	834970524
Exclusions	--	--	2240415	--	67520	298866	408883	3939300
Accumulated depreciation	--	274601245	2144728879	45165933	287397538	17065490	2768959085	2315555433
Net book value closing balance	1680442	536852539	13015279724	6963183	683779047	25213911	14269768846	11300437851

#### **(6/2) Credits and Exclusions related to fixed assets on 31/03/2024**

The Additions to fixed assets reached an amount of EGP 3423147295 of which EGP 3381361876 was capitalized for machines and equipment With a depreciation rate of 4.7% as a result of the impact of the Central Bank's decision on 6/3/2024 to liberalize the exchange rate, according to market mechanisms as a result of evaluating the dollar loan balance on 31/3/2024 ., and the exclusions reached in the same period an amount of EGP 412648.

The lands and buildings on which the Kima 1 and Kima 2 factories are located are mortgaged to the Arab African International Bank (the bank of the security agent).

#### **6-3 Fixed Assets depreciated in books and still utilized in production on 31/03/2024**

The fixed assets depreciated in books and still utilized in production on 31/03/2024 reached an amount of EGP 220495 594, represented in the following:





Particular	Buildings	Machines and Equipment	Transport Means	Tools and Equipment	Furniture	Total
Value in EGP	16 470 389	174 124 497	19 685 296	3 512 434	6 702 978	220 495 594

#### 6-4 Lands

EGP	Share	Karat	Acre	Particular
	6	3	886	<b>I: Aswan Lands</b> Value of Aswan lands and waterfall on which the factories and the residential city are constructed, registered for KIMA
	6	18	140	The common are between Aswan Governorate and KIMA
	22	12	60	Public lands; railway and drainage canal
105085	10	10	1087	The value of the final division between KIMA and Aswan Governorate according to the registered contract
51 720				Real estate registration fees in 2003/2004
156 805	10	10	1087	1 Total of Aswan Lands
				<b>II: River Port Lands</b> The value of lands at Abo El Reesh Qebly, on which the river port is constructed, and a private area at Cornich El Nile at Aswan was utilized and there are negotiations with Aswan Governorate to have a compensation and an area of 10.5 cares is being registered as a compensation of the area expropriation.
828	4	18	2	
828	4	18	2	2 Total of River Port Lands
				<b>III: Lands in Kom Ombo</b> Farm lands at Fteera Village, Kom Ombo, and lands on which the company building is constructed at El Beyara Village.
2 952	1	16	12	
2 952	1	16	12	3 Total of Kom Ombo Lands
				<b>IV: Lands in Cairo</b> Plot of land purchased from Misr Al Gadida for Housing & Development, El Nozha, on which 6 buildings are constructed, with total of 144 residential units.
430 584		6980.95 m		
430 584		6980.95 m		4 Total of lands in El Nozha El Gdeeda and Cairo
				<b>V: Lands in Alexandria</b> Plot of land at El Madara, Alexandria, on which residential units are constructed.
1089 273		3833,11 m		
1089 273		3833,11 m		5 Total of lands in Alexandria
1 680442				Total Value of Lands





The area of public lands was separated from the company lands and was separately listed in the assets register, and the legal procedures were taken to file a lawsuit claiming the compensation for such areas as per the applicable laws and regulations

**I: Procedures taken regarding the company lands surveying**

The company made a surveying for the lands it owns, as well as the total inspection for such lands, in light of the survey maps of each area, and the company took all procedures that enable it to maintain its lands. sold of 24,720 m2 was sold for EGP 30,887,200 in the Mazlakan El-Shallal and Ezbet El-Nahda area by public auction on 3/3/2024, where EGP 30,886,351, the value of capital gains, was recorded in the income statement on 31/3/2024.

Second: What happened regarding the purchase by some residents of areas of land shared with the governorate on which buildings were built with their knowledge, with an area of (142 acres - 2 carats - 19 shares).

The area sold to the residents amounted to (7,561 m2) until 31/3/2024, with total proceeds for Kima amounting to 417112 Egyptian pounds] since the start of the sale procedures, and follow-up is ongoing in this regard to preserve the company's rights.

Third: Regarding the encroachments on some of the company's lands by residents, companies, public bodies and government agencies

A lawsuit was filed against the Water Stations Company and a ruling was issued in favor of Kima Company in the amount of 7,113,508 pounds in compensation for the value of the encroached lands (garage - gas station) in Old Friendship - The Government Disputes Resolution Committee, approved by the Council of Ministers on 3/22/2022, also recommended handing over the Russian Club land to Kima Company. A committee was formed from the two companies and the delivery of the land is being followed up

Fourth: Area (138 acres - 22 carats - 3 shares)

This area is fully owned by the company. The Extraordinary General Assembly decided on 3/10/2019 to approve the procedures for regularizing the status of those who have placed their hands on this area in the West Kima areas by selling it in accordance with the legal procedures followed in this regard. The door has been opened to receive requests from residents and prepare the required documents for review with the competent authorities in the governorate to proceed with the sale procedures 0

Fifth: Number (4) shops whose owners have not regularized their status

**7- Projects under Construction**

The balance of projects under construction reached on 31/3/2024 an amount of EGP 2395787864, represented in the following:

Particular	31/3/2024 EGP	30/06/2023 EGP
a- Investment Composition		
Buildings, constructions and utilizes	70976093	47077442
Machines and equipment	2622710	4608394
Transportation means	--	--
Tools and kits	5538101	3851163
Furniture and stationeries	--	118500
New Project (Acid and Fertilizer)	14386806	--
Total investment composition	93523710	55655499
b- Investment Expenditure		





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Down payments	2302264154	749336
Total investment expenditure	2302264154	749336
	2395787864	56404835

\* There is an amount of EGP 23669689 among the buildings composition related to ERP Project.

**8- Investments****8-1 Investments in Shares**

Particular	Shareholding %	KIMA shareholding							Evaluation Difference
		Balance 01/07/2023		Credits		Balance 31/3/2024			
		Shares number	Value	Shares number	Val ue	Shares number	Share value on 31/3/2024	Value	
Delta Sugar	6,457	9 182 572	338010475			9 182 572	61.50	564728178	226717703
Abu Qir Fertilizers	2,7	34 009 360	1515116988			34 009 360	61.50	2091575640	576458652
Total			1853127463					265630	803176355

The shares of Delta Sugar, owned by KIMA by 6,457% were evaluated by the market value in the Egyptian Stock Exchange on 31/3/2024, with a price of EGP 61.50 per share on the accounting basis, and such investments depend on banks contract.

The shares of Abu Qir Fertilizers, owned by KIMA by 2,7 % were evaluated by the market value in the Egyptian Stock Exchange on 31/3/2024, with a price of EGP 61.50 per share on the accounting basis, and such investments depend on banks contract.

An amount of EGP 80,317,626 was deducted as a 10% tax from the valuation of the shares of Abu Qir Fertilizers and Delta Sugar Companies, and the net value was recorded in the financial position on 3/31/2024.

**8-2 Investments in Bonds – Investment Documents – Treasury Bills**

The value of investments in governmental bonds (National Investment Bank) reached an amount of EGP 2 307 335 on 31/3/2024 against the same amount on 30/6/2023.

The realized return of investments in governmental bonds reached an amount of EGP 60570 on 31/3/2024 which was registered in the statement of income.

**9- Loans for Third Parties**

This item registered under long-term assets in the budget is represented in the following:

The value of the loan granted to Housing Association of KIMA to construct a housing project in Aswan, Cairo and Alexandria, and the balance reached on 31/3/2024 an amount of EGP 301 550, as follows:





Particular	Opening balance EGP	Credits of Loan EGP	Paid amount of loan EGP	Balance on 31/3/2024 EGP
Cairo Project	37145	540	6284	31401
Aswan Project 1	13752	1600	2147	13205
Aswan Project 2	186242	--	20261	165981
Alexandria Project	90963	--	--	90963
Total	328102	2140	28692	301550

#### **10- Intangible Assets (Licenses and Engineering Designs of KIMA Project 2)**

The value on 01/07/2023 with an amount of EGP 1 908 612 122, and the amortization with an amount of EGP 67516997 by 3,95% annually, It was recorded in the income statement, and the balance on 31/3/2024 amounted to EGP 2,391,549,384, after deducting the depreciation installment value, and it was recorded in the balance sheet, where an amount of EGP 550,454,259 was added, the value of what was capitalized on intangible assets at a depreciation rate of 4.7% as a result of the impact of the Central Bank's decisions dated 6/3/2024 to liberalize the exchange rate, according to market mechanisms as a result of evaluating the dollar loan balance on 31/3/2024

#### **11- Inventory**

The value of inventory reached on 31/03/2024 an amount of EGP 1767610620, represented in the following:

	31/03/2024 EGP	30/06/2023 EGP
Raw materials	157129194	97993976
Fuel – oils	5476339	4940707
Spare parts and materials (before deducting provision)	482048677	236484268
Packing and packaging materials	44670764	9533933
Scrap wastes	5045555	7123647
Spare parts under progress	336805	174787
Incomplete production	43778373	55264862
Complete production	326852086	432718868
Inventory with third party	353933889	87077821
	1419271682	931312869
Documentary credits for purchasing goods and services	337684708	462151679
Total inventory before deducting provision	1756956390	1393464548
Debit: Provision of slack items (spare parts)	(1107022)	(1 662 397)
Total	1755849368	1391802151

The provisions deducted from spare parts balance, amounting to (EGP 1 107 022) of the slack items, according to the study made for such purpose, which is sufficient for fulfilling any liabilities in price differences in case of sale.

#### **12- Customers and Other Debit Balances**

	31/03/2024 EGP	30/06/2023 EGP
Customers (12-1)	95378948	124363388
Notes receivable	--	40594591
Debit balances with authorities and entities (12-2)	368242023	292597717
Due revenues (12-3)	46630295	2683505
Prepaid expenses	10200745	21739743
Other debit balances (12-4)	214217739	164599160





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Suppliers of debit balances (12-5)	236530495	152823085
Provision of bad debts (due revenues)	(39 168)	(16839)
Provision of bad debts (suppliers of debit balances)	(784 639)	(639784)
Total	970376438	798577382

**12-1 Customers**

	31/03/2024	30/06/2023
	EGP	EGP
Public sector customers – services	79252	9082607
Public sector customers – business	6379084	5367462
Private sector customers	88920612	60730426
External sector customers	--	49182893
Total	95378948	124363388

**12-2 Debit Balances with Authorities and Entities**

	31/03/2024	30/06/2023
	EGP	EGP
Customs Authority	44240108	1559208
Sales Tax	281759863	255140258
General Tax Authority	42242052	35898251
Total	368242023	292597717

**12-3 Due Revenues**

	31/03/2024	30/06/2023
	EGP	EGP
Revenues of securities	45973430	80737
Credit interest	--	1063848
Credit rents	656865	1489426
Sundry revenues	--	49494
Provision of bad debts (due revenues)	(39168)	(39168)
Total	46591127	2644337

The balance of securities revenues amounting to EGP 45,973,430 is represented by the following: --

- EGP 45,912,860 represents the return due on the shares of Kima Company, Delta Sugar Company, for the distributions of the fiscal year 2023
- EGP 60,570 represents the return due from investing in government bonds of the National Investment Bank during the period from 7/1/2023 to 31/3/2024.

\* The rents payable on 3/31/2024 amounted to EGP 656,865 after deducting the provision and represent the value of the rents due from the residents of the residential city and the rent for mobile company towers. Their supply is followed up on a regular basis. In the event of a delay in supply, a first and second warning is issued. In the event of non-compliance with payment, legal measures are taken.





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	31/03/2024	30/06/2023
	EGP	EGP
Insurance with third party	121 117 485	120 897 486
Debtors of new assets sale	29291764	538877
Debtors of spare part raw materials sale	-3063	-14623
Other debit balances	63811553	43177420
Total	214217739	164599160

\*The balance of debtors of new assets sale reached on 31/03/2024 an amount of EGP 29291764, represented in the value of the sold apartments by the company to Pensions Department in Aswan and Alexandria, and the value is paid in monthly installments.

**12-5 Suppliers of Debit Balances**

	31/03/2024	30/06/2023
	EGP	EGP
Public sector suppliers – services	13542	284446
Public sector suppliers – business	10309242	1823125
Private sector suppliers	83880690	150715514
External sector suppliers	142327021	--
Provision of bad debt (public sector suppliers – business)	(357 553)	(357 553)
Provision of bad debt (private sector suppliers)	(427 086)	(427 086)
Total	235745856	152038446

**13- Cash and Cash Equivalent**

	31/03/2024	30/06/2023
	EGP	EGP
Time deposits	--	986726400
Bank current accounts	1489397497	429125733
Letters of credit cover	--	--
Cash on hand	1044562	390965
Total	1490442059	1416243098

Time deposits are dollar deposits for one month, automatically renewed and used to pay the company dollar liabilities.

\*The current accounts and deposits in banks made a return amounting to EGP 34454315, registered in the statement of income on 31/03/2024

**14- Capital**

The authorized capital of the company is 8 Billion Egyptian pounds, and the issued and paid-up capital reached on 31/03/2024 an amount of EGP 5 932 894 995 distributed into 1 186 578 999 shares, according to the par value of each share; EGP 5, and all are nominal and cash shares, fully paid.

The Extraordinary General Assembly approved on 3/20/2024 to increase the authorized capital from (8) billion pounds to (12) billion pounds and to increase the issued and paid-up capital by (4) billion pounds to become 9932894995 pounds instead of 5932894995. On 4/7/2024, the Financial Regulatory Authority approved publishing an invitation to old shareholders to subscribe to the capital increase during the period from 21/4/2024 to 22/5/2024.

The structure of the capital on the date of the financial position is represented in the following:





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Particular	Shares number	Par value in EGP	Shareholding %
Holding Company for Chemical Industries	828 442 603	4 142 213 015	69,817%
Governmental Sector Personnel Social Insurance Fund	228 659 917	1 143 299 585	19,27%
Banque Misr	44 840 041	224 200 205	3,78%
Public Sector Personnel Insurance Fund	11 154 131	55 770 655	0,94%
Egyptian Agricultural Authority	13 590	67 950	0,001%
Shareholders Union	8 436	42 180	0,001%
Individuals	73 460 281	367 301 405	6,191%
<b>Total</b>	<b>1 186 578 999</b>	<b>5 932 894 995</b>	<b>100%</b>

**15- Reserves**

The total reserves reached on 31/03/2024 an amount of EGP 426 979 179, represented in the following:

	31/03/2024 EGP	30/06/2023 EGP
Legal reserves	120 620 719	120 620 719
Statutory reserve	153 179 429	153 179 429
Capital reserve	431 773 36	431 773 36
Other reserves	110 001 695	110 001 695
<b>Total</b>	<b>426 979 179</b>	<b>426 979 179</b>

The other reserves reached on 31/03/2024 an amount of EGP 110 001 695, represented in the following:

	31/03/2024 EGP	30/06/2023 EGP
Reserve invested in governmental bonds	2 307 335	2 307 335
General reserve	1 364 424	1 364 424
Reserve of assets price increase	49 119 703	49 119 703
Other	57 210 233	57 210 233
<b>Total</b>	<b>110 001 695</b>	<b>110 001 695</b>

**Subject to the following:**

**(1) Reserve invested in governmental bonds**

The reserve was formed since the start of the company business and before being subject to Law # 203/1991, as a percentage of distributable profits was deducted in a form of reserve invested in governmental bonds.

**(2) General Reserve**

The reserve was formed since the start of the company business and before being subject to Law # 203/1991.

**(3) Reserve of assets price increase**

The reserve was formed since the start of the company business and before applying the Egyptian Accounting Standards, as the depreciation of the assets depreciated in books was estimated, and they still in operation by 50% of the annual depreciation, and they were increased above the reserves to provide the liquidity required for purchasing new assets, then such process was stopped at the start of applying the Egyptian Accounting Standards.





#### (4) Capital Reserve

This reserve is represented in the capital profits gained due to fixed assets sale or the compensations of such fixed assets, by being increased above the capital reserve during profits distribution for supporting the company financial position.

#### (5) Other Reserves

This reserve is represented in assigning at most 10% of the net profits to support the cash position of the company according to the articles of association.

#### 16- Provisions

Particular		Balance 01/07/2023	Credits	Exclusions		Balance 31/03/2024
				Used provisions	Provisions returned to revenues	
Contested taxes provision	Provision of Egyptian Tax Authority	100530682	--	--	--	100530682
	Total	100530682	--	--	--	100530682
Provision of claims and disputes	Provision of lawsuits	34328085	28949	1014026	--	33343008
	Total	34328085	28949	1014026	--	33343008
Other provisions	Provision of railways loading	--	--	--	--	--
	Provision of gas prices difference	--	--	--	--	--
	Provision of electricity prices difference	--	--	--	--	--
	Provision of Red Sea Ports Authority	9 500 000	--	--	--	9 500 000
	Total	9 500 000	--	--	--	9 500 000
Total of provisions		144358767	28949	1014026	--	143373690

The provision of gas prices difference was reclassified with an amount of EGP 8518376 from other provisions to the provision of lawsuits for having a judicial dispute with Petrotrade

#### 17- Suppliers and Other Credit Balances

	31/03/2024 EGP	30/06/2023 EGP
Suppliers (17-1)	1410329815	722202125
Payment papers	38670697	--
Credit balances for authorities and entities (17-2)	241488174	177791856
Creditors of distributions (17-3)	--	9 249 790
Due expenses (17-4)	143398	2751649
Prepaid revenues (17-5)	353928	354345
Customers of credit balances (17-7)	327801477	376589566
Other credit balances (17-6)	112241224	78906231
Total	2131028713	1367845562





**17-1 Suppliers**

	<b>31/03/2024</b>	<b>30/06/2023</b>
	<b>EGP</b>	<b>EGP</b>
Public sector suppliers – services	913895	12818623
Public sector suppliers – business	999683270	529327611
Private sector suppliers	267346075	179996336
External sector suppliers	142386575	59 555
<b>Total</b>	<b>1410329815</b>	<b>722202125</b>

**17-2 Credit balances for authorities and entities**

	<b>31/03/2024</b>	<b>30/06/2023</b>
	<b>EGP</b>	<b>EGP</b>
Customs Authority	28878968	12000000
Sales tax	212117114	162750638
Salaries tax	304689	4993028
Taxes on profits of the year	-3500461	-5796105
Stamp taxes	2273577	933275
Deducted taxes by company	3254	5111261
Real estate taxes	(2432697)	-2467697
Current account of authority	3843730	267456
<b>Total</b>	<b>241488174</b>	<b>177791856</b>

**17-3 Creditors of Distributions**

	<b>31/03/2024</b>	<b>30/06/2023</b>
	<b>EGP</b>	<b>EGP</b>
Personnel share	--	9 263 908
Other shares (Sports club)	--	(14 118)
<b>Total</b>	<b>--</b>	<b>9249790</b>

**17-4 Due Expenses**

	<b>31/03/2024</b>	<b>30/06/2023</b>
	<b>EGP</b>	<b>EGP</b>
Due wages	--	2723139
Due rents	142960	28 509
Donations	438	
<b>Total</b>	<b>143398</b>	<b>2751648</b>

**17-5 Prepaid Revenues**

	<b>31/03/2024</b>	<b>30/06/2023</b>
	<b>EGP</b>	<b>EGP</b>
Etisalat – Rent	335179	209220
Mobinil – Rent	--	42000
Egypt Telecom (We) – Rent	18750	103125
Local units in Aswan City – common lands	--	0000
<b>Total</b>	<b>353929</b>	<b>354345</b>





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	31/03/2024	30/06/2023
	EGP	EGP
Insurance with third party (17/6-1)	6503007	4652934
Creditors with amounts deducted from employees	10637239	3609847
Other credit balances	64397077	50732120
Creditors of new assets purchase	30703900	19911330
Total	112241223	78906231

**17-6-1 Insurance with Third Party**

	31/03/2024	30/06/2023
	EGP	EGP
Insurance of pensions of residential city residents	217949	218885
Insurance of suppliers	59168128	4117119
Insurance of customers	316930	316930
Total	59703007	4652934

**17-7 Customers of Credit Balances**

	31/03/2024	30/06/2023
	EGP	EGP
Customers of services sector	111463038	108206679
Public Sector customers	85671	16790763
Private Sector customers	103639749	62009279
External sector customers	112613019	189582844
Total	327801477	376589565

**18- Loans****18-1 Bank Loans for KIMA Project (2)**

KIMA signed a contract with Egyptian Banks Association (National Bank of Egypt – Banque Misr – Arab African International Bank – Banque du caire – Bloom Bank Egypt – Egyptian Arab Land Bank) on 01/09/2013 and amended the second contract on 05/04/2018 to finance part of the investment cost of KIMA requalification project for engaging in the business of natural gas, with an amount of 292,30 Million US Dollars and 1,92 Billion Egyptian Pounds, and the loan balance on 31/03/2024 reached an amount of EGP 12492468386.

	31/03/2024	30/06/2023
	EGP	EGP
Due amount of loan during the year	15496336	21391168
Due amount of loan in more than one year	12476972050	8424870610
Total	8446261778	8446261778

**18-2 Loans from Holding Company**

KIMA had loans from the Holding Company reached an amount of EGP 942666247 until 31/03/2024.

**19- Tax Position of Company****19-1 Tax on Legal Person Profits**

I: As for the years from 1998 to 2004/2005, the settlement was performed and the maturities were paid to Tax Authority.  
II: As for the years from 2005/2006 to 2015/2016, the settlement was performed and the maturities were paid to Tax Authority.

III: As for the years from 2016/2017 to 2019/2020 (internal committee with Tax Authority)





#### 19-2 Payroll Tax

I: This tax was fully paid by KIMA.

II: As for the years from 2018/ to 2019 (the settlement was performed and the maturities were paid to Tax Authority).

#### 19-3 Value-added Tax

As for the years from 2016/2017 to 2019/2020, the conclusion of the challenge committee stated tax differences with an amount of EGP 91449963, and such matter was referred to the court of law to consider the appeal submitted by the company, knowing that the credit balance payable for the company upon Tax Authority (Value-added) reached an amount of EGP 281759863 on 31/03/2024, and the documents verifying the refund of the due tax on the new project machines and equipment with an amount of EGP 303 309 850, and an amount of 102 Million Egyptian Pounds of the value was refunded and the company follows-up with Senior Taxpayers Center to refund the outstanding amount.

#### 19-4 Stamp Tax

The stamp tax was fully paid and the years from 2015 to 2020 are under inspection.

#### 19-5 Real Estate Tax

The tax due on the company until 31/12/2022 was paid (Decree # 61/2022 of Prime Minister was issued, obliging Ministry of Finance to pay the real state tax on chemicals business for three years as of 2022).

#### 20- Sales

The revenues of the company main business reached on 31/03/2024 an amount of EGP 4612297220, as follows:

	31/03/2024	31/03/2023
	EGP	EGP
Sales revenue	4612091140	5133940853
Services sold	191028	112242
Other operating revenue	15052	--
Total	4612297220	5134053095

#### 21- Cost of Sold Goods

The cost of sold goods reached on 31/03/2024 an amount of EGP 3036138393, as follows:

	31/03/2024	31/03/2023
	EGP	EGP
Materials	2287817508	2206030643
Wages	129088548	79 047753
Purchased services	42868835	39 298349
Depreciation	457329298	463353575
Indirect taxes	1540953	5594675
Real estate taxes	139980	---
Changes in incomplete inventory	9993072	-8556924
Changes in complete inventory	95598946	-136941900
Total	3036138393	2647826171

#### 22- Revenues of Investment in Securities

The revenues of investment in securities reached on 31/03/2024 an amount of 284038950, as follows:

	31/03/2024	31/03/2023
	EGP	EGP
Revenue of investment in Abu Qir Fertilizers and Delta	283978380	125443639
Revenue of investment in other securities	60570	60537
Total	125504176	125504176

Other revenues and financial investments represented in a return amounting to EGP 60570, as a result of investing by an amount of EGP 2 307 335 in governmental bonds in National Investment Bank.





### 23- Sale and Marketing Cost

The sale and marketing cost reached on 31/03/2024 an amount of EGP401482645, as follows:

	31/03/2024 EGP	31/03/2023 EGP
Materials	52660042	42287400
Wages	35107249	21634394
Other sale and marketing expenses	20926281	23230554
Duties of goods transportation and other commissions	292789073	242051937
Total	401482645	329204285

### 24- Other Revenues

The other revenues reached on 31/03/2024 an amount of EGP 16046422, as follows:

	31/03/2024 EGP	31/03/2023 EGP
Profits of raw materials sale	--	--
Compensations and fines	98682	492406
Credit rents	710336	447245
Miscellaneous	15237404	13808848
Provisions no longer required	--	--
Total	16046422	15984794

### 25- Other Expenses

	31/03/2024 EGP	31/03/2023 EGP
Compensations and fines	265	--
Donations and aids	6432566	103687
Wastes of natural gas for new factories	601990	518219
Suspensions of factories	--	--
Miscellaneous	91249759	92064349
Total	98284580	92686255

### 26- Financial Instruments and Related Risks Management

#### (A) Fair Value of Financial Instruments

The financial instruments of the company is represented in the assets and liabilities, and the financial assets include the cash on hand, deposits in banks and some debtors and other debit balances, while the financial liabilities include the balances of creditors, other credit balances and the due amount for Tax Authority, and the book value of such financial instruments represents a reasonable estimation of its fair value on the date of the financial position.

#### (B) Risk of Foreign Currencies Fluctuation

The main risks of the company business are represented in the risk of foreign currencies which is represented in the changes in exchange rate which affect the payments and receipt in foreign currencies, as well as the reevaluation of the balances of the cash assets and liabilities in foreign currencies.

### 27- Contingent Liabilities

Gas price was increased from USD 4,5 to USD 5,75 per one million of British thermal unit on 01/11/2021, and the gas price was increased according to the price equation as of 13/09/2022.

The price of factories gas supply was increased from USD 3 to USD 4 as of January, 2012 and from USD 4 to USD 4,5 as of 01/07/2014 to the date, and the company did not receive the price regulating resolutions from the adequate authorities, as the company is one of the companies that did not heavily use gas until 26/04/2020; the date of receiving the new project.





**28- Sector Reports**

The sector information of the company business is provided, and the initial form of the business sectors depends on the structure of the company management, and the structure of the internal report. The outcomes of the sector and the related assets and liabilities include elements that are directly related to the sector, as well as the elements that could be charged on a reasonable basis. The uncharged mainly include the investments, interest, toll operation revenues, sold services and other ordinary revenues.

**29- Transactions with Related parties**

The Transactions with related parties carried out by the company in the course of its normal transactions are recorded on the same basis as dealing with others in accordance with the conditions set by the Board of Directors

