

**LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE AND NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024**

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED) WITH INDEPENDENT AUDITOR'S
REVIEW REPORT
FOR THE THREE AND NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024

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INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT FOR THE INTERIM CONDENSED FINANCIAL STATEMENTS

To The Shareholders
Lendo Saudi for Financing Company
(A Saudi Closed Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Lendo Saudi for Financing Company, (A Saudi Closed Joint Stock Company) (the "Company") as at September 30, 2024 and the related interim condensed statements of profit or loss and other comprehensive income, changes in equity and cash flows for the three and nine month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard (34), "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed 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 condensed financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim condensed 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 interim condensed financial statements are not prepared in all material respects, in accordance with International Accounting Standard (34) "Interim Financial Reporting", as endorsed in the Kingdom of Saudi Arabia.

RSM Allied Accountants Professional Services.



Abdul Hamid Mohiuddin Nazer
License No 376
Jeddah – Saudi Arabia
October 24, 2024 (Rabi II 21, 1446 H)



LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	Notes	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Assets			
Non-Current assets			
Property and equipment, net		248,877	259,201
Intangible asset, net	6	<u>5,660,595</u>	<u>3,948,327</u>
Total non-current assets		<u>5,909,472</u>	<u>4,207,528</u>
Current assets			
Prepayments and other current assets	7	1,629,517	123,350
Trade receivables		192,308	-
Time deposit	8	38,164,312	-
Cash and cash equivalents	9	<u>9,071,279</u>	<u>9,810,487</u>
Total current assets		<u>49,057,416</u>	<u>9,933,837</u>
Total assets		<u>54,966,888</u>	<u>14,141,365</u>
Equity and liabilities			
Equity			
Capital	10	50,000,000	20,000,000
Statutory reserve		3,868	3,868
Retained earnings / (Accumulated losses)		<u>124,467</u>	<u>(8,281,923)</u>
Total equity		<u>50,128,335</u>	<u>11,721,945</u>
Liabilities			
Non-Current liabilities			
Employees' benefits obligations	11	<u>941,633</u>	<u>704,396</u>
Total non-current liabilities		<u>941,633</u>	<u>704,396</u>
Current liabilities			
Trade payables		1,787,922	627,188
Accrued expenses and other liabilities	12	2,108,998	1,029,305
Zakat and income tax provision	13	-	58,531
Total current liabilities		<u>3,896,920</u>	<u>1,715,024</u>
Total liabilities		<u>4,838,553</u>	<u>2,419,420</u>
Total equity and liabilities		<u>54,966,888</u>	<u>14,141,365</u>

The accompanying notes (1) to (20) are an integral part of these interim condensed financial statements

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(UNAUDITED)
FOR THE THREE AND NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	Note	For the three month period ended September 30,		For the nine month period ended September 30,	
		2024	2023	2024	2023
Revenue	14	11,253,433	5,549,669	26,646,877	12,348,659
Cost of revenue	15	(1,270,851)	(610,685)	(2,450,646)	(1,147,858)
Gross profit		9,982,582	4,938,984	24,196,231	11,200,801
General and administrative expenses	16	(6,133,711)	(4,350,401)	(16,896,881)	(12,305,910)
Other income		504,172		1,152,089	-
Net profit/ (loss) for the period before zakat and income tax		4,353,043	588,583	8,451,439	(1,105,109)
Zakat and income tax	13	-	-	(45,049)	53,765
Net profit/ (loss) for the period		4,353,043	588,583	8,406,390	(1,051,344)
<u>Other comprehensive income</u>					
<i>Items that will not be reclassified to profit or loss:</i>					
Re-measurement of employees' benefits	11	-	-	-	-
Total comprehensive income / (loss) for the period		4,353,043	588,583	8,406,390	(1,051,344)
<u>Earning per share</u>					
Basic and diluted earning/ (loss) per share from net income/ (loss) for the period	17	0.87	0.29	1.85	(0.53)

The accompanying notes (1) to (20) are an integral part of these interim condensed financial statements

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	<u>Capital</u>		<u>Statutory reserve</u>		<u>Accumulated losses</u>		<u>Total</u>		<u>Total</u>
	<u>Saudi</u>	<u>Non-Saudi</u>	<u>Saudi</u>	<u>Non-Saudi</u>	<u>Saudi</u>	<u>Non-Saudi</u>	<u>Saudi</u>	<u>Non-Saudi</u>	
Balance as at January 1, 2023 (Audited)	8,000,000	12,000,000	-	-	(8,210,070)	(105,398)	(210,070)	11,894,602	11,684,532
Net loss for the period	-	-	-	-	(420,538)	(630,806)	(420,538)	(630,806)	(1,051,344)
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive losses	-	-	-	-	(420,538)	(630,806)	(420,538)	(630,806)	(1,051,344)
Balance as at September 30, 2023 (Unaudited)	8,000,000	12,000,000			(8,630,608)	(736,204)	(630,608)	11,263,796	10,633,188
Balance as at January 1, 2024 (Audited)	8,000,000	12,000,000	3,868	-	(8,146,885)	(135,038)	(143,017)	11,864,962	11,721,945
Capital contributed	12,000,000	18,000,000	-	-	-	-	12,000,000	18,000,000	30,000,000
Net profit for the period before zakat and income tax	-	-	-	-	3,380,576	5,070,863	3,380,576	5,070,863	8,451,439
Zakat	-	-	-	-	-	-	-	-	-
Income tax	-	-	-	-	-	(45,049)	-	(45,049)	(45,049)
Other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	3,380,576	5,025,814	3,380,576	5,025,814	8,406,390
Balance as at September 30, 2024 (Unaudited)	20,000,000	30,000,000	3,868	-	(4,766,309)	4,890,776	15,237,559	34,890,776	50,128,335

The accompanying notes (1) to (20) are an integral part of these interim condensed financial statements

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)
Cash flows from operating activities		
Net profit / (loss) for the year before zakat and income tax	8,451,439	(1,105,109)
Adjustments:		
Depreciation of property and equipment	143,643	114,388
Amortization of intangible asset	1,050,894	443,069
Investment income time deposit	(1,152,089)	-
Employees' benefits obligations	342,790	312,328
	<u>8,836,677</u>	<u>(235,324)</u>
Changes in operating assets and liabilities		
Prepayments and other current assets	(1,506,167)	(471,962)
Trade receivables	(192,308)	-
Trade payables	1,160,734	350,577
Accrued expenses and other liabilities	1,079,693	629,656
Cash flow generated from operating activities	<u>9,378,629</u>	<u>272,947</u>
Employees' benefits obligations paid	(105,553)	(143,474)
Zakat and income tax paid	(103,580)	-
Net cash generated from operating activities	<u>9,169,496</u>	<u>129,473</u>
Cash flows from investing activities		
Additions in property and equipment	(133,319)	(130,540)
Additions in intangible asset	(2,763,162)	(937,366)
Investment in time deposit	(38,000,001)	-
Proceeds from time deposit	987,778	-
Net cash used in investing activities	<u>(39,908,704)</u>	<u>(1,067,906)</u>
Cash flows from financing activities		
Capital contributed	30,000,000	-
Net cash generated from financing activities	<u>30,000,000</u>	<u>-</u>
Net change in cash and cash equivalents	<u>(739,208)</u>	<u>(938,433)</u>
Cash and cash equivalents at the beginning of the year	9,810,487	10,761,968
Cash and cash equivalents at the ending of the year	<u>9,071,279</u>	<u>9,823,535</u>

The accompanying notes (1) to (20) are an integral part of these interim condensed financial statements

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

1 - ORGANIZATION AND ACTIVITIES

Lendo Saudi for Financing Company (“the Company”) is a Saudi Closed Joint Stock Company, operating under Commercial Registration No 1010499636 issued in Riyadh on Rabi Al-Thani 11 1440 (H).

The principal activities of the Company comprise providing services related to system analysis, designing and Programming of special software, software maintenance and fintech. On August 24, 2021, the Extraordinary Assembly Meeting resolved to change the business activities of the Company into debt crowd funding. On September 21, 2021, the Company amended its bylaw and completed all formalities related to this change. On March 15, 2022 corresponding to (Shaaban 11, 1443) the Company with its unified number 7005485003 obtained the license No. 61/AC/202203 from The Saudi Central Bank to operate in crowd funding following to its successful trial run through the Sandbox for its platform and its business.

The Company's registered office is in Riyadh, Kingdom of Saudi Arabia.

2 - BASIS OF PREPARTION

These financial statements have been prepared in accordance with the International Accounting Standard “Interim Financial Reporting” IAS 34 as endorsed in the Kingdom of Saudi Arabia and other relevant pronouncements endorsed by the Saudi Organization for Chartered Professional Accountants (“SOCPA”) and the requirements of the laws and regulations in the Kingdom of Saudi Arabia. The interim condensed financial statements have been prepared on a historical cost convention, the use of accrual principle and going concern basis.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual financial statements for the year ended December 31, 2023. The interim results for the three and nine- month period ended September 30, 2024 are not necessarily indicative of the annual results of the Company.

3 - FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Saudi Riyal currency, which is the functional and presentation currency of the Company.

4 - AMENDMENTS TO STANDARDS AND STANDARDS ISSUED AND STANDARDS ISSUED BUT NOT YET EFFECTIVE

Amendments To Standards

The Following table lists the recent changes to standards that are required to be applied for annual period beginning 1 January 2024. The adoption of the following amendments to the existing standards had no significant impact on the interim condensed financial statements of the Company on the current period or prior periods and expected to have no significant impact in the future periods.

Standard / Interpretation	Description	Effective from periods beginning after the following date
IAS 1	Classification of liabilities as current or non-current – Amendments to IAS 1	1 January 2024
IAS 1	Non – current liabilities with covenants - – Amendments to IAS 1	1 January 2024
IFRS 16	Lease liability in a sale and lease back - Amendments to IFRS 16	1 January 2024
IAS 7 and IFRS 7	Supplier finance arrangements – Amendments to IAS 7 and IFRS 7	1 January 2024

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4- AMENDMENTS TO STANDARDS AND STANDARDS ISSUED AND STANDARDS ISSUED BUT NOT YET EFFECTIVE (CONTINUED)

Amendments To Standards (Conitnued)

Following are the new IFRS sustainability disclosure standards effective for annual periods beginning on or after 1 January 2024 subject to endorsement of the standards by SOCPA.

<u>Standard / Interpretation</u>	<u>Description</u>	<u>Effective from periods beginning after the following date</u>
IFRS S1	General requirements for disclosure of sustainability – related financial information	1 January 2024
IFRS S2	Climate related disclosure	1 January 2024

Standard And Amendments Issued But Not Yet Effective

The standards, interpretations and amendments issued, but not yet effective up to the date of issuance of the condensed interim financial statements are closed below. The Company intends to adopt these standards, where applicable, when they became effective.

<u>Standard / Interpretation</u>	<u>Description</u>	<u>Effective from periods beginning after the following date</u>
IAS 21	Lack of Exchangeability	1 January 2025
IFRS 10 AND IAS 28	Sale or contribution of assets between an investor and associate or joint venture (Amendments to IFRS 10 and IAS 28)	Available for optional adoption/ effective date deferred indefinitely

5 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of interim condensed financial information of the Company are consistent with those followed in the preparation of the Company's annual financial statements for the year ended December 31, 2023.

6 - INTANGIBLE ASSET, NET

<u>Description</u>	<u>Platform</u>		
	<u>Cost</u>	<u>Accumulated amortization</u>	<u>Net book value</u>
Balance as at January 1, 2023	2,641,346	(730,836)	1,910,510
Additions	2,935,440	(897,623)	2,037,817
Balance as at December 31, 2023 (audited)	5,576,786	(1,628,459)	3,948,327
Balance as at January 1, 2024 (audited)	5,576,786	(1,628,459)	3,948,327
Additions	2,763,162	(1,050,894)	1,712,268
Balance at September 30, 2024 (unaudited)	8,339,948	(2,679,353)	5,660,595

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

7 - PREPAYMENTS AND OTHER CURRENT ASSETS

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Employees' receivables	<u>360,167</u>	<u>95,000</u>
Prepaid rent	776,582	-
Prepaid insurance	8,596	18,975
Prepaid to vendors	<u>484,172</u>	<u>9,375</u>
	<u>1,629,517</u>	<u>123,350</u>

8 - TIME DEPOSIT

The Company has a time deposit in a local bank with the amount of SR 38,000,001. The average rate on time deposits during the period is 6% per annum with an average maturity of less than one year. The company earned the total income on time deposit amounting to SR 1,152,089 in which amount of SR 987,778 was collected during the period.

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Time deposit	<u>38,164,312</u>	<u>-</u>

9 - CASH AND CASH EQUIVALENTS

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Cash at banks	<u>9,071,279</u>	<u>9,810,487</u>

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

10 - CAPITAL

The share capital of the Company was amounting to SR 500,000 divided into 50,000 shares of SR 10 each.(2019: SR 10,000 divided into 10,000 shares of SR 1 each). The share capital of the Company as of December 31, 2020 was as follow:

Name of Shareholders	Nationality	Percentage	Number of shares	Total
Faris Bin Ibrahim Rashid Alhamed	Saudi	99.8%	49,900	499,000
Osama Aijaz Alraee	Saudi	0.2%	100	1,000
		100%	50,000	500,000

On August 24, 2021, the Extraordinary Assembly Meeting approved the increase in capital from SR 500,000 to SR 5,000,000 by issuing additional 450,000 shares to the existing shareholders to be 500,000 share at SR 10 each. The Company completed the all formalities related to this change. Following to the change, the capital of the Company is allocated among the shareholders is as follows:

Name of Shareholders	Nationality	Percentage	Number of shares	Total
Faris Bin Ibrahim Rashid Alhamed	Saudi	99.8%	499,000	4,990,000
Osama Aijaz Alraee	Saudi	0.2%	1,000	10,000
		100%	500,000	5,000,000

On September 28, 2022, the Company submitted its request to the Saudi Central Bank to obtain the approval for its plan to increase the capital of the Company by SR 15 million and to approved the proposed 60% shares to be owned by the foreign investor (“Lendo Inc.”).

On November 16, 2022, the Company obtained the approval from the Saudi Central Bank on the proposed plan. On December 19, 2022, the shareholder, Faris Bin Ibrahim Rashid Alhamed agreed to transfer his 499,000 shares to the shareholder, Osama Aijaz Alraee in a separate agreement between the shareholders.

Further, on December 19, 2022, the Company held its Extraordinary General Assembly Meeting and approved the increase in capital by SR 15 million and the issuance of 1.5 million additional shares and the entry of Lendo Inc. as a shareholder owning 60% of the total outstanding shares. The amount of the increase financed through a balance due to Lendo Inc. amounting to SR 12,000,000 and payment made by Osama Aijaz Alraee amounting to SR 3,000,000. The Company has completed the legal formalities related to these changes. The Company’s share capital is allocated among its shareholders as follows:

Name of Shareholders	Nationality	Percentage	Number of shares	Total
Lendo Inc	Cayman	60%	1,200,000	12,000,000
Osama Aijaz Alraee	Saudi	40%	800,000	8,000,000
		100%	2,000,000	20,000,000

Further, on February 14, 2024, the Company held its Extraordinary General Assembly Meeting and approved the increase of the capital from SR 20 million to SR 50 million through the issuance of three million new additional shares for cash to be injected by its existing shareholders based on their shareholding. The Company has completed the legal formalities related to these changes. Following to the change, the capital of the Company is allocated among the shareholders is as follows:

Name of Shareholders	Nationality	Percentage	Number of shares	Total value
Lendo Inc	Cayman	60%	3,000,000	30,000,000
Osama Aijaz Alraee	Saudi	40%	2,000,000	20,000,000
		100%	5,000,000	50,000,000

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

11 - EMPLOYEES' BENEFITS OBLIGATIONS

The movement in the employees' benefits obligations at December 31, as follows:

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Balance as at January 1,	704,396	461,615
Charged during the year	342,790	416,437
Losses on re-measurement of Employees' benefits	-	1,270
Benefits paid during the year	(105,553)	(174,926)
Balance as at December 31,	941,633	704,396

12 - ACCRUED EXPENSES AND OTHER LIABILITIES

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Value added tax payable	1,189,529	550,665
Employees related payable	685,916	354,140
Accruals	233,553	124,500
	2,108,998	1,029,305

13 - ZAKAT AND INCOME TAX PROVISION

Zakat and income tax (benefit)/ expense for the period is as follows:

	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)
Zakat	-	(53,765)
Income Tax	45,049	-
	45,049	(53,765)

Movement in Zakat provision

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Balance at the beginning of the period/ year	3,584	53,765
(Reversed)/ charged during the period/ year	-	3,584
Over provision of prior years	-	(53,765)
Payment during the period/ year	(3,584)	-
	-	3,584

Movement in income tax provision

	September 30, 2024 (Unaudited)	December 31, 2023 (Audited)
Balance at the beginning of the period/ year	54,947	-
Charged during the period/ year	-	54,947
Under/ (over) provision of prior years	45,049	-
Payment during the period/ year	(99,996)	-
	-	54,947

The Company has filed its zakat returns with the Zakat, Tax and Customs Authority (ZATCA) for the period from 2019 till year 2023, which is still under review of the ZATCA and obtained its certificate that expires on April 30, 2025.

LENDO SAUDI FOR FINANCING COMPANY
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

14- REVENUE

Company's revenue from contracts with customers is set out below:

	For the three month period ended September 30,		For the nine month period ended September 30,	
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
<u>Nature</u>				
Management fee	8,915,857	4,073,769	21,679,205	9,199,306
Success fee	2,337,576	1,475,900	4,877,672	3,149,353
Other fee	-	-	90,000	-
	11,253,433	5,549,669	26,646,877	12,348,659
<u>Type of customers</u>				
Fees from borrowers	8,915,857	4,073,769	21,769,205	9,199,306
Fees from investors	2,337,576	1,475,900	4,877,672	3,149,353
	11,253,433	5,549,669	26,646,877	12,348,659
<u>Timing of revenue recognition</u>				
Services transferred to customers:				
- Over time	-	-	-	-
- Point in time	11,253,433	5,549,669	26,646,877	12,348,659
	11,253,433	5,549,669	26,646,877	12,348,659
<u>Location</u>				
Kingdom of Saudi Arabia	11,253,433	5,549,669	26,646,877	12,348,659

15- COST OF REVENUE

	For the three month period ended September 30,		For the nine month period ended September 30,	
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Sales commission and incentives	711,541	364,438	1,045,559	498,947
Amortisation expense	398,746	178,936	1,050,894	443,069
Loan origination cost	160,564	67,311	354,193	205,842
	1,270,851	610,685	2,450,646	1,147,858

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

16- GENERAL AND ADMINISTRATIVE EXPENSES

	For the three month period ended September 30,		For the nine month period ended September 30,	
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Salaries and wages	3,044,976	2,198,777	8,476,112	6,740,501
Professional consultancy fees	1,225,001	1,256,347	3,675,476	3,322,761
Legal and Professional fees	143,450	78,100	430,625	235,405
Rent	326,471	255,765	1,085,412	704,999
IT expenses	639,836	399,492	1,639,361	746,157
Marketing expenses	282,745	56,205	746,609	265,520
Government fees	60,183	24,176	111,525	95,134
Depreciation	48,480	41,451	143,643	114,388
License and subscriptions	248,118	28,235	263,118	43,235
Withholding tax	22,376	2,191	48,954	6,988
Others	92,075	9,662	276,046	30,822
	6,133,711	4,350,401	16,896,881	12,305,910

17- EARNING PER SHARE

Basic and diluted earnings per share are calculated by dividing operating income / (loss) by the weighted average number of ordinary shares issued, that is 4,544,444 shares outstanding as of as at September 30, 2024 (September 2023: 2,000,000 shares).

	For the three month period ended September 30,		For the nine month period ended September 30,	
	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)	September 30, 2024 (Unaudited)	September 30, 2023 (Unaudited)
Net profit/ (loss) for the period	4,353,043	588,583	8,406,390	(1,051,344)
Total comprehensive income/ (loss) for the period	4,353,043	588,583	8,406,390	(1,051,344)
	Share	Share	Share	Share
Weighted average number of shares	5,000,000	2,000,000	4,544,444	2,000,000
	SR / Share	SR / Share	SR / Share	SR / Share
Basic and diluted earning/ (loss) per share from net income/ (loss) for the period	0.87	0.29	1.85	(0.53)
Basic and diluted earning/ (loss) per share from total comprehensive income/ (loss) for the period	0.87	0.29	1.85	(0.53)

LENDO SAUDI FOR FINANCING COMPANY
(A SAUDI CLOSED JOINT STOCK COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (CONTINUED)
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2024
(ALL AMOUNTS EXPRESSED IN SAUDI RIYALS UNLESS OTHERWISE STATED)

18- FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Liquidity risks

Liquidity risk occurs when an entity faces a difficulty in selling a financial asset in a timely and quickly manner to prevent or reduce the loss. Liquidity risks are closely managed through the periodic monitoring of available liquidity and current and future liabilities.

Foreign currency risk management

Currency risk arises from possible changes and fluctuations in currency rates that affect future profit. The Company monitors currency fluctuations and believes that the impact of currency risk is not material.

Fair value

Fair value is the amount for which an asset could be exchanged, or a liability settled between knowledgeable willing parties in an arm's length transaction. The Company's management believes the fair value of the financial assets and liabilities approximate their carrying amounts.

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date are as follows:

	September 30, 2024	December 31, 2023
	(Unaudited)	(Audited)
Time deposit	38,164,312	-
Cash and cash equivalents	9,071,279	9,810,487
Trade receivables	192,308	-
Employees' receivables	360,167	95,000
	47,788,066	9,905,487

19- CLIENT MONEY

Clients' Money represents money that the Company receives from or holds for, or on behalf of, a client in connection with its crowdfunding business. Client money are maintained in a separate designated bank account in a local bank under the name of the Company. This bank account receives the money from the investors and the borrowers through the Company platform. As of September 30, 2024, the bank account has a balance amounting to SR 34,939,000 (December 31, 2023 SR 32,216,715).

20- THE APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved by the Board of Directors on October 24, 2024.