

04

SIDF Lending Activity

Effective Performance with
Promising Achievements



Lending Activity during 2021

The Fund continued its outstanding activity in the development of the local industrial sector, effectively while granting it a wide range of loans to support projects in various sectors in the Kingdom of the fiscal year 2021. The Fund's performance this year was marked by a high percentage of loans approved by the Fund for industrial projects located in promising regions and cities; According to the facts and figures shown below:

2021		2020
117 Loans	Number of approved loans	212 Loans
SR 11.1 Billion	Value of approved loans	SR 17.6 Billion
SR 19.8 Billion	Total investments	SR 57.4 Billion
SR 10.1 Billion	Disbursed amounts	SR 4.6 Billion
SR 6.5 Billion	Repaid amounts	SR 3.3 Billion

Distribution of approved loans for NIDL sectors



11
SR Billion
Industrial Projects
(107 loans)

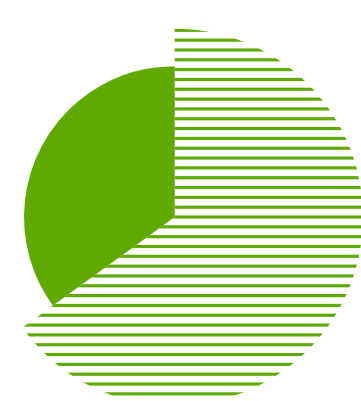


70
SR Million
Logistic Projects
(5 loans)



20
SR Million
Energy Projects
(5 loans)

Promising areas and cities during 2021



53%

Of the total value of the approved loans worth SR 5.8Billion, compared to(15%)before implementing regulations to increase the Fund's funding ratio for these projects.



35%

Of the total number of 41 approved loans, compared to 14% before the introduction of regulations to increase the Fund's funding ratio for these projects.

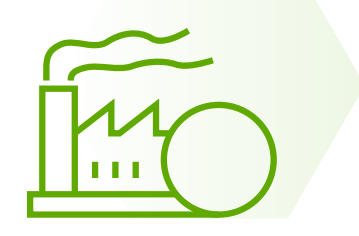
Loans for SMEs Projects in 2021

The fiscal year 2021 witnessed the adoption of a high percentage of loans for SMEs.



74%

Percentage of total number for SMEs loans



914

SR Million
value of SMEs loans

Cumulative Lending Activity until the End of 2021

Overall, the figures achieved by the Fund from its inception to the end of the fiscal year 2021 demonstrate the success of the projects benefiting from its loans, as well as the Fund's advisory support to these projects in technical, administrative, financial and marketing areas.



4793 Loans

Number of approved loans



199

SR Billion
Value of approved loans



136

SR Billion
Disbursed amounts



83.5

SR Billion
Repaid amounts



60%

Total repayments to total disbursements

Economic Impact of SIDF Loans during 2000-2021



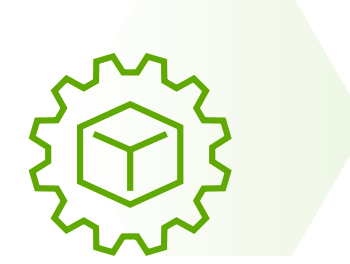
237

Thousand
New job opportunity in funded projects



98

SR Billion
Value of industrial exports for funded projects



126

SR Billion
Value of funded projects purchasing local raw materials



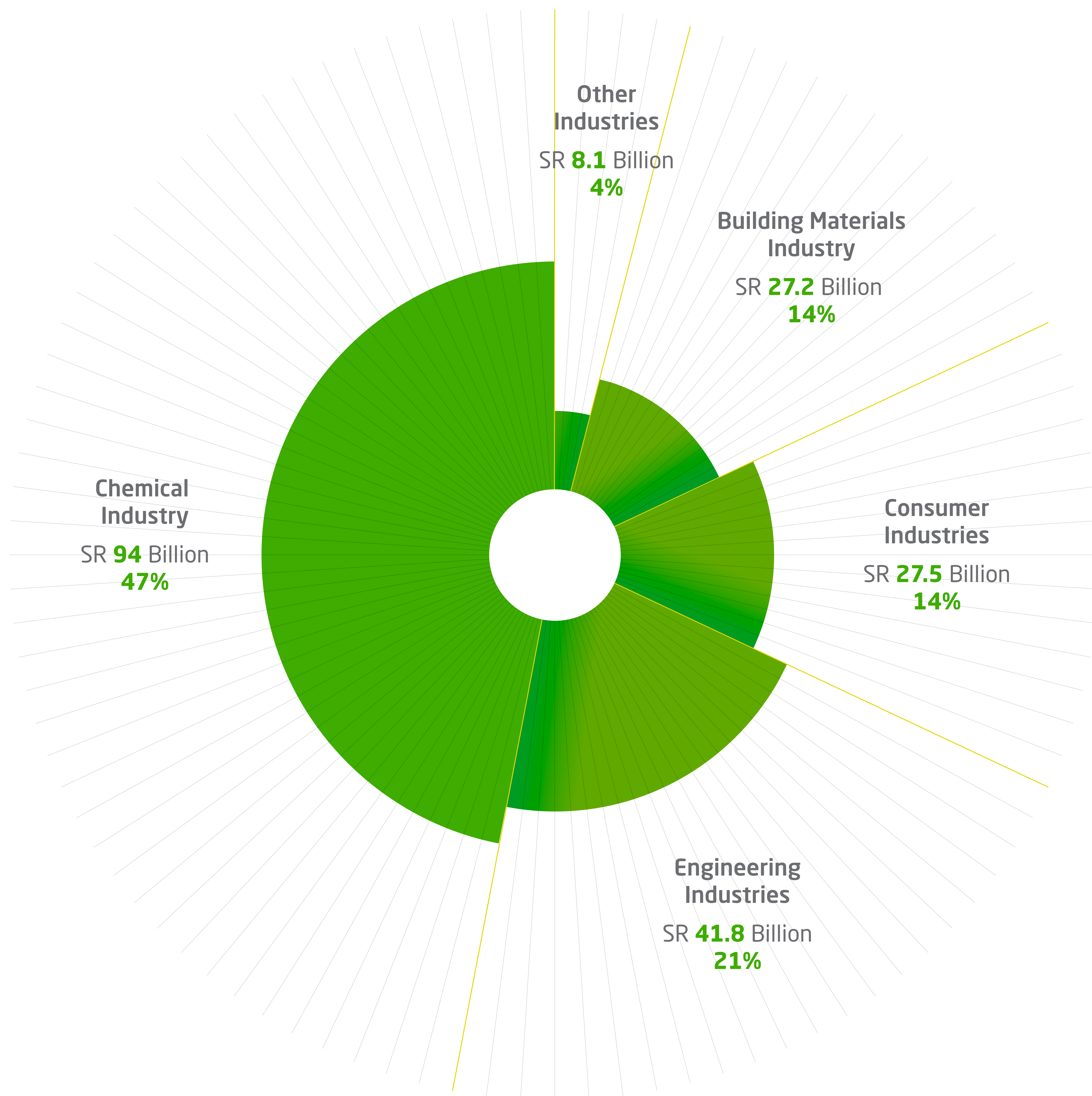
163

SR Billion
Value of GDP from funded projects

First: Sectoral Distribution

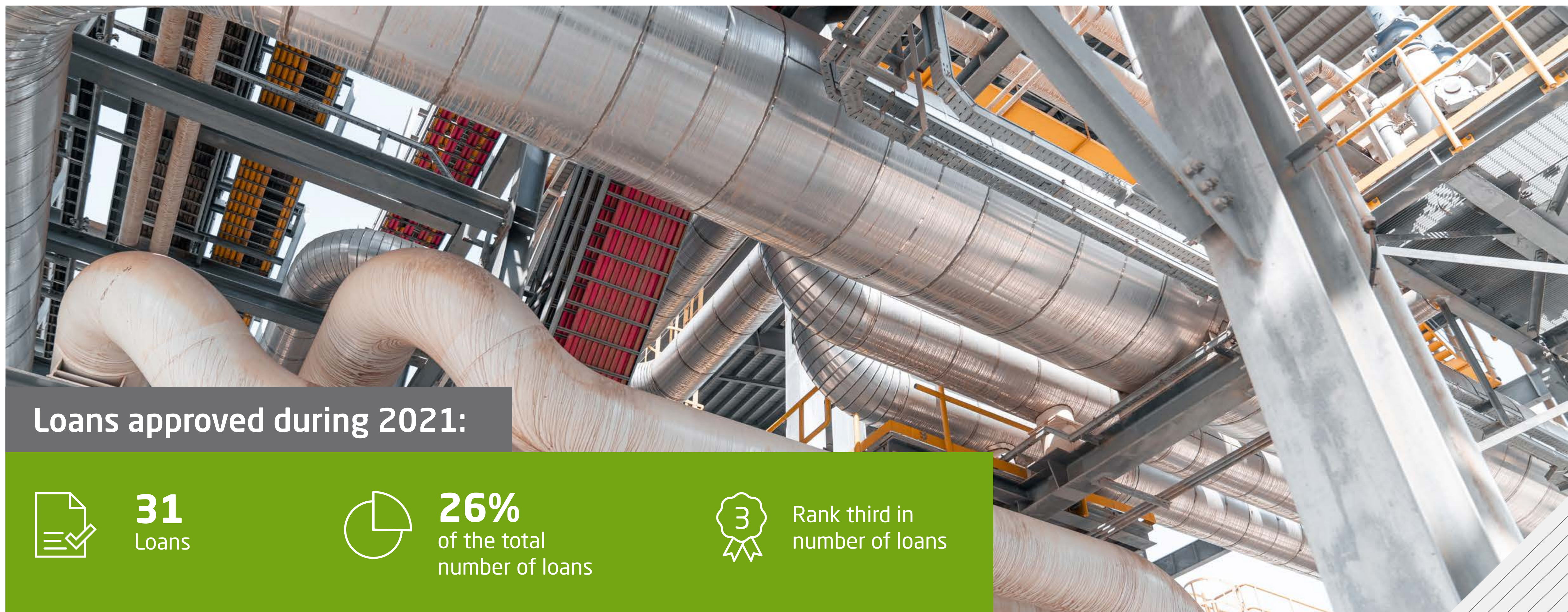
By reviewing the Fund's lending activity covering the key industrial sectors in Saudi Arabia, by the value of the loans it has approved, it is clear to us the size of this activity of the last fiscal year 2021, as follows:

Sectoral cumulative distribution of the value of approved loans until the end of 2021





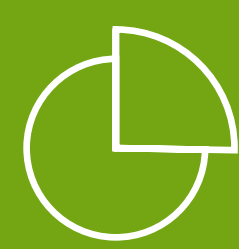
1.1 Chemical Industries



Loans approved during 2021:



31
Loans



26%
of the total
number of loans



Rank third in
number of loans



1,841
SR Million



17%
of the total
value of loans



Rank second in
value of loans

New loans approved:



1,190
SR Million
to produce hydrogen gas
in Jubail city



192
SR Million
to manufacture and produce packaging
products in Jubail and Hafuf cities

Cumulative loans approved until the end of 2021



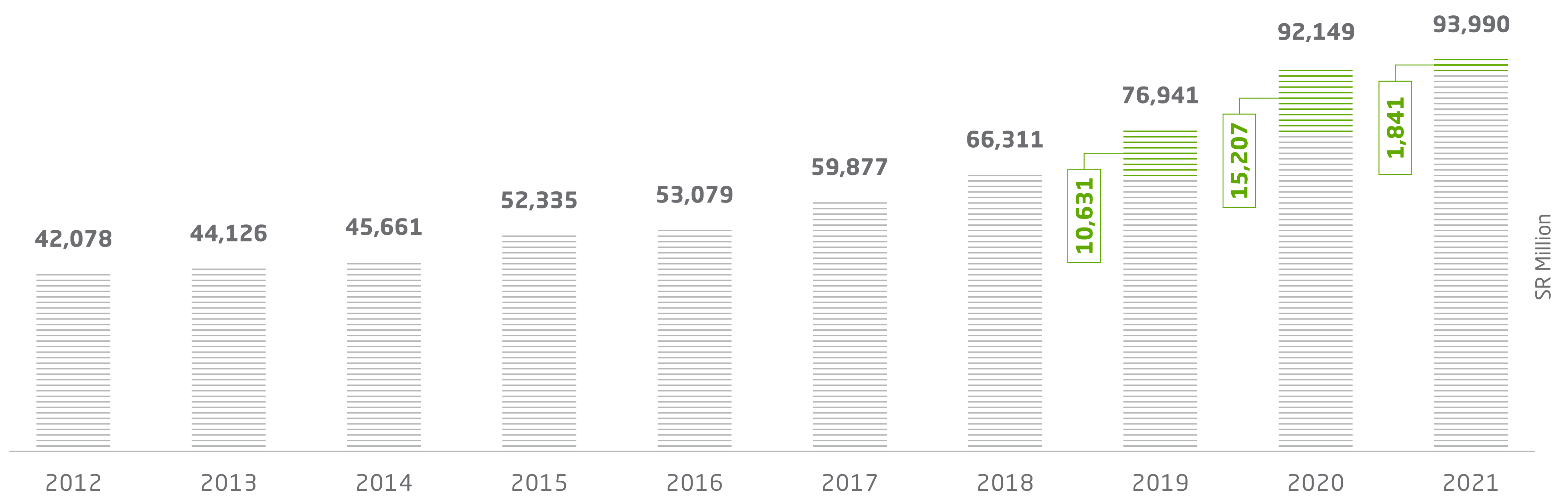
93,990
SR Million



47%
of the total value of loans

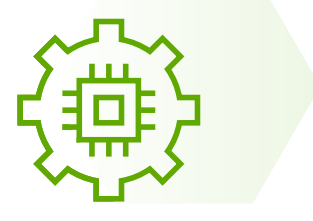


Rank first in
cumulative loans value

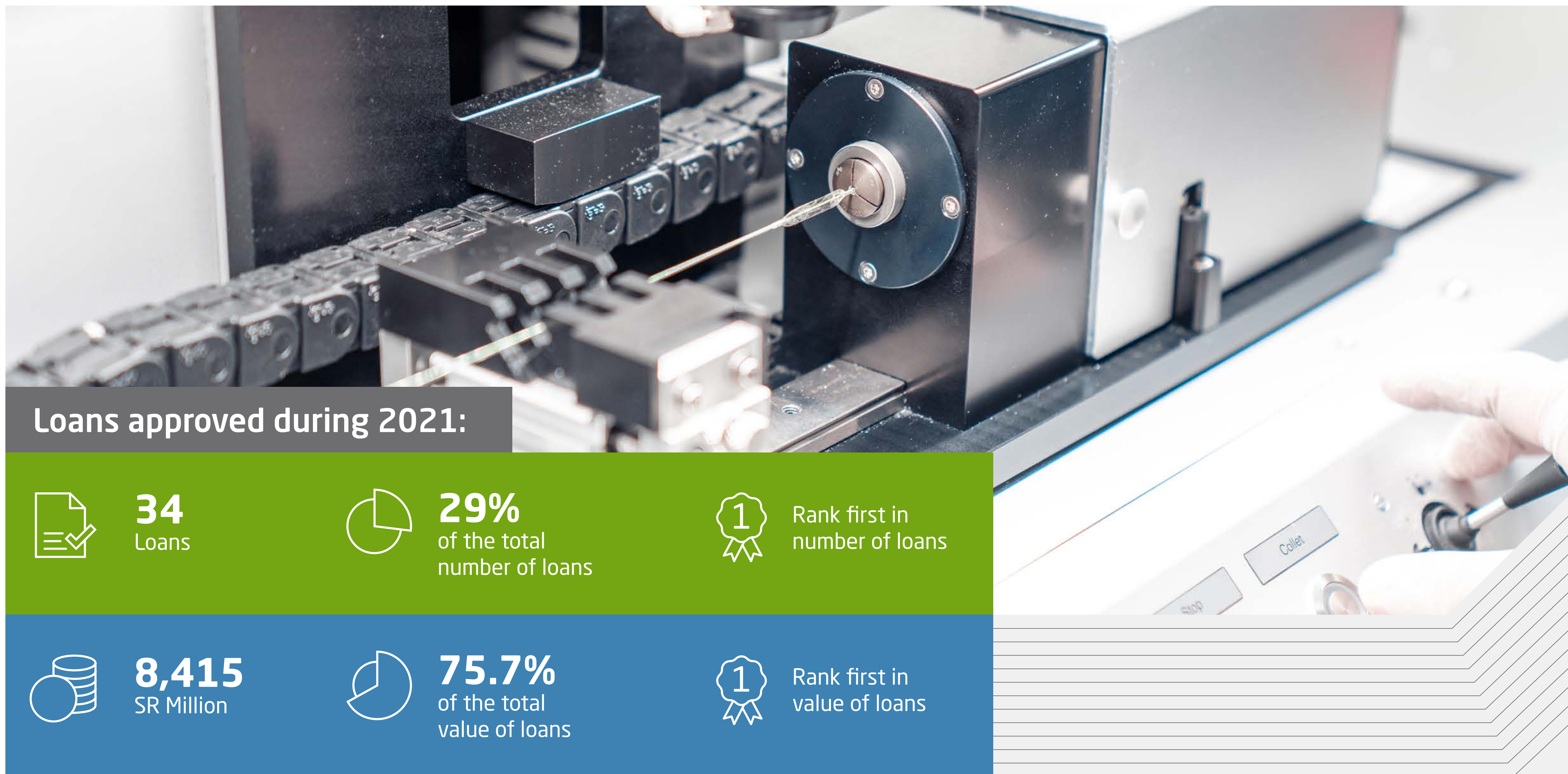


Cumulative loan value during the period (2012 - 2021)





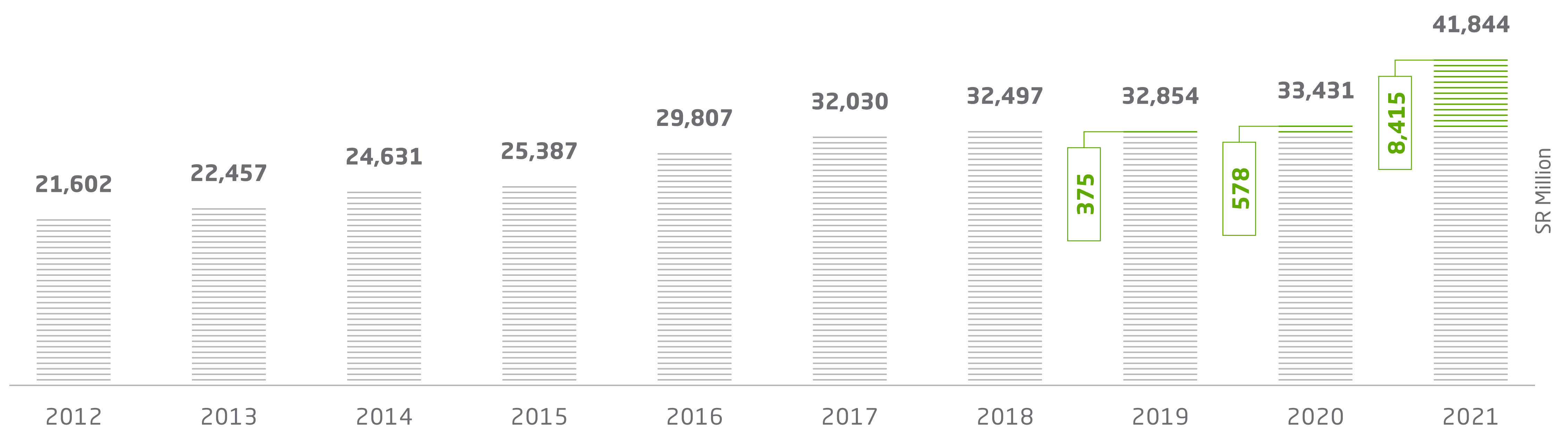
1.2 Engineering Industries



New loans approved:



Cumulative loans approved until the end of 2021



Cumulative loan value during the period (2012 - 2021)





1.3 Consumer Industries



Loans approved during 2021:



32
Loans



27%
of the total
number of loans



Rank second in
number of loans



620
SR Million



6%
of the total
value of loans



Rank third in
value of loans

New loans approved:



278
SR Million

for the establishment of a factory manufacturing white sugar in Yanbu city and the other for the manufacture of frozen potato slices and starch in Al Jowf city



53
SR Million

to establish a factory to manufacture frozen pastry in Riyadh city

Cumulative loans approved until the end of 2021



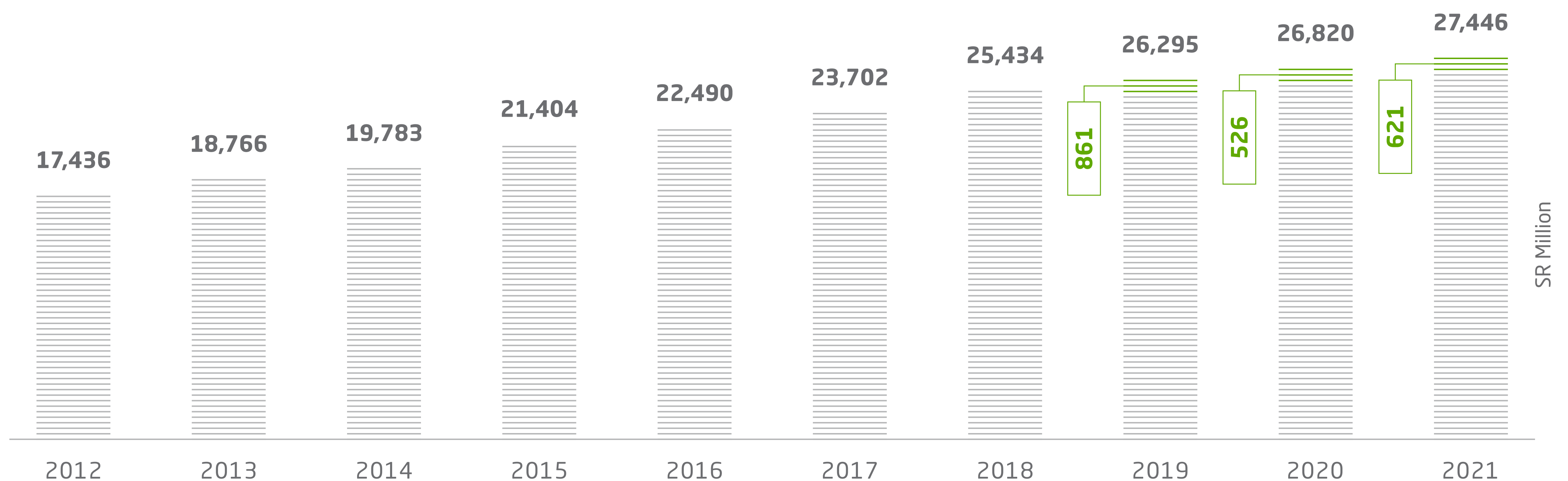
27,446
SR Million



14%
of the total value of loans



Rank third in
cumulative loans value



Cumulative loan value during the period (2012 - 2021)





1.4 Building Materials Industry



Loans approved during 2021:



3
Loans



3%
of the total
number of loans



69
SR Million



1%
of the total
value of loans

New loans approved:



57
SR Million
to set up a factory to manufacture
cement panels in Yanbu city



8
SR Million
to establish a factory for the production of
fiberglass rods in Dammam city

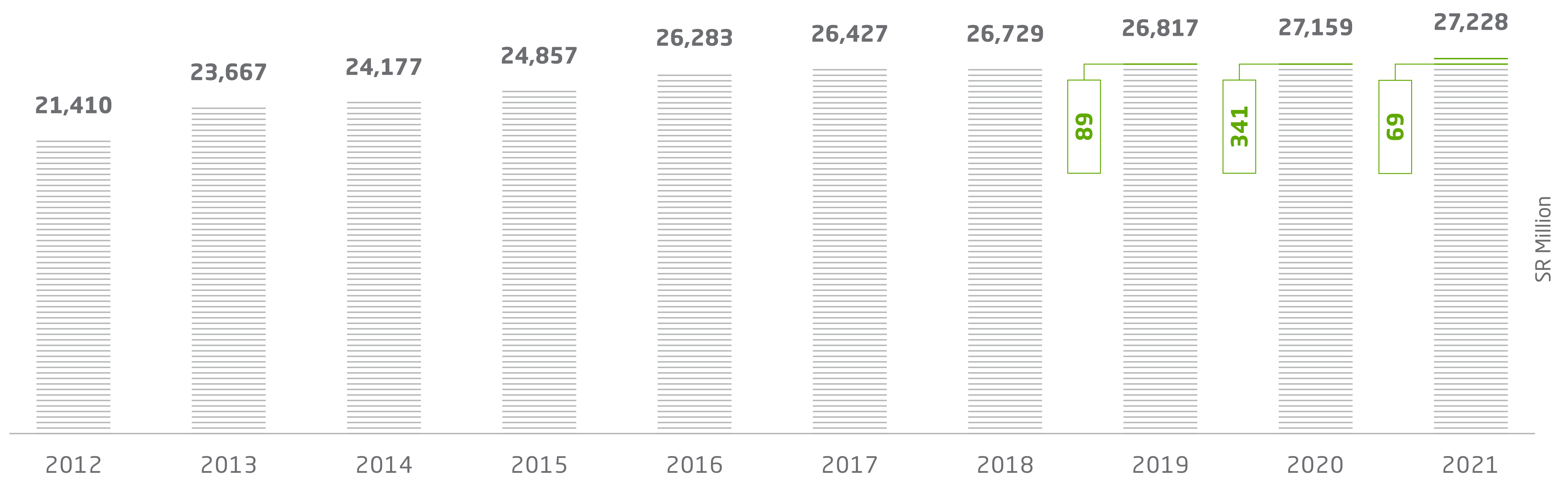
Cumulative loans approved until the end of 2021



27,228
SR Million



14%
of the total value of loans



Cumulative loan value during the period (2012 - 2021)





1.5 Other Industries



New loans approved:

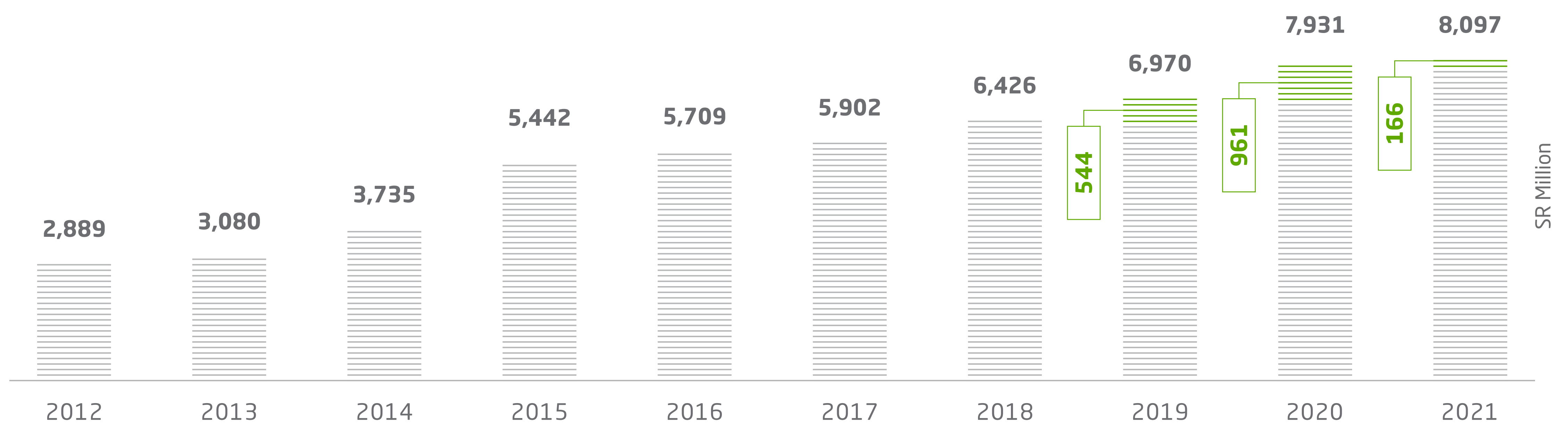
71 SR Million
a project to equip prefabricated factories, and another for the project of refrigerated warehouses in Jeddah city

19 SR Million
for logistics projects at Riyadh, Jeddah, and Dammam airports

Cumulative loans approved until the end of 2021

8,097 SR Million

4% of the total value of loans

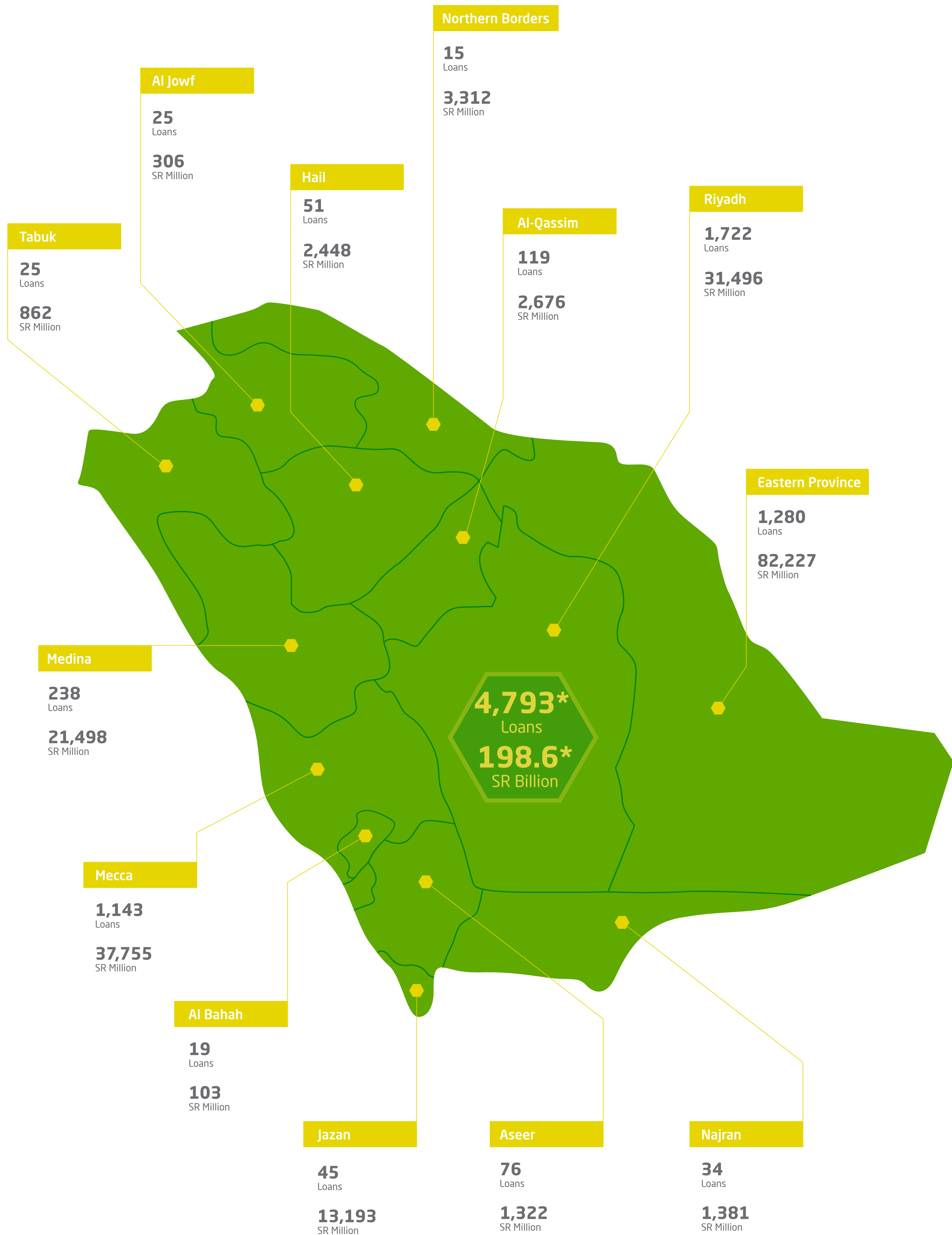


Cumulative loan value during the period (2012 - 2021)



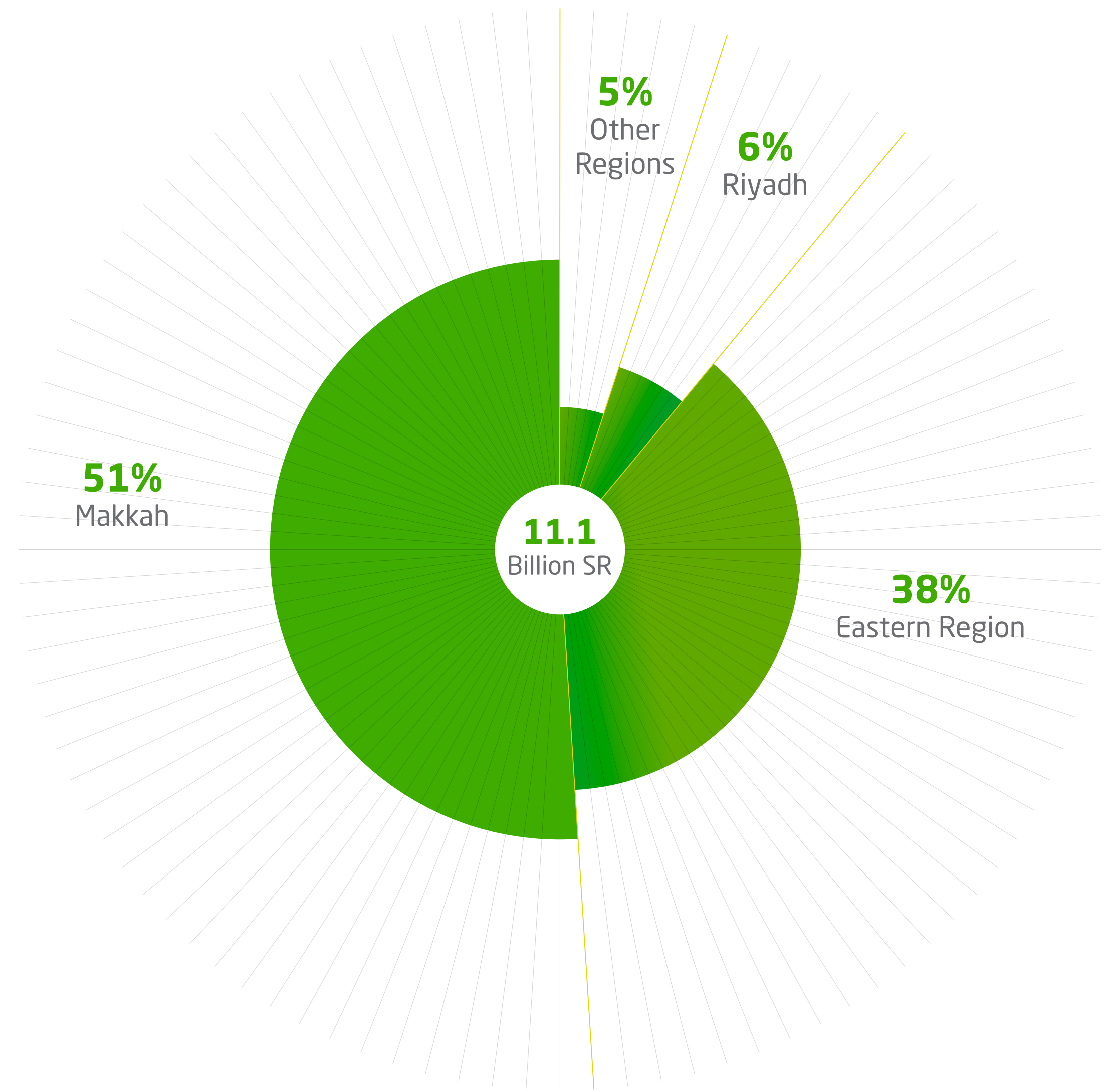
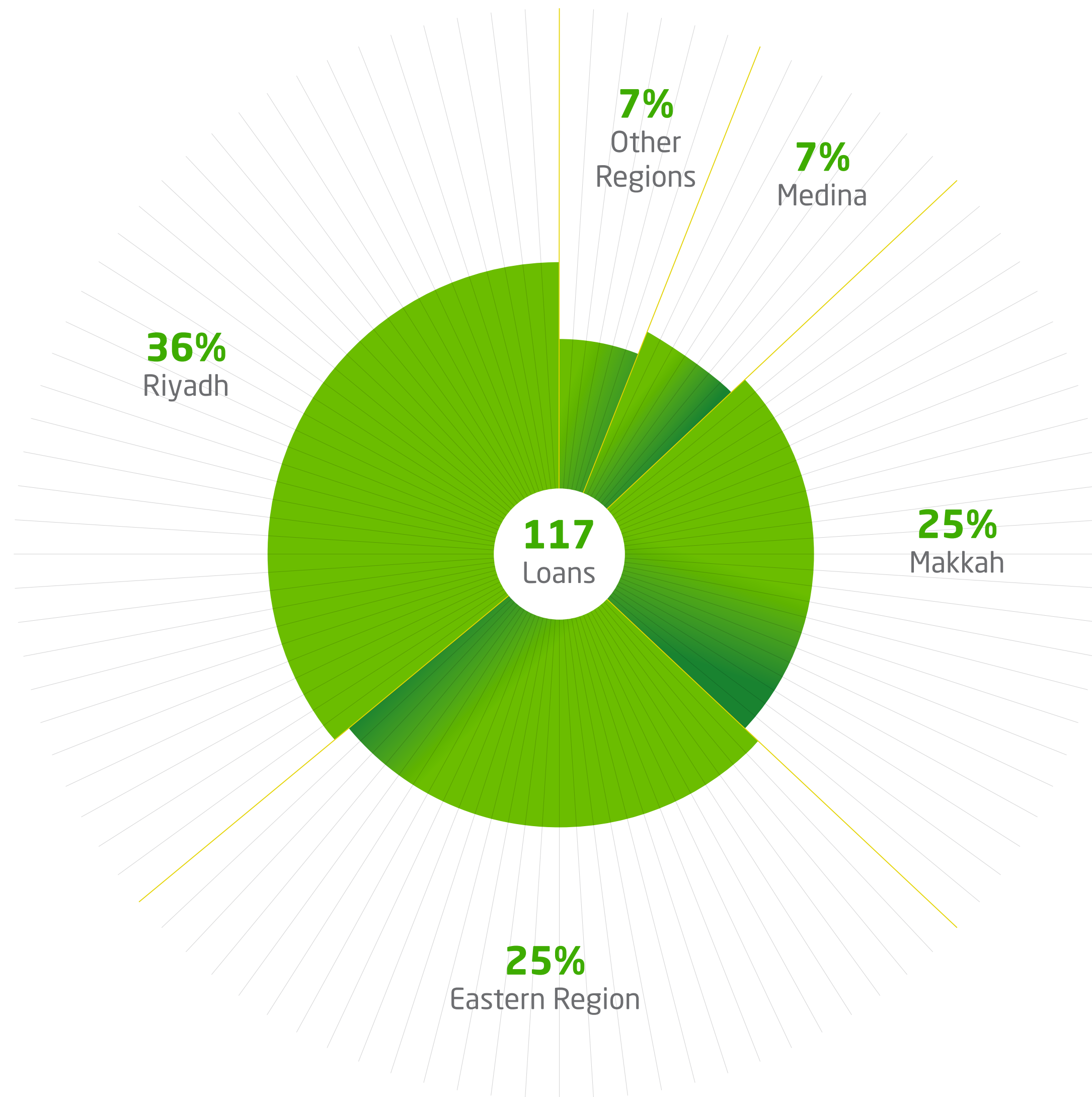
Second: Geographical Distribution

Figure of geographical distribution of total SIDF approved loans, in terms of number and value of loans, across regions of the Kingdom until the end of 2021

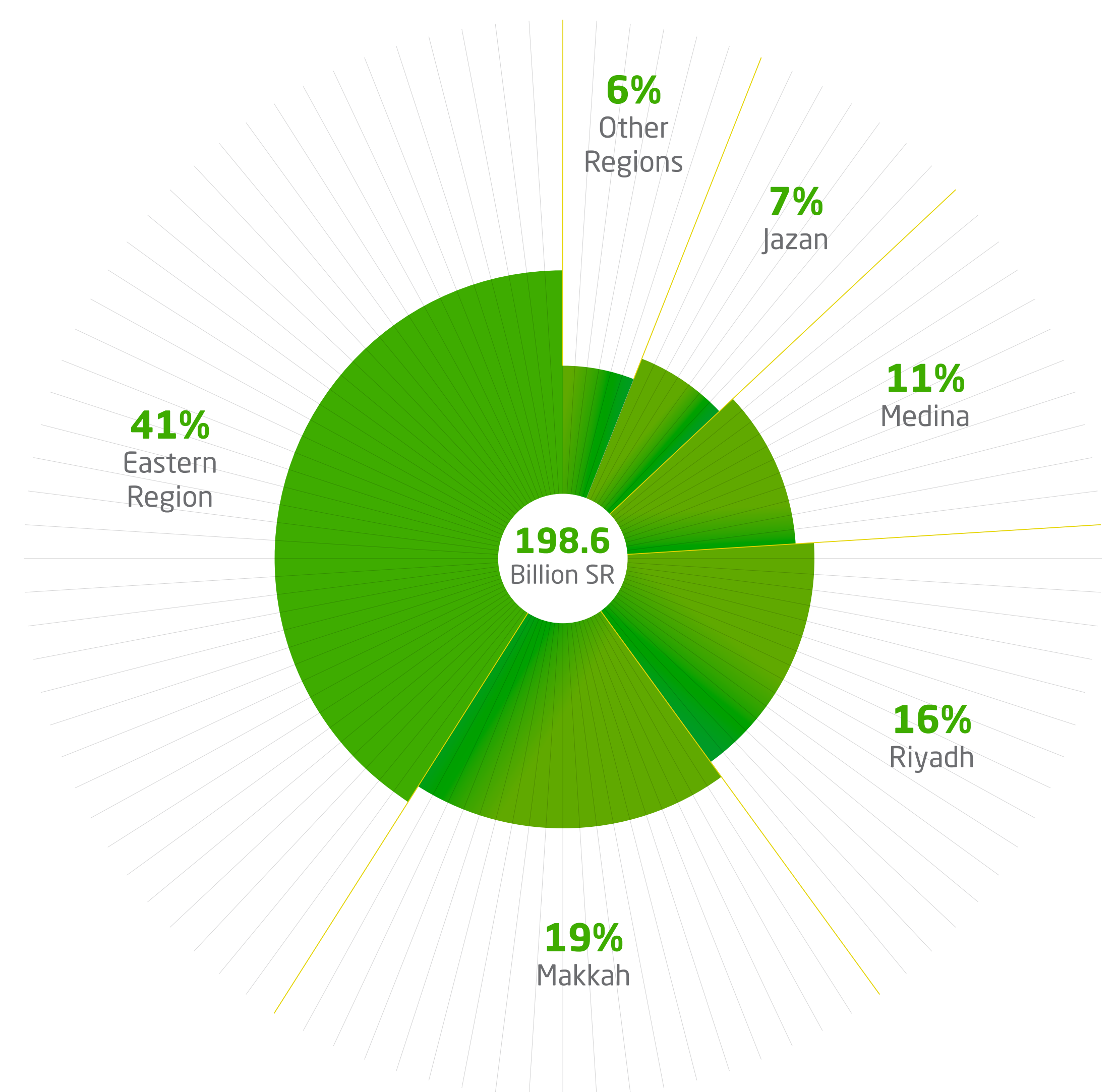
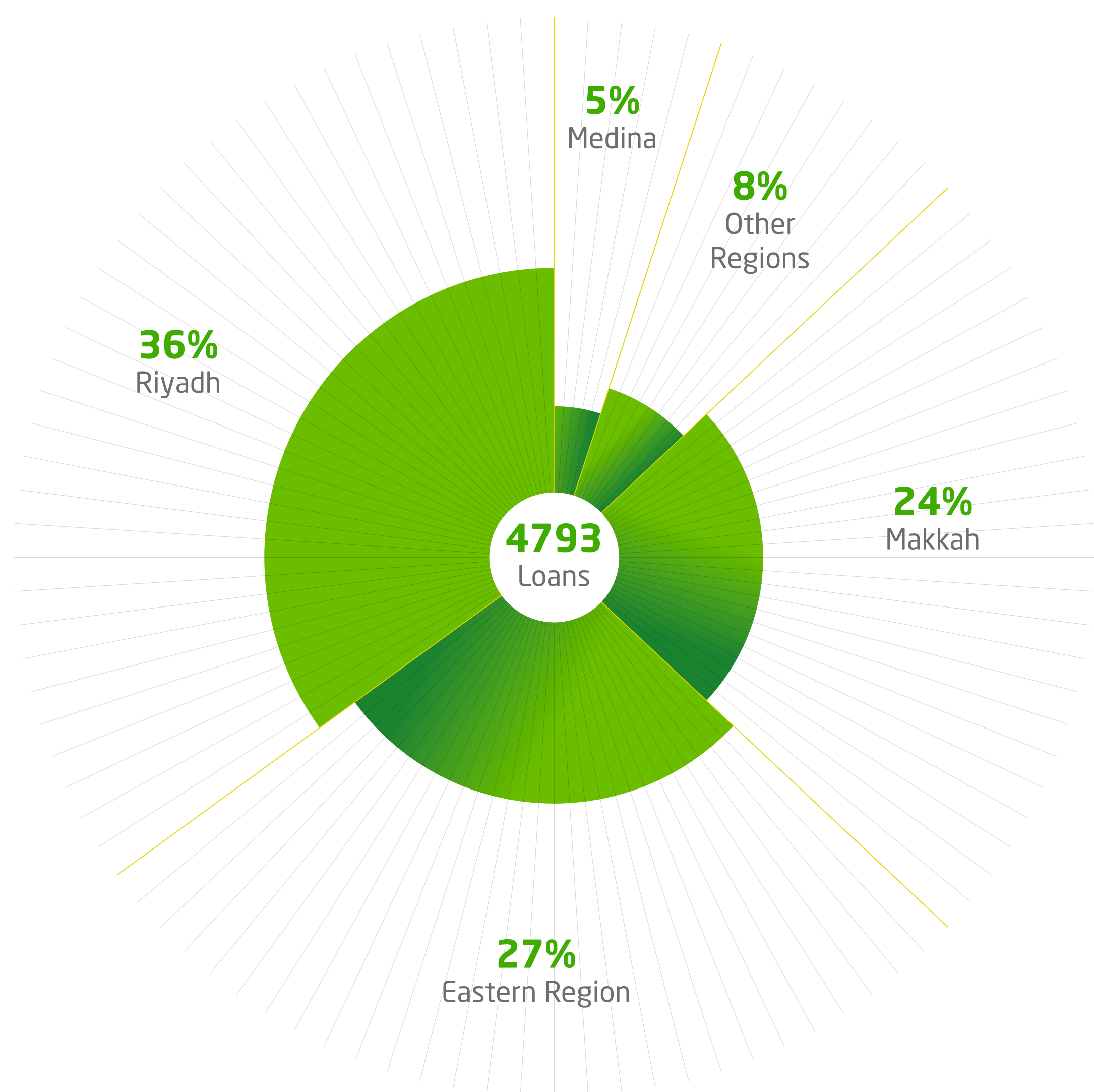


* Multi-place loan worth SR 29 Million

Percentage Distribution of Approved Loans in 2021



Cumulative Percentage Distribution of Approved Loans until end of 2021



2.1 Riyadh Region

Approved loans in 2021



42
Loans



36%
of the total
number of loans



Rank first in
number of loans



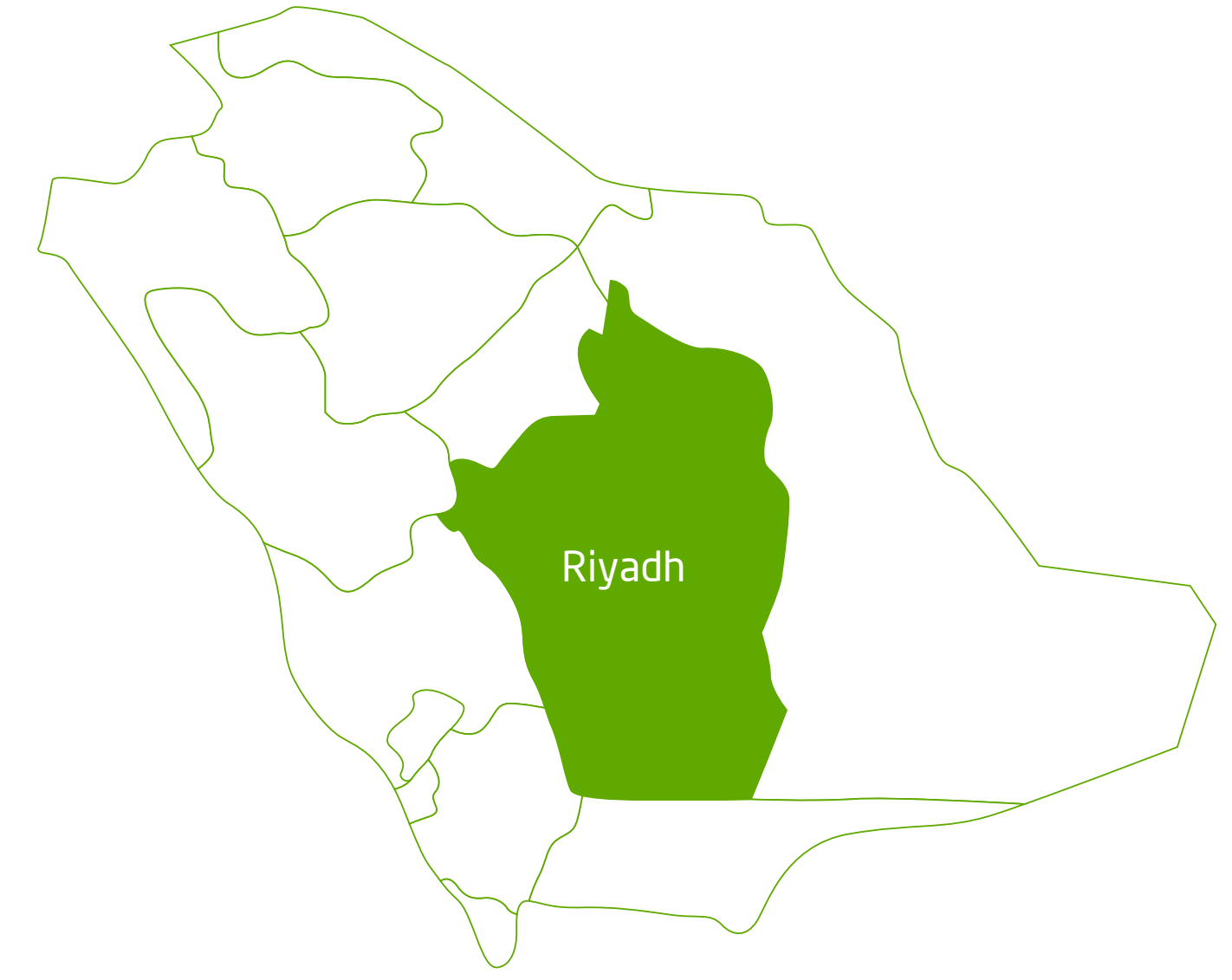
702
SR Million



6%
of the total
value of loans



Rank third in
value of loans



Cumulative loans approved until the end of 2021



1,722
Loans



36%
of the total
number of loans



Rank first in
number of loans



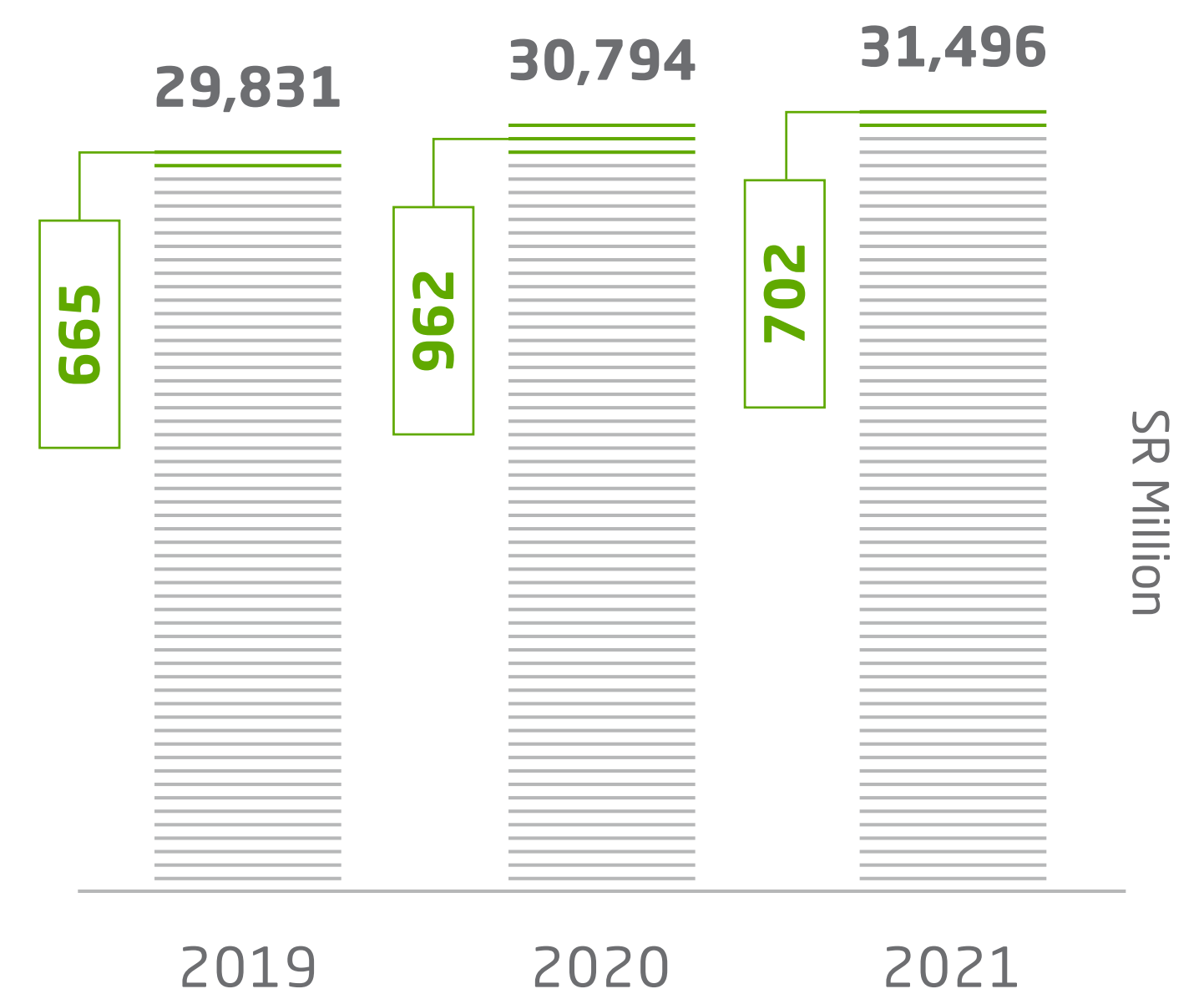
31,496
SR Million



16%
of the total
value of loans



Rank third in
value of loans



Cumulative loans during the period (2019 - 2021)

2.2 Makkah Region

Approved loans in 2021



29
Loans



24%
of the total
number of loans



Rank third in
number of loans



5,645
SR Million



51%
of the total
value of loans



Rank first in
value of loans



Cumulative loans approved until the end of 2021



1,143
Loans



24%
of the total
number of loans



Rank third in
number of loans



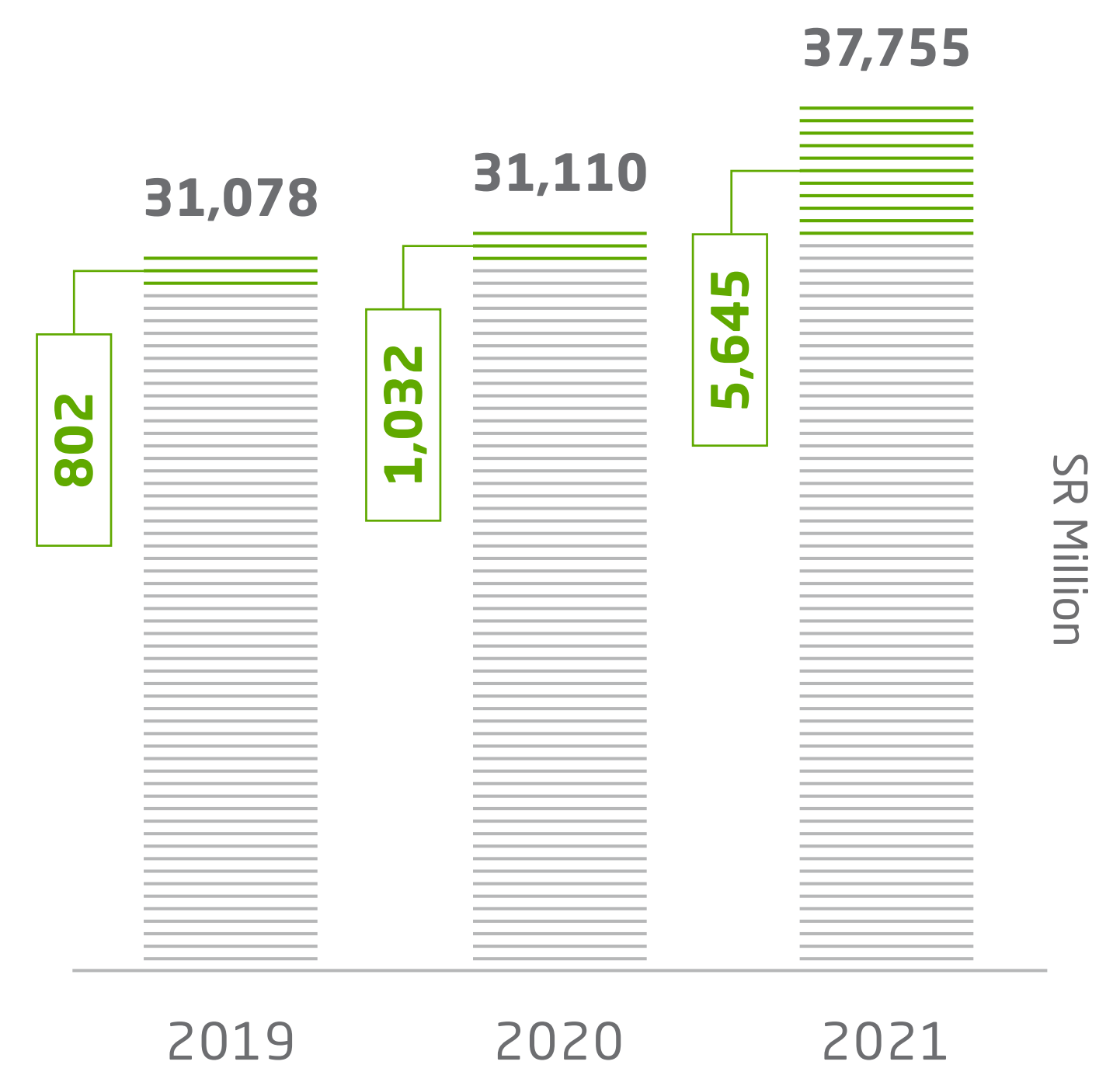
37,755
SR Million



19%
of the total
value of loans



Rank second in
value of loans



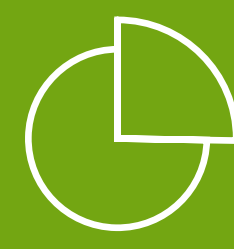
Cumulative loans during the period (2019 - 2021)

2.3 Eastern Region

Approved loans in 2021



30
Loans



26%
of the total
number of loans



Rank second in
number of loans



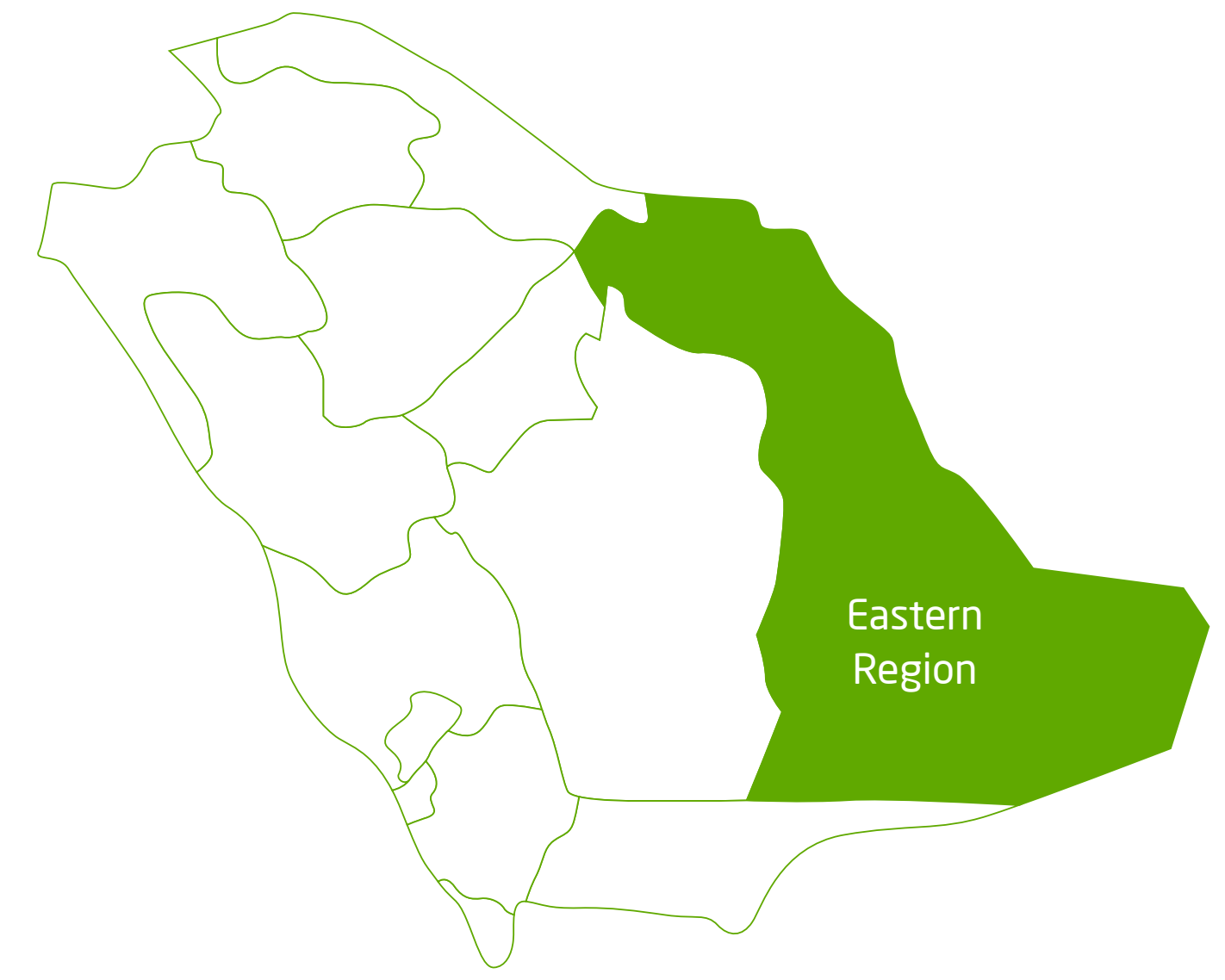
4,266
SR Million



38.4%
of the total
value of loans



Rank second in
value of loans



Cumulative loans approved until the end of 2021



1,280
Loans



27%
of the total
number of loans



Rank first in
number of loans



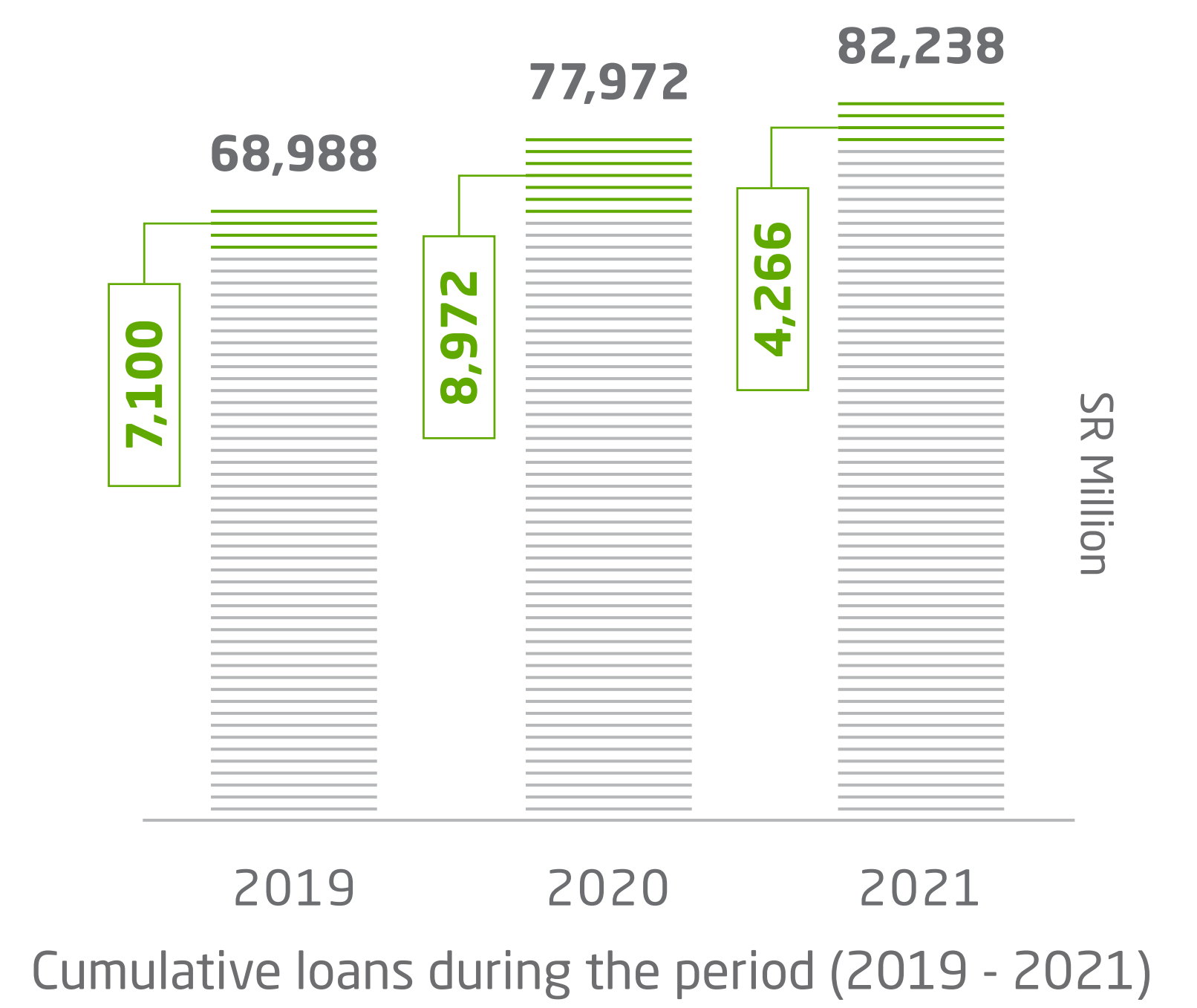
82,238
SR Million



41%
of the total
value of loans



Rank second in
value of loans



2.4 Medina Region

Approved loans in 2021



8
Loans



7%
of the total
number of loans



Rank fourth in
number of loans



276
SR Million



2.4%
of the total
value of loans



Rank fourth in
value of loans



Cumulative loans approved until the end of 2021



238
Loans



5%
of the total
number of loans



Rank fourth in
number of loans



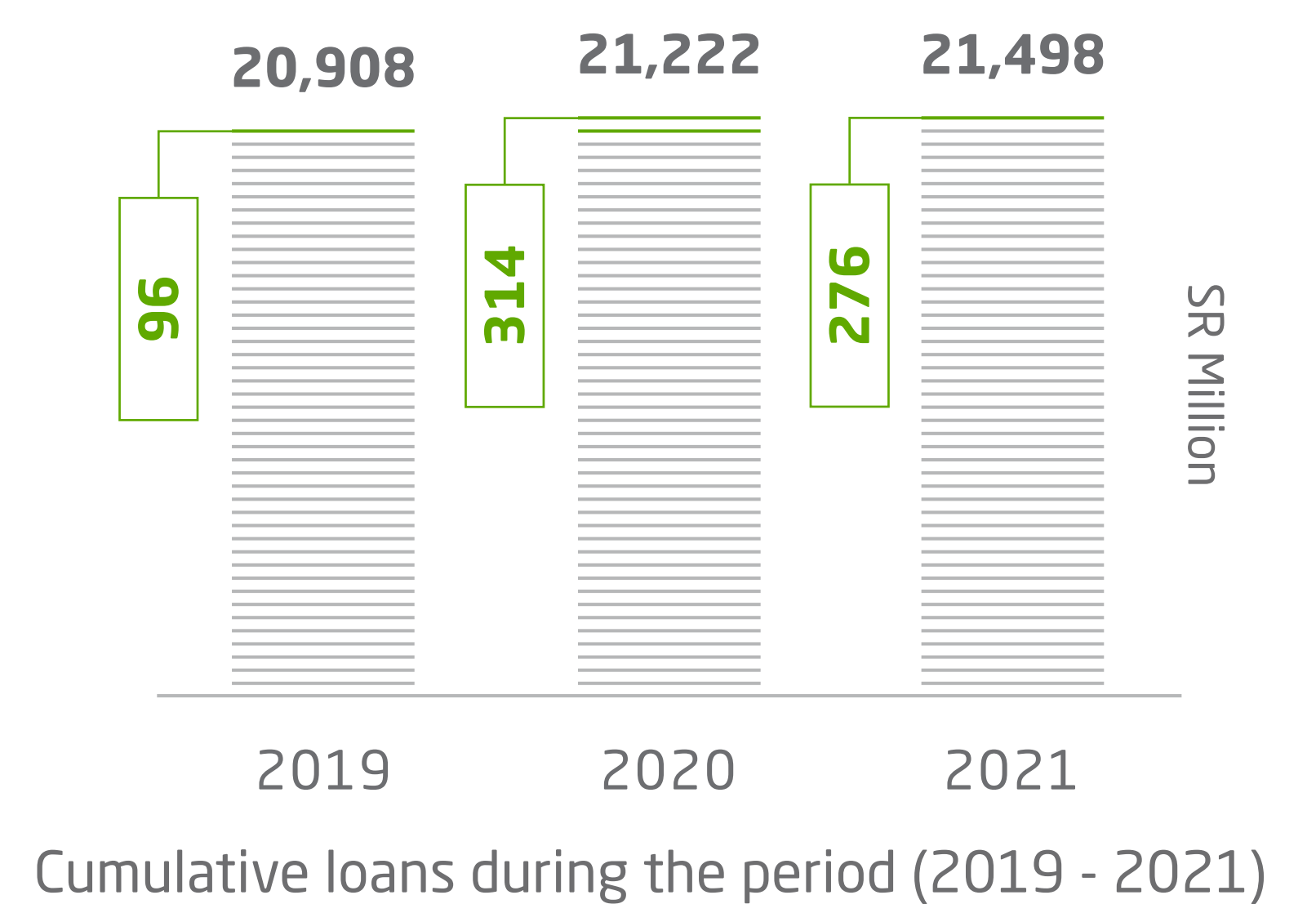
21,498
SR Million



11%
of the total
value of loans



Rank fourth in
value of loans



2.5 Asir Region

Approved loans in 2021



3
Loans



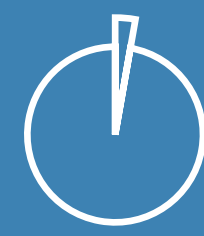
2.5%
of the total
number of loans



Rank fifth in
number of loans



24
SR Million



0.2%
of the total
value of loans



Rank eight in
value of loans



A promising region benefiting from the new regulations to activate the decision to increase the funding ratio for the less developed regions and cities, not more than 75% of the project cost instead of 50%, and a loan repayment period of up to 20 years instead of 15 years.

Cumulative loans approved until the end of 2021



76
Loans



1.6%
of the total
number of loans



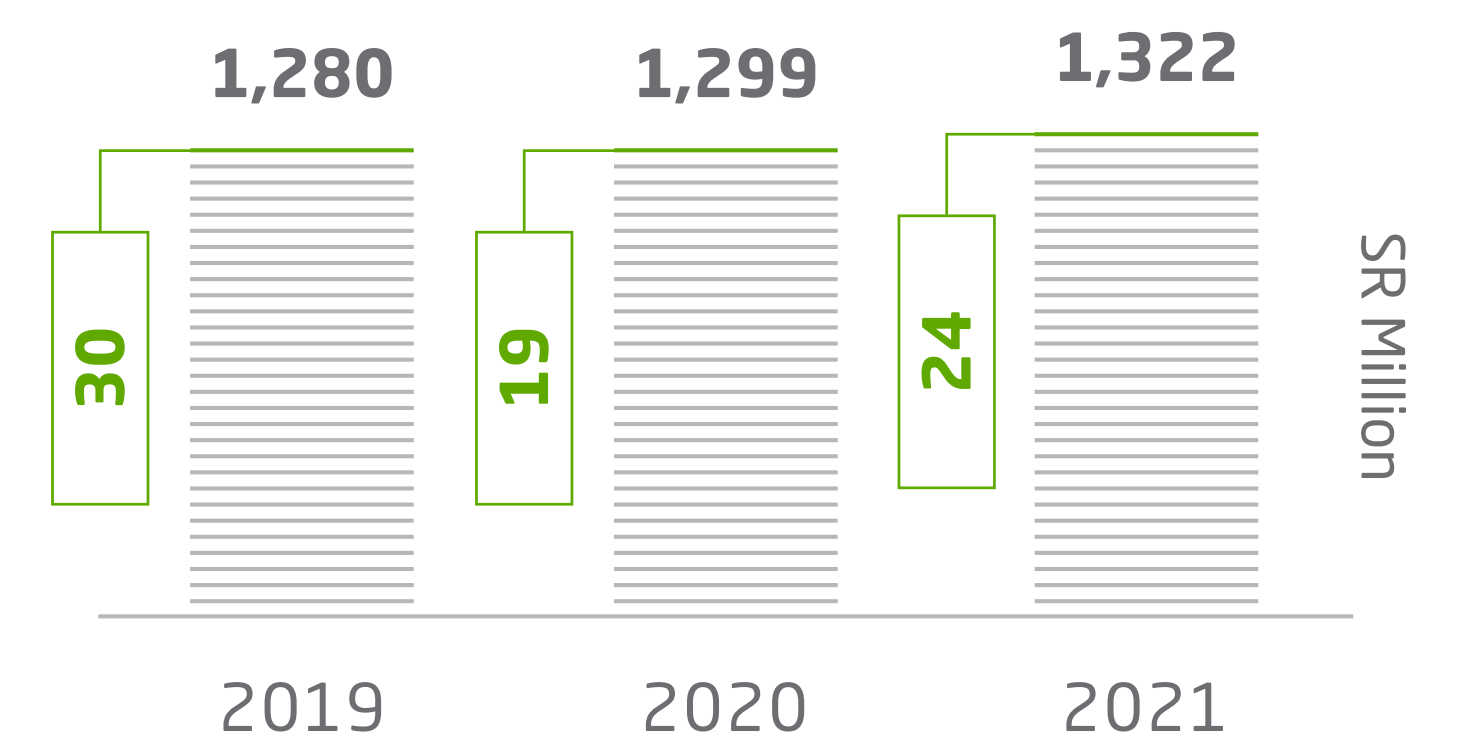
Rank sixth in
number of loans



1,322
SR Million



1%
of the total
value of loans



Cumulative loans during the period (2019 - 2021)

2.6 Hail Region

Approved loans in 2021



3
Loans



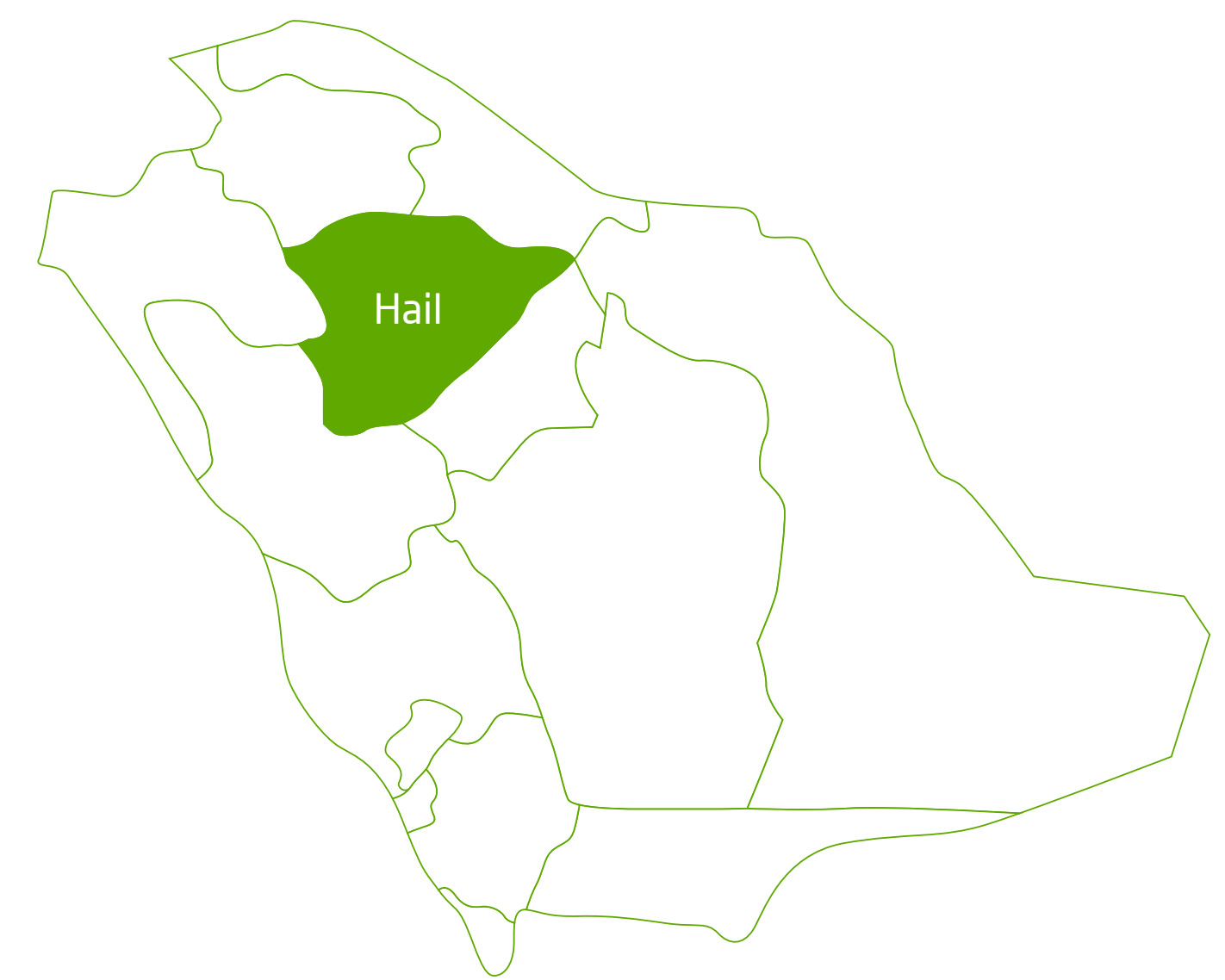
Rank sixth in
number of loans



91
SR Million



Rank fifth in
value of loans



A promising region benefiting from the new regulations to activate the decision to increase the funding ratio for the less developed regions and cities, not more than 75% of the project cost instead of 50%, and a loan repayment period of up to 20 years instead of 15 years.

Cumulative loans approved until the end of 2021



51
Loans



1%
of the total
number of loans



Rank seventh in
number of loans



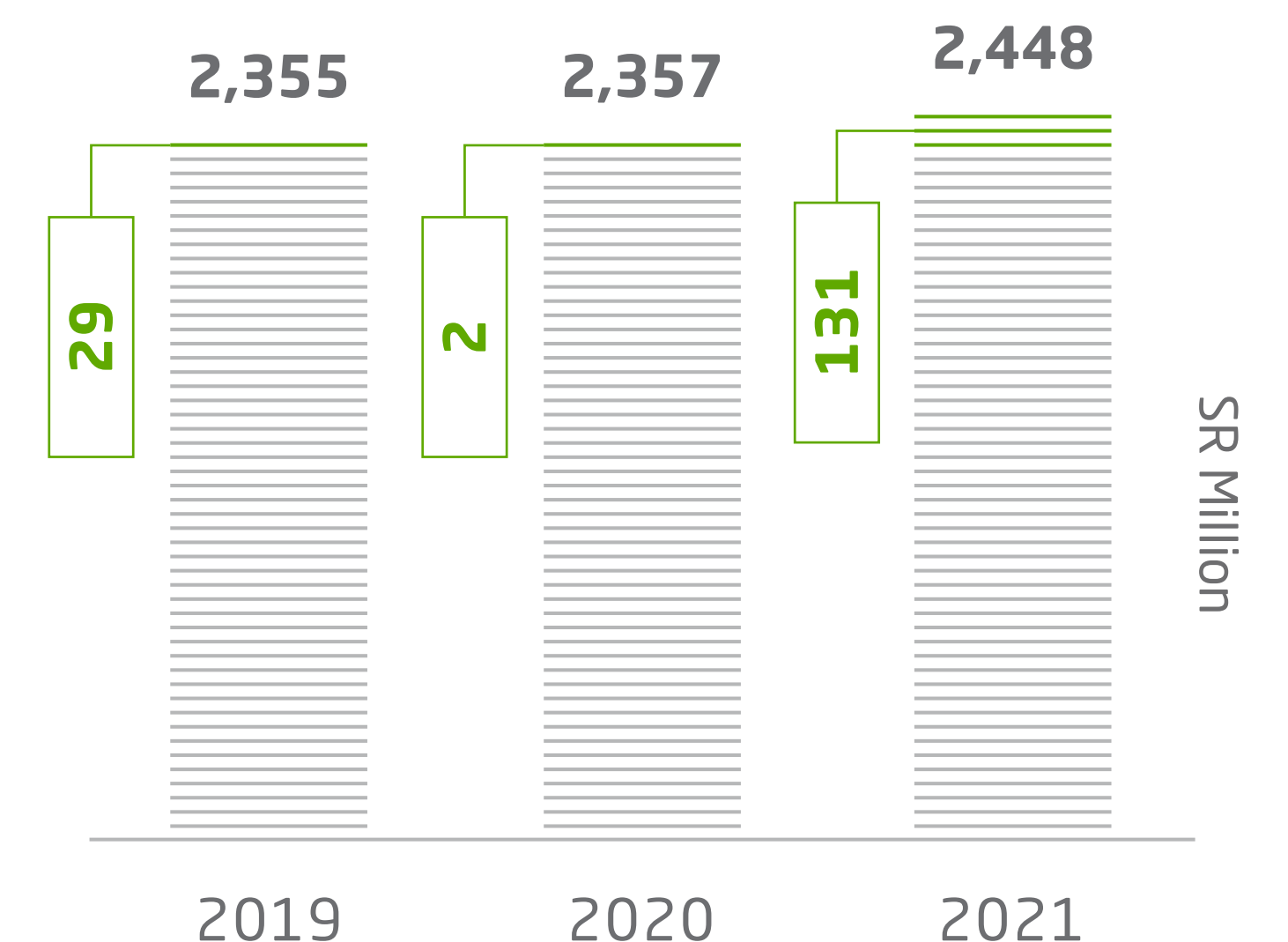
2,448
SR Million



1.2%
of the total
value of loans



Rank ninth in
value of loans



Cumulative loans during the period (2019 - 2021)

2.7 Al-Qassim Region

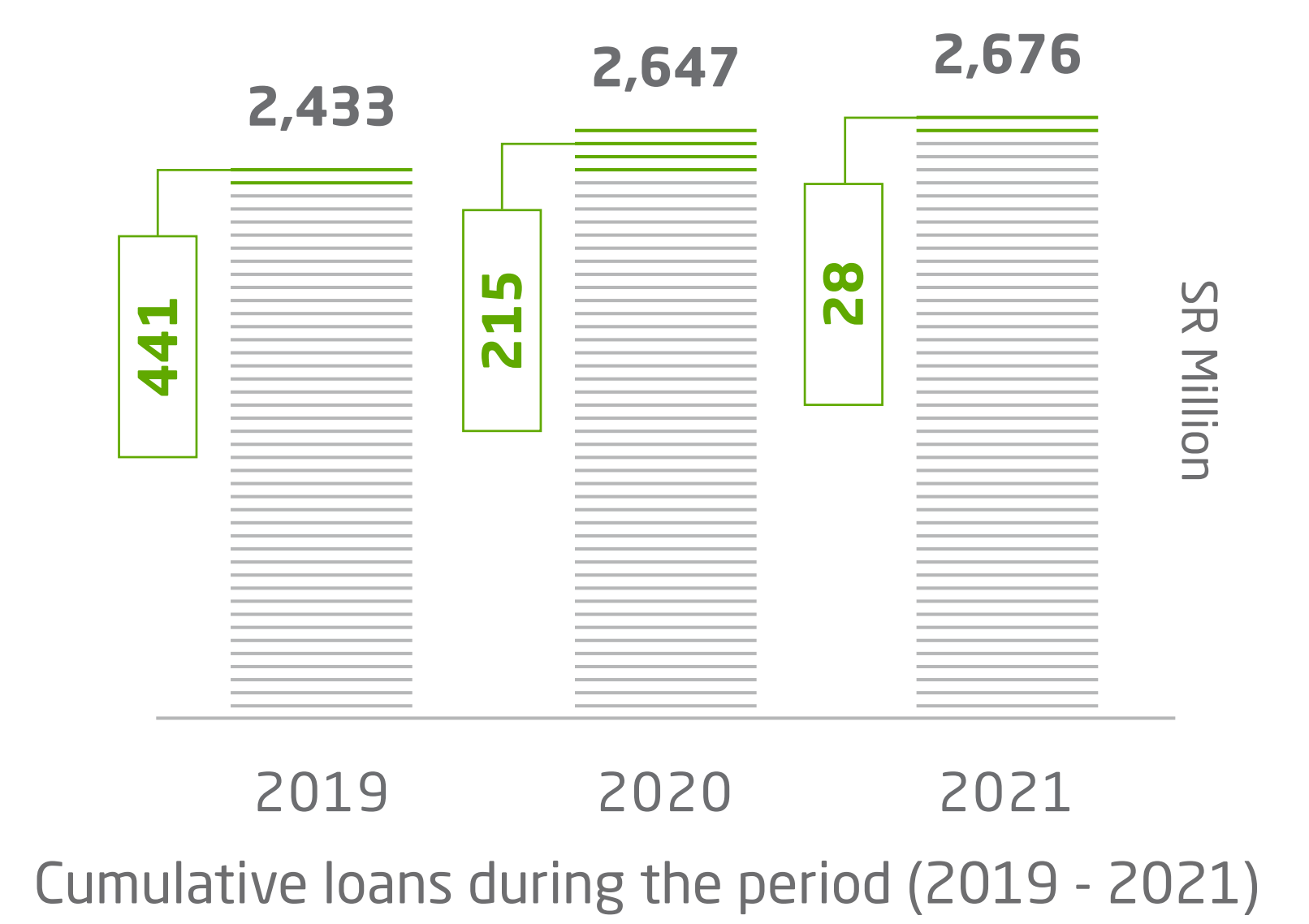


Approved loans in 2021

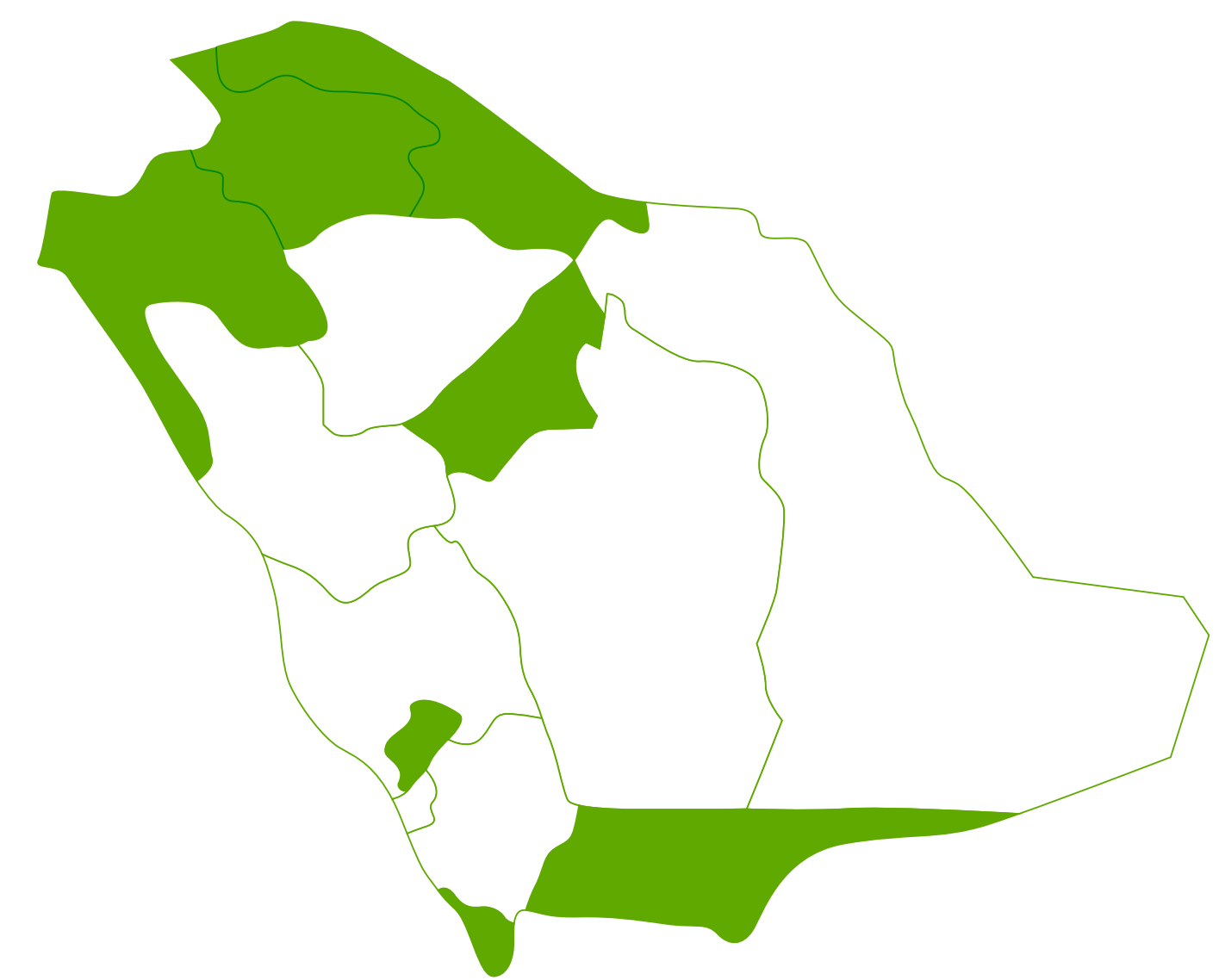
- 1** Loan (Rank eighth in number of loans)
- 28** SR Million (Rank seventh in value of loans)

Cumulative loans approved until the end of 2021

- 119** Loans (Rank fifth in number of loans)
- 2.4%** of the total number of loans
- 2,676** SR Million (Rank seventh in value of loans)
- 1.3%** of the total value of loans



2.8 Other Regions of the Kingdom

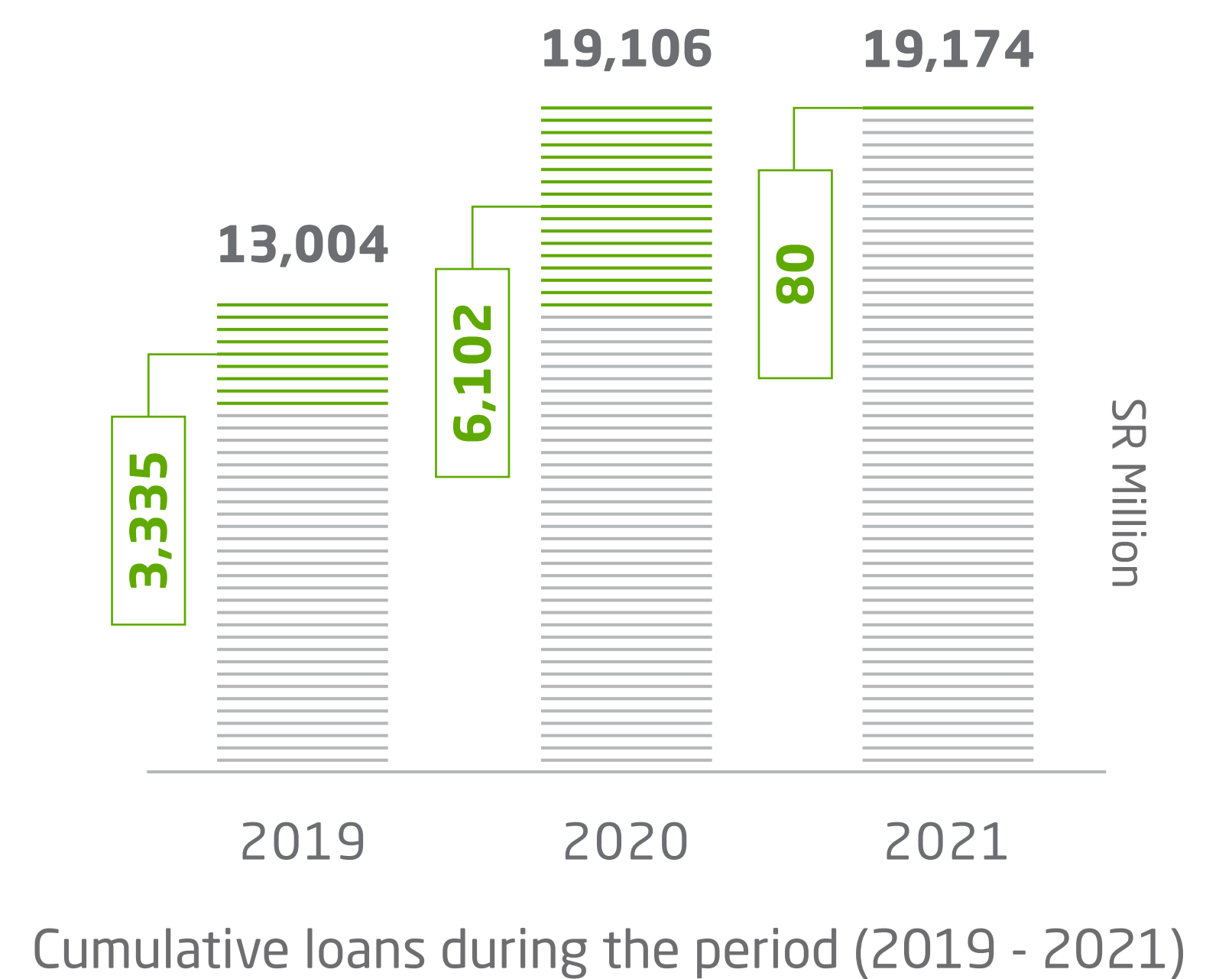


Approved loans in 2021

- 1** Loan (1% of the total number of loans)
- 81** SR Million (0.7% of the total value of loans)

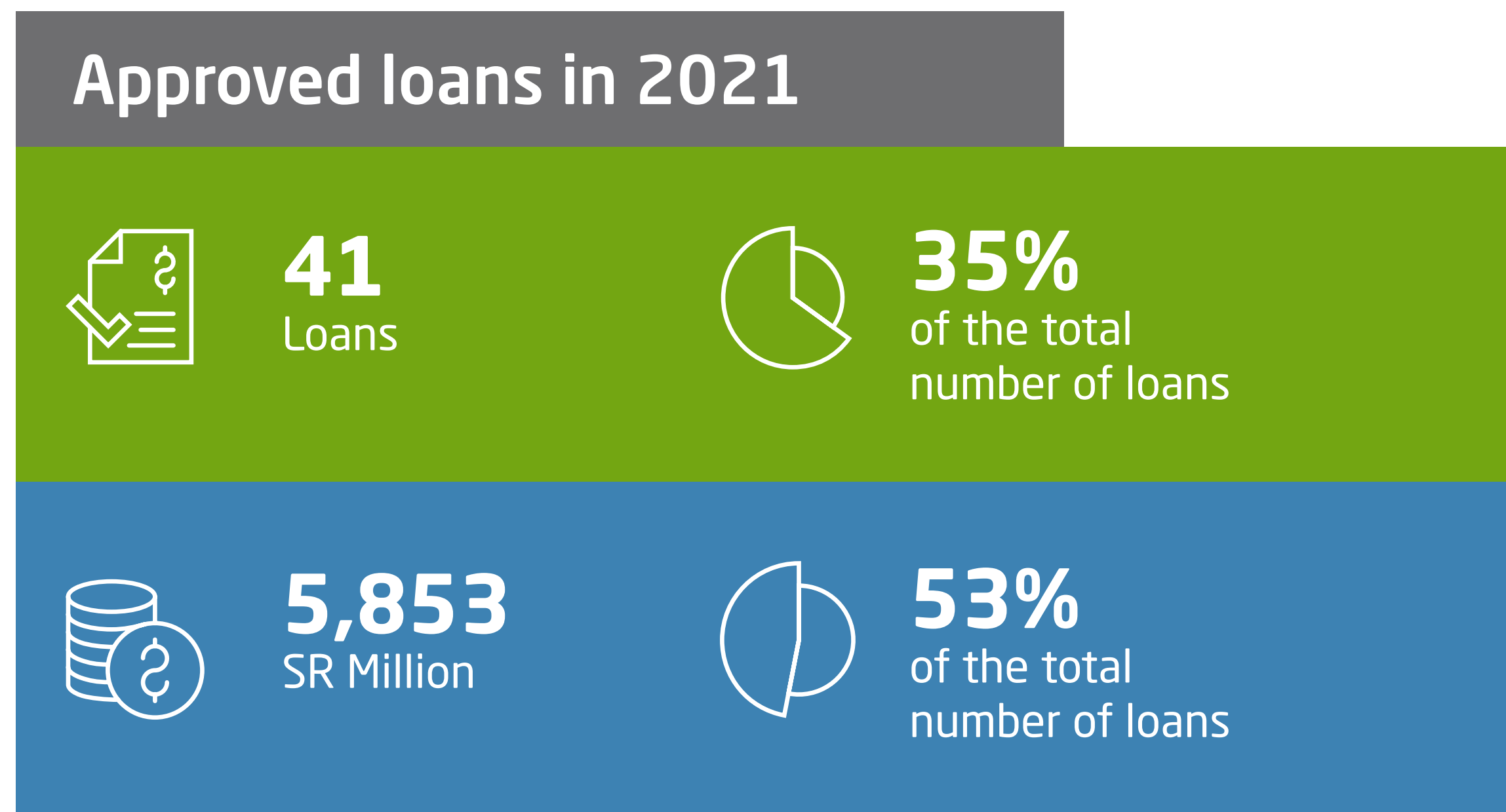
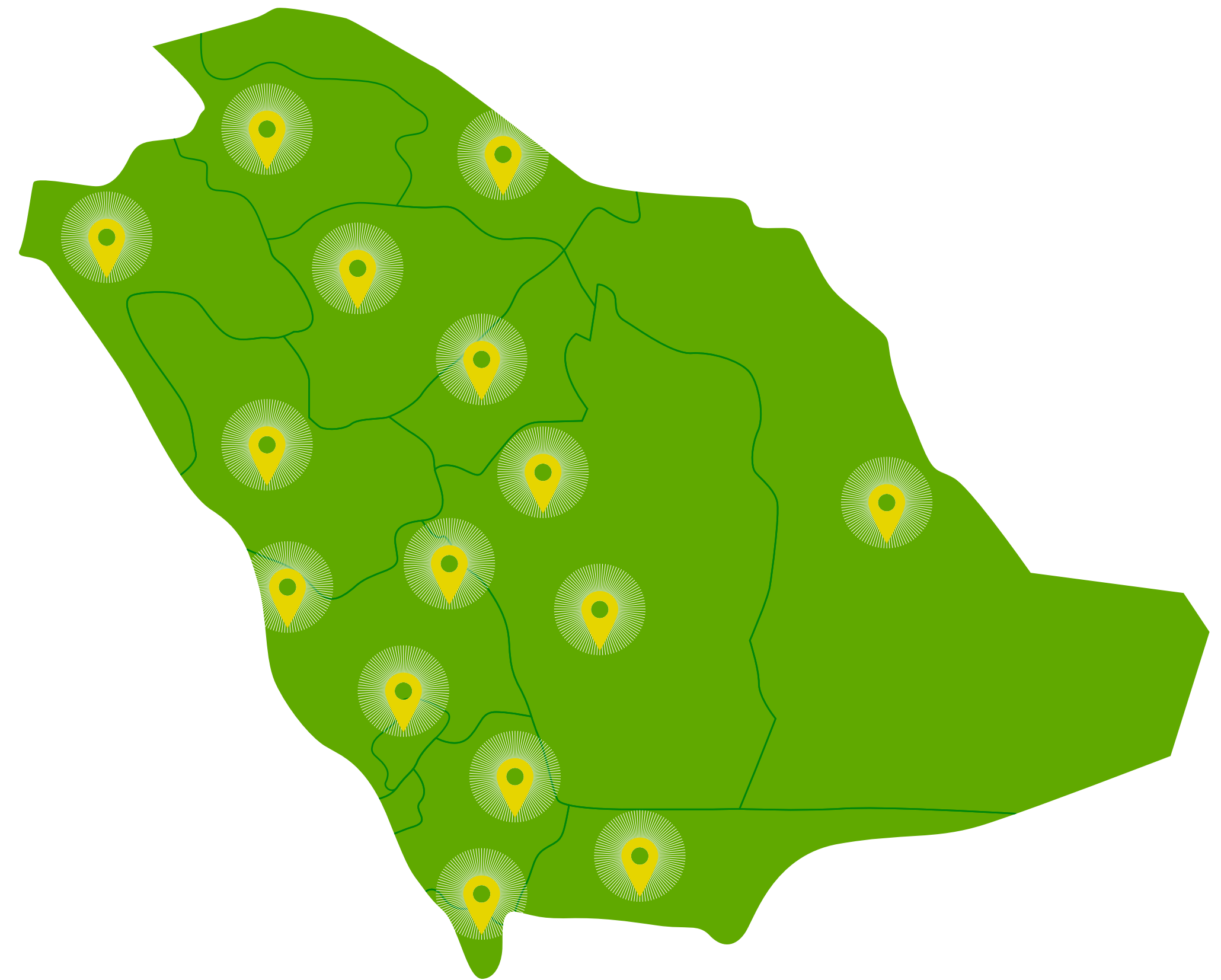
Cumulative loans approved until the end of 2021

- 164** Loans (3% of the total number of loans)
- 19,174** SR Million (9.5% of the total value of loans)

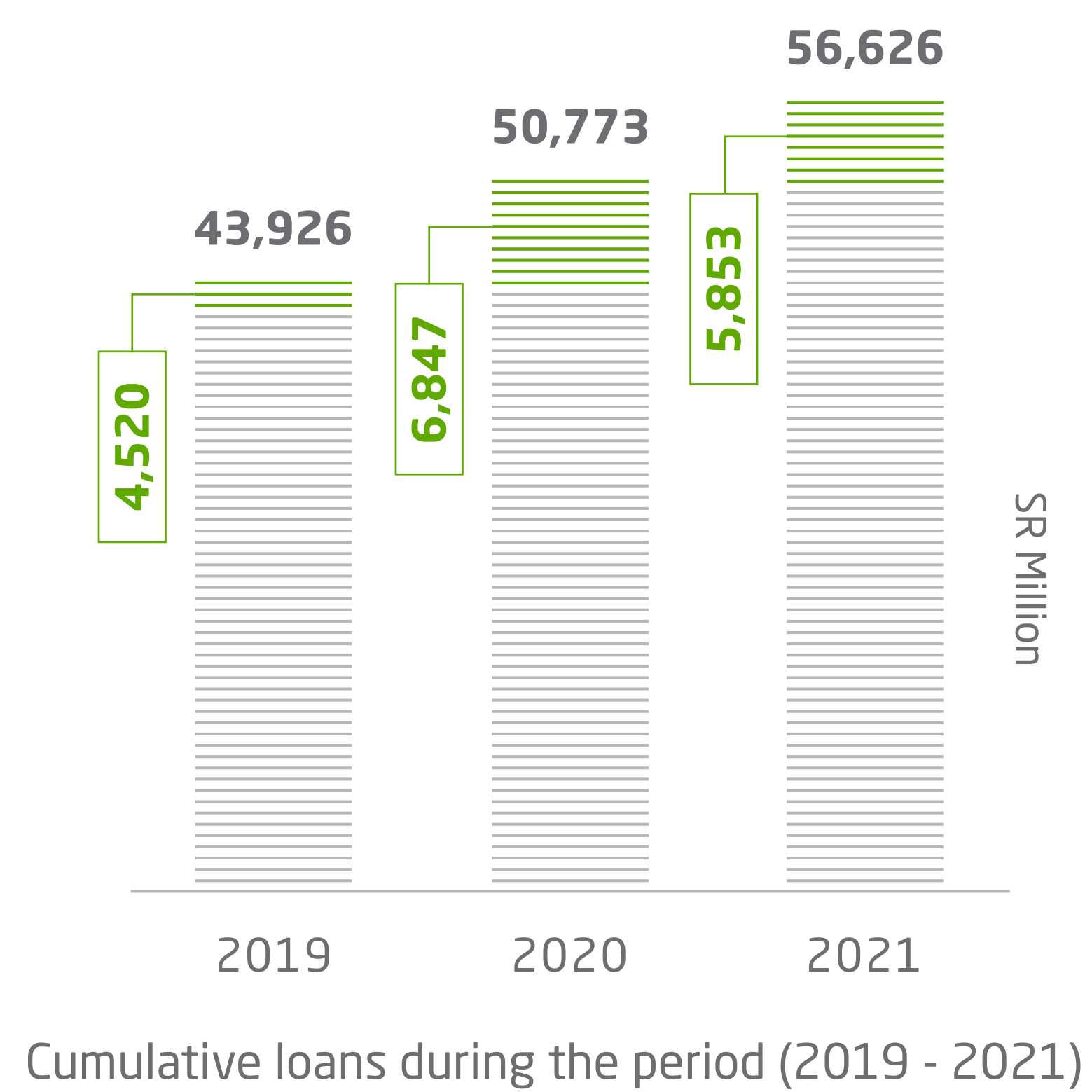
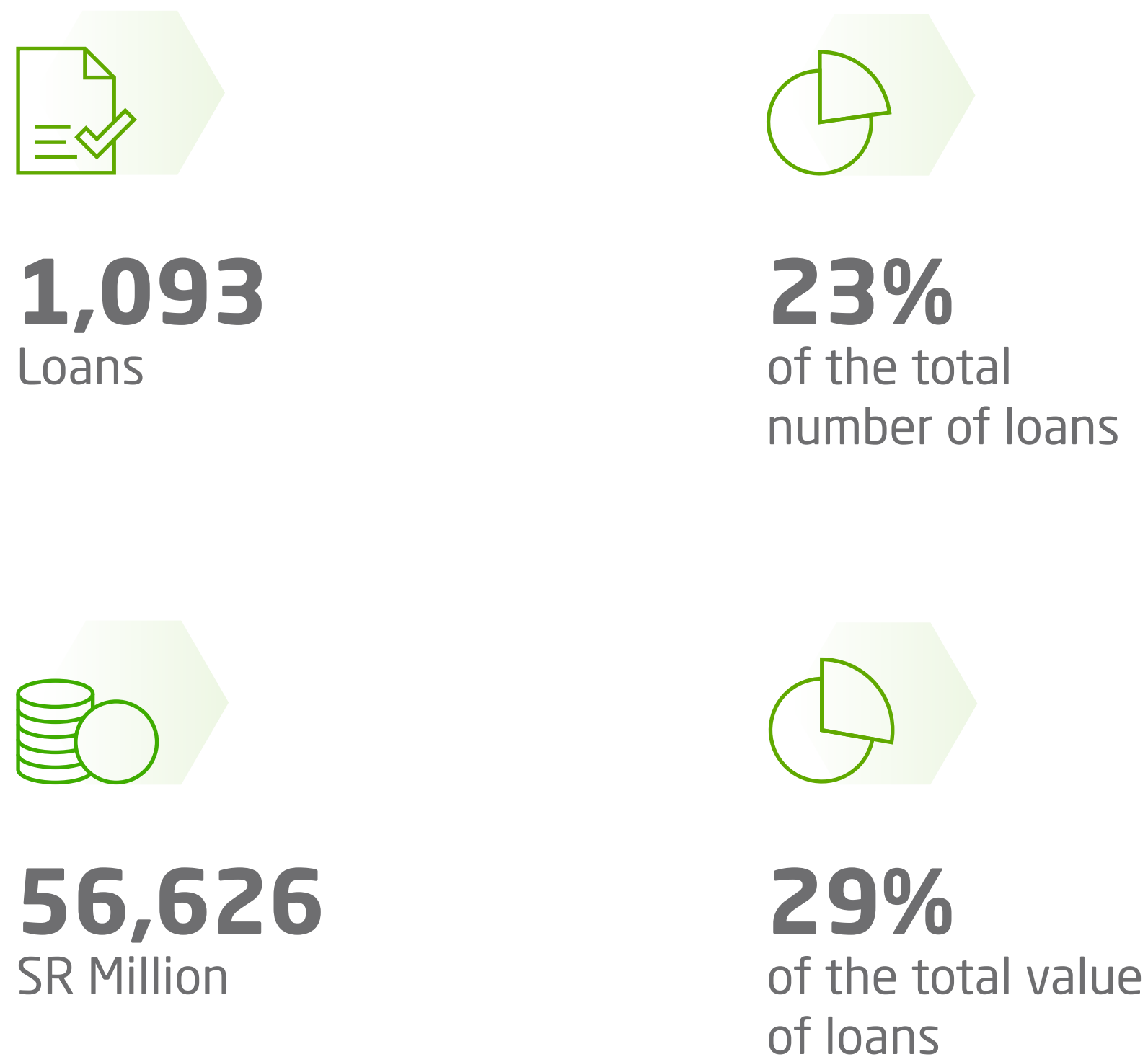


2.9 Promising Regions and Cities

The SIDF Board has adopted new regulations and features that outline the percentage of SIDF financing for industrial projects in promising regions and cities across the Kingdom. These regions are located outside the parameters of central Saudi regions and cities. The initiative was in response and compliance with Resolution no. 296, issued by the Council of Ministers on 14/10/1432H (12/09/2011), with a vision for the industrial sector to transform and expand into a regionally-inclusive sector. The Resolution approved raising loans granted by SIDF for projects in less developed regions and cities (promising regions), covering up to 75% of the total project cost -- rather than 50%-- and extending the loan repayment period to up to 20 years rather than 15.



Cumulative loans approved until the end of 2021



Third: Approved Loans Classified by Financial Program and Product

Applying SIDF strategy to support the diverse industrial activity environment in the Kingdom on an ongoing basis; In an effort to create attractive and promising investment environments through which to motivate all investors in start-ups, promote digital transformation and increase the energy efficiency of existing projects; SIDF has launched an integrated package of specialized financing programs and products, including:

3.1 Financial Programs in 2021



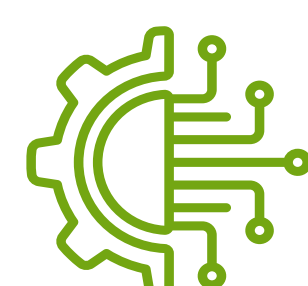
“Tawteen” program to raise local content through partnerships with major companies



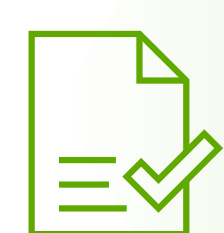
8 Loans



818
SR Million



“Tanafusiya” program to improve factory efficiency and support automation to raise productivity and competitiveness



3 Loans



328
SR Million



“Afaq” program to enable SME Empowerment



9 Loans



156.7
SR Million



The **“Land and Loan”** program is integrated with a number of government and private entities



6 Loans



59.4
SR Million



“Mutajadedda” program to stimulate investments in the renewable energy components industry and support independent energy projects



5 Loans



20.3
SR Million

Financing programs from launch to 2021

2018



“Afaq” program since its launch in 2018

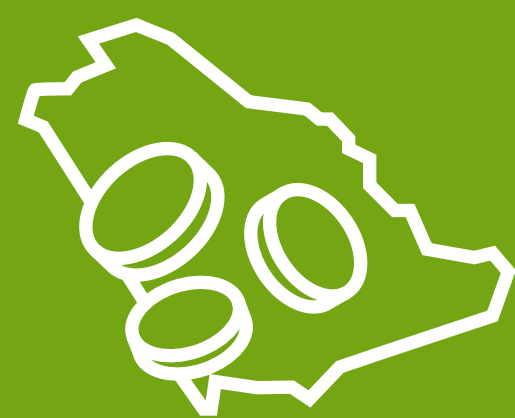


35 Loans



463
SR Million

2018



“Land and Loan” program since its launch in 2018



16 Loans



149.8
SR Million

2019



“Tawteen” program since its launch in 2019



24 Loans



1.3
SR Billion

2019



“Tanafusiya” program since its launch in 2019



9 Loans



429
SR Million

2019



“Mutajadeda” program since its launch in 2019”



10 Loans



48.4
SR Million

3.3 Financing Products in 2021

Working Capital Financing

 **15** Loans

 **95.3**
SR Million

Multipurpose Financing

 **2** Loans

 **11.8**
SR Million

Letter of Credit with Local Banks

 **22** Letters of Credit

 **97.8**
SR Million

3.4 Financing Programs from launch to 2021

Working Capital Financing

 **138** Loans

 **1.5**
SR Billion

Letter of Credit with Local Banks

 **143**
Letter of Credit

 **900.5**
SR Million

Multipurpose Financing

 **8** Loans

 **40.3**
SR Million

Financing supply chains

 **1** Loan

 **64**
SR Million

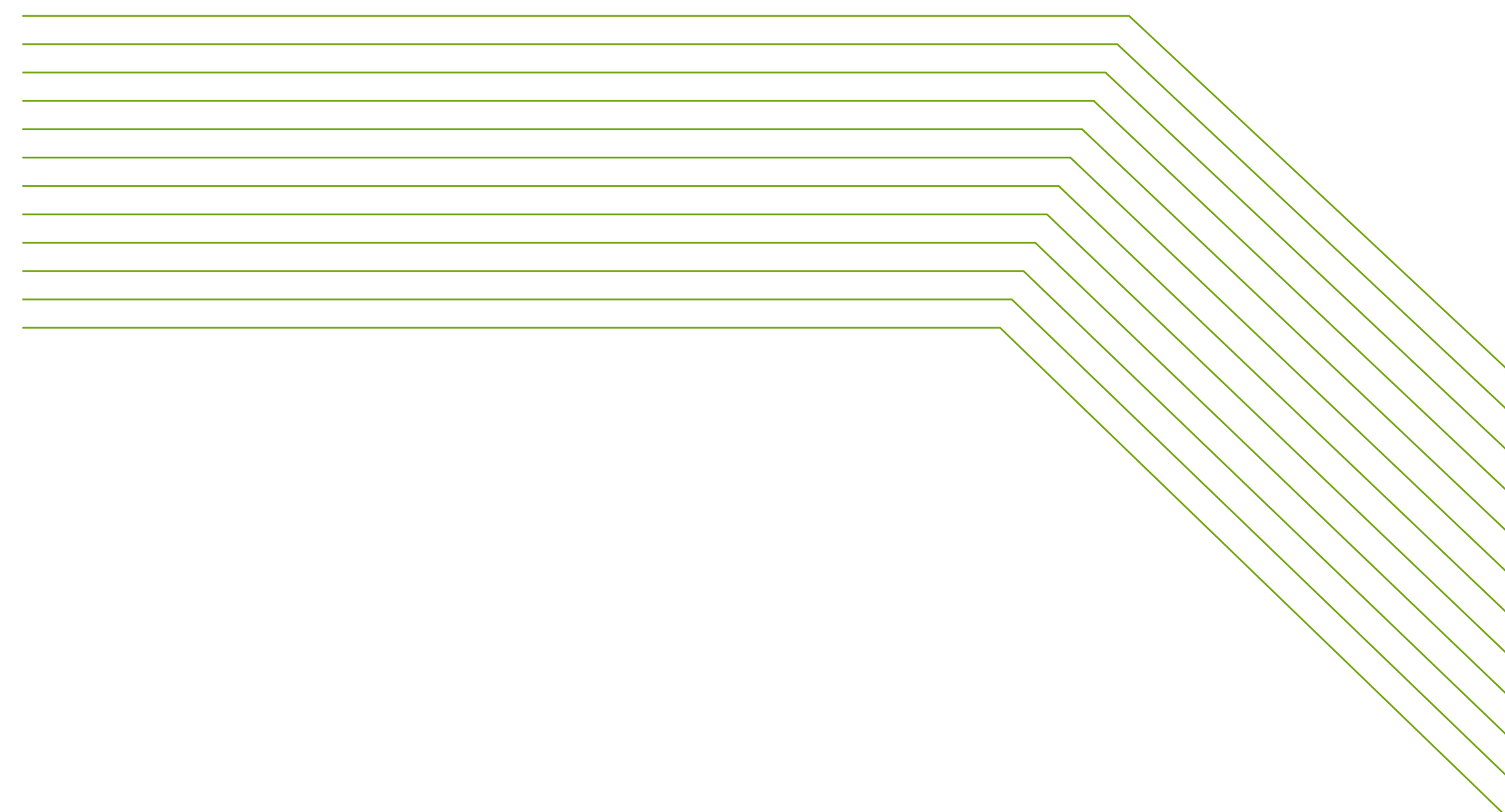
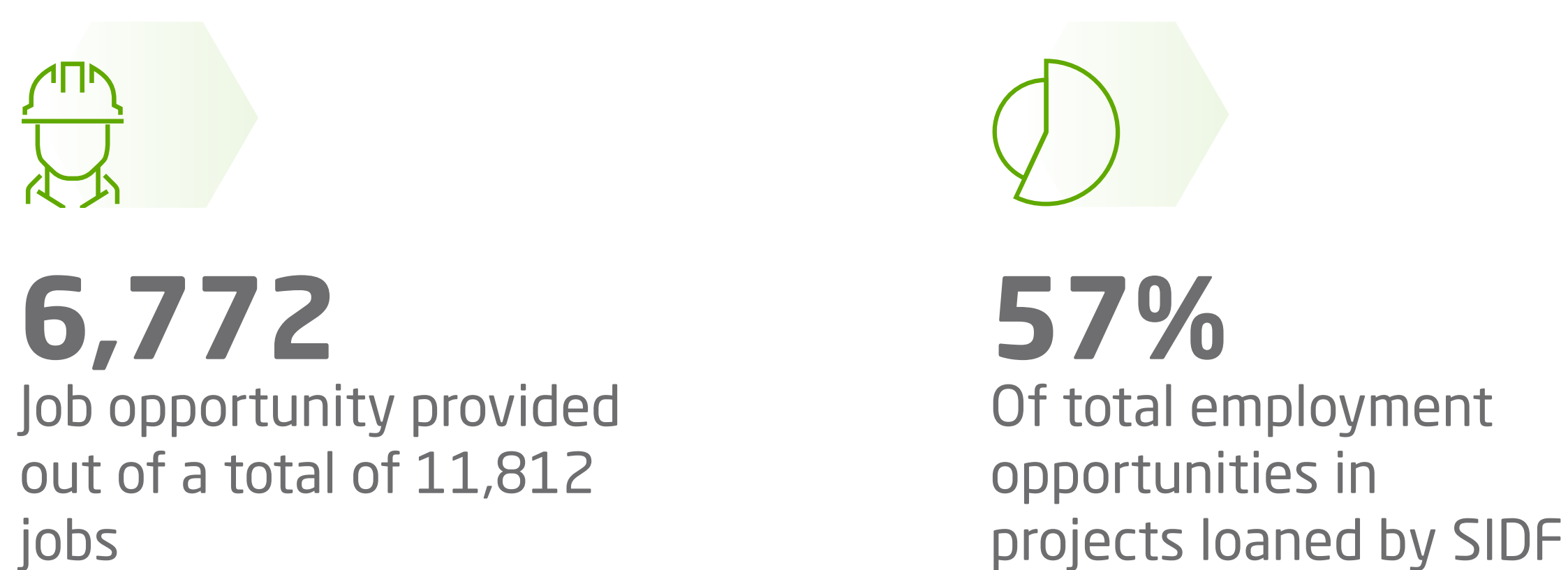
Fourth: Financing Foreign and Joint Ventures

Since its inception, SIDF has been encouraging foreign and joint ventures industrial projects and achieving industrial ambitions in line with the aspirations of the Saudi Vision 2030. Attracting FDI is one of the objectives of the Strategic National Transformation Program to contribute to empowering the private sector, attracting and transferring the Kingdom’s modern technology and creating new jobs for citizens. In addition to its pivotal role in opening up global markets for national products, SIDF has paid particular attention to attract foreign investment, especially with long-standing global companies. Whether with Saudi partners or wholly foreign ownership, these projects are dealt with on the same basis as those owned by Saudi investors.

4.1 Approved loans for foreign and joint ventures during 2021



Impact of financing foreign and joint ventures during 2021



4.2 Cumulative loans approved for foreign and joint ventures until end of 2021



867
Loans



18%
of the total number
of approved loans



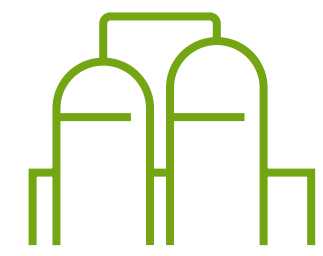
77.9
SR Billion



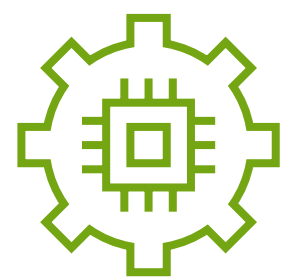
37%
of the total value
of approved loans



43%
Average foreign
partner's contribution
to joint ventures



63%
Projects in
the chemical
industries



24%
Project in engineering
industries



7%
Projects in consumer
industries

Fifth: Projects Started Production in 2021



Sector	Value of Loans (SR Million)	Number of Projects	Estimated number of Employees
Chemical Industries	1,954	10	185
Consumer Industries	1,193	8	260
Building Materials Industries	383	4	761
Engineering Industries	89	5	429
Other Industries	95	2	56
Total	3,713	29	1691