

**E7 GROUP P.J.S.C**

**Review report and condensed consolidated interim financial  
information**

**For the six – month period ended 30 June 2025**

**E7 GROUP P.J.S.C**

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For the six - month period ended 30 June 2025**

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## Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Information

### To the Shareholders of E7 Group P.J.S.C

#### Introduction

We have reviewed the accompanying 30 June 2025 condensed consolidated interim financial information of E7 Group P.J.S.C ("the Company"), and its subsidiaries ("the Group") which comprises:

- the condensed consolidated interim statement of financial position as at 30 June 2025;
- the condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2025;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2025;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2025; and
- notes to the condensed consolidated interim financial information.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this condensed consolidated 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 condensed consolidated 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 30 June 2025 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG Lower Gulf Limited

Maher AlKatout  
Registration No.: 5453  
Abu Dhabi, United Arab Emirates

Date: **11 AUG 2025**

# E7 Group P.J.S.C

## Condensed consolidated interim statement of financial position

As at

		30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
	Notes		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	386,906	379,281
Right-of-use assets	6	12,758	13,422
Intangible assets	7	2,539	2,822
<b>Total non-current assets</b>		<b>402,203</b>	<b>395,525</b>
<b>Current assets</b>			
Inventories	8	258,638	242,446
Due from related parties	17	3,149	2,906
Trade and other receivables	9	339,025	307,269
Cash and bank balances	10	1,244,390	1,442,026
<b>Total current assets</b>		<b>1,845,202</b>	<b>1,994,647</b>
<b>Total assets</b>		<b>2,247,405</b>	<b>2,390,172</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	11	524,813	524,813
Share premium		1,025,135	1,025,135
Treasury shares	12	(25,000)	(25,000)
Shareholder's contribution	13	50,600	50,600
Statutory reserve	14	62,166	62,166
Other Reserve		-	90,000
Retained earnings		187,574	214,116
<b>Total equity</b>		<b>1,825,288</b>	<b>1,941,830</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Provision for employees' end of service benefits		27,822	27,146
Lease liabilities	6	7,133	8,824
<b>Total non-current liabilities</b>		<b>34,955</b>	<b>35,970</b>
<b>Current liabilities</b>			
Public warrants	15	40,370	16,588
Private warrants	15	10,093	4,147
Trade and other payables	16	299,841	312,556
Current tax payable		26,300	23,255
Due to related parties	17	1,871	5,647
Deferred revenues	18	2,146	44,803
Lease liabilities	6	6,541	5,376
<b>Total current liabilities</b>		<b>387,162</b>	<b>412,372</b>
<b>Total liabilities</b>		<b>422,117</b>	<b>448,342</b>
<b>Total equity and liabilities</b>		<b>2,247,405</b>	<b>2,390,172</b>

To the best of our knowledge, nothing has come to our attention that causes us to believe that the condensed consolidated interim financial information are not prepared, in all material respects, in accordance with IAS 34.

This condensed consolidated interim financial information were authorized for issue by the Board of Directors on 11 August 2025 and signed on its behalf by:

  
Ahmed Al Shamsi  
Chairman

  
Esteban Gómez Nadal  
Group Chief Executive Officer

  
Faizal Amod  
Group Chief Financial Officer

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

The independent auditors' report on review of these condensed consolidated interim financial information is set out on pages 1 and 2.

## E7 Group P.J.S.C

### Condensed consolidated interim statement of profit or loss and other comprehensive income

For the period ended

	Notes	For the three – month period ended		For the six – month period ended	
		30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
Revenues from contracts with customers	19	177,902	174,751	291,585	300,797
Direct costs	20	(115,762)	(113,921)	(203,611)	(212,511)
<b>Gross profit</b>		<b>62,140</b>	<b>60,830</b>	<b>87,974</b>	<b>88,286</b>
General and administrative expenses	21	(29,290)	(20,155)	(51,932)	(37,777)
Selling and marketing expenses		(2,826)	(2,281)	(4,915)	(4,156)
(Provision) / reversal of impairment loss on financial assets		(553)	2,572	(553)	2,572
Other income - net	23	746	1,520	2,518	3,287
<b>Operating profit</b>		<b>30,217</b>	<b>42,486</b>	<b>33,092</b>	<b>52,212</b>
Finance income	22	15,325	28,941	32,359	48,593
Finance cost	22	(32,816)	(409)	(31,840)	(605)
<b>Profit for the period before tax</b>		<b>12,726</b>	<b>71,018</b>	<b>33,611</b>	<b>100,200</b>
Income tax expense	24	(1,172)	(6,513)	(3,045)	(9,068)
<b>Profit for the period after tax</b>		<b>11,554</b>	<b>64,505</b>	<b>30,566</b>	<b>91,132</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>11,554</b>	<b>64,505</b>	<b>30,566</b>	<b>91,132</b>
<b>Earnings per share:</b>					
Basic (AED)	25	0.01	0.03	0.02	0.05
Diluted (AED)	25	0.01	0.03	0.02	0.05

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

The independent auditors' report on review of these condensed consolidated interim financial information is set out on pages 1 and 2.

## E7 Group PJSC

### Condensed consolidated interim statement of changes in equity

For the six – month period ended

	Share capital AED '000	Share premium AED '000	Treasury shares AED '000	Shareholder's contribution AED '000	Statutory reserve AED '000	Other reserve AED '000	Retained earnings AED '000	Total equity AED '000
Balance at 1 January 2024	524,813	1,025,135	(25,000)	50,600	38,822	-	3,269	1,617,639
Total comprehensive income for the period	-	-	-	-	-	-	91,132	91,132
Reserve on initial recognition of land (note 5)	-	-	-	-	-	-	-	-
Balance at 30 June 2024 (unaudited)	524,813	1,025,135	(25,000)	50,600	38,822	90,000	94,401	1,798,771
Balance at 1 January 2025	524,813	1,025,135	(25,000)	50,600	62,166	90,000	214,116	1,941,830
Total comprehensive income for the period	-	-	-	-	-	-	30,566	30,566
Dividend paid	-	-	-	-	-	(90,000)	(57,108)	(147,108)
Balance at 30 June 2025 (unaudited)	524,813	1,025,135	(25,000)	50,600	62,166	-	187,574	1,825,288

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

The independent auditors' report on review of these condensed consolidated interim financial information is set out on pages 1 and 2.

## E7 GROUP P.J.S.C

### Condensed consolidated interim statement of cash flows

For the six – month period ended

		30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
	Notes		
<b>Cash flows from operating activities</b>			
Profit for the period before tax		33,611	100,200
<i>Adjustments for:</i>			
Depreciation of property, plant and equipment	5	16,419	16,109
Depreciation of right-of-use assets	6	3,308	2,476
Amortisation of intangible assets	7 & 21	283	235
Loss /(gain) on sale of property, plant and equipment		2	(22)
Provision /(reversal) for allowance of expected credit losses of trade & other receivables		552	(2,572)
Provision for slow moving and obsolete inventories	8	141	1,467
Provision for employees' end of service benefits		2,156	2,485
Finance cost on lease liabilities	6 & 22	466	457
Net loss /(gain) on warrant liabilities at fair value through profit or loss	22	29,727	(12,615)
Foreign exchange loss		1,108	-
Interest income on fixed deposits	22	(32,359)	(35,978)
		<u>55,414</u>	<u>72,242</u>
<i>Change in:</i>			
Inventories		(16,333)	(69,430)
Due from related parties		(243)	238
Trade and other receivables		(32,879)	29,560
Trade and other payables		(13,822)	(11,648)
Due to related parties		(3,776)	515
Deferred revenues		(42,657)	(33,184)
<b>Cash used in operating activities</b>		<u>(54,296)</u>	<u>(11,707)</u>
Employees' end of service benefit paid		<u>(1,480)</u>	<u>(1,545)</u>
<b>Net cash used in operating activities</b>		<u>(55,776)</u>	<u>(13,252)</u>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment	5	(24,080)	(11,541)
Payments for intangible assets		-	(396)
Finance income received		32,930	23,097
Proceeds from sale of property, plant and equipment		34	22
<b>Net cash generated from investing activities</b>		<u>8,884</u>	<u>11,182</u>
<b>Cash flows from financing activities</b>			
Principal elements of lease payments	6	(3,170)	(1,938)
Payment of interest on lease liabilities	6	(466)	(457)
Dividends paid		(147,108)	-
<b>Net cash used in financing activities</b>		<u>(150,744)</u>	<u>(2,395)</u>
<b>Net decrease in cash and cash equivalents</b>		<u>(197,636)</u>	<u>(4,465)</u>
Cash and cash equivalents at the beginning of the period	10	<u>1,442,026</u>	<u>1,285,474</u>
<b>Cash and bank balances at the end of the period</b>	10	<u>1,244,390</u>	<u>1,281,009</u>
Term deposit with original maturity more than 3 months	10	<u>(1,155,777)</u>	<u>(382,380)</u>
Cash and cash equivalents at the end of the period	10	<u>88,613</u>	<u>898,629</u>

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

The independent auditors' report on review of these condensed consolidated interim financial information is set out on pages 1 and 2.



# E7 GROUP P.J.S.C

## Notes to the condensed consolidated interim financial information

For the period ended 30 June 2025

### 1 General information

E7 Group P.J.S.C (“E7” or the “Company”) and its subsidiaries (together the “Group”) was established on 13 April 2022 as a Public Joint Stock Company. The Group is ultimately owned by Abu Dhabi Developmental Holding Company PJSC (“Ultimate Parent”).

The Group’s principal activities comprise printing, publishing, packaging and distributing newspapers, magazines, books and other printed materials.

This condensed consolidated interim financial information of the Group was authorised for issue by the Group’s board of directors on 11 August 2025.

Following table summarises the Company’s ownership structure at the period ended 30 June 2025:

Name	Number of shares	Nominal value	Percentage holding
Q Industrial Holdings LTD	834,625,000	208,656,250	39.8%
Chimera Investments LLC	137,625,000	34,406,250	6.6%
United Eastern General Trading	132,446,740	33,111,685	6.3%
International Aviation Holding - Single Person Company	117,446,750	29,361,688	5.6%
Other shareholders	777,106,510	194,276,627	37%
<b>Total</b>	<b>1,999,250,000</b>	<b>499,812,500</b>	<b>95.2%</b>
Treasury shares (note 12)	100,000,000	25,000,000	4.8%
<b>Grand Total</b>	<b>2,099,250,000</b>	<b>524,812,500</b>	<b>100%</b>

### 2 Basis of preparation

These condensed consolidated interim financial information for the six-month period ended 30 June 2025 have been prepared in accordance with IAS 34 *Interim Financial Reporting*, and should be read in conjunction with the Group’s last annual consolidated financial statements as at and for the year ended 31 December 2024 (‘last annual financial statements’). They do not include all of the information required for a complete set of financial statements prepared in accordance with International Financial Reporting Standards (“IFRSs”). However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual consolidated financial statements.

#### 2.1 Functional and presentation currency

These condensed consolidated interim financial information are presented in United Arab Emirates Dirham (“AED”), which is the Group’s functional and reporting currency, being the currency of primary economic environment in which the Group operates. Except as indicated, all financial information reported in this condensed consolidated interim financial information has been rounded to the thousand.

#### 2.2 Basis of consolidation

The condensed consolidated interim financial information comprises the financial statements of the Group and the entities controlled by the Company (its subsidiaries).

Name of the subsidiary	Country of incorporation	Percentage of holding %	Principal activities
United Printing & Publishing – Sole Proprietorship LLC	U.A.E.	100%	Printing and publishing
United Educational Publishing – Sole Proprietorship L.L.C	U.A.E.	100%	Book publication and related activities
Tawzea Distribution & Logistics Services – Sole Proprietorship LLC .	U.A.E.	100%	Distribution activities

The group is in the process of formation of a joint venture in Africa with principal activities of printing and publishing.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information *(continued)*

For the period ended 30 June 2025

#### 2 Basis of preparation *(continued)*

##### 2.2 Basis of consolidation *(continued)*

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. All intra-group balances, transactions, income and expenses and profits or losses resulting from intra-group transactions that are eliminated in full on consolidation.

#### 3 Change in accounting policy

Except as described below, the accounting policies applied in this condensed consolidated interim financial information are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2024.

The Group has adopted Amendments to IAS 21 - Lack of Exchangeability. The amendments apply for annual reporting periods beginning on or after 1 January 2025.

#### 4 Accounting standards issued but not yet effective

A number of new accounting standards and amendments to accounting standards are effective for annual periods beginning after 1 January 2025 and earlier application is permitted. The Group has not early adopted any of the forthcoming new or amended accounting standards in preparing this condensed consolidated interim financial information.

##### New and revised IFRSs and amendments

##### Effective for annual periods beginning on or after

Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11	1 January 2026
IFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28	Available for optional adoption/ effective date deferred indefinitely

There are no other applicable new standards and amendments to published standards or IFRIC interpretations that have been issued that would be expected to have a material impact on the condensed consolidated interim financial information of the Group.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued) For the period ended 30 June 2025

#### 5 Property, plant and equipment

Cost	Land AED '000	Building AED '000	Plant and equipment AED '000	Furniture and fixtures AED '000	Motor vehicles AED '000	Tools AED '000	Capital work in progress AED '000	Total AED '000
At 1 January 2025	90,000	207,960	486,481	35,941	21,858	4,515	21,282	868,037
Additions during the period	-	616	3,246	1,260	421	263	18,274	24,080
Transfer from capital work in progress	-	1,014	14,579	-	-	-	(15,593)	-
Disposals during the period	-	-	(177)	-	(76)	(102)	-	(355)
<b>At 30 June 2025 (unaudited)</b>	<b>90,000</b>	<b>209,590</b>	<b>504,129</b>	<b>37,201</b>	<b>22,203</b>	<b>4,676</b>	<b>23,963</b>	<b>891,762</b>
At 1 January 2024	-	201,854	529,432	35,877	20,991	3,262	8,577	799,993
Additions during the year	90,000	876	11,292	2,298	1,582	640	25,878	132,566
Transfer from capital work in progress	-	5,230	6,693	449	-	625	(12,997)	-
Write off	-	-	-	-	-	-	(176)	(176)
Disposals during the year	-	-	(60,936)	(2,683)	(715)	(12)	-	(64,346)
<b>At 31 December 2024 (audited)</b>	<b>90,000</b>	<b>207,960</b>	<b>486,481</b>	<b>35,941</b>	<b>21,858</b>	<b>4,515</b>	<b>21,282</b>	<b>868,037</b>
<b>Accumulated depreciation and impairment</b>								
At 1 January 2025	-	104,611	332,538	30,722	17,002	3,171	712	488,756
Charge for the period	-	4,664	8,670	1,442	1,393	250	-	16,419
Disposals during the period	-	-	(153)	-	(64)	(102)	-	(319)
<b>At 30 June 2025 (unaudited)</b>	<b>-</b>	<b>109,275</b>	<b>341,055</b>	<b>32,164</b>	<b>18,331</b>	<b>3,319</b>	<b>712</b>	<b>504,856</b>
At 1 January 2024	-	95,951	376,016	30,826	14,435	2,758	712	520,698
Charge for the year	-	8,660	17,458	2,579	3,282	425	-	32,404
Disposals during the year	-	-	(60,936)	(2,683)	(715)	(12)	-	(64,346)
<b>At 31 December 2024 (audited)</b>	<b>-</b>	<b>104,611</b>	<b>332,538</b>	<b>30,722</b>	<b>17,002</b>	<b>3,171</b>	<b>712</b>	<b>488,756</b>
<b>Carrying amount</b>								
<b>At 30 June 2025 (unaudited)</b>	<b>90,000</b>	<b>100,315</b>	<b>163,074</b>	<b>5,037</b>	<b>3,872</b>	<b>1,357</b>	<b>23,251</b>	<b>386,906</b>
<b>At 31 December 2024 (audited)</b>	<b>90,000</b>	<b>103,349</b>	<b>153,943</b>	<b>5,219</b>	<b>4,856</b>	<b>1,344</b>	<b>20,570</b>	<b>379,281</b>

The land initially provided to the Group by Abu Dhabi Media Company PJSC at no cost, underwent a title transfer during the year 2024. The title of this land was transferred to the United Printing & Publishing – Sole Proprietorship LLC (subsidiary). The land was recognized at its fair value which amounted to AED 90 million at the time of the transfer. The fair value amount was credited to other reserves under equity, associated with the recognition of the land.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 5 Property, plant and equipment (continued)

Depreciation is allocated in the condensed consolidated interim statement of profit or loss and other comprehensive income, as follows:

	<b>30 June 2025 (unaudited) AED '000</b>	<b>31 December 2024 (audited) AED '000</b>
Direct costs (note 20)	<b>14,412</b>	28,761
General and administrative expenses (note 21)	<b>2,007</b>	3,643
	<b>16,419</b>	32,404

#### 6 Right-of-use assets and lease liabilities

Movements of the right-of-use assets during the period / year are summarized as follows:

	<b>Warehouse AED '000</b>
<b>Cost</b>	
At 1 January 2025	20,077
Additions during the period	2,644
<b>At 30 June 2025 (unaudited)</b>	<b>22,721</b>
At 1 January 2024	8,232
Additions during the year	11,845
At 31 December 2024 (audited)	20,077
<b>Accumulated depreciation</b>	
At 1 January 2025	6,655
Charge for the period (note 20)	3,308
<b>At 30 June 2025 (unaudited)</b>	<b>9,963</b>
At 1 January 2024	1,459
Charge for the year	5,196
At 31 December 2024 (audited)	6,655
<b>Carrying amount</b>	
<b>At 30 June 2025 (unaudited)</b>	<b>12,758</b>
At 31 December 2024 (audited)	13,422

During the period / year movement in lease liabilities were as follows:

	<b>AED '000</b>
At 1 January 2025	14,200
Additions during the period	2,644
Interest accrued during the period (note 22)	466
Paid during the period	(3,636)
<b>At 30 June 2025 (unaudited)</b>	<b>13,674</b>
At 1 January 2024	6,799
Additions during the year	11,845
Interest accrued during the year	927
Paid during the year	(5,371)
At 31 December 2024 (audited)	14,200

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information *(continued)*

For the period ended 30 June 2025

#### 6 Right-of-use assets and lease liabilities *(continued)*

Lease liabilities are allocated in the condensed consolidated interim statement of financial position as follows:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
Non – current	7,133	8,824
Current	6,541	5,376
	<u>13,674</u>	<u>14,200</u>

#### 7 Intangible assets

	Software AED '000
<b>Cost</b>	
At 1 January 2025	7,887
<b>At 30 June 2025 (unaudited)</b>	<u>7,887</u>
At 1 January 2024	7,198
Additions during the year	689
At 31 December 2024 (audited)	<u>7,887</u>
<b>Amortisation</b>	
At 1 January 2025	5,065
Charge for the period (note 21)	283
<b>At 30 June 2025 (unaudited)</b>	<u>5,348</u>
At 1 January 2024	4,548
Charge for the year	517
At 31 December 2024 (audited)	<u>5,065</u>
<b>Carrying amount</b>	
<b>At 30 June 2025 (unaudited)</b>	<u>2,539</u>
At 31 December 2024 (audited)	<u>2,822</u>

#### 8 Inventories

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
Raw materials	223,593	219,633
Spare parts	15,318	16,257
Finished goods	7,661	4,398
Work in progress	26,262	17,536
	<u>272,834</u>	<u>257,824</u>
Less: allowance for slow moving and obsolete inventories	(14,196)	(15,378)
	<u>258,638</u>	<u>242,446</u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 8 Inventories (continued)

Related cost of inventories is recorded in the condensed consolidated interim statement of profit or loss and other comprehensive income under direct costs (note 20).

The movement in the provision for slow-moving and obsolete inventories during the period/year was as follows:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
At 1 January	15,378	10,479
Charge for the period / year	141	8,085
Written off during the period / year	(1,323)	(3,186)
At 30 June / 31 December	<u>14,196</u>	<u>15,378</u>

#### 9 Trade and other receivables

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
Trade receivables	290,752	262,196
Less: allowances for expected credit losses	<u>(43,072)</u>	<u>(42,525)</u>
	247,680	219,671
Prepayments	9,298	10,070
Advances to suppliers	62,940	49,113
Interest receivable on fixed deposits	7,676	8,248
Other receivables	<u>11,431</u>	<u>20,167</u>
	<u>339,025</u>	<u>307,269</u>

The movement in the allowance for expected credit losses during the period / year was as follows:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
At 1 January	42,525	47,768
Provision / (Reversal) during the period / year	552	(4,654)
Written off during the period / year	<u>(5)</u>	<u>(589)</u>
At 30 June / 31 December	<u>43,072</u>	<u>42,525</u>

The average credit period for trade receivables is 30-120 (31 December 2024: 30-120) days. No interest is charged on trade and other receivables.

Included in the trade receivables is an amount of AED 9,900 thousand (31 December 2024: 17,009 thousand) due from related parties.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 9 Trade and other receivables (continued)

At 30 June, the ageing analysis of trade receivables and corresponding expected credit loss allowance is as follows:

	Total AED'000	Not past due AED'000	Up to 3 months AED'000	Between 3 to 6 months AED'000	Over 6 months AED'000
<b>30 June 2025 (unaudited)</b>					
Gross trade receivables	290,752	105,992	62,627	66,550	55,583
ECL %		0.01%	0.55%	1.81%	74.68%
Excepted credit losses	(43,072)	(12)	(344)	(1,207)	(41,509)
	<u>247,680</u>	<u>105,980</u>	<u>62,283</u>	<u>65,343</u>	<u>14,074</u>
<b>31 December 2024 (audited)</b>					
Gross trade receivables	262,196	119,736	54,918	23,334	64,208
ECL %		0.03%	0.41%	1.81%	65.17%
Excepted credit losses	(42,525)	(36)	(225)	(420)	(41,844)
	<u>219,671</u>	<u>119,700</u>	<u>54,693</u>	<u>22,914</u>	<u>22,364</u>

#### 10 Cash and bank balances

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
Bank deposits*	1,209,047	1,423,040
Cash at banks	34,818	18,505
Cash in hand	525	481
Cash and bank balances	<u>1,244,390</u>	<u>1,442,026</u>
Less: term deposit with original maturity more than 3 months*	<u>(1,155,777)</u>	<u>(1,187,207)</u>
Cash and cash equivalents at 30 June / 31 December	<u>88,613</u>	<u>254,819</u>

\*Short term fixed deposits represent amounts deposited with a local bank bearing average interest rate of 4.42% per annum (31 December 2024: 4.6% per annum).

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central bank of the United Arab Emirates. Accordingly, management of the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. None of the balances with banks at the end of the reporting period are past due and taking into account the historical default experience and the current credit ratings of the bank, the management of the Group have assessed that there is immaterial impairment, and hence have not recorded any loss allowances on these balances.

#### 11 Share capital

As 30 June 2025, the Group's share capital is divided into 2,099,250 thousand shares which includes 100,000 thousand shares (nominal value: AED 0.25 per share) that were issued by E7 and simultaneously purchased by the company as treasury shares.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 12 Treasury shares

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
<b>At 30 June / 31 December</b>		
100,000,000 Class A shares of AED 0.25 per share	<u>25,000</u>	<u>25,000</u>

#### 13 Shareholder's contribution

Shareholder's contribution represents the non-interest-bearing contribution from the shareholders of the Group. Movement in Shareholder's contribution is as follows:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
<b>At 30 June / 31 December</b>	<u>50,600</u>	<u>50,600</u>

#### 14 Statutory reserve

As required by the UAE Federal Decree Law No. (32) of 2021, certain portion of the profit for the year of the Group is required to be transferred to a statutory reserve. The Group may resolve to discontinue such transfers when the reserve totals 50% of the issued share capital. This reserve is not available for distribution.

#### 15 Warrants

Warrants include public warrants and private warrants. During the period, the Group held 18,350,000 public warrants and 4,587,500 private warrants that were issued at nil consideration. Each warrant entitles the holder to purchase ten shares at a price of AED 1.15 per share. The warrants are accounted for as derivative financial liabilities at fair value through profit or loss and are measured at fair value as at each reporting period. Changes in the fair value of the warrants has been recorded in the condensed consolidated interim financial information.

Instrument	Number of warrants '000	Fair value per warrant as on 30 June 2025 (unaudited) AED	Total fair Value as on 30 June 2025 (unaudited) AED '000	Fair value per warrant as on 31 December 2024 (audited) AED	Total fair Value as on 31 December 2024 (audited) AED '000
Public warrants	18,350	2.20	40,370	0.90	16,588
Private warrants	4,588	2.20	10,093	0.90	4,147
	<u>22,938</u>	<u>2.20</u>	<u>50,463</u>	<u>0.90</u>	<u>20,735</u>



## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information *(continued)*

For the period ended 30 June 2025

#### 15 Warrants (continued)

The fair value of warrants as on 30 June 2025 is based on a Level 1 valuation using the listed market price of these warrants on ADX. As the public warrant fair value at 30 June 2025 was AED 40,370 thousand (31 December 2024: AED 16,588 thousand) and the private warrant was AED 10,093 thousand (31 December 2024: AED 4,147 thousand), the change in fair value of the warrants from the Transaction date (7 November 2023) is recognised in the condensed consolidated interim statement of profit or loss and other comprehensive income. If warrant holders exercise their warrants, the Company will have the option to require all holders that wish to exercise public warrants to do so on a “cashless basis.” In determining whether to require all holders to exercise their warrants on a “cashless basis,” the Company will consider, among other factors, its cash position, the number of warrants that are outstanding and the dilutive effect on its shareholders of issuing the maximum number of Class A shares issuable upon the exercise of these warrants.

In such event, each warrant holder would pay the exercise price by surrendering these warrants for Class A shares based on the fair market value of the Class A shares at the relevant time. On the exercise of any warrant, the exercise price for these warrants will be paid directly to the Group.

These warrants became exercisable 30 days after the Transaction date and will expire at 5:00 p.m., UAE time, three years after the Transaction date. As of 30 June 2025, none of these warrants were exercised by the warrant holders and these warrants are exercisable at anytime after 30 days from the Transaction date up to a period of 3 years from the Transaction date.

#### 16 Trade and other payables

	30 June 2025 (unaudited) AED ‘000	31 December 2024 (audited) AED ‘000
Accruals	174,848	180,636
Trade payables	104,333	106,705
Staff accruals and provisions	10,337	12,160
Advances from customers	6,559	9,568
Other payables	3,764	3,487
	<u>299,841</u>	<u>312,556</u>

The average credit period on purchases of goods and services is 90-120 days (31 December 2024: 90-120 days). The Group has risk management policies in place to ensure that all payables are paid within the credit time frame. No interest is charged on trade and other payables.

#### 17 Related parties’ balances and transactions

Related parties comprise the major shareholder, directors and key management personnel of the Group and entities controlled, joint arrangements or significantly influenced by such parties. The terms of these transactions are approved by the Group’s management and agreed by the Board of Directors.

The Group applies the exemption relating to government related entities under IAS 24 – ‘Related Parties’ and only discloses transactions and balances with government related entities which are individually or collectively significant.

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

The sales to and services from related parties are made at normal market prices. Outstanding balances at the period-end are unsecured, interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables.

An impairment assessment is undertaken each financial year through examining the financial position of the related party and the market in which related party operates.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 17 Related parties' balances and transactions (continued)

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

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
<b>Due from related parties:</b>		
<i>Entities controlled by entity exercising significant influence:</i>		
Abu Dhabi Health Services Company PJSC (SEHA)	1,624	1,671
Lulu International Holdings	1,487	520
Massar Solutions PJSC	1	1
National Health Insurance Company PJSC (Daman)	-	4
Others	510	1,183
	<u>3,622</u>	<u>3,379</u>
Less: Provision for related parties	<u>(473)</u>	<u>(473)</u>
	<u>3,149</u>	<u>2,906</u>

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
<b>Due to related parties:</b>		
<i>Entities controlled by entity exercising significant influence:</i>		
National Health Insurance Company PJSC (Daman)	1,592	4,931
Others	279	716
	<u>1,871</u>	<u>5,647</u>

Significant transactions with related parties during the period comprise:

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
Sales of goods and merchandise	<u>5,498</u>	<u>10,497</u>	<u>11,066</u>	<u>22,651</u>
Purchases of goods and services	<u>8,233</u>	<u>7,103</u>	<u>14,389</u>	<u>12,977</u>

#### Key management compensation

	30 June 2025 (unaudited) AED '000	30 June 2024 (unaudited) AED '000
Board of Director's remuneration	<u>1,911</u>	<u>700</u>
Compensation to senior management personnel		
Short term benefits	5,603	7,055
End of service benefits	122	67
	<u>5,725</u>	<u>7,122</u>
No. of senior management personnel	<u>10</u>	<u>9</u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 17 Related parties' balances and transactions (continued)

##### Key management compensation (continued)

Movement of Board of Directors remuneration during the period / year was as follows:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
At 1 January	2,106	2,173
Charge for the period/year	1,911	364
Paid during the period/year	(3,570)	(431)
At 30 June / 31 December	447	2,106

#### 18 Deferred revenues

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
Deferred revenues	2,146	44,803

The movement for deferred revenue is as follows:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
At 1 January	44,803	44,494
Additions during the period/year	11,223	127,922
Recognised during the period/year	(53,880)	(127,613)
At 30 June / 31 December	2,146	44,803

Deferred revenue represents advances received from customers related to the printing and distribution of schoolbooks for the Ministry of education project which are expected to be recognised within next twelve months.

#### 19 Revenues from contract with customers

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
<i>Revenue recognised at a point in time:</i>				
Printing	156,684	152,399	259,009	264,848
Distribution	21,218	22,352	32,576	35,949
	<u>177,902</u>	<u>174,751</u>	<u>291,585</u>	<u>300,797</u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 19 Revenues from contract with customers (continued)

##### Segment reporting

Reconciliations of reportable segments' profit or loss for the period is set out below:

	Printing AED'000	Distribution AED'000	Others AED'000	Elimination AED'000	Total AED'000
<b>30 June 2025</b>					
Revenue from external customers	259,429	32,906	-	(750)	291,585
Reportable segment profit	65,062	862	(33,358)	-	32,566
Total assets	2,215,698	201,685	940,989	(1,110,967)	2,247,405
Total liabilities	215,474	161,713	53,960	(9,029)	422,118
Capital expenditures	23,843	237	-	-	24,080
<b>2024</b>					
Revenue from external customers	264,848	35,949	-	-	300,797
Reportable segment profit	76,500	4,937	9,695	-	91,132
Total assets	2,360,333	254,092	1,096,505	(1,320,758)	2,390,172
Total liabilities	421,432	218,753	26,978	(218,821)	448,342
Capital expenditures	3,298	390	-	-	3,688

Reconciliations of reportable segments' assets and liabilities is set out below:

	30 June 2025 (unaudited) AED '000	31 December 2024 (audited) AED '000
<b>Segment assets</b>		
Printing	2,215,698	2,360,333
Distribution	201,685	254,092
Others	940,989	1,096,505
	<u>3,358,372</u>	<u>3,710,930</u>
Elimination	(1,110,967)	(1,320,758)
<b>Total assets</b>	<u>2,247,405</u>	<u>2,390,172</u>
<b>Segment liabilities</b>		
Printing	215,474	421,432
Distribution	161,713	218,753
Others	53,960	26,978
	<u>431,147</u>	<u>667,163</u>
Elimination	(9,029)	(218,821)
<b>Total liabilities</b>	<u>422,118</u>	<u>448,342</u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 20 Direct costs

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
Raw materials	62,308	60,223	102,480	110,193
Staff costs	17,794	20,679	36,328	38,980
Outsourcing costs	16,936	11,594	27,551	23,643
Depreciation of property, plant and equipment (Note 5)	7,263	7,059	14,412	14,394
Repairs and maintenance	3,510	1,971	6,627	4,307
Distribution cost	1,334	2,248	3,248	3,994
Water and electricity	1,528	1,085	2,656	2,005
Depreciation on right-of-use assets (Note 6)	1,581	1,517	3,308	2,476
Insurance expense	414	352	852	756
Courier and postage	202	461	337	698
Provision for slow moving and obsolete inventories (Note 8)	141	-	141	1,467
Others	2,751	6,732	5,671	9,598
	<u>115,762</u>	<u>113,921</u>	<u>203,611</u>	<u>212,511</u>

#### 21 General and administrative expenses

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
Staff costs	17,523	14,712	32,897	26,384
Professional fees	7,274	1,936	9,299	4,754
Maintenance costs	2,330	1,572	5,322	2,484
Depreciation of property, plant and equipment (note 5)	1,007	877	2,007	1,715
Telephone, fax and internet	259	332	604	608
Amortisation of intangible asset (note 7)	142	126	283	235
Printings and stationery	320	124	449	266
Insurance charges	28	21	61	47
Travel and transportations	12	22	36	37
Others	395	433	974	1,247
	<u>29,290</u>	<u>20,155</u>	<u>51,932</u>	<u>37,777</u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 22 Finance income and finance cost

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
<i>Finance income</i>				
Interest on fixed deposits	15,325	18,159	32,359	35,978
Gain on warrant liabilities at fair value through profit or loss	-	10,782	-	12,615
	<u>15,325</u>	<u>28,941</u>	<u>32,359</u>	<u>48,593</u>
<i>Finance cost</i>				
Finance costs on lease liabilities (note 6)	216	330	466	457
Loss on warrant liabilities at fair value through profit or loss	30,736	-	29,727	-
Foreign currency exchange loss	1,629	79	1,108	148
Other finance cost	235	-	539	-
	<u>32,816</u>	<u>409</u>	<u>31,840</u>	<u>605</u>
Finance (cost) / income-net	<u>(17,491)</u>	<u>28,532</u>	<u>519</u>	<u>47,988</u>

#### 23 Other income - net

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000	30 June 2025 (unaudited) AED'000	30 June 2024 (unaudited) AED'000
Scrap sales	464	913	1,116	1,797
Rental income	363	239	726	556
(Loss) on sale of property, plant and equipment	(2)	-	(2)	-
Other (expenses) / income	(79)	368	678	934
	<u>746</u>	<u>1,520</u>	<u>2,518</u>	<u>3,287</u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 24 Income tax expense

On 9 December 2022, the UAE Ministry of Finance released the Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (the Law) to enact a Federal corporate tax (CT) regime in the UAE. The CT regime will become effective for accounting periods beginning on or after 1 June 2023.

The Cabinet of Ministers Decision No. 116/2022 effective from January 2023, has confirmed the threshold of income over which the 9% tax rate would apply, and the Law is considered to be substantively enacted. A rate of 9% will apply to taxable income exceeding AED 375,000 (USD 102,110). A rate of 0% will apply to taxable income not exceeding AED 375,000 (USD 102,110).

In order to align with OECD's Global Minimum Tax effort (Pillar Two), the UAE Ministry of Finance (MoF) has introduced a Domestic Minimum Top-Up Tax of 15% for Multinational Enterprises (MNEs) with effect from financial years starting on or after 1 January 2025. Management has assessed that the Group does not meet the minimum threshold criteria which would qualify it for Pillar Two Top-Up Tax.

The Group shall continue to monitor critical Cabinet Decisions to determine the impact on the Group, from deferred tax perspective. The tax charged for the period ended 30 June 2025 is AED 3,045 thousand (30 June 2024: AED 9,068 thousand).

#### 25 Earnings per share

Basic earnings per share is computed using the weighted-average number of outstanding shares during the period. Diluted earnings per share is computed to the extent that the effect is dilutive by using the weighted-average number of outstanding shares and potential shares during the period.

##### Basic earnings per share

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	<b>30 June 2025</b>	30 June 2024	<b>30 June 2025</b>	30 June 2024
	<b>(unaudited) AED'000</b>	(unaudited) AED'000	<b>(unaudited) AED'000</b>	(unaudited) AED'000
<b>Numerator</b>				
Profit for the period and gain used in basic earnings per share	<u>11,554</u>	<u>64,505</u>	<u>30,566</u>	<u>91,132</u>
Total profit for the period used in basic earnings per share	<u>11,554</u>	<u>64,505</u>	<u>30,566</u>	<u>91,132</u>
<b>Denominator</b>				
Weighted average number of class A shares used in basic earnings per share	<u>1,999,250</u>	<u>1,999,250</u>	<u>1,999,250</u>	<u>1,999,250</u>
Total weighted average number of class A shares used in basic earnings per share	<u>1,999,250</u>	<u>1,999,250</u>	<u>1,999,250</u>	<u>1,999,250</u>
<b>Basic (AED)</b>	<u><u>0.01</u></u>	<u><u>0.03</u></u>	<u><u>0.02</u></u>	<u><u>0.05</u></u>

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 25 Earnings per share (continued)

##### Diluted earnings per share

	<i>For the three – month period ended</i>		<i>For the six – month period ended</i>	
	<b>30 June 2025 (unaudited) AED'000</b>	<b>30 June 2024 (unaudited) AED'000</b>	<b>30 June 2025 (unaudited) AED'000</b>	<b>30 June 2024 (unaudited) AED'000</b>
<b>Numerator</b>				
Profit for the period and gain used in diluted earnings per share	<b>11,554</b>	64,505	<b>30,566</b>	91,132
Total profit for the period used in diluted earnings per share	<b>11,554</b>	64,505	<b>30,566</b>	91,132
<b>Denominator</b>				
Weighted average number of class A shares, private and public warrants used in diluted earnings per share	<b>1,999,250</b>	2,001,293	<b>1,999,250</b>	1,999,250
Total weighted average number of class A shares, private and public warrants used in diluted earnings per share	<b>1,999,250</b>	2,001,293	<b>1,999,250</b>	1,999,250
<b>Diluted (AED)</b>	<b>0.01</b>	0.03	<b>0.02</b>	0.05

#### 26 Contingencies and commitments

	<b>30 June 2025 (unaudited) AED '000</b>	<b>31 December 2024 (audited) AED '000</b>
Letters of guarantees	<u>29,852</u>	<u>27,341</u>
Letters of credit	<u>49,838</u>	<u>34,115</u>
Capital commitments	<u>69,939</u>	<u>74,753</u>



## **E7 GROUP PJSC**

### **Notes to the condensed consolidated interim financial information (continued)**

*For the period ended 30 June 2025*

#### **27 Financial instruments**

##### **27.1 Fair value of financial assets and liabilities**

The Group's management considers that the fair value of financial assets and financial liabilities approximates their carrying amounts.

##### **27.2 Capital risk management**

The Group manages its capital to ensure that it will be able to continue as a going concern while maximising the return to stakeholders. The Group does not have a formalised optimal target capital structure or target ratios in connection with its capital risk management objective. The Group's overall strategy remains unchanged from 2024.

##### **27.3 Financial risk management**

The Group is exposed to the following risks related to financial instruments - credit risk, liquidity risk and interest rate risk. Management actively monitors and manages the financial risks relating to the Group. The Group does not enter into or trade in financial instruments including derivative financial instruments for risk management purposes.

##### **27.4 Accounting policies**

Details of the accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 3 to the condensed consolidated interim financial information.

##### **27.5 Credit risk**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at 30 June 2025, the Group's maximum exposure to credit risk without taking into account any collateral held or other credit enhancements, which will cause a financial loss to the Group due to failure to discharge an obligation by the counterparties and financial guarantees provided by the Group arises from the carrying amount of the respective recognised financial assets as stated in the condensed consolidated interim statement of financial position.

In order to minimise credit risk, the Group has tasked its Management to develop and maintain the Group's credit risk gradings to categorise exposures according to their degree of risk of default. The credit rating information is supplied by independent rating agencies where available and, if not available, the Management uses other publicly available financial information and the Group's own trading records to rate its major customers and other debtors. The Group's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

## E7 GROUP PJSC

### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 27 Financial instruments (continued)

##### 27.5 Credit risk (continued)

The Group's current credit risk grading framework comprises the following categories:

Category	Description	Basis for recognising expected credit losses
Performing	The counterparty has a low risk of default and does not have any past-due amounts	12-month ECL
Doubtful	Amount is >180-270 days past due or there has been a significant increase in credit risk since initial recognition	Lifetime ECL – not credit-impaired
In default	Amount is >270 days past due or there is evidence indicating the asset is credit-impaired	Lifetime ECL – credit-impaired
Write-off	There is evidence indicating that the debtor is in severe financial difficulty and the Group has no realistic prospect of recovery	Amount is written off

The tables below detail the credit quality of the Group's financial assets, contract assets and financial guarantee contracts, as well as the Group's maximum exposure to credit risk by credit risk rating grades.

	Note	External credit ratings	Internal credit ratings	12 month or lifetime ECL	Gross carrying amount	Loss allowance	Net carrying amount
30 June 2025 (unaudited)					AED '000	AED '000	AED '000
<b>Due from related parties</b>	17	N/A	(i)	12-month ECL	3,622	(473)	3,149
<b>Trade receivables</b>	9	N/A	(ii)	12-month ECL	290,752	(43,072)	247,680
<b>Cash and bank balances</b>	10	A, A+, A-, AA-, BBB+	N/A	12-month ECL	1,244,390	-	1,244,390
<b>31 December 2024 (audited)</b>							
<b>Due from related parties</b>	17	N/A	(i)	12-month ECL	3,379	(473)	2,906
<b>Trade receivables</b>	9	N/A	(ii)	12-month ECL	262,196	(42,525)	219,671
<b>Cash and bank balances</b>	10	A, A+, A-, AA-, BBB+	N/A	12-month ECL	1,442,026	-	1,442,026

- For due from related parties, the Group has applied the general approach in IFRS 9 to measure the loss allowance at lifetime ECL.
- For trade receivables, the Group has applied the simplified approach in IFRS 9 to measure the loss allowance at lifetime ECL. The Group determines the expected credit losses on these items by using a provision matrix, estimated based on historical credit loss experience based on the past due status of the debtors, adjusted as appropriate to reflect current conditions and estimates of future economic conditions. Accordingly, the credit risk profile of these assets is presented based on their past due status in terms of the provision matrix. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date. The Group always measures the loss allowance for trade receivables at an amount equal to lifetime ECL.

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### Notes to the condensed consolidated interim financial information (continued)

For the period ended 30 June 2025

#### 27 Financial instruments (continued)

##### 27.6 Liquidity risk

Liquidity risk is the risk that the Group will be unable to meet its funding requirements. The responsibility of liquidity risk rests with management, which has built an appropriate liquidity risk management framework for the management of the Group's short, medium and long term funding and liquidity management requirements.

The table below summarises the maturity profile of the Group's non-derivative financial liabilities. The maturity profile is monitored by management to ensure adequate liquidity is maintained. The contractual maturities of the financial liabilities, determined on the basis of the remaining period at the end of the reporting period to the contractual maturity date, are as follows:

	Less than 1 year AED '000	More than 1 year AED '000	Total contractual cashflows AED '000	Total carrying amount AED '000
<b>30 June 2025 (unaudited)</b>				
Trade and other payables	299,841	-	299,841	299,841
Due to related parties	1,871	-	1,871	1,871
Lease liabilities	7,165	10,684	17,849	13,674
Public warrant liabilities at fair value through profit or loss	40,370	-	40,370	40,370
Private warrants liabilities at fair value through profit or loss	10,093	-	10,093	10,093
	<u>359,340</u>	<u>10,684</u>	<u>370,024</u>	<u>365,849</u>
<b>31 December 2024 (audited)</b>				
Trade and other payables	312,556	-	312,556	312,556
Due to related parties	5,647	-	5,647	5,647
Lease liabilities	6,077	12,550	18,627	14,200
Public warrant liabilities at fair value through profit or loss	16,588	-	16,588	16,588
Private warrants liabilities at fair value through profit or loss	4,147	-	4,147	4,147
	<u>345,015</u>	<u>12,550</u>	<u>357,565</u>	<u>353,138</u>

##### 27.7 Interest risk management

Interest rate risk arises from the possibility that changes in interest rates will affect the net interest income/expenses of the Group. The Group does not have financial assets and liabilities that carry variable interest rate. Accordingly, the Group is not exposed to interest rate risk.

##### 27.8 Foreign currency risk management

Currency risk relates to the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group does not undertake transactions denominated in foreign currencies that have a significant impact on its interest income and expense.