

**EMIRATES REEM INVESTMENTS COMPANY P.J.S.C**

**Review report and condensed  
consolidated financial information  
for the three-month period ended  
31 March 2024**

**EMIRATES REEM INVESTMENTS COMPANY P.J.S.C**

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## **REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF EMIRATES REEM INVESTMENTS COMPANY P.J.S.C**

### *Introduction*

We have reviewed the accompanying condensed consolidated statement of financial position of Emirates Reem Investments Company P.J.S.C (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 31 March 2024 and the related condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-month period then ended and certain explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 Interim *Financial Reporting* (IAS 34). Our responsibility is to express a conclusion on this interim financial information based on our review.

### *Scope of Review*

We conducted our review in accordance with the 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 financial information of the Group is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



Mohammad Khamees Al Tah  
Registration No. 717  
13 May 2024  
Abu Dhabi  
United Arab Emirates

**Condensed consolidated statement of financial position  
as at 31 March 2024**

	Notes	31 March 2024 AED	31 December 2023 AED
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	26,930,703	27,348,584
Intangible assets	6	3,942,851	4,170,323
Goodwill	7	5,297,658	5,297,658
Investment properties	8	3,280,000	3,280,000
Right-of-use assets	9	4,425,816	4,814,777
Investment in financial assets	10	1,199,279	1,211,058
<b>Total non-current assets</b>		<b>45,076,307</b>	<b>46,122,400</b>
<b>Current assets</b>			
Inventories	11	7,581,214	9,904,567
Trade and other receivables	12	35,379,303	32,546,866
Due from related parties	13	7,194,460	7,135,837
Investment in financial assets	10	25,003,300	33,337,968
Cash and cash equivalent	14	236,315,296	234,173,518
<b>Total current assets</b>		<b>311,473,573</b>	<b>317,098,756</b>
<b>Total assets</b>		<b>356,549,880</b>	<b>363,221,156</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	15	319,871,064	319,871,064
Statutory reserve	16	2,727,146	2,727,146
Fair value reserve		804,330	816,109
Retained earnings		4,975,108	9,454,606
<b>Total equity</b>		<b>328,377,648</b>	<b>332,868,925</b>
<b>Non-current liabilities</b>			
Provision for employees' end of service benefits	17	1,943,585	1,899,171
Deferred tax	20	-	375,329
Lease liabilities	18	3,453,153	3,509,946
<b>Total non-current liabilities</b>		<b>5,396,738</b>	<b>5,784,446</b>
<b>Current liabilities</b>			
Trade and other payables	19	21,688,886	23,313,090
Lease liabilities	18	1,086,608	1,254,695
<b>Total current liabilities</b>		<b>22,775,494</b>	<b>24,567,785</b>
<b>Total liabilities</b>		<b>28,172,232</b>	<b>30,352,231</b>
<b>Total equity and liabilities</b>		<b>356,549,880</b>	<b>363,221,156</b>

To the best of our knowledge, the financial information included in these interim condensed consolidated financial statements fairly presents in all material respects the financial condition, results of operations and cash flows of the Group as of, and for, the periods presented therein. The interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on 13/05/2024



Director



Chairman

The accompanying notes form an integral part of the condensed consolidated financial information.

**Condensed consolidated statement of profit or loss  
for the three-month period ended 31 March 2024**

	Notes	Three months ended 31 March	
		2024 AED (unaudited)	2023 AED (unaudited)
Revenues		18,506,703	9,243,762
Less: Discount		(74,655)	(23,059)
		<hr/>	<hr/>
Revenue (net)		18,432,048	9,220,703
Cost of sales		(13,287,589)	(5,735,231)
		<hr/>	<hr/>
<b>Gross profit</b>		<b>5,144,459</b>	3,485,472
Selling and distribution expenses		(2,737,848)	(2,531,187)
General and administrative expenses		(1,990,477)	(1,057,687)
		<hr/>	<hr/>
Operating profit/(loss) for the period		416,134	(103,402)
Finance cost		(96,098)	(137,873)
Finance income		3,119,658	2,348,375
Rental income	8	35,714	35,714
Fair value loss of investment in financial assets classified as fair value through profit or loss	10	(8,334,668)	(10,667,067)
Gain on sale of property, plant and equipment	5	8,320	-
Other (expenses)/income		(3,887)	38,449
		<hr/>	<hr/>
<b>Loss before tax</b>		<b>(4,854,827)</b>	(8,485,804)
Income tax benefit	20	375,329	-
		<hr/>	<hr/>
<b>Loss after tax</b>		<b>(4,479,498)</b>	(8,485,804)
		<hr/>	<hr/>
<b>Basic and diluted loss per share</b>	21	<b>(0.014)</b>	(0.03)
		<hr/>	<hr/>

The accompanying notes form an integral part of the condensed consolidated financial information.

**Condensed consolidated statement of comprehensive income  
for the three-month period ended 31 March 2024**

	Note	<b>Three months ended 31 March</b>	
		<b>2024</b>	<b>2023</b>
		<b>AED</b>	<b>AED</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Loss for the period</b>		<b>(4,479,498)</b>	<b>(8,485,804)</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified subsequently to statement of profit or loss</i>			
Fair value (loss)/gain on investments in equity Instruments designated as at FVTOCI	<b>10</b>	<b>(11,779)</b>	66,325
<b>Total comprehensive loss for the period</b>		<b>(4,491,277)</b>	<b>(8,419,479)</b>

The accompanying notes form an integral part of the condensed consolidated financial information.

**Condensed consolidated statement of changes in equity  
for the three-month period ended 31 March 2024**

	Share capital AED	Statutory reserve AED	Fair value reserve AED	Accumulated losses AED	Total equity AED
Balance at 1 January 2023 (audited)	319,871,064	2,727,146	716,651	13,187,244	336,502,105
Loss for the period	-	-	-	(8,485,804)	(8,485,804)
Other comprehensive income for the period	-	-	66,325	-	66,325
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive loss for the period	-	-	66,325	(8,485,804)	(8,419,479)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 March 2023 (unaudited)	319,871,064	2,727,146	782,976	4,701,440	328,082,626
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Balance at 1 January 2024 (audited)	319,871,064	2,727,146	816,109	9,454,606	332,868,925
Loss for the period	-	-	-	(4,479,498)	(4,479,498)
Other comprehensive loss for the period	-	-	(11,779)	-	(11,779)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive loss for the period	-	-	(11,779)	(4,479,498)	(4,491,277)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Balance at 31 March 2024 (unaudited)</b>	<b>319,871,064</b>	<b>2,727,146</b>	<b>804,330</b>	<b>4,975,108</b>	<b>328,377,648</b>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form an integral part of the condensed consolidated financial information.

**Condensed consolidated statement of cash flows  
for the three-month period ended 31 March 2024**

	<b>Three months ended 31 March</b>	
	<b>2024</b>	<b>2023</b>
	<b>AED</b>	<b>AED</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Cash flows from operating activities</b>		
Loss for the period	(4,854,827)	(8,485,804)
<i>Adjustments for:</i>		
Depreciation of property and equipment	780,313	544,935
Depreciation on right-of-use assets	388,961	446,828
Amortisation of intangible assets	227,472	-
Gain on sale of property, plant and equipment	(8,320)	-
Provision for employees' end of service benefits	102,546	67,168
Finance expense	96,098	137,873
Finance income	(3,119,658)	(2,348,375)
Allowance for expected credit loss	5,000	-
(Reversal)/allowance for obsolete inventories	(2,591)	17,352
Fair value loss of investment in financial assets classified as fair value through profit or loss	8,334,668	10,667,067
<b>Operating cash flows before movements in working capital</b>	<b>1,949,662</b>	<b>1,047,044</b>
Decrease/(increase) in inventories	2,325,944	(681,207)
(Increase)/decrease in trade and other receivables	(27,174)	933,099
Decrease in due from related parties	(58,623)	(717,662)
Increase in due to a related party	-	40,322
Decrease in trade and other payables	(1,541,627)	(763,933)
<b>Cash used in operations</b>	<b>2,648,182</b>	<b>(142,337)</b>
Employees' end of service benefits paid	(58,132)	(31,152)
<b>Net cash generated from/(used in) operating activities</b>	<b>2,590,050</b>	<b>(173,489)</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(363,141)	(391,818)
Proceeds from sale of property, plant and equipment	9,029	-
Finance income received	309,395	625,685
Purchase of FVPL investment	-	(2,600,446)
Increase in fixed deposits	(141,929)	(89,018)
<b>Net cash used in investing activities</b>	<b>(186,646)</b>	<b>(2,455,597)</b>
<b>Cash flows from financing activities</b>		
Finance cost paid	(96,098)	(64,927)
Repayment of lease liabilities	(307,457)	(318,295)
<b>Net cash used in financing activities</b>	<b>(403,555)</b>	<b>(383,222)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>1,999,849</b>	<b>(3,012,308)</b>
Cash and cash equivalents at beginning of the period	18,473,693	5,160,359
<b>Cash and cash equivalents at end of the period (note 14)</b>	<b>20,473,542</b>	<b>2,148,051</b>

The accompanying notes form an integral part of the condensed consolidated financial information.



## Notes to the condensed consolidated financial information for the three-month period ended 31 March 2024

### 1 General information

Emirates Reem Investments Company P.J.S.C (“the Company”) (formerly Emirates Refreshments (P.S.C.)) is a Public Shareholding Company, incorporated in Dubai, United Arab Emirates under a decree issued by His Highness the Ruler of Dubai. The Company is listed on the Dubai Financial Market. The consolidated financial statements relate to the Company and its subsidiaries (together referred to as “the Group”).

Effective 16 August 2023, the shareholders resolved to change the legal name of the Company from Emirates Refreshments (P.S.C.) to Emirates Reem Investments Company P.J.S.C. The legal formalities were completed on 16 August 2023.

The registered address of the Company is P.O. Box 5567, Dubai, UAE.

The principal activities of the Company are bottling and selling mineral water as well as manufacturing plastic bottles and containers and trading in tissues, snacks, cereals, carbonated drinks and juices. The Company has One plants located Hatta, UAE. The Company markets, distributes and sells its products across the UAE, other Middle East countries and Africa.

The Company has three wholly owned subsidiaries; Evergreen Plastic Products Manufacturing LLC, Jeema Refreshments LLC and Emirates Refreshments LLC in the UAE. These subsidiaries are engaged in the manufacturing plastic bottles, cups and trading of mineral water, tissues, snacks, cereals, carbonated drinks and juices.

### 2 Application of new and revised International Financial Reporting Standards (“IFRS Accounting Standards”) (“IFRSs”) and IFRS Sustainability Disclosure Standards

#### 2.1 New and revised IFRSs applied with no material effect on the condensed consolidated interim financial information

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the annual consolidated financial statements of the Group for the year ended 31 December 2023, and the notes attached thereto, except for the taxation accounting policy (refer note 3) and the adoption of certain new and revised standards, that became effective in the current period as set out below.

- Amendments to IAS 1 *Presentation of Financial Statements*—Non-current Liabilities with Covenants
- Amendments to IAS 7 *Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures* — Supplier Finance Arrangements
- Amendment to IFRS 16 *Leases* — Lease Liability in a Sale and Leaseback
- Amendments to IAS 1 *Presentation of Financial Statements* — Classification of Liabilities as Current or Non-current

The application of these new standards and amendments to IFRSs has not had any material impact on the amounts reported in this condensed consolidated interim financial information but may affect the accounting for the Group’s future transactions or arrangements.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**2 Application of new and revised International Financial Reporting Standards (“IFRS Accounting Standards”) (“IFRSs”) and IFRS Sustainability Disclosure Standards (continued)**

**2.2 New and revised IFRSs and IFRS Sustainability Disclosure Standards in issue but not yet effective and not early adopted**

The Group has not applied the following new and revised IFRSs that have been issued but are not yet effective.

<u><b>New and revised IFRSs and IFRS Sustainability Disclosure Standards</b></u>	<u><b>Effective for annual periods beginning on or after</b></u>
IFRS S1 <i>General Requirements for Disclosure of Sustainability-related Financial Information</i>	1 January 2024*
IFRS S2 <i>Climate-related Disclosures</i>	1 January 2024*
Amendments to IAS 21 <i>The Effects of Changes in Foreign Exchange Rates</i> — Lack of Exchangeability	1 January 2025
IFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to IFRS 10 <i>Consolidated Financial Statements</i> and IAS 28 <i>Investments in Associates and Joint Ventures</i> — Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date not yet decided.

\*Subject to adoption by the local jurisdiction.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group’s condensed consolidated interim financial information as and when they are applicable and adoption of these new standards and amendments may have no material impact on the condensed consolidated interim financial information of the Group in the period of initial application.

**3 Summary of significant accounting policies**

**3.1 Statement of compliance**

The condensed consolidated financial information is prepared in accordance with International Accounting Standard (IAS) 34, “Interim Financial Reporting” and comply with the applicable requirements of the laws in the U.A.E. They do not include all the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2023. In addition, results for three-month period ended 31 March 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2023.

**3.2 Basis of preparation**

The condensed consolidated financial information is presented in UAE Dirhams (AED), which is the functional currency of the Group.

This condensed consolidated financial information has been prepared on the historical cost basis, except for financial asset carried at fair value through other comprehensive income (FVOCI), financial asset carried at fair value through profit or loss (FVPL) and investment property that carried at fair value.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)****3 Summary of significant accounting policies (continued)****3.3 Significant accounting policies**

The accounting policies used in the preparation of this condensed consolidated financial information are consistent with those used in the preparation of the audited annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of the new and revised standards and interpretations effective 1 January 2024 that are mentioned in Note 2.1 and taxation below.

Income tax expense represents the sum of the tax currently payable and deferred tax.

*Current tax*

The tax currently payable is based on taxable profit for the period. Taxable profit differs from profit as reported in the condensed statement of profit or loss and other comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates enacted or substantively enacted by the end of the reporting period.

*Deferred tax*

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the condensed statement of financial position and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the condensed statement of financial position and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the reporting date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current and deferred tax are recognised in condensed statement of profit or loss and other comprehensive income, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**4 Use of judgements and estimates**

The preparation of condensed consolidated financial information requires management to make judgement, estimates and assumptions that effect the application of the accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimates uncertainty were the same as those that applied to the Group's consolidated financial statements as at and for the year ended 31 December 2023.

**5 Property, plant and equipment**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
Property, plant and equipment at net carrying amount	<b>26,930,703</b>	27,348,584

Additions and disposal:

During the three-months period ended 31 March 2024, the Group acquired assets amounting to AED 0.36 million (year ended 31 December 2023: AED 0.39 million) and disposed assets amounting to AED 0.36 million (year ended 31 December 2023: 27.54 million)

Depreciation:

The depreciation expense amounted to AED 0.78 million during the three-months period ended 31 March 2024 (three-months period ended 31 March 2023: AED 0.55 million).

On 9<sup>th</sup> November 2023, the Group entered into a sale agreement to dispose its operations in Dibba Plant, which carried out all of the Group's operations in Dibba, Fujairah (note 23).

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**6 Intangible assets**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
<b>Customer related intangibles</b>		
At the beginning of the period/year	4,170,323	-
Additions from business combination	-	4,549,443
Amortization for the period/year	(227,472)	(379,120)
	<u>3,942,851</u>	<u>4,170,323</u>

Customer related intangibles and brand include intangible assets acquired through business combinations. The customer related intangible has useful life of 5 years.

**7 Goodwill**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
At the beginning of the period/year	5,297,658	-
Additions from business combination	-	5,297,658
	<u>5,297,658</u>	<u>5,297,658</u>

**8 Investment properties**

Investment properties comprises of warehouses on leasehold land situated in Fujairah.

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
At the beginning of the period/year	3,280,000	3,380,000
Loss on fair value of investment properties	-	(100,000)
	<u>3,280,000</u>	<u>3,280,000</u>

Based on management assessment, the investment properties' fair value as of 31 March 2024 is not materially different to its fair value as at 31 December 2023. For disclosure purposes, these investment properties are being considered as Level 3.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**8 Investment properties (continued)**

Completed investment properties are stated at fair value, which has been determined based on valuations performed by an accredited independent valuer with a recognized and relevant professional qualification and with recent experience in the location and category of investment properties being valued. The valuation techniques adopted comprise the investment value method (2023: investment value method). The valuations were prepared in accordance with the Royal Institution of Chartered Surveyors “RICS” valuation standards.

The Group has earned rental income during the three-month period ended 31 March 2024 is AED 35,714 (31 March 2023: AED 35,714).

**9 Right-of-use of assets**

	<b>31 March 2024 AED</b>	31 December 2023 AED
At the beginning of the period/year	<b>4,814,777</b>	6,252,742
Additions from business combination	-	2,127,898
Depreciation for the period/year	<b>(388,961)</b>	(1,820,796)
Disposals during the period/year	-	(1,745,067)
	<hr/> <b>4,425,816</b> <hr/>	<hr/> 4,814,777 <hr/>

The Group has lease contracts for various items of land and motor vehicles used in its operations. The average lease term is 2-5 years (2023: 2-5 years).

On 9 November 2023, the Group entered into a sale agreement to dispose its operations in Dibba Plant, which carried out all of the Group’s operations in Dibba, Fujairah. There were no material termination penalties as a result of the cancellation of the agreement.

**10 Investment in financial assets**

Financial assets carried at fair value through profit or loss and financial assets carried at fair value through other comprehensive income are classified as follows:

	<b>31 March 2024 AED</b>	31 December 2023 AED
<i>Financial assets carried at fair value through profit and loss (“FVTPL”)</i>		
Equity instruments – quoted	<b>25,003,300</b>	33,337,968
	<hr/> <b>25,003,300</b> <hr/>	<hr/> 33,337,968 <hr/>
<i>Financial assets carried at fair value through other comprehensive income (“FVTOCI”)</i>		
Equity instruments – quoted	<b>1,199,279</b>	1,211,058
	<hr/> <b>1,199,279</b> <hr/>	<hr/> 1,211,058 <hr/>

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**10 Investment in financial assets (continued)**

The classification of the investments in financial assets are as follows:

	<b>31 March 2024 AED</b>	31 December 2023 AED
<i><b>FVTPL investments</b></i>		
Current	<b>25,003,300</b>	33,337,968
	<hr/>	<hr/>
<i><b>FVTOCI investments</b></i>		
Non-current	<b>1,199,279</b>	1,211,058
	<hr/>	<hr/>
<b><u>Quoted securities</u></b>		
<i><b>FVTPL investments</b></i>		
At the beginning of the period/year	<b>33,337,968</b>	47,646,491
Additions during the period/year	-	5,656,270
Disposal during the period/year	-	(8,250,000)
Gain on sale of investment	-	(150,000)
Changes in fair value	<b>(8,334,668)</b>	(11,564,793)
	<hr/>	<hr/>
<b>At the end of the period/year</b>	<b>25,003,300</b>	33,337,968
	<hr/>	<hr/>
<i><b>FVTOCI investments</b></i>		
At the beginning of the period/year	<b>1,211,058</b>	1,111,600
Changes in fair value	<b>(11,779)</b>	99,458
	<hr/>	<hr/>
	<b>1,199,279</b>	1,211,058
	<hr/>	<hr/>

These investments in equity securities are listed on Abu Dhabi Securities Exchange and Dubai Financial Markets Stock Exchanges. The fair value of the quoted equity securities is determined by reference to quoted market prices at the close of business at the end of the reporting date.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**11 Inventories**

	<b>31 March 2024 AED</b>	31 December 2023 AED
Raw materials	5,835,334	7,828,595
Spare parts	3,244,254	3,257,625
Finished goods	977,865	1,291,202
Others	476,157	482,132
	<u>10,533,610</u>	<u>12,859,554</u>
Less: allowance for slow moving inventories	(2,952,396)	(2,954,987)
	<u>7,581,214</u>	<u>9,904,567</u>

Movement in provision for slow moving inventories are as follows:

	<b>31 March 2024 AED</b>	31 December 2023 AED
At the beginning of the period/year	2,954,987	2,794,317
Charge for the period/year	(2,591)	160,670
	<u>2,952,396</u>	<u>2,954,987</u>

**12 Trade and other receivables**

	<b>31 March 2024 AED</b>	31 December 2023 AED
Trade receivables	17,758,412	18,035,945
Less : Allowance for expected credit losses	(2,165,223)	(2,160,223)
	<u>15,593,189</u>	<u>15,875,722</u>
Trade receivables, net	15,593,189	15,875,722
Interest receivable	7,829,602	5,019,463
Prepayments	1,367,741	946,733
Advances to suppliers	707,176	429,356
Other receivables	9,881,595	10,275,592
	<u>35,379,303</u>	<u>32,546,866</u>



**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**12 Trade and other receivables (continued)**

Other receivables include AED 9.0 million receivable from the sale of Dibba Plant operations (note 23).

Movement in allowance for expected credit loss are as follows:

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
At the beginning of the period/year	<b>2,160,223</b>	2,120,477
Net remeasurement of loss allowance	<b>5,000</b>	39,746
	<b>2,165,223</b>	2,160,223

**13 Related parties**

Related parties represent major shareholders, 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.

Balances with related parties reflected in the consolidated statement of financial position are as follows:

		<b>31 March 2024 AED</b>	31 December 2023 AED
<b>Due from related parties</b>	<b>Relationship</b>		
International Securities LLC	Common control	<b>5,201,689</b>	5,201,689
Life Line Drug Store L.L.C	Other related party	<b>472,206</b>	483,792
Invictus Investment Company PLC	Common control	<b>444,150</b>	403,725
Al Ufuq Almalaki General Trading-Sole Proprietorship LLC	Common control	<b>389,712</b>	503,911
Royal Keita Catering L.L.C	Other related party	<b>343,986</b>	312,555
Trojan General Contracting L.L.C.	Common control	<b>257,063</b>	185,657
Zee Store P.J.S.C	Common control	<b>84,632</b>	39,979
Somerian Health L.L.C	Common control	<b>201</b>	2,627
Cine Royal Cinema L.L.C	Common control	<b>-</b>	1,323
Alliance Foods Co. L.L.C	Common control	<b>821</b>	579
		<b>7,194,460</b>	7,135,837

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**13 Related parties (continued)**

		<b>31 March 2024 AED</b>	31 December 2023 AED
<b>Payable to a related party</b>			
Quant Lase Lab L.L.C	Common control	<b>4,720,319</b>	4,720,319
		<u>                    </u>	<u>                    </u>
<b>FVTPL investments</b>	Common control	<b>25,003,300</b>	33,337,968
		<u>                    </u>	<u>                    </u>

Significant transactions with related parties are as follows:

	<b>Three-month period ended 31 March</b>	
	<b>2024 AED (unaudited)</b>	2023 AED (unaudited)
Sales to a related party	<b>1,782,756</b>	747,290
	<u>                    </u>	<u>                    </u>
Payment of expenses on behalf of a related party	<b>115,108</b>	2,843,611
	<u>                    </u>	<u>                    </u>
Purchases of goods and services	<b>-</b>	2,600,446
	<u>                    </u>	<u>                    </u>

On 9 November 2023, the Group entered into a sale agreement to dispose its operations in Dibba Plant, which carried out all of the Group's operations in Dibba, Fujairah. As part of this agreement, the Group's agreement with Quant Lase Lab L.L.C. was terminated and AED 4.72 million will be paid to Quant Lase Lab L.L.C. as reimbursement.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**14 Cash and bank balances**

For the purpose of the condensed consolidated statement of cash flows, cash and cash equivalents are comprised for the following:

	<b>31 March 2024 AED</b>	31 December 2023 AED
Cash on hand	<b>129,628</b>	129,535
Other cash equivalents	<b>92,394</b>	85,300
Cash at bank – current accounts	<b>20,251,520</b>	18,258,858
Short-term deposits	<b>215,841,754</b>	215,699,825
	<hr/>	<hr/>
Cash and bank balances	<b>236,315,296</b>	234,173,518
Less: Fixed deposits with original maturity of more than three months	<b>(215,841,754)</b>	(215,699,825)
	<hr/>	<hr/>
<b>Cash and cash equivalents in the consolidated statement of cash flows</b>	<b>20,473,542</b>	18,473,693
	<hr/> <hr/>	<hr/> <hr/>

**15 Share capital**

The share capital of the Parent Company consists of fully paid ordinary shares with a par value of AED 1 each. All shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholders' meeting of the Group.

	<b>31 March 2024 AED</b>	31 December 2023 AED
<b>Issued and fully paid up</b>		
319.87 million ordinary shares of AED 1 each (2023: 319.87 million ordinary shares of AED 1 each)	<b>319,871,064</b>	319,871,064
	<hr/> <hr/>	<hr/> <hr/>

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**16 Statutory reserve**

In accordance with the UAE Federal Law No. (32) of 2021 and the Parent Company's Articles of Association, a minimum of 10% of the profit of the Group is to be allocated annually to a non-distributable statutory reserve. Such allocations may be ceased when the statutory reserve becomes equal to half of the share capital.

**17 Provision for employees' end of service benefits**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
At the beginning of the period/year	1,899,171	1,718,700
Additions from business combination	-	222,334
Charge for the period/year	102,546	385,054
Payments made during the period/year	(58,132)	(426,917)
	<hr/> <b>1,943,585</b> <hr/>	<hr/> 1,899,171 <hr/>

**18 Lease liabilities**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
At the beginning of the period/year	4,764,641	7,621,551
Assets arising on acquisition of a subsidiary	-	2,128,560
Finance cost	82,577	515,560
Disposal during the period/year	-	(3,167,758)
Payments during the period/year	(307,457)	(2,333,272)
	<hr/> <b>4,539,761</b> <hr/>	<hr/> 4,764,641 <hr/>
Presented as :		
Current	<b>1,086,608</b>	1,254,695
Non-current	<b>3,453,153</b>	3,509,946
	<hr/> <b>3,453,153</b> <hr/>	<hr/> 3,509,946 <hr/>

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**19 Trade and other payables**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
Trade payables	<b>14,634,131</b>	16,224,710
Payable to a related party (note 13)	<b>4,720,319</b>	4,720,319
Accrued expenses and other payables	<b>1,736,107</b>	1,848,932
Value added tax payable	<b>422,960</b>	389,504
Advances from customers	<b>175,369</b>	129,625
	<hr/> <b>21,688,886</b> <hr/>	<hr/> 23,313,090 <hr/>

**20 Taxation**

*Corporate income tax*

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance (“MoF”) released Federal Decree-Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law (“CT Law”) to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. As the Group’s accounting year ends on 31 December, the first tax period will be the period from 1 January 2024 to 31 December 2024, with the respective tax return to be filed on or before 30 September 2025.

The taxable income of the entities that are in scope for UAE CT purposes will be subject to the rate of 9% corporate tax. It is not currently foreseen that the Group’s UAE operations will be subject to the application of the Global Minimum Tax rate of 15% in FY2024. The application is dependent on the implementation of Base Erosion Profit Shifting (BEPS 2) – Pillar Two rules by the countries where the Group operates and the enactment of Pillar Two rules by the UAE MoF.

The following are the major deferred tax liabilities and assets recognised by the group and movements thereon during the current period.

*Deferred tax*

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the group intends to settle its current tax assets and liabilities on a net basis. Deferred taxes of the Group is computed at the rate of 9% (2023 - 9%).

**Deferred tax asset**

The Group incurred net loss before tax of AED 4.85 million for the period ended 31 March 2024, resulting in tax loss relief in accordance with the CT Law and probable deductible temporary difference, a deferred tax asset. The Group assessed future taxable profit that will be available against which this deferred tax asset can be utilized and concluded that there is no such future taxable profit at this stage.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**20 Taxation (continued)**

**Deferred tax asset (continued)**

As such, the Group recognized deferred tax asset equivalent to the deferred tax liability as follows:

	<b>31 March 2024 AED (unaudited)</b>
<b>Loss before tax</b>	<b>4,854,827</b>
Less: expenses not allowed for deduction	<b>(227,472)</b>
	<hr/> <b>4,627,355</b>
Deferred tax asset recognized	<b>354,857</b>
Deferred tax asset unrecognized	<b>61,605</b>
	<hr/> <hr/>

**Deferred tax liability**

Deferred tax liabilities relate to the intangible assets acquired due to the acquisition of a subsidiary, Evergreen Plastic Manufacturing LLC, in 2023. The movement is as follows:

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
At the beginning of the period/year	<b>375,329</b>	-
Acquired in business combination	-	375,329
Reversal for the period/year	<b>(20,472)</b>	-
	<hr/> <b>354,857</b> <hr/>	<hr/> 375,329 <hr/>

Deferred tax presented in the condensed consolidated statement of financial position is as under:

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (audited)
Deferred tax assets	<b>354,857</b>	-
Deferred tax liabilities	<b>(354,857)</b>	375,329
	<hr/> <b>-</b> <hr/>	<hr/> 375,329 <hr/>
	<hr/> <hr/>	<hr/> <hr/>

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**21 Basic and diluted loss per share**

Basic loss per share amounts is calculated by dividing the loss for the period by the weighted average number of shares outstanding during the period.

There are no dilutive securities, therefore diluted loss per share is the same as basic loss per share.

The following reflects the loss and share data used in the earnings per share computations:

	<b>Three months ended 31 March</b>	
	<b>2024</b>	2023
	<b>(unaudited)</b>	(unaudited)
Loss for the period (AED)	<b>(4,479,498)</b>	(8,485,804)
Weighted average number of shares in issue	<b>319,871,064</b>	319,871,064
Basic and diluted loss per share (AED)	<b>(0.014)</b>	(0.03)

**22 Contingencies and commitments**

	<b>31 March 2024 AED (unaudited)</b>	31 December 2023 AED (unaudited)
Letter of guarantees	<b>105,000</b>	55,000
Capital commitments	<b>14,375</b>	186,797

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**23 Discontinued operations**

On 9 November 2023, the Group entered into a sale agreement to dispose its operations in Dibba Plant, which carried out all of the Group's operations in Dibba, Fujairah. The disposal resulted in cancellation of the agreement with Quant Lase Lab L.L.C. (note 13).

The disposal was completed on 10 November 2023, on which date control of the Dibba assets effectively passed to the acquirer. Details of the assets and liabilities disposed of, and the calculation of the profit or loss on disposal, are disclosed below:

	<b>2023</b>
	<b>AED</b>
<b>Assets</b>	
Property, plant and equipment	<b>5,189,684</b>
Inventories	<b>2,483,843</b>
Right of use asset	<b>1,745,067</b>
<b>Liabilities</b>	
Lease liabilities	<b>3,167,758</b>
Other liabilities	<b>69,262</b>
Net assets disposed off	<b>6,181,574</b>
Loss on disposal	<b>(47,147)</b>
Consideration allocated for the net assets	<b>6,134,427</b>
Consideration allocated for payment to Quant Lase Lab L.L.C.	<b>2,865,573</b>
Total consideration	<b>9,000,000</b>

AED 2.87 million out of the AED 9.0 million cash consideration was for the purposes of settling Quant Lase account due to termination of JV agreement.



**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**24 Financial risk management**

**Financial risk factors**

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

There have been no changes in the risk management policies of the Company since year end.

**Liquidity risk**

Compared to the consolidated financial statements for the year ended 31 December 2023, there were no material changes in the contractual undiscounted cash outflows of the financial liabilities.

**Fair value estimation**

**Fair value of financial instruments**

Financial instruments comprise financial assets and financial liabilities.

Financial assets of the Group include investment securities, trade and other receivables, cash and bank balances and amount due from a related party. Financial liabilities of the Group include trade and other payables and bank overdraft.

The fair values of financial instruments are not materially different from their carrying values.

**Fair value hierarchy**

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

	<b>Level 1 AED</b>	<b>Level 2 AED</b>	<b>Level 3 AED</b>	<b>Total AED</b>
<b>31 March 2024</b>				
Investment in financial assets	<b>26,202,579</b>	-	-	<b>26,202,579</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>31 March 2023</b>				
Investment in financial assets	40,757,795	-	-	40,757,795
	<hr/>	<hr/>	<hr/>	<hr/>

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**24 Financial risk management (continued)**

**Fair value measurement of non-financial assets**

Fair value of investment properties has been determined by an independent valuer (the “Valuer”) using market value approach, based on the current property market condition in the UAE. The market has been assessed by the Expert and certain internal data has been provided by the management, therefore, the fair valuation falls under level 3. The following are the valuation technique and fair value hierarchy as at 31 December 2023 and 2022:

	<b>Fair value AED</b>	<b>Fair value hierarchy</b>	<b>Valuation technique</b>	<b>Sensitivity Analysis</b>
Investment properties	3,280,000 (2022: 3,380,000)	Level 3	Investment value approach  (2022: Investment value approach)	A slight increase in the capitalization rate and estimated net operating income (NOI) would result in a significant decrease in fair value, and vice versa.

**25 Seasonality of results**

No income of a seasonal nature was recorded in the condensed consolidated statement of profit or loss for the three-month period ended 31 March 2024 and 2023.

**26 Operating segment information**

The Group has three reportable segments, as described below, which are aligned with the Group’s strategic business units. The strategic business units offer different products and services and are managed separately because they require different technology and marketing strategies. For each of the strategic business units, the Board of Directors review internal management reports on at least a quarterly basis.

The following summary describes the operations in each of the Group’s reportable segment:

- Operations segment, which involves the segment of bottling, plastic manufacturing, distribution and trading of mineral water, tissues, snacks , carbonated drink, cereals and juices trading;
- Corporate segment, which involves investing activities of the Group; and
- Land and building leasing segment, which involves the segment of leasing investment property warehouses.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit, as included in the internal management reports data reviewed by the Group’s executive management. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**26 Operating segment information (continued)**

Condensed consolidated statement of profit or loss for the period ended 31 March 2024 (unaudited):

	Operations AED	Corporate AED	Land and building leasing AED	Eliminations AED	Group AED
Revenue from external customers	18,432,048	-	-	-	18,432,048
Intersegment revenue	303,511	-	-	(303,511)	-
Cost of sales	(12,985,812)	-	-	301,777	(13,287,589)
Gross profit	5,749,747	-	-	(1,734)	5,144,459
Selling and distribution expenses	(2,737,848)	-	-	-	(2,737,848)
General and administrative expenses	(1,984,161)	-	(6,316)	-	(1,990,477)
Finance costs	-	(96,098)	-	-	(96,098)
Finance income	-	3,119,658	-	-	3,119,658
Rental income	-	-	35,714	-	35,714
Gain on sale of property, plant and equipment	8,320	-	-	-	8,320
Fair value loss of investment in financial assets classified as fair value through profit or loss	-	(8,334,668)	-	-	(8,334,668)
Other expenses	(3,887)	-	-	-	(3,887)
Profit/(loss) for the period	1,032,171	(5,311,108)	29,398	(1,734)	(4,854,827)

Condensed consolidated statement of profit or loss for the period ended 31 March 2023 (unaudited):

	Operations AED	Corporate AED	Land and building leasing AED	Eliminations AED	Group AED
Revenue from external customers	9,220,703	-	-	-	9,220,703
Cost of sales	(5,735,231)	-	-	-	(5,735,231)
Gross profit	3,485,472	-	-	-	3,485,472
Selling and distribution expenses	(2,531,187)	-	-	-	(2,531,187)
General and administrative expenses	(1,051,371)	-	(6,316)	-	(1,057,687)
Finance costs	-	(137,873)	-	-	(137,873)
Finance income	-	2,348,375	-	-	2,348,375
Rental income	-	-	35,714	-	35,714
Fair value loss of investment in financial assets classified as fair value through profit or loss	-	(10,667,067)	-	-	(10,667,067)
Other income	38,449	-	-	-	38,449
(Loss)/profit for the period	(58,637)	(8,456,565)	29,398	-	(8,485,804)

**Notes to the condensed consolidated financial information  
for the three-month period ended 31 March 2024 (continued)**

**26 Operating segment information (continued)**

Condensed consolidated statement of financial position as at 31 March 2024:

	Operations AED	Corporate AED	Land and building leasing AED	Eliminations AED	Group AED
Total current assets	70,769,094	240,845,054	-	(140,575)	311,473,573
Total non-current assets	40,597,028	1,199,279	3,280,000	-	45,076,307
Total assets	<u>111,366,122</u>	<u>242,044,333</u>	<u>3,280,000</u>	<u>(140,575)</u>	<u>356,549,880</u>
Total liabilities	<u>28,667,664</u>	<u>-</u>	<u>-</u>	<u>(140,575)</u>	<u>28,527,089</u>

Condensed consolidated statement of financial position as at 31 December 2023:

	Operations AED	Corporate AED	Land and building leasing AED	Eliminations AED	Group AED
Total current assets	68,060,963	249,037,793	-	-	317,098,756
Total non-current assets	41,631,342	1,211,058	3,280,000	-	46,122,400
Total assets	<u>109,692,305</u>	<u>250,248,851</u>	<u>3,280,000</u>	<u>-</u>	<u>363,221,156</u>
Total liabilities	<u>30,352,231</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,352,231</u>

Additional information required by IFRS 8 Segment Reporting, is disclosed below:

Information about geographical segments

During the period ended 31 March 2024, revenue from customers located in the Company's country of domicile (UAE) is AED 15.82 million (period ended 31 March 2023: AED 9.03 million) and revenue from customers outside UAE (foreign customers) is AED 2.60 million (period ended 31 March 2023: AED 0.21 million).

Major customers

During the period ended 31 March 2024 and 2023, there were no customers of the Company with revenues greater than 10% of the total revenue of the Company.

**27 Approval of condensed consolidated financial statements**

The consolidated financial statements were approved by the Directors and authorised for issue on 13 May 2024.