

**Easy Lease Motor Cycle Rental P.S.C  
and its Subsidiaries**

REVIEW REPORT AND INTERIM CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS

THREE MONTHS PERIOD ENDED 31 MARCH 2024



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## REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF

### EASY LEASE MOTOR CYCLE RENTAL P.S.C

#### *Introduction*

We have reviewed the accompanying interim condensed consolidated financial statements of Easy Lease Motor Cycle Rental P.S.C (the "Company") and its subsidiaries (together referred to as the "Group") as at 31 March 2024, comprising of the interim consolidated statement of financial position as at 31 March 2024, and the related interim consolidated statements of comprehensive income, changes in equity and cash flows for the three months period then ended and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated 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 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 statements are not prepared, in all material respects in accordance with IAS 34, "*Interim Financial Reporting*".

Signed by:  
Walid Joseph Nakfour  
Partner  
Ernst & Young  
Registration No 5479

26 April 2024  
Abu Dhabi

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 31 March 2024

|   | Notes | Three months period<br>ended 31 March |                         |
|---|-------|---------------------------------------|-------------------------|
|   |       | (Unaudited)<br>2024                   | (Unaudited)<br>2023     |
|   |       | AED                                   | AED                     |
| Revenue from contracts with customers   | 5     | 97,356,623                            | 70,201,783              |
| Direct costs  |       | <u>(64,220,009)</u>                   | <u>(51,378,936)</u>     |
| <b>GROSS PROFIT</b>   |       | <b>33,136,614</b>                     | <b>18,822,847</b>       |
| General and administrative expenses   |       | <u>(16,739,273)</u>                   | <u>(11,345,512)</u>     |
| Change in fair value of investments carried<br>at fair value through profit or loss | 8     | <u>(3,692,231)</u>                    | <u>(3,741,549)</u>      |
| Share of profit from investment in an associate                                     |       | -                                     | 33,891                  |
| Other income  |       | <u>3,144,785</u>                      | <u>2,588,916</u>        |
| Finance costs   |       | <u>(1,758,415)</u>                    | <u>(859,193)</u>        |
| <b>PROFIT BEFORE TAX FOR THE PERIOD</b>   |       | <b>14,091,480</b>                     | <b>5,499,400</b>        |
| Income tax expense  | 6     | <u>(1,084,292)</u>                    | -                       |
| <b>PROFIT AND<br/>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>                     |       | <b><u>13,007,188</u></b>              | <b><u>5,499,400</u></b> |
| <i>Attributable to:</i>   |       |                                       |                         |
| Owners of the Company   |       | <u>8,646,902</u>                      | <u>4,546,488</u>        |
| Non-controlling interests   |       | <u>4,360,286</u>                      | <u>952,912</u>          |
|   |       | <b><u>13,007,188</u></b>              | <b><u>5,499,400</u></b> |
| <b>Basic earnings per share</b>   | 13    | <u><b>0.29</b></u>                    | <u><b>0.15</b></u>      |

The attached notes 1 to 20 form part of these interim condensed consolidated financial statements.

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2024

|  |    | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|--|----|---|--|
| <b>ASSETS</b>  |    |   |  |
| <b>Non-current assets</b>                                |    |   |  |
| Property and equipment                                   | 7  | 123,426,013                                   | 127,338,766                                    |
| Intangible assets and goodwill                           |    | 109,183,830                                   | 95,769,884                                     |
| Right-of-use assets                                      |    | <u>12,410,424</u>                             | <u>9,151,738</u>                               |
|  |    | <b>245,020,267</b>                            | <b>232,260,388</b>                             |
| <b>Current assets</b>                                    |    |   |  |
| Inventories - spare parts and consumables                |    | 6,730,585                                     | 6,372,034                                      |
| Investments carried at fair value through profit or loss | 8  | 18,488,991                                    | 23,998,311                                     |
| Trade and other receivables                              | 9  | 108,526,871                                   | 82,280,685                                     |
| Amounts due from related parties                         | 17 | 434,464                                       | 373,547  |
| Bank balances and cash                                   | 10 | <u>78,894,237</u>                             | <u>30,922,352</u>                              |
|  |    | <b>213,075,148</b>                            | <b>143,946,929</b>                             |
| <b>TOTAL ASSETS</b>                                      |    | <b><u>458,095,415</u></b>                     | <b><u>376,207,317</u></b>                      |
| <b>EQUITY AND LIABILITIES</b>                            |    |   |  |
| <b>Equity</b>  |    |   |  |
| Share capital  | 11 | 30,000,000                                    | 30,000,000                                     |
| Statutory reserve  | 12 | 12,973,768                                    | 12,973,768                                     |
| Retained earnings  |    | 122,867,092                                   | 114,220,190                                    |
| Merger reserve   |    | <u>1,177,749</u>                              | <u>1,177,749</u>                               |
| Equity attributable to equity holders of the Company     |    | 167,018,609                                   | 158,371,707                                    |
| Non-controlling interests                                |    | <u>41,349,244</u>                             | <u>35,914,893</u>                              |
| <b>Total equity</b>                                      |    | <b><u>208,367,853</u></b>                     | <b><u>194,286,600</u></b>                      |
| <b>Non-current liabilities</b>                           |    |   |  |
| Employees' end of service benefits                       |    | 6,316,505                                     | 5,300,507                                      |
| Bank loans   | 14 | 55,427,704                                    | 32,972,063                                     |
| Deferred tax liabilities                                 |    | 5,438,917                                     | 6,012,951                                      |
| Loan from a related party                                | 17 | 50,000,000                                    | -  |
| Lease liabilities  |    | <u>8,748,014</u>                              | <u>6,314,974</u>                               |
|  |    | <b>125,931,140</b>                            | <b>50,600,495</b>                              |
| <b>Current liabilities</b>                               |    |   |  |
| Trade and other payables                                 | 15 | 77,133,007                                    | 82,182,356                                     |
| Amounts due to related parties                           | 17 | 6,860,316                                     | 10,451,776                                     |
| Bank loans   | 14 | 33,582,879                                    | 35,351,919                                     |
| Lease liabilities  |    | 4,561,894                                     | 3,334,171                                      |
| Income tax payable                                       |    | <u>1,658,326</u>                              | -  |
|  |    | <b>123,796,422</b>                            | <b>131,320,222</b>                             |
| <b>Total liabilities</b>                                 |    | <b><u>249,727,562</u></b>                     | <b><u>181,920,717</u></b>                      |
| <b>TOTAL EQUITY AND LIABILITIES</b>                      |    | <b><u>458,095,415</u></b>                     | <b><u>376,207,317</u></b>                      |

  
Chairman

  
CEO and Board Member

The attached notes 1 to 20 form part of these interim condensed consolidated financial statements.

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 March 2024

|  | Attributable to equity holders of the parent |                             |                          |                             |                    |                        | Non-<br>controlling<br>interests<br>AED | Total<br>equity<br>AED |
|--|--|-----------------------------|--------------------------|-----------------------------|--------------------|------------------------|---|------------------------|
|  | Share<br>capital<br>AED                      | Statutory<br>reserve<br>AED | Merger<br>reserve<br>AED | Retained<br>earnings<br>AED | Total<br>AED       | Total<br>equity<br>AED |   |                        |
| Balance at 1 January 2023 (audited)                          | 30,000,000                                   | 10,003,741                  | 1,177,749                | 86,145,948                  | 127,327,438        | 18,243,836             | 145,571,274                             |                        |
| Total comprehensive income for the period                    | -  | -                           | -                        | 4,546,488                   | 4,546,488          | 952,912                | 5,499,400                               |                        |
| Balance at 31 March 2023 (unaudited)                         | <u>30,000,000</u>                            | <u>10,003,741</u>           | <u>1,177,749</u>         | <u>90,692,436</u>           | <u>131,873,926</u> | <u>19,196,748</u>      | <u>151,070,674</u>                      |                        |
| Balance at 1 January 2024 (audited)                          | 30,000,000                                   | 12,973,768                  | 1,177,749                | 114,220,190                 | 158,371,707        | 35,914,893             | 194,286,600                             |                        |
| Total comprehensive income for the period                    | -  | -                           | -                        | 8,646,902                   | 8,646,902          | 4,360,286              | 13,007,188                              |                        |
| Acquisition of subsidiary                                    | -  | -                           | -                        | -                           | -                  | 1,274,065              | 1,274,065                               |                        |
| Repayment of contributed capital to non-controlling interest | -  | -                           | -                        | -                           | -                  | (200,000)              | (200,000)                               |                        |
| Balance at 31 March 2024 (unaudited)                         | <u>30,000,000</u>                            | <u>12,973,768</u>           | <u>1,177,749</u>         | <u>122,867,092</u>          | <u>167,018,609</u> | <u>41,349,244</u>      | <u>208,367,853</u>                      |                        |

The attached notes 1 to 20 form part of these interim condensed consolidated financial statements.

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

At 31 March 2024

|                             |   | <i>Three months period<br/>ended 31 March</i> |                     |
|-----------------------------|---|---|---------------------|
|                             |   | <i>(Unaudited)</i>                            | <i>(Unaudited)</i>  |
|                             |   | <b>2024</b>                                   | <b>2023</b>         |
| <i>Notes</i>                |   | <i>AED</i>                                    | <i>AED</i>          |
| <b>OPERATING ACTIVITIES</b> |   |   |                     |
|                             | Profit for the period   | <b>14,091,480</b>                             | 5,499,400           |
| Adjustments for:            |   |   |                     |
|                             | Depreciation of property and equipment  | 7 <b>8,958,578</b>                            | 7,617,582           |
|                             | Depreciation of right-of-use assets   | <b>1,013,819</b>                              | 489,249             |
|                             | Amortisation of intangible assets   | <b>1,808,489</b>                              | 490,143             |
|                             | Provision for employees' end of service benefits                                      | <b>360,252</b>                                | 584,833             |
|                             | Share of profit from investment in an associate                                       | -   | (33,891)            |
|                             | Gain on disposal of property and equipment  | 7 <b>(663,030)</b>                            | (675,822)           |
|                             | Change in fair value of investments carried<br>at fair value through profit or loss   | 8 <b>3,692,231</b>                            | 3,741,549           |
|                             | Finance costs   | <b>1,758,415</b>                              | 893,124             |
|                             | Provision for expected credit losses  | 9 <b><u>1,356,420</u></b>                     | <u>45,507</u>       |
|                             |   | <b>32,376,654</b>                             | 18,651,674          |
| Working capital changes:    |   |   |                     |
|                             | Trade and other receivables   | <b>(19,137,497)</b>                           | 548,252             |
|                             | Amounts due from related parties  | <b>(60,917)</b>                               | (152)               |
|                             | Amounts due to related parties  | <b>(3,591,460)</b>                            | (20,567)            |
|                             | Trade and other payables  | <b>(27,149,368)</b>                           | 547,003             |
|                             | Inventories – spare parts and consumables   | <b><u>(358,551)</u></b>                       | <u>(1,931,411)</u>  |
|                             | Cash (used in) flows from operations  | <b>(17,921,139)</b>                           | 17,794,799          |
|                             | Employees' end of service benefits paid   | <b>(224,250)</b>                              | (29,130)            |
|                             | Finance costs paid  | <b><u>(1,662,282)</u></b>                     | <u>(859,193)</u>    |
|                             | Net cash (used in) flows from operating activities                                    | <b><u>(19,807,671)</u></b>                    | <u>16,906,476</u>   |
| <b>INVESTING ACTIVITIES</b> |   |   |                     |
|                             | Purchase of property and equipment  | 7 <b>(6,065,654)</b>                          | (6,925,247)         |
|                             | Purchase of intangible assets   | <b>(115,934)</b>                              | (196,733)           |
|                             | Purchase of investments carried at<br>fair value through profit or loss               | 8 <b>(1,995,000)</b>                          | (6,710,951)         |
|                             | Proceeds from disposal of investments<br>carried at fair value through profit or loss | 8 <b>3,812,089</b>                            | 378,383             |
|                             | Proceeds from disposal of property and equipment                                      | <b>1,746,674</b>                              | 1,244,986           |
|                             | Acquisition of a subsidiary, net of cash acquired                                     | <b><u>671,946</u></b>                         | -                   |
|                             | Net cash used in investing activities   | <b><u>(1,945,879)</u></b>                     | <u>(12,209,562)</u> |
| <b>FINANCING ACTIVITIES</b> |   |   |                     |
|                             | Proceeds from bank loans  | 14 <b>30,053,761</b>                          | 1,097,673           |
|                             | Repayments of bank loans  | 14 <b>(9,367,160)</b>                         | (8,954,349)         |
|                             | Proceeds from loan obtained from a related party                                      | 17 <b>50,000,000</b>                          | -                   |
|                             | Payment against lease liabilities   | <b>(761,166)</b>                              | (604,643)           |
|                             | Repayment of contributed capital to non-controlling interest                          | <b><u>(200,000)</u></b>                       | -                   |
|                             | Net cash flows from (used in) financing activities                                    | <b><u>69,725,435</u></b>                      | <u>(8,461,319)</u>  |
|                             | <b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>                           | <b>47,971,885</b>                             | (3,764,405)         |
|                             | Cash and cash equivalents at 1 January  | <b><u>30,922,352</u></b>                      | <u>19,710,663</u>   |
|                             | <b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>  | 10 <b><u>78,894,237</u></b>                   | <u>15,946,258</u>   |

The attached notes 1 to 20 form part of these interim condensed consolidated financial statements.

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 1 ACTIVITIES

Easy Lease Motor Cycle Rental P.S.C (the “Company”) is a private joint stock company incorporated under the UAE Federal Law. The Company’s registered address is P.O. Box 333367, Deira, Dubai, United Arab Emirates. International Holding Company PJSC is the Parent and Royal Group Holding LLC is the Ultimate Parent of the Company.

These interim condensed consolidated financial statements include the results of operations and financial position of the Company and its subsidiaries (together referred to as the “Group”). Group is engaged in motorcycles trading, motorcycles repairing, motorcycles and car park rental, delivery services, marine sports club and wholesale trading of ships and boats, computer systems and communication equipment software trading, trains and railway construction & fabrication, trains spare parts & security system trading.

The interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on 26 April 2024.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board (“IASB”).

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2023. In addition, results for the three months period ended 31 March 2024 are not necessarily indicative of the results for the year ending 31 December 2024.

The interim condensed consolidated financial statements have been presented in United Arab Emirates Dirhams (“AED”), which is the presentation currency of the Group and the functional currency of the Company.

The interim condensed consolidated financial statements are prepared under the historical cost convention, except for investments carried at fair value through profit or loss which are stated at fair value.

#### 2.2 Basis of consolidation

The interim condensed consolidated financial statements of the Group comprise the financial information of the Company and its subsidiaries.

Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

When the Group has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally.

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 2 BASIS OF PREPARATION continued

#### 2.2 Basis of consolidation continued

The Group considers all relevant facts and circumstances in assessing whether or not the Group's voting rights in an investee are sufficient to give it power, including:

- the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Group, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the period are included in the interim condensed consolidated statement of profit or loss from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable IFRSs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under IFRS 9, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.



## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

#### 2 BASIS OF PREPARATION continued

##### 2.2 Basis of consolidation continued

The subsidiaries included in the interim condensed consolidated financial statements are as follows:

| Name of subsidiary   | Place of incorporation and operation | Principal activities   | Proportion of ownership interest and voting power held |      |
|--|--------------------------------------|--|--|------|
|  |                                      |  | 2024   | 2023 |
| Uplift Delivery Services LLC   | United Arab Emirates                 | Delivery services.   | 67%  | 67%  |
| 1885 Delivery Services LLC   | United Arab Emirates                 | Delivery services.   | 70%  | 70%  |
| Yallow Tenchnologies LLC   | United Arab Emirates                 | Computer systems & communication equipment software trading.                               | 80%  | 80%  |
| The Captain Boats and Ships Trading LLC  | United Arab Emirates                 | Marine sports club and wholesale trading of ships and boats.                               | 55%  | 55%  |
| Qube Car Park Management LLC   | United Arab Emirates                 | Car park rental and management valet parking services                                      | 70%  | 70%  |
| Easy Lease Motor Cycle Rental WLL  | Bahrain                              | Motorcycle rental and trading of motor cycle and accessories including motorpeds           | 100%   | 100% |
| Easy Lease Vehicle Rental LLC  | United Arab Emirates                 | Rental of vehicles and repairs and maintenance services                                    | 100%   | 100% |
| Easy Lease Limousine Luxury Motor Vehicle Services LLC                               | United Arab Emirates                 | Rental of Limousine and luxury vehicles  | 100%   | 100% |
| Easy Lease Transport Services One Person Company LLC                                 | Kingdom of Saudia Arabia             | Mobility services  | 100%   | 100% |
| Ripe Exhibition Organizer Co LLC   | United Arab Emirates                 | Event management   | 60%  | 60%  |
| Fully Charge Electrical Fitting Contracting  | United Arab Emirates                 | Electrical charging of vehicles  | 60%  | 60%  |
| Lynx Technology Group Ltd  | British Virgin Island                | IT services  | 49%  | 49%  |
| United Trans General Trading LLC*  | United Arab Emirates                 | Trains and railway construction, fabrication, trains spare parts & security system trading | 60%  | -    |
| Mobility Hub FZE**   | United Arab Emirates                 | Spare Parts and Motor Vehicles Trading   | 100%   | -    |
| Mobility Spares Trading FZCO**   | United Arab Emirates                 | Spare Parts and Motor Vehicles Trading   | 70%  | -    |
| *Subsidiary acquired during the period.  |                                      |  |  |      |
| **Subsidiaries incorporated during the period.                                       |                                      |  |  |      |
| <b><u>Below are the subsidiaries of The Captain Boats and Ships Trading LLC:</u></b> |                                      |  |  |      |
| Delta Marine Equipment LLC   | United Arab Emirates                 | Boats repairing and retail sale of marine equipments and machinery                         | 70%  | 70%  |
| Nautica Marine Services Navy – Soleproprietorship LLC                                | United Arab Emirates                 | Boats repairing and services to onshore and offshore oil and gas facilities                | 100%   | 100% |

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 2 BASIS OF PREPARATION continued

#### 2.2 Basis of consolidation continued

| <i>Name of subsidiary</i>   | <i>Place of incorporation and operation</i> | <i>Principal activities</i>                              | <i>Proportion of ownership interest and voting power held</i> |             |
|---|---|--|---|-------------|
|   |   |  | <i>2024</i>   | <i>2023</i> |
| <b><i>Below is the subsidiary of Oube Car Park Management LLC:</i></b>  |   |  |   |             |
| Al Khaleej Cars Parking Management LLC<br>Soleproprietorship            | United Arab Emirates                        | Car park rental and management<br>valet parking services | 100%  | 100%        |
| <b><i>Below is the subsidiary of Easy Lease Vehicle Rental LLC:</i></b> |   |  |   |             |
| Sheel Vehicle Transport Towing LLC                                      | United Arab Emirates                        | Recovery services  | 100%  | 100%        |
| <b><i>Below is the subsidiary of 1885 Delivery Services LLC:</i></b>    |   |  |   |             |
| Infinity Logistics Transport LLC  | United Arab Emirates                        | Logistic services  | 60%   | 60%         |
| <b><i>Below is the subsidiary of Uplift Delivery Services LLC:</i></b>  |   |  |   |             |
| Uplift Transport Services LLC   | Kingdom of Saudia Arabia                    | Delivery Services  | 100%  | 100%        |

### 3 CHANGES IN ACCOUNTING POLICIES

#### 3.1 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of new standards effective as of 1 January 2024. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments apply for the first time in 2024, but do not have an impact on the interim condensed consolidated financial statements of the Group.

- Supplier Finance Arrangements – Amendments to IAS 7 and IFRS 7
- Amendments to IFRS 16: Lease Liability in a Sale and Leaseback
- Amendments to IAS 1: Classification of liabilities as Current or Non-current

#### 3.2 Significant accounting estimates and judgements

The preparation of the interim condensed consolidated financial statements in conformity with International Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of financial assets and liabilities and the disclosure of contingent liabilities. These judgments, estimates and assumptions also affect the revenue, expenses and provisions as well as fair value changes. Actual results may differ from these estimates.

These judgments, estimates and assumptions may affect the reported amounts in subsequent financial years. Estimates and judgments are currently evaluated and are based on historical experience and other factors.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2023.

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 4 BUSINESS COMBINATIONS

#### 4.1 Acquisitions under IFRS 3 Business Combination during the period

During the period, the Group acquired the United Trans General Trading LLC which were accounted for using the acquisition method under IFRS 3 Business Combination:

##### United Trans General Trading LLC

Effective 1 March 2024, the Group acquired a 60% interest in United Trans General Trading LLC for a consideration of AED 17,017,597. United Trans General Trading LLC is a limited liability company, registered in the Emirate of Dubai and is engaged in trains and railway construction & fabrication, trains spare parts trading & maintenance and security systems & equipment trading. From the date of acquisition, United Trans General Trading LLC contributed revenue and profit to the Group amounting to AED 7,093,953 and AED 5,226,936 respectively. If the acquisition had taken place at the beginning of the year, United Trans General Trading LLC would have contributed revenue and profit to the Group amounting to AED 8,471,211 and AED 4,764,231 respectively.

##### Assets acquired and liabilities assumed

The fair values of the identifiable assets and liabilities of the acquired entities as at the date of acquisition were as follows:

|   | <i>United Trans<br/>General<br/>Trading LLC<br/>AED</i> |
|---|---|
| <b>Assets</b>   |   |
| Property and equipment                                  | 63,815  |
| Right-of-use assets                                     | 2,551,413   |
| Trade and other receivables                             | 8,465,109   |
| Bank balances and cash                                  | <u>671,946</u>  |
| <b>Total assets</b>                                     | <b><u>11,752,283</u></b>                                |
| <b>Liabilities</b>                                      |   |
| Employees' end of service benefit                       | 879,995   |
| Trade and other payables                                | 5,082,422   |
| Lease liabilities                                       | <u>2,604,704</u>  |
| <b>Total liabilities</b>                                | <b><u>8,567,121</u></b>                                 |
| <b>Net assets</b>                                       | 3,185,162   |
| <b>Total identifiable net assets at fair value</b>      | <b><u>3,185,162</u></b>                                 |
| Proportionate share of identifiable net assets acquired | 1,911,097   |
| Goodwill arising on acquisition                         | <u>15,106,500</u>                                       |
| <b>Purchase consideration</b>                           | <b><u>17,017,597</u></b>                                |
| <b>Non-controlling interest</b>                         | <b><u>1,274,065</u></b>                                 |
| The breakup of purchase consideration is as follows:    |   |
| Purchase consideration payable                          | 15,000,000  |
| Fair value of contingent consideration                  | <u>2,017,597</u>  |
| <b>Total purchase consideration</b>                     | <b><u>17,017,597</u></b>                                |

The net assets recognised are based on a provisional assessment of their fair values as at the acquisition date. The Group will finalise the purchase price allocation exercises of these acquisitions within one year from the respective acquisition dates.

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 4 BUSINESS COMBINATIONS continued

#### 4.1 Acquisitions under IFRS 3 Business Combination during the year continued

##### Assets acquired and liabilities assumed continued

The fair value measurement is based on significant inputs that are not observable in the market, which IFRS 13 "Fair Value Measurement" refers to as level 3 inputs. The fair value estimate is based on:

- Assumed discount rates of 22.4%.
- A terminal value, calculated based on long-term sustainable growth rates for the industry of 3, which has been used to determine income for the future years.

##### Analysis of cashflow on acquisition:

|  | <i>United Trans<br/>General<br/>Trading LLC<br/>AED</i> |
|--|---|
| <b>Analysis of cashflows on acquisition:</b>   |   |
| Net cash acquired on business combination  | <u>(671,946)</u>  |
| Acquisition of operating business (acquired)<br>(Included in cash flows from investing activities) | <u>(671,946)</u>  |

### 5 REVENUE FROM CONTRACTS WITH CUSTOMERS

Set out below is the disaggregation of the Group's revenue from contracts with customers:

|                                  | <i>Three months period<br/>ended 31 March</i> |                                     |
|----------------------------------|---|-------------------------------------|
|                                  | <i>(Unaudited)<br/>2024<br/>AED</i>           | <i>(Unaudited)<br/>2023<br/>AED</i> |
| <b>Type of revenue</b>           |   |                                     |
| Rental income                    | 26,165,309                                    | 23,343,987                          |
| Delivery services                | 41,405,018                                    | 38,245,108                          |
| Event management services        | 9,697,808                                     | -                                   |
| Membership and admission fees    | 6,533,918                                     | 5,939,723                           |
| Commission income                | 5,982,900                                     | -                                   |
| Service income                   | 5,805,248                                     | 2,131,804                           |
| Sale of goods                    | <u>1,766,422</u>                              | <u>541,161</u>                      |
|                                  | <u>97,356,623</u>                             | <u>70,201,783</u>                   |
| <b>Geographical markets</b>      |   |                                     |
| United Arab Emirates             | 96,278,801                                    | 70,201,783                          |
| Outside the United Arab Emirates | <u>1,077,822</u>                              | -                                   |
|                                  | <u>97,356,623</u>                             | <u>70,201,783</u>                   |

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

#### 5 REVENUE FROM CONTRACTS WITH CUSTOMERS continued

|   | <i>Three months period<br/>ended 31 March</i> |                    |
|---|---|--------------------|
|   | <i>(Unaudited)</i>                            | <i>(Unaudited)</i> |
|   | <i>2024</i>                                   | <i>2023</i>        |
|   | <i>AED</i>                                    | <i>AED</i>         |
| <b>Timing of revenue recognition</b>                    |   |                    |
| Rental income and delivery services over period of time | 67,570,327                                    | 61,589,095         |
| Event management services over period of time           | 9,697,808                                     | -                  |
| Commission income at a point in time                    | 5,982,900                                     | -                  |
| Membership fees over period of time                     | 5,950,203                                     | 4,797,391          |
| Services at a point in time                             | 5,805,248                                     | 2,131,804          |
| Goods transferred at a point in time                    | 1,766,422                                     | 541,161            |
| Admission fees at a point in time                       | <u>583,715</u>                                | <u>1,142,332</u>   |
|   | <u>97,356,623</u>                             | <u>70,201,783</u>  |

#### 6 INCOME TAX

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the interim condensed consolidated statement of comprehensive income are:

|  | <i>Three month period<br/>ended 31 March</i> |                    |
|--|--|--------------------|
|  | <i>2024</i>                                  | <i>2023</i>        |
|  | <i>AED</i>                                   | <i>AED</i>         |
|  | <i>(unaudited)</i>                           | <i>(unaudited)</i> |
| Current tax expense  | 1,658,326                                    | -                  |
| Deferred tax income  | <u>(574,034)</u>                             | <u>-</u>           |
| Income tax expense recognized in the<br>interim consolidated statement of comprehensive income | <u>1,084,292</u>                             | <u>-</u>           |

#### 7 PROPERTY AND EQUIPMENT

During the period, additions to property and equipment amounted to AED 6,065,654 (three months period ended 31 March 2023: AED 6,925,247). Depreciation for the three months period ended 31 March 2024 amounted to AED 8,958,578 (three months period ended 31 March 2023: AED 7,617,582). During the period, assets with a net book value of AED 1,083,644 were disposed of, resulting in a net gain on disposal of AED 663,030 (period ended 31 March 2023, assets with a net book value of AED 569,164 were disposed, resulting in a net gain on disposal of AED 675,822).

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

#### 8 INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS

|                           | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|---------------------------|---|--|
| Quoted and inside the UAE | <u>18,488,991</u>                             | <u>23,998,311</u>                              |

The investment in equity instruments is held for trading with an intention of recognising short-term fluctuations in the investment. Fair value of the quoted investment is determined by reference to published price quotations in an active market.

The investment is recorded at fair value using the valuation techniques as disclosed in. Movement in investment carried at fair value through profit or loss is as follows:

|                                       | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|---------------------------------------|---|--|
| At the beginning of the period / year | 23,998,311                                    | 20,669,416                                     |
| Additions during the period / year    | 1,995,000                                     | 23,687,999                                     |
| Disposal during the period / year     | (3,812,089)                                   | (18,761,281)                                   |
| Changes in fair value, net            | <u>(3,692,231)</u>                            | <u>(1,597,823)</u>                             |
| At the end of the period / year       | <u>18,488,991</u>                             | <u>23,998,311</u>                              |

#### 9 TRADE AND OTHER RECEIVABLES

|  | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|--|---|--|
| Trade receivable                           | 85,234,361                                    | 65,983,581                                     |
| Less: allowance for expected credit losses | <u>(13,383,462)</u>                           | <u>(12,027,042)</u>                            |
| Staff receivables                          | 71,850,899                                    | 53,956,539                                     |
| Deposits and prepayments                   | 12,735,496                                    | 10,793,166                                     |
| Advances to suppliers                      | 15,346,407                                    | 12,373,240                                     |
| Other receivables                          | 4,881,621                                     | 2,099,266                                      |
|  | <u>3,712,448</u>                              | <u>3,058,474</u>                               |
|  | <u>108,526,871</u>                            | <u>82,280,685</u>                              |

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 9 TRADE AND OTHER RECEIVABLES continued

Movements in the allowance for expected credit losses were as follows:

|                                       | <i>(Unaudited)</i><br><b>31 March</b><br>2024<br><i>AED</i> | <i>(Audited)</i><br>31 December<br>2023<br><i>AED</i> |
|---------------------------------------|---|---|
| At the beginning of the period / year | 12,027,042  | 10,238,235  |
| Acquired in business combination      | 472,990   | 189,829   |
| Charge for the period / year          | 883,430   | 1,983,748   |
| Written off                           | <u>-</u>  | <u>(384,770)</u>                                      |
| At the end of the period / year       | <u>13,383,462</u>   | <u>12,027,042</u>                                     |

### 10 BANK BALANCES AND CASH

|                           | <i>(Unaudited)</i><br><b>31 March</b><br>2024<br><i>AED</i> | <i>(Audited)</i><br>31 December<br>2023<br><i>AED</i> |
|---------------------------|---|---|
| Cash on hand              | 234,523   | 429,575   |
| Bank balances             | <u>78,659,714</u>   | <u>30,492,777</u>                                     |
| Cash and cash equivalents | <u>78,894,237</u>   | <u>30,922,352</u>                                     |

Cash and cash equivalents as at 31 March 2023 (unaudited) amounted to AED 15,946,258.

### 11 SHARE CAPITAL

|  | <i>(Unaudited)</i><br><b>31 March</b><br>2024<br><i>AED</i> | <i>(Audited)</i><br>31 December<br>2023<br><i>AED</i> |
|--|---|---|
| <i>Authorised, issued and fully paid</i><br>30,000,000 of AED 1 each<br>(2023: 30,000,000 of AED 1 each) | <u>30,000,000</u>   | <u>30,000,000</u>                                     |

### 12 STATUTORY RESERVE

As required by the UAE Federal Law No. (32) of 2021 and the Company's Articles of Association, 10% of the profit for the year has been transferred to statutory reserve. The Company may resolve to discontinue such annual transfers when the reserve totals 50% of paid-up share capital.

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

#### 13 BASIC EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit for the period attributable to the owners of the Company by the weighted average number of shares in issue throughout the period as follows:

|  | <i>Three months period ended 31 March</i> |                                   |
|--|---|-----------------------------------|
|  | <i>(Unaudited)</i><br>2024<br>AED         | <i>(Unaudited)</i><br>2023<br>AED |
| Profit attributable to the owners of the Company (AED) | <u>8,646,902</u>                          | <u>4,546,488</u>                  |
| Weighted average number of shares (shares)             | <u>30,000,000</u>                         | <u>30,000,000</u>                 |
| Basic earnings per share for the period (AED)          | <u>0.29</u>                               | <u>0.15</u>                       |

#### 14 BANK LOANS

Movement in bank loans during the period / year is as follows:

|                                       | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|---------------------------------------|---|--|
| At the beginning of the period / year | 68,323,982                                    | 67,724,502                                     |
| Acquired in business combinations     | -   | 110,585  |
| Drawdowns during the period / year    | 30,053,761                                    | 32,629,835                                     |
| Repayments during the period / year   | <u>(9,367,160)</u>                            | <u>(32,140,940)</u>                            |
|                                       | <u>89,010,583</u>                             | <u>68,323,982</u>                              |

Disclosed in the consolidated statement of financial position as follows:

|                     | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|---------------------|---|--|
| Current portion     | 33,582,879                                    | 35,351,919                                     |
| Non-current portion | <u>55,427,704</u>                             | <u>32,972,063</u>                              |
|                     | <u>89,010,583</u>                             | <u>68,323,982</u>                              |



# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 15 TRADE AND OTHER PAYABLES

|                             | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|-----------------------------|---|--|
| Trade payables              | 20,621,674                                    | 14,826,485                                     |
| Payable for acquisition     | 17,017,597                                    | 33,420,000                                     |
| Deferred revenue            | 13,511,541                                    | 13,234,386                                     |
| Advances from customers     | 2,922,941                                     | 2,603,780                                      |
| Accruals and other payables | <u>23,059,254</u>                             | <u>18,097,705</u>                              |
|                             | <u>77,133,007</u>                             | <u>82,182,356</u>                              |

### 16 CONTINGENT LIABILITIES

|                       | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Audited)</i><br>31 December<br>2023<br>AED |
|-----------------------|---|--|
| Letters of guarantees | <u>5,879,215</u>                              | <u>2,422,423</u>                               |

The above bank guarantees have been issued from a local bank in the ordinary course of business.

### 17 RELATED PARTY TRANSACTIONS AND BALANCES

The Group enters into transactions with companies and entities that fall within the definition of a related party as contained in the International Accounting Standard (IAS) 24 *Related Party Disclosures*.

Related parties represent partners, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

#### 17.1 Transactions

Transactions with related parties included in the interim condensed consolidated statement of comprehensive income are as follows:

|   | <i>Three months period<br/>ended 31 March</i> |                                   |
|---|---|-----------------------------------|
|   | <i>(Unaudited)</i><br>2024<br>AED             | <i>(Unaudited)</i><br>2023<br>AED |
| <b>Parent Company</b>                             |   |                                   |
| Professional fee                                  | -   | 6,941                             |
| Interest expense on loan due from a related party | <u>611,111</u>                                | -                                 |
| <b>Transactions with other related parties</b>    |   |                                   |
| Interest expense on bank loans                    | <u>7,976</u>                                  | <u>52,056</u>                     |
| Service income                                    | <u>98,844</u>                                 | <u>9,000</u>                      |
| Rental income                                     | <u>28,200</u>                                 | -                                 |
| Commission and margin interest                    | <u>157,992</u>                                | -                                 |

Transactions with related parties were entered into on terms agreed with the management.

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

#### 17 RELATED PARTY TRANSACTIONS AND BALANCES continued

##### 17.2 Balances

Balances with related parties included in the interim condensed consolidated statement of financial position are as follows:

|   |                               | <i>(Unaudited)</i><br><b>31 March</b><br>2024<br><i>AED</i> | <i>(Audited)</i><br>31 December<br>2023<br><i>AED</i> |
|---|-------------------------------|---|---|
|   | <i>Nature of relationship</i> |   |   |
| <b>Amounts due from related parties:</b>                        |                               |   |   |
| Affiliates  | Other related parties         | <u>434,464</u>  | <u>373,547</u>  |
|   |                               | <u>434,464</u>  | <u>373,547</u>  |
| <b>Amounts due to related parties:</b>                          |                               |   |   |
| Citadel Properties  | Entity under common control   | 191,995   | 209,269   |
| International Holdings Company PJSC                             | Parent entity                 | 584,178   | 512,377   |
| International Securities LLC                                    | Entity under common control   | 3,431,897   | 7,077,883   |
| Sampi Holding FZ LLC  | Other related party           | <u>2,652,246</u>  | <u>2,652,247</u>                                      |
|   |                               | <u>6,860,316</u>  | <u>10,451,776</u>                                     |
| <b>Balances with a financial institution</b>                    | Other related party           | <u>4,415,952</u>  | <u>4,021,565</u>                                      |
| <b>Loans from a financial institution</b>                       | Other related party           | <u>763,629</u>  | <u>1,069,234</u>                                      |
| <b>Investments carried at fair value through profit or loss</b> | Entity under common control   | <u>14,982,951</u>   | <u>6,137,670</u>                                      |
| <b>Loan from a related party:</b>                               |                               |   |   |
| Loan from International Holdings Company PJSC                   | Parent entity                 | <u>50,000,000</u>   | <u>-</u>  |

In January 2024, the Group obtained a loan from International Holdings Company PSC (Parent Company) amounting to AED 50,000,000 to finance future investments and other business operations having a maturity of November 2028. The loan is unsecured and repayable in full on or before maturity. The loan carries interest rate at 5% per annum.

#### Terms and conditions of transactions with related parties

Outstanding balances at the period end arise in the normal course of business, these are unsecured, interest free (excluding loan) and settlement occurs in cash. For the period ended 31 March 2024, there was no impairment of amounts owed by related parties (31 December 2023: nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

#### Compensation of key management personnel

|                                | <i>(Unaudited)</i><br><b>31 March</b><br>2024<br><i>AED</i> | <i>(Unaudited)</i><br>31 March<br>2023<br><i>AED</i> |
|--------------------------------|---|--|
| Salaries and employee benefits | <u>1,221,441</u>  | <u>840,315</u>                                       |

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 18 FAIR VALUES OF FINANCIAL INSTRUMENTS

The Group measures financial instruments at fair value at the end of the reporting period. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to by the Group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the interim condensed consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable;
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table gives information about how the fair value of the Group's assets are determined.

|  | <i>Fair value as at</i>  |   | <i>Fair value hierarchy</i> | <i>Valuation techniques and key inputs</i> | <i>Significant unobservable input</i> | <i>Relationship of unobservable inputs to fair value</i> |
|--|--|---|-----------------------------|--|---------------------------------------|--|
|  | <i>(Unaudited)</i><br><i>31 March</i><br><i>2024</i><br><i>AED</i> | <i>(Audited)</i><br><i>31 December</i><br><i>2023</i><br><i>AED</i> |                             |  |                                       |  |
| <i>Financial assets</i>                                    |  |   |                             |  |                                       |  |
| Quoted equity investments – investment in financial assets | <b>18,488,991</b>  | 23,998,311  | Level 1                     | Quoted bid prices in an active market.     | None                                  | Not applicable   |

### 19 SEASONALITY OF RESULTS

The nature of Group's business is such that the income and expenditure are incurred in a manner, which is not impacted by any forms of seasonality. These interim condensed consolidated financial statements were prepared based upon accrual concept, which requires income and expenses to be recorded as earned or incurred and not as received or paid throughout the period.

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Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

At 31 March 2024

**20 SEGMENT REPORTING**

For management purposes, the Group is organised into business units based on its products and services and has three reportable segments, as follows:

**Motorcycle business segment**, which represents motorcycle leasing solutions offered to customers and sale of related items, including delivery boxes.

**Delivery services segment**, the group provides turnkey logistic solutions through bike messengers and delivery squads.

**Marine sports club**, the group manages marine sports club and wholesale trading of ships and boats.

**Event Management**, the group organizes exhibitions, fashion shows, conferences & seminar, auctions and ripe market events.

No operating segments have been aggregated to form the above reportable operating segments.

The management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the consolidated financial statements.

Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

20 SEGMENT REPORTING continued

Period ended 31 March 2024 (unaudited)

|                                       | Motorcycle<br>business<br>AED | Delivery<br>services<br>AED | Marine<br>Sports Club<br>AED | Event<br>management<br>AED | Mobility and<br>Others<br>AED | Total<br>segments<br>AED | Eliminations<br>AED | Consolidated<br>AED |
|---------------------------------------|-------------------------------|-----------------------------|------------------------------|----------------------------|-------------------------------|--------------------------|---------------------|---------------------|
| Revenue from contracts with customers |                               |                             |                              |                            |                               |                          |                     |                     |
| External customers                    | 28,753,906                    | 41,609,658                  | 6,696,825                    | 9,697,808                  | 10,598,426                    | 97,356,623               | -                   | 97,356,623          |
| Inter-segment                         | 4,918,123                     | 4,022                       | -                            | -                          | 258,350                       | 5,180,495                | (5,180,495)         | -                   |
| Total                                 | 33,672,029                    | 41,613,680                  | 6,696,825                    | 9,697,808                  | 10,856,776                    | 102,537,118              | (5,180,495)         | 97,356,623          |
| Expense                               |                               |                             |                              |                            |                               |                          |                     |                     |
| Direct costs                          | (20,393,383)                  | (36,356,080)                | (3,854,810)                  | (4,782,541)                | (3,935,419)                   | (69,322,233)             | 5,102,224           | (64,220,009)        |
| General and administrative expenses   | (7,694,206)                   | (3,009,009)                 | (1,892,265)                  | (700,872)                  | (2,157,736)                   | (15,454,088)             | (1,285,185)         | (16,739,273)        |
| Segment profit                        | 5,584,440                     | 2,248,591                   | 949,750                      | 4,214,395                  | 10,422,566                    | 17,760,797               | (1,363,456)         | 16,397,341          |
| Total assets                          | 346,854,397                   | 62,110,826                  | 37,363,833                   | 20,784,980                 | 44,034,000                    | 511,148,036              | (53,052,621)        | 458,095,415         |
| Total liabilities                     | 199,182,976                   | 32,800,920                  | 17,685,550                   | 13,099,254                 | 31,870,605                    | 294,639,305              | (44,911,743)        | 249,727,562         |

## Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

### NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

#### 20 SEGMENT REPORTING continued

Period ended 31 March 2023 (unaudited)

|  | Motorcycle<br>business<br>AED | Delivery<br>services<br>AED | Marine<br>Sports Club<br>AED | Event<br>management<br>AED | Mobility<br>and others<br>AED | segments<br>AED | Total<br>Eliminations<br>AED | Consolidated<br>AED |
|--|-------------------------------|-----------------------------|------------------------------|----------------------------|-------------------------------|-----------------|------------------------------|---------------------|
| Revenue from contracts<br>with customers | 25,734,680                    | 38,527,380                  | 5,939,723                    | -                          | -                             | 70,201,783      | -                            | 70,201,783          |
| External customers                       | 4,605,173                     | -                           | -                            | -                          | -                             | 4,605,173       | (4,605,173)                  | -                   |
| Inter-segment                            | 30,339,853                    | 38,527,380                  | 5,939,723                    | -                          | -                             | 74,806,956      | (4,605,173)                  | 70,201,783          |
| Total                                    | (18,075,040)                  | (34,980,193)                | (3,433,140)                  | -                          | -                             | (56,488,373)    | 5,109,437                    | (51,378,936)        |
| Expense                                  | (7,898,318)                   | (1,846,082)                 | (1,519,308)                  | -                          | -                             | (11,263,708)    | (81,804)                     | (11,345,512)        |
| Direct costs                             | 4,366,495                     | 1,701,105                   | 987,275                      | -                          | -                             | 7,054,875       | 422,460                      | 7,477,335           |
| General and administrative expenses      | 232,357,907                   | 44,786,653                  | 32,690,584                   | -                          | -                             | 309,835,144     | (39,516,232)                 | 270,318,912         |
| Segment profit                           | 108,088,624                   | 27,001,109                  | 16,242,049                   | -                          | -                             | 151,331,782     | (32,083,544)                 | 119,248,238         |
| Total assets                             |                               |                             |                              |                            |                               |                 |                              |                     |
| Total liabilities                        |                               |                             |                              |                            |                               |                 |                              |                     |

Change in fair value of investments carried at fair value through profit or loss, finance costs and other income are not allocated to individual segments as the underlying instruments are managed on a group basis.

# Easy Lease Motor Cycle Rental P.S.C and Its Subsidiaries

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2024

### 20 SEGMENT REPORTING continued

#### Reconciliation of profit

|  |   | <i>(Unaudited)</i><br>31 March<br>2024<br>AED | <i>(Unaudited)</i><br>31 March<br>2023<br>AED |
|--|---|---|---|
| <b>Segment profit</b>  |   | <b>16,397,341</b>                             | 7,477,335                                     |
| Change in fair value of investments carried at fair value through profit or loss | 8 | <b>(3,692,231)</b>                            | (3,741,549)                                   |
| Finance costs  |   | <b>(1,758,415)</b>                            | (859,193)                                     |
| Other income   |   | <b>3,144,785</b>                              | 2,588,916                                     |
| Corporate tax  | 6 | <b>(1,084,292)</b>                            | -   |
| Share of loss from investment in an Associate                                    |   | <u>-</u>                                      | <u>33,891</u>                                 |
| <b>Profit for the period</b>   |   | <b><u>13,007,188</u></b>                      | <b><u>5,499,400</u></b>                       |