



Date: 09/05/2023

إشارة: IR/ALG/27/2023

التاريخ: 2023/05/09

Dear Bursa Kuwait Company,
Greeting,السادة/ شركة بورصة الكويت
المحترمين
تحية طيبة وبعد،**Subject: Outcomes of the Board of Directors
Meeting of Ali Alghanim Sons Automotive Co.****الموضوع: نتائج اجتماع مجلس إدارة شركة
أولاد علي الغانم للسيارات**

With reference to the above subject, and according to requirements of module ten (Disclosure and Transparency) of the Executive Bylaws of law No.7 of 2010 regarding the establishment of the Capital Markets Authority and the regulating securities activities and its amendments, we would like to attach the Appendix No. (10) "Disclosure of Material Information" regarding to outcomes of the Board of Directors Meeting.

بالإشارة إلى الموضوع أعلاه، ووفقاً لمتطلبات الكتاب العاشر (الإفصاح والشفافية) من اللائحة التنفيذية للقانون رقم 7 لسنة 2010 بشأن إنشاء هيئة أسواق المال وتنظيم نشاط الأوراق المالية وتعديلاته، نود أن نرفق لكم الملحق رقم (10) "الإفصاح عن المعلومات الجوهرية" بشأن نتائج إجتماع مجلس إدارة الشركة.

Pursuant of the Bursa Kuwait Rules Book requirements issued under resolution No (1) of 2018, we are pleased to announce that the Analyst/Investors Conference will be held on Tuesday 16/05/2023 at 02:30 pm Kuwait local time, and it will take place via a live webcast.

وعملاً بقواعد البورصة الصادرة بموجب القرار رقم (1) لسنة 2018، يسرنا الإعلان عن موعد مؤتمر المحللين/المستثمرين والذي تقرر انعقاده يوم الثلاثاء الموافق 2023/05/16 في تمام الساعة 02:30 ظهراً بتوقيت دولة الكويت والذي سيعقد عن طريق بث مباشر على شبكة الإنترنت.

Interested parties are welcome to contact us through the following email, to provide them with the invitation and details to participate in the conference.

وعلى الأطراف المهتمة التواصل معنا على البريد الإلكتروني التالي ليتم إرسال الدعوات وتفاصيل المشاركة بالمؤتمر.

investors@alg.com.kwinvestors@alg.com.kw

sincerely,

وتفضلوا بقبول فائق التحية والإحترام،

يوسف عبدالله القطامي

Vice Chairman & CEO

نائب رئيس مجلس الإدارة
والرئيس التنفيذي



نموذج الإفصاح عن المعلومات الجوهرية

Disclosure of Material Information Form

Date:	09/05/2023	التاريخ:
Name of The Listed Company:	اسم الشركة المدرجة:	
Ali Alghanim Sons Automotive (K.S.C.P)	شركة أولاد علي الغانم للسيارات (ش.م.ك.ع)	
Material Information	المعلومات الجوهرية	
We would like to inform you that the Board of Directors of Ali Alghanim Sons Automotive Company has met on Tuesday, 09/05/2023 at 01:00 pm and approved the interim condensed consolidated financial statements for the period ended 31/03/2023.	نود إفادتكم بأن مجلس إدارة شركة أولاد علي الغانم للسيارات قد اجتمع يوم الثلاثاء الموافق 2023/05/09 في تمام الساعة 01:00 ظهراً وقد قرر اعتماد البيانات المالية المرحلية المكثفة المجمعة للفترة المالية المنتهية في 2023/03/31.	
Significant effect of the material information on the financial position of the company	أثر المعلومات الجوهرية على المركز المالي للشركة	
Attached the financial result form for the period ended 31/03/2023	مرفق نموذج نتائج البيانات المالية للفترة المنتهية في 2023/03/31	

Financial Results Form
Kuwaiti Company (KWD)

نموذج نتائج البيانات المالية
الشركات الكويتية (د.ك)

Company Name	اسم الشركة
Ali Alghanim Sons Automotive Company K.S.C.P.	شركة أولاد علي الغانم للسيارات ش.م.ك.ع

First Quarter Results Ended on	2023-03-31	نتائج الربع الأول المنتهي في
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Board of Directors Meeting Date	2023-05-09	تاريخ اجتماع مجلس الإدارة
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Required Documents	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم وإرفاق هذه المستندات

التغيير (%)	فترة الثلاث اشهر المقارنة	فترة الثلاث اشهر الحالية	البيان
Change (%)	Three Month Comparative Period	Three Month Current Period	Statement
	2022-03-31	2023-03-31	
47.10%	4,072,549	5,990,604	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
48.91%	14.68	21.86	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
52.17%	58,102,671	88,412,352	الموجودات المتداولة Current Assets
28.41%	151,705,185	194,811,625	إجمالي الموجودات Total Assets
42.80%	58,757,646	83,905,968	المطلوبات المتداولة Current Liabilities
31.83%	89,256,247	117,667,535	إجمالي المطلوبات Total Liabilities
26.07%	56,075,860	70,694,957	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
56.04%	40,521,913	63,229,639	إجمالي الإيرادات التشغيلية Total Operating Revenue
52.03%	4,865,424	7,396,721	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
Not Applicable	لا يوجد خسائر متراكمة No Accumulated Losses	لا يوجد خسائر متراكمة No Accumulated Losses	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital

التغيير (%)	الربع الاول المقارن	الربع الاول الحالي	البيان
Change (%)	First Quarter Comparative Period	First Quarter Current Period	Statement
	2022-03-31	2023-03-31	
	NA	NA	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
	NA	NA	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
	NA	NA	إجمالي الإيرادات التشغيلية Total Operating Revenue
	NA	NA	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease in Net Profit (Loss) is due to	سبب ارتفاع/انخفاض صافي الربح (الخسارة)
Increase in Net profit is mainly due to volume increase from vehicles.	تعود الزيادة في صافي الأرباح بشكل رئيسي إلى زيادة حجم مبيعات السيارات

Total Revenue realized from dealing with related parties (value, KWD)	240,350	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
Total Expenditures incurred from dealing with related parties (value, KWD)	12,164	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)

Auditor Opinion		رأي مراقب الحسابات
1.	Unqualified Opinion	رأي غير متحفظ
2.	Qualified Opinion	رأي متحفظ
3.	Disclaimer of Opinion	عدم إبداء الرأي
4.	Adverse Opinion	رأي معاكس

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

لا ينطبق Not Applicable	نص رأي مراقب الحسابات كما ورد في التقرير
لا ينطبق Not Applicable	شرح تفصيلي بالحالة التي استدعت مراقب الحسابات لإبداء الرأي
لا ينطبق Not Applicable	الخطوات التي سنقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات
لا ينطبق Not Applicable	الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات

Handwritten signature and initials in the bottom left corner.

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
	لا ينطبق / Not Applicable		توزيعات نقدية Cash Dividends
	لا ينطبق / Not Applicable		توزيعات أسهم منحة Bonus Share
	لا ينطبق / Not Applicable		توزيعات أخرى Other Dividend
	لا ينطبق / Not Applicable		عدم توزيع أرباح No Dividends
	لا ينطبق / Not Applicable	لا ينطبق / Not Applicable	زيادة رأس المال Capital Increase
	لا ينطبق / Not Applicable	علاوة الإصدار Issue Premium	تخفيض رأس المال Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		Vice-Chairman and CEO	Yousef Abdullah Al Qatami

REPORT ON REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF ALI AL-GHANIM SONS AUTOMOTIVE COMPANY K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Ali Al-Ghanim Sons Automotive Company K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively, the “Group”) as at 31 March 2023, and the related interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the three month period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34 *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on this interim condensed consolidated financial information 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*”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, during the three-month period ended 31 March 2023, that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No 7 of 2010 concerning the Capital Markets Authority and its related regulations during the three-month period ended 31 March 2023, that might have had a material effect on the business of the Parent Company or on its financial position.



BADER A. AL-ABDULJADER
LICENCE NO. 207 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

9 May 2023
Kuwait

Ali Al-Ghanim Sons Automotive Company K.S.C.P. and its Subsidiaries
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
(UNAUDITED)

For the period ended 31 March 2023

	Notes	Three months ended 31 March	
		2023 KD	2022 KD
CONTINUING OPERATIONS			
Revenue from contracts with customers	3	61,601,578	38,783,255
Vehicle rental income		1,091,630	1,001,470
Revenue		62,693,208	39,784,725
Cost of sales and services rendered		(47,572,095)	(30,508,284)
GROSS PROFIT		15,121,113	9,276,441
Other income		536,431	737,188
Share of results of equity-accounted investees	6	(232,998)	-
Distribution costs		(4,767,878)	(2,763,723)
Administrative expenses		(3,492,945)	(2,384,482)
Finance costs		(326,282)	(236,702)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS		6,837,441	4,628,722
Contribution to Kuwait Foundation for the Advances of Sciences (“KFAS”)		(61,585)	(49,070)
Zakat		(67,204)	(45,982)
National Labour Support Tax (“NLST”)		(168,009)	-
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS	4	6,540,643	4,533,670
DISCONTINUED OPERATIONS			
Loss after tax for the period from discontinued operations		-	(306,778)
PROFIT FOR THE PERIOD		6,540,643	4,226,892
Attributable to:			
Equity holders of the Parent Company		5,990,604	4,072,549
Non-controlling interests		550,039	154,343
		6,540,643	4,226,892
BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT COMPANY (FILS)	5	21.86	14.68
BASIC AND DILUTED EARNINGS PER SHARE FROM CONTINUING OPERATIONS ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT COMPANY (FILS)	5	21.86	15.05

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

Ali Al-Ghanim Sons Automotive Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 March 2023

		<i>Three months ended</i>	
		<i>31 March</i>	
		2023	2022
<i>Note</i>		KD	KD
	PROFIT FOR THE PERIOD	6,540,643	4,226,892
	Other comprehensive income (loss)		
	<i>Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods:</i>		
	Cash flow hedges – effective portion of changes in fair value	613,898	(916,853)
	Cost of hedging reserve – changes in fair value	(64,075)	(260,734)
	Cost of hedging reserve – amortised to profit or loss	130,405	108,057
	Net income (loss) on cash flow hedges	680,228	(1,069,530)
	Exchange differences on translation of foreign operations	4,443	(26,986)
	Share of other comprehensive income of equity-accounted investees	6 (124,130)	-
	Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods	560,541	(1,096,516)
	<i>Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:</i>		
	Net loss on equity instruments designated at fair value through other comprehensive income	(3,500)	-
	Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods	(3,500)	-
	Other comprehensive income (loss) for the period	557,041	(1,096,516)
	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	7,097,684	3,130,376
	Attributable to:		
	Equity holders of the Parent Company	6,560,444	3,004,434
	Non-controlling interests	537,240	125,942
		7,097,684	3,130,376

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

Ali Al-Ghanim Sons Automotive Company K.S.C.P. and its Subsidiaries
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL
POSITION (UNAUDITED)**
As at 31 March 2023

		31 March 2023	(Audited) 31 December 2022	31 March 2022
	Notes	KD	KD	KD
ASSETS				
Non-current assets				
Property, plant, and equipment		102,360,119	101,715,627	92,742,572
Intangible assets		205,902	223,291	314,921
Medium-term instalment credit receivables		649,780	952,820	293,914
Investment in equity-accounted investees	6	2,721,472	3,065,573	251,107
Financial assets at fair value through other comprehensive income		462,000	465,500	-
		<u>106,399,273</u>	<u>106,422,811</u>	<u>93,602,514</u>
Current assets				
Inventories		48,879,504	52,345,292	23,186,291
Accounts receivable and prepayments		8,519,102	9,556,026	7,963,650
Receivables from related parties	11	7,314,930	3,846,370	83,270
Cash and short-term deposits	7	23,698,816	15,908,263	24,655,614
		<u>88,412,352</u>	<u>81,655,951</u>	<u>55,888,825</u>
Assets held for sale		-	-	2,213,846
TOTAL ASSETS		<u><u>194,811,625</u></u>	<u><u>188,078,762</u></u>	<u><u>151,705,185</u></u>
EQUITY AND LIABILITIES				
Equity				
Share capital		27,750,000	27,750,000	27,750,000
Statutory reserve		4,676,367	4,676,367	2,731,756
Treasury shares	8	(2,954,654)	(2,954,654)	-
Treasury shares reserve	8	5,139	5,139	-
Asset revaluation surplus		31,508,181	31,508,181	20,791,681
Cash flow hedge reserve		463,209	(591,721)	(1,803,421)
Cost of hedging reserve		(42,386)	(110,857)	(182,742)
Fair value reserve		(12,717)	(9,217)	(47,059)
Foreign currency translation reserve		(427,652)	(365,807)	(50,078)
Other reserve		1,196,343	1,196,343	733,212
Retained earnings		8,533,127	11,860,187	6,152,511
Equity attributable to equity holders of the Parent Company		<u>70,694,957</u>	<u>72,963,961</u>	<u>56,075,860</u>
Non-controlling interests		6,449,133	6,702,293	6,373,078
Total equity		<u>77,144,090</u>	<u>79,666,254</u>	<u>62,448,938</u>
Non-current liabilities				
Islamic finance payables	9	15,651,657	13,981,281	14,193,810
Employees' end of service benefits		5,606,983	5,451,636	4,929,884
Accounts payable and accruals	10	12,502,927	11,976,988	11,374,907
		<u>33,761,567</u>	<u>31,409,905</u>	<u>30,498,601</u>
Current liabilities				
Islamic finance payables	9	2,822,989	2,623,038	1,747,705
Accounts payable and accruals	10	75,221,369	70,069,985	51,122,225
Payables to related parties	11	5,861,610	4,309,580	4,267,294
		<u>83,905,968</u>	<u>77,002,603</u>	<u>57,137,224</u>
Liabilities directly associated with assets classified as held for sale		-	-	1,620,422
Total liabilities		<u>117,667,535</u>	<u>108,412,508</u>	<u>89,256,247</u>
TOTAL EQUITY AND LIABILITIES		<u><u>194,811,625</u></u>	<u><u>188,078,762</u></u>	<u><u>151,705,185</u></u>


Eng. Fahad Ali-Mohammed Thunayan Alghanim
Chairman

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

Ali Al-Ghanim Sons Automotive Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(UNAUDITED)

For the period ended 31 March 2023

		<i>Three months ended</i>	
		<i>31 March</i>	
		2023	2022
		KD	KD
OPERATING ACTIVITIES	<i>Notes</i>		
Profit before tax from continuing operations		6,837,441	4,628,722
Loss from discontinued operations		-	(306,778)
		6,837,441	4,321,944
Profit before tax		6,837,441	4,321,944
<i>Adjustments to reconcile profit before tax to net cash flows:</i>			
Gain on disposal of property, plant and equipment		(73)	(3,780)
Gain on derecognition of leases		(74)	-
Share of results of equity-accounted investees	6	232,998	-
Depreciation of property, plant and equipment		1,778,852	1,759,266
Amortisation of intangible assets		17,389	11,666
Allowance for (reversal of) provision for old and obsolete inventories	4	304,816	(10,106)
(Reversal of) allowance for expected credit losses on trade receivables	4	(25,220)	7,592
Provision for employees' end of service benefits		170,721	267,701
Rent concession income		-	(15,750)
Finance costs on loans and borrowings		279,771	148,343
Interest expense on lease liabilities		46,511	88,359
		9,643,132	6,575,235
<i>Working capital adjustments:</i>			
Inventories		4,084,247	1,378,419
Medium-term instalment credit receivables		303,040	47,411
Accounts receivable and prepayments		1,675,495	190,630
Amounts due from related parties		(263,065)	243,481
Amounts due to related parties		(36,208)	-
Accounts payable and accruals		(4,721,853)	4,887,379
		10,684,788	13,322,555
Cash flows from operations		10,684,788	13,322,555
Employees' end of service benefits paid		(15,374)	(50,574)
		10,669,414	13,271,981
Net cash flows from operating activities		10,669,414	13,271,981
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(1,947,030)	(485,916)
Proceeds from disposal of property, plant and equipment		26,503	123,470
Net movement in receivables from related party		(3,215,855)	-
		(5,136,382)	(362,446)
Net cash flows used in investing activities		(5,136,382)	(362,446)
FINANCING ACTIVITIES			
Proceeds from Islamic finance payables		2,700,000	-
Repayment of Islamic finance payables		(829,673)	(6,290,120)
Dividends paid to non-controlling interests		(317,640)	(380,165)
Net movement in payables to related parties		1,588,238	(285,071)
Dividends paid to equity holders of the Parent Company		(35,703)	-
Finance costs paid		(279,771)	(148,343)
Payment of lease liabilities		(569,162)	(516,165)
		2,256,289	(7,619,864)
Net cash flows from (used in) financing activities		2,256,289	(7,619,864)
NET INCREASE IN CASH AND CASH EQUIVALENTS		7,789,321	5,289,671
Net increase in cash and cash equivalents related to assets held for sale		-	367,034
Cash and cash equivalents at 1 January		14,908,263	19,068,429
Foreign currency translation differences		1,232	(69,520)
		22,698,816	24,655,614
CASH AND CASH EQUIVALENTS AT 31 MARCH	7	22,698,816	24,655,614

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

Ali Al-Ghanim Sons Automotive Company K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(UNAUDITED) (CONTINUED)

For the period ended 31 March 2023

Non-cash items excluded from the interim condensed consolidated statement of cash flows:

	Notes	Three months ended	
		31 March	
		2023	2022
		KD	KD
Effective portion of gain (loss) on hedging instruments (adjusted with accounts receivable and prepayments)	15	660,234	(923,862)
Additions to lease liabilities (adjusted with accounts payable and accruals)		1,137,653	2,661,577
Additions to right-of-use assets (adjusted with property, plant and equipment)		(1,137,653)	(2,661,577)
Investment in equity-accounted investees (adjusted with amounts due from related parties)	6	(10,360)	-
Dividends payable to non-controlling interests (adjusted with accounts payable and accruals)		(462,600)	-
Remeasurement of right-of-use assets (adjusted property, plant and equipment)		(38,845)	-
Remeasurement of lease liabilities (adjusted with accounts payable and accruals)		38,845	-
Derecognition of right-of-use assets (adjusted property, plant and equipment)		229,846	-
Derecognition of lease liabilities (adjusted with accounts payable and accruals)		(229,920)	-
Transfer of property, plant and equipment from (to) inventories (net) - (adjusted with property, plant and equipment)		445,139	636,756
Transfer of property, plant and equipment (from) to inventories (net) - (adjusted with inventories)		(445,139)	(636,756)

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.