

Saudi Joint Stock Co.
C.R. 1010073685
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شركة العبد اللطيف للاستثمار الصناعي
Al Abdullatif Industrial Investment Co.

شركة مساهمة سعودية
س.ت: ١٠١٠٠٧٣٦٨٥
ص.ب. ٨٥٩ الرياض ١١٤٢١
المملكة العربية السعودية
هاتف: ٢٦٥٨٨٨٨ (٩٦٦١١)
فاكس: ٢٦٥٩٩٩٩ (٩٦٦١١)

Appendix (1)

Dear Shareholders

AL Abdullatif Industrial Investment Company

Sub: Transactions with Relevant Parties

During the year that ended on 31/12/2020, the company has conducted transaction with relevant parties, as the following below:

Name of Relevant Party	First debit balance 1/1/2020	Sales to relevant party	Services and benefits to a relevant party	Services and benefits from a relevant party	Purchases from a relevant party	Received payments from a relevant party	Paid payments to a relevant party	Final balance 31/12/2020
Al Abdullatif Furniture Co.	38,452	29,945	3,968	339	26	33,541	339	38,798
Natural Gas Distribution Co.	-	-	-	-	1,740	-	1,555	(185)
Total	38,452	29,945	3,968	339	1,766	33,541	1,894	38,613

In 2020, the company has conducted some transaction with relevant parties, as shown in the above mentioned table, details and justifications of relation as the following below:

Name	Relation
Al Abdullatif Furniture Co.	An establishment managed by Sulaiman Omar Al Abdullatif (General Director of Al Abdullatif Furniture Co.) and currently, he is a member of board of directors and a member of board of directors in Al Abdullatif Furniture Co. (Closed joint stock), Mr. Abdullatif Omar Al Abdullatif is also a member in board of directors- Furniture Co., Mr. Fahad Omar Al Abdullatif is also a member in board of directors (closed joint stock) (indirect relation).
Natural Gas Distribution Co.	Mr. Abdullatif Omar Al Abdullatif and Mr. Majed Abdulrahman Al-Ossailan (member of board of directors in Gas Distribution Co.), both of them are members in board of the directors in its current period (indirect relation).

Nature of Transactions that conducted with the relevant party in fiscal year 2020, as the following:

1- Sales to a relevant party (Al Abdullatif Furniture Co.)

Sales general consist of wholesales in carpet and moquette, it should be noted that all transactions with the relevant party don't differ from those with normal creditor debtor merchants, and have no special characteristics, duration of these activities is one year and can be annually renewed by the assembly general, sales in fiscal year 2020 was (29.945) thousand Saudi Riyal.



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- 2- Services and benefits presented to the relevant party (Al Abdullatif Furniture Co.), these services and benefits represent the following:
- (A) Rent contract of warehouses, its first party is Al Abdullatif Industrial Investment Co. (lessor), its second party Al Abdullatif Furniture Co. (tenant), duration of contract is one year can be annually renewed by the assembly general, its value till 31/12/2020 was (2.948) thousand Saudi Riyal.
- (B) Upon providing service of ration and housing, its first party is Retaj Al Waseel Company of Maintenance, Services and Subsistent which is subsidiary of Al Abdullatif Industrial Investment Co., its second party is Al Abdullatif Furniture Co., duration of contract is one year can be annually renewed by the assembly general, its value till 31/12/2020 was (920) thousand Saudi Riyal.
- (C) Logistic services – environmental services – and payment represent in presented by Al Abdullatif Furniture Co., the contract value till 31/12/2020 was (100) thousand Saudi Riyal. So, the total value of services and benefits presented to the relevant party till 31/12/2020 was (3968) thousand Saudi Riyal.
- 3- Services and benefits presented by the relevant party to the company represent the following:
- (A) Rent contract of housings and others, its first party is Al Abdullatif Furniture Co. (lessor), its second party Al Abdullatif Industrial Investment Co.(tenant) for housing of some employees of Al Abdullatif Industrial Investment Co., duration of contract is one year can be annually renewed by the assembly general, its value till 31/12/2020 was (150) thousand Saudi Riyal.
- (B) Rent contract of warehouses and selling center outside Riyadh city, its first party is Al Abdullatif Furniture Co. (lessor), its second party Al Abdullatif Industrial Investment Co.(tenant)., duration of contract is one year can be annually renewed by the assembly general, its value till 31/12/2020 was (189) thousand Saudi Riyal. So, the total value of services and benefits presented to the relevant party till 31/12/2020 was (339) thousand Saudi Riyal.
- 4- Purchase from the relevant party:
- Purchases generally consist of relevant party (Natural Gas Distribution Co.), purchase value on 31/12/2020 was (1.740) thousand Saudi Riyal. Purchases from relevant party (Al Abdullatif Furniture Co.) which are carpets requirements with a value of (26) thousand Saudi Riyal. So, the total value of purchases from relevant party till 31/12/2020 was (1766) thousand Saudi Riyal.

Chairman

SULIMAN ALABDULLATIF

