

## DIRECTORS REPORT ON EARNING AS AT END OF JUNE 30 2021

On behalf of the Board of Directors of RAK Properties PJSC, I am pleased to present the report on Earnings for the period ending 30<sup>th</sup> June 2021.

### HY 2021 Financial Key Highlights:

- Revenue increased by 121% to AED 265.1 million in Q2 2021 vs AED 120.02 million in Q2 2020.
- Net Profit Increased by 348% to AED 119.81 million in Q2 2021 vs AED 26.73 million in Q2 2020.
- Total comprehensive income for the period increased to AED 106.58 million in Q2 2021 vs AED 11.44 million in Q2 2020.
- The total sales backlog is AED 131 million to be recognized over the period of construction based on construction percentage.
- Total Asset increased by 4.4% to AED 6.05 billion vs AED 5.8 billion due to increased investment in the development of hotels and residential properties.

AED M			AED M		
Income Statement			Financial Position		
	30th June 2021	30th June 2020		30th June 2021	31st Dec 2020
Revenue	265.10	120.02	Non current Assets	4,670	4,566
Cost of Revenue	(159.06)	(84.25)	Current Assets	1,382	1,230
<b>Gross Profit</b>	<b>106.04</b>	<b>35.77</b>	<b>Total Assets</b>	<b>6,052</b>	<b>5,796</b>
			Non current Liabilities	995	958
<b>Profit for the period</b>	<b>119.81</b>	<b>26.73</b>	Current Liabilities	1,043	927
			Total Equity	4,014	3,911
Earnings per share for the period (AED)	0.060	0.013	<b>Total Equity and Liability</b>	<b>6,052</b>	<b>5,796</b>

## Development Update

### Residential Projects:

1. **Marbella Villas**, Mina Al Arab, Ras Al Khaimah – 205 villas and townhouses
2. **Julphar Residence**, Reem Island, Abu Dhabi – 266 apartments

The above projects will be handed over during this year.

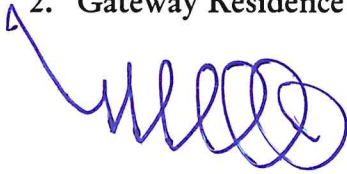
### Hospitality Projects:

1. **Intercontinental Hotel and Resort**, Mina Al Arab, Ras Al Khaimah
2. **Anantara Mina Al Arab Hotel and Resort**, Ras Al Khaimah

The development of the premium Five Star Hotels is progressing well. The Intercontinental Hotel and Resort is scheduled to open in Q4 /2021 and the Anantara Mina Al Arab Hotel and Resort, Ras Al Khaimah is scheduled to start operation in 2022. These two premium assets will add significant value to the revenue stream and strengthen the balance sheet.

### Upcoming Projects:

1. **Bay Residence**, Hayat Island, Mina Al Arab, Ras Al Khaimah
2. **Gateway Residence 2**, a residential tower in Hayat Island, Mina Al Arab



**Mohammad Al Tair**  
**Acting Chief Executive Officer**