



SAL Saudi Logistics Announces the Signing of a binding Mutual Agreement with Riyadh Airports Company (RAC)

Element List	Explanation
Introduction	SAL Saudi Logistics announces the signing of a binding mutual agreement with Riyadh Airports Company for the lease and development of air cargo facilities at the Cargo Village in King Khaled International Airport in Riyadh.
Transaction Details *	Leasing and developing an area of 90,000 square meters of air cargo facilities for a period of 20 years.
Transaction Value *	Rental expenses of SAR 458 million over the period of the agreement or a revenue share (ranging from 4% up to 6.5% over the period of the agreement), whichever is higher.
Transaction Terms *	20 Years lease agreement during which SAL commits to the development, restoration, and maintenance of the leased area.
Parties of the Transaction *	Tenant: SAL Saudi Logistics Services Company Lessor: Riyadh Airports Company (RAC)
Transaction Execution Date *	21/05/2024
Description of the Business of the Asset forming the Subject Matter of the Transaction *	Air cargo facilities at the Cargo Village in King Khaled International Airport in Riyadh
Transaction reasons *	SAL plans to develop the air cargo facilities at the Cargo Village in King Khaled International Airport in Riyadh.
Expected Impact of the Transaction on the Company and Its Operations *	An estimated investment of SAR 350 million and expected lease cost reductions up to SAR 500 million over the period of the agreement.
Related Parties *	NA
Additional Information	NA