Ittihad International Investment LLC

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 JUNE 2026

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF

ITTIHAD INTERNATIONAL INVESTMENT LLC

Introduction
We have reviewed the accompanying interim condensed consolidated financial statements of Ittihad International Investment LLC (the "Company") and its subsidiaries (together referred to as the "Group") as at 30 June 2026, comprising of the interim condensed consolidated statement of financial position as at 30 June 2026, and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the six month 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*".

For Ernst & Young

Ahmad Al Dali
Registration No 5548

17 August 2026
Abu Dhabi, United Arab Emirates

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

For the six month period ended 30 June 2026

	Notes	*Six months ended 30 June (Unaudited)* 2026 AED '000	2025 AED '000
Continuing operations			
Revenue	3	**7,196,547**	6,194,561
Direct costs		**(6,672,792)**	(5,810,164)
GROSS PROFIT		**523,755**	384,397
Administrative expenses		**(198,548)**	(172,451)
Provision for expected credit losses, net		**(1,392)**	(2,327)
OPERATING PROFIT		**323,815**	209,619
Other income		**10,916**	11,176
Gain on disposal of a subsidiary	17	**-**	18,671
Change in fair value of investment carried at fair value through profit or loss		**(9,523)**	4,107
Share of profit from associate		**4,237**	6,521
Net foreign exchange gain		**1,475**	2,016
Finance costs, net	4	**(132,052)**	(145,271)
Change in fair value of derivatives		**(3,884)**	1,894)
PROFIT BEFORE TAX FOR THE PERIOD		**194,984**	108,733
Income tax expense	11	**(17,097)**	(12,643)
PROFIT FROM CONTINUING OPERATIONS FOR THE PERIOD		**177,887**	96,090
Discontinued operations			
Profit for the period from discontinued operations	10	**(1,146)**	(546)
PROFIT FOR THE PERIOD		**176,741**	95,544
Attributable to:			
Equity holders of the parent company:			
Continuing operations		**178,010**	97,007
Discontinued operations		**(1,146)**	(546)
		176,864	96,461
Non-controlling interest:			
Continuing operations		**(123)**	(917)
Discontinued operations		**-**	-
		(123)	(917)
		176,741	95,544

The attached notes 1 to 17 form part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the six month period ended 30 June 2026

	Note	*Six months ended 30 June (Unaudited)* 2026 AED '000	2025 AED '000
PROFIT FOR THE PERIOD		**176,741**	95,544
Other comprehensive income (loss)			
Items that may subsequently be reclassified to profit or loss			
Changes in fair value of cash flow hedges		**419**	419
Foreign exchange differences on translation of foreign operations		**(416)**	(445)
		3	(26)
Items that will not be subsequently reclassified to profit or loss			
Changes in fair value of investment carried at fair value through other comprehensive income		**535**	1,125
Other comprehensive income/(loss) for the period		**538**	1,099
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**177,279**	96,643
Attributable to:			
Equity holders of the parent company:			
Continuing operations		**178,548**	98,106
Discontinued operations	10	**(1,146)**	(546)
		177,402	97,560
Non-controlling interest:			
Continuing operations		**(123)**	(917)
		(123)	(917)
		177,279	96,643

The attached notes 1 to 17 form part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2026

	Notes	*(Unaudited) 30 June 2026 AED'000*	*(Audited) 31 December 2025 AED'000*
ASSETS			
Non-current assets			
Property, plant and equipment	5	**2,099,751**	2,055,547
Right of use assets		**109,122**	109,417
Intangible assets		**34,734**	38,160
Goodwill		**3,417**	3,417
Investments carried at fair value through other comprehensive income		**55,984**	30,431
Amounts due from related parties	7	**20,961**	20,961
Accounts receivable and prepayments		**42,352**	53,656
Investment in an associate		**15,354**	11,118
Derivative financial instruments		**5,606**	1,236
		2,387,281	2,323,943
Current assets			
Inventories		**1,867,963**	1,646,199
Investment carried at fair value through profit or loss		**3,704**	13,241
Accounts receivable and prepayments		**2,083,941**	2,026,122
Bank balances and cash	6	**1,052,044**	791,007
Amounts due from related parties	7	**29,255**	22,884
Derivative financial instruments		**4,283**	4,584
		5,041,190	4,504,037
Disposal group held for sale		**2,206**	3,875
		5,043,396	4,507,912
TOTAL ASSETS		**7,430,677**	6,831,855
EQUITY AND LIABILITIES			
Equity			
Share capital	8	**500**	500
Shareholders' accounts		**70,297**	75,311
Statutory reserve		**9,443**	9,443
Retained earnings		**869,865**	695,208
Foreign currency translation reserve		**(15,882)**	(15,466)
Fair value reserve		**(24,278)**	(24,813)
Cash flow hedges reserve		**(3,908)**	(4,327)
Equity attributable to the owners of the Company		**906,037**	735,856
Non-controlling interest		**301**	2,631
Net equity		**906,338**	738,487

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED) continued

As at 30 June 2026

	Notes	*(Unaudited)* *30 June 2026* *AED'000*	*(Audited)* *31 December 2025* *AED'000*
EQUITY AND LIABILITIES continued			
Non-current liabilities			
Warranty provisions		**5,338**	3,915
Term loans	9.1	**212,852**	218,282
Employees' end of service benefits		**97,962**	94,852
Lease liabilities		**108,002**	103,586
Derivative financial instruments		**19,425**	9,186
Non-convertible Sukuk	9.2	**1,988,999**	1,985,857
Deferred tax liability	11	**1,348**	1,353
		2,433,926	2,417,031
Current liabilities			
Accounts payable and accruals		**2,950,884**	2,989,447
Income tax payable		**42,266**	25,127
Term loans	9.1	**84,491**	90,158
Bank financing facilities	9.3	**993,093**	543,074
Derivative financial instruments		**5,616**	7,789
Lease liabilities		**10,209**	15,711
Amounts due to related parties	7	**339**	1,516
		4,086,898	3,672,822
Liabilities directly associated with disposal group held for sale		**3,515**	3,515
		4,090,413	3,676,337
Total liabilities		**6,524,339**	6,093,368
TOTAL EQUITY AND LIABILITIES		**7,430,677**	6,831,855

Chairman

The attached notes 1 to 17 form part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the six month period ended 30 June 2026

	Attributable to equity holders of the Company									
	Share capital AED'000	*Shareholders' accounts AED'000*	*Statutory reserve AED'000*	*Fair value reserve AED'000*	*Retained earnings AED'000*	*Cash flow hedge reserve AED'000*	*Foreign currency translation reserve AED'000*	*Total AED'000*	*Non-controlling interests AED'000*	*Net equity AED'000*
Balance at 1 January 2025 (audited)	500	85,329	9,443	(25,642)	606,927	(5,166)	(17,958)	653,433	5,202	658,635
Profit (loss) for the period	-	-	-	-	96,461	-	-	96,461	(917)	95,544
Other comprehensive income (loss) for the period	-	-	-	1,125	-	419	(445)	1,099	-	1,099
Total comprehensive income (loss) for the period	-	-	-	1,125	96,461	419	(445)	97,560	(917)	96,643
Realized loss on disposal of investment carried at fair value through other comprehensive income	-	-	-	12,006	(12,006)	-	-	-	-	-
Net movement in shareholders' accounts	-	(5,498)	-	-	-	-	-	(5,498)	-	(5,498)
Balance at 30 June 2025 (unaudited)	500	79,831	9,443	(12,511)	691,382	(4,747)	(18,403)	745,495	4,285	749,780
Balance at 1 January 2026 (audited)	500	75,311	9,443	(24,813)	695,208	(4,327)	(15,466)	735,856	2,631	738,487
Profit (loss) for the period	-	-	-	-	176,864	-	-	176,864	(123)	176,741
Other comprehensive income (loss) for the period	-	-	-	535	-	419	(416)	538	-	538
Total comprehensive income (loss) for the period	-	-	-	535	176,864	419	(416)	177,402	(123)	177,279
Acquisition of non-controlling interest (note 16)	-	-	-	-	(2,207)	-	-	(2,207)	(2,207)	(4,414)
Net movement in shareholders' accounts	-	(5,014)	-	-	-	-	-	(5,014)	-	(5,014)
Balance at 30 June 2026 (unaudited)	**500**	**70,297**	**9,443**	**(24,278)**	**869,865**	**(3,908)**	**(15,882)**	**906,037**	**301**	**906,338**

The attached notes 1 to 17 form part of these interim condensed consolidated financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the six month period ended 30 June 2026

	Notes	*Six months ended 30 June* *2026* *AED'000*	*2025* *AED'000*
OPERATING ACTIVITIES			
Profit before tax for the period from continuing operations		**194,984**	108,733
(Loss) before tax for the period from discontinued operations		**(1,146)**	(546)
		193,838	108,187
Adjustments for:			
Finance costs	4	**132,154**	145,007
Amortisation of intangible assets		**3,812**	3,570
Share of result from investment in an associate		**(4,237)**	(6,521)
Allowance for expected credit losses, net		**1,392**	2,327
Deprecation of property, plant and equipment	5	**70,687**	72,586
Depreciation of right of use of assets		**4,567**	3,930
Amortisation of interest rate swap charges		**419**	419
Provision for warranty		**5,210**	3,496
Change in fair value of investment carried at fair value through profit or loss		**9,523**	(4,107)
Provision for slow moving inventories, net		**4,591**	2,165
Provision for employees' end of service benefits		**8,316**	9,684
Gain on sale of property, plant and equipment		**(1,074)**	(5,345)
Write-off of property, plant and equipment		**-**	3,155
Gain on disposal of a subsidiary	17	**-**	(18,671)
Net changes in fair value of derivative financial instruments		**3,884**	(1,894)
		433,082	317,988
Working capital changes:			
Inventories		**(226,355)**	(415,290)
Accounts receivable and prepayments		**(49,516)**	(374,165)
Accounts payable and accruals, net of current portion of warranty provision		**(42,614)**	736,709
Amounts due from related parties		**(6,371)**	7,279
Amounts due to related parties		**(1,177)**	87
Cash generated from operations		**107,049**	272,608
Employees' end of service benefits paid		**(5,206)**	(5,940)
Warranty paid		**(3,939)**	(4,850)
Net cash flow from operating activities		**97,904**	261,818
INVESTING ACTIVITIES			
Purchase of property, plant and equipment	5	**(114,868)**	(64,603)
Purchase of intangible assets		**(386)**	(511)
Net movement in investments in financial instruments		**(25,000)**	7,572
Proceeds from sale of property, plant and equipment		**1,178**	11,448
Proceed from repayment of loan to associate		**-**	2,400
Proceeds from disposal of a subsidiary	17	**-**	29,380
Consideration paid on acquisition of non-controlling interest		**(4,414)**	-
Settlement of derivative financial instruments, net		**-**	-
Net cash used in investing activities		**(143,490)**	(14,314)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED) (continued)

For the six month period ended 30 June 2026

	Note	*Six months ended 30 June* 2026 AED'000	2025 AED'000
FINANCING ACTIVITIES			
Repayment of term loans		**(27,129)**	(30,246)
Payment of financing transaction costs		**(3,243)**	(22,596)
Proceeds from term loans		**16,674**	133,536
Bank financing facilities, net		**450,393**	(130,247)
Payment of Sukuk issuance transaction costs		**(435)**	-
Movement in shareholders' account		**(5,014)**	(5,498)
Payment of lease rentals		**(9,108)**	(12,340)
Finance cost paid		**(115,160)**	(137,401)
Net cash from / (used) in financing activities		**306,978**	(204,792)
NET INCREASE IN CASH AND CASH EQUIVALENTS DURING THE PERIOD		**261,392**	42,712
Foreign currency translation adjustment		**(416)**	(445)
Cash and cash equivalents at the beginning of the period		**791,356**	626,342
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		**1,052,332**	668,609

The attached notes 1 to 17 form part of these interim condensed consolidated financial statements.

1 ACTIVITIES

Ittihad International Investment LLC (the "Company") is a limited liability company registered in Abu Dhabi, U.A.E. on 11 September 2008.

The main activities of Ittihad International Investment LLC (the "Company") and its subsidiaries (the "Group") are manufacturing of papers, paperboard, ready to use printing and writing papers , tissue paper, cleaning detergent, producing and supplying copper rod, distributing straight steel bars, cut and bend services, clinker grinding, providing operation and maintenance services for infrastructure networks, water systems, sewage, treatment plants and solid municipal waste management, sales and marketing of medical equipment and apparatus, management of hospitals, technical and specialised services for maintenance and operation of medical equipment.

The registered address of the Company is P O Box 41188, Abu Dhabi, United Arab Emirates.

The Company is owned by Mr. Jawaan Awaida Suhail Awaida Al Khaili (hereinafter referred as the "Owner" or the "Shareholder").

The interim condensed consolidated financial statements for the six month period ended 30 June 2026 were authorized by the Board of Directors for issue on 17 August 2026.

2 BASIS OF PREPARATION

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34, *Interim Financial Reporting*.

The interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements prepared in accordance with IFRS Accounting Standards, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025. In addition, results for the six month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the year ending 31 December 2026.

The interim condensed consolidated financial statements are presented in United Arab Emirates Dirham ("AED") which is also the currency of primary economic environment in which the Company operates. Each entity in the Group determines its own functional currency. All financial information presented in AED has been rounded to the nearest thousand (AED'000) except otherwise stated.

The interim condensed consolidated financial statements are prepared under the historical cost convention, except for measurement at fair value of derivative financial instruments, investments carried at fair value through other comprehensive income and investments carried at fair value through profit or loss.

Basis of consolidation
The interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at 30 June 2025. The interim condensed financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. 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.
- The ability to use its power over the investee to affect its returns.

2 BASIS OF PREPARATION continued

Basis of consolidation continued
Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement(s) with the other vote holders of the investee.
- Rights arising from other contractual arrangements.
- The Group's voting rights and potential voting rights.

The Group re-assesses 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. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the interim condensed consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of OCI are attributed to the equity holders of the parent of the Group 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. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

When the Group loses control of a subsidiary, the profit or loss on disposal 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 (including goodwill), and liabilities of the subsidiary and any non-controlling interests.

2 BASIS OF PREPARATION continued

Basis of consolidation continued
The consolidated subsidiaries and the Company's shareholding therein are as follows:

Subsidiaries & shareholding companies	*Country of incorporation*	*Activities*	*Percentage of holding* **2026** %	*2025* %
Alternative Investments Sole proprietorship	United Arab Emirates	Invest in private companies and establishments	**100**	100
Industrial Capital Group LLC	United Arab Emirates	Invest in private companies and establishments	**100**	100
Papyrus Holding LLC - OPC (i)	United Arab Emirates	Invest in private companies and establishments	**100**	100
Union Copper Rod LLC	United Arab Emirates	Copper rod manufacturing	**100**	100
Union Rebar Factory LLC	United Arab Emirates	Steel bar cutting & bending	**100**	100
Union Chemicals Factory LLC	United Arab Emirates	Production of chemicals for detergents industry {Benzene Sulphonic Acid (LABSA) and Sodium Laureth Sulfate (SLES)}	**100**	100
National Cement Factory LLC	United Arab Emirates	Cement manufacturing	**100**	100
Crown Paper Mill LLC	United Arab Emirates	Tissue manufacturing and cutting	**100**	100
Crown Paper Mill LLC – Sole Priorietorship (KSA) (i)	Kingdom of Saudi Arabia	Tissue manufacturing and cutting	**100**	100
Emirates Link Group LLC	United Arab Emirates	Management and support services	**100**	100
Emirates Link Nitco LLC	United Arab Emirates	Water desalination and water treatment	**100**	100
Malegori Landscape General Contracting LLC	United Arab Emirates	Irrigation and environmental services, civil works, afforestation, electromechanical works, landscape, works and facility management.	**100**	100
Emirates Link Technology LLC	United Arab Emirates	On-shore and off-shore oil & gas field services	**100**	100
Elite Intelligent Solutions LLC	United Arab Emirates	Information technology and network services	**100**	100
Advanced Pipeline Services LLC	United Arab Emirates	Cleaning and maintenance of sewerage pipes and water desalination and treatment plants operation and maintenance.	**100**	100
Ittihad International Petroleum Company LLC	United Arab Emirates	Oil and gas services	**100**	100
Growth Capital LLC	United Arab Emirates	Invest in private companies and establishments	**100**	100
Office Inspirations Décor & Furniture Trading LLC	United Arab Emirates	Trading of office furniture	**100**	100
Enma Recruitment LLC	United Arab Emirates	Supply of manpower	**100**	100
Growth Capital LLC	United Arab Emirates	Invest in private companies and establishments	**100**	100
Enma Recruitment LLC	United Arab Emirates	Supply of manpower	**100**	100

2 BASIS OF PREPARATION continued

Basis of consolidation continued

Subsidiaries & shareholding companies	*Country of incorporation*	*Activities*	*Percentage of holding* ***2026*** *%*	*2025* *%*
Med-In Investments LLC	United Arab Emirates	Invest in private companies and establishments	**100**	100
Abu Dhabi International Medical Services LLC	United Arab Emirates	Provider of pharmaceutical products and medical equipment	**100**	100
Unison Capital Investment LLC	United Arab Emirates	Healthcare services	**100**	100
FourMed Medical Supplies LLC	United Arab Emirates	Provider of medical equipment	**100**	100
FourMed – FZ LLC	United Arab Emirates	Provider of medical equipment	**100**	100
Ittihad Gulf Limited	Kingdom of Saudi Arabia	Manufacturing of clearing and disinfecting detergents	**100**	100
Ittihad Paper Mill LLC	United Arab Emirates	Manufacturing of printing and writing paper	**100**	100
Ittihad Investments Company LLC	Kingdom of Saudi Arabia	Investment company	**100**	100
Ittihad Ventures Holding Ltd	United Arab Emirates	Invest in private companies and establishments	**100**	100
Transportr LTD	United Arab Emirates	Logistics, transport and freight services provider	**100**	100
Peak Capital Management Ltd	United Arab Emirates	Investment management	**100**	100
Metropolic Paper Industries LLC	United Arab Emirates	Tissue converting	**100**	100
United Model Industries Co LLC (i)	Kingdom of Saudi Arabia	Manufacturer of hygiene and tissue converting products	**100**	100
Solv Group Limited	United Arab Emirates	Cleaning and waste management services	**100**	100
Solv Cleaning & Environmental Services Company LLC	United Arab Emirates	Cleaning and waste management services	**100**	100
Solv Environmental Services Company LLC	United Arab Emirates	Cleaning and waste management services	**100**	100
West Coast Saubermacher Environmental Services LLC	United Arab Emirates	Street cleaning and waste management services	**100**	100
Solv Facilities Management LLC	United Arab Emirates	Cleaning and waste management services	**100**	100
Solv Building Cleaning Services LLC	United Arab Emirates	Management and support services	**100**	100
Solv Advanced Technical Services LLC	United Arab Emirates	Painting contracting, plumbing & sanitary, electromechanical installation and maintenance	**100**	100
Gulf Ittihad for Environmental Services (Sole Proprietorship LLC)	Kingdom of Saudi Arabia	Cleaning and waste management services	**100**	100

2 BASIS OF PREPARATION continued

Basis of consolidation continued

Subsidiaries & shareholding companies	*Country of incorporation*	*Activities*	*Percentage of holding* **2026** %	2025 %
Mqayes AlDeqa Company LLC	Kingdom of Saudi Arabia	Cleaning and waste management services	**97**	70
Ittihad International Ltd II	Cayman Island	Special purpose entity to issue sukuk	**100**	100
Abu Dhabi International Medical Services	Egypt	Provider of pharmaceutical products and medical equipment	**100**	100
Discontinued operations				
Al Ain National Precast Technology LLC	United Arab Emirates	Production and installation of precast concrete for residential, commercial, industrial, municipal, and government customers	**100**	100
Ishtar Décor LLC	United Arab Emirates	Interior designing and contracting	**100**	100

On 31 December 2022, the Group resolved:

- to discontinue all commercial operations of Ishtar Décor LLC ("Ishtar") as of the date of resolution,
- take necessary actions to transfer the employment contracts of consenting employees who will be retained by the Group to a different subsidiary; and
- arrange payments for pending supplier invoices and resolve any outstanding balances, and continue to pursue and collect the receivables of the respective companies and take any necessary legal actions in that regard.

Accordingly, the results of operations and cashflows of Ishtar have been presented as "discontinued operations" in these consolidated financial statements.

2.1 NEW STANDARDS, INTERPRETATIONS AND AMENDMENT 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 2025, except for the adoption of the following new standards and amendments effective as of 1 January 2026. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The following amendments apply for the first time in 2026, but do not have an impact on the interim condensed consolidated financial statements of the Group.

Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7
In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The Amendments includes:

Clarifications of the requirements for recognition and derecognition of financial assets and financial liabilities. In particular, a financial liability is derecognised on the 'settlement date' and an accounting policy choice is introduced (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date.

2 BASIS OF PREPARATION continued

2.1 NEW STANDARDS, INTERPRETATIONS AND AMENDMENT ADOPTED BY THE GROUP continued

Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7 continued

- Additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance (ESG) and similar features should be assessed.
- Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments.
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI).

The amendments had no impact on the Group's interim condensed consolidated financial statements.

Annual Improvements to IFRS accounting Standards - Volume 11
In July 2024, the IASB issued nine narrow scope amendments as part of its periodic maintenance of IFRS accounting standards. The amendments include clarifications, simplifications, corrections or changes to improve consistency in IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial instruments: Disclosure and its accompanying Guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements and IAS 7 Statements of Cash Flows.

The amendments had no impact on the Group's interim condensed consolidated financial statements.

2.2 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the Group's annual financial statements for the year ended 31 December 2025, and the notes attached thereto.

2.3 GEOPOLITICAL CONFLICT AND IMPACT ON OPERATIONS

As of the end of period ended 30 June 2026, the Group continues to operate within stable conditions. The current geopolitical environment gives rise to some uncertainties in the regions where the group operates.

However, the management has been continually evaluating the potential implications based on information available and does not anticipate any material impact on the Group's financial position or performance. Given the evolving nature of the situation, the Group continues to closely monitor developments during the upcoming period.

2.4 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the interim condensed consolidated financial statements in conformity with the International Financial Reporting Standards requires management to make judgment, 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 2025.

3 REVENUE

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

3.1 Type of revenue

	Six months ended 30 June	
	***(Unaudited)* 2026 AED '000**	*(Unaudited) 2025 AED '000*
Sale of industrial products (copper, cement, tissue, detergents, steel, paper)	**6,584,377**	5,630,228
Operation and maintenance of sewerage network and related services	**181,883**	214,229
Waste collection and cleaning	**182,692**	167,849
Sale of medical equipment and pharmaceutical products	**93,040**	73,717
Medical services	**78,941**	79,717
Logistics and transportation services	**67,755**	3,038
Sale of furniture	**5,217**	23,002
Landscaping services	**561**	1,262
Others	**2,081**	1,519
	7,196,547	6,194,561

3.2 Timing of revenue recognition

	Six months ended 30 June	
	***(Unaudited)* 2026 AED '000**	*(Unaudited) 2025 AED '000*
Revenue recognized at a point in time	**6,746,074**	5,569,161
Revenue recognized over time	**450,473**	625,400
	7,196,547	6,194,561

3.3 Geographical markets

	Six months ended 30 June	
	***(Unaudited)* 2026 AED '000**	*(Unaudited) 2025 AED '000*
Within UAE	**3,379,947**	2,516,230
Outside UAE	**3,816,600**	3,678,331
Total	**7,196,547**	6,194,561

4 FINANCE COSTS, NET

	Six months ended 30 June	
	(Unaudited) **2026** **AED '000**	*(Unaudited)* 2025 AED '000
Sukuk profit cost	**77,646**	83,069
Interest on bank loans	**19,333**	26,996
Bank charges and commissions	**20,279**	20,975
Interest expense on supplier financing	**15,356**	15,749
Interest on lease liabilities	**3,750**	3,368
Interest on bank overdrafts	**10**	227
Interest Income	**(4,322)**	(5,113)
	132,052	145,271

5 PROPERTY, PLANT AND EQUIPMENT

	(Unaudited) **30 June 2026** **AED '000**	*(Audited)* 31 December 2025 AED '000
Net carrying amount:		
At the beginning of the period / year	**2,055,547**	1,876,373
Additions during the period / year	**114,868**	331,632
Disposal during the period / year	**(104)**	(2,189)
Exchange differences	**127**	303
Transfers	**-**	(2,005)
Depreciation charged during the period / year	**(70,687)**	(148,567)
	2,099,751	2,055,547

6 BANK BALANCES AND CASH

Cash and cash equivalents included in the interim condensed consolidated statement of cash flows comprise the following interim condensed consolidated statement of financial position amounts:

	(Unaudited) **30 June 2026** **AED '000**	*(Audited)* 31 December 2025 AED '000
Bank balances and cash	**1,052,044**	791,007
Add: cash under assets held for sale (note 10)	**288**	349
Cash and cash equivalents	**1,052,332**	791,356

7 RELATED PARTY TRANSACTIONS AND BALANCES

These represent transactions with related parties, i.e. shareholders, family members, directors and senior management of the Group, and entities controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

Significant transaction with related parties carried out in the ordinary course of business, included in the interim condensed consolidated statement of profit or loss are as follows:

	Six months ended 30 June	
	(Unaudited)	*(Unaudited)*
	2026	*2025*
	AED '000	*AED '000*
Entities under common control		
Revenue	**14,818**	9,886

The Group pays expenses on behalf of related parties. Such expenses are recharged to the respective related parties.

Related party balances included in the interim condensed consolidated statement of financial position are as follows:

	(Unaudited)	*(Audited)*
	30 June	*31 December*
	2026	*2025*
	AED '000	*AED '000*
Entities under common control		
Amounts due from related parties		
West Coast Waste Collection Co. LLC**	**22,799**	24,370
Emirates Link Maltauro***	**21,022**	15,794
Emirates Contracting Company LLC	**1,697**	-
Crown Décor Factory LLC	**1,465**	1,252
Emirates Link Contracting*	-	35
Others	**3,233**	2,394
	50,216	43,845

* Amounts due from Emirates Link Contracting mainly represent funds provided by the Group and expenses paid on behalf of the related party.

** This represents receivable from a related party to be received in annual installments of AED 3,000 thousand with an interest rate of 12-month EIBOR plus 3% per annum.

*** This represents balance receivable in respect of sales to the related party in the ordinary course of business.

Amounts due from related parties on the basis of past experience are expected to be fully recoverable.

7 RELATED PARTY TRANSACTIONS AND BALANCES continued

Balances due from related parties are disclosed in the interim condensed consolidated statement of financial position as follows:

	(Unaudited) 30 June 2026 AED '000	*(Audited) 31 December 2025 AED '000*
Non-current portion	**20,961**	20,961
Current portion	**29,255**	22,884
	50,216	43,845

Other balances with related parties

Amounts due to related parties:		
Etihad Link Contracting LLC - KSA	**-**	1,504
Others	**339**	12
	339	1,516

Other balances with related parties
Other balances with a related party, under common Directorship that is disclosed in the interim condensed consolidated statement of financial position as follows:

	(Unaudited) 30 June 2026 AED '000	*(Audited) 31 December 2025 AED '000*
Current assets:		
Bank balance	**146,633**	29,355

Compensation of key management personnel
The remuneration of key management personnel during the period was as follows:

	Six months ended 30 June	
	(Unaudited) 2026 AED '000	*(Unaudited) 2025 AED '000*
Short-term benefits	**18,950**	15,165
Employees' end of service benefits	**2,428**	2,150
	21,378	17,315

8 SHARE CAPITAL

	(Unaudited) 30 June 2026 AED '000	*(Audited) 31 December 2025 AED '000*
Authorised, issued and fully paid		
500 shares of AED 1,000 each (31 December 2025: 500 shares of AED 1,000 each)	**500**	500

9 LOANS AND BORROWINGS

	(Unaudited) 30 June 2026 AED '000	*(Audited)* 31 December 2025 AED '000
Term loans	**297,343**	308,440
Bank financing facilities	**993,093**	543,073
Non-convertible sukuk	**1,988,999**	1,985,857
	3,279,435	2,837,370

There have been no breaches of the financial covenants of any interest-bearing loans and borrowing in the current period.

9.1 Term loans

	(Unaudited) 30 June 2026 AED '000	*(Audited)* 31 December 2025 AED '000
Term loans	**324,948**	335,055
Unamortised transaction costs	**(27,605)**	(26,615)
	297,343	308,440

Disclosed in the interim condensed consolidated statement of financial position as follows:

	(Unaudited) 30 June 2026 AED '000	*(Audited)* 31 December 2025 AED '000
Current	**84,491**	90,158
Non-current	**212,852**	218,282
	297,343	308,440

9.2 Non-convertible Sukuk

	(Unaudited) 30 June 2026 AED '000	*(Audited)* 31 December 2025 AED '000
Opening balance of Non-convertible Sukuk	**2,019,875**	1,630,079
Less: Redemption of Non-convertible Sukuk during the year	-	(1,630,079)
Add: Issue of new Non-convertible Sukuk during the year	-	2,019,875
Less: unamortised transaction costs*	**(30,876)**	(34,018)
Closing balance of Non-convertible Sukuk	**1,988,999**	1,985,857

* The Sukuk are stated net of transaction costs incurred in connection with the Sukuk arrangements, amounting to AED 30,876 thousand (2025: AED 34,018 thousand), which are amortised to the interim condensed consolidated statement of profit or loss over the repayment period of the Sukuk using the effective interest rate method.

9 LOANS AND BORROWINGS continued

9.3 Banking facilities

	(Unaudited) *30 June* *2026* *AED '000*	*(Audited)* *31 December* *2025* *AED '000*
Revolving credit facilities	**905,587**	389,221
Bank facilities	**87,506**	153,852
	993,093	543,073

10 DISPOSAL GROUP HELD FOR SALE AND DISCONTINUED OPERATIONS

In 2022, the shareholders resolved to discontinue the operations of its subsidiaries, Ishtar Décor LLC. In 2020, the shareholders resolved to discontinue the operations of a subsidiary, Al Ain National Precast Technology LLC, and its assets and liabilities were classified as 'Disposal group held-for-sale' in accordance with IFRS 5 *Non-current Assets Held For Sale And Discontinued Operations*.

The results and cashflows of the subsidiaries are presented as discontinued operations in the interim condensed consolidated statement of profit or loss in accordance with IFRS 5.

	Six months ended 30 June	
	(Unaudited) *2026* *AED '000*	*(Unaudited)* *2025* *AED '000*
General and administrative expenses	**(1,044)**	(522)
Finance costs	**(102)**	(155)
Other income	**-**	131
(LOSS) PROFIT FOR THE PERIOD FROM DISCONTINUED OPERATIONS	**(1,146)**	(546)

The net cash flows incurred by the disposal group held for sale, were as follows:

	Six months ended 30 June	
	(Unaudited) *2026* *AED '000*	*(Unaudited)* *2025* *AED '000*
Operating	**(61)**	25
Cash outflows	**(61)**	25

10 DISPOSAL GROUP HELD FOR SALE AND DISCONTINUED OPERATIONS continued

The assets and liabilities of a subsidiary, Al Ain National Precast Technology LLC, classified as disposal group held for sale in accordance with IFRS 5 comprise of the following:

	(Unaudited) *30 June* *2026* *AED'000*	*(Audited)* *31 December* *2025* *AED'000*
Assets		
Accounts receivable and prepayments	**1,778**	3,388
Amounts due from related parties	**140**	139
Bank balances and cash	**288**	349
Disposal group held for sale	**2,206**	3,876
Liabilities		
Accounts payable and accruals	**(3,382)**	(3,382)
Amounts due to related parties	**(133)**	(133)
Liabilities directly associated with disposal group held for sale	**(3,515)**	(3,515)
Net assets directly associated with disposal group	**(1,309)**	361

11 TAXATION

The major components of tax expense disclosed in the interim condensed consolidated statement of profit or loss comprise of the following:

	Six months ended 30 June	
	(Unaudited) *2026* *AED '000*	*(Unaudited)* *2025* *AED '000*
Current income tax:		
Current income tax charge - UAE in scope	**16,784**	12,339
Current income tax charge - Out of scope	**313**	304
Income tax expense reported in the income statement	**17,097**	12,643

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

	(Unaudited) *30 June* *2026* *AED '000*	*(Audited)* *31 December* *2025* *AED '000*
Deferred tax liability	**1,348**	1,353

11 TAXATION continued

Reconciliation of accounting income

	Six months ended 30 June	
	(Unaudited) ***2026*** ***AED '000***	*(Unaudited)* *2025* *AED '000*
Consolidated accounting profit before tax reported in the consolidated statement of profit or loss	**194,984**	108,733
Less: Accounting profit before tax for the year for entities outside of tax group	**(6,648)**	(4,762)
Accounting profit before tax for the year of the tax group	**188,336**	103,971
At United Arab Emirates' statutory income tax rate of 9%	**16,950**	9,357
Less: effect of standard exemption	**(34)**	(34)
Add: non-deductible expenses	**(132)**	3,016
Income tax expense for the year	**16,784**	12,339
Effective tax rate	**8.61%**	11.87%

Deferred tax liability relates to the following:

	(Unaudited) ***30 June*** ***2026*** ***AED '000***	*(Audited)* *31 December* *2025* *AED '000*
Goodwill	**307**	307
Other intangible assets	**1,283**	1,283
	1,590	1,590

Reconciliation of deferred tax liabilities, net:

Deferred tax expense recognized during the period / year	**(1,590)**	(1,590)
Deferred tax benefit due to amortization during the period / year	**242**	237
Net deferred tax liability balance at the end of the period / year	**1,348**	1,353

12 SEGMENT ANALYSIS

Segments were identified based on the Group's internal reporting and how the Chief Operating Decision Maker ("CODM") assesses the performance of the business. The Group has four reportable segments listed below:

Consumer goods
These include manufacturing of paper, ready to use printing and writing papers, tissue paper manufacturing, manufacturing & supply of chemicals for detergents.

12 SEGMENT ANALYSIS continued

Infrastructure and building material
These include providing premium copper rods, straight steel bars and high-quality cement in addition to trading of timber, plywood and couplers.

Business services
These include providing operations and maintenance services for infrastructure networks, water systems, sewage, treatment plants and solid municipal waste management, procurement, operation and maintenance of radiology department at government hospitals.

Healthcare and others
These include sales and marketing of medical equipment and apparatus, fund management services and fit-out works.

Interest bearing loans and borrowings and Islamic loans except for the subsidiaries with project financing arrangements and bank overdrafts are managed on a group basis and are not allocated to operating segments.

Inter-segment transactions are on an arm's-length basis in a manner similar to transactions with third parties. Inter-segment revenues are eliminated on consolidation.

The Chief Operating Decision Makers ("CODM") monitor the operating results of its business units separately for the purpose of making decision 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 interim condensed consolidated financial statements.

12 SEGMENT ANALYSIS continued

For the six-month period ended:

	Consumer goods AED'000	*Infrastructure and building material AED'000*	*Business services AED'000*	*Health care and others AED'000*	*Adjustments eliminations and unallocated AED'000*	*Total from continuing operations AED'000*	*Discontinued operations AED'000*	*Total AED'000*
30 June 2026								
Revenue from external customers	826,123	5,758,254	444,103	166,332	1,735	7,196,547	-	7,196,547
Inter-segment revenue	1,536	474	819	25,204	(28,033)	-	-	-
Direct costs	(679,415)	(5,516,600)	(337,149)	(167,498)	27,870	(6,672,792)	-	(6,672,792)
GROSS PROFIT	148,244	242,128	107,773	24,038	1,572	523,755	-	523,755
Administrative expenses	(65,598)	(58,409)	(24,279)	(24,092)	(26,170)	(198,548)	(1,044)	(199,592)
Provision for expected credit losses, net	(936)	(664)	210	(2)	-	(1,392)	-	(1,392)
Other income	6,104	477	2,838	338	1,159	10,916	-	10,916
Share of profit from associate	-	-	-	-	4,237	4,237	-	4,237
Net foreign exchange gain	(680)	(171)	(44)	110	2,260	1,475	-	1,475
Finance costs, net	(21,854)	(22,933)	(2,702)	(5,174)	(79,389)	(132,052)	(102)	(132,154)
Change in fair value of financial assets	-	-	-	-	(9,523)	(9,523)	-	(9,523)
Change in fair value of derivatives	123	-	-	-	(4,007)	(3,884)	-	(3,884)
PROFIT (LOSS) FOR THE PERIOD BEFORE TAX	65,403	160,428	83,796	(4,782)	(109,861)	194,984	(1,146)	193,838
Current income tax expense	(5,552)	(14,420)	(8,013)	(4)	10,892	(17,097)	-	(17,097)
PROFIT (LOSS) FOR THE PERIOD AFTERE TAX	59,851	146,008	75,783	(4,786)	(98,969)	177,887	(1,146)	176,741
30 June 2026								
Total assets	2,750,678	3,020,544	528,409	416,567	712,273	7,428,471	2,206	7,430,677
Total liabilities	1,190,804	2,432,909	244,372	399,957	2,252,782	6,520,824	3,515	6,524,339

12 SEGMENT ANALYSIS continued

For the six-month period ended:

	Consumer goods AED'000	*Infrastructure and building material AED'000*	*Business services AED'000*	*Health care and others AED'000*	*Adjustments eliminations and unallocated AED'000*	*Total from continuing operations AED'000*	*Discontinued operations AED'000*	*Total AED'000*
30 June 2025								
Revenue from external customers	848,013	4,782,208	463,070	100,172	1,098	6,194,561	-	6,194,561
Inter-segment revenue	1,456	588	1,724	31,847	(35,615)	-	-	-
Direct costs	(734,830)	(4,635,699)	(356,069)	(118,942)	35,376	(5,810,164)	-	(5,810,164)
GROSS PROFIT	114,639	147,097	108,725	13,077	859	384,397	-	384,397
Administrative expenses	(57,991)	(45,523)	(21,704)	(24,670)	(22,563)	(172,451)	(522)	(172,973)
(Provision) reversal of provision for expected credit losses	(715)	(1,006)	(327)	(279)	-	(2,327)	-	(2,327)
Other income	1,768	400	7,969	1,146	(107)	11,176	131	11,307
Gain on disposal of subsidiary	-	-	-	-	18,671	18,671	-	18,671
Change in fair value of investment carried at fair value through profit or loss	-	-	-	-	4,107	4,107	-	4,107
Share of profit from associate	-	-	-	-	6,521	6,521	-	6,521
Net foreign exchange (loss) / gain	(953)	(46)	(2)	(221)	3,238	2,016	-	2,016
Finance costs	(18,840)	(22,445)	(4,482)	(3,705)	(95,799)	(145,271)	(155)	(145,426)
Change in fair value of derivative financial instruments	-	-	-	-	1,894	1,894	-	1,894
PROFIT (LOSS) FOR THE PERIOD BEFORE TAX	37,908	78,477	90,179	(14,652)	(83,179)	108,733	(546)	108,187
Tax expenses	(3,225)	(7,068)	(8,425)	-	6,075	(12,643)	-	(12,643)
PROFIT (LOSS) FOR THE PERIOD AFTERE TAX	34,683	71,409	81,754	(14,652)	(77,104)	96,090	(546)	95,544
31 December 2025								
Total assets	2,732,034	2,848,435	735,568	415,809	96,133	6,827,979	3,876	6,831,995
Total liabilities	1,154,179	2,240,909	519,045	381,702	1,794,017	6,089,852	3,515	6,093,367

13 CONTINGENCIES AND COMMITMENTS

	(Unaudited) ***30 June 2026*** ***AED'000***	*(Audited)* *31 December 2025* *AED'000*
Contingencies and commitments	**1,036,936**	1,032,808

14 FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES

The Group's principal financial liabilities comprise term loans, lease liabilities, bank financing facilities, bank overdraft, derivative financial instruments, trade and other payables and amounts due to related parties. The main purpose of these financial liabilities is to raise finance for the Group's operations. The Group has various financial assets such as investment carried at fair value through other comprehensive income, investment carried at fair value through profit or loss, trade and other receivables, contract assets, amounts due from related parties, derivative financial instruments and cash and bank balances, which arise directly from its operations.

The Group is exposed to market risk, credit risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks which are summarised below.

Credit risk
Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Group is exposed to credit risk on its bank balances, trade receivables and certain other assets as reflected in the consolidated statement of financial position.

The Group seeks to limit its credit risk with respect to banks by only dealing with reputable banks and with respect to customers by setting credit limits for individual customers and monitoring outstanding receivables.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for groupings of various customer segments with similar loss patterns.

The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The letters of credit and other forms of credit insurance are considered integral part of trade receivables and considered in the calculation of impairment. The Group evaluates the concentration of risk with respect to trade receivables and contract assets as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets.

Set out below is the information about the credit risk exposure on the Group's financial assets using a provision matrix:

	Total	*Current*	*0-30 days*	*31 - 60 days*	*61 - 90 days*	*> 90 days*
AED in '000						
30 June 2026						
Expected credit loss rate		**0.23%**	**0.13%**	**0.63%**	**1.79%**	**32.88%**
Estimated total gross carrying amount at default	**1,902,600**	**1,183,179**	**356,775**	**122,312**	**33,324**	**207,010**
Less: expected credit losses*	**(72,625)**	**(2,730)**	**(466)**	**(774)**	**(598)**	**(68,057)**
	1,829,975	**1,180,449**	**356,309**	**121,538**	**32,726**	**138,953**
AED in '000						
31 December 2025						
Expected credit loss rate		0.34%	0.25%	0.47%	1.95%	35.21%
Estimated total gross carrying amount at default	1,837,841	1,251,965	190,099	165,046	30,639	200,092
Less: expected credit losses	(76,485)	(4,198)	(466)	(774)	(598)	(70,449)
	1,761,356	1,247,767	189,633	164,272	30,041	129,643

*Net off expected credit loss written off amounting to AED 5,252 thousand.

14 FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES continued

Liquidity risk
Liquidity risk is the risk that the Group will be unable to meet its funding requirements. The maturity profile of financial liabilities is monitored by management to ensure adequate liquidity is maintained.

Cash flow forecasting is performed in the operating entities of the Group and aggregated by the Group Finance. The Group finance monitors rolling forecast of the Group' liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities. Such forecasting takes into consideration the Group's debts financing plans, covenant compliance and compliance with internal consolidation statement of financial position targets.

The table below summarises the maturities of the Group's undiscounted financial liabilities at 30 June 2026 and 31 December 2025, based on contractual payment dates and current market interest rates.

	On demand AED'000	*Less than 3 months AED'000*	*3 to 12 months AED'000*	*1 to 5 years AED'000*	*> 5 years AED'000*	*Total AED'000*
At 30 June 2026						
Trade payables and supplier financing arrangements	**19,092**	**1,469,494**	**942,455**	**-**	**-**	**2,431,041**
Amounts due to related parties	**339**	**-**	**-**	**-**	**-**	**339**
Bank financing facilities	**-**	**1,007,582**	**-**	**-**	**-**	**1,007,582**
Non-convertible sukuk	**-**	**-**	**148,552**	**2,541,255**	**-**	**2,689,807**
Lease liabilities	**-**	**2,475**	**10,358**	**53,728**	**100,331**	**166,892**
Derivative financial instruments	**-**	**126**	**5,490**	**19,425**	**-**	**25,041**
Term loans	**-**	**-**	**63,674**	**50,237**	**260,279**	**374,190**
Total	**19,431**	**2,479,677**	**1,170,529**	**2,664,645**	**360,610**	**6,694,892**
At 31 December 2025						
Trade payables and supplier financing arrangements	25,573	1,669,501	765,101	25,985	13,281	2,499,441
Amounts due to related parties	1,516	-	-	-	-	1,516
Bank financing facilities	-	534,277	14,479	-	-	548,756
Non-convertible sukuk	-	-	148,966	2,615,738	-	2,764,704
Lease liabilities	-	2,608	11,774	61,596	94,732	170,710
Derivative financial instruments	-	415	5,737	7,605	3,218	16,975
Term loans	-	16,288	109,725	110,495	109,781	346,289
Total	27,089	2,223,089	1,055,782	2,821,419	221,012	6,348,391

Currency risk
Currency risk comprises of transactions and statement of financial position risk. Transaction risk relates to the Group's cash flow being adversely affected by a change in the exchange rates of foreign currencies against UAE Dirham. Statement of financial position risk relates to the risk of the Group's monetary assets and liabilities in foreign currencies acquiring a lower or higher value, when translated into UAE Dirham as a result of currency movements.

The Group's major transactions in foreign currencies are in US Dollar. As the exchange rate of the UAE Dirham is pegged to the US Dollar, the Group is not subject to significant currency risk against balances in US Dollar.

14 FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES continued

Interest rate risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group's cash flow exposure to the risk of changes in market interest rates relates primarily to the Group's debt obligations and deposits with floating interest rates.

To manage the cash flow risk relating to its floating rate borrowings, the Group enters into interest rate swaps, in which the Group agrees to exchange, at specified intervals, the difference between fixed and variable rate interest amounts calculated by reference to an agreed upon notional principal amount. At 30 June 2026, after taking into account the effect of interest rate swaps, approximately 70% (2025: 84%) of the Group's borrowings are at a fixed rate of interest.

The following table demonstrates the sensitivity to a reasonably possible change in interest rates, with all other variables held constant, on the Group's profit for one year (through the impact on unhedged portion of loans and borrowings).

Effect on profit	*AED'000*
2026	
+ 100 increase in basis points	**(9,931)**
- 100 decrease in basis points	**9,931**
2025	
+ 100 increase in basis points	(7,558)
- 100 decrease in basis points	7,558

Capital management
The primary objective of the Group's capital management is to ensure that it maintains healthy capital ratios in order to support its business and maximize shareholder value. The Group manages its capital structure and makes adjustments to it, in light of changes in business conditions.

No changes were made in the objectives, policies or processes during the period ended 30 June 2026 and 31 December 2025. Capital comprises share capital, shareholders' accounts, statutory reserve, fair value reserve, retained earnings, cash flow hedges reserve, non-controlling interest and is measured at AED 906,338 thousand as at 30 June 2026 (2025: AED 749,780 thousand).

	2026 ***AED'000***	*2025* *AED'000*
Term loans	**297,343**	308,440
Non-convertible sukuk	**1,988,999**	1,985,857
Bank financing facilities	**993,093**	543,074
	3,279,435	2,837,371
Less: bank balances and cash	**(1,052,044)**	(791,007)
Net debt	**2,227,391**	2,046,364
Total capital	**906,338**	738,487
Capital and net debt	**3,173,729**	2,784,851
Debt to equity ratio	**70.18%**	73.48%

14 FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES continued

Changes in liabilities arising from financing activities

	1 January 2026 AED'000	***Cash flows AED'000***	***Other AED'000***	***31 December 2026 AED'000***
At 30 June 2026				
Term loans	**308,440**	**(10,106)**	**(991)**	**297,343**
Non-convertible sukuk	**1,985,857**	**(435)**	**3,577**	**1,988,999**
Bank financing facilities	**543,074**	**450,393**	**(374)**	**993,093**
Total	**2,837,371**	**439,852**	**2,212**	**3,279,435**

	1 January 2025 AED'000	*Cash flows AED'000*	*Other AED'000*	*31 December 2025 AED'000*
At 31 December 2025				
Term loans	358,007	(64,412)	14,845	308,440
Non-convertible sukuk	1,630,079	367,250	(11,472)	1,985,857
Bank financing facilities	527,889	19,950	(4,765)	543,074
Total	2,515,975	322,788	(1,392)	2,837,371

The 'Other' column includes the effect of unamortised transaction costs for term loans and write off of unamortised transaction costs related to term loans that are early settled.

15 FAIR VALUES OF FINANCIAL INSTRUMENTS

The fair values of the Group's financial instruments are not materially different from their carrying values at the interim condensed consolidated statement of financial position date.

For financial instruments that are recognized at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (bases on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

	Level 1 AED '000	*Level 2 AED '000*	*Level 3 AED '000*	*Total fair value AED '000*
30 June 2026				
Assets measured at fair value:				
Investments carried at FVTOCI	-	**55,984**	-	**55,984**
Investment carried at FVPL	-	**3,704**	-	**3,704**
Derivative financial instruments	-	**9,889**	-	**9,889**
	-	**69,577**	-	**69,577**
Liabilities measured at fair value:				
Derivative financial instruments	-	**25,041**	-	**25,041**
31 December 2025				
Assets measured at fair value:				
Investments carried at FVTPL	-	13,241	-	13,241
Investments carried at FVTOCI	-	30,431	-	30,431
Derivative financial instruments	-	5,820	-	5,820
	-	49,492	-	49,492
Liabilities measured at fair value:				
Derivative financial instruments	-	16,975	-	16,975

15 FAIR VALUES OF FINANCIAL INSTRUMENTS continued

During the period ended, there were no transfer between Level 1 and Level 2 fair value measurements, and no transfers into or out of level 3 fair value measurements.

16 ACQUISITION OF NON-CONTROLLING INTERESTS

Maqayees Al-Deqa LLC
On 7 January 2026, the Group acquired an additional 27% ownership interest in Maqayees Al-Deqa LLC, increasing its ownership from 70% to 97%. Cash consideration of AED 4,414 thousand was paid to non-controlling shareholders.

The carrying value of the net assets of Maqayees Al-Deqa LLC attributable to the additional 27% interest acquired was AED 2,207 thousand.

Following is a schedule of additional interest acquired in Mqayes Al-Deqa Company LLC.:

	7 January 2026 AED'000
Cash Consideration paid to Non-controlling shareholders	**4,414**
Carrying value of the additional interest in Mqayes Al-Deqa Company LLC	**(2,207)**
Difference recognised in current period retained earnings	**2,207**

17 DISPOSAL OF A SUBSIDIARY

Ittihad Investment Central Asia Holding Ltd ("Central Asia")
During the previous year, the Group completed the sale of its wholly owned subsidiary, Ittihad Investment Central Asia Holding Ltd ("Central Asia") which was a dormant entity up to the date of disposal. The Group entered into share transfer agreement with a buyer for the sale of Central Asia with an effective date of 28 February 2025 for a total consideration of AED 29,380 thousand.

The carrying value of the identifiable assets and liabilities derecognised are as follows:

	AED'000
Assets	
Property, plant and equipment	6,820
Amount due from related parties	294
Total assets	7,114
Liabilities	
Amount due to related parties	(75)
Total liabilities	(75)
Net assets directly associated with disposal group	7,039
Consideration received	29,380
Transaction costs	(3,670)
Net consideration	25,710
Gain on disposal	18,671